

Required fields are shown with yellow backgrounds and asterisks.

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SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549  
Form 19b-4

File No. \* SR 2024 - \* 010

Amendment No. (req. for Amendments \*) 1

Filing by Options Clearing Corporation

Pursuant to Rule 19b-4 under the Securities Exchange Act of 1934

Initial *	Amendment *	Withdrawal	Section 19(b)(2) *	Section 19(b)(3)(A) *	Section 19(b)(3)(B) *
<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Pilot	Extension of Time Period for Commission Action *	Date Expires *	Rule		
<input type="checkbox"/>	<input type="checkbox"/>	<input type="text"/>	<input type="checkbox"/> 19b-4(f)(1)	<input type="checkbox"/> 19b-4(f)(4)	
			<input type="checkbox"/> 19b-4(f)(2)	<input type="checkbox"/> 19b-4(f)(5)	
			<input type="checkbox"/> 19b-4(f)(3)	<input type="checkbox"/> 19b-4(f)(6)	

Notice of proposed change pursuant to the Payment, Clearing, and Settlement Act of 2010

Section 806(e)(1) \*

Section 806(e)(2) \*

Security-Based Swap Submission pursuant to the Securities Exchange Act of 1934

Section 3C(b)(2) \*

Exhibit 2 Sent As Paper Document

Exhibit 3 Sent As Paper Document

### Description

Provide a brief description of the action (limit 250 characters, required when Initial is checked \*).

### Contact Information

Provide the name, telephone number, and e-mail address of the person on the staff of the self-regulatory organization prepared to respond to questions and comments on the action.

First Name \*  Last Name \*

Title \*

E-mail \*

Telephone \*  Fax

### Signature

Pursuant to the requirements of the Securities Exchange of 1934, Options Clearing Corporation has duly caused this filing to be signed on its behalf by the undersigned thereunto duly authorized.

Date

(Title \*)

By

(Name \*)

NOTE: Clicking the signature block at right will initiate digitally signing the form. A digital signature is as legally binding as a physical signature, and once signed, this form cannot be changed.

Digitally signed by   
Date: 2024.09.04 16:19:59 -05'00'

Required fields are shown with yellow backgrounds and astericks.

SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

For complete Form 19b-4 instructions please refer to the EFFS website.

**Form 19b-4 Information \***

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The self-regulatory organization must provide all required information, presented in a clear and comprehensible manner, to enable the public to provide meaningful comment on the proposal and for the Commission to determine whether the proposal is consistent with the Act and applicable rules and regulations under the Act.

**Exhibit 1 - Notice of Proposed Rule Change \***

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The Notice section of this Form 19b-4 must comply with the guidelines for publication in the Federal Register as well as any requirements for electronic filing as published by the Commission (if applicable). The Office of the Federal Register (OFR) offers guidance on Federal Register publication requirements in the Federal Register Document Drafting Handbook, October 1998 Revision. For example, all references to the federal securities laws must include the corresponding cite to the United States Code in a footnote. All references to SEC rules must include the corresponding cite to the Code of Federal Regulations in a footnote. All references to Securities Exchange Act Releases must include the release number, release date, Federal Register cite, Federal Register date, and corresponding file number (e.g., SR-[SRO]-xx-xx). A material failure to comply with these guidelines will result in the proposed rule change being deemed not properly filed. See also Rule 0-3 under the Act (17 CFR 240.0-3)

**Exhibit 1A - Notice of Proposed Rule Change, Security-Based Swap Submission, or Advanced Notice by Clearing Agencies \***

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The Notice section of this Form 19b-4 must comply with the guidelines for publication in the Federal Register as well as any requirements for electronic filing as published by the Commission (if applicable). The Office of the Federal Register (OFR) offers guidance on Federal Register publication requirements in the Federal Register Document Drafting Handbook, October 1998 Revision. For example, all references to the federal securities laws must include the corresponding cite to the United States Code in a footnote. All references to SEC rules must include the corresponding cite to the Code of Federal Regulations in a footnote. All references to Securities Exchange Act Releases must include the release number, release date, Federal Register cite, Federal Register date, and corresponding file number (e.g., SR-[SRO]-xx-xx). A material failure to comply with these guidelines will result in the proposed rule change being deemed not properly filed. See also Rule 0-3 under the Act (17 CFR 240.0-3)

**Exhibit 2- Notices, Written Comments, Transcripts, Other Communications**

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[SR-OCC-2024-010 Exhibit 2 - Informa](#)

Copies of notices, written comments, transcripts, other communications. If such documents cannot be filed electronically in accordance with Instruction F, they shall be filed in accordance with Instruction G.

