



## Trade Settlement Timing Change (T+2)

Effective: Tuesday, September 5, 2017

### What is T+2?

The SEC adopted an amendment to shorten the trade settlement cycle by one business day for most securities transactions. Currently, the standard settlement cycle for these transactions is three business days, known as T+3. The amended rule shortens the settlement cycle to two business days, T+2.

The amended rule is designed to enhance efficiency, reduce risk, and ensure a coordinated and expeditious transition by market participants to a shortened standard settlement cycle.

Effective September 5, 2017, trades of most securities will move from T+3 to T+2.

### What securities are impacted?

Securities that currently settle in 3 business days (T+3) will be impacted by T+2 and includes, but not limited to:

Common Stock	Exchange Traded Funds (ETFs)
Corporate Bonds	American Depositary Receipts (ADRs)
Municipal Bonds	Exercises and assignments of options contracts
Unit Investment Trusts	Mutual funds

### Important Settlement Dates (September 2017)

Trade Date	Settlement Cycle	Settlement Date
Friday, Sept 1	T+3	Thursday, Sept 7
Monday, Sept 4	Markets Closed (Labor Day)	-----
Tuesday, Sept 5	T+2	Thursday, Sept 7
Wednesday, Sept 6	T+2	Friday, Sept 8

Labor Day is not a settlement date for stocks and mutual funds because it is a market holiday.

For any additional information, please [click here](#) to learn more.