

KSD for Overseas Investment

- Guardian of the Pioneers -

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Cross-border Settlement and Deposit

“ We guarantee freedom of investment.”



1-1 Current Investment Trend in Korea / Cross-border Settlement and Deposit

Current Overseas Investment Trend

- Development in information technology
- Policies encouraging investment

- Fierce Competition among securities firms over Offshore Brokerage Services

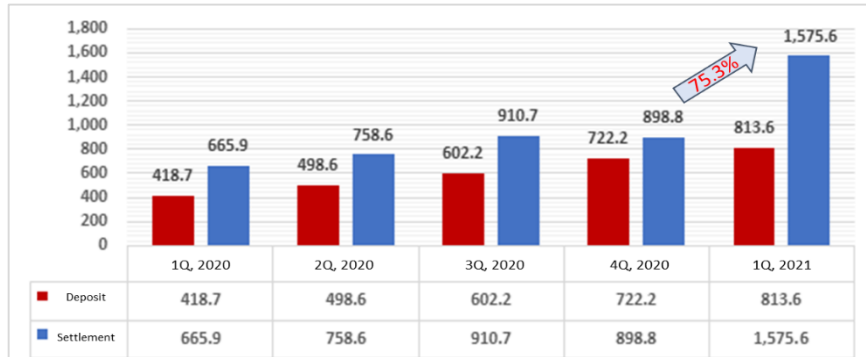
Broadening Investment Age Group Range



Improvement & Expansion of Services

Record-high Deposit & Settlement Volumes in 1st quarter of 2021

- (Deposit) 81.36 billion dollars
- (Settlement) 157.56 billion dollars



(Units : \$100M)



1-1 Current Investment Trend in Korea / Cross-border Settlement and Deposit

Current Overseas Investment Trend

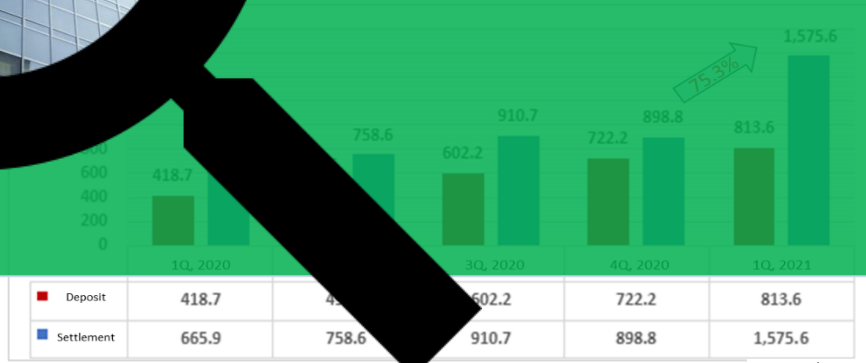
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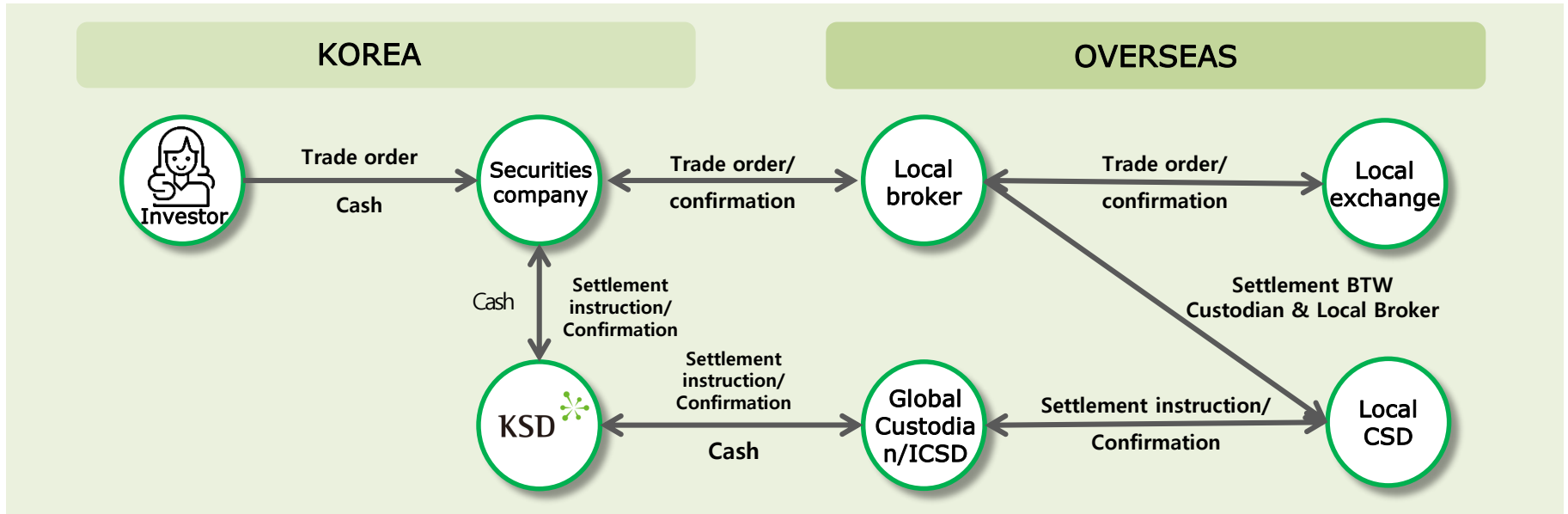


