



Important Notice
Fixed Income Clearing Corporation - GOV

GOV #:	GOV1643-24
Date:	February 14, 2024
To:	Government Securities Division (“GSD”) Netting Members
Category:	Service Update
Subject:	Capped Contingency Liquidity Facility Test – April 2024

Capped Contingency Liquidity Facility (“CCLF[®]”) is a rules-based liquidity resource and an integral part of the Fixed Income Clearing Corporation’s (“FICC”) role as central counterparty under the Government Securities Division (“GSD”) and the Mortgage-Backed Securities Division (“MBS”). On an annual basis, FICC conducts a mandatory CCLF test with all GSD Netting Members and MBS Clearing Members to satisfy the requirements of a covered clearing agency with respect to its management of liquidity risk. The main objectives of the test are:

1. Increase Members’ awareness of the potential capital commitment should a CCLF Event be declared;
2. Assess each Member’s understanding of a CCLF Event from an operational perspective; and
3. Test Members operations capability to process Redistribution Repos.

The GSD CCLF and MBS CCLF tests will take place on the same day. There will be two parts to the test as described in the [Annual CCLF Test Reference Guide](#) found on both the GSD and MBS User Documentation pages on dtcc.com.

Test Dates

Part 1 of the test will take place on **Monday, April 22, 2024**.

Part 2 of the test will be conducted during the **week of April 22, 2024**. Each firm will be contacted by FICC and provided with their Part 2 test date.

Contact Information

GSD Netting Members and MBS Clearing Members are to provide their Relationship Manager with at least two (2) contacts that FICC may contact to discuss any issue that relates to the CCLF test. All Members must confirm these contacts as well as ensure they have the proper access to RTTM[®] Web and Report Center prior to the test. Please contact your Relationship Manager if there are any changes to those contacts for the upcoming April 2024 test or if you have any questions regarding this Important Notice.

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