



Important Notice
Fixed Income Clearing Corporation - GOV

GOV #:	GOV1959-25
Date:	May 9, 2025
To:	FICC Government Securities Division (“GSD”) Members
Category:	Service Updates
Subject:	Implementation of Volatility Event Charge at GSD

On April 22, 2025, the Securities and Exchange Commission (“SEC”) approved proposed rule change (SR-FICC-2025-003) (“Rule Filing”) filed by Fixed Income Clearing Corporation (“FICC”). The Rule Filing will add a new margin component, the Volatility Event Charge, at GSD. The Volatility Event Charge is designed to further improve GSD’s margin resilience under scheduled events that may impact market volatility by proactively managing its member-level credit risk exposure and backtesting performance.

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

As described in the Rule Filing, FICC committed to implementing the proposed rule changes by no later than 60 Business Days after SEC’s approval of the Rule Filing. As such, FICC will implement the Volatility Event Charge at GSD on **May 19, 2025**. This new margin component will be reflected across reports showing Clearing Fund/Segregated Customer Margin breakdown by components. Please refer to DTCC Learning for examples.

Questions or inquiries regarding this Important Notice may be addressed to FICC Market Risk at 1-212-855-2020 or FICCProductRisk@dtcc.com.

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