

MEMORANDUM

TO: File Nos. S7-08-09, S7-09-09

FROM: Michael E. Coe
Office of Commissioner Luis A. Aguilar

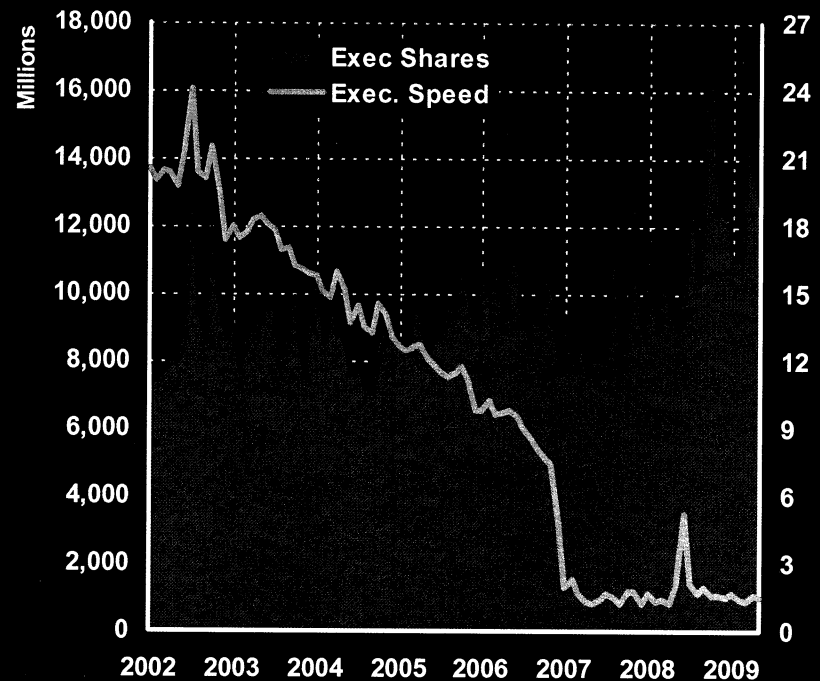
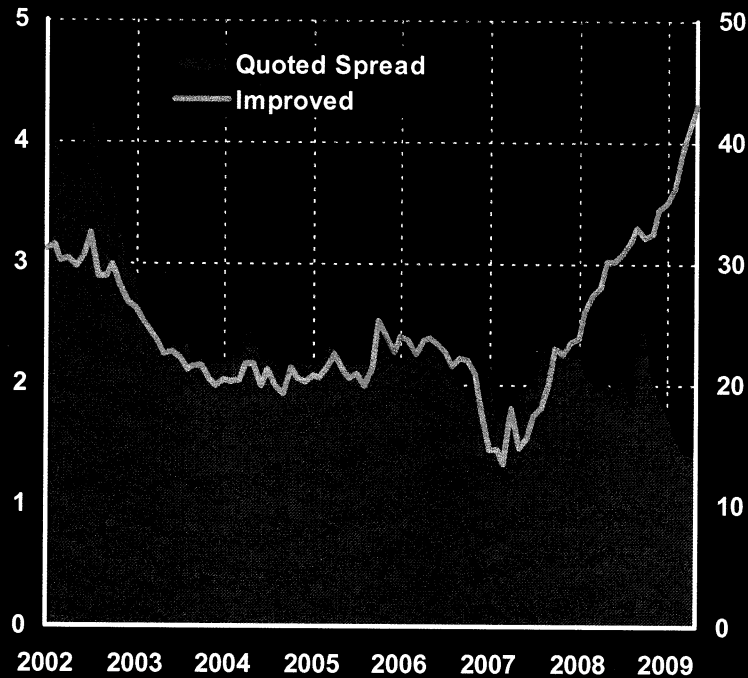
DATE: October 14, 2009

SUBJECT: Meeting with Representatives of the Managed Funds Association

On September 21, 2009, Smeeta Ramarathnam and Michael E. Coe, Counsels to Commissioner Aguilar, met with Darcy Bradbury of D.E. Shaw, Steve Kessler of SAC Capital Advisors, Norman Champ of Chilton Investment Company, Mike Neus of Perry Capital, John Nagel of Citadel Investment Group, and Stuart Kaswell and Jennifer Han of the Managed Funds Association. The discussion included, among other things, the Commission's proposed rules regarding short sales and custody of funds by investment advisers. Mr. Nagel provided the attached presentation, entitled "Execution Quality: Equities."

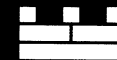
Execution Quality: Equities

Competition is compressing spreads, improving quality and increasing liquidity



Source: Thomson Transaction Analytics

Note: All NYSE stocks, All market centers, All executed market order shares (605-reported, 100-9999 shares)



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