



<b>P&amp;S#:</b>	<b>7398</b>
<b>A#:</b>	<b>7828</b>
<b>DATE:</b>	<b>APRIL 28, 2014</b>
<b>TO:</b>	<b>ALL MEMBERS</b>
<b>FROM:</b>	<b>PRODUCT MANAGEMENT, EQUITIES CLEARANCE</b>
<b>ATTENTION:</b>	<b>MANAGING PARTNER/OFFICER, OPERATIONS PARTNER/OFFICER MANAGER P&amp;S DEPARTMENT, MANAGER DATA PROCESSING DEPARTMENT</b>
<b>SUBJECT:</b>	<b>CNS FULLY-PAID-FOR-ACCOUNT – NEW SYSTEM EDIT AND ERROR REPORT</b>

Effective **Friday, May 23, 2014** the National Securities Clearance Corporation (NSCC) will be adding an edit to prevent Members from processing movements of **municipal bonds** from their CNS General Sub-Account “A” to their CNS Fully-Paid-for Sub-Account “E”. As currently stated in NSCC’s rules, these instructed movements are disallowed today.

Due to this new edit, NSCC will also be creating a new **CNS Fully-Paid-for-Account Instruction Error Report in production - Autoroute # 02042155**. This print-image report will be produced daily around 3:15 p.m. eastern time and inform Members of all their daily instruction movements to or from the CNS Fully-Paid-for Account that were rejected by NSCC for that day. Members are advised that receipt of this new print-image report is optional and no coding changes are required.

Members that want to receive this new print-image report in production must contact the DTCC Relationship Services Group by sending an email to [rmsupport@dtcc.com](mailto:rmsupport@dtcc.com).

Attached at the bottom of this important notice below is a sample version of the new print-image report (Exhibit A) along with a list of the common error codes and their description (Exhibit B).

### **Additional Information**

A copy of this Important Notice can be obtained from the web site of NSCC’s parent corporation, The Depository Trust & Clearing Corporation, at <http://www.dtcc.com>. If you have any questions regarding these enhancements, please contact your DTCC Relationship Manager or CNS Operations at (888) 382-2721, Option 2, then 2.

# Exhibit A

1DATE: XXXXXXXX  
TIME: XXXXXX

NATIONAL SECURITIES CLEARING CORPORATION  
FULLY PAID FOR INSTRUCTION ERROR REPORT

PAGE: 1  
CNS7900

-DELIVER- -RECEIVE-

PART PART

ID SUB ID SUB SEC ID DEP SHARES ERROR(S) LISTED BELOW

0122	A	0122	E	US1234567894	DTC	000500000	*MUNI*
0122	A	0122	E	US9876543219	DTC	000000088	*SHARES*
0122	A	0122	A	US1112223339	DTC	000009133	*SUB-MOVMNT*
0122	A	0122	E	US9998887775	DTC	000040000	*DUP REC*

SAMPLE

## **Exhibit B**

<b>ERROR CODE</b>	<b>DESCRIPTION</b>
*BAD PART*	Invalid Participant ID
*SUBACNT*	Invalid Sub-Account
*SEC ID*	Invalid Security ID
*SHARES*	Either invalid quantity submitted, or long position does not exist, or day allocation exceeds the long position
*DUP REC*	Duplicate transaction
*SUB MOVEMT*	Invalid pair of sub-accounts
*RECV PART ID*	Receiving and Delivering participant is not the same
*MUNI *	Municipal Bond Security
*****	Other