



Important Notice
Fixed Income Clearing Corporation - GOV

GOV #:	GOV1713-24
Date:	June 12, 2024
To:	Government Securities Division Members
Category:	Service Updates
Subject:	Submission of Rule Filing SR-FICC-2024-009 – Modify the GSD Rules Relating to the Adoption of a Trade Submission Requirement

On June 12, 2024, Fixed Income Clearing Corporation (“FICC”) filed proposed rule change SR-FICC-2024-009 (“Rule Filing”) with the Securities and Exchange Commission (“SEC”) pursuant to Section 19(b)(2) of the Securities Exchange Act of 1934 (“Act”).

The Rule Filing consists of modifications to FICC’s Government Securities Division (“GSD”) Rulebook (“Rules”) to (1) adopt a requirement that each Netting Member submits all eligible secondary market transactions, both for repurchase agreements and certain categories of cash transactions, to which it is a counterparty to FICC for clearance and settlement and define the scope of such trade submission requirement; (2) adopt ongoing membership requirements and other measures that would facilitate FICC’s ability to identify and monitor Netting Members’ compliance with the trade submission requirement, and adopt fines and other disciplinary actions to address a Netting Member’s failure to submit transactions in compliance with that requirement; (3) enhance the Rules relating to the initial qualifications and ongoing standards for membership to improve FICC’s ability to manage the credit risks presented by Netting Members; and (4) make other revisions to the Rules to clarify, conform and enhance the disclosures of the Rules.

These proposed rule changes are primarily designed to comply with the requirements of Rule 17ad-22(e)(18)(iv)(A) and (B) under the Act, as described in the Rule Filing.

The full text of the Rule Filing may be obtained at www.dtcc.com/legal/sec-rule-filings. Comments on the Rule Filing may be emailed to FICC at RuleFilingAdmin@dtcc.com. Please include File No. SR-FICC-2024-009 on the subject line. Your comments may be forwarded to the SEC.

You may also address your written comments to the Secretary of the Commission, Securities and Exchange Commission, 100 F Street NE, Washington DC 20549. Electronic comments may be submitted by using the SEC’s internet comment form (www.sec.gov/rules/sro.shtml) or by sending an email to rule-comments@sec.gov. Please include File No. SR-FICC-2024-009 on the subject line. We request that you provide FICC with a copy of your comments.

Questions regarding this Important Notice may be addressed to your Relationship Manager. Questions regarding the Rule Filing may be addressed RuleFilingAdmin@dtcc.com.