

U.S. Stock Investing & Impact of Accelerated Settlement

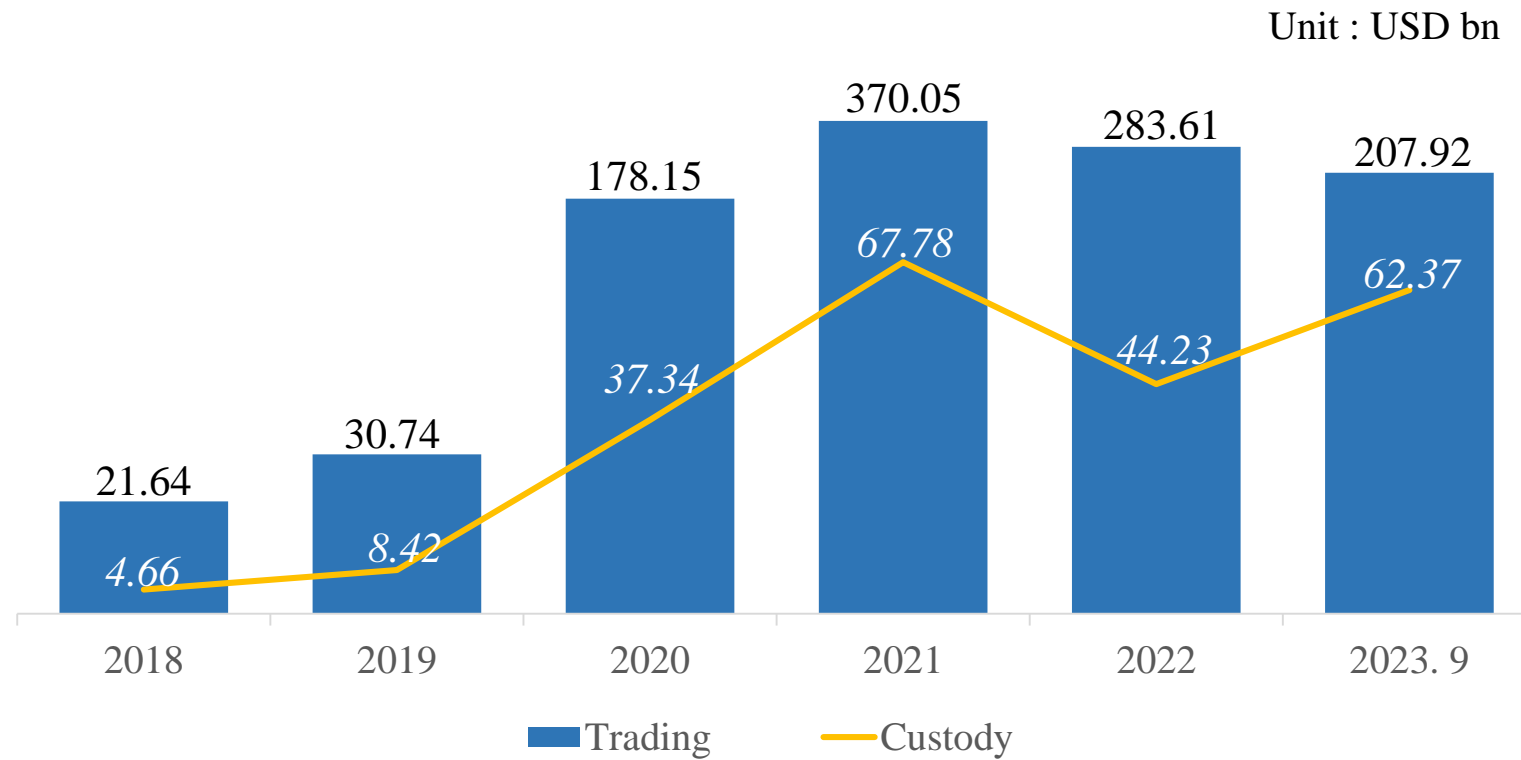
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Talking Points of the Day

- 1. U.S. stock fever**
- 2. Connecting to the U.S. stock market**
- 3. Bracing for T+1 impact**

