

The combined fees for both are the sum of the fees for internal and external distribution, respectively. As both component fees are comparable, the sum is also comparable.

No Unfair Discrimination

The Proposal is not unfairly discriminatory. The FPGA Service will be available to all customers on a non-discriminatory basis, and therefore the proposed fees are not designed to permit unfair discrimination between customers, issuers, brokers, or dealers.

B. Self-Regulatory Organization's Statement on Burden on Competition

The Exchange does not believe that the proposed rule change will impose any burden on competition not necessary or appropriate in furtherance of the purposes of the Act.

Nothing in the Proposal burdens inter-market competition (the competition among self-regulatory organizations) because approval of the Proposal does not impose any burden on the ability of other exchanges to compete. As noted above, FPGA technology is generally available and any exchange has the ability to offer such technology if it chooses.

Nothing in the Proposal burdens intra-market competition (the competition among consumers of exchange data) because the FPGA Service will be available to any customer under the same fee schedule as any other customer, and any market participant that wishes to purchase the FPGA Service can do so on a non-discriminatory basis.

C. Self-Regulatory Organization's Statement on Comments on the Proposed Rule Change Received From Members, Participants, or Others

No written comments were either solicited or received.

III. Date of Effectiveness of the Proposed Rule Change and Timing for Commission Action

The foregoing rule change has become effective pursuant to Section 19(b)(3)(A)(ii) of the Act.²⁰ At any time within 60 days of the filing of the proposed rule change, the Commission summarily may temporarily suspend such rule change if it appears to the Commission that such action is: (i) necessary or appropriate in the public interest; (ii) for the protection of investors; or (iii) otherwise in furtherance of the purposes of the Act. If the Commission takes such action, the Commission shall institute proceedings

to determine whether the proposed rule should be approved or disapproved.

IV. Solicitation of Comments

Interested persons are invited to submit written data, views and arguments concerning the foregoing, including whether the proposed rule change is consistent with the Act. Comments may be submitted by any of the following methods:

Electronic Comments

- Use the Commission's internet comment form (<https://www.sec.gov/rules/sro.shtml>); or
- Send an email to rule-comments@sec.gov. Please include file number SR-ISE-2025-28 on the subject line.

Paper Comments

- Send paper comments in triplicate to Secretary, Securities and Exchange Commission, 100 F Street NE, Washington, DC 20549-1090.

All submissions should refer to file number SR-ISE-2025-28. This file number should be included on the subject line if email is used. To help the Commission process and review your comments more efficiently, please use only one method. The Commission will post all comments on the Commission's internet website (<https://www.sec.gov/rules/sro.shtml>). Copies of the filing will be available for inspection and copying at the principal office of the Exchange. Do not include personal identifiable information in submissions; you should submit only information that you wish to make available publicly. We may redact in part or withhold entirely from publication submitted material that is obscene or subject to copyright protection. All submissions should refer to file number SR-ISE-2025-28 and should be submitted on or before October 21, 2025.

For the Commission, by the Division of Trading and Markets, pursuant to delegated authority.²¹

Sherry R. Haywood,

Assistant Secretary.

[FR Doc. 2025-18966 Filed 9-29-25; 8:45 am]

BILLING CODE 8011-01-P

SECURITIES AND EXCHANGE COMMISSION

[Release No. 34-104088; File No. SR-NSCC-2025-014]

Self-Regulatory Organizations; National Securities Clearing Corporation; Notice of Filing and Immediate Effectiveness of Proposed Rule Change To Amend NSCC Rule 22 (Suspension of Rules)

September 26, 2025.

Pursuant to Section 19(b)(1) of the Securities Exchange Act of 1934 ("Act")¹ and Rule 19b-4 thereunder,² notice is hereby given that on September 25, 2025, National Securities Clearing Corporation ("NSCC") filed with the Securities and Exchange Commission ("Commission") the proposed rule change as described in Items I, II and III below, which Items have been prepared by the clearing agency. NSCC filed the proposed rule change pursuant to Section 19(b)(3)(A) of the Act³ and Rule 19b-4(f)(6) thereunder.⁴ The Commission is publishing this notice to solicit comments on the proposed rule change from interested persons.

