

Second Quarter 2016 Financial and Operating Results

July 2016 Customer Trading Metrics

August 4, 2016



This presentation may contain "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933, Section 21E of the Securities Exchange Act of 1934 and/or the Private Securities Litigation Reform Act of 1995, which reflect FXCM's current views with respect to, among other things, its operations and financial performance in the future. These forward-looking statements are not historical facts and are based on current expectations, estimates and projections about FXCM's industry, management's beliefs and certain assumptions made by management, many of which, by their nature, are inherently uncertain and beyond our control. Accordingly, readers are cautioned that any such forward-looking statements are not guarantees of future performance and are subject to certain risks, uncertainties and assumptions that are difficult to predict including, without limitation, risks associated with the events that took place in the currency markets on January 15, 2015 and their impact on FXCM's capital structure, risks associated with FXCM's ability to recover all or a portion of any capital losses, risks relating to the ability of FXCM to satisfy the terms and conditions of or make payments pursuant to the terms of the credit agreement and letter agreement with Leucadia, risks related to FXCM's dependence on FX market makers, market conditions, risks associated with the outcome of any potential litigation or regulatory inquiries to which FXCM may become subject as a result of the cybersecurity incident that was reported in a press release on October 1, 2015, risks associated with potential reputational damage to FXCM resulting from this cybersecurity incident, and the extent of remediation costs and other additional expenses that may be incurred by FXCM as a result of this security incident, and those other risks described under "Risk Factors" in FXCM Inc.'s Annual Report on Form 10-K, FXCM Inc.'s latest Quarterly Report on Form 10-Q, and other reports or documents FXCM files with the SEC, from time to time, which are accessible on the SEC website at sec.gov. This information should also be read in conjunction with FXCM's Consolidated Financial Statements and the Notes thereto contained in FXCM's Annual Report on Form 10-K, FXCM Inc.'s latest Quarterly Report on Form 10-Q and in other reports or documents the FXCM files with, or furnishes to, the SEC from time to time, which are accessible on the SEC website at sec.gov.

FXCM undertakes no obligation to publicly update or review any forward-looking statement, whether as a result of new information, future developments or otherwise.

Non-GAAP Financial Measures: This presentation presents certain non-GAAP financial measures. These measures should not be considered in isolation from, or as a substitute for, measures prepared in accordance with generally accepted accounting principles. See the appendix to this presentation for reconciliations of these non-GAAP financial measures to the most comparable measures calculated and presented in accordance with GAAP.

Operational:

Brexit - FXCM is pleased with the risk management steps the firm took including its decision to gradually raise margins as we did heading into the vote. The FXCM Trading Station operated normally throughout the Brexit market volatility and the firm was extremely pleased with the liquidity providers and staff who worked through the night, and clients who continued to heed our warnings during these historical market movements. The number of new accounts hit a record high trending up the week of the Brexit vote and we hope to see this as a continued trend as market volatility continues. On June 25th alone the firm saw a 50% boost to our daily volumes all while having significantly higher margin requirements from customers. FXCM's system processed 335,563 FX trades on June 25th alone vs the 195,580 June average. We received largely positive feedback from our customers through and after the event.

We continue to onboard new smaller clients to our dealing desk offering which has grown to 21% of retail volume as of June 30, 2016. DD volume is up from 19% of total volume in Q1 2016 and 16% of total volume in Q4 2015. Additionally our enhanced CFD offering launched in October 2015 has been gaining traction throughout 2016. CFD trading made up 35% of retail volume in Q2 2016 up from 34% in Q1 2016 and 30% in Q4 of 2015. Both initiatives have helped raise our retail trading revenue per million to \$80/million up from \$72/million in Q1 2016 and \$67/million in Q4 of 2015.

After the SNB event of January 15, 2015, FXCM has continued to stabilize the business, repaying a significant portion of the debt to Leucadia, continued to market the remaining assets held for sale and launched a number of initiatives to grow the business. Leucadia has demonstrated its commitment to FXCM to provide greater financial flexibility on the credit agreement, enhance future growth by taking a direct stake in the operations and provide additional marketing strength for FXCM going forward. FXCM and Leucadia continue to work towards finalizing the terms of the MOU announced in March 2016 – targeting to close Third Quarter 2016.

Financial:

Highlights for Q2 2016 include: A \$11.9 million increase in Adjusted EBITDA year over year from \$(2.8) million in Q2 2015 to \$9.1 million in Q2 2016 from continuing operations. Excluding a \$2.3 million expense relating to the settlement of a longstanding legal matter in Q2 2016, Adjusted EBITDA would have been \$14.2 million better than Q2 2015. Adjusted Total Revenues from continuing operations were \$70.6 million, an increase of \$10.0 million from \$60.5 million in Q2 2015.

Our U.S. GAAP net income from continuing operations attributable to FXCM was \$60.5 million, or \$10.80 a share. Please note that this includes a \$116.5 million non-cash net gain on the derivative liabilities related to the Leucadia Letter & Credit Agreements.

Our combined continuing and discontinued operations cash position was \$230.4 million and regulatory surplus was \$101.1 million.

Based on the current market environment, the key metrics on our retail FX business are healthy. Total active accounts increased 1% year over year, daily average trades increased 8% and total customer equity as of June 30, 2016 was \$662.4 million.

The firm is maintaining its cost control efforts by continuing to reduce our key operating expenses while maintaining them at a level that will assist in enhancing our future earnings growth. Excluding a \$2.3M settlement of a longstanding legal matter, adjusted continuing operations expenses decreased Q2 2016 vs Q1 2016 by 4.8% and Q2 2016 vs Q2 2015 by 6.7%.

Financial

- **Net revenues** from continuing operations of **\$70.6 million**
- **Net Income** from continuing operations **attributable to FXCM Inc.** of **\$60.5 million** or **\$10.80/share**
 - **Includes a non-cash item:** \$116.5 million non-cash net gain on derivative liabilities (Leucadia Letter & Credit Agreement)
- Adjusted **EBITDA** (continuing and discontinued ops) of **\$10.9 million**
 - **\$9.1 million** of Adjusted EBITDA coming from continuing operations

