

line with those of other markets. The fees are effective on settlement date May 1, 1995.

2. Statutory Basis

The proposed rule change is consistent with Section 6(b) of the Act in general and furthers the objectives of Section 6(b)(5) in that it is designed to protect investors and the public interest.

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

The fee change will impose no burden on competition.

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

No written comments were solicited or received with respect to the fee change.

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

The foregoing rule change establishes or changes a due, fee, or other charge imposed by the Exchange and, therefore, has become effective pursuant to Section 19(b)(3)(A) of the Act and subparagraph (e) of Rule 19b-4 thereunder. At any time within 60 days of the filing of such proposed rule change, the Commission may summarily abrogate 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.

IV. Solicitation of Comments

Interested persons are invited to submit written data, views, and arguments concerning the foregoing. Persons making written submissions should file six copies thereof with the Secretary, Securities and Exchange Commission, 450 Fifth Street NW., Washington, DC 20549. Copies of the submission, all subsequent amendments, all written statements with respect to the proposed rule change that are filed with the Commission, and all written communications relating to the proposed rule change between the Commission and any person, other than those that may be withheld from the public in accordance with the provisions of 5 U.S.C. 552, will be

issues, and provides to all users (members of the Exchange or Approved Dealers) through the National Securities Trading System, during Exchange trading hours, regular bids and offers for round lots of designated issues for which he is registered. See CSE Rule 11.9(a)(4).

available for inspection and copying at the Commission's Public Reference Section, 450 Fifth Street NW., Washington, DC 20549. Copies of such filing will also be available for inspection and copying at the principal office of the Exchange. All submissions should refer to File No. SR-CSE-95-05 and should be submitted by May 31, 1995.

For the Commission, by the Division of Market Regulation, pursuant to delegated authority.

Margaret H. McFarland,
Deputy Secretary.

[FR Doc. 95-11446 Filed 5-9-95; 8:45 am]

BILLING CODE 8010-01-M

[Release No. 35-35656; File No. SR-MSTC-95-06]

Self-Regulatory Organizations; Midwest Securities Trust Company; Notice of Filing and Order Granting Accelerated Approval of Proposed Rule Change Relating to the Expansion of an Interface With the Depository Trust Company's Interactive Institutional Delivery System

April 28, 1995.

Pursuant to Section 19(b)(1) of the Securities and Exchange Act of 1934 ("Act"),¹ notice is hereby given that on April 6, 1995, the Midwest Securities Trust Company ("MSTC") filed with the Securities and Exchange Commission ("Commission") the proposed rule change (File No. SR-MSTC-95-06) as described in Items I and II below, which items have been prepared primarily by MSTC. The Commission is publishing this notice and order to solicit comments on the proposed rule change from interested persons and to grant accelerated approval of the proposed rule change.

I. Self-Regulatory Organization's Statement of the Terms of Substance of the Proposed Rule Change

MSTC proposes to expand its interface with The Depository Trust Company's ("DTC") Interactive Institutional Delivery ("IID") system to include an interactive inquiry and affirmation capability and to facilitate access to DTC's standing instruction database ("SID").

II. Self-Regulatory Organization's Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change

In its filing with the Commission, MSTC 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 self-regulatory organization has prepared summaries, set forth in sections (A), (B), and (C) below, of the most significant aspects of such statements.²

(A) Self-Regulatory Organization's Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change

MSTC proposes to make certain changes to its National Institutional Delivery System ("NIDS") to comply with the accelerated settlement cycle mandated by Commission Rule 15c6-1³ and to provide uniformity in depository processing for institutional trade recording and settlement. To accomplish those goals, MSTC is expanding its interface with DTC's IID system to include an interactive inquiry and affirmation capability and to facilitate access to DTC's SID. As a result, MSTC's NIDS system also will be known as the Interactive Institutional Delivery System.

Currently, MSTC provides its own screens and functions; however, through the new on-line interface, MSTC will provide its participants with DTC's functions and screens. For example, the current MSTC National Institutional Delivery Affirmation ("NIDA") function for affirmation input will be replaced by the IID system's affirmation function menu ("IDAA"). The IDAA function is currently part of DTC's IID system and MSTC intends to use this function to replace the current end of day transmission of data accumulated via the NIDA screen. The IDAA function will provide MSTC participants with on-line access to the following trade affirmation processing options: (1) Affirm all trades, (2) affirm all trades with exemptions, (3) affirm individual trade, and (4) individual exceptions.

