

MEMORANDUM

TO: File No. 4-627

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

DATE: October 26, 2011

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

On January 24, 2011, Bruce Kraus, Sandra Mortal, Laura Serban, Cecilia Caglio, Gopa Biswas, Jonathan Greenstein, Chuck Dale, Walter Hamscher, Christian Sabella, Eric Peterson and Laura Magyar from the Securities and Exchange Commission met with Andrew Margolin, Kevin Walsh and Valar Mihan from Bank of America; Annette Kelton and Todd Hohmann from Goldman Sachs; Eamon Shanahan, Pat Cerny and Slade Winchester from Citi; Bradford Jacobowitz, Marlene Ward and Steven Sosnick from Timber Hill; Kurt Eckert from Wolverine Trading; Jerry O'Connell from Susquehanna International Group; and Melissa MacGregor and Kevin Campion from SIFMA.

The participants discussed the effect of real time short position reporting on options market making and market liquidity, and the costs and the usefulness of reporting transactions marked consistent with study proposals.