

Proposed Rule Change by National Securities Clearing Corporation
Pursuant to Rule 19b-4 under the Securities Exchange Act of 1934

Initial <input type="checkbox"/>	Amendment <input checked="" type="checkbox"/>	Withdrawal <input type="checkbox"/>	Section 19(b)(2) <input checked="" type="checkbox"/>	Section 19(b)(3)(A) <input type="checkbox"/>	Section 19(b)(3)(B) <input type="checkbox"/>
			Rule		
Pilot <input type="checkbox"/>	Extension of Time Period for Commission Action <input type="checkbox"/>	Date Expires <input type="text"/>	<input type="checkbox"/> 19b-4(f)(1)	<input type="checkbox"/> 19b-4(f)(4)	
			<input type="checkbox"/> 19b-4(f)(2)	<input type="checkbox"/> 19b-4(f)(5)	
			<input type="checkbox"/> 19b-4(f)(3)	<input type="checkbox"/> 19b-4(f)(6)	

Exhibit 2 Sent As Paper Document <input type="checkbox"/>	Exhibit 3 Sent As Paper Document <input type="checkbox"/>
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Description
Provide a brief description of the proposed rule change (limit 250 characters).

Contact Information
Provide the name, telephone number and e-mail address of the person on the staff of the self-regulatory organization prepared to respond to questions and comments on the proposed rule change.

First Name	<input type="text" value="Merrie"/>	Last Name	<input type="text" value="Witkin"/>
Title	<input type="text" value="Vice President and Deputy General Counsel"/>		
E-mail	<input type="text" value="mwitkin@dtcc.com"/>		
Telephone	<input type="text" value="(212) 855-3208"/>	Fax	<input type="text" value="(212) 855-3214"/>

Signature
Pursuant to the requirements of the Securities Exchange Act of 1934,

has duly caused this filing to be signed on its behalf by the undersigned thereunto duly authorized.

Date	<input type="text" value="01/08/2007"/>
By	<input type="text" value="Merrie Witkin"/>
	(Name)
	<input type="text" value="Vice President and Deputy General Counsel"/>
	(Title)

NOTE: Clicking the button at right will digitally sign and lock this form. A digital signature is as legally binding as a physical signature, and once signed, this form cannot be changed.

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

For complete Form 19b-4 instructions please refer to the EDFS website.

Form 19b-4 Information

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The self-regulatory organization must provide all required information, presented in a clear and comprehensible manner, to enable the public to provide meaningful comment on the proposal and for the Commission to determine whether the proposal is consistent with the Act and applicable rules and regulations under the Act.

Exhibit 1 - Notice of Proposed Rule Change

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The Notice section of this Form 19b-4 must comply with the guidelines for publication in the Federal Register as well as any requirements for electronic filing as published by the Commission (if applicable). The Office of the Federal Register (OFR) offers guidance on Federal Register publication requirements in the Federal Register Document Drafting Handbook, October 1998 Revision. For example, all references to the federal securities laws must include the corresponding cite to the United States Code in a footnote. All references to SEC rules must include the corresponding cite to the Code of Federal Regulations in a footnote. All references to Securities Exchange Act Releases must include the release number, release date, Federal Register cite, Federal Register date, and corresponding file number (e.g., SR-[SRO]-xx-xx). A material failure to comply with these guidelines will result in the proposed rule change being deemed not properly filed. See also Rule 0-3 under the Act (17 CFR 240.0-3)

Exhibit 2 - Notices, Written Comments, Transcripts, Other Communications

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Exhibit Sent As Paper Document

Copies of notices, written comments, transcripts, other communications. If such documents cannot be filed electronically in accordance with Instruction F, they shall be filed in accordance with Instruction G.

Exhibit 3 - Form, Report, or Questionnaire

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Exhibit Sent As Paper Document

Copies of any form, report, or questionnaire that the self-regulatory organization proposes to use to help implement or operate the proposed rule change, or that is referred to by the proposed rule change.

