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P&S:	8850
Date:	03/14/2023
To:	All Participants
From:	Equity Risk
Attention:	Director of Operations, CFM Contacts
Subject:	Effective Date of the NSCC Intraday Volatility Charge & Elimination of the Intraday Backtesting Charge

Effective as of **March 27, 2023**, NSCC will implement an Intraday Volatility Charge and will eliminate its Intraday Backtesting Charge.

These changes were proposed in proposed rule change SR-NSCC-2022-009 (“Filing”), which was filed on July 7, 2022 and approved by the SEC on March 13, 2023. The changes to NSCC’s rules and a description of the proposal are set forth in the Filing, available at <https://www.dtcc.com/legal/sec-rule-filings.aspx>.

Effective as of March 27:

- NSCC may collect an Intraday Volatility Charge on an intraday basis when the difference between a Member’s start of day Volatility Charge and a volatility charge calculated intraday exceeds certain thresholds, as described in the Filing. ***Members should monitor intraday volatility calculations and be prepared to fund an Intraday Volatility Charge if such charge is applied, similar to the existing Intraday Mark-to-Market charge.***
- The Intraday Backtesting Charge will be eliminated and Members with existing Intraday Backtesting Charges assessed as part of their monthly Backtesting Charge component in March 2023 will have the intraday portion of their backtesting charge removed from the Required Fund Deposit. The Regular Backtesting Charge, which is driven by end of day backtesting deficiencies, will remain unchanged and continue to be applied pursuant to the NSCC Rules.

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

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