I. Clearing Agency's Statement of the Terms of Substance of the Proposed Rule Change

The proposed rule change would amend Rule 22 (Suspension of Rules) of the NSCC Rules.⁵ NSCC's two affiliate clearing agencies, The Depository Trust Company ("DTC") and Fixed Income Clearing Corporation ("FICC," and together with DTC and NSCC, the "Clearing Agencies" or "Clearing Agency")⁶ will each file with the Commission substantively similar proposals to amend their corresponding rules: Rule 42 of the FICC Government Securities Division ("GSD") Rulebook ("GSD Rules") and Rule 18 of the Rules, By-Laws, Organization Certificate of DTC ("DTC Rules") (collectively with NSCC Rule 22, the "Waiver Rules").⁷ A

¹ 15 U.S.C. 78s(b)(1).

² 17 CFR 240.19b-4.

³ 15 U.S.C. 78s(b)(3)(A).

⁴ 17 CFR 240.19b-4(f)(6).

⁵ Capitalized terms not otherwise defined herein are defined in the NSCC Rules & Procedures ("NSCC Rules"), available at www.dtcc.com/legal/rules-and-procedures.

⁶ The Clearing Agencies are each a subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC operates on a shared service model with respect to the Clearing Agencies. Most corporate functions are established and managed on an enterprise-wide basis pursuant to intercompany agreements under which it is generally DTCC that provides relevant services to the Clearing Agencies.

⁷ Each Waiver Rule is publicly available in the respective rules of the applicable Clearing Agency

²⁰ 15 U.S.C. 78s(b)(3)(A)(ii).

²¹ 17 CFR 200.30-3(a)(12).

substantially similar proposal to amend Rule 33 of the FICC Mortgage-Backed Securities Division (“MBSD”) Clearing Rules (“MBSD Rules”) was already filed with the Commission and implemented by FICC.⁸

II. Clearing Agency’s Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change

In its filing with the Commission, the clearing agency included statements concerning the purpose of and basis for the proposed rule change and discussed any comments it received on the proposed rule change. The text of these statements may be examined at the places specified in Item IV below. The clearing agency has prepared summaries, set forth in sections A, B, and C below, of the most significant aspects of such statements.

(A) Clearing Agency’s Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change

1. Purpose

The proposed rule change would amend Rule 22 (Suspension of Rules) of the NSCC Rules. The Clearing Agencies will each file with the Commission substantively similar proposals to amend their corresponding Waiver Rules. A substantially similar proposal to amend MBSD Rule 33 was already filed with the Commission and implemented by FICC.

Specifically, the proposed amendments to NSCC Rule 22 would (i) establish “reasonable and appropriate” as the new standard for when an extension, waiver or suspension may occur; (ii) require action under the rule to be in consideration of NSCC’s obligations as a clearing agency; (iii) be more clear and concise about who may authorize action under the rule; and (iv) make technical, ministerial, and other conforming and clarifying changes.

(i) Background

NSCC Rule 22 authorizes NSCC, in general, to extend, waive, or suspend an NSCC Rule, Procedure or regulation issued by NSCC. Under the current rule, any extension, waiver, or suspension must be (A) necessary or expedient and (B) requires a written report of such extension, waiver, or suspension (other than an extension of time of less than eight hours), stating the pertinent facts, the identity of the person or persons who authorized such extension, waiver

at <https://www.dtcc.com/legal/rules-and-procedures>.

⁸ See Securities Exchange Act Release No. 103584 (July 30, 2025), 90 FR 36492 (Aug. 4, 2025) (SR-FICC-2025-016).

or suspension and the reason such extension, waiver or suspension was deemed necessary or expedient. The report must then be promptly made and filed with NSCC’s corporate records and available for inspection during regular business hours on Business Days.

(ii) Proposed Amendments to NSCC Rule 22

The proposed changes would harmonize the language, purpose, and governance of NSCC Rule 22 with the equivalent Waiver Rule of MBSD Rule 33,⁹ and the similarly proposed changes to the Waiver Rules of DTC Rule 18¹⁰ and GSD Rule 42.¹¹ Specifically, the proposed amendments to NSCC Rule 22 would (i) establish “reasonable and appropriate” as the new standard for when an extension, waiver or suspension may occur; (ii) require action under the rule to be in consideration of NSCC’s obligations as a clearing agency; (iii) be more clear and concise about who may authorize action under the rule; and (iv) make technical, ministerial, and other conforming and clarifying changes.

