# BUY-SIDE PERSPECTIVES: PREPARING FOR T+1

As firms prepare for the shortened T+1 settlement cycle for U.S. securities transactions, the focus is squarely on further automating institutional post-trade processing. This is achieved through increased automation in the trade allocation, confirmation, and affirmation processes.



From an operations point of view, we need to think about how to automate our process and what the best options are to do so now. We also need to consider what the best location for our operations would be so that we can meet the time zone deadlines. 7 7

-Soyo Song, Fidelity International



We, as an industry, really need to get the technology piece of this right because a non-STP or manual process is not going to succeed; it will create more risk and go against the very intention of T+1, which is to mitigate risk at its core. This will help to build the bridge across different time zones and markets and will help build relationships. 7 7

-Emma Johnson, J.P. Morgan



Different global securities inside the same wrapper settling anywhere between T+1 and T+3 will throw up some interesting funding challenges. The mismatch of settlement dates and the compression of time to match trades and efficiently trade settlement FX are big topics for the buy-side. If firms investing in US markets think this doesn't affect them, they need to think again. 77

-Adam Conn, Baillie Gifford



The main piece is not just the U.S. markets; it is how this change will affect other markets like Canada and Europe. It is important to understand how global markets will adapt to the change to T+1. This adaptation will create a chain reaction and will result in some very important data. 7 7

-Cihan Kasikara, American Century

\*Panelists shared these thoughts on T+1 at the Accelerating to T+1: Global Buy-Side Perspectives event on 1/31/23.





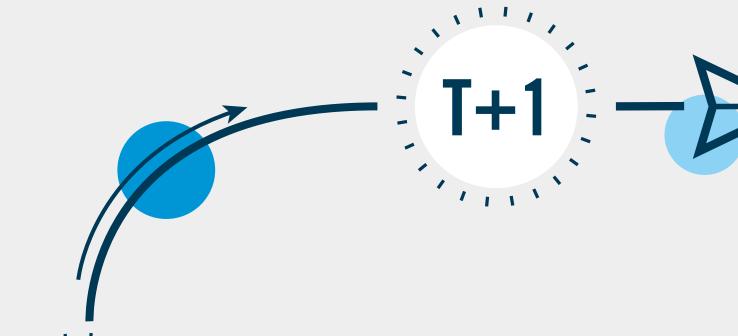
## Don't waste valuable time chasing missing or inaccurate SSIs.

Automation via a centralized standing settlement instruction utility like ALERT, with over 14 million SSIs and growing, means Investment Managers no longer need to contact their custodian bank to request SSI information and manually distribute it out to their Executing Brokers. There are many ways a firm can access ALERT; we can also help with a range of available managed solutions to streamline internal workflows and processes with little effort needed.



## Adopting CTM®'s Match to Instruct (M2i) workflow with

**ALERT®** enrichment means post-trade agreement and affirmation happens faster. CTM's M2i workflow automatically triggers trade affirmation and delivery of DTC eligible securities directly to the DTC for settlement when a trade match between an Investment Manager and Executing Broker occurs. Utilizing this premiere workflow means greater transparency into the affirmation process, eliminating the need to monitor exceptions in additional interfaces and frees up valuable time and resources by automating the affirmation process.



#### Identify operational gaps and inefficiencies quickly.

ITP Data Analytics enables you to measure and compare your operational performance against counterparties, industry standards and peers. The service offers dedicated metrics and data points that can assist in preparations for the move to a U.S. T+1 settlement cycle.

### WANT TO LEARN MORE?

Contact us today to learn more about how DTCC's ITP suite of services can help you further automate your post-trade process in preparation for T+1.

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