

MEMORANDUM

TO: File
FROM: Division of Trading and Markets
RE: Meeting with representatives from Goldman Sachs, JP Morgan, and Morgan Stanley
DATE: November 9, 2011

On November 9, 2011, staff from the Division of Trading and Markets, Division of Investment Management, Division of Corporation Finance, Division of Risk, Strategy, and Financial Innovation, the Office of Compliance Inspections and Examinations, and the Office of General Counsel met with the following representatives of Goldman Sachs - Michael Paese, David Rusoff, Elisha Wiesel; JP Morgan – Jeremy Barnum, Alexander Hunt, Katherine Anne Childress; and Morgan Stanley – Matt Berke, James Hill, Nancy King, Soo-Mi Lee, John F. Neary, and Michael Stein. In addition, a representative from the Commodity Futures Trading Commission participated in the meeting.

The participants' agenda for the meeting focused primarily upon the market making portion of the jointly-proposed rule to implement Section 619 of the Dodd-Frank Act; the participants spoke primarily to issues regarding the requirements for relying on the exception for market making-related activity, metrics, and impact on market liquidity. The participants also briefly discussed the proposal's exception for risk-mitigating hedging.