

## MEMORANDUM

October 16, 2006

TO: File S7-03-06: Executive Compensation and Related Party Disclosure

FROM: David Huntington  
Office of the Chairman

RE: **Meeting with Representatives of Legg Mason and Munger, Tolles & Olson**

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On October 16, 2006, Chairman Cox and David Huntington met with Chip Mason of Legg Mason, Inc. and Ronald Olson of Munger, Tolles and Olson, LLP, and discussed the Commission's proposal to require compensation disclosure for three additional highly compensated employees who are not executive officers.