

Meeting Minutes

Federal Reserve Bank of New York
33 Liberty Street
13th Floor, Main Conference Room

Thursday, January 7, 2015
8:30 am – 10:00 am (New York time)

Present: Andrew Alter, James Brown (by phone), David Buchalter, Martha Burke, Sarah Donnelly (by phone), Maria Douvas-Orme, Pamela Hutson (by phone), Bob Klein, Jeff Lillien, Matthew Lillvis, Ricardo Salaman, Lisa Shemie, David Trapani, Hector Velez, Bryan Woodard (by phone), Lawrence Young, Jill Hurwitz (by phone)

Federal Reserve Bank of New York participants: Lisa Kraidin, Joyce Hansen, Christina Getz, Angela Sun

Other participants: Edward Rosen¹ (Cleary Gottlieb, by phone)

Dodd-Frank Operational/Implementation Issues

The group's outside counsel gave the FMLG an update on their December 22, 2015 meeting with CFTC staff to discuss FX prime brokerage arrangements on swap execution facilities ("SEFs"). Following the update, the group agreed that it would have its outside counsel organize a call with SEFs to brief them on the CFTC meeting.

ICOM, IFEMA, FEOMA and IFXCO

David Buchalter, Chair of the Opinions Subcommittee of the FMLG, provided an update on the FMLG's annual legal opinion update project. The committee has received 18 out of 34 requested opinions. Mr. Buchalter noted that some of these opinions indicate nonmaterial changes or no changes, while others reflect material changes which the committee will review. Mr. Buchalter also informed the group that one of the firms whose fee quote had been an outlier has agreed to reduce their quote. The group agreed to accept the revised fee quote.

GXFD concern about and solutions to inadvertent execution/algorithmic error resulting in material excesses over existing trading limits

FMLG Secretary Lisa Kraidin asked the group for their thoughts on a communication from the GFMA Global FX Division ("GXFD") about solutions to reduce risk in the event of an inadvertent execution/algorithmic error which results in material excesses over existing trading limits. The group discussed the issue briefly, but agreed that they need more information about the GXFD's concern. The group agreed that FMLG Secretary Lisa Kraidin

¹ The group's outside counsel was only present for the discussion on Dodd-Frank operational/implementation issues were discussed.

would invite a representative from the GXFD to dial into the next FMLG meeting to discuss the matter.

Administrative Matters

FMLG Secretary Lisa Kraidin informed the group that the week of July 18th has been proposed for the 2016 Quadrilateral Meeting of the European Financial Markets Lawyers Group (EFMLG), the Financial Markets Law Committee (FMLC), the Financial Law Board (FLB), and the FMLG, which will be held in London.

FMLG Treasurer Martha Burke offered a brief update on the group's finances. She also informed the group that the FMLG had signed a revised contract with its accounting firm, which the FMLG had agreed to at its prior meeting in December.

FMLG Secretary Lisa Kraidin gave the group a brief tax update. The FMLG's accounting firm is assisting the FMLG with preparing Form 1099 forms for its vendors and will soon begin working on the FMLG's 2016 Form 990 filing.

Ms. Kraidin gave the group a refresher on the FMLG's antitrust guidelines and asked members to distribute these guidelines to any individual working on an FMLG matter.

Members were presented with minutes from the group's December 3, 2015, meeting and approved them without dissent.

The next meeting of the FMLG will be held on February 4, 2016, at 8:30 a.m.