

GOV #:	GOV077-15
Date:	September 22, 2015
To:	Government Securities Division Members
Category:	Service Update
Subject:	Special Announcement Regarding Today's 2-year Treasury Auction

TODAY'S 2-YEAR NOTE AUCTION RESULTED IN AN UNSCHEDULED REOPENING OF THE 5-YEAR NOTES OF SERIES AD- 2017 (CUSIP NO. 912828TS9)

Today, the Government Securities Division (“GSD”) was informed that the Treasury Department announced a new 2-year note offering on Thursday September 17, 2015; the interest rate of 0-5/8 percent determined at today's auction for these securities matches that of an outstanding 5-year note with the same maturity and interest payment dates. In accordance with Treasury's past procedure, the 2-year notes will be considered an additional issue of the outstanding 5-year notes of Series AD-2017 (CUSIP NO. 912828TS9) originally issued October 1, 2012¹.

At close of business day today, GSD will disable CUSIP 912828L73 and update its security masterfile to reflect CUSIP 912828TS9 as a reissued security with the appropriate reissue date. The end of day process will also modify all open trades, compared and uncomparing, in the DVP application and replace CUSIP 912828L73 with CUSIP 912828TS9. All other details of the trade will remain the same, inclusive of a member's submitted Xref number and the GSD system generated Transaction ID (TID) number.

Members will receive the following output:

For an **uncompared** trade:

- Cancel Processed – MT509
- Screen Input Trade Replay – MT518 reflecting the new CUSIP
- End of Day MRO Record – 03 (cancel) and 07 (instruct)

For an **advisory**:

- Comparison Request Modify – MT518

For a **compared** trade both sides will receive:

- Cancel Processed – MT 509

¹ http://www.treasurydirect.gov/instit/annceresult/press/preanre/2015/BPD_SPL_20150922_1.pdf

- Trade Input Accepted – MT509
- Trade Compared – MT509
- Post Comparison Trade Modification – MT518 reflecting the new CUSIP
- End of Day MRO Record – 03 (cancel) , 07 (instruct) ,01 (match)

Because this type of reopening does not occur often, GSD is informing its members of this special processing in order to make members aware of the steps GSD will perform.

If you have any questions regarding this Important Notice, please contact your Relationship Manager.