Cboe Clear SM

Regulation Position Management

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1. Introduction

This Regulation is enacted pursuant to and in accordance with articles 2.7.1, 7.3 and 7.4 of chapter 2 of the Clearing Rule Book.

This Regulation applies as of ~~24 December~~_____ 2024.

Capitalised terms used in this Regulation, and not otherwise defined, shall have the meaning as set out in the Clearing Rule Book.

Changes to this Regulation will be implemented in accordance with the Changing Cboe Clear Rulebook & Regulations Procedure as published on Cboe Clear's website.

2. Purpose

This Regulation sets out the conditions attached to certain post trade events and interactions and the applicable operational processes.

The fees for the processing of the functionalities listed in this document are set out in the Regulation Fees and Penalties.

Please refer to section 11 of this Regulation for the applicable deadlines.

3. Transfer of Trade Legs or Open Positions within Account Structure Clearing Participant (internal transfer)

A Clearing Participant may initiate a Trade Leg transfer to another Position Account within its Account Structure through the ~~Cboe Europe Derivatives~~ relevant platform or by an approved Cboe Clear communication method.

Upon request of the Clearing Participant, Cboe Clear can facilitate transfers of Open Positions within its Account Structure. The Clearing Participant shall provide the required information and a transfer date will be agreed between Cboe Clear and such Clearing Participant.

4. Transfer of Trade Legs between Clearing Participants through a give up / take up (external transfer)

Cboe Clear will facilitate a transfer of a Trade Leg from the sending Clearing Participant to the receiving Clearing Participant when the transfer does not procure a change in ultimate beneficiary owner of the Trade Leg. This transfer can be initiated by the Clearing Participant through the ~~Cboe Europe Derivatives~~ relevant platform or by an approved Cboe Clear communication method.

A Trade Leg is transferred as follows:

a) tThe sending Clearing Participant submits a delivery or payment order which the receiving Clearing Participant accepts, using an approved Cboe Clear communication method;
b) Cboe Clear books the Trade Leg in the account of the receiving Clearing Participant against the original amount of the Trade; and
c) Cboe Clear sends the sending Clearing Participant and receiving Clearing Participant a transfer confirmation which will specify the time at which the transfer of the Position from the sending Clearing Participant to the receiving Clearing Participant takes place.

If the Transfer Order is accepted by the receiving Clearing Participant within the Cboe Clear designated time-window then the transfer will be processed by Cboe Clear on the same day. Any instruction outside this time-window will not be processed and will be rejected.

5. Transfer of Open Positions between Clearing Participants (external transfer)

Cboe Clear will facilitate a transfer of an Open Position from the sending Clearing Participant to the receiving Clearing Participant when the transfer does not procure a change in ultimate beneficiary owner of the Open Position.

An Open Position is transferred as follows:

a) tThe sending Clearing Participant submits a Transfer Order which the receiving Clearing Participant accepts, using an approved Cboe Clear communication method;
b) Cboe Clear books the Open Position in the account of the receiving Clearing Participant at zero price for Options Contracts and at closing price of the previous business day for Futures Contracts; and
c) Cboe Clear sends the sending Clearing Participant and receiving Clearing Participant a transfer confirmation which will specify the Transfer Time.

If the Transfer Order is accepted by the receiving Clearing Participant within the Cboe Clear designated time-window then the transfer will be processed by Cboe Clear the same day (depending on volume).

6. Open/close designations

The Clearing Participant may change an open/close designation of a Trade Leg by adjusting the open/ close indicator through the ~~Cboe Europe Derivatives~~relevant platform or through an approved Cboe Clear communication method.

Adjustment of open/close designations is only possible for those Position Accounts where the open/close indicator is part of the transaction details.

Cboe Clear shall be entitled to override open/close designations when necessary to prevent negative long/short positions.

7. Open Position close-out instruction

The Clearing Participant may request to close-out certain positive long or positive short Open Positions in a relevant Position Account through the ~~Cboe Europe Derivatives~~relevant platform or an approved communication method.

For a negative long or negative short Open Position, in a relevant Position Account, a positive close-out instruction can be facilitated by Cboe Clear on request of the Clearing Participant, subject to such terms as Cboe Clear requires.

Carrying out a close-out instruction increases or reduces the open long and short position equally.

Cboe Clear shall be entitled to override close-out instructions when necessary to prevent negative long/short positions.

8. Trade Leg split

The Clearing Participant may initiate a split of a Trade Leg in multiple Trade Legs registered in the same Position Account by adjusting the Trade Leg quantities through the ~~Cboe Europe Derivatives~~relevant platform or by an approved Cboe Clear communication method.

9. Exercise

The Buyer may exercise in full or in part the Open Position in respect of Equity Options Contracts through the ~~Cboe Europe Derivatives~~relevant platform or using an approved Cboe Clear communication method up until Expiry of such Equity Options Contract. An exercise request can be cancelled on the same day. Such exercise cancellation request will reinstate the Open Position.

10. Abandonment

The Buyer may initiate the Abandonment of an Open Position in full or in part in respect of Equity Options Contracts using an approved Cboe Clear communication method. An Abandonment request will only be accepted if submitted on the date of and prior to Expiry. An Abandonment request can be cancelled on the same day. Such Abandonment cancelation request will reinstate the Open Position.

11. Applicable deadlines

Type	Action	Deadline on T	Deadline on T+X	Deadline on date of Expiry
Trade	1. Transfer of Trade Legs or Open Positions within Account Structure Clearing Participant (internal transfer)	19:30 CET	Until Expiry day - 1 19:30 CET	30 minutes after close of trading*
Trade	2. Transfer of Trade Legs between Clearing Participants through a give up / take up (external transfer)	19:30 CET	Until T+5 19:30 CET	30 minutes after close of trading*
Position	3. Transfer of Open Positions between Clearing Participants (external transfer)	17:00 CET Once automated through GUI, 19:30 CET	Until Expiry day-1 17:00 CET Once automated through GUI, 19:30 CET	Not allowed
Trade	4. Trade Leg open/close rectification	19:30 CET	Until Expiry day-1 19:30 CET	30 minutes after close of trading*
Position	5. Open Position close-out instruction	19:30 CET	Until Expiry day-1 19:30 CET	30 minutes after close of trading*
Trade	6. Trade Leg split	19:30 CET	Until Expiry day-1 19:30 CET	30 minutes after close of trading*
Position	7a. Exercise Equity Option Contracts	19:30 CET*	Until Expiry day-1 19:30 CET*	19:30 CET*
Position	7b. Exercise Index Option Contracts	Not applicable	Not applicable	30 minutes after close of trading*
Position	8. Abandonment	Not allowed	Not allowed	19:30 CET*

* Only applicable for fully automated instructions, without -manual intervention from Cboe Clear.