



Important Notice

Fixed Income Clearing Corporation - GOV

GOV #:	072-15
Date:	September 18, 2015
To:	Government Securities Division Members
Subject:	2016 Government Securities Division (GSD) Fee Guidance
Category:	Service Update

In 2015, DTCC has continued to make investments to strengthen the functioning of our regulated clearing agency subsidiaries (NSCC, FICC, DTC), which are essential to the safety and soundness of the financial system. In a challenging regulatory and market environment, these investments have prompted DTCC to conduct a fee rationalization analysis with the goal of maintaining its proactive approach to reducing risk while creating efficiencies across the industry. Specific fee revisions driven by this analysis will vary.

- After review of this analysis, we anticipate that GSD fees will increase for 2016 as a result of the decline in volumes in GSD's delivery-versus-payment service and GCF Repo® service.
- In addition, increased costs at third-party clearing providers will result in new pass-through fees for GCF Repo® participants.

This preliminary information is provided strictly as guidance for clients' budget planning purposes, but will be followed by outreach from DTCC to firms directly impacted by these changes.

The final determination on any GSD 2016 fee changes will be made by the FICC Board of Directors at the October meeting, and are expected to become effective in January 2016. Any changes to fees are subject to a proposed rule change filing to be filed with the Securities and Exchange Commission prior to implementation of those changes. FICC will communicate the final approved fee schedule to clients via an Important Notice prior to implementation.

If you have any questions on this notice, please contact your Relationship Manager.

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/rss-feeds.aspx>.

Non-Confidential