Exhibit 4 - Marked Copies

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The full text shall be marked, in any convenient manner, to indicate additions to and deletions from the immediately preceding filing. The purpose of Exhibit 4 is to permit the staff to identify immediately the changes made from the text of the rule with which it has been working.

Exhibit 5 - Proposed Rule Text

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The self-regulatory organization may choose to attach as Exhibit 5 proposed changes to rule text in place of providing it in Item I and which may otherwise be more easily readable if provided separately from Form 19b-4. Exhibit 5 shall be considered part of the proposed rule change.

Partial Amendment

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If the self-regulatory organization is amending only part of the text of a lengthy proposed rule change, it may, with the Commission's permission, file only those portions of the text of the proposed rule change in which changes are being made if the filing (i.e. partial amendment) is clearly understandable on its face. Such partial amendment shall be clearly identified and marked to show deletions and additions.

1. Text of Proposed Rule Change.

(a) The text of the proposed changes to the Rules & Procedures (the “Rules”) of National Securities Clearing Corporation (“NSCC” or the “Corporation”), are attached hereto as Exhibit 5.

(b) Not applicable.

(c) Not applicable.

2. Procedures of the Self-Regulatory Organization.

(a) NSCC received approval from the Operations and Planning Committee on November 17, 2006 to make the proposed changes.

3. Self-Regulatory Organization's Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change.

(a) The purpose of the proposed rule change is to modify NSCC’s Rules to create a new service, the Account Information Transmission Service (“AIT”), that will facilitate the exchange of account related information on an automated basis in respect of the movement of correspondent broker accounts between Members, or other material events that result in the bulk movement of accounts between Members.

A conversion event occurs when a correspondent firm chooses to move its book of business from one NSCC Member firm to another. There is no standard or secure method today in transporting conversion data, which contains detailed customer data, between clearing firms. This information is currently exchanged via tapes, CDs, and other means, and is dependent on a proprietary data format and values defined by the deconverting firm. This creates inefficiencies because converting firms need to maintain separate code for each clearing firm they convert data to and from. This process is time consuming and is prone to errors resulting from incorrect interpretation of data values.

Providing a standard mechanism to transport customer data will eliminate the potential for lost data and provide clearing firms with a secure facility for the exchange of data. The SIA Data Conversion Privacy Working Group has requested that NSCC initially become the “hub” for the transporting of conversion data between NSCC members. Using NSCC as the “Hub” would provide clearing firms with a secure and standard method of moving customer data between each other. A standard data model allows for the adoption of a single code base that is applicable for all conversion events. A single standard format will reduce costs, increase accuracy, and speed delivery time thereby leading to an increase in customer satisfaction.

AIT will be available to NSCC Members and will permit them to transmit between themselves, on an automated basis, account related information in respect of the movement of correspondent accounts between Members, or other material events that result in the bulk movement of accounts between Members.

The new service will be developed and introduced in two phases: The first phase will involve only the pass through of data between submitting and receiving Members in the form received. Phase II will involve the development of standardized data formats, and NSCC will notify the SEC of such enhancements prior to their implementation.

As the AIT Service will be an information transmission service, the proposed Rule change also makes clear, by the adoption of language in Rule 58 (Limitations on Liability), that NSCC will not be responsible for the accuracy or completeness of any information transmitted through the AIT Service, nor for any omissions or delays that may occur in the transmission thereof.

Subject to Commission approval, NSCC would like to implement Phase I of this service on Monday, February 12, 2007.

NSCC is proposing a monthly subscription fee of \$200 for the use of the AIT Service in Phase I. AIT Service fees will be reevaluated as subsequent enhancements are completed.

(b) The proposed rule change is consistent with the requirements of the Securities Exchange Act of 1934, as amended (the "Act"), and the rules and regulations thereunder, since it will facilitate the prompt and accurate clearance and settlement of securities transactions.

