

IMPORTANT NOTICE

National Securities Clearing Corporation



A#: 6841
P&S# 6411
Date: July 1, 2009
To: ALL PARTICIPANTS
Attention: MANAGING PARTNER / OFFICER, OPERATIONS PARTNER / OFFICER,
DIRECTOR OF OPERATIONS, DATA PROCESSING MANAGER,
MANAGER P & S DEPARTMENT, COMPLIANCE OFFICER
From: **Product Management**
Subject: Use of DTC's New Issue Information Dissemination Service (NIIDS) data in
NSCC's RTTM Municipal Bond When Issue Trade Matching System

Background

On September 30, 2008, MSRB's requirement went into effect requiring Municipal Bond underwriters to submit specific information on certain new issue of municipal securities to DTC's NIIDS system within set timeframes.*

<http://ww1.msrb.org/msrb1/archive/2007/2007-36.asp>
<http://ww1.msrb.org/msrb1/archive/2008/2008-20.asp>

MSRB's rule G-34 regarding CUSIP Numbers, New Issue, and Market Information Requirements states in section (ii) (E) that:

"For any new issue of municipal securities eligible for comparison through the automated comparison facilities of a registered clearing agency under section (f) of rule G-12, the underwriter shall provide the registered securities clearing agency responsible for comparing when, as and if issued transactions with:

*(1) final interest rate maturity information about the new issue as soon as it is available;
and*

(2) the settlement date of the new issue as soon as it is known and shall immediately inform the registered clearing agency of any changes in such settlement date."

<http://ww1.msrb.org/msrb1/rules/ruleg34.htm>

New RTTM Processing

Effective immediately, NSCC is utilizing data generated by NIIDS to match Municipal When Issued transactions in its Real Time Trade Matching (RTTM) system. Underwriters need to submit data to NIIDS as mandated by the MSRB as referenced above.

Any questions on this notice should be directed to the undersigned at (212) 855-7623, Relationship Services at (800) 422-0582 option 5, or your Relationship Manager.

Ed Fanning,
Director, Product Management

* Municipal Underwriters are not required to submit data on short-term instruments maturing in less than nine months within the same timeframes as instruments maturing in more than nine months. However, NSCC requires submission of security data on short-term instruments into DTC's Underwriting Source system (UW Source) by the initial Trade Date of the new issue to ensure proper trade matching in RTTM. DTC also requires data on these instruments to be entered into UW Source in order for the deal to close at DTC.