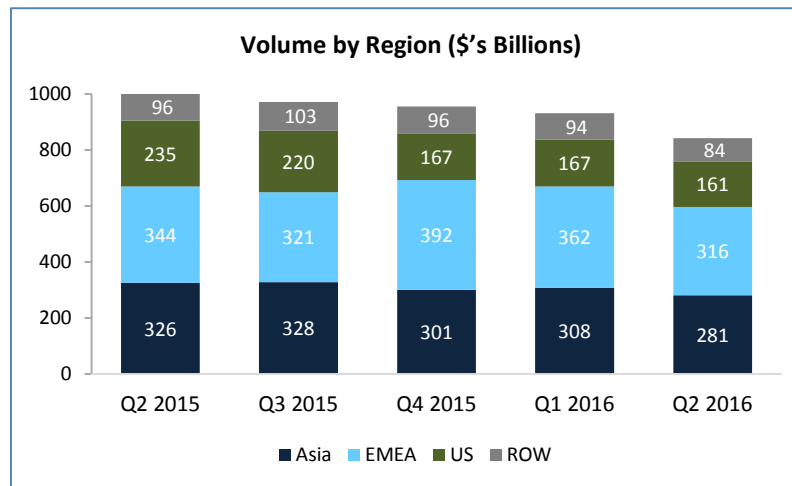
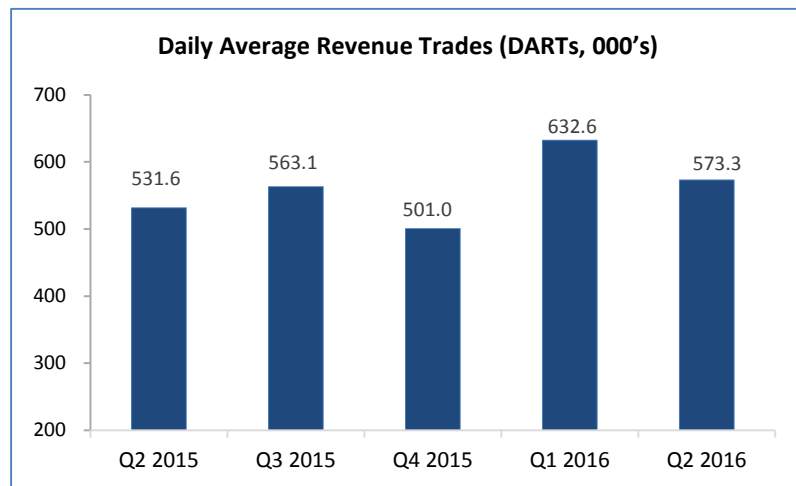
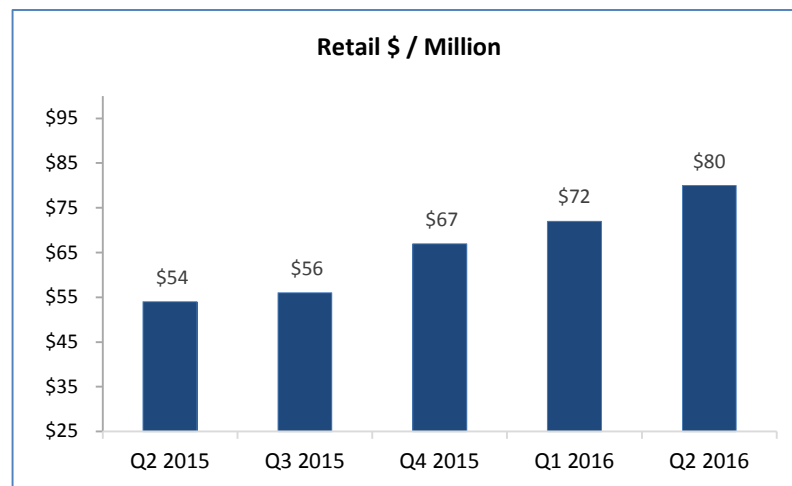
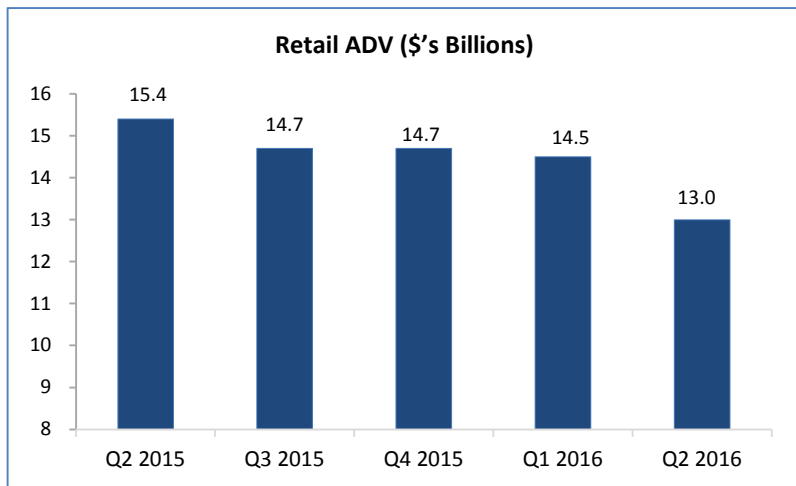
Operating (continuing operations only)

- **Retail trading revenue per million traded** of **\$80/MM** up **11.1%** vs. \$72/MM in Q1/16.
- **Retail volume** of **\$842 billion** for **Q2/16** decreased 15.8% from Q2/15
 - Dealing Desk (“DD”) initiative for smaller clients reached **21% of retail volume in Q2 2016** vs. **19% in Q1 2016**
- **Tradeable accounts** increased by **4,143** or **2.5%** to **171,507** since 3/31/16

- **\$199 million in operating cash** in our continuing operations vs. \$207 million at 12/31/15
 - Together with discontinued operations, FXCM had **\$230 million in operating cash** at 6/30/16

<i>(\$'s in Thousands)</i>	June 30, 2016			December 31, 2015		
	Continuing Ops	Disc Ops	Combined	Continuing Ops	Disc Ops	Combined
Cash & Cash Equivalents	\$ 208,707	\$ 13,471	\$ 222,178	\$ 203,854	\$ 10,786	\$ 214,640
Due From Brokers	2,071	18,550	20,621	3,781	22,234	26,015
Due to Brokers	(12,176)	(256)	(12,432)	(1,073)	-	(1,073)
Operating Cash	\$ 198,602	\$ 31,765	\$ 230,367	\$ 206,562	\$ 33,020	\$ 239,582

- **FXCM's regulatory capital position**
 - Minimum regulatory capital requirements in continuing ops (US, UK & Australia) and discontinued ops of \$61 million and regulatory capital of \$162 million, a surplus of \$101 million



⁽¹⁾ Retail FX data excludes discontinued operations of FXCM Japan and FXCM Hong Kong.