4. Self-Regulatory Organization's Statement on Burden on Competition.

NSCC does not believe that the proposed rule change will have an impact on or impose a burden on competition.

5. Self-Regulatory Organization's Statement on Comments on the Proposed Rule Change Received from Members, Participants, or Others.

No written comments relating to the proposed rule change have been solicited or received. On November 3, 2006, by Important Notice A#6334, P&S#5904, Members were notified of the terms of the Service. NSCC will notify the Commission of any written comments it receives.

6. Extension of Time Period for Commission Action.

NSCC does not consent to an extension of the time period specified in Section 19(b)(2) of the Act for Commission action.

7. Basis for Summary Effectiveness Pursuant to Section 19(b)(3) or for Accelerated Effectiveness Pursuant to Section 19(b)(2).

- (a) Not applicable.
- (b) Not applicable.
- (c) Not applicable.
- (d) NSCC requests that the Commission accelerate the effectiveness of the proposed rule change pursuant to Section 19(b)(2), as the AIT Service will be available for implementation on Monday, February 12, 2007, and its use will promote the prompt and accurate clearance and settlement of securities transactions.

8. Proposed Rule Change Based on Rules of Another Self-Regulatory Organization or of the Commission.

The proposed rule change is not based on the rules of another self-regulatory organization or the Commission.

9. Exhibits

- Exhibit 1— Notice of proposed rule change for publication in the Federal Register
- Exhibit 2— Important Notice A#6334, P&S#5904 dated November 6, 2006
- Exhibit 3—n/a
- Exhibit 4—**Marked Copy (changes made to Exhibit 5 in Amendment No. 1)**
- Exhibit 5—Text of the proposed Rule changes

SECURITIES AND EXCHANGE COMMISSION

(Release No. 34-_____ ; File No. SR-NSCC-2006-18)

SELF-REGULATORY ORGANIZATIONS

Proposed Rule Change by National Securities Clearing Corporation (“NSCC”).
The purpose of this filing is to modify NSCC’s Rules & Procedures to create a new service.

Pursuant to Section 19(b)(1) of the Securities Exchange Act of 1934 (the “Act”), 15 U.S.C. 78s(b)(1), notice is hereby given that on _____, 2006, NSCC filed with the Securities and Exchange Commission (“Commission”) the proposed rule change as described in Items I, II, and III below, which Items have been prepared by NSCC. The Commission is publishing this notice to solicit comments on the proposed rule change from interested persons.

I. Self-Regulatory Organization's Statement of the Terms of Substance of the Proposed Rule Change

The text of the proposed changes to the Rules & Procedures (the “Rules”) of National Securities Clearing Corporation (“NSCC” or the “Corporation”), are attached to the filing as Exhibit 5.

II. Self-Regulatory Organization's Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change

In its filing with the Commission, NSCC included statements concerning the purpose of and basis for the proposed rule change and discussed any comments it received on the proposed rule change. The text of these statements may be examined at the places specified in Item IV below. NSCC has prepared summaries, set forth in sections (A), (B) and (C) below, of the most significant aspects of such statements.

A. Self-Regulatory Organization's Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change.

(a) The purpose of the proposed rule change is to modify NSCC’s Rules to create a new service, the Account Information Transmission Service (“AIT”), that will facilitate the exchange of account related information on an automated basis in respect of the movement of correspondent broker accounts between Members, or other material events that result in the bulk movement of accounts between Members.

A conversion event occurs when a correspondent firm chooses to move its book of business from one NSCC Member firm to another. There is no standard or secure method today in transporting conversion data, which contains detailed customer data, between clearing firms. This information is currently exchanged via tapes, CDs, and other means, and is dependent on a proprietary data format and values defined by the deconverting firm. This creates inefficiencies because converting firms need to maintain separate code for each clearing firm they convert data to and from. This process is time consuming and is prone to errors resulting from incorrect interpretation of data values.

