

KSD, Corporate Information Hub of Korea

September 2017 - AECSD



Contents



KSD Profile

Corporate Information Distribution

Data Service

The Way Forward

KSD Profile



KSD Profile



● **Sole CSD in Korea**

- Established in 1974
- Sole CSD under the FSCMA*

* Financial Investment Services and Capital Market Act

● **Shareholders** : 57 institutions (KRX: 70.4%)

● **Locations**

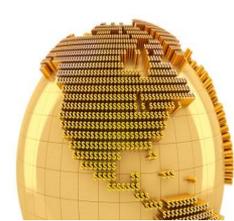
Busan HQ, Seoul Office, Ilsan Center, 3 branches
Hong Kong Representative Office

● **Supervision**

- MoF (Ministry of Strategy and Finance)
- FSC (Financial Services Commission)
- FSS (Financial Supervisory Service)



Our Businesses



Wide Range of Post-trade Services

Deposit
Services

Settlement
Services

Clearing
Services

Primary Market
Services

Asset
Management
Market Service

Securities
Financing
Service

Global
Securities
Service

Other
Securities
Service

Where we are...



Total Value of Securities processed in 2016

25,858 USD Billion 

Total Value of Securities held in 2016

2,947 USD Billion 

Total Revenue in 2016

150 USD Million 

* USD1 = KRW1200 (End of 2016)

Corporate Information Distribution



Legal Framework



Mandatory collection and distribution under the Act (FSCMA §314, §315)

CA Information Collection and Distribution

- Mandatory CA notice (Dividends, Warrants, GM, etc.)
 Corporations → **KSD** → Participants → Investors
- Mandatory CA exercise
 Investors → Participants → **KSD** → Corporations

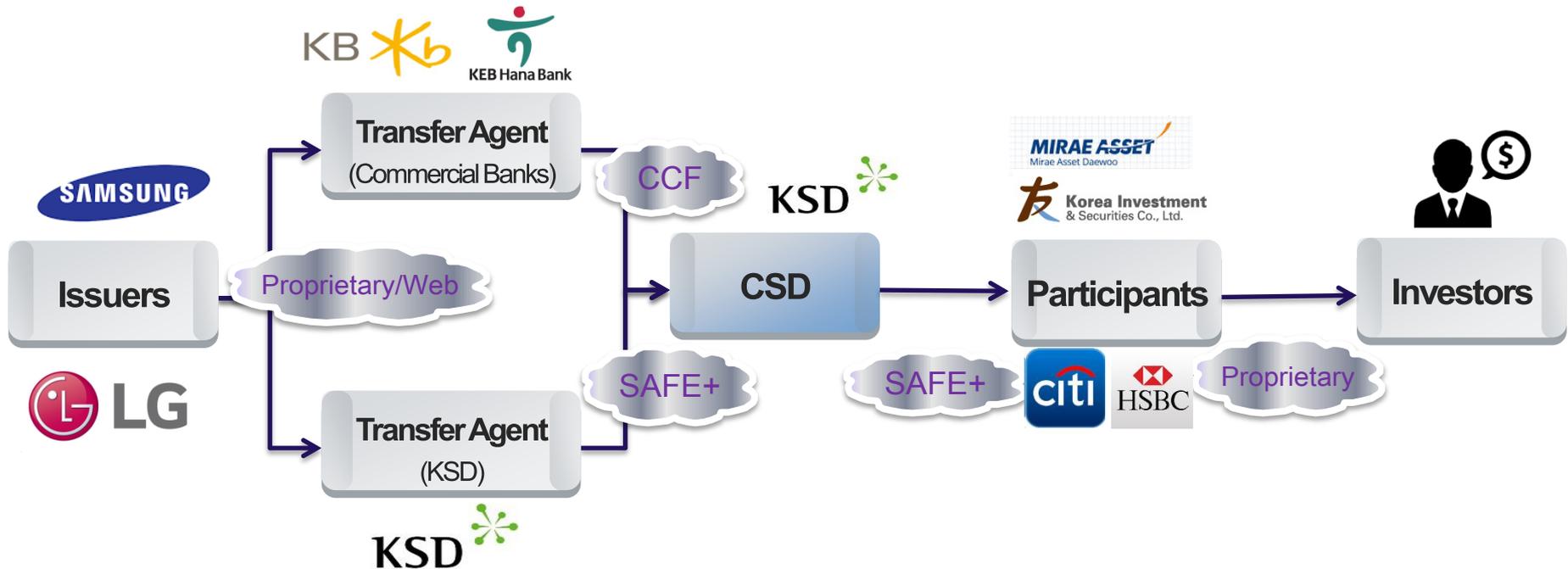
Shareholder Information Collection and Distribution

