



Important Notice
National Securities Clearing Corporation

A#:	8379
P&S:	7954
Date:	APRIL 25, 2017
To:	ALL PARTICIPANTS
From:	OBLIGATION WAREHOUSE PRODUCT MANAGEMENT
Attention:	MANAGING PARTNER/OFFICER, P&S MANAGER, CASHIER MANAGER, DATA PROCESSING MANAGER,
Subject:	OBLIGATION WAREHOUSE RECAPS PROCESS TEST

On May 2nd, 2017, National Securities Clearing Corporation (“NSCC”) will conduct an Obligation Warehouse (“OW”) RECAPS test in the PSE U region (aka PSE T+2 environment).

As a result, obligations in the PSE U OW environment that have failed to settle for two days or more will be assigned a new price and bilaterally netted, where possible. The RECAPS process affects only transactions that are identified on NSCC/DTC Master File as ‘Trade for Trade’ and that are not ‘Globally Locked’.

If your firm wishes to exclude certain PSE U obligations from this test, please consider marking these obligations ‘Yes’ in the X-RECAP field. Furthermore, note that this test is not expected to impact any components of the T+2 effort, as Obligation Warehouse is a platform allowing clients to manage failing obligations.

For questions about this Important Notice, please contact your Relationship Manager or email the undersigned at ppieczara@dtcc.com.

Pawel Pieczara
Product Management, Equities Clearance

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