

June 07, 2022
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CIRCULAR LETTER

Listed B3 Participants

Re.: **Accreditation Process for the Market Maker Program in the U.S. Dollar Option Contracts Complex**

B3 hereby informs you that up to three market makers will be accredited for this program and that they must select at least one of the following assets in which to make market:

- U.S. Dollar Option
- Monthly Mini U.S. Dollar Option
- Weekly Mini U.S. Dollar Option.

If accreditation applications exceed the number of openings offered, B3 will select the market makers for accreditation at its sole discretion.

Accreditation procedure

Institutions that wish to take part in this program can find information in the Procedures Guide for the Accreditation of Market Makers, available at www.b3.com.br/en_us, Products and Services, Trading, Market Maker, Join in, Accreditation.

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Timetable

Accreditation Instrument filed	Accounts registered	Activity starts	Obligation ends
By June 15, 2022	June 20, 2022	July 1, 2022	June 30, 2023

B3 may at its sole discretion assess accreditation applications submitted after these deadlines, provided the delay is duly justified.

B3 may extended this program at its sole discretion. If the end of the obligation with the program is postponed, B3 will publish a Circular Letter with information about the extended period, changes to activity parameters and other necessary provisions. The market maker may then choose whether to continue activity up to the new deadline or to end accreditation upon the obligation's end date foreseen herein.

Activity parameters

Market makers accredited for this program must execute buy and sell orders in accordance with the activity parameters defined by B3.

The list of assets eligible for the program and the respective activity parameters can be found in the document "Dollar Options Market Maker Program Rules", available at www.b3.com.br/en_us, Products and Services, Trading, Market maker, Join in, Programs, U.S. Dollar Options.

Activity parameters may be changed during the program, with the prior consent of market makers accredited for the securities affected by the change. B3 will make a formal proposal to change the market makers' activity parameters, which

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must be answered in writing within seven business days. The lack of a timely answer will be considered consent for the proposed change.

The market maker's prior consent will not be required if the parameters change because of atypical market conditions that lead to changed trading patterns and to adjustments to prevent artificial supply, demand or price conditions.

Test period

Market makers can enjoy the benefits specified below without having to observe the activity parameters, for up to ten business days before the start of their mandatory activity, so that they can perform connectivity, session and order routing tests and make necessary technological configurations. After the test period, B3 will monitor the market makers' activity.

Maximum number of parameter breaches

Market makers' accreditation to this program may be cancelled in the event of more than twelve unjustified breaches of the activity parameters and/or of the obligations set forth in this Circular Letter and in the Market Maker Activity Accreditation Agreement, or if the justification is not accepted by B3. The agreement is available at www.b3.com.br/en_us, Products and Services, Trading, Market maker, Join in, Contracts, Options, Market Maker Agreement.

Minimum activity period

If a market maker withdraws from the accreditation process without having begun its activities under this program, it will be exempted from meeting the thirty-day

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minimum activity period required by Circular Letter 109/2015-DP, dated October 8, 2015.

If a market maker withdraws after the start of its activity, it must comply with the thirty-day notice period without fail so that its de-accreditation can be communicated to the market.

Benefits

Accredited market makers will be exempt from exchange fees and other fees on trades in all series, including non-mandatory series, of the U.S. Dollar Option, Mini U.S. Dollar Option and Weekly Mini U.S. Dollar Option.

They will also be exempt from paying exchange fees and other fees on futures trades executed for purposes of delta hedging in the same trading session as the options.

For the purposes of this program, the delta hedging percentage considered will be fifty per cent (50%) in proportion to the notional value of the futures contract, to be applied to the quantity of options traded in all series of the underlying asset on the day it is calculated.

The futures contracts eligible for exemption of fees on delta hedging for U.S. Dollar Options are the U.S. Dollar Futures Contract (DOL) and the Mini U.S. Dollar Futures Contract (WDO).

Futures market trades that exceed the quantity equivalent to fifty per cent (50%) of delta hedging in proportion to the notional value of the futures contract will

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be subject to a charge of USD1.00 per U.S. Dollar Futures Contract and USD0.20 per Mini U.S. Dollar Futures Contract, in relation to exchange fees and other fees.

These fees will be translated into Brazilian Reals at the PTAX sell rate for the last day of the month prior to the contract trading date and will not be eligible for differentiation by investor type, progressive discount policies in accordance with average daily trading volume (ADTV) or day-trade volume, or any other discounts B3 may introduce.

The message flows, trades and volume generated by the accredited institutions will not be considered for the purposes of the Trading Message Control Policy, as per Circular Letter 039/2013-DP, dated May 27, 2013, and Circular Letter 050/2013-DP, dated July 30, 2013.

General provisions

B3 will resolve any omissions regarding this accreditation process and the program.

Further information can be obtained from the Chief Product and Client Officer's team by telephone on +55 11 2565-5661/4616 or by email at formadordemercadob3@b3.com.br

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