- Request shareholder information (GM, Tender offer, etc.)
 Corporations → **KSD** → Participants
- Shareholder Information notice
 Participants → **KSD** → Corporations

CA Information Distribution



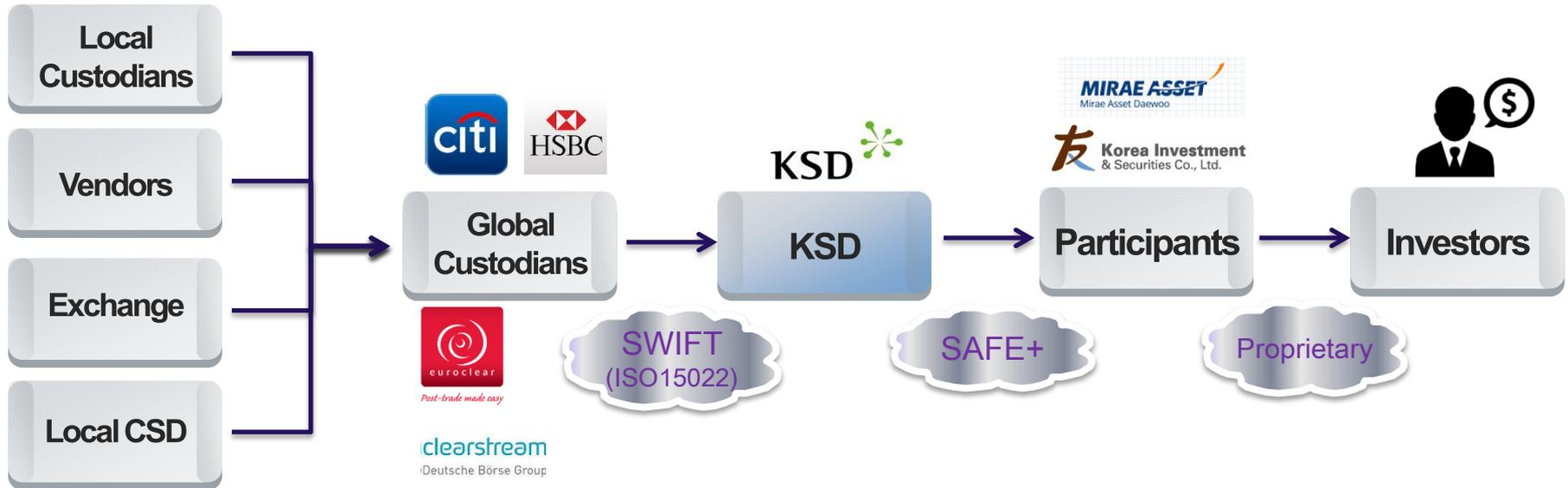
1 CA Information Distribution - Domestic Securities



