

MBS #:	MBS1245-23
Date:	July 10, 2023
To:	Mortgage-Backed Securities Division Clearing Members
Category:	Service Update
Subject:	Capped Contingency Liquidity Facility (“CCLF”) – Annual Attestation

Each Clearing Member of the Mortgage-Backed Securities Division (“MBSD”) is requested to complete and submit an Officers’ Certificate relating to its Capped Contingency Liquidity Facility (“CCLF”) obligations, as described below, on or before **September 20, 2023**.

While the CCLF Officers’ Certificate is not currently a requirement under the MBSD Rules, the certificate provides FICC with critical details regarding Clearing Members’ ability to meet their respective CCLF obligations, if and when necessary, and FICC greatly appreciates your cooperation with this request. Under the CCLF Officers’ Certificate, each Clearing Member would certify that it has incorporated its Defined Capped Liquidity Amount (i.e., its total financial obligation under CCLF) into its liquidity plans. The Defined Capped Liquidity Amount is calculated pursuant to, and described in greater detail in, MBSD Rule 17.

The fully executed CCLF Officers’ Certificate can be completed either:

- 1) through [this DocuSign link CCLF Officers’ Certificate](#) or
- 2) by e-mail to FICC Account Administration at FICCAA@dtcc.com.

Each Clearing Member is encouraged to review its MBSD CCLF Participant Report® (which is available through the RTTM reporting tool) to understand its current activity level and its projected Defined Capped Liquidity Amount.

FICC will continue the enhanced due diligence approach, which was first implemented in 2020, and will request from each Clearing Member additional information and a written liquidity plan to demonstrate how the Clearing Member has incorporated CCLF into its liquidity planning. Additionally, if the Clearing Member’s Defined Capped Liquidity Amount shows a significant monthly or semi-annual increase, FICC may require that Clearing Member to provide an interim attestation that it can meet the higher CCLF obligation. We appreciate your prompt and thorough response to these requests, which allows FICC to verify that all Clearing Members are meeting their membership requirements and help FICC to maintain sufficient resources to keep markets stable and secure in the event of a member default.

DTCC offers enhanced access to all important notices via a Web-based subscription service. The 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.

If you have any questions regarding your responsibilities as a member of FICC, please contact your Relationship Manager.