Financial Summary

Three Months Ended June 30, 2016 and 2015
(unaudited)

(\$'s in Thousands)

	Three Months Ended June 30, 2016						Three Months Ended June 30, 2015						Change in Adjusted Combined
	Continuing Ops	Adjust.	Adj Continuing Ops	Disc Ops	Adjust.	Adjusted Combined	Continuing Ops	Adjust.	Adj Continuing Ops	Disc Ops	Adjust.	Adjusted Combined	
Trading Revenue ⁽¹⁾	\$ 68,958	\$ -	\$ 68,958	\$ 7,468	\$ -	\$ 76,426	\$ 59,211	\$ -	\$ 59,211	\$ 20,486	\$ -	\$ 79,697	\$ (3,271)
Interest	352	-	352	10	-	362	243	-	243	(5)	-	238	124
Other	1,246	-	1,246	24	-	1,270	1,058	-	1,058	977	-	2,035	(765)
Adjusted Total Revenues	70,556	-	70,556	7,502	-	78,058	60,512	-	60,512	21,458	-	81,970	(3,912)
Compensation and benefits	24,351	-	24,351	472	-	24,823	23,457	-	23,457	3,766	-	27,223	(2,400)
Referring broker fees	8,933	-	8,933	-	-	8,933	14,601	-	14,601	-	-	14,601	(5,668)
Advertising and marketing	4,816	-	4,816	-	-	4,816	3,483	-	3,483	209	-	3,692	1,124
Communication and technology	6,516	-	6,516	1,426	-	7,942	9,243	-	9,243	2,180	-	11,423	(3,481)
Trading costs	849	-	849	3,099	-	3,948	960	-	960	4,790	-	5,750	(1,802)
General and administrative ⁽²⁾	24,879	(9,013)	15,866	1,117	(513)	16,470	12,718	(1,198)	11,520	1,242	-	12,762	3,708
Bad debt expense ⁽³⁾	(141)	141	-	-	-	-	388	(388)	-	-	-	-	-
Adjusted Operating Expenses	70,203	(8,872)	61,331	6,114	(513)	66,932	64,850	(1,586)	63,264	12,187	-	75,451	(8,519)
(Loss) gain on equity method investments, net	(149)	-	(149)	(60)	-	(209)	(37)	-	(37)	(576)	-	(613)	404
Adjusted EBITDA	\$ 204	\$ 8,872	\$ 9,076	\$ 1,328	\$ 513	\$ 10,917	\$ (4,375)	\$ 1,586	\$ (2,789)	\$ 8,695	\$ -	\$ 5,906	\$ 5,011

Footnotes:

⁽¹⁾ Included in Q2 2016 continuing ops is \$67.1 million from Retail and \$1.8 million from FXCM Pro. Included in Q2 2016 discontinued ops is \$6.8 million from Lucid and \$0.7 million from V3.

Included in Q2 2015 continuing ops is \$54.3 million from Retail and \$4.9 million from FXCM Pro. Included in Q2 2015 discontinued ops is \$2.5 million from Retail, \$9.5 million from Lucid, \$8.2 million from V3 and \$0.3 million from Faros.

⁽²⁾ Represents the provision for debt forgiveness of \$8.2 million against the notes receivable from the non-controlling members of Lucid, \$1.8 million of legal and other professional fees, including fees related to the Leucadia debt restructuring, partially offset by \$1.0 million of insurance recoveries to reimburse for costs incurred related to the January 15, 2015 SNB event and the cybersecurity incident, which is included in continuing operations in the three months ended June 30, 2016, and expense of \$0.5 million included in discontinued operations in the three months ended June 30, 2016 related to pre-August 2010 trade execution practices and other regulatory fees and fines. For the three months ended June 30, 2015, represents \$1.2 million of legal fees resulting from the SNB event.

⁽³⁾ Represents the net bad debt (recovery) expense related to client debit balances associated with the January 15, 2015 SNB event.



Sequential Operating Expenses⁽¹⁾

Three Months Ended June 30, 2015 – June 30, 2016
(unaudited)

(\$'s in Thousands)

	Three Months Ended				
	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015
	Adj Continuing Ops	Adj Continuing Ops	Adj Continuing Ops	Adj Continuing Ops	Adj Continuing Ops
Compensation and benefits	\$ 24,351	\$ 24,826	\$ 20,969	\$ 23,948	\$ 23,457
Referring broker fees	8,933	10,646	11,125	13,032	14,601
Advertising and marketing	4,816	5,468	4,516	4,116	3,483
Communication and technology	6,516	7,605	7,473	7,312	9,243
Trading costs	849	888	1,005	847	960
General and administrative*	15,866	12,615	11,889	11,555	11,520
Total Operating Expenses	\$ 61,331	\$ 62,048	\$ 56,977	\$ 60,810	\$ 63,264

* General and administrative expense for the three months ended June 30, 2016 includes a \$2.3M settlement of a longstanding legal matter.

⁽¹⁾ These figures are based on Non-GAAP financial results. Please see reconciliations of these measures to the most directly comparable GAAP measures in the previous slide for Three Months Ended June 30, 2016 and Three Months Ended June 30, 2015 and in the appendix to this presentation for Three Months Ended March 31, 2016, Three Months Ended December 31, 2015, and Three Months Ended September 30, 2015.