Providing a standard mechanism to transport customer data will eliminate the potential for lost data and provide clearing firms with a secure facility for the exchange of data. The SIA Data Conversion Privacy Working Group has requested that NSCC initially become the “hub” for the transporting of conversion data between NSCC members. Using NSCC as the “Hub” would provide clearing firms with a secure and standard method of moving customer data between each other. A standard data model allows for the adoption of a single code base that is applicable for all conversion events. A single standard format will reduce costs, increase accuracy, and speed delivery time thereby leading to an increase in customer satisfaction.

AIT will be available to NSCC Members and will permit them to transmit between themselves, on an automated basis, account related information in respect of the movement of correspondent accounts between Members, or other material events that result in the bulk movement of accounts between Members.

The new service will be developed and introduced in two phases: The first phase will involve only the pass through of data between submitting and receiving Members in the form received. Phase II will involve the development of standardized data formats, and NSCC will notify the SEC of such enhancements prior to their implementation.

As the AIT Service will be an information transmission service, the proposed Rule change also makes clear, by the adoption of language in Rule 58 (Limitations on Liability), that NSCC will not be responsible for the accuracy or completeness of any information transmitted through the AIT Service, nor for any omissions or delays that may occur in the transmission thereof.

Subject to Commission approval, NSCC would like to implement Phase I of this service on Monday, February 12, 2007.

NSCC is proposing a monthly subscription fee of \$200 for the use of the AIT Service in Phase I. AIT Service fees will be reevaluated as subsequent enhancements are completed.

(b) The proposed rule change is consistent with the requirements of the Securities Exchange Act of 1934, as amended (the “Act”), and the rules and regulations thereunder,

since it will facilitate the prompt and accurate clearance and settlement of securities transactions.

B. Self-Regulatory Organization's Statement on Burden on Competition.

NSCC does not believe that the proposed rule change will have an impact on or impose a burden on competition.

C. Self-Regulatory Organization's Statement on Comments on the Proposed Rule Change Received from Members, Participants, or Others.

No written comments relating to the proposed rule change have been solicited or received. On November 3, 2006, by Important Notice A#6334, P&S#5904, Members were notified of the terms of the Service. NSCC will notify the Commission of any written comments it receives.

III. Date of Effectiveness of the Proposed Rule Change and Timing for Commission Action

Within 35 days of the date of publication of this notice in the Federal Register or within such longer period (i) as the Commission may designate up to 90 days of such date if it finds such longer period to be appropriate and publishes its reasons for so finding or (ii) as to which the self-regulatory organization consents, the Commission will:

(A) by order approve such proposed rule change, or

(B) institute proceedings to determine whether the proposed rule change should be disapproved.

IV. Solicitation of Comments

Interested persons are invited to submit written data, views and arguments concerning the foregoing, including whether the proposed rule change is consistent with the Act. Comments may be submitted by any of the following methods:

- Electronic comments may be submitted by using the Commission's Internet comment form (<http://www.sec.gov/rules/sro.shtml>), or send an e-mail to rule-comment@sec.gov. Please include File No. SR-NSCC-2006-18 on the subject line.
- Paper comments should be sent in triplicate to Nancy M. Morris, Secretary, Securities and Exchange Commission, 100 F Street, NE, Washington D.C. 20549-0609

All submissions should refer to File Number SR-NSCC-2006-18. This file number should be included on the subject line if e-mail is used. To help the Commission process and review your comments more efficiently, please use only one method. The Commission

will post all comments on the Commission's Internet Web site (<http://www.sec.gov/rules/sro.shtml>). Copies of the submission, all subsequent amendments, all written statements with respect to the proposed rule change that are filed with the Commission, and all written communications relating to the proposed rule change between the Commission and any person, other than those that may be withheld from the public in accordance with the provisions of 5 U.S.C 552, will be available for inspection and copying in the Commission's Public Reference Room, 100 F Street, NE, Washington DC 20549. Copies of such filing also will be available for inspection and copying at the principal office of NSCC. All comments received will be posted without change; the Commission does not edit personal identifying information from submissions. You should submit only information that you wish to make available publicly. All submission should refer to the file number above and should be submitted within _____ days after the date of publication.

