

**From:** Kenneth Wong <kennie.wong@gmail.com>  
**Sent:** Tuesday, January 26, 2010 11:04 PM  
**To:** secretary <secretary@CFTC.gov>  
**Subject:** Regulation of Retail Forex

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Hello Secretary of CFTC,

I disagree with the CFTC proposal to reduce Forex leveraging to 10:1. Reducing leverage is not the correct solution.

**Unforeseen Risks:**

- Reducing leverage by 90% will reduce Forex profits from large institutional players => Decreased tax income for the government during a recession.
- Reducing leverage by 90% will reduce liquidity in Forex dramatically => Negatively impact day-to-day currency transactions for all.
- Reducing leverage by 90% will remove most profitable opportunities for small players => Unequal trading opportunities between large and small players in the Forex market.

**Solution:**

- Cap the leverage of only the large institutional players that hold the most risk.
- Educate smaller players on proper leverage vs. risk usage.

**RIN 3038-AC61**

Thanks.

-Kenneth Wong