



Important Notice

Fixed Income Clearing Corporation - GOV

GOV #:	GOV702-19
Date:	August 9, 2019
To:	Government Securities Division Members
Category:	Service Updates
Subject:	Submission of Rule Filing SR-FICC-2019-004 and Advance Notice Filing SR-FICC-2019-801 – GCF Repo® and CCIT™ End of Day Process and Other Changes

On August 9, 2019, Fixed Income Clearing Corporation (“FICC”) filed a proposed rule change (SR-FICC-2019-004) (“Rule Filing”) with the Securities and Exchange Commission (“SEC”) pursuant to Section 19(b)(2) of the Securities Exchange Act of 1934, as amended, and an advance notice filing (SR-FICC-2019-801) (“Advance Notice”, together with the Rule Filing, the “Filings”) with the SEC and the Board of Governors of the Federal Reserve System pursuant to Section 806(e)(1) of Title VIII of the Dodd-Frank Wall Street Reform and Consumer Protection Act entitled the Payment, Clearing, and Settlement Supervision Act of 2010.

The Filings would revise the FICC Government Securities Division Rulebook (“Rules”) in order to: (i) establish a new deadline and associated late fees for satisfaction of net cash obligations in GCF Repo Transaction and CCIT Transaction activity (hereinafter “GCF Repo/CCIT activity”) and remove the current 6:00 p.m. Collateral Allocation Obligation deadline; (ii) establish a process to provide liquidity to FICC in situations where a Netting Member or CCIT Member with a net cash obligation in GCF Repo/CCIT activity, that is otherwise in good standing, is either (1) delayed in satisfying or (2) unable to satisfy its cash obligation (in whole or in part); and (iii) make a clarification, certain technical changes and corrections.

The full text of the Filings may be obtained by visiting the DTCC website at www.dtcc.com/legal/sec-rule-filings.aspx. Written comments on the Filings may be addressed to Fixed Income Clearing Corporation, c/o General Counsel’s Office, 55 Water Street, New York, New York 10041, Attention: Kristen Lam, Director and Assistant General Counsel, and your comments will be forwarded to the SEC.

You may also address your written comments to the Secretary, Securities and Exchange Commission, 100 F Street NE, Washington DC 20549. Electronic comments may be submitted by using the SEC’s Internet comment form (<http://www.sec.gov/rules/sro.shtml>); or by sending an email to rule-comments@sec.gov. Please include File Numbers SR-FICC-2019-004 and SR-FICC-2019-801 on the subject line. We request that you provide FICC with a copy of your comments.

Questions regarding this Important Notice may be addressed to your Relationship Manager. Questions regarding the Filings may be addressed to Kristen Lam, Director and Assistant General Counsel, at (212) 855-5258.