

<b>B #:</b>	7901-18
<b>Date:</b>	2/14/2018
<b>To:</b>	DTC Participants
<b>Category:</b>	Settlement
<b>From:</b>	Settlement Product Management
<b>Attention:</b>	Settlement Manager / Managing Director / Cashier
<b>Subject:</b>	Settlement Reclaim Enhancements

When a Client attempts to return a settled delivery order instruction to a counterparty, DTC attempts to link the transaction to the original instruction by matching on various criteria (settlement date, counterparty, CUSIP, etc.). These matched instructions are called 'Linked Reclaims'. There are currently some inconsistencies with how Linked Reclaims are performed at DTC based on the user interface in which they are being initiated. Linked Reclaims processed via the Settlement Web will automatically carry the original third party on the transactions (automated messaging will allow the returning party to change it) and will also automatically flip reclaims of transactions originally received from the Canadian Depository Service (CDS) Participant number 6000 to the CDS northbound Participant number 5099 (automated messaging will reject the transaction).

Effective Friday, March 16, 2018 DTC will align automated (MQ and file based) reclaim processing with the Settlement Web user interface as follows:

- All Linked Reclaims will be processed at DTC using the third party of the initial delivery instruction, which will be carried over to the associated output
- All Linked Reclaims submitted to DTC against Canadian Depository Service (CDS) Participant number 6000 will be automatically flipped to the CDS northbound Participant number 5099.

These changes are currently available for testing in DTC's UTOR test region. Clients with further questions regarding this notice should contact their relationship manager.