

MEMO# 3931

July 14, 1992

DRAFT DISCLOSURE GUIDELINES FOR TAX-EXEMPT MONEY MARKET INSTRUMENTS

July 14, 1992 TO: MONEY MARKET FUNDS AD HOC COMMITTEE NO. 8-92 SECONDARY
MARKET DISCLOSURE TASK FORCE RE: DRAFT DISCLOSURE GUIDELINES FOR TAX-EXEMPT
MONEY MARKET INSTRUMENTS

As you may recall, the Institute recently established a task force to focus on the problems that exist in obtaining secondary market disclosure in the debt markets. At its first meeting, the Task Force determined that one approach for addressing these problems would be for the purchasers (i.e., funds) to demand certain documentation and information from the various sources (e.g., the underwriter, trustee or issuer) and that if the demands for such information were uniform, the relevant parties may begin to feel pressure from the purchasers to provide this information. To accomplish this objective, the members of the Task Force are in the process of developing disclosure guidelines for municipal bond instruments and for tax-exempt money market instruments. Attached for your review is a draft of the disclosure guidelines for tax-exempt money market instruments prepared by members of the Task Force. We are interested in obtaining your comments on the format and content of the guidelines before they are finalized. Please provide me with your comments by August 7, 1992. My direct number is 202/955-3523. Amy B.R. Lancellotta
Associate Counsel Attachment