



*Important Notice*  
**Fixed Income Clearing Corporation - GOV**

<b>GOV#:</b>	GOV002.14
<b>Date:</b>	January 10, 2014
<b>To:</b>	Government Securities Division Members
<b>Category:</b>	Service Updates
<b>Subject:</b>	Submission of Advance Notice Filing SR-FICC-2014-801— GSD’s inclusion of GCF Repo® positions in its intraday participant Clearing Fund requirement calculation, and its hourly internal surveillance cycles

On January 10, 2014, Fixed Income Clearing Corporation (“FICC”) filed an advance notice (SR-FICC-2014-801) with the Securities and Exchange Commission (the “SEC”) pursuant to Section 806(e) of Title VIII of the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010.

The advance notice filing reflects the Government Securities Division’s (“GSD”) proposal to incorporate GCF Repo®<sup>1</sup> positions in its intraday (i.e., noon) participant Clearing Fund requirement calculation, and its hourly internal surveillance cycles. This enhancement is intended to align GSD’s risk management calculations and monitoring with the changes that have been implemented to the tri-party infrastructure by the Tri-Party Reform Task Force (the “Task Force”)<sup>2</sup>, specifically, with respect to the locking up of GCF Repo collateral until 3:30 p.m. (EST) rather than 7:45 a.m. (EST).

The full text of this advance notice (SR-FICC-2014-801) may be obtained by visiting The Depository Trust & Clearing Corporation’s website at [www.dtcc.com](http://www.dtcc.com). Written comments on the advance notice may be addressed to Nikki Poulos, Managing Director and General Counsel, Fixed Income Clearing Corporation at 55 Water Street, 22nd floor, New York, NY 10041; any such comments will be forwarded to the SEC. Written comments may also be addressed to the Secretary of the Commission, Securities and Exchange Commission, 100 F Street, NE, Washington, DC 20549. We request that you provide a copy of any such comments to FICC.

Questions regarding the advance notice should be addressed to Donaldine Temple, Vice President and Assistant General Counsel, at (212) 855-3277 or [dtemple@dtcc.com](mailto:dtemple@dtcc.com).

Nikki Poulos  
Managing Director and General Counsel

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<sup>1</sup> The GCF Repo® service enables dealers to trade general collateral repos, based on rate, term, and underlying product, throughout the day without requiring intra-day, trade-for-trade settlement on a Deliver-versus-Payment (DVP) basis. The service fosters a highly liquid market for securities financing.

<sup>2</sup> The Tri-Party Repo Infrastructure Task Force was formed in September 2009 under the auspices of the Payments Risk Committee, a private-sector body sponsored by the Federal Reserve Bank of New York. The Task Force’s goal is to enhance the repo market’s ability to navigate stressed market conditions by implementing changes that help better safeguard the market. DTCC has worked in close collaboration with the Task Force on their reform initiatives.