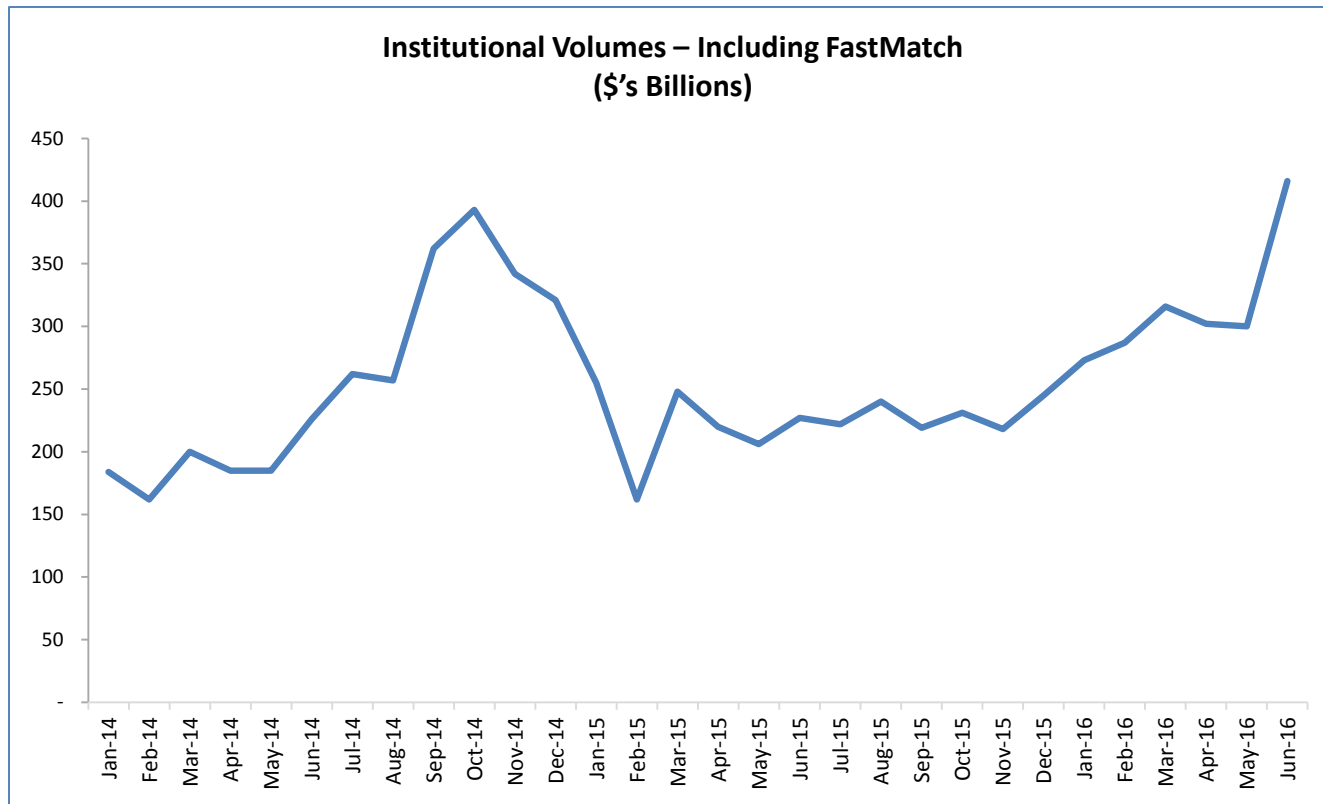


Balance Sheet

As of June 30, 2016 and December 31, 2015
(unaudited, condensed)

(\$'s in Thousands)

	<u>June 30, 2016</u>	<u>December 31, 2015</u>		<u>June 30, 2016</u>	<u>December 31, 2015</u>
Assets			Liabilities and Stockholders' Deficit		
Current assets			Current liabilities		
Cash and cash equivalents	\$ 208,707	\$ 203,854	Customer account liabilities	\$ 662,392	\$ 685,043
Cash and cash equivalents, held for customers	662,392	685,043	Accounts payable and accrued expenses	41,597	38,298
Due from brokers	2,071	3,781	Due to brokers	12,176	1,073
Accounts receivable, net	1,468	1,636	Due to related parties pursuant to tax receivable agreement	-	145
Other current assets	21	1,766	Current liabilities held for sale	<u>13,690</u>	<u>14,510</u>
Current assets held for sale	<u>199,730</u>	<u>233,937</u>	Total current liabilities	729,855	739,069
Total current assets	1,074,389	1,130,017	Deferred tax liability	280	719
Deferred tax assets	15	14	Senior convertible notes	157,795	154,255
Office, communication and computer equipment, net	35,505	35,891	Credit Agreement	180,153	147,262
Goodwill	25,363	28,080	Derivative liability — Letter Agreement	209,458	448,458
Other intangible assets, net	9,670	13,782	Other liabilities	<u>13,543</u>	<u>16,044</u>
Notes receivable	-	7,881	Total liabilities	<u>1,291,084</u>	<u>1,505,807</u>
Other assets	<u>12,393</u>	<u>11,421</u>	Stockholders' Deficit		
Total assets	<u>\$ 1,157,335</u>	<u>\$ 1,227,086</u>	Total stockholders' deficit	<u>(133,749)</u>	<u>(278,721)</u>
			Total liabilities and stockholders' deficit	<u>\$ 1,157,335</u>	<u>\$ 1,227,086</u>

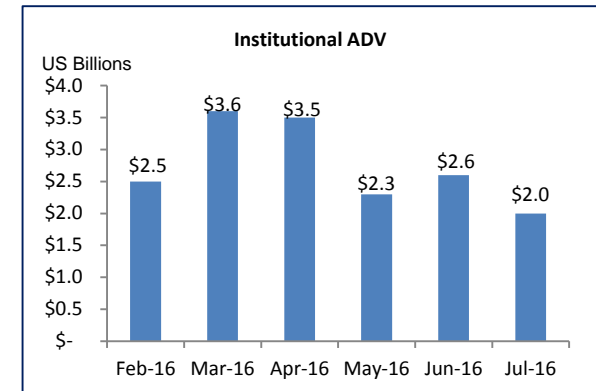
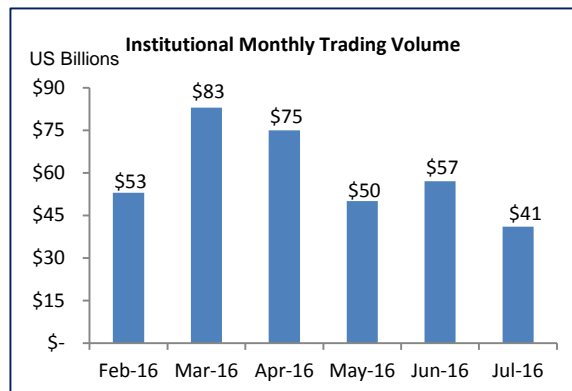
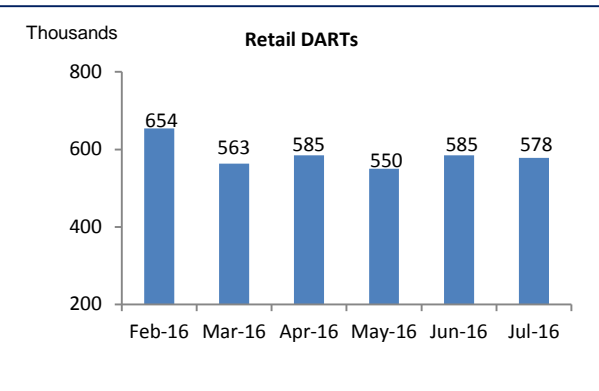
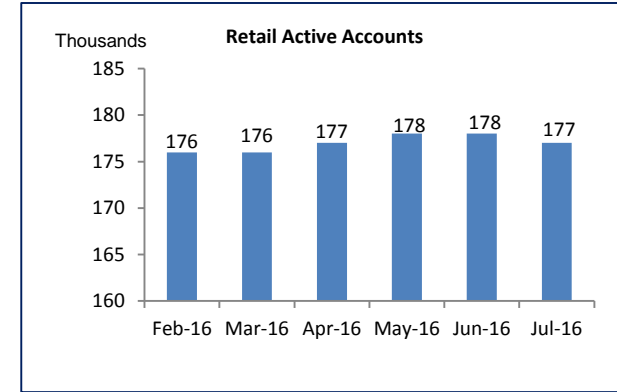
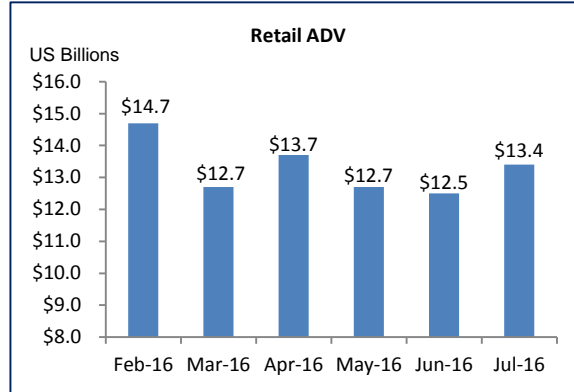
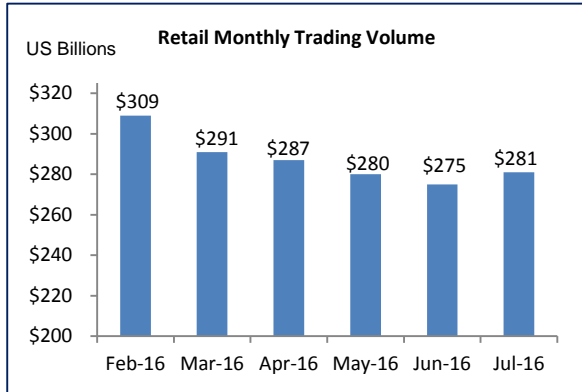


