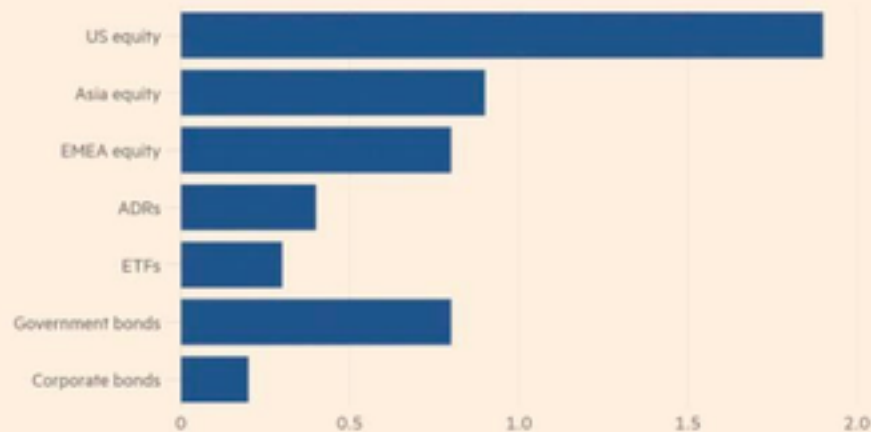


Title: Is everyone forgetting Wall St is as worked up about Gensler as some apes seem to be?
Author: Conscious_Student_37
Created 2022-03-30 19:48:57 UTC
Permalink: /r/GME/comments/tsglmc/is_everyone_forgetting_wall_st_is_as_worked_up/
Url: <https://www.reddit.com/gallery/tsglmc>

Securities lending revenues by asset class

\$bn, Jan-Jun 2021



Source: IHS Markit
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BlackRock, which earned \$555m from securities lending last year, said intraday reporting would provide “low informational value” to the SEC while imposing significant additional costs on lenders. BlackRock wants the deadline for reporting to be shifted to the close of the following trading day.

Better Markets, a Washington-based think-tank, warned that high-speed traders would be able to exploit the delay in reporting transactions and said shortening the deadline would be “eminently feasible without adding significant cost”.

Hedge funds oppose SEC's reform plans after GameStop debacle

Regulator's 'misguided' securities lending proposals risk fuelling volatility, say managers



Extreme volatility unleashed in the meme stock battle epitomised by GameStop prompted calls for the Securities and Exchange Commission to reform securities lending © FT montage; Bloomberg



January 17, 2022 4:00 am by **Chris Flood** and **Harriet Agnew**

Hedge fund managers fear the painful losses they suffered in the meme stock trading frenzy of January 2021 will be repeated if US regulators press ahead with reforms to securities lending, one of the most opaque practices in financial markets.

Gary Gensler, the SEC chair, said in November that it was time to bring securities lending “out of the dark”.

The SEC has proposed extensive reforms to securities lending arrangements which allow hedge funds to pay a fee to borrow stocks and bonds in order to bet that an asset will fall in value — the process known as “short selling”.

Lenders and lending agents will together pay about \$375m in initial costs and \$140m annually thereafter to comply with the proposed reporting requirements, according to the SEC.

But the drastic changes in reporting and disclosure standards planned by the SEC have triggered opposition from hedge funds and other key players in securities lending, including BlackRock, the world’s largest asset manager.



David Einhorn is among the hedge fund managers to refuse to talk about shorting strategy amid the meme stock backlash © REUTERS