MEMORANDUM

TO: File
FROM: Division of Trading and Markets
RE: Meeting with representatives of State Street Global Advisors
Date: May 3, 2013

On May 3, 2013, staff from the Division of Trading and Markets, Division of Investment Management, and Division of Risk, Strategy and Financial Innovation met with the following representatives of State Street Global Advisors: Phil Gillespie, Jim Ross, Chad Tyson, Joe Barry, Tim Coyne, and Alyssa Albertelli.

The purpose of the meeting was to discuss implementation of the Volcker Rule. The discussion primarily focused on the role and activities of authorized participants in exchange-traded funds. State Street Global Advisors provided the staff with the attached slide at the meeting.

Attachment

Reasons Why APs Create ETF Shares:

- Customer facilitation desk – on the wire/risk trades
- Equity Finance / Create to Lend
- Electronic market making inventory management
- Index arbitrage
- Creations for Market Makers, Institutional Clients, and other Broker Dealers that do not have AP status

SPDR
State Street Global Advisors