



*Important Notice*  
**National Securities Clearing Corporation**

A #: 7435  
P&S#: 7005  
DATE: JUNE 4, 2012  
TO: ALL PARTICIPANTS  
ATTENTION: MANAGING PARTNER/OFFICER, OPERATIONS PARTNER/OFFICER,  
COMPLIANCE OFFICER  
FROM: ENTERPRISE RISK MANAGEMENT  
SUBJECT: ELIMINATION OF CERTAIN CLEARING FUND REQUIREMENT  
INFORMATION EMAILS

As announced in NSCC Important Notice A# 7089, P&S# 6660, dated November 1, 2010, Important Notice A# 7121, P&S# 6692, dated December 16, 2010, and Important Notice A#7272, P&S# 6842, dated August 29, 2011, NSCC has implemented the NSCC Risk Management Reporting application on the Participant Browser Service (PBS) to improve transparency of Members' Clearing Fund requirements. The application enables users to view and download Clearing Fund requirement information and component details, including CUSIP level Clearing Fund information related to their start of day Value at Risk (VaR), start of day Mark to Market, Market Maker Domination, CNS Fails and Illiquid charges.

As previously announced, to accompany these enhancements, the following changes will be made to the daily Clearing Fund Management ("CFM") notification e-mail effective **August 6, 2012**:

1. **The attachment to the CFM notification e-mail entitled "NSCC Daily Margin Statement" will be eliminated.** Starting on that date, the Clearing Fund component details and requirement information that currently appear on that attachment will be available only via PBS under the Settlement Services webpage, NSCC Risk Management Reporting application. The CFM notification e-mail will continue to be sent to NSCC Members on a daily basis, but will contain only the Clearing Fund requirement excess/deficit information.
2. **The Volatility Summary Report and Market Maker Report emails will also be eliminated.** This information will be available only via PBS under the Settlement Services webpage, NSCC Risk Management Reporting application.

NSCC Members, and those individuals who currently receive the daily CFM notification e-mail, that have not already done so are requested to gain access to PBS and the NSCC Risk Management Reporting application as soon as possible by following the instructions outlined below.

*Note: The information below is identical to that found in the previously released Important Notices identified above.*

## **Request for NSCC Risk Management Reporting Entitlement “NCR”**

Step 1: NSCC Members require access to PBS in order to utilize the new NSCC Risk Management Reporting functionality. If your organization currently has access to PBS and you have an Access Coordinator in place, proceed to step 2, below.


To determine if your firm has an Access Coordinator registered for PBS, send an e-mail to [entitlements@dtcc.com](mailto:entitlements@dtcc.com) listing your NSCC four digit participant number and requesting the assigned Access Coordinator for your firm.

If you would like to obtain a new login ID to access PBS, contact your Access Coordinator to submit a new ID request using the ‘User ID/Profile Request’ form to [entitlements@dtcc.com](mailto:entitlements@dtcc.com).

Step 2: Once you have a valid login ID to PBS, you will need to add the “NCR” entitlement to your user ID by contacting your Access Coordinator. Your Access Coordinator will need to submit the “User ID / Profile Request” form to [entitlements@dtcc.com](mailto:entitlements@dtcc.com) in order to update your user ID profile and access the new NSCC Risk Management Reporting application.

### **Access to NSCC Risk Management Reporting Application through PBS**

Once your user ID profile is updated with the new “NCR” function, your Access Coordinator will receive an e-mail confirmation from the Entitlements Group. You will then be able to access the application through PBS, under Settlement Services, by clicking on the link to NSCC Risk Management Reporting, as shown in the screen shot below:

**PBS - Settlement Services** 

Home Internal Menus Settlement Menu Settlement Tools Message Center Change Password Help Go To PTS

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**Welcome to Settlement Services**  
 Access to settlement details, activity and risk management information, with full DTC settlement processing capabilities

**Settlement Services Utilities**

- > [Security Detail](#)
- > [SMART/Search](#)
- > [PINS](#)
- > [SMART/Messages](#)
- > [Master File Name Inquiry](#)
- > [Participant PIN/Password System \(PSWD\)](#)

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**Settlement Functions**

**Processors**

- > [Quick Deliver Order Input](#)
- > [Day/Night Deliver Order Input](#)
- > [Fed Deliver Order Input](#)
- > [DO Reason Code Inquiry](#)
- > [DO Reason Code Add/Update/Delete](#)
- > [Night Deliver Orders](#)
  - > [Browse](#)
- > [Payment Orders/PO Reclaims](#)
  - > [Premium Payment Orders](#)
    - > [Inquiry](#) | [Update](#) | [Reclaim](#)
  - > [Security Payment Orders](#)
    - > [Inquiry](#) | [Update](#) | [Reclaim](#)
- > [Receiver Authorized Delivery](#)
  - > [Inquiry](#)
  - > [Update](#)
  - > [Limit](#)
    - > [Inquiry](#) | [Update](#) | [Add](#)
- > [Security Holder Tracking Service](#)
- > [Security Holder Tracking Deliver Order Input](#)
- > [Third Party Authorization](#)

