

From: Kris Watts

Sent: Friday, 27 January 2012 1:39 PM

To: Client Money

Subject: My concerns

To Whom it May Concern,

My name is Kris Watts. I have been trading full time for a few years now, its the principal income for my family to pay the bills, and live the lifestyle we currently have.

I was recently made aware of your discussion paper "handling and use of client money in relation to over the counter derivatives transactions", and believe that it was imperative that I responded to you to voice my thoughts on this matter.

As a trader through a Direct Market Access (DMA) model CFD provider, I understand that client monies are used for hedging purposes. I have considered and discussed the risks involved with them, and am comfortable placing my funds with them. I feel that I, like all other traders I know, am an educated enough individual to understand and accept the risks involved.

its also worth understanding that to survive as traders we need to keep the cost of commissions down, and that under no circumstances would i be happy with only the choice of trading with a Market Maker.

Finally its worth noting that the DMA model gives transparency, and is void of the conflict of interest that comes with a Market Maker model, a model that profits when I lose.

Hope my concerns above are taken on board like many other of my fellow traders have.

Cheers

Kris Watts

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