(Units : \$100M)



1-2 Settlement Flow / Cross-border Settlement and Deposit

Basic Settlement Flow



- Connection with nearly 40 markets
 - Direct Linkage: Japan (2 ETFs)
 - Indirect Linkage: 39 markets (Equities, bonds, etc.)

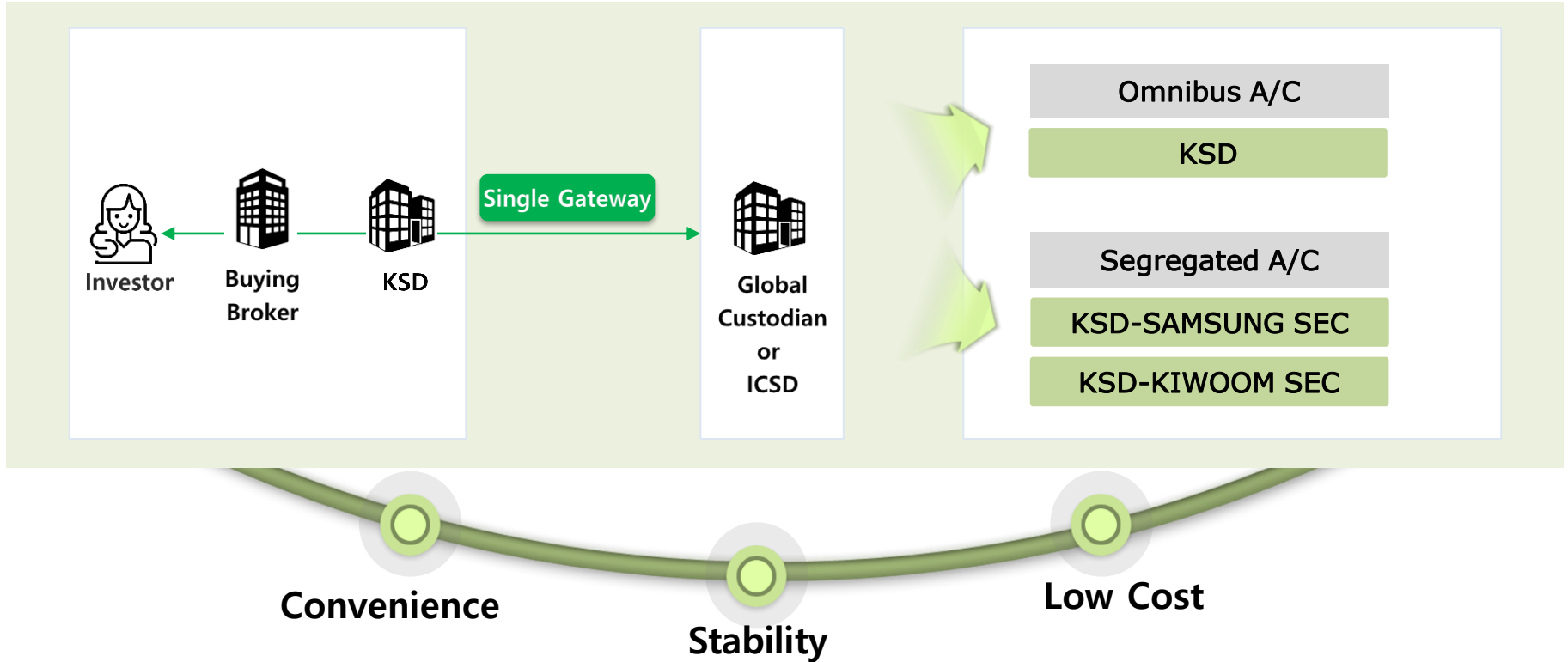




1-3 Account Structure & Corporate Action

Cross-border Settlement and Deposit

Account Structure

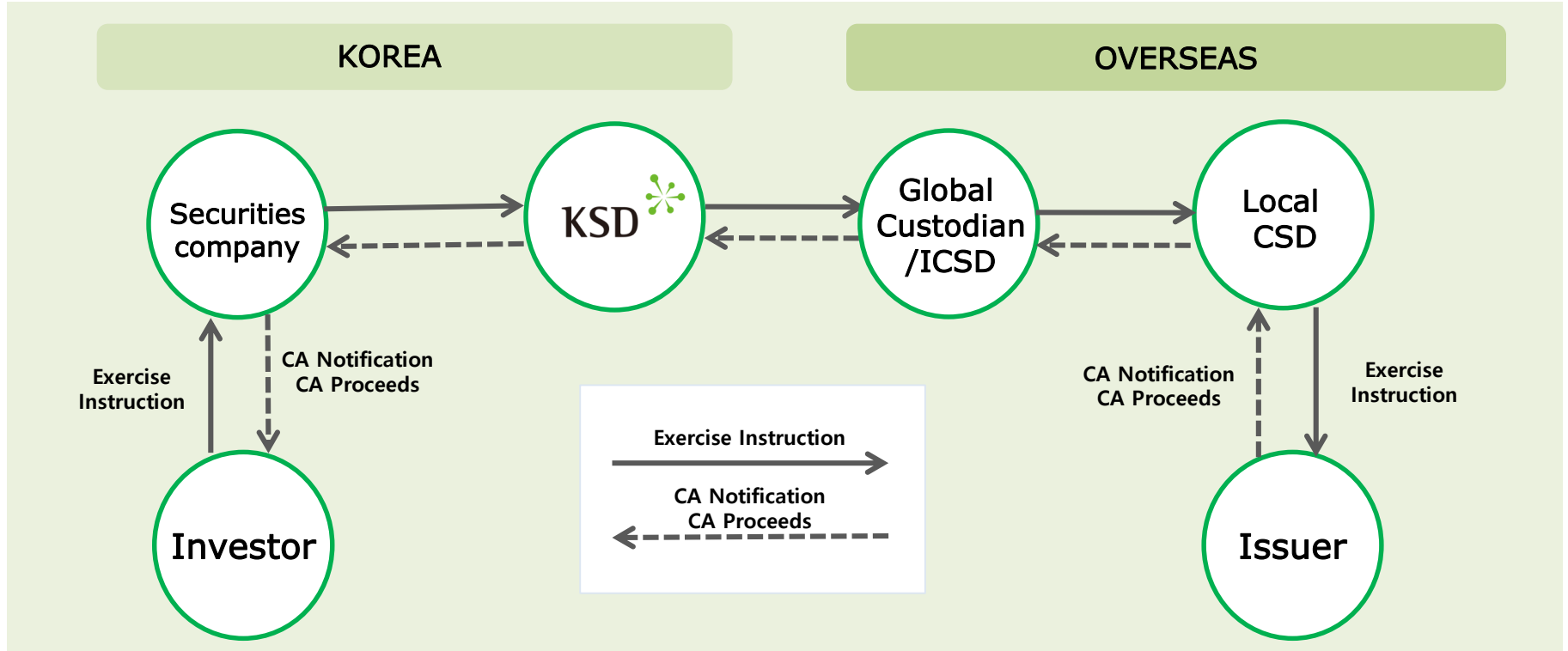




1-3 Account Structure & Corporate Action

Cross-border Settlement and Deposit

Corporate Action Flow



2 DR & KDR

“ We support corporations expanding across the borders.”

