

Global Brokerage, Inc.

Consolidated Statement of Financial Condition

As of March 31, 2018

(In thousands, except share data)

(Unaudited)

Assets

Current assets	
Cash and cash equivalents	\$ 96,644
Cash and cash equivalents, held for customers	313,485
Due from brokers	3,144
Accounts receivable, net	12,687
Other assets — Current	4,178
Tax receivable	505
Total current assets	<u>430,643</u>
Deferred tax asset	812
Office, communication and computer equipment, net	26,641
Other intangible assets, net	1,577
Other assets — Non-current	15,885
Total assets	<u><u>\$ 475,558</u></u>

Liabilities, Redeemable non-controlling interest and Stockholders' deficit

Current liabilities	
Customer account liabilities	\$ 313,485
Accounts payable and accrued expenses	29,110
Due to brokers	590
Credit Agreement — Related Party	66,241
Total current liabilities	<u>409,426</u>
Deferred tax liability	425
New Secured Notes	82,572
Other liabilities	6,274
Total liabilities	<u>498,697</u>
Redeemable non-controlling interest	28,826
Stockholders' deficit	
Class A common stock, par value \$0.01 per share; 3,000,000,000 shares authorized, 8,247,997 shares issued and outstanding	82
Additional paid-in-capital	361,034
Accumulated deficit	(412,080)
Accumulated other comprehensive loss	(1,461)
Total stockholders' deficit Global Brokerage, Inc.	<u>(52,425)</u>
Other non-controlling interests	460
Total stockholders' deficit	<u>(51,965)</u>
Total liabilities, Redeemable non-controlling interest and Stockholders' deficit	<u><u>\$ 475,558</u></u>

Global Brokerage, Inc.
Consolidated Statement of Operations
For the Three Months Ended March 31, 2018
(In thousands, unaudited)

Revenues	
Trading revenue	\$ 45,181
Net interest revenue	422
Other income	386
Total net revenues	<u>45,989</u>
Operating Expenses	
Compensation and benefits	17,066
Referring broker fees	4,895
Advertising and marketing	3,037
Communication and technology	5,550
Trading costs, prime brokerage and clearing fees	1,108
General and administrative	12,510
Depreciation and amortization	4,379
Total operating expenses	<u>48,545</u>
Operating loss	(2,556)
Other Expense	
Interest on borrowings	9,459
Loss from continuing operations before reorganization item and income taxes	<u>(12,015)</u>
Reorganization item — Gain on debt extinguishment	92,207
Income from continuing operations before income taxes	80,192
Income tax benefit	(6)
Income from continuing operations	<u>80,198</u>
Income from discontinued operations, net of tax	1,621
Net income	81,819
Net loss attributable to redeemable non-controlling interest in FXCM Group, LLC	(4,726)
Net loss attributable to other non-controlling interests	(448)
Net income attributable to Global Brokerage, Inc.	<u>\$ 86,993</u>
Income from continuing operations attributable to Global Brokerage, Inc.	\$ 89,643
Loss from discontinued operations attributable to Global Brokerage, Inc.	(2,650)
Net income attributable to Global Brokerage, Inc.	<u>\$ 86,993</u>
Weighted average shares of Class A common stock outstanding — Basic and Diluted	8,248
Net income (loss) per share attributable to stockholders of Class A common stock of Global Brokerage, Inc. — Basic and Diluted:	
Continuing operations	\$ 10.87
Discontinued operations	(0.32)
Net income attributable to Global Brokerage, Inc.	<u>\$ 10.55</u>

Global Brokerage, Inc.

Consolidated Statement of Comprehensive Income

For the Three Months Ended March 31, 2018

(In thousands, unaudited)

Net income	\$	81,819
Other comprehensive loss		
Foreign currency translation loss, net of tax		(314)
Other comprehensive loss, net of tax		<u>(314)</u>
Comprehensive income		81,505
Comprehensive loss attributable to redeemable non-controlling interest in FXCM Group, LLC		(4,896)
Comprehensive loss attributable to other non-controlling interests		(449)
Comprehensive income attributable to Global Brokerage, Inc.	\$	<u><u>86,850</u></u>

Global Brokerage, Inc.
Consolidated Statement of Cash Flows
For the Three Months Ended March 31, 2018
(In thousands, unaudited)

Cash Flows From Operating Activities

Net income	\$	81,819
Adjustments to reconcile net income to net cash used in operating activities		
Depreciation and amortization		4,379
Equity-based compensation		204
Deferred tax benefit		(145)
Amortization of discount — New Secured Notes		1,418
Amortization of issuance cost — New Secured Notes		26
Amortization of original issue discount — Credit Agreement		139
Amortization of issuance fee, deferred financing fee and acquisition costs — Credit Agreement		57
Amortization of deferred waiver fee — Credit Agreement		97
Amortization of deferred restructuring costs — Credit Agreement		2,371
Gain on sale of equity method investment		(2,122)
Gain on debt extinguishment		(92,207)
Loss on sale of exchange memberships		141
Changes in operating assets and liabilities:		
Due from brokers		(846)
Accounts receivable, net		1,348
Tax receivable		(164)
Other assets — Current		2,493
Other assets — Non-current		(506)
Customer account liabilities		(5,428)
Accounts payable and accrued expenses		(1,451)
Other liabilities — Current		(59)
Other liabilities — Non-current		218
Due to brokers		(3,702)
Foreign currency remeasurement gain		551
Net cash used in operating activities		(11,369)
Cash Flows From Investing Activities		
Purchases of office, communication and computer equipment		(345)
Payments for software development costs		(2,612)
Purchase of intangible assets		(500)
Proceeds from sale of exchange memberships		302
Net cash used in investing activities		(3,155)
Cash Flows From Financing Activities		
Principal payments on borrowings under the Credit Agreement		(4,539)
Debt issuance costs — New Secured Notes		(1,052)
Net cash used in financing activities		(5,591)
Effect of foreign currency exchange rate changes on cash and cash equivalents and cash and cash equivalents, held for customers		(961)
Net decrease in cash and cash equivalents and cash and cash equivalents, held for customers		(21,076)
Cash and cash equivalents and cash and cash equivalents, held for customers:		
Beginning of period		431,205
End of period	\$	410,129
Cash and cash equivalents	\$	96,644
Cash and cash equivalents, held for customers		313,485
Cash and cash equivalents and cash and cash equivalents, held for customers — End of period	\$	410,129

Global Brokerage, Inc.

Consolidated Statement of Cash Flows - (continued)

For the Three Months Ended March 31, 2018

(In thousands, unaudited)

Supplemental disclosures of cash flow activities

Cash paid for taxes	\$	297
Cash paid for interest	\$	3,658
The following amounts reflected in the statements of cash flows are included in discontinued operations:		
Gain on sale of equity method investment	\$	(2,122)
Loss on sale of exchange memberships	\$	141