

April 16, 1935

New York Stock Exchange
11 Wall Street
New York, N. Y.

Attention: The President

Gentlemen:

After mature consideration of the problems involved in the regulation of trading on exchanges, the Commission has determined to request every national securities exchange to adopt as rules of the exchange certain rules recommended by the Commission. I am enclosing herewith three copies of the recommended rules together with the Commission's release relating thereto.

The Commission requests that these rules be incorporated in the rules of the New York Stock Exchange as soon as reasonably practicable and that appropriate statements amending or supplementing the registration statement of the exchange be filed with the Commission upon the formal adoption of the rules by the exchange.

The Commission is of the opinion that the principles embodied in the rules are necessary and appropriate for the regulation of trading on all national securities exchanges. The cooperation of the exchanges in complying with the Commission's request will obviate the necessity for the promulgation of rules by the Commission containing these principles.

I would be pleased to receive your reaction to the Commission's request at your earliest convenience.

Please address all communications and inquiries concerning the recommended rules to the Commission for the attention of the Trading and Exchange Division.

Yours very truly,

Joseph P. Kennedy
Chairman

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