

**MEMO# 4590**

March 15, 1993

## **APRIL 7 MEETING**

March 15, 1993 TO: MONEY MARKET FUNDS AD HOC COMMITTEE NO. 2-93 SECONDARY MARKET DISCLOSURE TASK FORCE RE: APRIL 7 MEETING

The Institute has scheduled a joint meeting of the Money Market Funds Ad Hoc Committee and the Secondary Market Disclosure Task Force for April 7, 1993 at 10:00 a.m. at the Institute. Lunch be served following the meeting. For your information, a meeting of the Derivative Instruments Subcommittee focusing on mutual funds' use of swaps will be held that afternoon beginning at 2:00 p.m., which you are invited to attend. At the April 7th meeting, we will discuss Commissioner Roberts' suggestion to amend Rule 2a-7 to address problems in obtaining secondary market disclosure for tax-exempt instruments (see Appendix A) and the draft disclosure guidelines for tax-exempt money market funds prepared by members of the Task Force, which we had previously circulated (see Memorandum to Money Market Funds Ad Hoc Committee No. 8-92 and Secondary Market Disclosure Task Force dated July 14, 1992). A revised copy of the draft guidelines will be circulated shortly before the meeting. In addition, we will discuss issues arising from the staff's letter on technical issues under Rule 2a-7 relating to the treatment and analysis of variable rate demand notes subject to conditional guarantees under paragraph (c)(3)(ii) of the Rule (a copy of which is attached as Appendix B); the appropriateness of several new instruments that recently have been marketed to money market funds; and, the discussion in the staff's recent generic comment letter and Morgan Keegen no action letter concerning the treatment of capped floaters under paragraph (d)(1) of Rule 2a-7 (copies of which are attached as Appendix C). If there are any other items that you would like to discuss at the meeting, please let me know by April 1. My direct number is 202/955-3523. \* \* \* Please indicate on the attached form whether you plan to attend the April 7th Money Market Fund Ad Hoc Committee and Secondary Market Disclosure Task Force Meeting, and whether you will be staying for the Derivative Instruments Subcommittee Meeting. Please return the form by mail to Laura Pawlowski, Investment Company Institute, 1600 M Street, N.W., Washington, D.C. 20036 or by fax (202/659-1519) by April 1, 1993. Amy B.R. Lancellotta Associate Counsel

Attachments