

From H. Froy

HLF HERE

NASD

FOR WALLY THROUGH MONET

REF PROPOSED LEGISLATION 1934 ACT TO EXTEND TO FOREIGN SECURITIES
STOP WARNER LETTER COVERS PICTURE AND I GO ALONG STOP
GENERAL REACTION EUROPEAN BANKS, BROKERS IS THAT PROPOSAL ISS
MAINLY FOR PURPOSE OF PROTECTING DOLLAR POSITION AND WOULD
CREATE CONSIDERABLE DISTRUST IN DOLLAR . ALSO WOULD HAVE
SERIOUS REPERCUSSIONS ON EURODOLLAR CONTINUITY STOP WOULD
UNDERMINE RELATIONSHIP BETWEEN FOREIGN RECOGNISED STOCK-
EXCHANGES AND USA AS INTERNATIONAL MARKET . FURTHER IT IS IMPOSSIBLE
IN CASE OF BEARER SECURITIES TO DETERMINE HOW MANY US G HOLDERS
ARE US HOLDERS PER CORP STOP
WOULD RESULT IN INCREASED DIRECT APPROACH BY FOREIGN BANKERS
BROKERS TO US INVESTORS AND INSTITUTIONS STOP SECURITIES WOULD
BE LEFT ABROAD RESULT CONSIDERABLE LOSS OF INVISIBLE EXPORTS
EXPORTS AS COMMISSION WOULD BE PAID IN FOREIGN EXCHANGE
INSTEAD DOLLARS STOP
SMALL SPECULATIVE COMPANIES WOULD CONTINUE TO X SELL THERE
IF THERE SECURITIES HERE , WHEREAS LARGE COMPANIES ARE NOT INTEREST-
ED IN HAVING S THEIR SECURITIES BOUGHT BY US INVESTORS STOP
SUCH LEGISLATION WOULD BE DEATHBLOW TO USA AS INTERNATIONAL
MARKET AND WOULD RESULT IN FOREIGNERS REDUCING THEIR COMMITTEE
COMMITMENTS IN AMERICAN SECURITIES THUS CONTRARY TO THE DESIRE OF DOLL
DUG DILLON AD EYES AND HIS COLLEAGUES TO SEE AN INCREASED
INTEREST IN AMERICAN SHARES FROM FOREIGNERS STOP
SUGGEST SEC GET TOGETHER WITH DILLON TO COORDINATE THEIR
ACTIVITIES IN THE INTEREST OF THE USA ADMINISTRATION .
AM FURIOUS