

From: Peter Sagi <gstl_trt@yahoo.com>
Sent: Thursday, January 28, 2010 6:01 AM
To: secretary <secretary@CFTC.gov>
Subject: Proposed Regulation of Retail Forex

Mr. David Stawick, Secretary
Commodity Futures Trading Commission

Regarding RIN 3038-AC61

As a private FOREX trader who trades for my wife and myself exclusively, I see no reason for limiting the margin requirement to a 10:1 limit versus the current 100:1 limit, this would be a severe limit on my ability to trade this market.

Firstly, I fully understand the risks of trading and it is MY CHOICE to trade in a market that offers extreme leverage, knowing fully well that the same leverage that allows me to, with good risk management and reasonable skill, profit several percentage points in a trading day, can also wipe out my trading account in a day in the event that I used poor judgement. Again, it is MY CHOICE and a fully informed choice.

Secondly, but more importantly to the market as a whole ... the high degree of leverage, low commissions, and narrow spread between bid and ask prices is what makes this market attractive to active traders, which provides liquidity to the market. Increasing the margin requirement by a factor of 10 will destroy much of the popularity of this market which will reduce liquidity and increase spreads.

Thirdly, it is ultimately just an inconvenience in that a determined trader need only operate a foreign corporate entity at arms length to circumvent.

Sincerely,

Peter A. Sagi