



LOANET

Fully Paid Lending Solution

Fully Paid Lending increases revenue and lowers the cost of securities financing

A Fully Paid Lending program allows broker-dealers to establish an agreement with their large sophisticated retail customers to borrow their customers fully paid long positions and share the loan revenue generated. This provides broker-dealers with significant additional revenue as well as access to a greater pool of securities for their financing needs. Firms involved in fully paid lending have seen an increase in assets under management and client retention. This additional income to your investors enhances the value of your brokerage services for both current and prospective customers alike. The FIS Fully Paid Lending Solution enables brokers to establish a fully paid lending program with a single integrated solution, automating the process and reducing time to market.

Fully automated front to back solution

FIS' Fully Paid Lending (FPL) solution is part of the proven and widely used FIS Loanet suite of products. This suite of services is used today by many of the largest broker dealers throughout the securities lending industry. FPL fully automates the trade process from trading to settlement, and from allocation to reporting for both firm and customer.

FPL aggregates and manages the availability of your fully paid lending accounts and updates the trading application module on the securities finance desk in real-time. Loans are allocated daily to the underlying accounts in a fair and equitable manner. Automated daily rules-based calculation of revenue sharing enables brokers to provide different revenue sharing profiles for different types of accounts. The auto-borrow and settlement function provides complete automation of the process allowing staff to focus on other lending activity.

FIS' Fully Paid Lending Solution provides:

- Significant Revenue and reduced financing costs
- Full integration and automation from inventory, loan and allocation
- Flexible rules based revenue allocation
- Automated daily calculation of loan allocations and collateral

An integrated solution for an efficient and profitable program

Why Fully Paid Lending?	Why FIS?
<ul style="list-style-type: none"> Increased revenues for the Broker Dealer and participating customers Reduction in financing costs Real-Time fully paid availability presented in the trading and inventory management application on the securities finance trading desk to facilitate lending and delivery needs. Customers retain ability to sell and recall shares Net asset value of the account does not change 	<ul style="list-style-type: none"> Fully integrated FPL automation provided efficiency with industry leading applications Daily flexible allocation of fully paid loans to the participating customers Customer defined rules-based revenue allocation model Automated daily calculations of collateral for daily cash pool adjustments Detailed P&L reporting with on-line inquiry Full detailed customer reporting for FPL revenues and shares on loan Full Automation for all intraday FPL transactions Automated bookkeeping through output of account level details Shares are protected from deficit and delivery needs without the requirement of DTCC Seg adjustment

