

SETTLEMENT CYCLE SHORTENED TO T+1 IN THE USD AND CAD MARKETS (DTC)

QUESTIONS AND ANSWERS

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Questions and Answers (Q&A)

Q1 - Are the Securities borrowing and lending included within the scope of this project?

A1 – Yes, Securities lending is in scope when it applies to list of product as targeted by the DTC accelerated settlement process.

Q2 - If Crédit Agricole CIB does not plan to match Client on the client's chosen vendor solution how will Crédit Agricole CIB ensure timely affirmation and matching of Repo flow?

A2 – No, Repo are not in the scope, according the official list of products as communicated by DTC.

Note – List of products eligible to the T+1 settlement lag can be retrieved from:

<<https://www.dtcc.com/ust1/-/media/Files/PDFs/T2/T-1-Product-List>>

Q3 - Are OTC Equity Options included within the scope of this project?

A3 – OTC Equity Options are not in the scope of the new DTC accelerated settlement process – i.e. T+1.

However, exercises and assignments of options are expected to move to T+1 to align with the settlement of the underlying securities.

Note – List of products eligible to the T+1 settlement lag can be retrieved from:

<<https://www.dtcc.com/ust1/-/media/Files/PDFs/T2/T-1-Product-List>>

Q4 - Is Crédit Agricole CIB connected to Pirum?

A4 – No, Crédit Agricole CIB is not connected to Pirum. At this stage, Crédit Agricole CIB does not consider to be part of this Post Trade platform.

Q5 - Does Crédit Agricole CIB use the DTCC M2i (Match to Instruct) service?

A5 – Crédit Agricole CIB is working on enhancing and speeding-up its Settlement offer. DTC's M2I proposal is part of the study.

Q6 - Is it mandatory to have a TradeSuite ID?

A6 – No, this is not mandatory. The affirmation process wouldn't be any different for clients who don't wish to become self-affirming. However, Investor Managers need to create their own TradeSuite ID (TSID) to allow custodians to comply with the record keeping requirement 204-2. Thus, when IM gets its own TSID, its Custodian can still be the affirming party.

Note – Non US Clients can use their depository's TSID.

Q7 – Will different settlement lag be possible?

A7 – Yes, when the parties expressly agree on a different settlement date at the time of the transaction. DTC will then apply an extra back-office cost on both Client and Broker-Dealer legs as these two trades settle outside of the regular settlement process.

Q8 - For U.S. Securities that are both DTC and EuroClear eligible for settlement if we trade and agree to settle in EuroClear, will the trade be booked with T+2 settlement date?

A8 – Within Crédit Agricole CIB environment, any U.S. securities eligible to the DTC accelerated settlement process will be set to default to T+1. At the request of Crédit Agricole CIB's client, the settlement date will be adjusted to the EuroClear default settlement gap – i.e. T+2.

Q9 – Crédit Agricole CIB contacts details

A9 – Crédit Agricole CIB sets up an e-mail address dedicated to the SETTLEMENT CYCLE SHORTENED TO T+1 project, i.e. **CACIBt1project@Crédit Agricole CIB.com**

