

IMPORTANT NOTICE

DTCC Deriv/SERV LLC



#: 776

Date: June 16, 2009

To: Distribution

From: Legal Department

Subject: **DTCC Deriv/SERV to Implement Novation Consent Enhancements on June 18, 2009**

Release 1.4 of the DTCC Deriv/SERV Novation Consent will be implemented on June 18, 2009. Key components of this release include the following enhancements:

1. Support for new Standard Transactions

In order to support the new Standard Transactions, the following Master Documentation Transaction Types will be added to the platform:

- StandardCDXTranche
- StandardEuropeanCorporate
- ISDA2003StandardCreditEuropean
- StandardSubordinatedEuropeanInsuranceCorporate
- StandardWesternEuropeanSovereign
- ISDA2004StandardCreditSovereignWesternEuropean

2. Column Size Persistence

This enhancement will allow users to save custom-column sizes in the Pending Novation, Create Novation and Novation History search screens. Once the columns are resized, users can click on the "Save Column Size" button to save this sizing preference.

3. Preferred List of Email Addresses

In order to assist users with the novation consent process, the platform will support a preferred email address list that is configurable by users within the "Admin" → "Email Address List" tab.

4. "OR Modified Date/Time" Field

A new "OR Modified Date/Time" field will be added to the "Pending Novations" screen. It will be configurable through the "Admin" screen and will display the last date/time when this request has been modified by the Transferor.

5. "Date/Time" fields

All "Date/Time" fields across the platform will be amended to display NY time for all users regardless of their physical location. The timestamp will not be displayed.

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6. “Fixed Rate” field

“Fixed Rate” will be made a required field on all “outside” novation consent requests (i.e. where the underlying transaction does not exist in the Warehouse).

7. Remove Trailing 0’s in the “Fixed Rate” field

This enhancement will remove trailing zeros in the “Fixed Rate” and will limit the display within the Pending Novations tab to one zero after the decimal point. For example: 5.0

8. Reference and Supplement number validation

This enhancement will relax current validation that does not allow a Transferor to create an NC request for a Trade Reference Number and Supplement Number combination where it already exists in the TIW. This new rule will only apply to those novation consent requests where the “Auto Generate” flag for the Transferor is set to “No”.

9. “Available Notional” Field

In order to further streamline the consent request process, the calculation logic for the “Available Notional” field will be improved.

10. Add fields to the “Novation History” Screen

The following fields will be added to the “Novation History” search results section:

- “Master Document Transaction Type”
- “I/O”

11. Add Fields to the EE section under “Pending Novations” Tab

The following fields will be added to the EE view in the “Pending Novations” tab:

- Termination Date
- Trade Date

12. Add “Dispute Raised Date/Time” fields to the “Pending Novations” Tab

The following fields will be added to each party’s view within the “Pending Novations” tab:

- “RP Dispute Raised Date/Time”
- “EE Dispute Raised Date/Time”

13. Add fields to the Download Report

The following fields will be added to the on-request user download reports:

- Original Trade Date
- Original Effective Date

14. Add fields to the “Audit Trail” screen

The following fields will be added to the “Audit Trail” screen:

- “RP Dispute Comments”
- “EE Dispute Comments”

15. RP Refusal

Remaining Party users will no longer be required to input their reference number upon their Refusal of a novation consent request.

16. Remove Terminated Accounts

Terminated Accounts will be removed from the account list dropdown in the “Create Novation” screen. These accounts will remain in the “Novation History” screen.

17. “Additional Comments” Field

In order to distinguish new comments within the “Additional Comments” field, users will be able to use the “Enter” button on the keyboard to start a new comment line.

Please be advised these enhancements will be migrated into production at 7:30 PM EST on Thursday, June 18, 2009 (12:30 AM GMT). Please mark your calendars, as the Deriv/SERV Novation Consent platform will be unavailable for 2 hours (7:30 PM – 9:30 PM EST / 12:30 AM – 2:30 AM GMT).

Any questions or comments regarding this release or DTCC Deriv/SERV in general should be directed to your account manager.