



Important Notice
National Securities Clearing Corporation

A#: 8805
P&S#: 8378
DATE: JANUARY 28, 2020
TO: ALL PARTICIPANTS
ATTENTION: MANAGING PARTNER/OFFICER, OPERATIONS PARTNER/OFFICER,
COMPLIANCE OFFICER
FROM: GENERAL COUNSEL'S OFFICE
SUBJECT: PROPOSED RULE CHANGE (SR-NSCC-2020-002) AND ADVANCE
NOTICE FILING (SR-NSCC-2020-801) – PROPOSED ENHANCEMENT TO
NSCC FAMILY-ISSUED SECURITIES CHARGE

On January 28, 2020, National Securities Clearing Corporation (“NSCC”) filed a proposed rule change (SR-NSCC-2020-002) with the Securities and Exchange Commission pursuant to Section 19(b)(2) of the Securities Exchange Act of 1934, as amended, and an advance notice (SR-NSCC-2020-801) (“Advance Notice” together with the Rule Filing, “Filings”) with the Commission and the Board of Governors of the Federal Reserve System pursuant to Section 806(e)(1) of Title VIII of the Dodd-Frank Wall Street Reform and Consumer Protection Act entitled the Payment, Clearing, and Settlement Supervision Act of 2010.

Pursuant to the Filings, NSCC is proposing to enhance the calculation of NSCC’s existing charge applied to long positions in Family-Issued Securities (“FIS Charge”) by using the same haircut percentages for all Members and no longer using Members’ ratings on the Credit Risk Rating Matrix (“CRRM”) in calculating this charge.

The full text of the Advance Notice may be obtained by visiting the DTCC website at www.dtcc.com. Written comments on the Advance Notice may be addressed to Jacqueline Chezar, Executive Director and Associate General Counsel, 55 Water Street, New York, New York 10041, and your comments will be forwarded to the SEC. You may also address your written comments to the Secretary of the Commission, Securities and Exchange Commission, 100 F Street NE, Washington DC 20549-1090. We request that you provide NSCC with a copy of your comments.

Questions regarding the Advance Notice or this Important Notice may be addressed to Jacqueline Chezar, Executive Director and Associate General Counsel, at 212-855-3216.

DTCC is now offering enhanced access to all important notices via a new, Web-based subscription service. The new 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.