CA Information Distribution



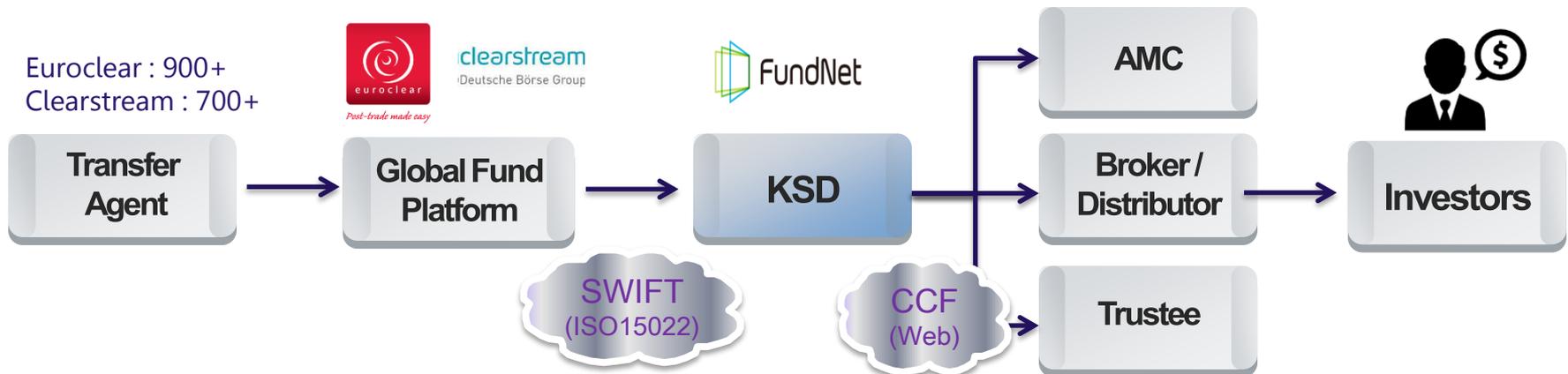
2 CA Information Distribution - Foreign Currency Securities



CA Information Distribution



3 CA Information Distribution - Overseas Funds



Transfer Agent Service



Transfer of Titles

- Maintain shareholder's book
- **Notify shareholders of CA**
- Issue certificates

Issuing Agent Services

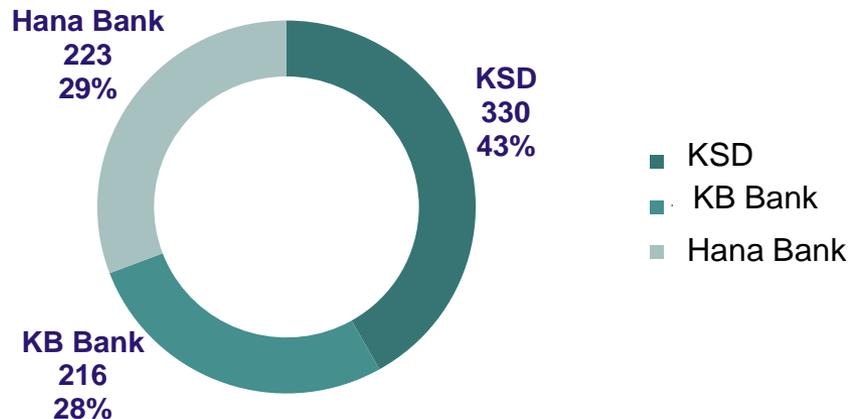
- Provide custody for securities certificate forms
- Issue/distribute shares/bond certificates

Other Agent Services

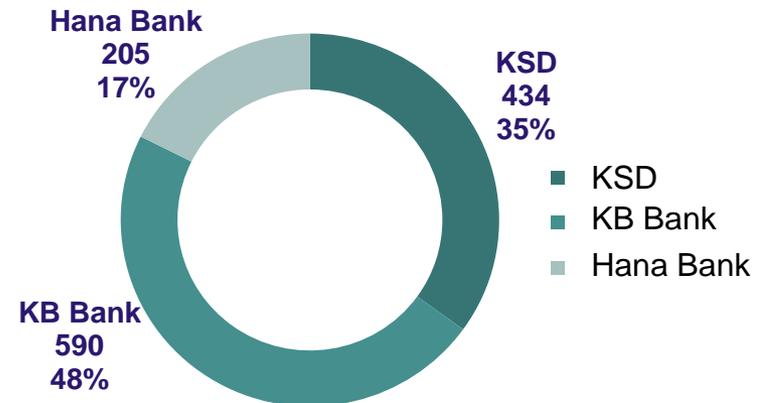
- Calculate and pay dividends.
- Calculate and pay bond principal and interest

