

TRADE SENTRYSM

Quality of Execution, LLC. is proud to offer *Trade Sentry*, our real-time order handling compliance monitoring system that provides a superior alternative to "overnight" compliance systems.

Trade Sentry alerts you to problems immediately, enabling you to take corrective action on the basis of timely and complete information and analysis.

Trade Sentry fulfills your obligation to perform a "regular and rigorous" review of your order handling procedures.

Trade Sentry is a regulatory and marketing necessity in the current securities industry environment.

Trade Sentry is a cost effective service bureau solution for all your order handling supervision and analysis.

Trade Sentry's Real-time System:

- **INTERPRETS** performance according to your own "regular and rigorous" standards
- **REDEFINES** what it means to comply with SEC and NASD order handling rules
- **DOCUMENTS** all order fulfillment information for regulatory purposes
- **MONITORS** execution quality across various market centers and securities
- **CALCULATES** a complete set of statistics and quality measurements

INTERPRETS

Trade Sentry acts as your compliance consultant. The system allows you to set system parameters according to your own standards, considering both regulatory and business imperatives.

Trade Sentry's reporting and data-mining tools provide clients with all of the data necessary to make informed judgments and create regulatory reports. We simplify the SEC's many complex tables through *Trade Sentry's* user-friendly and intuitive standard summaries, queries, and forms.

Trade Sentry helps clients to:

- Understand and anticipate SEC regulations
- Generate meaningful measures of execution quality
- Analyze each trade quickly and thoroughly using our integrated time and sales database
- Focus on key characteristics of an execution by a glance at our exception reports

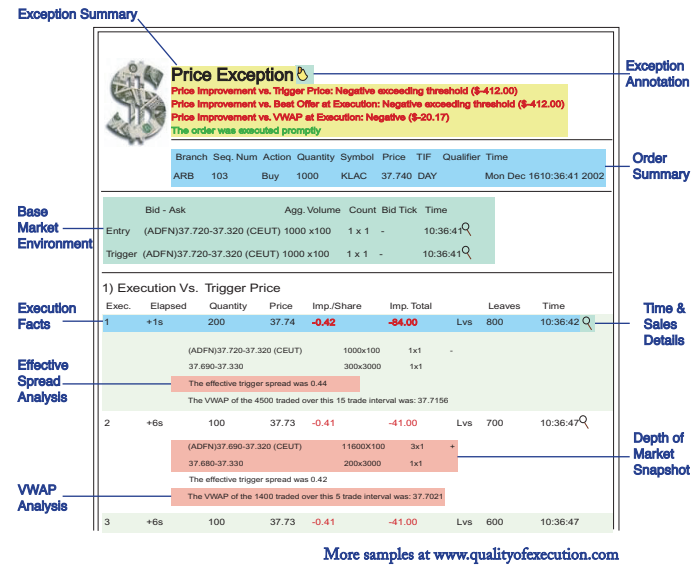
REDEFINES

Trade Sentry redefines the meaning of a "regular and rigorous" review of order handling. In every respect, it is superior to "overnight" systems currently in use.

Trade Sentry delivers:

- Both real-time and end-of-day compliance reports
- 11Ac1-5 and 11Ac1-6 tables, updated in real-time
- Time and sales information integrated with each exception report
- User-friendly, intuitive database interfaces and reports
- A unified compliance tool for analyzing listed and NASDAQ equities AND options
- The ability to make same day price corrections where deserved
- Cost savings on more timely price corrections
- Dramatically lowered regulatory risks

TRADE SENTRY'S REPORTS ARE EASY TO READ AND UNDERSTAND



DOCUMENTS

Trade Sentry thoroughly documents your best efforts compliance review.

Trade Sentry offers compliance professionals the ability to easily annotate and record exceptions with any corrective actions and/or comments.

Trade Sentry makes compliance supervision, verification, and follow-up an integrated process. Exception memo fields provide the basis for best effort reporting, perfect for internal accountability.

SEC 11Ac1-5 and 11Ac1-6 Reports

The information gathered and analyzed by *Trade Sentry* far exceeds the requirements of the SEC 11Ac1-5 and 11Ac1-6 reports. *Trade Sentry* prepares, in real-time, both reports on a daily, monthly, quarterly, and yearly basis.

MONITORS

Trade Sentry reviews and reports on every execution and open order in real-time.

Covered securities include:
Listed and NASDAQ equities AND options.

Trade Sentry alerts you within seconds of important events via:

- Email exception reports
- User-friendly database queries
- Periodic summary tables emailed or available on your own secure website

CALCULATES

Trade Sentry calculates complete and thorough measures of execution quality that meet and exceed SEC requirements:

- Speed of execution
- Price improvement relative to trigger NBBO, execution NBBO, and VWAP over the order interval
- Average effective and realized spreads
- Liquidity enhancement and depth of market

Real-time Execution Quality Summary

