

A#:	8007
P&S#:	7582
DATE:	MARCH 26, 2015
TO:	ALL PARTICIPANTS
FROM:	PRODUCT MANAGEMENT
SUBJECT:	ACATS SETTLING LOCATION AND REASON MODIFICATION

In the effort to improve usability and efficiency in the Automated Customer Account Transfer Service (ACATS), National Securities Clearing Corporation (NSCC) will make modifications to the settlement location and settlement location reason fields.

The following changes have been made to the ACATS Transaction input screens in the DTCC Web Portal:

1. The Settling Location and Settling Reason Code fields have been combined into one field called Settling Location and Reason. This will assist portal users in associating the appropriate reason codes with settling location.

Old Screen

The screenshot shows the 'Add Asset' screen in the ACATS web portal. The page includes a breadcrumb trail 'ACATS Menu > Add Asset' and a 'Go To:' dropdown menu set to 'Transaction Inputs:'. There are 'Back', 'Reset', and 'Submit' buttons at the top right. The form is divided into two main sections: 'Transfer Information' and 'Asset Information'. The 'Transfer Information' section includes fields for 'Transfer Type', 'Original Receiver', 'Original Deliverer', and 'ACATS Control Number (CCYYDDNNNNNN)'. The 'Asset Information' section includes fields for 'Settling Location', 'Settling Reason', 'Option Category', 'Pricing Category', 'Cash/Margin/Short', 'Position Code', 'Currency Code', 'MBS Serial Note', 'Amount', 'Quantity', 'ISIN', 'Bearer Bond', 'When Issued', 'Asset Description', and 'Comments'. A checkbox at the bottom left is labeled 'Fill my next input screen with this data'. 'Back', 'Reset', and 'Submit' buttons are also present at the bottom right.

New Screen

Add Asset Go To: Transaction Inputs: ▾

Back **Reset** **Submit**

Transfer Information * = Required

Transfer Type: ▾ *

Original Receiver: ▾ *

Original Deliverer: ▾ *

ACATS Control Number (CCYYDDNNNNNNN): ▾ *

Asset Information

<table border="0"> <tr> <td style="width: 150px;">Settling Location and Reason</td> <td>00 - System Generated</td> <td>*</td> </tr> <tr> <td>Option Category</td> <td>00 - System Generated</td> <td></td> </tr> <tr> <td></td> <td>05 - CNS</td> <td></td> </tr> <tr> <td></td> <td>05 DTC - DTC (8902 Eligible)</td> <td></td> </tr> <tr> <td></td> <td>10 - FUND/SERV</td> <td></td> </tr> <tr> <td></td> <td>25 - DTC</td> <td></td> </tr> <tr> <td></td> <td>30 - Undeliverable</td> <td></td> </tr> <tr> <td></td> <td>35 EXPO - OCC Expiring Option</td> <td></td> </tr> <tr> <td></td> <td>35 OPT - OCC Option</td> <td></td> </tr> <tr> <td></td> <td>35 USEC - OCC Underlying Security</td> <td></td> </tr> <tr> <td></td> <td>40 CREC - Cash Balance Credit</td> <td></td> </tr> <tr> <td></td> <td>40 DEB - Cash Balance Debit</td> <td></td> </tr> <tr> <td></td> <td>45 90DR - Memo 90-Day Restriction</td> <td></td> </tr> <tr> <td></td> <td>45 CASH - Memo Underlying Cash Balance</td> <td></td> </tr> <tr> <td></td> <td>45 COMT - Memo Comment</td> <td></td> </tr> <tr> <td></td> <td>45 REGT - Memo REG T Calls</td> <td></td> </tr> <tr> <td></td> <td>45 SMA - Memo Special Misc Accounting Value</td> <td></td> </tr> <tr> <td></td> <td>45 USEC - Memo Underlying Security</td> <td></td> </tr> <tr> <td></td> <td>50 DDEL - R&D Delayed Delivery</td> <td></td> </tr> <tr> <td></td> <td>50 FCUR - R&D Foreign Currency</td> <td></td> </tr> <tr> <td></td> <td>50 RSEC - R&D Restricted Security</td> <td></td> </tr> <tr> <td></td> <td>50 SFK - R&D Safekeeping</td> <td></td> </tr> <tr> <td></td> <td>50 XSET - R&D Outside CNS, DTC, Fund/SERV</td> <td></td> </tr> <tr> <td></td> <td>55 - Foreign</td> <td></td> </tr> <tr> <td></td> <td>60 - IPS</td> <td></td> </tr> </table>	Settling Location and Reason	00 - System Generated	*	Option Category	00 - System Generated			05 - CNS			05 DTC - DTC (8902 Eligible)			10 - FUND/SERV			25 - DTC			30 - Undeliverable			35 EXPO - OCC Expiring Option			35 OPT - OCC Option			35 USEC - OCC Underlying Security			40 CREC - Cash Balance Credit			40 DEB - Cash Balance Debit			45 90DR - Memo 90-Day Restriction			45 CASH - Memo Underlying Cash Balance			45 COMT - Memo Comment			45 REGT - Memo REG T Calls			45 SMA - Memo Special Misc Accounting Value			45 USEC - Memo Underlying Security			50 DDEL - R&D Delayed Delivery			50 FCUR - R&D Foreign Currency			50 RSEC - R&D Restricted Security			50 SFK - R&D Safekeeping			50 XSET - R&D Outside CNS, DTC, Fund/SERV			55 - Foreign			60 - IPS		<table border="0"> <tr> <td>Pricing Category:</td> <td>▾ *</td> </tr> <tr> <td>Position Code:</td> <td>L - Long Position ▾ *</td> </tr> <tr> <td>MBS Serial Note:</td> <td>▾</td> </tr> <tr> <td>Quantity:</td> <td>▾ . ▾ *</td> </tr> <tr> <td>When Issued:</td> <td>N - Not When Issued ▾</td> </tr> <tr> <td></td> <td>▾ *</td> </tr> <tr> <td></td> <td>▾</td> </tr> </table>	Pricing Category:	▾ *	Position Code:	L - Long Position ▾ *	MBS Serial Note:	▾	Quantity:	▾ . ▾ *	When Issued:	N - Not When Issued ▾		▾ *		▾
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Fill my next input screen

Back **Reset** **Submit**

2. The selection of Settling Location '05' with Settling Location of 'DTC' will now be available on the following:

- ACATS Asset Input (AT) Record – Variable
- ACATS Asset Input (AT) Record – Fixed Format
- DTCC Web Portal Transaction Input Screens for the following:
 - Add an Asset
 - Adjust and Asset
 - Partial Transfer Deliver
 - Partial Transfer Receiver
 - Residual Credit
 - Reclaim

Currently, ACATS does not allow clients to submit a file or input a transaction with a settling location of '05' and settling location reason code of 'DTC'. This presented an issue when firms wanted to send back the same settling location and reason code received on output files.

DTCC offers enhanced access to all important notices via a Web-based subscription service. The notification system leverages RSS Newsfeeds, providing significant benefits including real-time updates and customizable delivery. To learn more and to set up your own DTCC RSS Alerts, visit http://www.dtcc.com/subscription_form.php.

The Asset Record (AT) record layouts and ACATS User Guide (Section 7.2.6) will be modified to include DTC as a valid reason code when selecting 05-CNS.

This enhancement to the ACATS system will be available in PSE beginning April 1, 2015 and in Production beginning on May 8, 2015.

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.

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