For the Commission, by the Division of Market Regulation, pursuant to delegated authority.

Nancy M. Morris

Amendment No. 1 to SR-NSCC-2006-18

Exhibit 4

Underlined, boldface text indicates additions.

~~[Bracketed, boldface, strikeout]~~ text indicates deletions.

Shaded text indicates pending text changes in rule filing ~~[s SR-NSCC-2006-09 (approved by the Commission, but not yet implemented by NSCC) and] SR-NSCC-2006-17.~~

Bolded and double underlined text indicates text added in Amendment No. 1.

~~[Bracketed, boldface, double strikeout]~~ text indicates deletions made in Amendment No. 1.

RULE ~~[42.]~~ 59. ~~[(RULE NUMBER RESERVED FOR FUTURE USE)]~~
ACCOUNT INFORMATION TRANSMISSION
SERVICE

The Corporation may provide a service to Members that enables Members to transmit account related information between themselves on an automated basis in respect of the movement of correspondent accounts between Members, or other material events that result in the bulk movement of accounts between Members. Members who desire to use this service must notify the Corporation in such form and by such time as the Corporation may determine from time to time. Information transmitted pursuant to this rule (referred to as "AIT Data") must be submitted to the Corporation in such form and within such time frame as established by the Corporation from time to time.

* * * *

RULE 58. LIMITATIONS ON LIABILITY

SEC. 1. Notwithstanding any affiliation between the Corporation and any other entity, including another clearing agency, except as otherwise expressly provided by written agreement between the Corporation and such other entity:

(a) the Corporation shall not be liable for any obligations of such other entity nor shall the Clearing Fund or other assets of the Corporation be available to such other entity (or any person claiming through such other entity) for any purpose, and no Member shall assert against the Corporation any claim based upon any obligations of any other entity to such Member; and

(b) such other entity shall not be liable for any obligations of the Corporation, nor shall the Participants Fund or any other assets of such other entity be available to the Corporation (or any person claiming through the

Corporation) for any purpose, and no Member shall assert against such other entity any claim based upon any obligations of the Corporation to such Member.

SEC. 2. Notwithstanding any other provision in the Rules:

(a) The Corporation will not be liable for any action taken, or any delay or failure to take any action, hereunder or otherwise to fulfill the Corporation's obligations to its Members, ~~[including Settling Members,] Mutual Fund/Insurance Services Members,~~ Settling Bank Only Members, Municipal Comparison Only Members, Insurance Carrier/Retirement Services Members, TPA Members, Mutual Fund/Insurance Services Members, ~~[Non-Clearing Members] Commission Billing Members,~~ Fund Members and Data Services Only Members, other than for losses caused directly by the Corporation's gross negligence, willful misconduct, or violation of Federal securities laws for which there is a private right of action. Under no circumstances will the Corporation be liable for the acts, delays, omissions, bankruptcy, or insolvency, of any third party, including, without limitation, any depository, custodian, sub-custodian, clearing or settlement system, transfer agent, registrar, data communication service or delivery service ("Third Party"), unless the Corporation was grossly negligent, engaged in willful misconduct, or in violation of Federal securities laws for which there is a private right of action in selecting such Third Party.

(b) Under no circumstances will the Corporation be liable for any indirect, consequential, incidental, special, punitive or exemplary loss or damage (including, but not limited to, loss of business, loss of profits, trading losses, loss of opportunity and loss of use) howsoever suffered or incurred, regardless of whether the Corporation has been advised of the possibility of such damages or whether such damages otherwise could have been foreseen or prevented.