DTC's Institutional Delivery Global Inquiry Menu, ("IDGI") function also will be made available to MSTC participants through MSTC's on-line interface with DTC's IID system. The IDGI function will provide on-line inquiry capability on the following data, most of which was previously available in hard copy reports: (1) Single trade

² The Commission has modified the text of the summaries prepared by MSTC.

³ Securities and Exchange Act Release No. 33023 (October 6, 1993), 58 FR 52891 (adoption of Rule 15c6-1). Rule 15c6-1 will be effective June 7, 1995. Securities Exchange Act Release No. 34952 (November 9, 1994), 59 FR 59137 (changing the effective date of Rule 15c6-1).

¹ 15 U.S.C. 73s(b)(1) (1988).

detail, (2) change of security eligibility, (3) settlement date inquiry, (4) trade data inquiry, and (5) batch trade summary. As result of MSTC use of the IDGI and IDAA functions, MSTC will discontinue the following hard-copy reports: (1) 10 T+3 Unaffirmed Report, (2) T+4 Unaffirmed Report, and (3) T+4 Cumulative Eligible Trade Report. The following reports and contracts will be produced three times daily instead of

once a day: (1) Broker Trade Error Report, (2) Confirmed trades, (3) Affirmed Trades, and (4) Unaffirmed Trades. A change of Eligibility Report⁴ will be produced once at the end of the day.

Multiple intraday transmissions of trade data submitted via the IIDT screen will replace the current practice of once at the end of the day transmission of data submitted via the NIDT screen.⁵ All

on-line IID input and inquiry screens will be available until 8:00 p.m. central time "CT"). Also, the current cut-off times of 5:00 p.m. CT for affirmation input via file transfer, 8:00 p.m. CT for trade input via terminal, and 10:30 p.m. CT for trade input via file transfer to receive affirmation/confirmation output at 7:00 a.m. CT the next day will be changed to the following input/output schedule:

Trade input cut-off	Confirm output	Affirm input cut-off (FTS)
10:30 a.m. on Trade date (T)	12:00 noon on Trade date (T)	1:00 p.m. on Trade date (T).
12:30 p.m. on Trade date (T)	2:00 p.m. on Trade date (T)	3:00 p.m. on Trade date (T).
3:30 a.m. on Trade date plus one (T+1)	5:00 a.m. on Trade date plus one (T+1)	6:00 a.m. on Trade date plus one (T+1).

Upon the effective date of Rule 15c6-1 requiring settlement of most trades on trade date plus three ("T+3"), the affirmation cut-off time for automatic settlement of regular way trades will be accelerated from the close of business on T+3 to the close of business on T+1 will a correction affirmation period until 12:00 noon eastern time ("ET") on T+2. For all trades subject to a nonstandard settlement cycle, the stated cut-off time will be settlement data minus two ("S-2") with corrections until noon ET on S-1. Finally, Quality Control Reports will be adjusted to reflect the shortened settlement cycle and the revised cut-off times.

Under the proposal, when an affirmed confirmation is received by the established cut-off time, the new IID system automatically will create the book entry movement to settle the trade. Based on the revised input/output schedule, the IID system now has the potential to produce settlement transactions three times daily on the date of affirmation.

Finally, DTC's Standing Instruction Database ("SID") also will be available to MSTC participants through MSTC's on-line interface with DTC's IID system. The SID function will allow MSTC participants to utilize DTC's database to maintain customer account and

settlement information in a central repository. This is a new function not previously available to MSTC participants using NIDS and will be optional for MSTC participants. SID will only populate certain fields on the trade confirmation and will enable automatic affirmation through matching.⁶

MSTC believes that the proposed rule change is consistent with the requirements of Section 17A of the Act and the rules and regulations thereunder because the rule proposal will facilitate the prompt and accurate clearance and settlement of securities transactions.

(B) Self-Regulatory Organization's Statement on Burden on Competition

MSTC does not believe that the proposed rule change will have an impact on or impose a burden on competition.

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

No written comments have been solicited or received. MSTC will notify the Commission of any written comments received by MSTC.

