

IMPORTANT NOTICE

National Securities Clearing Corporation



A#:7021

P&S#: 6592

Date: July 2, 2010

To: ALL PARTICIPANTS

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

From: GENERAL COUNSEL'S OFFICE

**Subject: Rule Filing – (SR-NSCC-2010-07) ENHANCEMENTS TO
THE STOCK BORROW PROGRAM**

Securities and Exchange Commission for accelerated effectiveness, pursuant to Section 19(b)(2) of the Securities Exchange Act of 1934. The proposed rule change will amend Rules to implement risk enhancements to the Stock Borrow Program. Specifically, the rule change renders municipal and corporate bonds ineligible for lending through the Stock Borrow Program and prevents a Member from lending securities issued by that Member or any of its affiliates through the Stock Borrow Program.

Members will be advised as to the effective date of the proposed Rule change via subsequent Important Notice.

The full text of the rule change (

-1090. We request that you provide NSCC with a copy of your comments.

Questions regarding this Important Notice should be directed to Jennifer Kim, Associate Counsel, The Depository Trust & Clearing Corporation, at 212-855- 3283.