(c) With respect to instructions given to the Corporation by a Special Representative/Index Recipient Agent, the Corporation shall have no responsibility or liability for any errors which may occur in the course of transmissions or recording of any transmissions or which may exist in any magnetic tape, document or other media so delivered to the Corporation.

(d) With respect to the Corporation's distribution facilities, the Corporation assumes no responsibility whatever for the form or content of any tickets, checks, papers, documents or other material (other than items prepared by it) placed in the boxes in its distribution facilities assigned to each ~~[Settling Member, Municipal Comparison Only Member, Insurance Carrier/Retirement Services Member, TPA Member, Fund Member and Data Services Only Member] participant,~~ or otherwise handled by the Corporation; nor does the Corporation assume any responsibility for any improper or unauthorized removal from such boxes or from the Corporation's facilities of any such tickets, checks, papers, documents or other material, including items prepared by the Corporation.

(e) With respect to Fund/Serv transactions, the Corporation will not be responsible for the completeness or accuracy of any transaction or instruction received from or transmitted to a ~~[Settling Member, Data Services Only Member, TPA Member, TPA Settling Entity, Mutual Fund Processor or Fund Member] participant~~ through Fund/Serv, nor for any errors, omissions or delays which may occur in the transmission of a transaction or instruction to or from a ~~[Settling Member, Data Services Only Member, TPA Member, TPA Settling Entity, Mutual Fund Processor or Fund Member] participant.~~

(f) The Corporation will not be responsible for the completeness or accuracy of any IPS Data ~~[and Repository Data]~~ received from or transmitted to a ~~[n Insurance Carrier/Retirement Services Member, Member or Data Services Only Member] participant~~ through IPS nor for any errors, omissions or delays which may occur in the transmission of such IPS Data ~~[and Repository Data]~~ to or from a ~~[n Insurance Carrier/Retirement Services Member, or Data Services Only Member] participant.~~

(g) The Corporation will not be responsible for the completeness or accuracy of any AIT Data received from or transmitted to a Member through the AIT service, nor for any errors, omissions or delays which may occur in the transmission of such AIT Data to or from a Member.

* * * *

ADDENDUM A

NATIONAL SECURITIES CLEARING CORPORATION

FEE STRUCTURE

I. TRADE COMPARISON AND RECORDING SERVICE FEES - represents the fees to enter and correct original trade data.

* * * *

IV. OTHER SERVICE FEES

* * * *

X. Account Information Transmission Service
for each Member participating in the service \$200.00 per month

* * * *

V. PASS-THROUGH AND OTHER FEES

* * * *

Amendment No. 1 to SR-NSCC-2006-18

Exhibit 5

Underlined, boldface text indicates additions.

~~**Bracketed, boldface, strikeout**~~ text indicates deletions.

Shaded text indicates pending text changes in rule filing SR-NSCC-2006-17.

RULE 59. ~~[(RULE NUMBER RESERVED FOR FUTURE USE)]~~
ACCOUNT INFORMATION TRANSMISSION
SERVICE

The Corporation may provide a service to Members that enables Members to transmit account related information between themselves on an automated basis in respect of the movement of correspondent accounts between Members, or other material events that result in the bulk movement of accounts between Members. Members who desire to use this service must notify the Corporation in such form and by such time as the Corporation may determine from time to time. Information transmitted pursuant to this rule (referred to as "AIT Data") must be submitted to the Corporation in such form and within such time frame as established by the Corporation from time to time.

* * * *

RULE 58. LIMITATIONS ON LIABILITY

SEC. 1. Notwithstanding any affiliation between the Corporation and any other entity, including another clearing agency, except as otherwise expressly provided by written agreement between the Corporation and such other entity:

(a) the Corporation shall not be liable for any obligations of such other entity nor shall the Clearing Fund or other assets of the Corporation be available to such other entity (or any person claiming through such other entity) for any purpose, and no Member shall assert against the Corporation any claim based upon any obligations of any other entity to such Member; and

(b) such other entity shall not be liable for any obligations of the Corporation, nor shall the Participants Fund or any other assets of such other entity be available to the Corporation (or any person claiming through the Corporation) for any purpose, and no Member shall assert against such other entity any claim based upon any obligations of the Corporation to such Member.