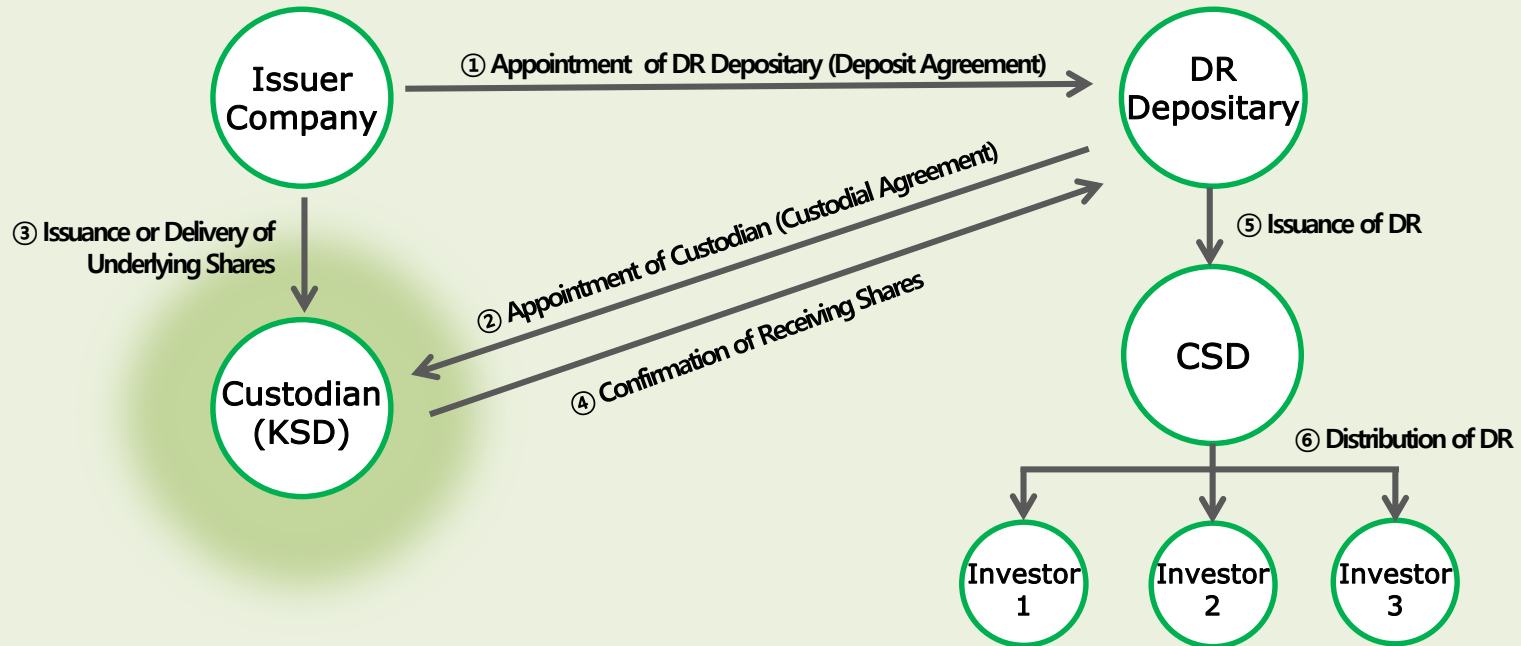


2-1 Overview of DR DR & KDR

Establishment of DR Programs

DOMESTIC

OVERSEAS





2-1 Overview of DR DR & KDR

Establishment of DR Programs

BENEFIT

For Issuers

DRs enable issuers

to

- Access overseas capital markets
- Establish international presence
- Broaden and **diversify shareholder base**
- Expand **opportunity to increase local share price** as a result of global demand

For Investors

DRs aid investors by

- **Facilitating** investment in overseas securities
- **Diversification** of investment portfolio
- Permitting dividend payments in **home currency** and notifying corporate action in respective language