- Institutional Volume including FastMatch has trended higher than pre SNB and June 2016 was the highest volume month since October 2015.
- FastMatch continues to gain market share and volumes continues to increase.

- Have repaid \$117 million of principal due to Leucadia with \$193 million outstanding
- While remaining non-core assets are being actively marketed, we believe greater value can be realized through additional time to complete asset sales

Entity	FXCM Ownership	Notes
FXCM Japan	100%	Sold for \$62M
FXCM Hong Kong	100%	Sold for \$38M
FXCM Securities (UK)	100%	Sold for \$2M
FastMatch	35%	Institutional JV with Credit Suisse; in process
Lucid	50.1%	Leading non-bank FX market maker in UK; in process
V3 Markets	50.1%	Chicago based multi-asset HF proprietary trader; in process

July 2016 Customer Trading Metrics from Continuing Operations



More information, including historical results for each of the above metrics, can be found on the investor relations page of FXCM's corporate website here: [Customer Trading Metrics](#)

- **Brexit** - FXCM is pleased with the risk management steps the firm took including its decision to gradually raise margins as we did heading into the vote. The FXCM Trading Station operated normally throughout the Brexit market volatility and we received largely positive feedback from our customers through and after the event.
- With initiatives implemented in 2015 and 2016, we continue to experience an increase in Revenue per Million and tradeable accounts in Q2 2016.
- FXCM is committed to selling the remaining non-core assets, but we believe greater value can be realized with additional time to complete asset sales.
 - FastMatch processed record trading volume following the Brexit announcement on June 24th.
 - Lucid had its best trading month in June 2016 since August 2015.
- Leucadia has demonstrated its commitment to FXCM to provide greater financial flexibility on the credit agreement, enhance future growth by taking a direct stake in the operations and provide additional marketing strength for FXCM going forward. FXCM and Leucadia continue to work towards finalizing the terms of the MOU announced in March 2016 – targeting to close Third Quarter 2016.

Appendix



Reconciliation of GAAP Reported to Non-GAAP Adjusted Financial Measures*

3 Months Ended June 30, 2016 and 2015 (000's, unaudited)

(\$'s in Thousands)

Reconciliation of U.S. GAAP Net Income (Loss) to Adjusted EBITDA⁽¹⁾

Three Months Ended June 30,

	2016			2015		
	Continuing Ops	Disc Ops	Combined	Continuing Ops	Disc Ops	Combined
Net income (loss)	\$ 89,021	\$ (518)	\$ 88,503	\$ (156,892)	\$ 5,665	\$ (151,227)
Adjustments:						
Allocation of net income to Lucid members for services provided ⁽²⁾	-	1,360	1,360	-	1,981	1,981
General and administrative ⁽³⁾	9,013	513	9,526	1,198	-	1,198
Bad debt (recovery) expense ⁽⁴⁾	(141)	-	(141)	388	-	388
Depreciation and amortization	6,949	-	6,949	6,800	-	6,800
Goodwill and held for sale impairments	-	486	486	-	2,300	2,300
(Gain) loss on derivative liabilities - Letter & Credit Agreement	(116,529)	-	(116,529)	99,867	-	99,867
Interest on borrowings	21,202	-	21,202	44,291	-	44,291
Income tax (benefit) provision	(439)	-	(439)	1,559	727	2,286
Gain on completed dispositions	-	-	-	-	(1,978)	(1,978)
Total adjustments	(79,945)	2,359	(77,586)	154,103	3,030	157,133
Adjusted EBITDA	\$ 9,076	\$ 1,841	\$ 10,917	\$ (2,789)	\$ 8,695	\$ 5,906

* See footnotes following

(1) Adjusted EBITDA is a Non-GAAP measure that is not prepared under any comprehensive set of accounting rules or principles and does not reflect all of the amounts associated with the Company's results of operations as determined in accordance with U.S. GAAP.

(2) Represents the elimination of the 49.9% of Lucid's earnings allocated among the non-controlling interests recorded as compensation for U.S. GAAP purposes included in discontinued operations.

(3) Represents the provision for debt forgiveness of \$8.2 million against the notes receivable from the non-controlling members of Lucid, \$1.8 million of legal and other professional fees, including fees related to the Leucadia debt restructuring, partially offset by \$1.0 million of insurance recoveries to reimburse for costs incurred related to the January 15, 2015 SNB event and the cybersecurity incident, which is included in continuing operations in the three months ended June 30, 2016, and expense of \$0.5 million included in discontinued operations in the three months ended June 30, 2016 related to pre-August 2010 trade execution practices and other regulatory fees and fines. For the three months ended June 30, 2015, represents \$1.2 million of legal fees resulting from the SNB event.

(4) Represents the net bad debt (recovery) expense related to client debit balances associated with the January 15, 2015 SNB event.



