



Important Notice
National Securities Clearing Corporation

A#: 7688
P&S# 7358
DATE: FEBRUARY 24, 2014
TO: ALL PARTICIPANTS
ATTENTION: MANAGING PARTNER/OFFICER; RISK MANAGERS; OPERATIONS
MANAGER; MANAGER, DATA PROCESSING MANAGER, IT
MANAGER
FROM: PRODUCT MANAGEMENT
SUBJECT: DTCC LIMIT MONITORING ONBOARDING TIMETABLE

As previously announced, subject to regulatory approval, NSCC will provide a risk management tool, DTCC Limit Monitoring that will allow NSCC Members to monitor trading activity and will deliver to them notifications when pre-set trading limits are reached. The proposed rule change, file no. SR-NSCC-2013-12 (“Rule Filing”), is available on the DTCC website.

As described in the Rule Filing, while DTCC Limit Monitoring will be available to all NSCC Members, subscription to the tool will be mandatory for any NSCC full service Member that (a) clears for others; (b) submits transactions to NSCC either as a Qualified Special Representative (QSR) or Special Representative, pursuant to Procedure IV (Special Representative Service); and (c) has established a 9A/9B relationship in order to allow another NSCC Member (either a QSR or Special Representative) to submit locked in trade data on its behalf.

As previously announced in the Important Notice A# 7738, P&S# 7308, dated November 21, 2013, DTCC has prepopulated risk entities based on information available to DTCC in order to assist Members with the set-up effort. This effort is meant to serve as an aid only and Members are responsible for ensuring that all their risk entities are established in accordance to their own business needs. DTCC has opened the tool’s production environment to NSCC Members in order to facilitate their review of the pre-populated risk entities and allow them to make necessary changes to these risk entities to ensure that each of their risk entities has a meaningful trading limit.

Onboarding Schedule

In order to facilitate timely compliance with the proposed Rule, the following onboarding steps need to be met by the dates listed below.

Date	Onboarding Phase
Mar 7, 2014	Complete set up of Super-Access Coordinators (SAC)
Mar 14, 2014	SACs complete set-up of users and provision access rights
Mar 31, 2014	Complete review of pre-populated Risk Entities; Update pre-populated information; and Add new Risk Entities and/or Delete Unnecessary Ones.

Date	Onboarding Phase
Apr 8, 2014	Input initial net-notional limit amounts for each Risk Entity

DTCC will review Members' progress at the end of each onboarding phase listed above. Please ensure sufficient lead time, as some of these tasks may take time to complete.

Subject to regulatory approval of the Rule Filing, DTCC will announce the effective date of the new Rules and, on that date, will commence sending real-time data into DTCC Limit Monitoring. By that time, all Members that are required under the Rule to subscribe for the tool must have completed each of the onboarding phases and be fully-operational users of the tool.

DTCC Learning

DTCC has opened a learning section for DTCC Limit Monitoring at www.DTCCLearning.com. The information pertaining to this tool can be found within the 'Clearance Learning Center'. All pertinent information about onboarding tasks can be found on this web site in the 'Learn about Onboarding' section.

Firm representatives should make sure first that they are registered for the Clearance Learning Center. If not yet registered, follow the below steps:

1. Go to <https://dtcclearning.com/learning/clearance/>;
2. Click Register Now, located in the upper right hand corner of the page;
3. Fill out the required fields and click Register.

You will receive an email from DTCC either approving your registration or requesting additional information within one business day.

Additional Information

NSCC Members are reminded that DTCC Limit Monitoring production output will not be available until after regulatory approval of the proposed rule change and the subsequent launch of DTCC Limit Monitoring.

For questions about this Important Notice, contact your DTCC relationship manager, Client Account Representative at 212-855-4270 or Pawel Pieczara at 212-855-5697 or at ppieczara@dtcc.com.

Pawel Pieczara
Product Management, Equities Clearance