

**DRAFT –
Work in Progress**



MERCANTILE
GLOBAL HOLDINGS

Investor Presentation

Mercantile Global Holdings, Inc.

February 2019

Disclosures

- This disclaimer applies to this document and the verbal or written comments of any person presenting it. This document, taken together with any such verbal or written comments, is referred to herein as “this presentation.” This presentation is for informational and discussion purposes only. Information contained in this presentation is provided in summary form and is confidential and proprietary to Mercantile Global Holdings, Inc. (“MGH”) and its affiliates. This presentation may not be disclosed to any party without a written disclosure agreement, and any sharing of this confidential information to unauthorized parties may have a material adverse effect on MGH and its affiliates.
- Nothing in this presentation constitutes, or is intended to be construed as, an offer to issue, allot, sell, or otherwise transfer, or an invitation, advertisement, solicitation, recommendation, advice, or inducement to invest in or make a commitment to invest in, any securities, options, other financial instruments or other assets, whatsoever.
- This presentation contains forward looking statements including statements regarding our intent, belief or expectations. Forward looking statements are subject to risks and uncertainties, which could cause actual results to differ materially from those anticipated. Words such as “may,” “will,” “potential” “should,” “expect,” “anticipate,” “target,” “project,” “estimate,” “intend,” “continue,” or “believe,” or the negatives thereof or similar expressions or terminology are intended to identify forward-looking statements. Statements in this presentation are made as of the date hereof unless otherwise stated herein.
- MGH and its affiliates may or may not pursue the strategy as specifically outlined in this presentation and may change strategy depending on changing market conditions, opportunities, resources, regulations or other factors. Neither MGH nor any of its affiliates undertake any obligation to furnish additional information or to update, revise or correct any of the information contained herein. By accepting this presentation, each recipient on their own accord, and on behalf of their respective business entities, agrees to the foregoing.

Speaker Introductions

• Team / Speakers to be discussed



Our team has over 60 years of exchange, banking, and other related experience and has deep knowledge in the sector from running and operating large predecessor institutions



Bo Collins
Chairman & CEO of
MGH and SJMBT

- Former President of the New York Mercantile Exchange
- Led NYMEX through transition to electronic trading and increased market cap from \$600M to \$2.7B within 3 years
- Created ClearPort, the first successful OTC Clearing platform
- In partnership with NASDAQ, launched International Derivatives Clearing Group in 2008, which was sold to LCH.Clearnet Group
- Serial entrepreneur and well regarded FinTech executive



Rick Beaman
CEO of SJMX

- Recent CEO of NASDAQ Futures Exchange (NFX)
- Grew NFX volumes from start-up to the 2nd largest exchange in Natural Gas Options; named the 'Fastest Growing exchange in 2017
- Successfully launched TradeSpark Exchange with Cantor Fitzgerald, which was an early competitor to ICE
- Served 10 years in the U.S. Navy, and last served on the Personal Staff for Admiral William J. Flanagan, Jr. (four star), Commander in Chief of the U.S. Atlantic Fleet



Nick Varelakis
President & COO of SJMBT and
CFO of MGH

- Previous COO and Interim CFO of Noble Bank International, an IFE dedicated to facilitating growth of the digital asset market
- Head of large operational and business development teams at JP Morgan across various asset classes
- Director at LCH.Clearnet, Head of Global Operations for SwapClear, a CFTC registered DCO

