

From: Don Guy <Don@iLoveBrazil.net>
Sent: Friday, March 12, 2010 7:22 PM
To: secretary <secretary@CFTC.gov>
Subject: Regulation of Retail Forex

RIN 3038-AC61

Hi David,

This email is to protest the CFTC's proposal to reduce maximum leverage in Forex to 10:1 and I have good reason for it...

I understand this is to help protect uneducated traders from losing money too fast but it will also greatly inhibit the money management strategies of experienced traders.

For example, my money management strategy super compounds on profits and I begin my leverage at 10:1. On a winning streak, my leverage peaks at over 50:1 with my principal totally protected. Your proposed change would not only reduce my income potential by a factor of 10, but could also make it completely ineffective. To compensate for this, I would need to deposit 10 times the capital with a forex broker, thereby forcing me to risk 10 times as much principal by placing it in the greedy, and often unethical, hands of a broker.

If you want to help protect traders who cannot afford to take losses, simply require a higher net worth for them to open an account. Do not impair the strategies of experienced traders who have invested years developing their investment strategies. This is simply counter-productive and there are better ways to accomplish the ultimate goal... protecting the foolish. I really hope you make the right decision.

Thanks for your time.

Don Guy