**Security Segregation**

- > [Segregation/Release](#)
- > [Investment Identification/Release](#)
- > [Memo Segregation/Release](#)

> **Collateral Classifications**

**Risk Management Functions**

- > [Risk Management Controls Inquiry](#)
- > [Participant Debit Peak Inquiry](#)
- > [OCC Disbursements](#)
- > [OCC Hedge Mark to Market](#)

**[NSCC Risk Management Reporting](#)** ←

**[NSCC CF Management](#)**

**[Inventory Management Services](#)**

**Continuous Net Settlement**

- > [CNS Cash Reconciliation Statement](#)
- > [Position Inquiry by Security](#)
- > [Position Inquiry by Participant](#)
- > [CNS Instructions](#)
- > [CNS Instructions - Warnings and Errors](#)
- > [Long Buy-in Position Inquiry](#)
- > [Short Buy-in Position Inquiry](#)
- > [CNS Exemptions](#)
- > [CNS Priorities](#)

**Collateral Loan Services**

- > [Collateral Loan Service Menu](#)
- > [Demand of Collateral](#)

**Collateral Movement Service Menu**

**Underwriting Notices**

**IPO Update and Inquiry**

- > [IPO Tracking Inquiry](#)
- > [IPO Tracking Update](#)

**Money Market Instruments**

- > [MMI Bankers Acceptance Inquiry](#)
- > [MMI Bankers Acceptance Update](#)
- > [MMI Withdrawals](#)
- > [MMI Issuance Processing](#)
- > [MMI Tracking](#)
- > [MMI Refusal To Pay Maturity Proceeds Inquiry](#)
- > [MMI Underwriting Notice Inquiry](#)
- > [MMI IPA Issue Staging Process](#)

**Money Market Instruments Pend Service**

- > [MMI MP Profile Maintenance](#)
- > [MMI MP Profile Inquiry](#)
- > [MMI IPA MP Transaction Inquiry](#)
- > [MMI IPA MP Transaction Release](#)

**Settlement Statement/Reconciliation**

- > [Settlement Statement](#)
  - > [Participant Account Statement](#)
  - > [Funds Transfer](#)
  - > [SPP P&I Push Profile](#)
  - > [SPP Return / P&I Withdrawal Inquiry](#)
  - > [SPP Return / P&I Withdrawal Request](#)
  - > [Settling Bank Statement](#)
  - > [Bank Adjustments](#)
  - > [Bank Acknowledgement](#)
  - > [NSCC Activity Totals](#)
  - > [NSCC Adjustments](#)
  - > [DTC / NSCC Secondary Approval](#)
  - > [NSCC Obligation Loads](#)
  - > [Yend Adjustments](#)
  - > [Yend Bank Balances](#)
  - > [Yend Legal Entity](#)
  - > [Real Time Repairs](#)
- > [Activity Research Tool](#)
  - > [Activity By](#)
    - > [CUSIP](#) | [Activity Code](#) | [Collateral Group - All](#) | [Collateral Group - PO's Only](#) | [Single Transaction](#)
  - > [Pledges](#)
    - > [Drops/Rejects/Dropped Pends](#)
    - > [Short Position Inquiry \(Current Day Only\)](#)
  - > [Participant Activity Research Tool](#)
  - > [Stock Loan/Repo Adjustments](#)
  - > [Short Position Inquiry](#)
  - > [Pending Activity](#)
  - > [Security Position](#)
- > **Participant Exchange Service**
  - > [Reorganization Liability](#)
  - > [Securities Lending Termination/Close-out](#)
  - > [Letters of Free Funds](#)
  - > [PEX Inquiry/Reply](#)
  - > [Letters of Free Funds Inquiry/Reply](#)
  - > [PEX Inquiry/Reply](#)
  - > [Letters of Free Funds Inquiry/Reply](#)
- > **Other Settlement Functions**
  - > [ATP Activity Code Information](#)
  - > [DTC Preformatted Broadcast Message Facility](#)
  - > [Day COD](#)
  - > [Day COD for Municipal Bearer Bonds](#)
  - > [CSD Processing](#)
  - > [Honest Broker DO Liquidation](#)
  - > [Honest Broker DO Menu](#)
  - > [Night Certificates On Demand](#)
  - > [Night COD for Muni Bearer Bonds](#)
  - > [Worthless Securities](#)

*Note: The time it takes to generate the report depends on the size of the data requested.*

## NSCC Risk Management Report Application Help Documentation

A web interactive help guide for the NSCC Customer Reporting application is located in the online Clearance Services Learning Center. This web guide will provide Members with an overview of “NCR” and includes critical information on how to display and download reports.

To register for the Clearance Services Learning Center, follow the steps below:

1. Go to <http://dtcclearing.com/learning/clearance>
2. Click “Login” on the upper right corner of the page.
3. Click the “Create Account” link in the bottom of the login window.
4. Enter all required information marked with an asterisk (\*).
5. Click “Register”.

Please contact your Relationship Manager for more information or with questions about the information provided in this Important Notice.