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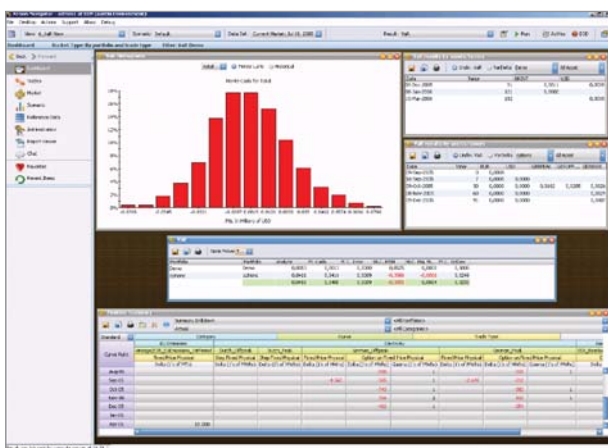
Corporate Overview





Sakonnet – Software as a Service Leader in ETRM space

Sakonnet operates under the Software as a Service model, and its main services for clients are the hosting, support and upgrade of its Xenon® energy trading and risk management application, and related consulting. Sakonnet's bundled service-set allows clients in an efficient and sustainable way to evaluate, enter and process trades in all major energy markets, and measure and control their credit, market and operating risks.



The trader dashboard including VaR results

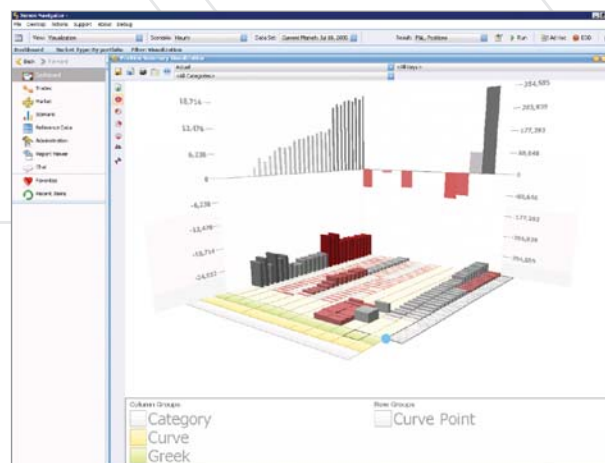
Sakonnet's hosting services relieve clients of an immense logistical burden. Sakonnet maintains all server hardware at a secure data center and arranges connectivity to the client trading floor. Sakonnet is responsible for continuous availability of the application to end-users, monitoring environments and upgrading the hardware.

In first-level support roles, professionals from Sakonnet provide end-users with initial training, immediately respond to their queries via phone, IM or email, and show them how best to use new functionality contained in upgrades.

Sakonnet releases five major upgrades per year. Such a high frequency lets clients trade in new instruments and markets ahead of their competitors, and incorporate further risk management functions sooner.

The Xenon® application

Xenon is a sophisticated trading system with deep functionality covering a wide range of markets and regions. It is a full front-, mid- and back-office application. While underlying neutral, Xenon currently covers all major energy commodities, including power, natural gas, crude oil and refined products, and emissions. It can capture most energy exchange and mainstream OTC trade types, and complex formula trades evaluated using client proprietary algorithms. It covers physical trades as well as financial transactions. The functionality extends through the whole trade cycle: pre-deal analytics, trade entry, confirms, invoicing, option exercise, and settlement. On the risk management side, it covers curve management, End of Day risk reporting, ad hoc risk reporting, and user permissioning. Market risk reports cover the Greeks (delta, gamma and other risks arising from option portfolios) and Value at Risk (VaR).

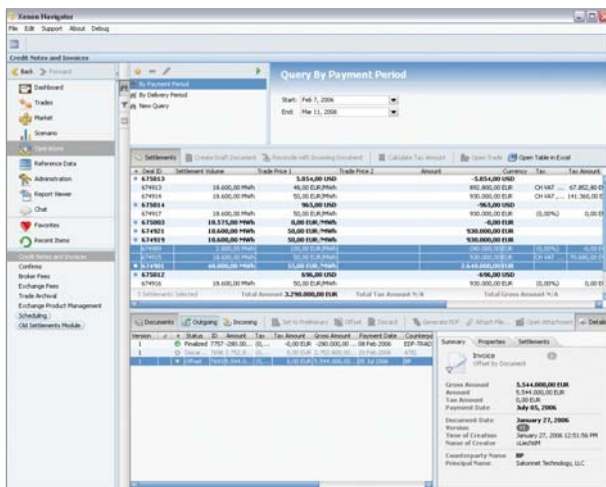


Position visualization for trader

The Xenon platform's overall functionality is extended by integration with technology partner applications, for example FEA's option pricing analytics and VaR suite, and Formfill's solutions for communicating on UK physical power trades with the grid operator. Sakonnet also offers the Xenon Integration Platform (XIP), an enterprise service bus (ESB) or middleware, enabling flexible and efficient connectivity to exchanges, data providers and client internal systems.

impact of precisely defined potential price and volatility moves

- Workflow management: Configurable tools for mid- and back-office staff to manage their work flow, e.g., real-time receipt of executed trades to be confirmed.
- Connectivity: Sakonnet has advanced interfacing capability with partner solutions, the markets and client internal applications.



Screen for invoices and trades

Xenon strengths

- Pre-deal analytics: allowing users to “look before they leap” on potential trades, seeing clearly how a given trade might impact their book
- Deal entry: enabling users to set up templates, set defaults for typical values, key in critical data on a touch pad type screen space
- Data visualization: seeing VAR distributions, book exposures and production schedules, in rich 2- and 3-D images that users can easily adjust and export
- Stress testing tools: functionality allowing traders and risk managers easily to review the

About Sakonnet

Sakonnet Technology is the market leader in Software as a Service (SaaS) for energy trading and risk management. Sakonnet's expert international teams provide an unrivalled level of hosting, support, upgrade and consulting services linked to its advanced Xenon® platform. These services, along with Xenon's streamlined interfaces and workflow, transform the end-user experience, resulting in higher productivity, tighter risk control—and a trading edge.

Sakonnet is a private company started in 1999 with headquarters in New York and additional offices in London and Rio de Janeiro.

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