

MEMO# 4737

April 27, 1993

1. NETWORKING AGREEMENT 2. "NO LIEN" ACKNOWLEDGEMENT LETTERS

April 27, 1993 TO: BROKER/DEALER ADVISORY COMMITTEE NO. 15-93 NETWORKING PARTICIPANTS RE: 1. NETWORKING AGREEMENT 2. "NO LIEN" ACKNOWLEDGEMENT LETTERS _____ Enclosed for your information and use is a copy of the standard NETWORKING Agreement along with a memorandum transmitting the Agreement to the Institute's operations members. The memorandum explains a number of non-substantive revisions to the prior version of the Agreement that were suggested by committee members and the National Securities Clearing Corporation (NSCC) to clarify certain provisions. (A marked copy of the Agreement showing these changes is also enclosed.) The memorandum also notes that NETWORKING participants may now file an executed copy of the Agreement with NSCC. NSCC has agreed to accept executed copies of the Agreement and report to NETWORKING participants the identity of funds and brokers who have signed and filed the Agreement. Also enclosed for your information is a memorandum to the Institute's Operations members regarding a requirement of the New York Stock Exchange that its members obtain letters from funds acknowledging there are no liens against uncertificated mutual fund shares carried by the broker/dealer for the account of customers. The memorandum notes that a provision of the enclosed standard NETWORKING Agreement may satisfy the acknowledgement letter requirement. We will keep you informed of significant developments. Donald J. Boteler
Assistant Vice President - Operations Enclosures