

Calculation of the allocation of the shortfall due to sovereign action—Germany (\$50 shortfall to be allocated):

Customer	Allocation share	Allocation share of actual shortfall	Actual shortfall allocated
C	\$50/\$150	33.3% of \$50	\$16.67
D	\$100/\$150	66.7% of \$50	33.33
Total			50.00

CLAIMS AFTER REDUCTIONS:

Customer	Claim in U.S. dollars after allocated non-sovereign shortfall	Allocation of shortfall due to sovereign action from Germany	Claim after all reductions
A	\$50		\$50
B	50		50
C	50	\$16.67	33.33
D	200	33.33	166.67
Total	350.00	50.00	300.00

Example 5. Shortfall in funds held outside the U.S., or in a currency other than U.S. dollars, due to sovereign action and a shortfall in funds held in the U.S.

Customer	Claim	Location(s) customer has consented to having funds held
A	\$100	U.S.
B	€50	U.K.
C	€150	Germany
D	\$100	U.S.
D	£300	U.K.
D	€150	U.K. or Germany
Location		Actual asset balance
U.S.		\$100
U.K.		£300
U.K.		€200
Germany		€150

Conversion Rates: €1=\$1; £1=\$1.5.

REDUCTION IN CLAIMS FOR GENERAL SHORTFALL