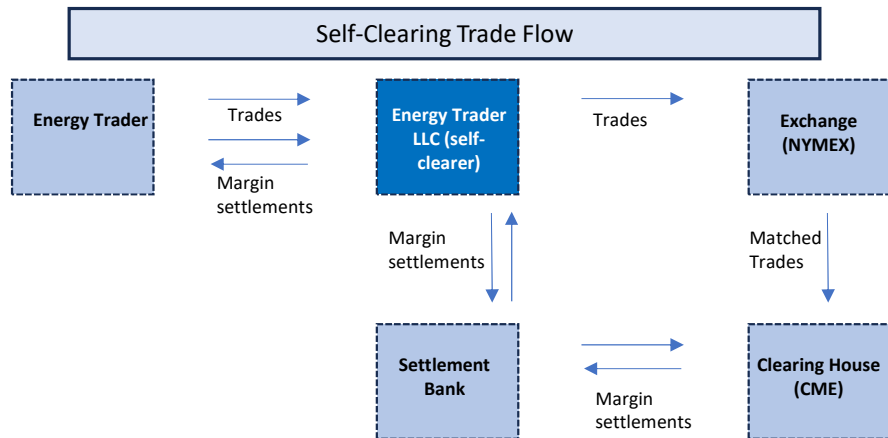
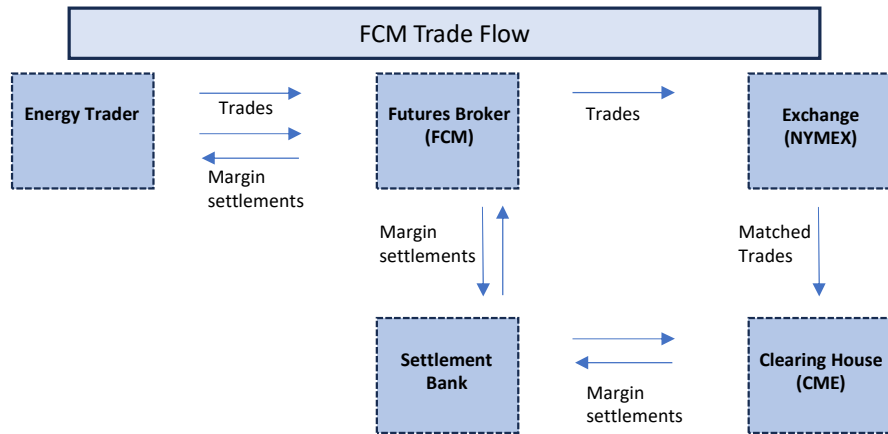


## Self-Clearing Schematic



Replicating and replacing the Futures Broker (FCM) relationship with a wholly owned self-clearing entity provides benefits including:

- Reduced counter-party risk
- Margin and collateral efficiencies
- Improved capital utilization
- Lower trading and clearing costs

The typical path to self-clearing presents as follows:

Clearing Member and Blue Flannel:

- Strategic Review and Project Plan
- Clearing member application

Clearing Member Provides the following:

- Capital
- Liquidity
- Legal entity

FIS and Blue Flannel support the following:

- Technology/back-office processing systems
- Staffing
- Margin management (settlement banking)
- Operational Readiness

## Self-Clearing Operating Model