Financial Summary

Six Months Ended June 30, 2016 and 2015
(unaudited)

(\$'s in Thousands)

	Six Months Ended June 30, 2016						Six Months Ended June 30, 2015						Change in Adjusted Combined
	Continuing Ops	Adjust.	Adj Continuing Ops	Disc Ops	Adjust.	Adjusted Combined	Continuing Ops	Adjust.	Adj Continuing Ops	Disc Ops	Adjust.	Adjusted Combined	
Trading Revenue ⁽¹⁾	\$ 138,705	\$ -	\$ 138,705	\$ 13,804	\$ -	\$ 152,509	\$ 128,425	\$ -	\$ 128,425	\$ 46,768	\$ -	\$ 175,193	\$ (22,684)
Interest	682	-	682	139	-	821	361	-	361	147	-	508	313
Other ⁽²⁾	2,684	44	2,728	24	-	2,752	146,916	(145,224)	1,692	3,372	-	5,064	(2,312)
Adjusted Total Revenues	142,071	44	142,115	13,967	-	156,082	275,702	(145,224)	130,478	50,287	-	180,765	(24,683)
Compensation and benefits	49,177	-	49,177	513	-	49,690	48,496	-	48,496	10,801	-	59,297	(9,607)
Referring broker fees	19,579	-	19,579	-	-	19,579	30,670	-	30,670	208	-	30,878	(11,299)
Advertising and marketing	10,284	-	10,284	-	-	10,284	6,300	-	6,300	721	-	7,021	3,263
Communication and technology	14,121	-	14,121	2,923	-	17,044	18,760	-	18,760	4,467	-	23,227	(6,183)
Trading costs	1,737	-	1,737	6,709	-	8,446	2,100	-	2,100	10,538	-	12,638	(4,192)
General and administrative ⁽³⁾	38,980	(10,499)	28,481	1,622	(513)	29,590	26,373	(3,035)	23,338	3,237	-	26,575	3,015
Bad debt expense ⁽⁴⁾	(141)	141	-	-	-	-	257,303	(257,303)	-	8,408	(8,408)	-	-
Adjusted Operating Expenses	133,737	(10,358)	123,379	11,767	(513)	134,633	132,699	(3,035)	129,664	29,972	-	159,636	(25,003)
(Loss) gain on equity method investments, net ⁽⁵⁾	(338)	-	(338)	772	(679)	(245)	(188)	-	(188)	(501)	-	(689)	444
Adjusted EBITDA	\$ 7,996	\$ 10,402	\$ 18,398	\$ 2,972	\$ (166)	\$ 21,204	\$ 142,815	\$(142,189)	\$ 626	\$ 19,814	\$ -	\$ 20,440	\$ 764

Footnotes:

⁽¹⁾ Included in Six Months Ended June 30, 2016 continuing ops is \$134.6 million from Retail and \$4.1 million from FXCM Pro. Included in Six Months Ended June 30, 2016 \$13.2 million from Lucid and \$0.6 million from V3.

Included in Six Months Ended June 30, 2015 continuing ops is \$117.1 million from Retail and \$11.3 million from FXCM Pro. Included in Six Months Ended June 30, 2015 discontinued ops is \$5.5 million from Retail, \$22.9 million from Lucid, \$16.1 million from V3 and \$2.3 million from Faros.

⁽²⁾ Represents a \$0.1 million charge in Q1 2016 for tax receivable agreement payments and the elimination of a \$145.2 million noncash benefit in Q1 2015 attributable to the reduction of our tax receivable agreement contingent liability to zero.

⁽³⁾ Represents the provision for debt forgiveness of \$8.2 million against the notes receivable from the non-controlling members of Lucid, \$3.2 million of legal and other professional fees, including fees related to the Leucadia debt restructuring and other professional fees related to the Stockholder Rights Plan, partially offset by \$1.0 million of insurance recoveries to reimburse for costs incurred related to the January 15, 2015 SNB event and the cybersecurity incident, which is included in continuing operations in the six months ended June 30, 2016, and expense of \$0.5 million included in discontinued operations in the six months ended June 30, 2016 related to pre-August 2010 trade execution practices and other regulatory fees and fines. For the six months ended June 30, 2015, represents \$3.0 million of legal and other professional fees, including legal fees resulting from the SNB event and professional fees related to the Stockholder Rights Plan.

⁽⁴⁾ Represents the net bad debt (recovery) expense related to client debit balances associated with the January 15, 2015 SNB event.

⁽⁵⁾ Represents the gain on the disposition of an equity method investment related to V3 of \$0.7M.



Reconciliation of GAAP Reported to Non-GAAP Adjusted Financial Measures*

6 Months Ended June 30, 2016 and 2015 (000's, unaudited)

(\$'s in Thousands)

	Reconciliation of U.S. GAAP Net Income (Loss) to Adjusted EBITDA ⁽¹⁾					
	Six Months Ended June 30,					
	2016			2015		
	Continuing Ops	Disc Ops	Combined	Continuing Ops	Disc Ops	Combined
Net income (loss)	\$ 179,265	\$ (31,586)	\$ 147,679	\$ (786,288)	\$ (92,933)	\$ (879,221)
Adjustments:						
Net Revenues ⁽²⁾	44	-	44	(145,224)	-	(145,224)
Allocation of net income to Lucid members for services provided ⁽³⁾	-	2,561	2,561	-	4,667	4,667
General and administrative ⁽⁴⁾	10,499	513	11,012	3,035	-	3,035
Bad debt (recovery) expense ⁽⁵⁾	(141)	-	(141)	257,303	8,408	265,711
Depreciation and amortization	14,193	-	14,193	13,820	12,359	26,179
Goodwill and held for sale impairments	-	31,997	31,997	9,513	83,664	93,177
(Gain) loss on derivative liabilities - Letter & Credit Agreement	(227,360)	-	(227,360)	392,296	-	392,296
Gain on disposition of equity method investment ⁽⁶⁾	-	(679)	(679)	-	-	-
Interest on borrowings	41,755	-	41,755	74,850	-	74,850
Income tax provision	143	-	143	181,321	5,627	186,948
Gain on completed dispositions	-	-	-	-	(1,978)	(1,978)
Total adjustments	(160,867)	34,392	(126,475)	786,914	112,747	899,661
Adjusted EBITDA	\$ 18,398	\$ 2,806	\$ 21,204	\$ 626	\$ 19,814	\$ 20,440

* See footnotes following



Reconciliation of GAAP Reported to Non-GAAP Adjusted Financial Measures 6 Months Ended June 30, 2016 and 2015 (footnotes)

