

MEMORANDUM

TO: Public File – Notice of Proposed Rulemaking: Margin and Capital Requirements for Covered Swap Entities (RIN 3064 AD79)

FROM: FDIC Staff

DATE: August 17, 2012

SUBJECT: Meeting with the representatives of Managed Funds Association and others.

On August 17, 2012, FDIC staff (Bob Bean & John Feid from RMS, Tom Hearn & Ryan Clougherty from Legal) participated in a meeting with individuals representing certain participants in the swaps / derivatives markets to discuss the FDIC's Notice of Proposed Rulemaking: Margin and Capital Requirements for Covered Swap Entities. The following individuals participated in the meeting: Laura Harper & Stuart Kaswell (representing Managed Funds Association), Randall Costa & Stephen Berger (representing Citadel LLC), Renata Holt (representing Paulson & Co. Inc.), Bob Pribble (representing King Street Capital Management, L.P.), Rupert Cox (representing Brevan Howard, Inc.), and Rebecca Simmons & John Miller from Sullivan & Cromwell LLP. Sean Campbell & Jeremy Newell from the Board of Governors of the Federal Reserve System also participated in the meeting.

The meeting participants generally discussed issues associated with portfolio margining activities with respect to cleared and uncleared swap products and how the NPR may impact current market practices.