



A#:	8907
P&S:	8480
Date:	10/12/2020
To:	All Participants
From:	Equity Risk
Attention:	Director of Operations, CFM Contacts
Subject:	Introduce the Margin Liquidity Adjustment Charge and Include a Bid-Ask Risk Charge in the VaR Charge

NSCC has proposed to introduce a new component to its Clearing Fund methodology, the Margin Liquidity Adjustment Charge (MLA), and to enhance the calculation of the VaR Charge by including a bid-ask spread risk charge. These proposed changes are described in proposed rule change SR-NSCC-2020-016 and advance notice SR-NSCC-2020-804 (“Filings”).

Subject to the SEC’s approval of the Filings, NSCC plans to implement this enhancement effective **October 19, 2020**. NSCC is providing this notice to its Members of the expected implementation timing, and will provide an updated notice of the effective date of these changes prior to October 19.

The full text of the Rule Filing may be obtained by visiting the DTCC website at www.dtcc.com/legal/sec-rule-filings.aspx.

Any questions related to this notice should be directed to Equity Risk at (212) 855-5770.

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