

**Bold and underlined text** indicates proposed added language.

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

**FIXED INCOME CLEARING CORPORATION  
GOVERNMENT SECURITIES DIVISION RULEBOOK**

## RULE 13 – FUNDS-ONLY SETTLEMENT

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### Section 6 – Acknowledgement and Payment Deadlines for Funds-Only Settlement Amounts

(a) The acknowledgement required to be made by the Funds-Only Settling Banks regarding their Net Funds-Only Settlement Figures pursuant to Section 5 of this Rule shall be made by the Acknowledgement Cutoff Time subject to Section 5(l) of this Rule.

(b) A Netting Member that has an obligation, pursuant to this Rule, to pay a Funds-Only Settlement Amount to the Corporation shall cause such payment to be made, pursuant to the process set forth in Section 5 of this Rule, in Federal funds, by the time stated in the Schedule of Timeframes.

(c) When a Netting Member is entitled, pursuant to this Rule, to collect a Funds-Only Settlement Amount from the Corporation, the Corporation shall cause such payment to be made, in Federal funds, pursuant to the process set forth in Section 5 of this Rule, by the time stated in the Schedule of Timeframes.

**(d) A Funds-Only Settlement Amount payment shall be settlement. A Funds-Only Settlement Amount payment shall be final, irrevocable, and unconditional no later than when such payment is made, pursuant to the process set forth in Section 5 of this Rule, in federal funds, by the time stated in the Schedule of Timeframes and the Interpretive Guidance with Respect to Settlement Finality in the Rules.**

**(e) The Corporation and each Netting Member agree that upon payment or collection of a Funds-Only Settlement Amount, such payment obligations described in this Rule 13 shall be discharged and satisfied in full.**

~~Notwithstanding anything to the contrary elsewhere in this Rule or in Rule 4, on any Business Day on which a Netting Member is notified by the Corporation that it must increase the amount of its Required Fund Deposit and the Netting Member has a Funds-Only Settlement Amount due it from the Corporation, in lieu of paying the Funds-Only Settlement Amount to the Netting Member, the Corporation may retain the lesser of the requested increase in the Required Fund Deposit or such Funds-Only Settlement Amount (or the entire Funds-Only Settlement Amount if the difference between the amounts is zero) and apply such amount against the Netting Member's obligation to increase its Required Fund Deposit. Notwithstanding the foregoing, if the Corporation receives from the Netting Member any portion of the requested increase in the Required Fund Deposit by a pre-established time before the Corporation's deadline to pay Funds-Only Settlement Amounts to Netting Members, the Corporation shall only be entitled to offset the Funds-Only Settlement Amount it owes to the Netting Member against the Netting Member's remaining obligation to increase its Required Fund Deposit, if any. The Corporation shall give Netting Members prior written notice of the pre-established time referred to above (and any changes thereto).~~

The obligations of the Corporation pursuant to this Rule shall not be affected by the late collection or non-collection by it of any Funds-Only Settlement Amount of which payment is owing from any Netting Member.

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