

**Meeting Between Staff of the Federal Reserve Board and Morgan Stanley
October 15, 2019**

Participants: Juan Climent, Sean Healey, and Alex Kobulsky (Federal Reserve Board)

Andrew Nash, Denise Pieck, and Nicolas Levi (Morgan Stanley)

Summary: Staff of the Federal Reserve Board met with representatives of Morgan Stanley to discuss the interagency notice of proposed rulemaking on the treatment under the regulatory capital rule of debt instruments issued for purposes of total loss-absorbency capacity (TLAC) requirements by U.S. or foreign global systemically important banking organizations. Morgan Stanley focused its discussion on the potential effect of the proposal on market making activities, especially the size of the exclusion for market making and the use of derivatives in market making.