Investor
1

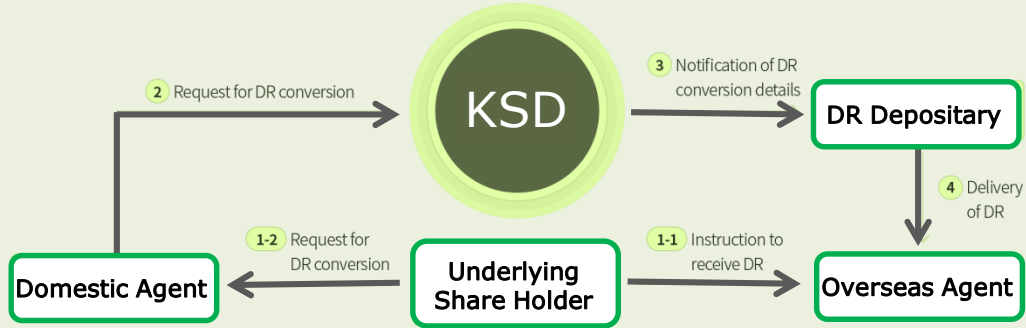
Investor
2

Investor
3

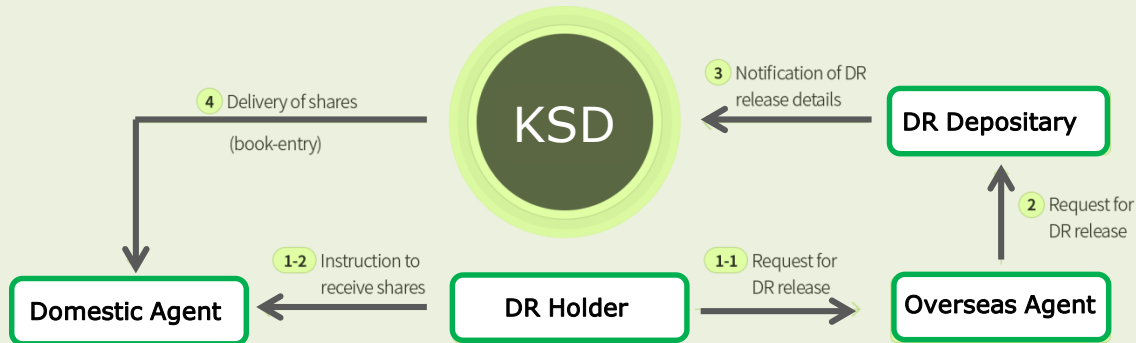


2-2 DR Issuance and Release/ DR & KDR

DR Issuance (Convert Ordinary Stock Share to DR)



DR Release (Convert DR to Ordinary Stock Share)