Market Share (No. of TA contracts)

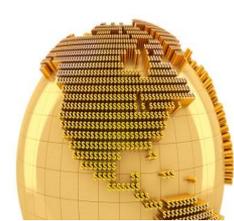
KOSPI



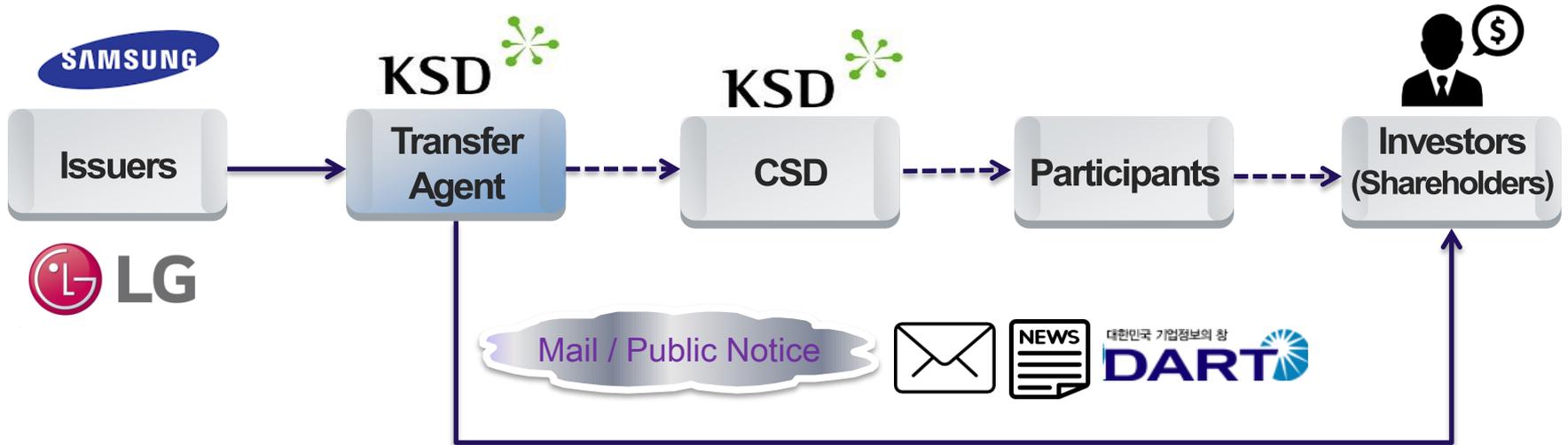
KOSDAQ



CA information notice



KSD notifies shareholders of CA Information



Total Notices in 2016 (by Mail)