Compelling Investment Highlights

To Be Refined



<p>1.) Seasoned and Cohesive Management Team</p>	<ul style="list-style-type: none"> • Current management team has over 60 years of exchange, banking and related experience, and key members of management have worked together or known each other for years • CEO Bo Collins was previously the President of New York Mercantile Exchange from 2001-2004; launched the International Derivatives Clearing Group in partnership with NASDAQ in 2008 (later sold to LCH Clearnet Group) • Rick Beaman was formerly the CEO of the Nasdaq Futures Exchange and Vice President of NASDAQ; has been involved in the exchange, clearing, product development and brokering of energy markets for over 20 years • Nicholas Varelakis was formerly the interim CFO and Chief Operations Officer for Noble Bank International; before Noble Bank, Nicholas was an Executive Director and ran the North American Business Architecture and Transformation Group
<p>2.) Integrated Institutional-Focused Exchange and Regulated Bank Entity</p>	<ul style="list-style-type: none"> • Clear focus on providing a comprehensive suite of integrated products geared toward institutional traders as a leading market differentiator in the exchange space <ul style="list-style-type: none"> ▪ High importance placed on quality products & services, including low latency connectivity, post-trade settlement services, variety of custody solutions, and risk analytics and management • Operates regulated bank entity, offering full services in-house and fiat custody while partnering with third-party crypto custodial solutions
<p>3.) Network of Over 150,000+ Global Prop Traders</p>	<ul style="list-style-type: none"> • Existing relationship with CQG grants access to over 40+ global exchanges, including the CME, CBOT, NYSE, NYMEX, LSE, LME, Euronext, Tokyo Stock Exchange and others <ul style="list-style-type: none"> ▪ All existing customers of CQG today will have access to SJMX upon launch and after onboarding process; CQG will also offer free customer access to CQG's Desktop, Mobile, and FX products ▪ CQG to allow SJMX to co-locate in their data centers, allowing for industry-low latency (less than 3 milliseconds => 100 micro-seconds by end of 2019)
<p>4.) Enterprise-Grade Trading Technology</p>	<ul style="list-style-type: none"> • Trading technology is programmed to facilitate trades in digital currencies and is already integrated with CQG's existing institutional trading infrastructure, which has been operating globally for ~40 years • Matching engine can process over 1.5mm transactions per second and has the capacity to support 1,600 listed products for trading • Software will be developed so that it can be integrated into existing institutional infrastructure and trading platforms and will be available as a computer and smartphone application
<p>5.) High Free Cash Flow Business Model</p>	<ul style="list-style-type: none"> • Traditional and cryptocurrency trading exchanges have proven to be highly cash generative and a high margin business, offering flexibility for capital deployment and working capital security • Strong run-rate profitability may provide investors with multiple exit opportunities at higher valuations in the future
<p>6.) Growth Opportunities to Build Operating Scale</p>	<ul style="list-style-type: none"> • Larger publicly-traded global exchange businesses have historically been highly acquisitive to fuel growth • Numerous acquisition opportunities exist for SJMX to acquire and build operating scale, with a potential to leverage SJMX's platform for a roll-up strategy



1. <i>Company Overview</i>	[X]
2. <i>Integrated Exchange & Banking Platform</i>	[X]
3. <i>Deep Network and Relationships In-Place</i>	[X]
4. <i>Technology Systems</i>	[X]
5. <i>Financial Overview</i>	[X]
6. <i>Key Milestones & Growth Opportunities</i>	[X]
7. <i>Appendices</i>	[X]



MERCANTILE
GLOBAL HOLDINGS

Company Overview

Company Overview

DRAFT



Mercantile Global Holdings, Inc. ("MGH") is developing an institutional-grade electronic trading platform and integrated banking platform for digital assets



San Juan Mercantile Exchange, Inc. ("SJMX") (Based in Chicago)

Institutional-Grade Exchange Technology

- Connected to LIT market, dark pool, and OTC trading
- Enterprise-grade matching engine with FIX APIs
- Capacity for 1.5 million transactions per second with 3 milliseconds of latency

Professional Trading Infrastructure

- Connectivity with leading software vendor currently servicing global financial markets
- Immediate on-ramp for traders