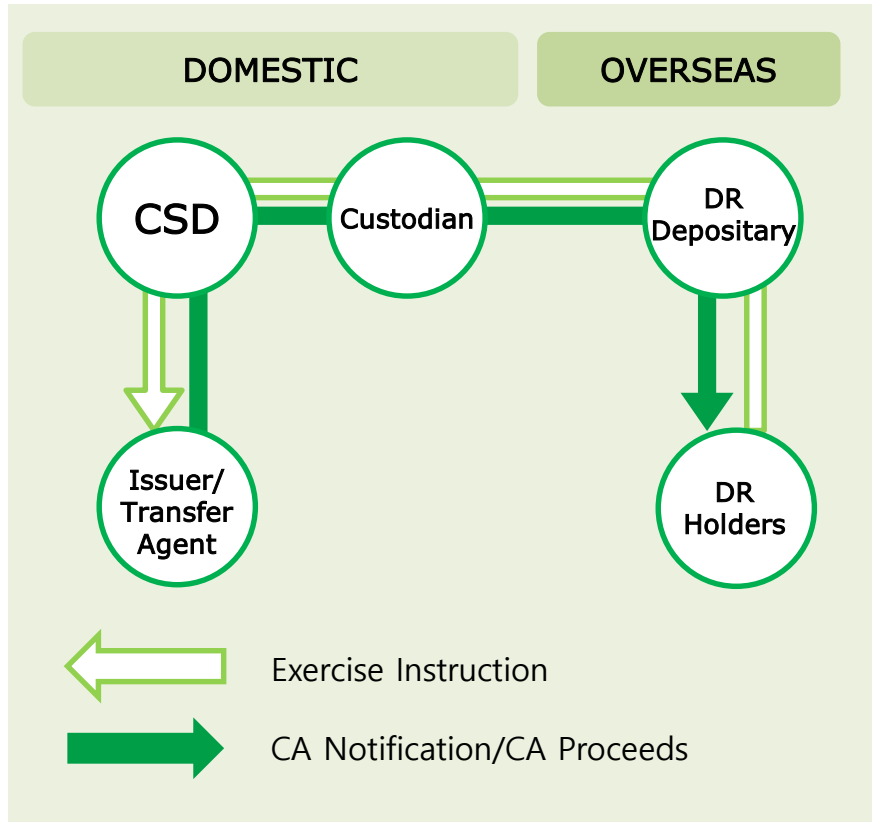




2-3 DR Corporate Action

DR & KDR

DR Corporate Action Procedure

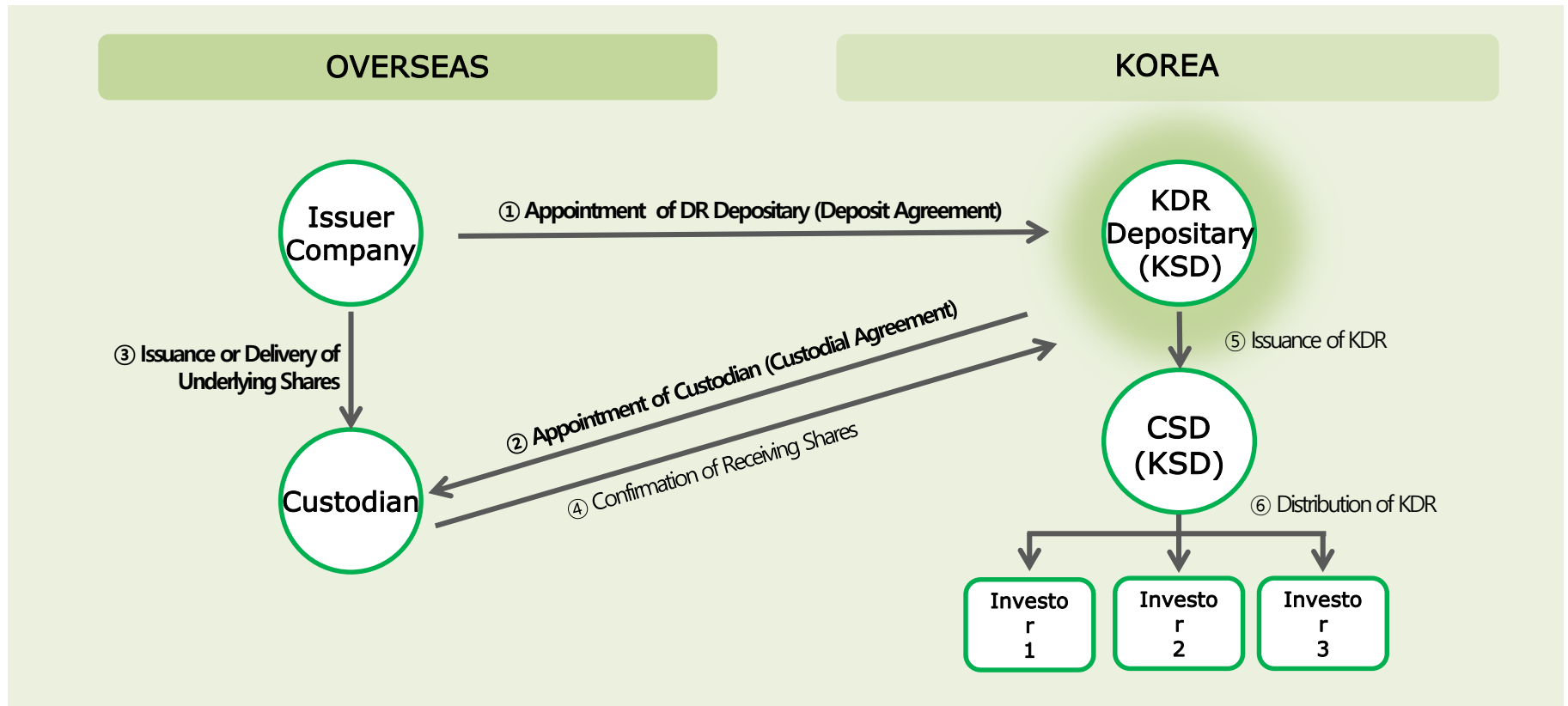


