

From: Derek Enrique <dereksu24@yahoo.com>
Sent: Friday, January 15, 2010 10:54 PM
To: secretary <secretary@CFTC.gov>
Subject: Regulation of retail forex

The purpose of this email is to voice my opinion on the proposed regulation of 10:1 leverage to retail forex traders. I am against the proposed regulation as it severely limits the ability to profit in this market without sufficient capital. As a result I would expect for a huge wave of retail traders, including myself, to leave trading altogether which would hurt the industry in the U.S. Such a major cut in leverage will also cause disciplined traders to leave the industry which is an unwarranted effect that such leverage will have. This type of regulation is also severely damaging to firms that operate in the U.S. by making them non-competitive to firms that operate internationally. You are also not allowing for a level playing field for hard working Americans to create wealth for themselves and their families as other individuals that live in other countries will have. The key to successful trading with margins whether large or small is to have proper money management techniques like entering trades with stop loss and take profit points in place. Traders that lose money in this industry are not practicing prudent money management skills. Regulation should be in place that requires individuals take a certified money management course prior to executing a trade in this market. I think that if individuals are scared enough, through taking a course that can show how easy it is to lose money in this market by not having the proper money management techniques, they will not place such risky trades that are over leveraged and be more patient to enter into properly calculated trades. Requiring a money management course will then allow for successful traders that operate with varying sizes of capital to continue trading unaffected by the undisciplined traders.

Thanks for listening to my opinion,

Derek Enrique