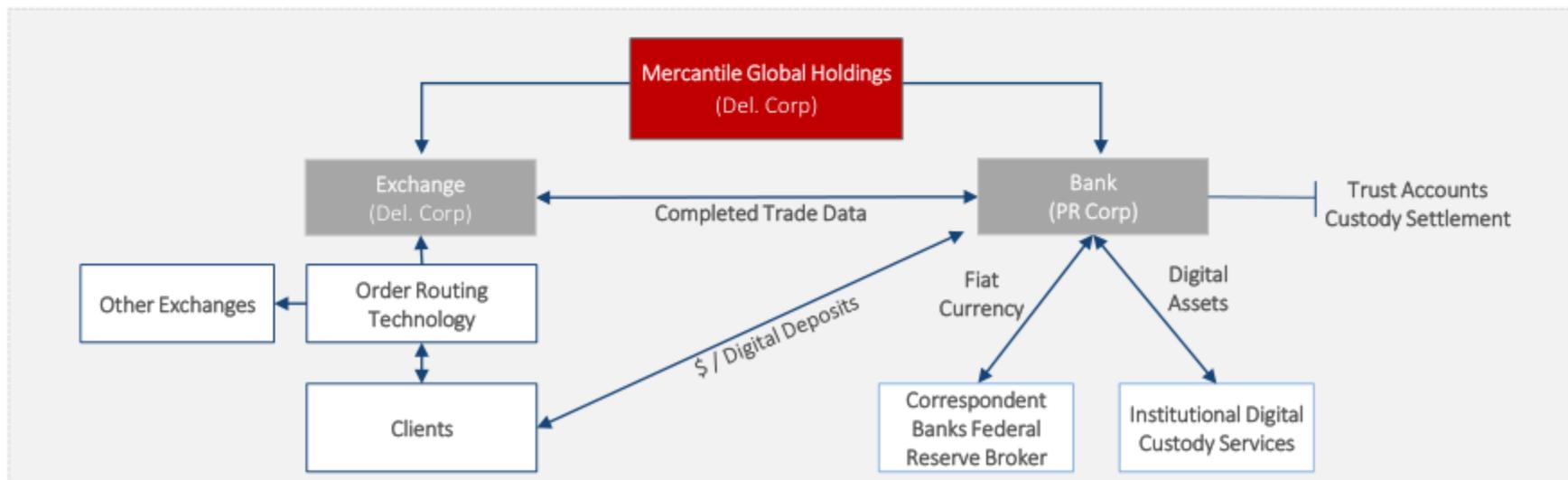
San Juan Mercantile Bank & Trust International Corp. ("SJMBT") (Based in Puerto Rico)

Fully Regulated Bank Entity

- Regulated by the Puerto Rico Office of the Commissioner of Financial Institutions
- Correspondent banking partners will be in-place for launch
- Fully integrated FinTech layer for connectivity to exchange
- Real time settlement and cash / margin efficiency and availability

Custodial Services

- Working to integrate with leading digital asset custodians
- Client directed with ability to diversify holdings across multiple custodians



Cohesive Management Team with Deep History

• SJMX to confirm # of Employees

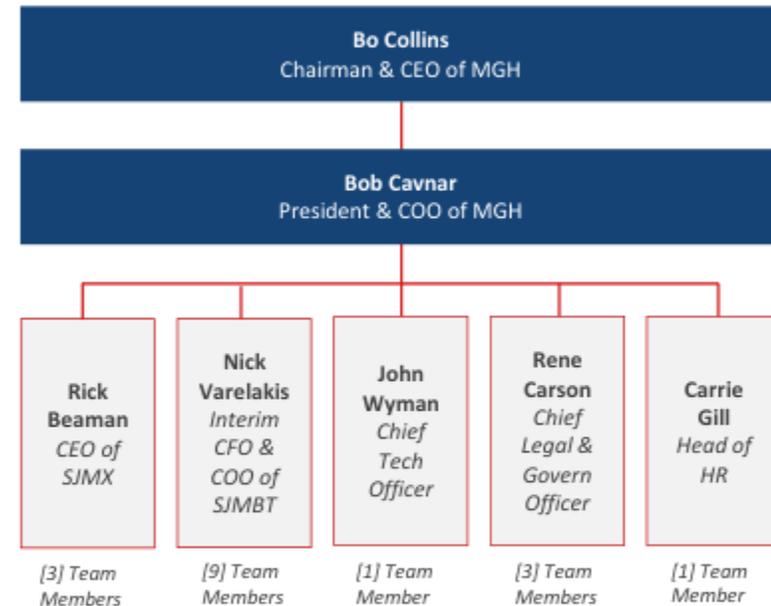


Key members of MGH's management team have worked together and known each other for years

Executive Management Team & History

Key Executives	Industry Experience	Prior Firms	Working Together
 <p>Bo Collins Chairman & CEO of MGH and SJBT</p>	31+ years	New York Mercantile Exchange	[20+ years]
 <p>Rick Beaman CEO of SJMX</p>	23+ years	NASDAQ	Joined recently from NASDAQ
 <p>Nick Varelakis President & COO of SJMBT and CRO of MGH</p>	19+ years	Noble Bank JP Morgan SwapClear	Bank team together for 7+ years
 <p>Bob Cavnar President & COO of MGH</p>	44+ years	enegX LLC	With Bo since 1997, El Paso Corporation (22+ years)
 <p>Rene Carson Head of Global Legal & Compliance</p>	15+ years	Sidley Austin	Legal team together for ~8+ years

Organizational Chart



Infrastructure In-Place with [24] Team Members Ready for Operational Ramp-Up

Actively Seeking to Build Out Platform and Hiring Additional Key Employees

Full Product Suite for All Institutional Trader Needs

• Confirm – SJMXport? Settlement services?