General Timeline for AGM & Dividend





Establishment of KDR Programs



3 Other Cross-border Services

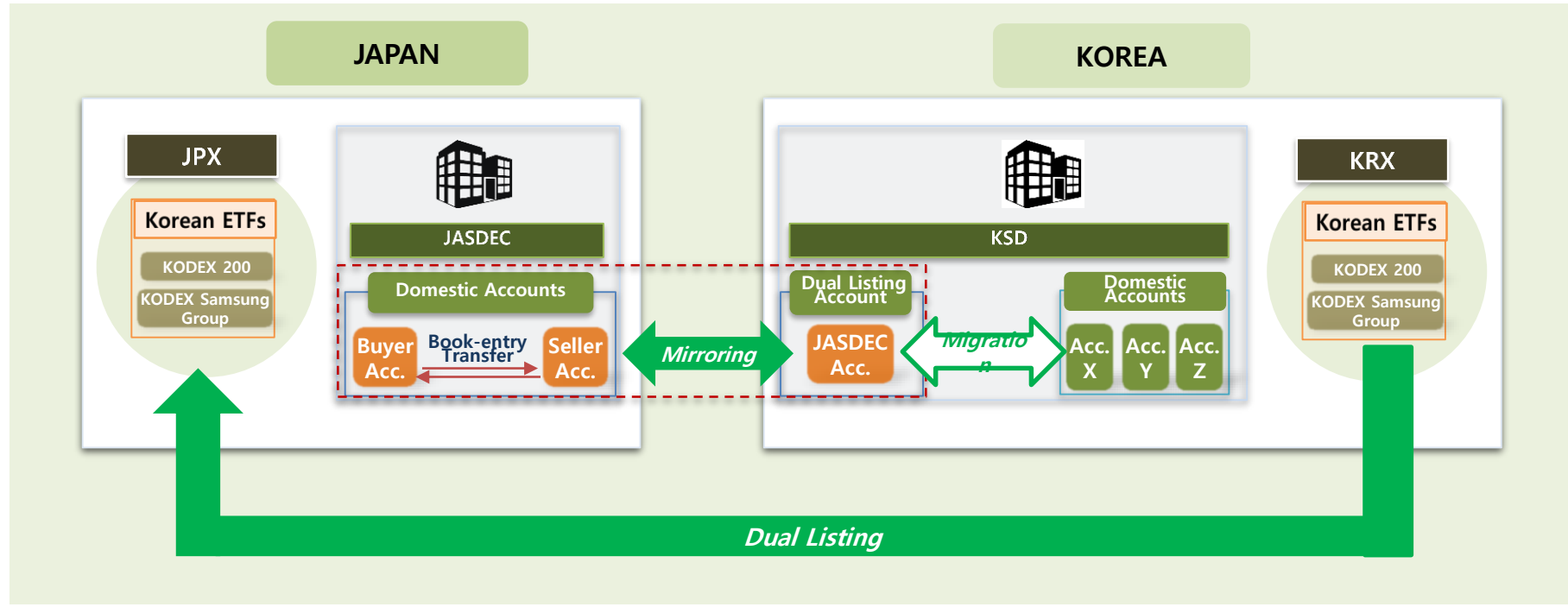
“ We provide all-rounder services.”





