



MANAGED FUNDS
ASSOCIATION

CONTACT: NICK SIMPSON

[202-730-2600](tel:202-730-2600)

NSIMPSON@MANAGEDFUNDS.ORG

Statement

FOR IMMEDIATE RELEASE
NOVEMBER 4, 2016

MFA Comments on Issuance of Supplemental Proposal on Regulation AT, Will Continue Work with CFTC on Regulatory Modernization

WASHINGTON - Managed Funds Association President and CEO Richard H. Baker issued the following statement after the Commodity Futures Trading Commission voted to issue a supplemental proposal to the draft regulation on automated trading, known as Regulation AT:

“Regulation AT is one of the most impactful regulations the CFTC is currently developing – both in terms of benefit and potential harm. The Commission’s supplemental proposal is a welcome improvement in many areas, including the risk control framework and the move away from annual reporting. MFA also appreciates that the Commission is considering a volume-based component with respect to who is an AT Person. MFA remains concerned, however, over how the CFTC will implement its source code review and what will happen with the proprietary information after CFTC officials review it. Protecting this information is vital.

“As the CFTC considers comments to the supplemental proposal on Regulation AT, MFA looks forward to continuing its work with the Commission and its staff to ensure that this important regulation is not only useful to regulators but also to those who rely on the markets for hedging and risk management activities.”

###