

TEXT OF PROPOSED RULE CHANGE

Bold and underlined text indicates proposed added language

~~Bold and strikethrough text~~ indicates proposed deleted language

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Types of Reorganization Event Services

The following services are announced and processed by the Reorganization Department:

- Voluntary Offerings (including offers by an issuer or third party and offerings based on the structure of the security – e.g., convertible debt)
- Mandatory Reorganizations
- Proxy

Preparing to Use the Services

In order to use the products associated with this service, you must have access to one of the following:

- The Participant Terminal System (PTS)
- The Corporate Actions Web (CA Web)
- The Participant Browser Service (PBS)
- ISO 20022 Messages via MQ and file protocols
- Computer-to-Computer Facility (CCF) format files

Note that in 2019, the following PTS/PBS functions will no longer be available for current reorganization activity and will be replaced with CA Web functionality as indicated. PTS/PBS functions will, however, be available for historical research purposes.

PTS Function	PBS Function	CA Web Function Name
RIPS	CUSIP Search	Announcements
ADJI	Adjustment Inquiries	Adjustments
SDAR Dept. C	Reorg/Redemptions/ Dividend Allocations	Allocations

DTC offers a comprehensive overview of reorganization activity comprised of Announcements, Allocations, Adjustments and applicable alerts via CA Web’s Reorganization dashboard which “pushes” data to users.

Understanding the Reorganizations lifecycle and data model are important prerequisites for successful use of the Reorganizations service. DTC offers robust training resources available at its Asset Services Learning Center -- <https://dtcclearing.com/products-and-services/asset-services>

Contact your Relationship Manager for more information.

Note:

DTC also provides various reports, including on SMART/Search, and Participants have the ability to export data from CA Web to spreadsheets, for manipulation and analysis.

How Reorganizations Work

- DTC distributes information electronically in advance of the reorganization or meeting date. This helps you reconcile your records with DTC before the payable date/effective date. Event information includes but is not limited to the following:
 - Corporate Actions Event ID
 - CUSIP
 - Publication Date
 - Expiration Date
 - Record Date
 - Security Rate
 - Cash Rate

- Under the CA ID you will see event level information. Every event has one option and at least one payout. Options indicate what is available as an entitlement to eligible holders. Examples of option types include cash or securities. A payout should be considered the actual entitlement. Entitlements can include:
 - Principal
 - Interest
 - Cash
 - Securities
 - Accrued Dividends

- DTC provides its participants with information pertaining to their entitlements through the following delivery mechanisms:
 - Corporate Actions Web (CA Web)
 - Participant Terminal System (PTS) functions
 - Participant Browser Service (PBS)
 - Computer to Computer Facility (CCF) file transmissions
 - ISO 20022 Messaging
 - SMART/Search

Associated PTS / PBS and CA Web Functions

The following PTS / PBS and CA Web functions are used in association with Reorganization events:

Use this PTS Function	Use this PBS Function	CA Web Function	To	Vol	Mand	PXY
<u>RIPS</u>	<u>CUSIP Search</u>	<u>Announcements</u>	<u>View information concerning reorganization events.</u>	<u>X</u>	<u>X</u>	<u>X</u>

Use this PTS Function	Use this PBS Function	CA Web Function	To	Vol	Mand	PXY
PANS	Proxy Announcements	Announcements	View shareholder meeting information and solicitation announcements.			X
WARR	Warrant Subscriptions	N/A	View information on warrant exercises and redemptions/maturities.	X		
WARI	Warrant Instruction Inquiry	Announcements	View warrant processing information.	X		
PTOP	Voluntary Tenders and Exchanges	N/A	View information regarding tender and exchange offers + certain mandatory events (for example Cash-in-lieu, tax withholding, waiver of dissents and Canadian settlement elections) + some convertible securities and warrants + some consents – i.e., events that cannot be facilitated via the normal processor	X	X	
PUTS	Put Option Bonds	N/A	View information on put option exercises.	X		
CERR	CD Early Redemption Requests	N/A	View information on CD early redemptions.	X		
RCIP	Participant Reorg Conversions	N/A	View information on convertible issues.	X		
DIVA Replaced by CA Web but available for historical purposes	Dividend and Income Replaced by CA Web but available for historical purposes	Announcements	View all general announcements.	X	X	
ART Replaced by Settlement Web	N/A Replaced by Settlement Web	Settlement Activity Tab on Event Record Details	View current day transactions, or transactions that occurred within the past 60 days.	X	X	
POS Replaced by Settlement Web	N/A Replaced by Settlement Web	Security Position Tab on Event Record Details	View your current positions.	X	X	X

Use this PTS Function	Use this PBS Function	CA Web Function	To	Vol	Mand	PXY
SDAR	Reorg / Redemptions/ Dividend Allocations	Entitlements and Allocations	View today's allocations and anticipated allocations for the next five business days. You can also view five days of allocation history.	X	X	
ADJI	Adjustments Inquiries	Adjustments	View information on charges or credits that appeared on your Reorganization Cash Settlement List.	X	X	
GWIZ	Security Detail	N/A	View DTC's Eligible Security Masterfile and pricing information.	X	X	X
LENP Replaced by Legal Notice System (LENS)	N/A Replaced by Legal Notice System (LENS)	N/A	View legal notices regarding a plan of reorganization.	X	X	X
PART	Participant Activity Research Tool	N/A	View security activity and adjustment information. (Functionality also available via Settlement Web.)	X	X	X
RTOP	Release Reorg Transaction	N/A	Release instructions for processing	X		
PSOP	Rights Subscriptions	N/A	View information regarding rights offerings.	X		
RCUR	Foreign Currency Elections	N/A	Receive maturity or redemption payments directly from the Agent in foreign currency for Put Bond options	X		
RCNV	Reorg Conversion	N/A	Enter conversion instructions	X		
CMOP	Change Mode of Payment Instructions	N/A	Change the frequency ("mode") of future dividend or interest payments on certain DTC-eligible securities, such as Unit Investment Trusts (UITs) and Variable Mode Preferred (VMP) stocks by book-entry.	X		

Use this PTS Function	Use this PBS Function	CA Web Function	To	Vol	Mand	PXY
CMPI	Change Mode of Payment Inquiry	N/A	Inquire about the current mode of payment for a specific issue.	X		

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