



A#: 7703
P&S# 7373
DATE: MARCH 20, 2014
TO: ALL PARTICIPANTS
ATTENTION: MANAGING PARTNER/OFFICER; RISK MANAGERS; OPERATIONS
MANAGER; MANAGER, DATA PROCESSING MANAGER, IT MANAGER
FROM: PRODUCT MANAGEMENT
SUBJECT: DTCC LIMIT MONITORING ONBOARDING TIMETABLE

As previously announced in Important Notice A# 7688, P&S# 7358, dated February 24, 2014, DTCC published the below onboarding schedule to ensure its Members' operational readiness and to facilitate their timely compliance with DTCC Limit Monitoring and the accompanying NSCC Rules. As such, NSCC Members should complete each of the below steps by their respective due dates:

Date	Onboarding Phase
Mar 7, 2014	Complete set-up of Super-Access Coordinators (SAC)
Mar 14, 2014	SACs complete set-up of users and provision access rights
Mar 31, 2014	Complete review of pre-populated Risk Entities Update pre-populated information Add new Risk Entities and/or Delete unnecessary Risk Entities
Apr 8, 2014	Input initial net-notional limit amounts for each Risk Entity

Launch Schedule

On February 28, 2014, the Securities and Exchange Commission ("SEC") approved the proposed rule changes (SR-NSCC-2013-12) related to implementing DTCC Limit Monitoring. As described in these Rules, while DTCC Limit Monitoring is available to all NSCC Members, subscription to the tool is mandatory for any NSCC full service Member that (a) clears for others; (b) submits transactions to NSCC either as a Qualified Special Representative (QSR) or Special Representative, pursuant to Procedure IV (Special Representative Service); and (c) has established a 9A/9B relationship in order to allow another NSCC Member (either a QSR or Special Representative) to submit locked in trade data on its behalf.

The requirement to subscribe for DTCC Limit Monitoring will be effective on April 9, 2014. In order to comply with this requirement, NSCC Members are expected to complete the onboarding steps listed above before the effective date.

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.

DTCC is announcing the following launch timetable for DTCC Limit Monitoring:

Date	Launch Phase
Apr 9, 2014	Effective Date of DTCC Limit Monitoring Rules Real-time data begins flowing into DTCC Limit Monitoring On-screen alert notification and MQ alert message notification functions are available
Apr 30, 2014	E-mail alert functionality becomes available

As with most new initiatives, DTCC anticipates that many Members may need additional time and support in setting appropriate trade limits and in establishing any necessary internal procedures with respect to using DTCC Limit Monitoring. As such, DTCC staff expects the first 6 months following the effective date of DTCC Limit Monitoring to be a “phase-in” period.

During this first 6 month “phase-in” period, NSCC Members will be able to use the real-time production data in DTCC Limit Monitoring to determine if their pre-set net-notional limit amounts are appropriate, and to create any additional risk entities that may be needed. Member may also use this time to develop any necessary internal policies and procedures with respect to the use of DTCC Limit monitoring.

Beginning on April 9, 2014, DTCC Limit Monitoring will generate and display on-screen and MQ alert messaging based on the trading limits set by NSCC Members. NSCC Members can also utilize the end-of-day reports to review notifications when limits are being reached and when they are breached.

E-mail alert functionality will be made available for subscription beginning April 30, 2014. Members are asked to first determine that they have appropriately set their net-notional limits, before subscribing for e-mail alerts, in order to avoid unnecessary message traffic during the first few weeks after launch of the tool.

DTCC Learning

DTCC has opened a learning section for DTCC Limit Monitoring at www.DTCCLearning.com. The information pertaining to DTCC Limit Monitoring can be found within the ‘Clearance Learning Center’. All pertinent information about onboarding tasks can be found on this web site in the ‘Learn about Onboarding’ section.

Firm representatives should make sure first that they are registered for the Clearance Learning Center. If not yet registered, follow the below steps:

1. Go to <https://dtcclearning.com/learning/clearance/>;
2. Click Register Now, located in the upper right hand corner of the page;

3. Fill out the required fields and click Register.

You will receive an e-mail from DTCC approving your registration or requesting additional information within one business day.

Additional Information

For questions about this Important Notice, contact your DTCC relationship manager, Client Account Representative at 212-855-4270 or Pawel Pieczara at 212-855-5697 or at ppieczara@dtcc.com.

Pawel Pieczara
Product Management, Equities Clearance