

From: Digitalight <digitalight@suddenlink.net>
Sent: Friday, January 22, 2010 7:23 PM
To: secretary <secretary@CFTC.gov>
Subject: Regulation of Retail Forex

Hello,

As a Forex trader I am against any plans to limit retail forex leverage to 10:1. I will have to move my accounts back overseas to get the same full leverage and people who work in this industry in the United States will lose their jobs.

This will also have an impact on the US dollar and will reduce US tax collection as many foreign governments don't

report earnings. Last year I moved one \$25K account from Gain Capital in London back to the US with FXDD because

of a good IB. This year I opened a second account with FXDD and then your new limit of 100 to 1 leverage was forced on me.

My earnings this year to date could have been 25% higher if the 200 to 1 was left alone. At 10 to 1 I will transfer three accounts

worth over \$45K back to overseas brokers to reclaim my 200 to 1 leverage and therefore reclaim better earnings.

Thus 10-1 will basically cost thousands of US Jobs and hundreds of millions in tax revenues. There is a lack of intelligence running in the CFTC. Seriously! If the goal is to reduce the odds of new traders losing all their money

then you should have a graduated leverage based on capital in an account. For example,

under \$2,000 give traders 25:1 or up to 50:1 and for accounts over \$5k or \$10k give the entire 200:1 leverage.

It's only the traders with a few hundred dollars in accounts that you should hit by this arcane rule. Leave the professional traders alone with the leverage and risk they need. Any good trader risks no more than 1 or 2% of their

account in trades and if you're a scalper doing multiple trades at once THIS RULE WILL HURT their money management

algorithms and thus cause the very thing you hope to prevent, LOSSES.

Another solution is to HARD CODE maximum losses of 100 pips. I personally limit my losses when wrong to 50 pips max thus trading more lots and when I'm right my trades go 25 to 100 pips. Cutting leverage

drastically will change how I trade, that is until I open foreign accounts again which EVERY experienced trader will do. This rule is damaging and I'd like a response as to the reasons behind it. But I have a feeling you do not

care about a small trader such as me. If you do, then respond and tell me how your rules benefit me. When you cut

my earnings potential, you also cut the US tax revenue amount as well.

Patricia Sue Clark

1103 Seton Hall Lane

Pflugerville Texas 78660

512.670.2224

digitalight@suddenlink.net