SEC. 2. Notwithstanding any other provision in the Rules:

(a) The Corporation will not be liable for any action taken, or any delay or failure to take any action, hereunder or otherwise to fulfill the Corporation's obligations to its Members, ~~[including Settling Members, Mutual Fund/Insurance Services Members, Settling Bank Only Members, Municipal Comparison Only Members, Insurance Carrier/Retirement Services Members, TPA Members, Mutual Fund/Insurance Services Members, Non-Clearing Members] Commission Billing Members~~, Fund Members and Data Services Only Members, other than for losses caused directly by the Corporation's gross negligence, willful misconduct, or violation of Federal securities laws for which there is a private right of action. Under no circumstances will the Corporation be liable for the acts, delays, omissions, bankruptcy, or insolvency, of any third party, including, without limitation, any depository, custodian, sub-custodian, clearing or settlement system, transfer agent, registrar, data communication service or delivery service ("Third Party"), unless the Corporation was grossly negligent, engaged in willful misconduct, or in violation of Federal securities laws for which there is a private right of action in selecting such Third Party.

(b) Under no circumstances will the Corporation be liable for any indirect, consequential, incidental, special, punitive or exemplary loss or damage (including, but not limited to, loss of business, loss of profits, trading losses, loss of opportunity and loss of use) howsoever suffered or incurred, regardless of whether the Corporation has been advised of the possibility of such damages or whether such damages otherwise could have been foreseen or prevented.

(c) With respect to instructions given to the Corporation by a Special Representative/Index Recipient Agent, the Corporation shall have no responsibility or liability for any errors which may occur in the course of transmissions or recording of any transmissions or which may exist in any magnetic tape, document or other media so delivered to the Corporation.

(d) With respect to the Corporation's distribution facilities, the Corporation assumes no responsibility whatever for the form or content of any tickets, checks, papers, documents or other material (other than items prepared by it) placed in the boxes in its distribution facilities assigned to each ~~[Settling Member, Municipal Comparison Only Member, Insurance Carrier/Retirement Services Member, TPA Member, Fund Member and Data Services Only Member] participant~~, or otherwise handled by the Corporation; nor does the Corporation assume any responsibility for any improper or unauthorized removal from such boxes or from the Corporation's facilities of any such tickets, checks, papers, documents or other material, including items prepared by the Corporation.

(e) With respect to Fund/Serv transactions, the Corporation will not be responsible for the completeness or accuracy of any transaction or instruction received from or transmitted to a ~~[Settling Member, Data Services Only Member, TPA Member, TPA Settling Entity, Mutual Fund Processor or Fund Member] participant~~ through Fund/Serv, nor for any errors, omissions or delays

which may occur in the transmission of a transaction or instruction to or from a **[Settling Member, Data Services Only Member, TPA Member, TPA Settling Entity, Mutual Fund Processor or Fund Member] participant.**

(f) The Corporation will not be responsible for the completeness or accuracy of any IPS Data **[and Repository Data]** received from or transmitted to a **[n Insurance Carrier/Retirement Services Member, Member or Data Services Only Member] participant** through IPS nor for any errors, omissions or delays which may occur in the transmission of such IPS Data **[and Repository Data]** to or from a **[n Insurance Carrier/Retirement Services Member, or Data Services Only Member] participant.**

(g) The Corporation will not be responsible for the completeness or accuracy of any AIT Data received from or transmitted to a Member through the AIT service, nor for any errors, omissions or delays which may occur in the transmission of such AIT Data to or from a Member.

* * * *

ADDENDUM A

NATIONAL SECURITIES CLEARING CORPORATION

FEE STRUCTURE

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