

IMPORTANT NOTICE

National Securities Clearing Corporation



A#: 7087
P&S# 6658
Date: October 29, 2010
To: ALL PARTICIPANTS
Attention: MANAGING PARTNER/OFFICER, OPERATIONS
PARTNER/OFFICER, COMPLIANCE OFFICER
From: GENERAL COUNSEL'S OFFICE
Subject: RULE CHANGE – SR-NSCC-2010-14 - AMENDMENT TO RULE 52
("MUTUAL FUND SERVICES")

On October 28, 2010, the National Securities Clearing Corporation ("NSCC") submitted a rule filing with the Securities and Exchange Commission pursuant to paragraph (A) of Section 19(b)(3) of the Securities Exchange Act of 1934. The rule filing, which is effective upon filing, amends Rule 52 of its Rules & Procedures to allow a Member¹ to instruct NSCC to transmit settlement related information to a third party, such as a multi-currency platform, designated by that Member.

This settlement related information will include non-dollar settlement instructions for funds processed through a system provided by NSCC. The intended initial third-party that will use this functionality is DTCC Solutions Worldwide Ltd ("DSW"), an affiliate of NSCC, which offers settlement of confirmed fund transactions in currencies other than U.S. dollars. Currently, DSW offers multi-currency settlement of confirmed fund transactions in Euro and Pound Sterling.² Settlement would occur on a pre-funded, gross basis. Fund transactions processed and confirmed will be aggregated by client and by currency at DSW.

Members will be advised of the implementation date via Important Notice.

The full text of this rule change (SR-NSCC-2010-10) may be obtained by visiting NSCC's website at www.dtcc.com. Questions regarding this proposed rule change may be directed to Jennifer Kim, Associate Counsel, The Depository Trust & Clearing Corporation, at email: jkim1@dtcc.com or phone: 212-855- 3283. Any such 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 DC 20549-1090. We request that you provide NSCC with a copy of your comments.

¹ For purposes of this filing, a Member shall include a Member, Mutual Fund/Insurance Services Member, TPA Member, TPP Member, Investment Manager/Agent Member or Fund Member.

² DTCC Solutions Worldwide Ltd was approved by the Financial Services Authority to be an Authorized Payment Institution on June 22, 2010.

DTCC is now offering enhanced access to all important notices via a new, Web-based subscription service. The new notification system leverages RSS Newsfeeds, providing significant benefits including real-time updates and customizable delivery. To learn more and to set up your own DTCC RSS alerts, visit http://www.dtcc.com/subscription_form.php.