

From: investingjeff <investingjeff@gmail.com>
Sent: Thursday, January 14, 2010 11:48 PM
To: secretary <secretary@CFTC.gov>
Subject: Regulation of Retail Forex

Dear Secretary,

I recently read your proposed changes concerning the forex retail market. While I have no issues with your capital requirements for brokers and your capability to investigate and address issues of fraud which I see as protecting the individual investors I do think your reduction of the limit of trading leverage from 100:1 to 10:1 will have a drastic negative effect on the individual investor. You are basically making retail forex a club for the elite and eliminating the possibility of the little guy having a chance of effectively trading forex. This new requirement will drastically reduce the number of retail forex traders. You should realize that the little guys actually provide a lot of liquidity that when removed will cause greater fluctuations in prices than now. Please provide a list of reasons for the reduction in leverage and how you see that benefiting anyone in the forex trading market. I would also like to see who is on the committee who produces these regulations as I seriously doubt the retail forex market has adequate representation. This feels like taxation without representation in that the CFTC is making regulations that will cause severe pain for myriads of traders without taking the input of those traders into account.

Regards,
Jeff