

Hello There,

Transparency should be the cost of doing business for any individual or institution looking to utilize derivatives or short sales for capital formation. In this case the proposed rule is requiring swaps over a certain threshold to be reported. While I'm of the mindset that swaps should be outlawed given their role in destabilizing not just the US economy, but the world economy back in 2008, establishing reporting requirements of those positions and placing the proper contingencies to make sure bad actors can't circumvent those requirements is better than nothing. Had there been reporting requirements for swaps back then at the very least the coming crisis likely could have been less of a surprise when the markets officially crashed. Maybe those reporting requirements could have led to overleveraged parties finding it harder to acquire loans due to their overleveraging being public knowledge. The moral hazard these institutions engage in should be known to the public and other players in financial markets so they can act accordingly.

It's extremely telling to me that comments on this rule proposal from institutional hedge funds and entities that would fall under the definition of "SBS Entity" such as The Managed Funds Association, and Archegos for example, are screaming to get this rule revoked and in some cases leveraging cleverly worded threats against the SEC in their comment letters. I urge the commission to take this as a sign that they are on the right path and to continue forward with the proposed rules. Anyone who invokes the rhetoric of 'liquidity' and 'efficient markets' in order to not report their swaps positions or even more broadly any derivatives or short positions under their management clearly has something to hide and/or would likely be destroyed by actual price discovery if market data was open source and not proprietary. When it comes to security and the concealment of information, security through obscurity time and time again works until it doesn't. All it takes is one leak and all the work to hide that information is undone. If major financial institutions are relying on positions that require virtually everyone to not know about them in order to keep themselves from being wiped out of the market they deserve to sink.

As a household investor I implore the commission to implement these rules and resist the constant delays and attempts by those that would be regulated by these rules to delay their implementation any longer than they already have. I am in full support of these rules and hope for a speedy passing of these rules.

Regards,