

NOVATION QUICK REFERENCE GUIDE

Contact Information

MBS Allocation:

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FICC Settlement:

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TRADE TYPE – ALL TRADES ARE NOVATED UPON MATCH	RTTM (TRADE MATCHING)	ALLOCATION	SETTLEMENT	SETTLEMENT INSTRUCTIONS
TBA	FTBA	FTBA	FICC	BK OF NYC/MBSCCP & JPMCHASE/MBSCCP (same as current)
STIPULATED	FSTI	FSTI	FSTI	BK OF NYC/FICC STIP
SPECIFIED	FSPT	N/A	FSPT	BK OF NYC/FICC SPCFIED

TRADE TYPE	TIME PERIOD TRADE CANCEL ALLOWED – MUST BE SUBMITTED VERSUS FICC
SBOD	Must be canceled prior to onset of associated TBA net at 4:00PM on 72-hour day
SBON	Resulting from the TBA Net. No cancel allowed.
TFTD/TBA	Unallocated TFTD/TBA can be canceled up until 8:00PM on 72-hour day
TFTD/STIP	Unallocated TFTD/STIP can be canceled up until 8:00PM on 24-hour day
TFTD/SPT	TFTD/SPT can be canceled prior to CSD only (Up until 4:30PM on 24-hour day, when Pool Conversion process is run)

DO NOT ALLOCATE (DNA)

DO NOT ALLOCATE (DNA)	Pair-off two or more offsetting SBON and/or TFTD/TBA positions with the same TBA CUSIP and SIFMA CSD
DNA SUBMISSION PERIOD	Beginning 48-hour day to the start of Expanded Pool Net/Conversion/Reprice (4:30pm on 24-hour day)
DNA CANCEL	Up until the start of Expanded Pool Net/Conversion/Reprice (4:30pm on 24-hour day)

EXPANDED POOL NET/POOL CONVERSION/REPRICE

EXPANDED POOL NET	Second Pool Netting cycle to include all compared Pool Instructs with SIFMA CSD targeting SBON and TFTD/TBA trades that are not eligible for the initial Pool Netting Cycle (2:00PM)
POOL CONVERSION	All pool settlements that are non-pool netting eligible, including SPT, STIP, and cash (same-day) trades, will be converted to pool obligations
REPRICE	Settles open TBA trades and generates replacement trades at system price
PROCESSES RUN-TIME	4:30PM on 24-hour day for trades with SIFMA CSD

Miscellaneous

ODD-LOT NETTING	Odd-lot trades can be submitted into TBA Netting (no longer need to split each million and tail pieces)
FORCE-COMPARE	If a member elects to bypass affirming or submitting a matching Pool Instruct directly into RTTM, FICC will automatically generate a matching Pool Instruct on the member's behalf at the end of the processing day.
NEW EPN CLOSING TIME	4:30PM