3-1 CSD Linkage Service / Other Cross-border Services

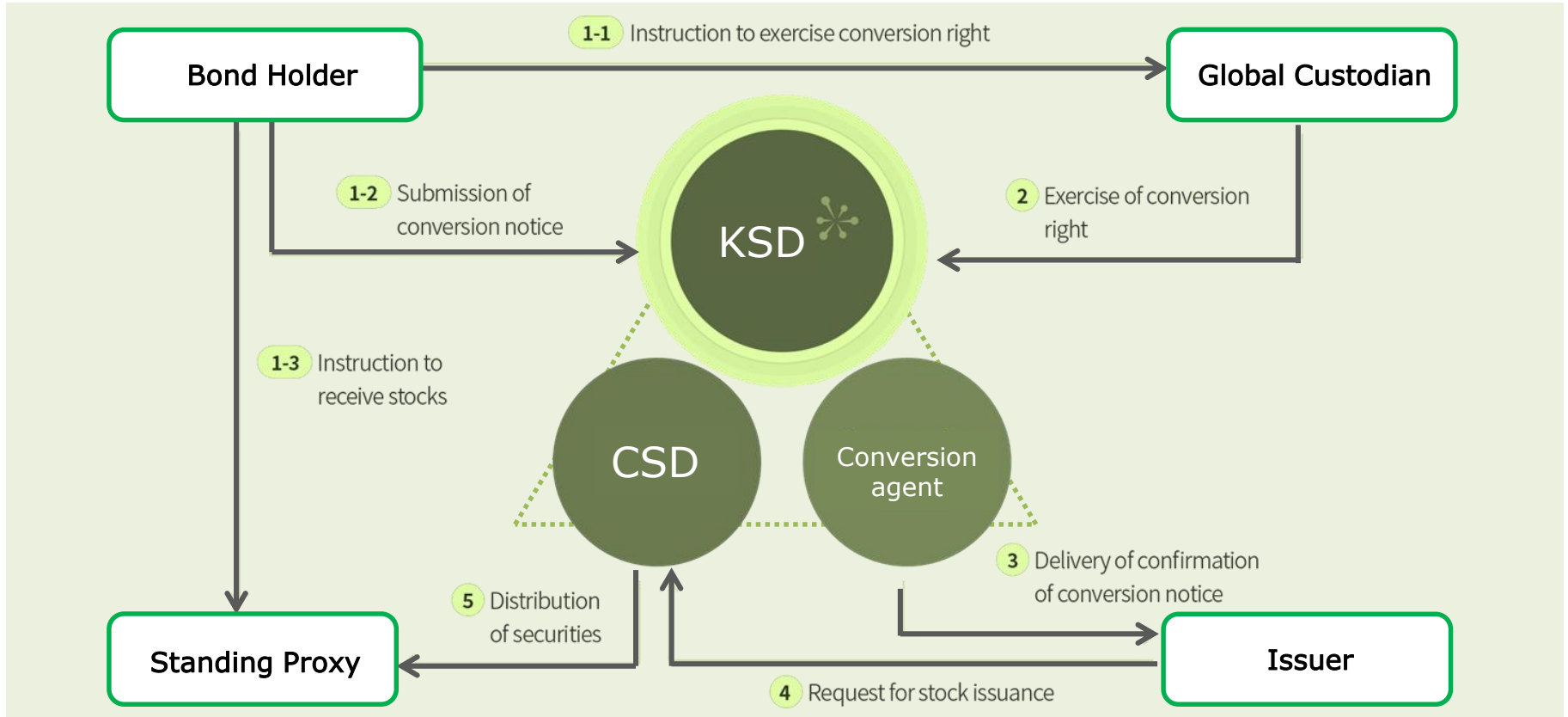
Inter-CSD Direct Link for Dual Listing





3-2 Agent Service for Overseas Bonds Other Cross-border Services

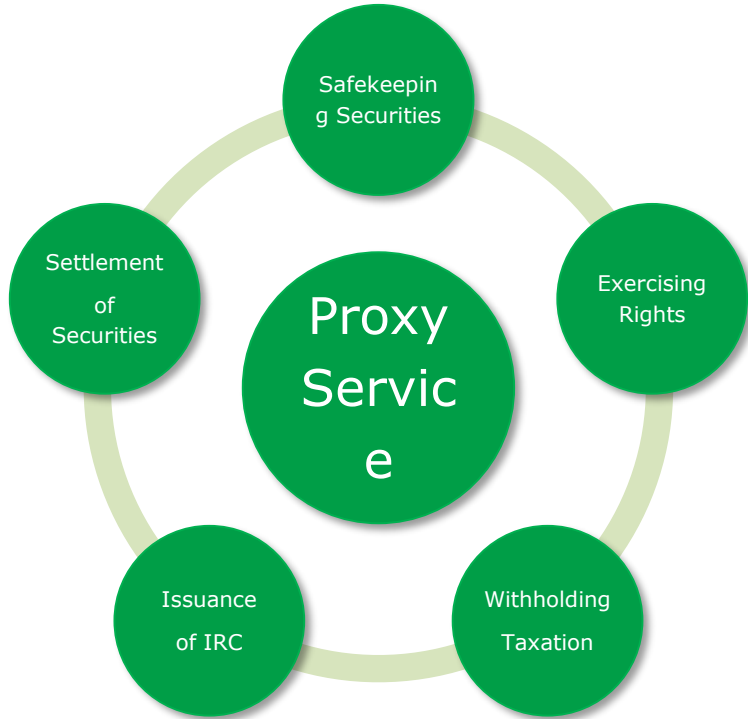
Service Flow



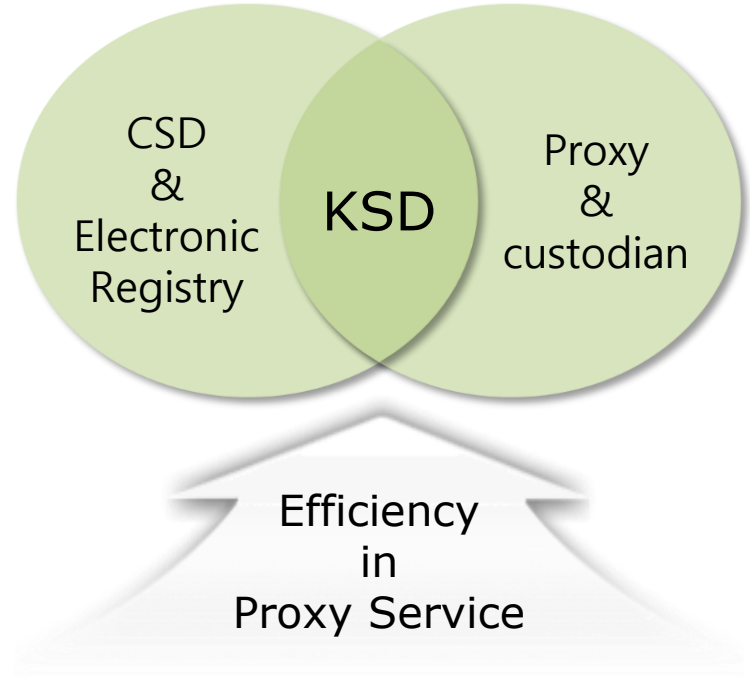


3-3 Standing Proxy Service / Other Cross-border Services

Service Scope



Service Feature



4 Future Plans

“ We are also the pioneer.”





Expansion and Improvement of Cross-border Securities Services

- Commencing Foreign Securities Collateral Management Service
- Reinforcing Foreign Securities Lending Service by expanding markets and lending agents
- Exploring new services using foreign securities

Other Global Business Plans

- Review on introduction of Un-sponsored DR
- Inter-CSD Direct Link with other countries
- Review on establishment of new offices in other countries

Thank you.



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