828 Ten thousand

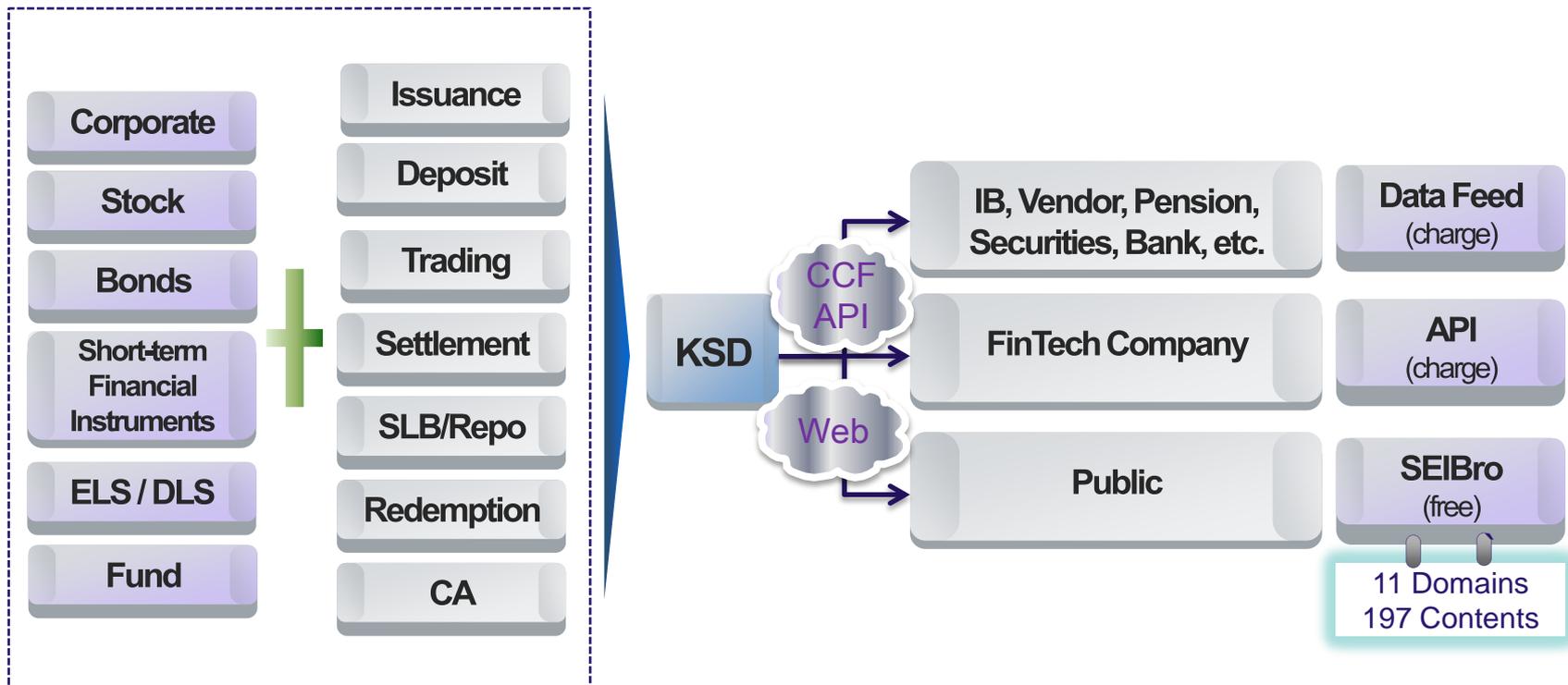
Data Services



Data Service



KSD covers most of corporate and securities information in Korean capital market.



