

From: Sheila & Steve <sclapp@nycap.rr.com>
Sent: Friday, February 12, 2010 10:19 AM
To: secretary <secretary@CFTC.gov>
Subject: Regulation of Retail Forex

To whom it may concern,

I have been studying and trading the Forex Market for almost 5 years now. It is my belief as well as others I have talked to that the issue of risk you are trying to address for the uneducated trader is not about leverage. By reducing leverage you are increasing the amount of capital that is required to trade what can be currently traded today for less. An example would be 1:10 vs. 1:100. A trade that would cost a trader today \$100 will be \$1000 with new regulations. A more practical approach would be to control margin requirements (otherwise known as money management). If you allow a trader to risk only 3 to 5 % of their account at any one time you have reduced risk. The regulation I am speaking of is in regard to RIN 3038-AC61. I will be forwarding this on to my local congressmen should further action be required. Thank you for taking the time to read this as I hope this will stimulate a more common sense approach to risk.

Sincerely,
Steve Clapper