Comprehensive suite of products & services all offered in-house to build customer flexibility and ease of use

Overview of Products & Services

Central Limit Order Book:

- Match engine designed to process more than 1.5 million transactions per second with an expected latency of 3 milliseconds
- Fix APIs or access through CQG front-end

OTC Execution Desk:

- Facilitate large buy or sell orders through OTC facilitation desks
- Execute orders through proprietary execution algorithms or with other counter-parties
- Integrated bank platform intended to enhance security and efficiency of transactions

Dark Pool:

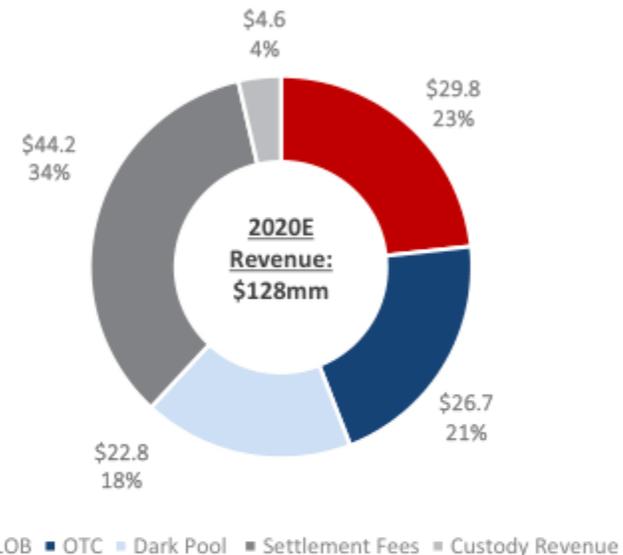
- Handles large OTC or Institutional orders by efficiently connecting customers to superior liquidity, promote best execution, and decrease market impact
- Ability to stream quotes into the OTC Book / Dark Pool
- Ability to place large orders across both dark and lit markets

[Exchange Support Products]

SJMXport:

- Settle OTC trades bi-laterally with registered participants through proprietary systems
- Standardized on-boarding procedures, developed to comply with customary KYC / AML practices
- Access a flexible suite of settlement services to provide secure and efficient transactions

2020E Revenue by Product (\$mm)



