

**Meeting between Federal Reserve Staff and Representatives of
The Depository Trust & Clearing Corporation (“DTCC”)
June 10, 2011**

Participants: Jeff Stehm, Susan Foley, Stu Desch, Melissa Leistra, Danielle Little, Lyle Kumasaka, Malcolm Britton, and Mark Haley (Federal Reserve Board); Annmarie Rowe-Straker, Brian Marchellos, Tom Ferlazzo, Greg Cavanagh, Jim Mahoney, Paul Agueci, Jen Wolgemuth, and Joe Sommer (Federal Reserve Bank of New York); Anna Voytovich (Federal Reserve Bank of Chicago)

Mike Bodson, Lois Radisch, Jacqueline Farinella, Joe Brennan, Murray Pozmanter, Kevin Lewis, Susan Cosgrove, Joseph Trentacoste, Tom Granelli, Tim Cuddihy, John Kiechle, Michael Kopcak, and Gregory Kalina (DTCC)

Summary: At the request of Board staff, representatives from The Depository Trust & Clearing Corporation met with Board and Reserve Bank staff at the Federal Reserve Bank of New York to discuss the collateral practices and liquidity arrangements of DTCC’s clearing and settlement subsidiaries, The Depository Trust Company (“DTC”), National Securities Clearing Corporation (“NSCC”), and Fixed Income Clearing Corporation (“FICC”). Board staff requested the follow-up discussion to help inform the Board as it considers authority provided in Section 806 of the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010, regarding designated financial market utilities’ potential access to Federal Reserve Bank (“FRB”) accounts, services, and discount and borrowing privileges.

The discussion followed a question and answer format, covering the financial resources and liquidity arrangements of DTC, NSCC, and FICC. The discussion also covered DTC, NSCC, and FICC contingency plans to effect timely settlement in the event of a participant default. Meeting participants acknowledged that further discussions on technical, operational, and legal issues associated with access to FRB accounts, services, and discount and borrowing privileges may be necessary going forward.