GFXC Flash Crash Group Discussion

Discussion divided into three areas:

1. **Causes** of flash crashes
2. **Impacts** of flash crashes
3. **Potential Responses** to reduce the impacts
1 - Causes

• What **behaviors in the market** do we see during a flash crash?

• Have recent **developments in technology and changes to industry structure** impacted the frequency and nature of flash crashes?

• Have **new regulations and the Code of Conduct** impacted the frequency and nature of flash crashes?
2 - Impacts

• Are flash crashes evidence of the market working *well* or working *badly*?

• What *challenges for FX market participants* can arise from flash crashes?

• What *concerns at a national level* can arise from flash crashes?
3 - Responses

• What are potential approaches across the industry to reduce the frequency or severity of flash crashes?

• What role could the GFXC play?

• Should it be a priority for the GFXC to carry out further work?