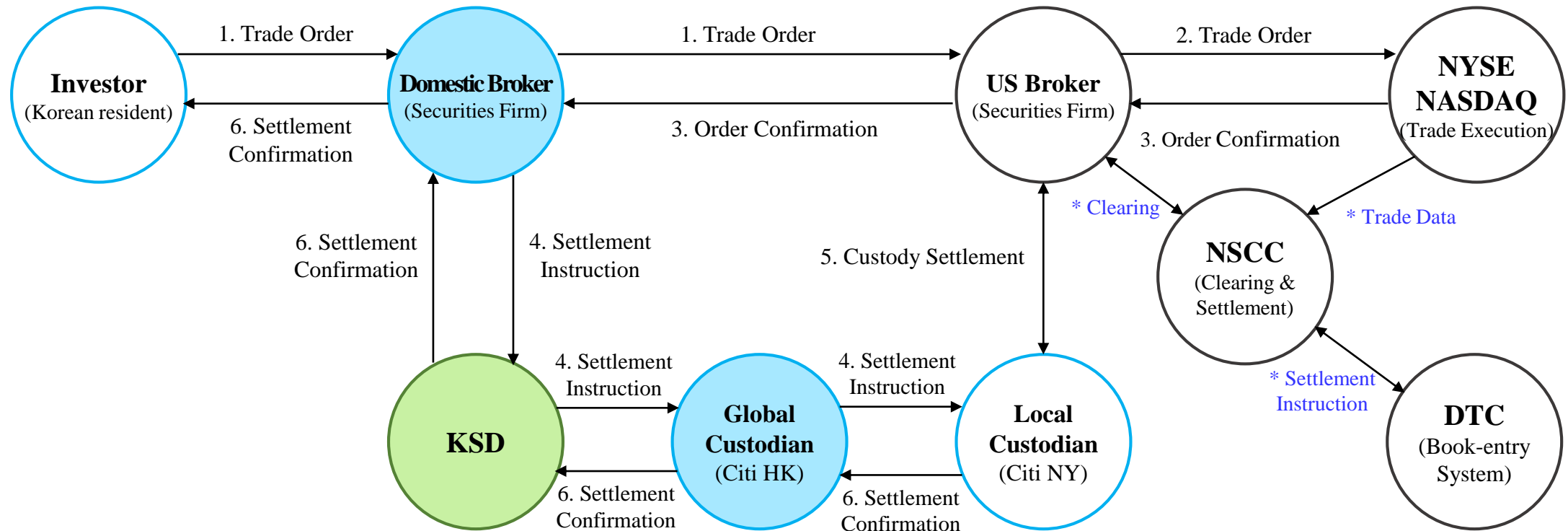
1. U.S. Stock Fever

< US Stock Trading and Custody Volume by Korean Residents (2018~September 2023) >



2. Connecting with the U.S. Stock Market

< Global Custody and Settlement Service for US Stock Investing >



3. T+1 Impact

< **U.S. Settlement Processing Times (T+2 vs T+1)** >

T+2 Settlement	T						T+1						T+2					
	4	8	12	16	20	24	4	8	12	16	20	24	4	8	12	16	20	24
① Trading Hours (investors & brokers)			09:30~															
② Enter Settlement Instruction (brokers → KSD)							T 21:00 ~ T+2 04:00											
③ Send Settlement Instruction (KSD → Citibank)							T 22:00 ~ T+2 04:40											
③ Settlement Instruction Processing (Citibank → DTCC)							T 22:00 ~ T+2 15:00											
⑤ Night-Cycle Settlement													20:30~					
⑥ Day-Cycle Settlement													T+1 23:30 ~					
⑦ Send Settlement Completed (Citibank → KSD)																		18:00

Sufficient Time for Processing
* Affirmation Cutoff : T+1 23:00

T+1 Settlement	T						T+1					
	4	8	12	16	20	24	4	8	12	16	20	24
① Trading Hours (investors & brokers)			09:30~									
② Enter Settlement Instruction (brokers → KSD)											T 17:00~	
③ Send Settlement Instruction (KSD → Citibank)											T 17:30~	
③ Settlement Instruction Processing (Citibank → DTCC)											T 17:30 ~ T+1 15:00	
⑤ Night-Cycle Settlement												T+1 04:00
⑥ Day-Cycle Settlement												T+1 04:00
⑦ Send Settlement Completed (Citibank → KSD)												

Tight Schedule for Processing
* Same-day Affirmation (SDA)!