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

Section 17A(b)(3)F⁷ of the Act requires the rules of a clearing agency be designed to foster cooperation and coordination with persons engaged in the clearance and settlement of securities transactions. The Commission believes that MSTC's proposal to expand its interface with DTC's IID System should help cooperation and coordination because the proposal will enable MSTC participants to utilize DTC's IID system's interactive inquiry and affirmation capability and to access DTC's SID. The proposal also will provide uniformity in depository processing of institutional trade recording and settlement and should help MSTC participants to settle institutional trades in a T+3 settlement cycle.

MSTC has requested that the Commission find good cause for approving the proposed rule change prior to the thirtieth day after the date of publication of notice of the filing. The Commission finds good cause for so approving the proposed rule change because timely settlement of institutional trades is critical to the successful conversion to T+3, and accelerated approval will allow MSTC

⁴ Eligibility refers to depository eligibility of securities.

⁵ MSTC's current trade input screen ("NIDT") will be replaced with MSTC's revised IID Trade Input screen ("IIDT"). Filed changes have been made to both terminal and file transfer trade input layouts to achieve compatibility with the DTC IID system. Changes to existing fields on the trade input screen have been made to allow for additional edits and expanded fields. The following fields have been deleted: (1) ISIN—international security identification number, (2) CD—international check digit, and (3) CORSP IND—Correspondent. The following fields have been added: (1) SIDIND—Bypass SID indicated, (2) SET LOC—Settlement Location, (3) ORG CONF—Original Broker Confirm Number, and (4) FED Factor—Amortized/Accredited Factor.

The following new fields will be defaulted and will be included on the file transmission submitted to DTC for process but will not be populated on the revised IIDT trade input screen: (1) Split Currency Indicator—Default to No., (2) Quality Control Exempt—Default to be (i.e., transaction will be included in reporting of member firm confirmation and affirmation rates), (3) Security Numbering System—Default to US=CUSIP, (4) Alternate Currently Conversion Rate—Default to zero, (5) Alternate Currency ISO Code—Default to CUR CD value (i.e., field currently provides default to zero value but will permit default to alternative currently values) and (6) Alternate Currency—Default to zero net amount.

⁶ As described in the Commission order approving DTC's overall concept of an enhanced IID system, the matching option is intended to serve as

an alternative to the current confirmation and affirmation processing in the IID system. The matching feature will match trade data received from the broker-dealer with institution instructions received from the institution. The results of the matching will be reported through the distribution of output reports to the broker-dealer, the agent, and the institution. Securities Exchange Act Release No. 33466 (January 12, 1994), 59 FR 3139 [File No. SR-DTC-93-07]. At present, however, matching is not available through the enhanced IID system, and DTC has not yet filed a proposed rule change with the Commission seeking approval of the matching option.

⁷ 15 U.S.C. 78q-1(b)(3)(F) (1988).

participants to become familiar with and utilize the new functions available through MSTC's expanded interface with DTC's IID system prior to the implementation of T+3 settlement.

IV. Solicitation of Comments

Interested persons are invited to submit written data, views, and arguments concerning the foregoing. Persons making written submission should file six copies thereof with the Secretary, Securities and Exchange Commission, 450 Fifth Street NW., Washington, DC 20549. Copies of the submissions, all subsequent amendments, all written statements with respect to the proposed rule change that are filed with the Commission, and all written communications relating to the proposed rule change between the Commission and any person, other than those that may be withheld from the public in accordance with the provisions of 5 U.S.C. 552, will be available for inspection and copying in the Commission's Public Reference Section, 450 5th Street NW., Washington, DC 20549. Copies of such filings will also be available for inspection and copying at the principal office of MSTC. All submissions should refer to the file number SR-MSTC-95-06 and should be submitted by May 31, 1995.

It is therefore ordered, pursuant to Section 19(b)(2) of the Act, that the proposed rule change (File No. SR-MSTC-95-06) be, and hereby is, approved.

For the Commission by the Division of Market Regulation, pursuant to delegated authority.⁸

Margaret H. McFarland,

Deputy Secretary.

[FR Doc. 95-11442 Filed 5-9-95; 8:45 am]

BILLING CODE 8010-01-M

[Release No. 34-35673; File No. SR-PHLX-95-24]

Self-Regulatory Organizations; Notice of Filing and Immediate Effectiveness of Proposed Rule Change by the Philadelphia Stock Exchange, Inc., Relating to the Modification of the Dress Code

May 4, 1995.

