

MEMORANDUM

TO : ALL DEALER'S REPRESENTATIVES
 FROM : THE MANAGEMENT
 DATE : 20 MAY 2024
 SUBJECT : U.S. and Canada "T+1" Settlement Cycle.


Please be informed that The U.S. Securities and Exchange Commission ("Commission") and Canadian Capital Markets Association in Canada adopted rule amendments to shorten the standard settlement cycle transactions from two (2) business days after the trade date ("T+2") to one (1) business day after the trade date ("T+1").


For U.S. market, the effective T + 1 trade date starts from 28th May 2024.

For Canada market, the effective T + 1 trade date starts from 27th May 2024.

For both the U.S. and Canada markets, Friday 24th May 2024 will be the last T+2 trade date.

Please refer to the transition timeline below.

 Canada Settlement Cycle T + 1 Transition Timeline						
Friday 24th May 2024	Saturday 25th May 2024	Sunday 26th May 2024	Monday 27th May 2024	Tuesday 28th May 2024	Wednesday 29th May 2024	Thursday 30th May 2024
Last T+2 Trade Date	Conversion Weekend	Conversion Weekend	First T+1 Trade Date	Settlement Date	Trade and Settle T+1	Trade and Settle T+1

 U.S. Settlement Cycle T + 1 Transition Timeline						
Friday 24th May 2024	Saturday 25th May 2024	Sunday 26th May 2024	Monday 27th May 2024	Tuesday 28th May 2024	Wednesday 29th May 2024	Thursday 30th May 2024
Last T+2 Trade Date	Conversion Weekend	Conversion Weekend	U.S. Memorial Holiday	First T+1 Trade Date	Settlement Date	Trade and Settle T+1

In view of the above shortened settlement cycle, all payment for purchases in U.S. & Canadian securities must be made by 11.30am on T+1.

For payment not received within the said period, force selling will be initiated on T+2.

In line with the shortened settlement cycle from T+2 to T+1, contract amendment for these markets **WILL NO LONGER be supported.** This is because the contracts would have turned to due status and settlement with counter-parties are concluded.

Please be guided accordingly.