- (1) Adjusted EBITDA is a Non-GAAP measure that is not prepared under any comprehensive set of accounting rules or principles and does not reflect all of the amounts associated with the Company's results of operations as determined in accordance with U.S. GAAP.
- (2) Represents a \$0.1 million charge in the three months ended March 31, 2016 for tax receivable agreement payments and the elimination of a \$145.2 million noncash benefit in the three months ended March 31, 2015 attributable to the reduction of our tax receivable agreement contingent liability to zero.
- (3) Represents the elimination of the 49.9% of Lucid's earnings allocated among the non-controlling interests recorded as compensation for U.S. GAAP purposes included in discontinued operations.
- (4) Represents the provision for debt forgiveness of \$8.2 million against the notes receivable from the non-controlling members of Lucid, \$3.2 million of legal and other professional fees, including fees related to the Leucadia debt restructuring and other professional fees related to the Stockholder Rights Plan, partially offset by \$1.0 million of insurance recoveries to reimburse for costs incurred related to the January 15, 2015 SNB event and the cybersecurity incident, which is included in continuing operations in the six months ended June 30, 2016, and expense of \$0.5 million included in discontinued operations in the six months ended June 30, 2016 related to pre-August 2010 trade execution practices and other regulatory fees and fines. For the six months ended June 30, 2015, represents \$3.0 million of legal and other professional fees, including legal fees resulting from the SNB event and professional fees related to the Stockholder Rights Plan.
- (5) Represents the net bad debt (recovery) expense related to client debit balances associated with the January 15, 2015 SNB event.
- (6) Represents the gain on the disposition of an equity method investment related to V3 in the three months ended March 31, 2016.



Financial Summary

Three Months Ended March 31, 2016 and 2015
(unaudited)

(\$'s in Thousands)

	Three Months Ended March 31, 2016						Three Months Ended March 31, 2015						Change in Adjusted Combined
	Continuing Ops	Adjust.	Adj Continuing Ops	Disc Ops	Adjust.	Adjusted Combined	Continuing Ops	Adjust.	Adj Continuing Ops	Disc Ops	Adjust.	Adjusted Combined	
Trading Revenue ⁽¹⁾	\$ 69,747	\$ -	\$ 69,747	\$ 6,336	\$ -	\$ 76,083	\$ 69,214	\$ -	\$ 69,214	\$ 26,282	\$ -	\$ 95,496	\$ (19,413)
Interest	330	-	330	129	-	459	118	-	118	152	-	270	189
Other ⁽²⁾	1,438	44	1,482	-	-	1,482	145,858	(145,224)	634	2,395	-	3,029	(1,547)
Adjusted Total Revenues	71,515	44	71,559	6,465	-	78,024	215,190	(145,224)	69,966	28,829	-	98,795	(20,771)
Compensation and benefits	24,826	-	24,826	41	-	24,867	25,039	-	25,039	7,035	-	32,074	(7,207)
Referring broker fees	10,646	-	10,646	-	-	10,646	16,069	-	16,069	208	-	16,277	(5,631)
Advertising and marketing	5,468	-	5,468	-	-	5,468	2,817	-	2,817	512	-	3,329	2,139
Communication and technology	7,605	-	7,605	1,497	-	9,102	9,517	-	9,517	2,287	-	11,804	(2,702)
Trading costs	888	-	888	3,610	-	4,498	1,140	-	1,140	5,748	-	6,888	(2,390)
General and administrative ⁽³⁾	14,101	(1,486)	12,615	505	-	13,120	13,655	(1,837)	11,818	1,995	-	13,813	(693)
Bad debt expense ⁽⁴⁾	-	-	-	-	-	-	256,915	(256,915)	-	8,408	(8,408)	-	-
Adjusted Operating Expenses	63,534	(1,486)	62,048	5,653	-	67,701	325,152	(258,752)	66,400	26,193	(8,408)	84,185	(16,484)
(Loss) gain on equity method investments, net ⁽⁵⁾	(189)	-	(189)	832	(679)	(36)	(151)	-	(151)	75	-	(76)	40
Adjusted EBITDA	\$ 7,792	\$ 1,530	\$ 9,322	\$ 1,644	\$ (679)	\$ 10,287	\$ (110,113)	\$ 113,528	\$ 3,415	\$ 2,711	\$ 8,408	\$ 14,534	\$ (4,247)

Footnotes:

⁽¹⁾ Included in Q1 2016 continuing ops is \$67.4 million from Retail and \$2.3 million from FXCM Pro. Included in Q1 2016 discontinued ops is \$6.4 million from Lucid and \$(0.1) million from V3.

Included in Q1 2015 continuing ops is \$62.8 million from Retail and \$6.4 million from FXCM Pro. Included in Q1 2015 discontinued ops is \$3.0 million from Retail, \$13.4 million from Lucid, \$7.9 million from V3 and \$2.0 million from Faros.

⁽²⁾ Represents a \$0.1 million charge in Q1 2016 for tax receivable agreement payments, and the elimination of a \$145.2 million noncash benefit in Q1 2015 attributable to the reduction of our tax receivable agreement contingent liability to zero.

⁽³⁾ Represents \$1.5 million of legal and other professional fees in Q1 2016, including legal fees resulting from the January 15, 2015 SNB event, fees related to the Leucadia debt restructuring and other professional fees related to the Stockholders Rights Plan and \$1.8 million of legal and other professional fees in Q1 2015, including legal fees resulting from the SNB event and professional fees related to the Stockholders Rights Plan.

⁽⁴⁾ Represents the net bad debt expense related to client debit balances associated with the January 15, 2015 SNB event.

⁽⁵⁾ Represents the gain on the disposition of an equity method investment related to V3 of \$0.7M.

Financial Summary

Three Months Ended December 31, 2015 and 2014
(unaudited)

(\$'s in Thousands)