Projected Exchange ADTV (\$mm) and Fee Structure

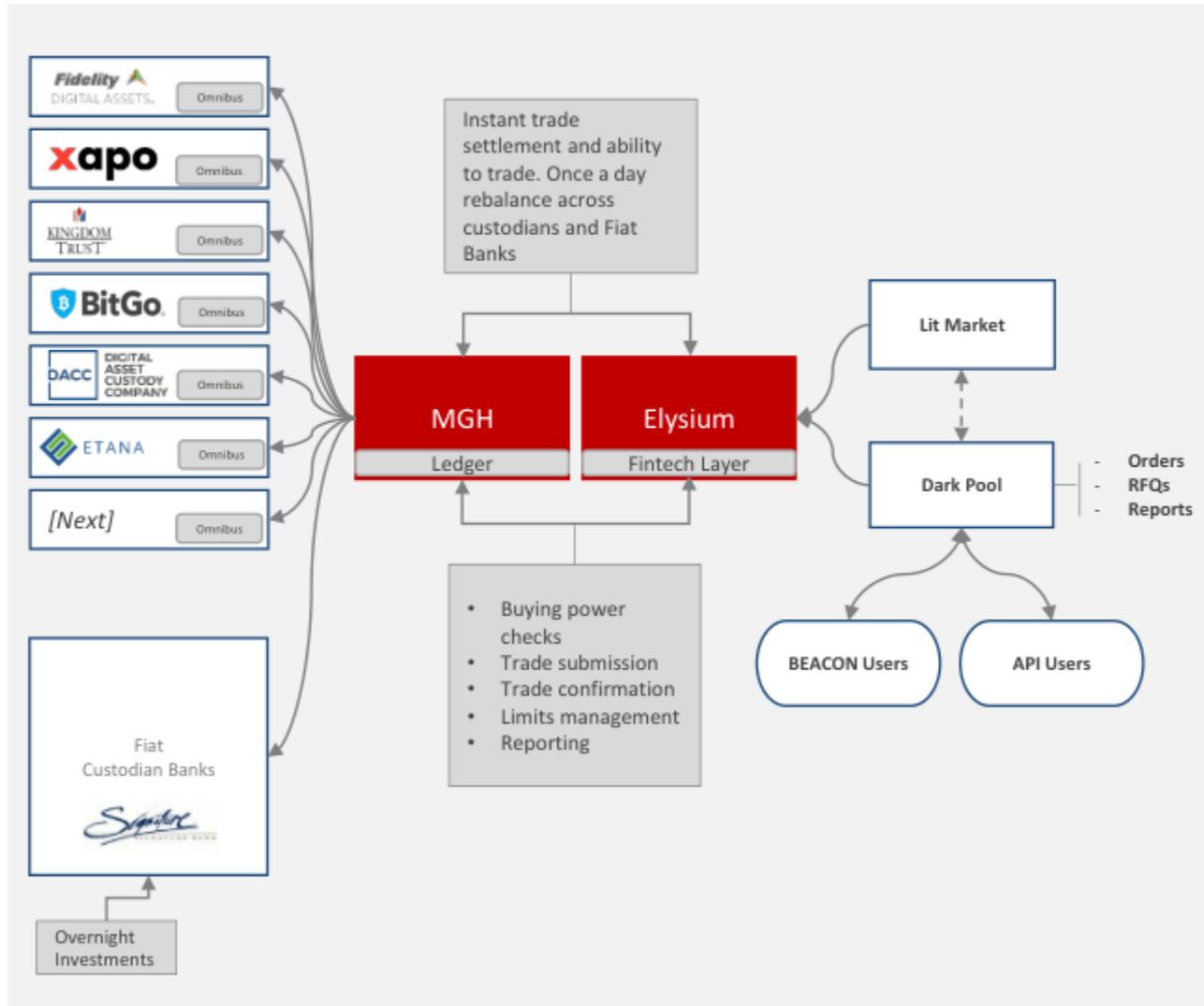


Fully Integrated Operational Infrastructure

• Confirm Next Custodian and power checks



MGH's fully integrated platform provide customers additional liquidity, integrated onboarding, and expedited transfers between crypto and fiat currencies



The operational structure on the left hand side illustrates:

- Clients onboarded onto MGH are simultaneously onboarded with each exchange integrated with the ETP / Elysium, allowing for fast access to liquidity
- Elysium provides buying power checks, trade submissions, trade confirmations, limit management, and reporting
- When onboarded, clients have access to two pools of liquidity: lit market and dark market. Clients have the ability to seek liquidity within the dark pool while maintaining price matching functionality with Lit Market
- MGH connects to digital currency custodians and banks, allowing clients to switch between digital and fiat currencies allowing for instantaneous trading
- Daily rebalancing between custodians and fiat banks



MERCANTILE
GLOBAL HOLDINGS

Integrated Exchange & Bank Platform



MGH is able to offer traders an institutional approach towards digital asset trading

The Issue: Retail Infrastructure



The Solution: MGH's Institutional- Grade Infrastructure

Existing digital asset exchanges are not designed to meet institutional requirements

- Access via a web browser and often too slow
- Outsourced infrastructure (i.e., AWS)
- Vulnerable to cyberattacks and unreliable during peak times
- Unable to trade on other exchanges

The Exchange will have technical infrastructure modeled after top commodity exchanges

- Access via proprietary trading application
- High speed private network
- Owned and controlled infrastructure
- Enterprise grade security infrastructure
- High performance and fault tolerant
- Integrated into global exchange ecosystem

Most institutions are not able to trade on their existing infrastructure platforms

- Incompatible with web-based connectivity and protocols
- Inconsistent connectivity
- Not able to service existing customers
- Subject to fraud, manipulation, and deceptive trading practices
- Unable to connect with middle and back office workflows

Institutions will be able to trade on their existing infrastructure platforms

- Industry accepted connectivity and protocol standards
- Reliable connectivity and customary exchange controls
- Fair and efficient markets
- Maintain and enhance your existing customer relationships
- Intuitive workflow integrations

Material limitations on security, withdrawals, and support

- At risk of cyberattacks; funds sit with the exchange
- Tiered account security creates vulnerabilities and unfair advantages
- Limitations on dollar and / or digital asset withdrawal amounts
- Delayed and unpredictable trade processing

