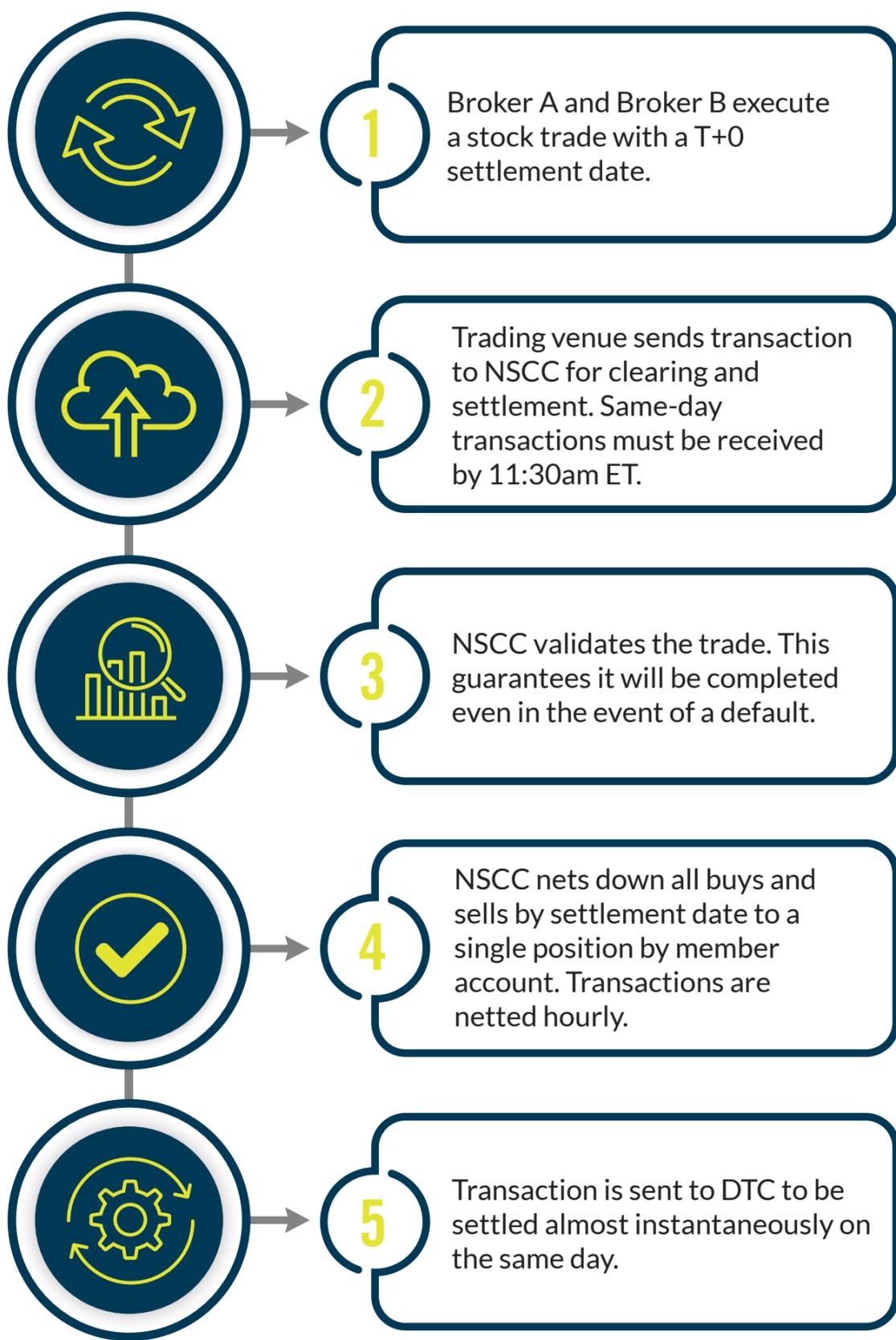


# HOW SAME-DAY SETTLEMENT WORKS AT DTCC

## PATH ONE

TRADES THAT GO THROUGH BOTH NSCC AND DTC, INCLUDING VIRTUALLY ALL BROKER-TO-BROKER EQUITY, CORPORATE, AND MUNICIPAL BOND AND UNIT INVESTMENT TRUST (UIT) TRADES IN THE U.S. MARKETS.

### EXAMPLE:



**\$1.7 trillion** in equities trades were cleared through NSCC each day in 2020.

## PATH TWO

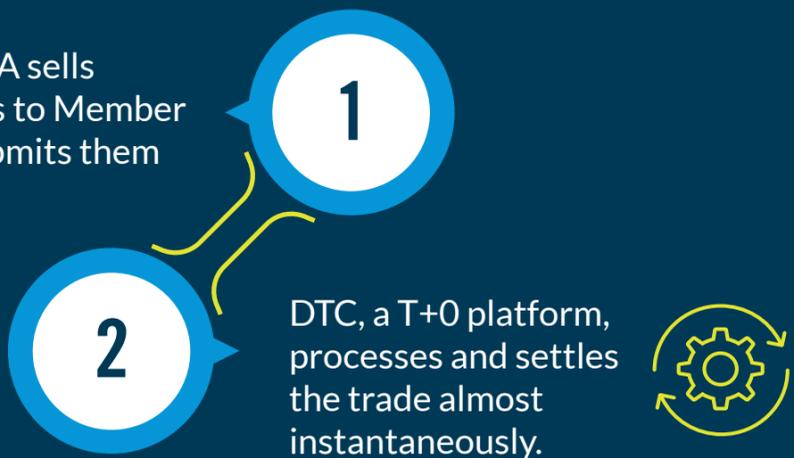
BILATERAL TRANSACTIONS THAT DO NOT GO THROUGH NSCC FOR NETTING.

### EXAMPLE:



Member A sells securities to Member B and submits them to DTC.

More than **one million** same-day transactions are introduced and processed at DTC every day.



#### NATIONAL SECURITIES CLEARING CORPORATION (NSCC)

DTCC's equities clearing and settlement subsidiary. Provides netting services that free up capital, reduce risk and financial exposure for the industry.

#### THE DEPOSITORY TRUST COMPANY (DTC)

DTCC's depository and securities settlement system. Central hub where all securities positions are held in the U.S.