

MEMORANDUM

TO: File No. 4-627

FROM: Lillian Hagen
Division of Risk, Strategy and Financial Innovation

DATE: December 14, 2011

RE: Meeting with Market Makers in Equity Markets Regarding Dodd-Frank
Section 417(a)(2) Short Sale Study

On January 18, 2011, Amy Edwards, Bruce Kraus, Lillian Hagen, Sandra Mortal, Cecelia Caglio, Gopa Biswas, Jonathan Greenstein, Rick Bookstaber, Christian Sabella, Andrea Orr, Eric Peterson and Walter Hamsher from the Securities and Exchange Commission met with Chris Camerino, Andrew Margolin and Bob Moir of Bank of America; Annette Kelton, Paul Russo, Matthew Lavicka and Todd Hohmann of Goldman Sachs; Dan Mathisson of Credit Suisse; Steve Bardong, Matt Connolly, Irene Halpin, Michael Lurie and Viktor Grinberg of JP Morgan; John Nagel of Citadel; Matt Cushman, Matt Levine, Michael Strashnov, Rich Gillette and Michael Corrao of Knight; Thomas Mcmanus and Jeff Radtke of Barclays; and Melissa MacGregor of SIFMA.

The participants discussed equity market making and the anticipated effect of the study's real time short position disclosure and the pilot transaction marking regime on equity marking making and the markets.