

July 29, 2008

Good Morning:

It seems to me this is a no brainer. Enforcing a ruling that has been on the books all along. The shorting requirement has always required traders to obtain stock to cover their short selling. It seems that this ruling has not been enforced for some time thus allowing the traders to be able to beat down a particular section of the economy such as the financials.

There have been cases where there has been more shorts being sold than the stock owned by the company. This is just wrong and there should be no discussion needed. Just enforce the rule permanently as it was originally intended.

I can see by news reports that the political lobbying has already started in an effort to sway your decisions. I understand the temporary ban on naked short selling expires at midnight tonight. I hope that you will abide by what is right and best for the market as a whole and not for what best benefits a certain section of the traders who have found it necessary to take advantage of this particular loop hole in our existing laws.

Please have the courage to permanently enforce the naked short ruling and in fact impose the same ruling to all sections of the market not only the financials.

Thank you for your time and hopefully consideration on this matter.

Kenneth Perrone