

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?