

IMPORTANT NOTICE

National Securities Clearing Corporation



The Depository Trust &
Clearing Corporation

A#6552

P&S #6122

DATE: December 24, 2007

TO: ALL PARTICIPANTS

**ATTENTION: MANAGING PARTNER/OFFICER, OPERATIONS
PARTNER/OFFICER, COMPLIANCE OFFICER**

FROM: General Counsel's Office

**SUBJECT: RULE CHANGE – SR-NSCC-2007-16 (Clarification of
Correspondent Clearing Service)**

On December 18, 2007, National Securities Clearing Corporation (“NSCC”) filed a rule change with the Securities and Exchange Commission (“SEC”), pursuant to Section 19(b)(3)(A) of the Securities Exchange Act of 1934. The purpose of the proposed rule change is to modify NSCC’s Rules to provide: (i) a clarification regarding the NSCC’s Correspondent Clearing Service, including corresponding clarifying changes to the text of the Procedures, and (ii) that as part of updating the Rules & Procedures relative to the Trade Recording and Special Representative Services, certain other technical corrections, clarifications and organizational changes be made to the Rules & Procedures. Please refer to the rule filing at the link provided below for details relating to the proposed rule change.

The full text of this rule change (SR-NSCC-2007-16) may be obtained by visiting a link provided on NSCC’s website (www.nsccl.com) to the rule filing at http://www.dtcc.com/downloads/legal/rule_filings/2007/nsccl/2007-16.pdf. Written comments on the proposed rule filing may be addressed to Lisa T. Siebold, Assistant Secretary, National Securities Clearing Corporation, 55 Water Street, New York, New York 10041, and your comments will be forwarded to the SEC. You may also address your written comments to the Secretary of the Commission, Securities and Exchange Commission, 100 F Street NE, Washington, D.C. 20549. We request that you provide NSCC with a copy of your comments.

Questions regarding the rule filing may be directed to John Petrofsky, Associate Counsel, at (212) 855-7634.

Larry Thompson
Managing Director and General Counsel