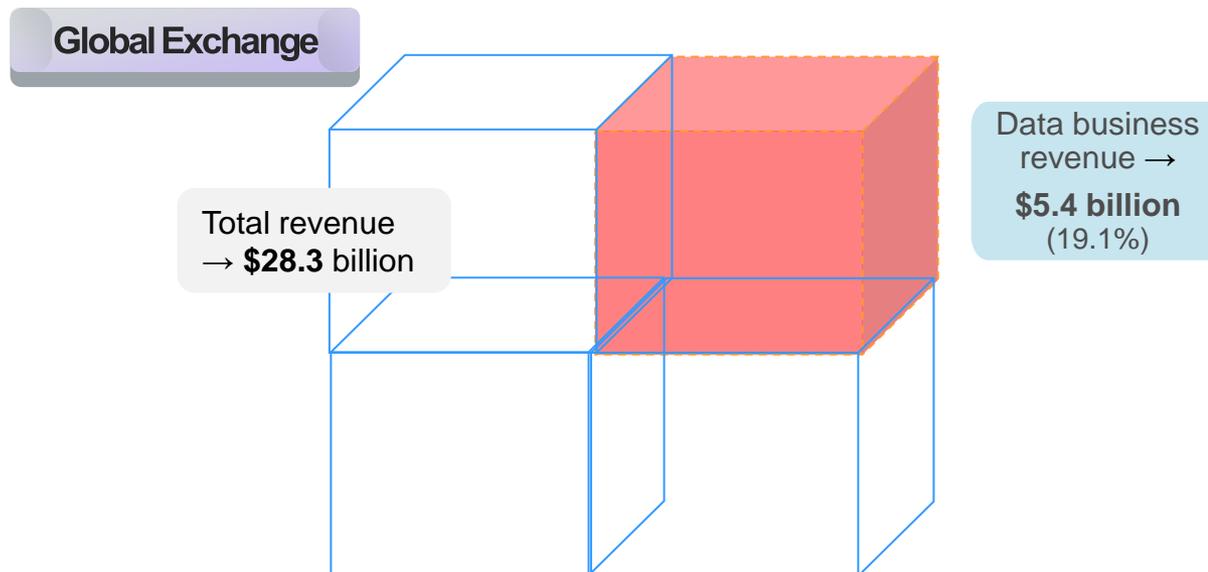
Data business, new opportunity



Data business is claimed to be the ‘New Oil’ for the Exchange

“**Market data and index revenues** were increased by 29.2% in 2016 ... and the revenues now represent the **second largest segment** in exchange industry...”

(www.thetradenews.com / July 11, 2017)



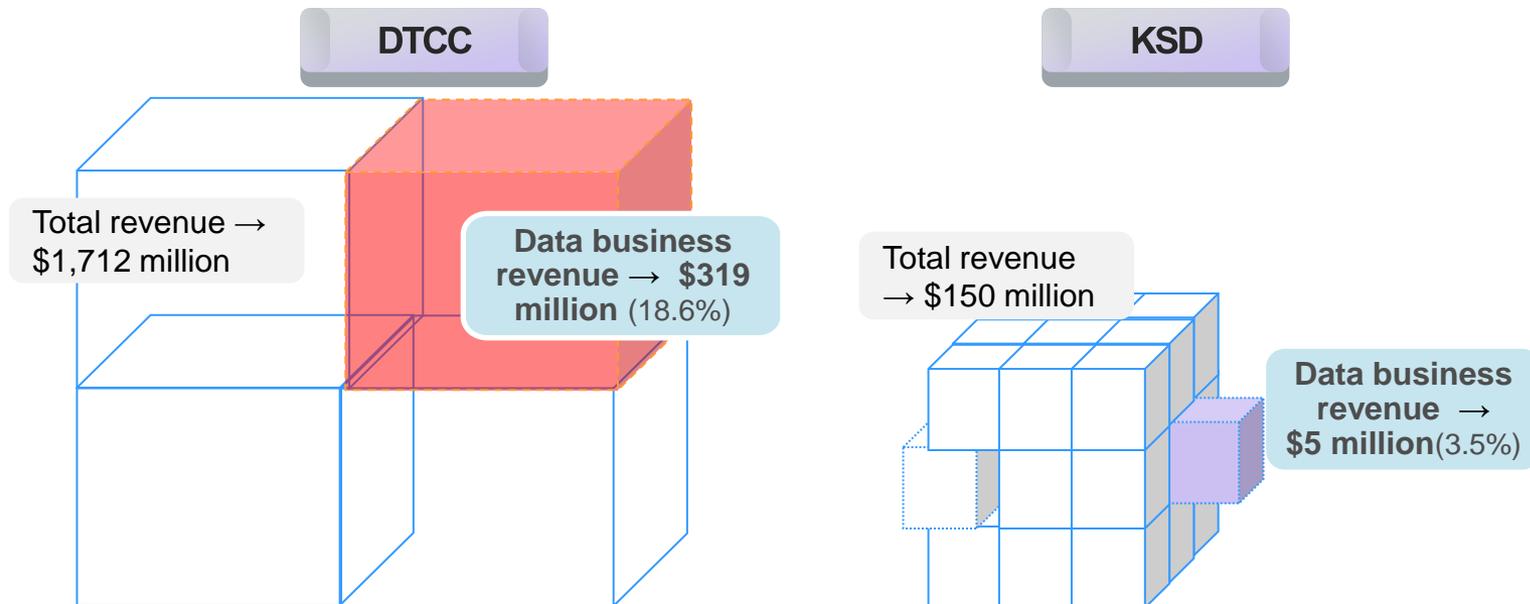
Data business, new opportunity



Also, data business can be the ‘New Oil’ for the CSD

“The data sourced from CSD’s transaction, reference, position and asset service can be a good solutions for financial firms by increasing transparency, mitigating risk and driving efficiencies.”