	Three Months Ended December 31, 2015						Three Months Ended December 31, 2014						Change in Adjusted Combined
	Continuing Ops	Adjust.	Adj Continuing Ops	Disc Ops	Adjust.	Adjusted Combined	Continuing Ops	Adjust.	Adj Continuing Ops	Disc Ops	Adjust.	Adjusted Combined	
Trading Revenue ⁽¹⁾	\$ 65,370	\$ -	\$ 65,370	\$ 11,346	\$ -	\$ 76,716	\$ 93,485	\$ -	\$ 93,485	\$ 31,173	\$ -	\$ 124,658	\$ (47,942)
Interest	366	-	366	25	-	391	297	-	297	80	-	377	14
Other ⁽²⁾	1,258	145	1,403	898	-	2,301	7,964	(7,103)	861	1,676	-	2,537	(236)
Adjusted Total Revenues	66,994	145	67,139	12,269	-	79,408	101,746	(7,103)	94,643	32,929	-	127,572	(48,164)
Compensation and benefits ⁽³⁾	20,969	-	20,969	3,176	-	24,145	19,081	(1,512)	17,569	6,352	-	23,921	224
Referring broker fees	11,125	-	11,125	-	-	11,125	24,110	-	24,110	125	-	24,235	(13,110)
Advertising and marketing	4,516	-	4,516	-	-	4,516	3,328	-	3,328	686	-	4,014	502
Communication and technology	7,473	-	7,473	1,720	-	9,193	8,605	-	8,605	2,107	-	10,712	(1,519)
Trading costs	1,005	-	1,005	3,662	-	4,667	2,567	-	2,567	7,004	-	9,571	(4,904)
General and administrative ⁽⁴⁾	19,202	(7,313)	11,889	2,099	(1,453)	12,535	12,087	-	12,087	1,823	-	13,910	(1,375)
Bad debt expense ⁽⁵⁾	(353)	353	-	-	-	-	-	-	-	-	-	-	-
Adjusted Operating Expenses	63,937	(6,960)	56,977	10,657	(1,453)	66,181	69,778	(1,512)	68,266	18,097	-	86,363	(20,182)
(Loss) gain on equity method investments, net	(168)	-	(168)	(446)	-	(614)	(116)	-	(116)	(282)	-	(398)	(216)
Adjusted EBITDA	\$ 2,889	\$ 7,105	\$ 9,994	\$ 1,166	\$ 1,453	\$ 12,613	\$ 31,852	\$ (5,591)	\$ 26,261	\$ 14,550	\$ -	\$ 40,811	\$ (28,198)

Footnotes:

- (1) Included in Q4 2015 continuing ops is \$63.7 million from Retail and \$1.6 million from FXCM Pro. Included in Q4 2015 discontinued ops is \$4.7 million from Lucid and \$6.6 million from V3.
Included in Q4 2014 continuing ops is \$83.9 million from Retail and \$9.5 million from FXCM Pro. Included in Q4 2014 discontinued ops is \$9.9 million from Retail, \$13.1 million from Lucid, \$6.2 million from V3 and \$2.0 million from Faros.
- (2) Represents the \$0.1 million charge in Q4 2015 and the elimination of a \$7.1 million benefit in Q4 2014 attributable to the remeasurement of our tax receivable agreement liability to reflect a revised effective tax rate.
- (3) Represents the elimination of stock-based compensation associated with the IPO of \$1.5 million in Q4 2014.
- (4) Represents the elimination of a \$6.8 million reserve recorded against an uncollected broker receivable, \$0.8 million of legal fees resulting from the January 15, 2015 SNB event and other professional fees, \$0.5 million of costs related to the cyber incident and a recovery of \$0.8 million related to a settlement related to a settlement of a lawsuit, all recorded in continuing operations for Q4 2015, and a \$1.5 million reserve for restitution related to pre-August 2010 trade execution practices recorded in discontinued operations in Q4 2015.
- (5) Represents a recovery against the net bad debt expense related to client debit balances associated with the January 15, 2015 SNB event.



Financial Summary

Three Months Ended September 30, 2015 and 2014
(unaudited)

(\$'s in Thousands)

	Three Months Ended September 30, 2015						Three Months Ended September 30, 2014						Change in Adjusted Combined
	Continuing Ops	Adjust.	Adj Continuing Ops	Disc Ops	Adjust.	Adjusted Combined	Continuing Ops	Adjust.	Adj Continuing Ops	Disc Ops	Adjust.	Adjusted Combined	
Trading Revenue ⁽¹⁾	\$ 56,247	\$ -	\$ 56,247	\$ 13,386	\$ -	\$ 69,633	\$ 88,696	\$ -	\$ 88,696	\$ 23,547	\$ -	\$ 112,243	\$ (42,610)
Interest	282	-	282	-	-	282	345	-	345	93	-	438	(156)
Other ⁽²⁾	3,053	-	3,053	1,430	-	4,483	2,344	(360)	1,984	1,122	-	3,106	1,377
Adjusted Total Revenues	59,582	-	59,582	14,816	-	74,398	91,385	(360)	91,025	24,762	-	115,787	(41,389)
Compensation and benefits ⁽³⁾	23,948	-	23,948	731	-	24,679	23,317	(2,232)	21,085	4,255	-	25,340	(661)
Referring broker fees	13,032	-	13,032	-	-	13,032	20,735	-	20,735	263	-	20,998	(7,966)
Advertising and marketing	4,116	-	4,116	15	-	4,131	4,067	-	4,067	1,004	-	5,071	(940)
Communication and technology	7,312	-	7,312	2,061	-	9,373	10,451	-	10,451	2,983	-	13,434	(4,061)
Trading costs	847	-	847	4,178	-	5,025	2,394	-	2,394	5,627	-	8,021	(2,996)
General and administrative ⁽⁴⁾	12,861	(1,306)	11,555	978	-	12,533	14,872	(3,116)	11,756	2,347	-	14,103	(1,570)
Adjusted Operating Expenses	62,116	(1,306)	60,810	7,963	-	68,773	75,836	(5,348)	70,488	16,479	-	86,967	(18,194)
(Loss) gain on equity method investments, net	(111)	-	(111)	(320)	-	(431)	(137)	-	(137)	(239)	-	(376)	(55)
Adjusted EBITDA	\$ (2,645)	\$ 1,306	\$ (1,339)	\$ 6,533	\$ -	\$ 5,194	\$ 15,412	\$ 4,988	\$ 20,400	\$ 8,044	\$ -	\$ 28,444	\$ (23,250)

Footnotes:

- (1) Included in Q3 2015 continuing ops is \$54.2 million from Retail and \$2.1 million from FXCM Pro. Included in Q3 2015 discontinued ops is \$1.1 million from Retail, \$10.4 million from Lucid and \$1.9 million from V3.
Included in Q3 2014 continuing ops is \$81.3 million from Retail and \$7.4 million from FXCM Pro. Included in Q3 2014 discontinued ops is \$6.7 million from Retail, \$11.0 million from Lucid, \$5.4 million from V3 and \$0.5 million from Faros.
- (2) Represents the elimination of a \$0.4 million benefit in Q3 2014 attributable to the remeasurement of our tax receivable agreement liability to reflect a revised effective tax rate.
- (3) Represents the elimination of stock-based compensation associated with the IPO of \$2.2 million in Q3 2014.
- (4) Represents regulatory and professional fees of \$1.3 million in Q3 2015 including \$0.2 million of costs related to the cyber security incident, the net expense relating to pre-August 2010 trade execution practices and other regulatory fees and fines of \$0.8 million in Q3 2014 and the \$2.3 million charge related to a put option payment for Online Courses in Q3 2014.