NSCC proposes to eliminate the requirement that an extension, waiver, or suspension authorized under NSCC Rule 22 must be “necessary or expedient.” Instead, the proposed changes establish “reasonable and appropriate” as the applicable standard, which NSCC believes is a clearer and more relevant standard for the actions to be taken under the rule. Moreover, NSCC proposes to provide some general guidance as to when the rule may need to be invoked: to prevent, correct, mitigate or otherwise address an event or situation that, if left unaddressed, could result in a failure to satisfy a requirement of the NSCC Rules, the Procedures or regulations issued by NSCC. Similarly, the proposed rule change clarifies that such authority may not be used to circumvent NSCC’s regulatory obligations provided under NSCC Rule 60 (Market Disruption and Force Majeure) in the event of a Market Disruption.

In determining whether to exercise the authority provided by the proposed changes to NSCC Rule 22, the proposed rule text would require NSCC to consider its obligation to facilitate the prompt and accurate clearance and settlement of securities transactions; to

⁹ MBSD Rules, available at https://www.dtcc.com/~media/Files/Downloads/legal/rules/ficc_gov_rules.pdf.

¹⁰ DTC Rules, available at https://www.dtcc.com/~media/Files/Downloads/legal/rules/dtc_rules.pdf.

¹¹ GSD Rules, available at https://www.dtcc.com/~media/Files/Downloads/legal/rules/ficc_gov_rules.pdf.

safeguard securities and funds which are in its custody or control; and, in general, to protect investors and the public interest. Examples of the types of actions that may be considered reasonable and appropriate include, but are not limited to, reversing fees assessed in connection with erroneous activity resulting from misunderstanding of established procedures; suspension or extension of margin calculations due to system disruptions; and temporary suspension of physical processing. Note, though, any extension, waiver or suspension under the proposed changes to NSCC Rule 22 could not be a permanent action, nor would the rule permit extension, waiver or suspension of any regulatory obligations of NSCC.

Currently, NSCC Rule 22 states that action under the rule can be authorized by NSCC’s Board of Directors, the Chairman of the NSCC Board, the President, the General Counsel or any Managing Director. To be clearer and more concise about who can authorize action, particularly given changing Board and executive titles, NSCC proposes to modify the language to simply state that action can be authorized by the Board of Directors or by any Officer of the Corporation having a rank of Managing Director or higher.

The proposed rule change would also make technical, ministerial, and other conforming and clarifying changes, including updating the title of NSCC Rule 22 to “Extension, Waiver or Suspension of Rules” and correct missing and defined terms.

This proposed harmonization is important to help ensure that NSCC, DTC and both FICC divisions can reasonably, appropriately, and consistently manage situations that may apply across multiple divisions, Clearing Agencies, or common members.

2. Statutory Basis

Section 17A(b)(3)(F) of the Act requires that the rules of the clearing agency be designed, *inter alia*, to assure the safeguarding of securities and funds which are in the custody or control of the clearing agency or for which it is responsible.¹² NSCC believes that the proposed rule change is consistent with the Section 17A(b)(3)(F) of the Act, as cited above.

As described above, the proposed rule change would (i) establish “reasonable and appropriate” as the new standard for when an extension, waiver or suspension may occur; (ii) require action under the rule to be in

¹² 15 U.S.C. 78q-1(b)(3)(F).

consideration of NSCC's obligations as a clearing agency; (iii) be more clear and concise about who may authorize action under the rule; and (iv) make technical, ministerial, and other conforming and clarifying changes.

The proposed rule change would help ensure that NSCC is able to respond reasonably, appropriately, and effectively to situations that may require an extension, waiver, or suspension of an NSCC Rule, Procedure or regulation issued by NSCC. The proposed changes also enable NSCC to respond to such situations in the same way that DTC, GSD, and MBSD can respond under their respective Waiver Rules and under the same governance structure. Specifically, replacing the current "necessary or expedient" standard with a clearer and more intuitive "reasonable and appropriate" standard would enhance transparency and consistency of actions taken under the rule. Clarifying who may authorize action under the rule helps ensure that the individuals with appropriate authority are clearly and efficiently identified, which strengthens governance and accountability. Finally, the proposed technical and confirming changes improve clarity and consistency within the rule.