(www.dtccdata.com)



Sources : DTCC Annual Report, KSD analysis

The Way Forward

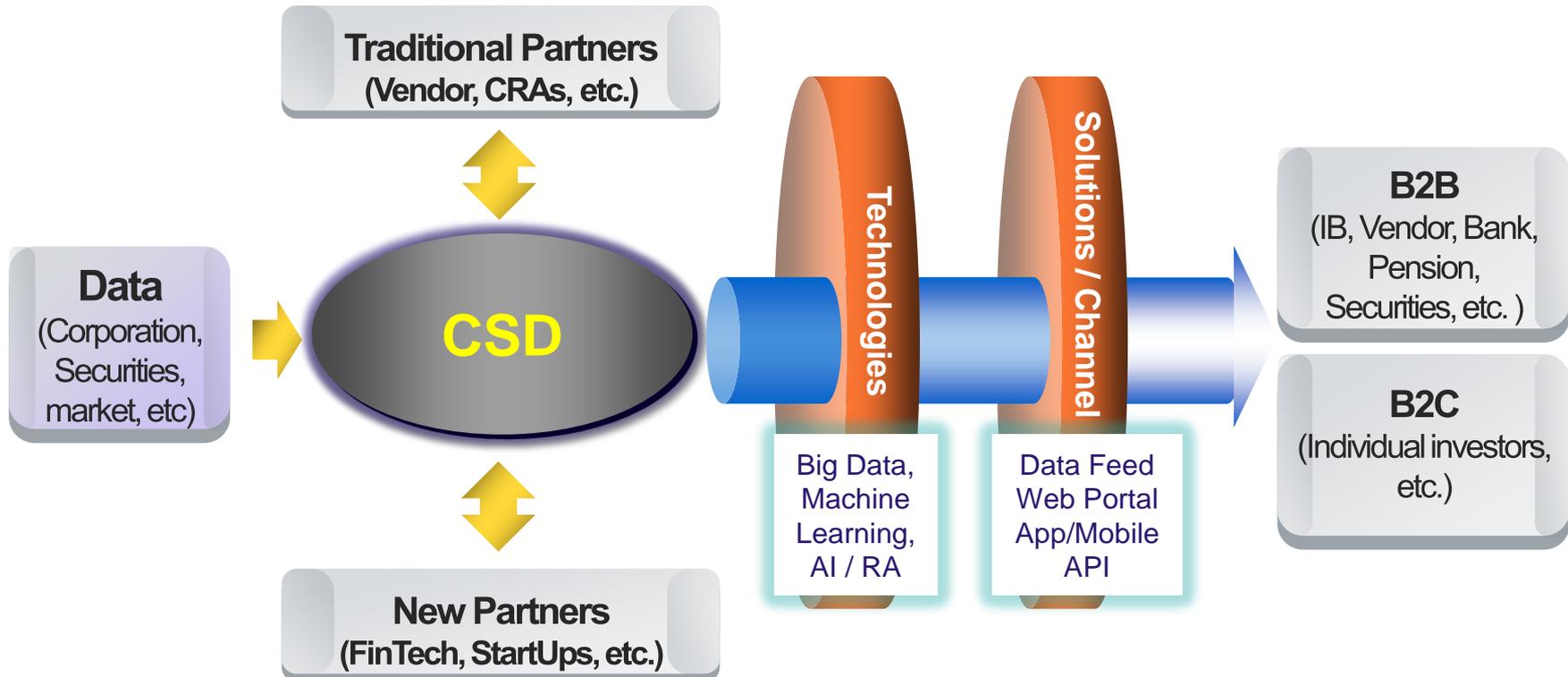


Data and Technology



The chance is with us !!

Data + Technology = New opportunity



Thank you!

Contact

Global Planning & Cooperation Team

Global Business Department

Korea Securities Depository

Email: contact@ksd.or.kr

