

IMPORTANT NOTICE

National Securities Clearing Corporation



*The Depository Trust &
Clearing Corporation*

A#6641

P&S#6211

DATE: June 24, 2008

TO: ALL PARTICIPANTS

**ATTENTION: MANAGING PARTNER/OFFICER
OPERATIONS PARTNER/OFFICER
MANAGER P&S DEPARTMENT
MANAGER DATA PROCESSING DEPARTMENT**

FROM: PRODUCT MANAGEMENT

SUBJECT: MID-YEAR FEE REDUCTIONS FOR NSCC SERVICES

In June 2008, NSCC's Operations and Planning Committee approved mid-year fee reductions for Equity Clearance and Corporate, Municipal and Unit Investment Trusts (CMU) product lines.

DTCC traditionally adopts changes to its fees annually, effective as of January 1, with excess revenues during the year addressed through a monthly discounting and a year-end rebate process. However, for 2008, in addition to fee reductions implemented on January 1, 2008, NSCC will implement a mid-year fee reduction. This is the result of excess gross margin derived from the combination of a substantial increase in volumes processed during the first half of 2008 and tight expense management.

The mid-year fee reduction, which totals \$31.5 million on an annualized basis, is a sign of DTCC's ongoing commitment to being the lowest cost provider of our services. The fee reductions will decrease (1) the unit-based equity trade recording and netting fee by \$25.0 million on an annualized basis, providing a 15% reduction in overall equity clearance fees, and (2) Real-Time Trade Matching fees for CMU by \$6.5 million on an annualized basis, providing a 26% reduction in overall CMU fees.

Please refer to the following table for details of specific Fee ID rate reductions.

<u>Fee ID</u>	<u>Service</u>	<u>Existing Fee</u>	<u>New Fee</u>
2484	Equity Trade Recording –per side	\$ 0.001436	\$ 0.000402
2481	Netting – per side into the net unit	\$ 0.000916	\$ 0.000256
2119, 2121, 2132	Corporate & Municipal Bonds & Unit Investment Trust per side	\$1.00	\$0.65

This and other NSCC Important Notices are located on the www.nsc.com Web site. If you have additional questions, please contact your Relationship Manager.

Susan Tysk Cosgrove
Managing Director