Therefore, by improving the function and clarity of NSCC Rule 22, NSCC believes the proposed rule change would help to assure the safeguarding of securities and funds which are in the custody or control of NSCC or for which it is responsible, consistent with the requirements of the Act, in particular Section 17A(b)(3)(F) of the Act, cited above.

(B) Clearing Agency's Statement on Burden on Competition

NSCC does not believe that the proposed rule change will have any impact or impose any burden on competition because, as described above, the proposed changes would not affect the rights and obligations of the NSCC membership. Rather, the proposed changes are limited to clarifying the standard and conditions under which NSCC may extend, waive, or suspend the NSCC Rules, Procedures or regulations issued by NSCC, while also making technical and ministerial edits. These proposed changes would not inhibit access to NSCC's services or disadvantage or favor any particular Member in relationship to another Member. As such, NSCC believes the proposed rule change would not have any impact on competition.

(C) Clearing Agency's Statement on Comments on the Proposed Rule Change Received From Members, Participants, or Others

NSCC has not received or solicited any written comments relating to this proposal. If any written comments are received, NSCC will amend this filing to publicly file such comments as an Exhibit 2 to this filing, as required by Form 19b-4 and the General Instructions thereto.

Persons submitting written comments are cautioned that, according to Section IV (Solicitation of Comments) of the Exhibit 1A in the General Instructions to Form 19b-4, the Commission does not edit personal identifying information from comment submissions. Commenters should submit only information that they wish to make available publicly, including their name, email address, and any other identifying information.

All prospective commenters should follow the Commission's instructions on *How to Submit Comments*, available at <https://www.sec.gov/regulatory-actions/how-to-submit-comments>. General questions regarding the rule filing process or logistical questions regarding this filing should be directed to the Main Office of the Commission's Division of Trading and Markets at tradingandmarkets@sec.gov or 202-551-5777.

NSCC reserves the right to not respond to any comments received.

III. Date of Effectiveness of the Proposed Rule Change, and Timing for Commission Action

Because the foregoing proposed rule change does not:

- (i) significantly affect the protection of investors or the public interest;
- (ii) impose any significant burden on competition; and
- (iii) become operative for 30 days from the date on which it was filed, or such shorter time as the Commission may designate, it has become effective pursuant to Section 19(b)(3)(A) of the Act¹³ and Rule 19b-4(f)(6) thereunder.¹⁴

At any time within 60 days of the filing of the proposed rule change, the Commission summarily may temporarily suspend such rule change if it appears to the Commission that such action is necessary or appropriate in the public interest, for the protection of investors, or otherwise in furtherance of the purposes of the Act.

¹³ 15 U.S.C. 78s(b)(3)(A).

¹⁴ 17 CFR 240.19b-4(f)(6).

IV. Solicitation of Comments

Interested persons are invited to submit written data, views and arguments concerning the foregoing, including whether the proposed rule change is consistent with the Act. Comments may be submitted by any of the following methods:

Electronic Comments

- Use the Commission's internet comment form (<https://www.sec.gov/rules-regulations/self-regulatory-organization-rulemaking>); or
- Send an email to rule-comments@sec.gov. Please include File Number SR-NSCC-2025-014 on the subject line.

Paper Comments

- Send paper comments in triplicate to Secretary, Securities and Exchange Commission, 100 F Street NE, Washington, DC 20549.

All submissions should refer to File Number SR-NSCC-2025-014. This file number should be included on the subject line if email is used. To help the Commission process and review your comments more efficiently, please use only one method. The Commission will post all comments on the Commission's internet website (<https://www.sec.gov/rules-regulations/self-regulatory-organization-rulemaking>). Copies of the filing will be available for inspection and copying at the principal office of NSCC and on DTCC's website (www.dtcc.com/legal/sec-rule-filings). Do not include personal identifiable information in submissions; you should submit only information that you wish to make available publicly. We may redact in part or withhold entirely from publication submitted material that is obscene or subject to copyright protection. All submissions should refer to File Number SR-NSCC-2025-014 and should be submitted on or before October 21, 2025.

For the Commission, by the Division of Trading and Markets, pursuant to delegated authority.¹⁵

Sherry R. Haywood,

Assistant Secretary.

[FR Doc. 2025-19064 Filed 9-29-25; 8:45 am]

BILLING CODE 8011-01-P

¹⁵ 17 CFR 200.30-3(a)(12).