3. T+1 Impact

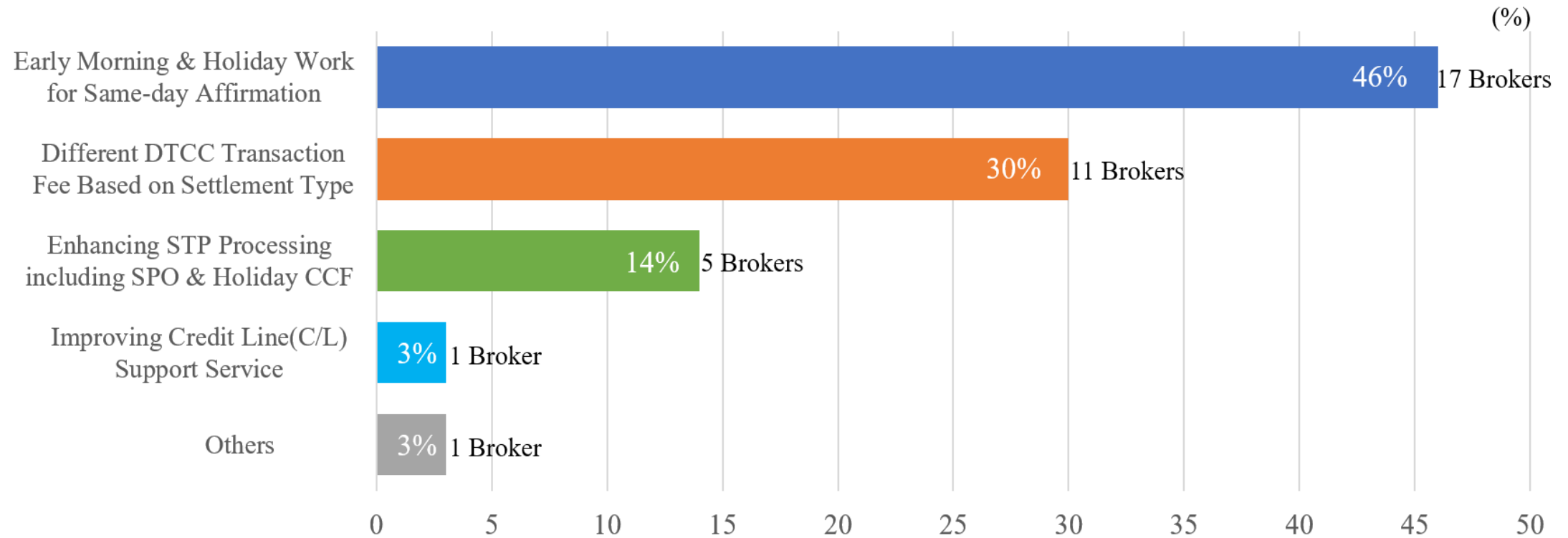
< The Compressed Time Frame for SI Processing (1-hour Window) >

T+1 Settlement	T						T+1					
	4	8	12	16	20	24	4	8	12	16	20	24
① Trading Hours (investors & brokers)				09:30~								
② Enter Settlement Instruction (brokers → KSD)						T 17:00~ T+1 04:00						
③ Send Settlement Instruction (KSD → Citibank)						T 17:30~ T+1 04:00						
③ Settlement Instruction Processing (Citibank → DTCC)						T 17:30 ~ T+1 15:00 * Affirmation C/O : T 21:00						
⑤ Night-Cycle Settlement						23:30 ~ 01:30						
⑥ Day-Cycle Settlement												
⑦ Send Settlement Completed (Citibank → KSD)											18:00	

Tight Schedule for Processing
* 9 p.m. on T (U.S.) = 10 a.m. on T+1 (Korea)

3. T+1 Impact

< Industry Response to T+1 >



Thank you

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