

IMPORTANT NOTICE

National Securities Clearing Corporation



A#: 7120
P&S#: 6691
Date: December 16, 2010
To: ALL PARTICIPANTS
Attention: MANAGER MUTUAL FUNDS OPERATIONS,
MANAGER DATA PROCESSING, MANAGER CASHIERS,
MANAGER P&S DEPARTMENT
From: WEALTH MANAGEMENT SERVICES – MUTUAL FUNDS
Subject: MUTUAL FUNDS NETWORKING ENHANCEMENTS

Effective March 21, 2011, National Securities Clearing Corporation (NSCC) will implement the following enhancements to its Networking Platform service:

- Transmission Schedule Changes Impacting the following:
 - Networking Activity Files
 - Networking Position Files

- Additional Networking Omni/SERV files to support 529 Processing:
 - 529 Aggregation Files

Testing

Effective Monday, March 7, 2011, participants can begin testing the transmission schedule changes and the transmission of the 529 Aggregation Files.

Participants are encouraged to test and must contact their Relationship Manager before testing begins to ensure proper setup for the PSE region. Relationship Managers should be contacted at least three (3) days prior to testing.

Outlined below is a comprehensive description of this enhancement that provides instructions and additional information.

DOCUMENTATION

Networking Activity and Position Files - Schedule Change

The Networking Time Schedule table documentation will be updated to reflect the transmission schedule changes and will be available on the DTCC website on or about December 29, 2010. Schedules can be found at [www.DTCC.com](http://www.dtcc.com) under Wealth Management Services/Participant Section/File Transmission Schedules - http://www.dtcc.com/products/wealthmgmt/members/transmission_schedules.php

529 Aggregation Files

Record Layouts will be available on or about December 29, 2010 on DTCC's Wealth Management Services Website at <http://www.dtcc.com>.

A "529 Best Practices" document is currently being drafted and will also be available on the website upon its completion.

Service Fee

The 529 Aggregation files will be included in the suite of products under the current Omni/SERV fee structure. Participants utilizing the 529 Aggregation files, or any of the two Omnibus Transparency files, will be charged a \$2,500.00 monthly service fee. This monthly fee will be included in the invoice whether a participant uses one or all of the files.

Questions and comments regarding this Important Notice should be directed to your Wealth Management Services Relationship Manager.

Josephine Torelli
Vice-President - Product Management
DTCC Wealth Management Services
212 855 – 5661

Transmission Schedule Changes

The Networking Activity and Position file transmission schedule will be accelerated from 9:00 am to 5:00 am. This schedule change will allow firms to receive their information earlier and begin their reconciliation process in a more timely manner.

Currently, the transmission schedule for production is as follows:

Production Environment								
Datatrak Sysids & Autoroute Product Numbers								
Description	Datatrak Sysids	Input Deadline		Input Via F/B	Autoroute Numbers	Receives Output F/B	Output	
		Mon-Fri	Sat				Time	
							Mon-Fri	Sat
MFN Activity File	26597	9:00 AM	12:00 PM	F				
MFN Activity Detail File					02102029	F/B	10:00 AM	1:00 PM
MFN Daily Activity Settlement					02102429	F/B	10:00 AM	1:00 PM
MFN Fund Positions	26326	9:00 AM	1:00 PM	F				
MFN Fund Positions					02102156	F/B	10:00 AM	2:00 PM

The schedule for production will be changed to:

Production Environment								
Datatrak Sysids & Autoroute Product Numbers								
Description	Datatrak Sysids	Input Deadline		Input Via F/B	Autoroute Numbers	Receives Output F/B	Output	
		Mon-Fri	Sat				Time	
							Mon-Fri	Sat
MFN Activity File	26597	5:00 AM	12:00 PM	F				
MFN Activity Detail File					02102029	F/B	6:00 AM	1:00 PM
MFN Daily Activity Settlement					02102429	F/B	6:00 AM	1:00 PM
MFN Fund Positions	26326	5:00 AM	1:00 PM	F				
MFN Fund Positions					02102156	F/B	6:00 AM	2:00 PM

*Please note - that the Saturday schedule will remain the same.

New 529 Aggregation Files

Additional files have been created to support 529 business.

Program Managers are required to aggregate 529 accounts for the purposes of determining if there are crossover accounts for the same beneficiary or owner/beneficiary. These files will allow the program managers to monitor limits, such as contributions and distributions when an account is held direct and in a brokerage account.

529 Aggregation Files – Datatrak & Autoroute Numbers

Production Environment	Datatrak Sysids	Cycle	Input Deadline	AutoRoute Numbers	Receivers	Output Time
			Mon-Sat			Mon-Sat
Omnibus 529 AGGREGATION	26945	1	04:00am	02101945	Fund-Aggregator	04:30am
		2	06:00am	02101945		06:30am
Omnibus 529 AGGREGATED	26946	1	10:00am	02101946	Firm/Fund	10:30am

Participant Service Environment	Datatrak Sysids	Cycle	Input Deadline	AutoRoute Numbers	Receivers	Output Time
			Mon-Fri			Mon-Fri
Omnibus 529 AGGREGATION	46945	1	08:00am	02981945	Fund-Aggregator	09:30am
		2	10:00am	02981945		10:30am
Omnibus 529 AGGREGATED	46946	1	12:00am	02981946	Firm/Fund	12:30am