

**Minutes of the regular meeting of the Buyside General Counsel Committee**

12:00 p.m. – 2:00 p.m., Tuesday, June 10, 2014

Federal Reserve Bank of New York

33 Liberty St., New York, NY

**Present:**

Thomas C. Baxter, Jr., FRBNY (Chair)

Adam C. Cooper, Citadel LLC

Marcy Engel, Eton Park Capital Management

Roy J. Katzovicz, Pershing Square Capital Management, L.P.

John Liftin, D.E. Shaw & Co., L.P.

Owen S. Littman, Cowen Group, Inc.

Simon Lorne, Millenium Management, LLC

Evans Muzere, FRBNY

Michael Nelson, FRBNY

Andrew Paul, Tudor Investment Corporation

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Mr. Baxter called the meeting to order at approximately 12:00 p.m.

**1. Legal Effects of Banks' Pleading Guilty to Criminal Charges**

Members aired their views on the potential consequences of a bank's pleading guilty to criminal charges. Members discussed the possible role of financial regulatory agencies in future criminal charges and settlements as well as the possible effects of a criminal charge on client relationships. Members noted that there is a debate over whether recent bank fines are proportional to the alleged violations.

**2. High Frequency Trading**

Members discussed current marketplace reports regarding high frequency trading.

**3. SIFI Designation – Asset Managers**

Members revisited the topic of a potential designation of certain asset managers as systemically important by the Financial Stability Oversight Council (FSOC).

#### **4. The Alternative Investment Fund Managers Directive (AIFMD)**

Members discussed the reporting requirements under the European Union's AIFMD and the coming end of the transitional phase for asset managers in July 2014. Members discussed their preparations for compliance with the various requirements applicable to fund managers in different circumstances.

The meeting adjourned at approximately 2:00 p.m.