

NYSE, NYSE MKT, NYSE ARCA: CHANGES RELATED TO THE SHORTENED SETTLEMENT CYCLE (T+2)

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MARKET NYSE, NYSE MKT, NYSE ARCA EQUITIES **SERVICE** TRADING

On March 22, 2017, the SEC adopted amendments to Rule 15c6-1(a) to shorten the standard settlement cycle from T+3 to T+2. In order to conform its rules to the amendments, the New York Stock Exchange LLC (NYSE), NYSE MKT LLC (NYSE MKT), and NYSE Arca, Inc. (NYSE Arca) (together the Exchanges) proposed new rules to reflect regular way settlement as occurring on T+2 and which will, among other things, shorten the time period for which transactions in stocks shall be ex-dividend or ex-rights. (The rule changes are available by clicking on the respective exchange: [NYSE](#), [NYSE MKT](#), and [NYSE Arca](#)). The Exchanges, subject to applicable rule filings with the SEC, plan to implement these rules in coordination with the industry to align with SEC compliance date of September 5, 2017.

Starting September 5th, trades will be settled on T+2 (instead of T+3).

Trades that occur on September 5th will settle on September 7th.
Trades that occur on September 6th will settle on September 8th.

Until then, trades settle on T+3.

Trades that occur on September 1st will settle on September 7th (because of Labor Day holiday on September 4th).
Trades that occur on August 31st will settle on September 6th (because of Labor Day holiday on September 4th).

Additionally, as a result of the timing cutover to T+2, September 7th is a double settlement day for trades that occur on September 1st and trades that occur on September 5th. Consequently, September 5th will not be a valid Ex-Date for Regular Day. Please note that Exchanges and the other Self-Regulatory Organizations have agreed with DTCC, who processes distributions for publicly traded securities, that no securities will be ex-dividend on September 5, 2017, because otherwise there could be confusion about the proper settlement.

Starting September 7th, dividends will trade Ex on D-1 where D is the Record Date (instead of D-2).

Securities paying a dividend with a record date on September 7th, will be traded Ex on September 6th.
Securities paying a dividend with a record date on September 8th, will be traded Ex on September 7th.

Until September 6th, dividends trade Ex on D-2 where D is the Record Date.

Securities paying a dividend with a record date on September 6th will be traded Ex on September 1st (because of Labor Day holiday on September 4th).
Securities paying a dividend with a record date on September 5th will be traded Ex on August 31st.