



<b>B #:</b>	0225-14
<b>Date:</b>	February 11, 2014
<b>To:</b>	All Participants
<b>Category:</b>	Settlement
<b>From:</b>	General Counsel's Office
<b>Attention:</b>	Managing Partner/Officer, Compliance Officer, Operations Officer
<b>Subject:</b>	Rule Filing SR-DTC-2014-01 – Net Debit Cap Reduction – SEC Approval

On Thursday, February 6, 2014, the U.S. Securities and Exchange Commission approved DTC rule filing SR-DTC-2014-01. Upon implementation, the rule change will effect revisions to the DTC Settlement Service guide as more fully described below.

Under the rule change, DTC will no longer count the amount paid by Participants for the purchase of DTC Series A Preferred Stock (\$150 million in the aggregate) as a liquidity resource; it will account for this amount as capital, available for general business purposes. The maximum Aggregate Affiliated Family Net Debit Cap, which is set by DTC taking into account its liquidity resources, must therefore be reduced by \$150 million, to reflect reduced cash liquidity resources available for settlement. Accordingly, the maximum Aggregate Affiliated Family Net Debit Cap of \$3.0 billion will be reduced to \$2.85 billion. In addition, for purposes of calculating Participants Fund deposits, \$150 million will be subtracted from the base amount of the Participants Fund, currently \$600 million which will, accordingly, be set at \$450 million.

DTC will revise the Service Guide to: (i) adjust references to the Aggregate Affiliated Family Net Debit Cap amount and reflect related changes to calculations of the Participants Fund, and (ii) make other clarifying changes.

Please see the rule filing at <http://www.dtcc.com/en/legal/sec-rule-filings.aspx> for additional details regarding this this rule change.

The effective date of the rule change and details relating to its implementation will be announced via a subsequent DTC Important Notice.

Please contact your DTCC Relationship Manager with any questions you may have regarding the implementation of this change.

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