Pursuant to Section 19(b)(1) of the Securities Exchange Act of 1934 ("Act"), 15 U.S.C. 78s(b)(1), notice is hereby given that on May 1, 1995, the Philadelphia Stock Exchange, Inc. ("PHLX" or "Exchange") filed with the

Securities and Exchange Commission ("SEC" or "Commission") the proposed rule change as described in Items I, II and III below, which Items have been prepared by the self-regulatory organization.¹ The Commission is publishing this notice to solicit comments on the proposed rule change from interested persons.

I. Self-Regulatory Organization's Statement of the Terms of Substance of the Proposed Rule Change

PHLX Regulation 6, "Dress," which was adopted pursuant to Exchange Rule 60, "Assessments for Breach of Regulations," is a regulation of order and decorum applicable to all three trading floors on the Exchange (equity, foreign currency option ("FCO"), and equity option/index option). The PHLX proposes to amend PHLX Regulation 6 to update the Exchange's dress code and allow the appropriate floor standing committee² to waive the Exchange's dress code for a specific period of time. Specifically, the PHLX proposes to amend PHLX Regulation 6 to: (1) Prohibit members from wearing clothing with words or pictures that detract from a professional atmosphere; (2) allow the appropriate floor committee to determine whether males must wear dress shirts with collars and neckties; (3) prohibit members from wearing golf, polo, or T-shirts, shorts, sweats, sandals, and any shoes that are dirty, frayed, faded, or torn; and (4) remove the provision prohibiting members from wearing denim garments, other than blue jeans.

The text of the proposed rule change is available at the Office of the Secretary, PHLX, and at the Commission.

¹ On May 4, 1995, the PHLX clarified its proposal by eliminating references to tie-dyed clothing and sneakers, which, under the proposal, are no longer specifically prohibited. The clarification makes the PHLX's description of its proposal consistent with the text of the proposed rule change. See Letter from Edith Hallahan, Special Counsel, Regulatory Services, PHLX, to Michael Walinkas, Branch Chief, Office of Market Supervision, Division of Market Regulation, Commission, dated May 4, 1995.

² Under Exchange By-Law 10-15, "Floor Procedure Committee," the Exchange's Floor Procedures Committee supervises the dealings of PHLX members on the equity trading floor. Under Exchange By-Law 10-16, "FCO Committee," the PHLX's FCO Committee supervises the dealings of Exchange members on the FCO trading floor. Under Exchange By-Law 10-18, "Options Committee," the Exchange's Options Committee supervises PHLX members on the equity and index option trading floor.

II. Self-Regulatory Organization's Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change

In its filing with the Commission, the self-regulatory organization 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 self-regulatory organization has prepared summaries, set forth in sections (A), (B), and (C) below, of the most significant aspects of such statements.

(A) Self-Regulatory Organization's Statement of the Purpose of, and Statutory Basis for, the Proposed Rule Change

The purpose of the proposal is to amend PHLX Regulation 6 to update the dress code to eliminate outdated terms and reflect changes in acceptable types of dress. For example, under the proposal, sneakers and denim garments, other than blue jeans, are no longer expressly prohibited. However, the proposal expressly prohibits golf, polo, and T-shirts, shorts, sweats, and sandals, as well as words or pictures on clothing that draw excessive attention or detract from a professional atmosphere. Regulation 6 continues to prohibit clothing that is dirty, frayed, torn, or attracts excessive attention.

Under the proposal, males will no longer necessarily be required to wear ties; the applicable floor standing committee will determine whether ties are required on that particular trading floor. With respect to acceptable footwear, although sandals are still prohibited, sneakers (running/gym shoes) are permitted. The Exchange believes that the proposed changes continue to establish a reasonable dress code subject to objective enforcement.

The PHLX states that the proposed amendments are also designed to incorporate a waiver provision into Regulation 6. Specifically, the chairperson of the standing floor committee (the Options Committee, the Floor Procedure Committee, or the FCO Committee) or his designee may waive any part of the dress code for a specified period of time. The purpose of this change is to permit flexibility in the dress code when deemed necessary by the floor committee chairperson. For example, severe weather conditions may warrant relaxing the dress code until the conditions abate. The Exchange states that it will provide prior notice to the trading floor of any such waiver or

⁸ 17 CFR 200.30-3(a)(12) (1994).