

T+3 Settlement Timelines

FACT SHEET

The T+3 settlement cycle went live on 11 July 2016

On Market Settlement Timelines

Action	Timeline
Trade execution or allocation	T
Settlement order from CSD	T
Client instructions to CSDP	T+1 18:00
Broker cancellations or re-allocation	T+1 18:00
Client instructions to CSDP for re-allocation	T+1 18:00
CSDP commits	T+2 15:00
Margining (non-committed orders)	T+1 EOD
Reverse substitution	T+2 16:00
Broker SLB	T+2 16:00 to 18:00
SLB (loans)	S-1 13:00
Collateral withdrawals	S 15:30
Settlement Authority SLB	T+3 08:00 to 10:00
Failed trade or rolling settlement	T+3 10:00 to 12:00
Settlement	T+3
Settlement confirmations (MT54X)	T+3

Failed Management Process

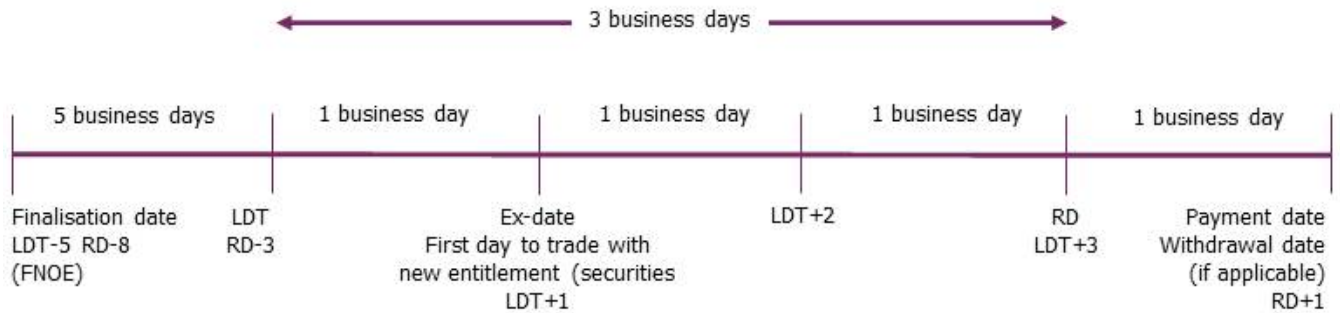
- > Deliver versus payment reverse substituted
- > Broker or JSE unable to source securities
- > JSE will notify the CSDP on order selected for fail
- > CSDP will send MT548 to client to advise
- > Broker and client will agree next settlement date or compensation
- > If securities are available the broker and client can agree to roll the trade

Off Market Settlement Timelines

Off Market Type	Timeline	Report	Commit
Off-market settlements	T+2	12:00	15:00
Off-market cancellation	EOD T+1		
Securities lending	S	13:00	15:00
SLB on RD	S	09:00	10:00
Account transfers	S	18:00	18:00
Portfolio moves	S	18:00	18:00

* These are the market deadlines. Your SLA will prescribe Outsourcing's cut-off times.

Timelines for Mandatory Corporate Action

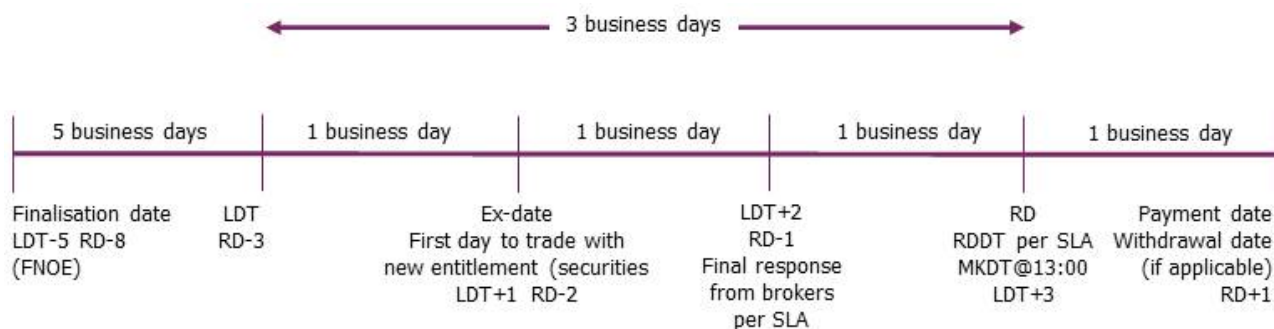


Notes

Ex Date	The first day from which trading excludes the right to participation in the current corporate action.
FNOE	Final notice of event.
LDT	Last day to trade i.e. the last day to trade in securities which are subject to a corporate action in order to ensure settlement on RD and to qualify for the entitlement and or participation.
Pay date	The date on which entitlements are expected as per market announcement.
RD	Record date on which eligible holdings are ascertained and entitlements calculated on such holdings. All affected parties will have to anticipate their holdings on RD by taking into account all unsettled trades concluded on or before LDT and are due to settle on or before RD. This will enable the clients to provide the banks with their elections by RDDT based on their anticipated holdings.

Timelines for Voluntary Elective Corporate Actions

The corporate action timeline mirrors a settlement cycle.



Notes

Ex Date	The first day from which trading excludes the right to participation in the current corporate action.
FNOE	Final notice of event.
LDT	Last day to trade i.e. the last day to trade in securities which are subject to a corporate action in order to ensure settlement on RD and to qualify for the entitlement and or participation.
MKDT	Market deadline date.
Pay date	The date on which entitlements are expected as per market announcement.
RD	Record date on which eligible holdings are ascertained and entitlements calculated on such holdings. All affected parties will have to anticipate their holdings on RD by taking into account all unsettled trades concluded on or before LDT and are due to settle on or before RD. This will enable the clients to provide the banks with their elections by RDDT based on their anticipated holdings.
RDDT	The response deadline date is the final date and time for receipt of instructions

Finance Timelines

CSDP margin payments	09:00
Online payments	14:00
Letter payments to bank	13:00
Forex payments	10:00
PACS payments	14:00

Notes

- 1 PACS rejections will be processed the next day due to live payment cut-off time at 13:00.
- 2 If payment is made after 14:00, additional bank charges will apply.

Key Notes

- > To gain relief from withholding taxes, the beneficiary to the entitlement must make the required declaration
- > Currently Standard Rounding is applied to fractional entitlements i.e. entitlement is either rounded up or down depending on whether the fraction is less or greater than half. The market intends to round down and fractional entitlements will rank for cash residual payment.
- > We draw your attention to the fact that LDT changes to three business days before record date and therefore Ex Date will be two business days before record date. Record date will be the last business day of the week, normally a Friday, and therefore LDT and Ex Date will be on Tuesday and Wednesday respectively.

It should also be noted that the time to provide instructions for elective events has been reduced i.e. instructions are required by the response deadline (RDDT) 08:00 on record date.

- > Settlement teams must ensure that trade instructions are provided within reporting timelines to aid the computation of eligibility.
- > The nuances to event processing in the South African market must be borne in mind