More secure infrastructure, no limits on withdrawals and dedicated support

- Separation between the Exchange and the Bank along with 3rd party custody options creates significant security benefits
- No planned limits on dollar or digital asset withdrawal amounts
- Dedicated account management and customer service

Integrated Platform Tailored Towards Institutional Traders DRAFT



MGH's integrated exchange and banking platform provides instantaneous execution between traders and their counterparties with complete flexibility between fiat and digital asset currencies

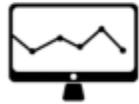


- Enterprise-grade matching engine
- Connectivity with major ISVs currently servicing the global financial markets
- Real time limit management based on intraday Bank balances
- Increased stability and security compared to web-based exchanges



- Single user interface to manage fiat and digital asset balances
- Real-time settlement and availability of asset balances based on intraday exchange activity
- Connectivity with reputable fiat and digital custodians
- Customers will be subject to AML and KYC requirements

Electronic Trading Platform



- Matching engine processes more than 1.5 million transactions per second with a 3 millisecond latency
- State of the art trading application and analytics with strong risk management tools

Liquidity



- Substantial number of traders able to connect through existing trading infrastructure, creating and increasing liquidity
- Integration between Exchange and Bank will facilitate seamless settlement of OTC transactions



Clearing & Settlement



- Real-time limit management that is based upon holdings at the bank
- Ability to view and manage fiat and digital asset custody in one entity

Fiat & Digital Custody



- Fiat assets to be held in accounts with correspondent bank partners
- Digital assets to be held with custody partners; wide network of custodial partners allow for active management of concentration risk across multiple platforms



Active dialogue with regulators and compliance teams in-place allow for seamless and speedy client onboarding and KYC / AML procedures

Foundation of a rigorous and trusted regulatory framework



Fully regulated with industry best practices

- SJMBT is treated as a regulated bank by FINCEN for purposes of BSA / AML / OFAC compliance
- Strict oversight and audit by the OCFI, using the same FFIEC audit standards that are applied to FDIC-guaranteed banks
- Strong compliance culture created and reinforced by MGH's Board of Directors, ensuring compliance amongst leadership, senior management, and employees



Rigorous on-boarding using customary KYC / AML procedures

- Robust KYC / AML procedures for client onboarding process
- Once customer is onboarded, customer is onboarded among all users and exchanges integrated onto the ETP
- KYC / AML procedures consist of a 4 step process:
 - Customer Identification Program
 - Due Diligence
 - Risk Rating Assessment
 - Enhanced Due Diligence



Active transaction monitoring in-place and market surveillance technology

- Transaction monitoring compares customer activity with broader market activity to assist in assessing client behavior
- Provides information to the compliance staff and officers to identify specific transactions that may require additional review, documentation and reporting

Active dialogue and great relationship with Puerto Rican and other regulators



- Organized as an International Financial Entity (IFE) in Puerto Rico; subject to regulatory oversight and BSA & OFAC requirements
- Bo Collins and the Commissioner of OCIF, George Joiner, both serve on the BlockChain Advisory Council
- Both Bo Collins and George Joiner have a positive relationship and active dialogue
- On February 12, 2019, MGH submitted their second stage application in their request for a Permit to Operate
 - Expected to take 2-4 weeks and on-site inspection by OCIF
- [Also ongoing and recent dialogue with FINCEN, CFTC and the SEC, informing regulators of entry to market and business plan]

Strong and Experienced Compliance Team In-Place

- Run by a seasoned Chief Compliance Officer and a compliance department staffed with 4-6 experienced professionals
- 2 dedicated attorneys with outside legal support by DLA Piper



Gilberto Figueroa

Chief Compliance Officer

Chief Compliance Officer Biography

- Former U.S. Department of Homeland Security Special Agent with 10+ years of experience
- Worked as the BSA / AML / OFAC Compliance Officer for Banco Popular in New York and in Puerto Rico
- Currently is a Certified Anti-Money Laundering Specialist and Certified Internal Controls Auditor
- Received his B.A. at the University of Puerto Rico and [redacted] from Interamerican University

Clear Market Differentiator and Competitive Advantages

DRAFT



MGH will offer professional trading front-end that is connected through CQG in order to promote faster execution and greater reliability

This structure provides efficiency and unique benefits, including building upon customer flexibility for their demands / needs, institutional-grade custody for digital assets, and connectivity to major liquidity pools