Exhibit Sent As Paper Document

**Exhibit 3 - Form, Report, or Questionnaire**

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Copies of any form, report, or questionnaire that the self-regulatory organization proposes to use to help implement or operate the proposed rule change, or that is referred to by the proposed rule change.

Exhibit Sent As Paper Document

**Exhibit 4 - Marked Copies**

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The full text shall be marked, in any convenient manner, to indicate additions to and deletions from the immediately preceding filing. The purpose of Exhibit 4 is to permit the staff to identify immediately the changes made from the text of the rule with which it has been working.

**Exhibit 5 - Proposed Rule Text**

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The self-regulatory organization may choose to attach as Exhibit 5 proposed changes to rule text in place of providing it in Item 1 and which may otherwise be more easily readable if provided separately from Form 19b-4. Exhibit 5 shall be considered part of the proposed rule change

**Partial Amendment**

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[SR-OCC-2024-010 19b-4 \(Intraday Ris](#)

If the self-regulatory organization is amending only part of the text of a lengthy proposed rule change, it may, with the Commission's permission, file only those portions of the text of the proposed rule change in which changes are being made if the filing (i.e. partial amendment) is clearly understandable on its face. Such partial amendment shall be clearly identified and marked to show deletions and additions.

**Partial Amendment No. 1 to SR-OCC-2024-010**

The Options Clearing Corporation (“OCC”) is filing this partial amendment (“Partial Amendment No. 1”) to proposed rule change SR-OCC-2024-010 pursuant to General Instructions For Form 19b-4 Item 11, Exhibit 2(c), which provides, in part, that if after a proposed rule change is filed but before the Commission takes final action on it, a clearing agency prepares any correspondence or other communications reduced to writing from the clearing agency concerning the proposed rule change, the clearing agency shall file such communications. Partial Amendment No. 1 is intended to append an Exhibit 2 to documents filed as part of File No. SR-OCC-2024-010 on July 25, 2024. The Exhibit 2 consists of a communication to its Clearing Members discussing amongst other things the proposed rule change in File No. SR-OCC-2024-010. This amendment does not change the purpose of or basis for the proposed rule change.



#55123

**Date:** August 30, 2024

**Subject:** Intraday Risk Monitoring

OCC is issuing this Information Memo to inform Clearing Members of changes related to its ongoing monitoring initiative to identify and collateralize its exposure to intraday risk.

Under OCC's existing Watch Level surveillance process OCC monitors and identifies patterns of risk increasing activity in ODTE options for the purposes of instituting protective measures when warranted.<sup>1</sup> Clearing Members and execution-only accounts that breach the 5% net capital threshold are then subject to additional monthly review, and possible protective measures in the form of additional margin.<sup>2</sup>

The next phase of the initiative, recently filed with the SEC as filing number SR-OCC-2024-010,<sup>3</sup> extends the existing approach to all Clearing Members and all products OCC clears without regard to net capital thresholds. The filing will formally establish an Intraday Risk Charge margin "add-on" as part of OCC's Rules. The add-on would be equal to the average of a Clearing Member's account peak intraday risk increase over the previous month's daily trading activity. The daily peak risk increase would be determined from risk snapshots generated at 20-minute intervals that capture changes in Clearing Member accounts during extended and intraday trading between the hours of approximately 12:30 am to 3:15 pm CST. The add-on will be assessed on all Clearing Members and execution-only accounts but will exclude any cross-margin accounts.

In addition to the add-on, this phase will also establish certain monitoring thresholds which if breached may trigger an intraday margin call on a Clearing Member subject to OCC's policies and procedures. If an intraday margin call is issued, the call amount would be calculated as the difference between the intraday risk increase and the add-on determined at approximately 12:00 pm CST. Per Rule 609, Clearing Members must satisfy margin calls within one hour.

OCC has reviewed the potential impact on all Clearing Members over a one-year period and observed that the add-on would have generated an average margin increase of less than 5% in the aggregate. OCC notes that the ten firms most impacted by the add-on collectively represented approximately 68% of the additional margin that would have been assessed, with the average daily margin increase falling in the range between 3% and 35%. OCC also notes that the impact of the add-on was dependent on each respective account's trading activity.

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<sup>1</sup> See OCC Rule 307.

<sup>2</sup> See OCC Rule 307C.

<sup>3</sup> The filing can be found on OCC's public website: <https://www.theocc.com/Company-Information/Documents-and-Archives/By-Laws-and-Rules>, or on the SEC's public website: <https://www.sec.gov/rules-regulations/self-regulatory-organization-rulemaking/occ>.

**Contact Information**

For further information or questions regarding this memo, please e-mail the Market Risk and Default Management team at [marketrisk@theocc.com](mailto:marketrisk@theocc.com).