Professional trading platform and integrated into traditional capital markets infrastructure

- Designed to increase security, efficiency and flexibility for professional traders

Features an API that uses Financial Interface Exchange (“FIX”) protocol relied upon by banks and broker dealers globally

- Clients are able to co-locate their servers with CQG for even greater speed and security

Owns and will operate a proprietary matching engine designed to manage millions of traders per second

- Other exchanges lack this technology and struggle to balance functionality and security

Structural advantages over incumbent digital asset exchanges by having an integrated bank entity

- Fully regulated and operational bank entity will settle transactions and manage fiat currency balances

Only exchange that offers a customer-centric custody solution

- Allows customers to choose MGH’s proprietary custody solution or to hold assets at other custodians instead

With the Exchange and the Bank, MGH will be able to provide customers the ability to hold both fiat and digital assets

- Provides clients the ability to trade on the exchange based on these balances

Competitive Landscape

- Note – Names to be removed in final version
- TBU – Add in ErisX and Bakkt

MGH offers a comprehensive product suite with full functional and 24/7 support that is not offered or often limited at other cryptocurrency exchanges

Key Features	SJMX	Coinbase Pro	Gemini	Kraken	Bitstamp	Bittrex	itBit	Circle Poloniex	bitflyer USA
Exchange (CLOB) Fee's	0.025%	0.00% to 0.30%	0.00% to 1.00%	0.00% to 1.00%	0.10% - 0.25%	0.25%	0.00% - 0.25%	0.00% - 0.20%	0.02% - 0.12%
OTC Fee's	0.10%	-	-	-	-	-	0.10%	n/a	-
Dark Pool Fee's	0.25%	-	-	0.20%-0.36%	-	-	-	-	-
Security	High	Medium	Medium	Low	Medium	Medium	Low	Medium	Low
Digital Asset Custody	Multi	Self-custody	Self-custody	Self-custody	Bitgo	Self-custody	Self-custody	Self-custody	Self-custody
Primary Customer Base	Institutional	Retail	Retail	Retail	Retail	Retail	Retail	Retail	Retail
Web/ Cloud-based Option	✓	✓	✓	✓	✓	✓	✓	✓	✓
Full FIX Protocol Implementation	✓	x	x	x	x	x	x	x	x
Proprietary Desktop Software	✓	x	x	x	x	x	x	x	x
Bank Subsidiary	✓	x	x	x	x	x	x	x	x
Escrow Services	✓	x	x	x	x	x	✓	x	x
OTC Facilitation Desk	✓	✓	✓	✓	x	x	✓	✓	x
Instant OTC Settlement	✓	x	x	x	x	x	x	x	x
Bi-Lateral Trading	✓	x	x	x	x	x	x	x	x
Dark Pool Liquidity	✓	x	x	✓	x	x	x	x	x
Block Trading	✓	✓	✓	x	x	x	x	x	x
Connectivity to Other Digital Asset Platforms	✓	x	x	x	x	x	x	x	x
Connectivity to Global Exchange Network	✓	x	x	x	x	x	x	x	x
Co-location Services	✓	x	✓	x	x	x	x	x	x
Match Engine Sub 1 Millisecond	✓	x	x	x	x	x	x	x	x
Advanced Order Types	✓	x	x	x	x	x	x	x	x
Algo Builder	✓	x	x	x	x	x	x	x	x
Access to Traditional Exchanges	✓	x	x	x	x	x	x	x	x
Sub-Account Structure	✓	x	✓	x	✓	x	x	x	x
Diversified Custody Options	✓	x	x	x	x	x	x	x	x
Trade Surveillance	✓	✓	✓	x	x	x	x	x	x
Agency Trading Model	✓	x	x	x	x	x	x	x	x
Exchange Membership Model	✓	x	x	x	x	x	x	x	x
Experienced Exchange Management	✓	x	x	x	x	x	x	x	x
Connected to leading ISV	✓	✓	x	x	x	x	x	x	x
Subject to Banking Regulations	✓	x	x	x	x	x	x	x	x
Integrated Risk Management Tools	✓	x	x	x	x	x	x	x	x

NOTE: The summary above compares features of San Juan Mercantile Exchange (SJMX) with those of other digital asset trading platforms. The comparison represents the conclusions of SJMC's management based on currently available information reviewed by them, as of February 2019.

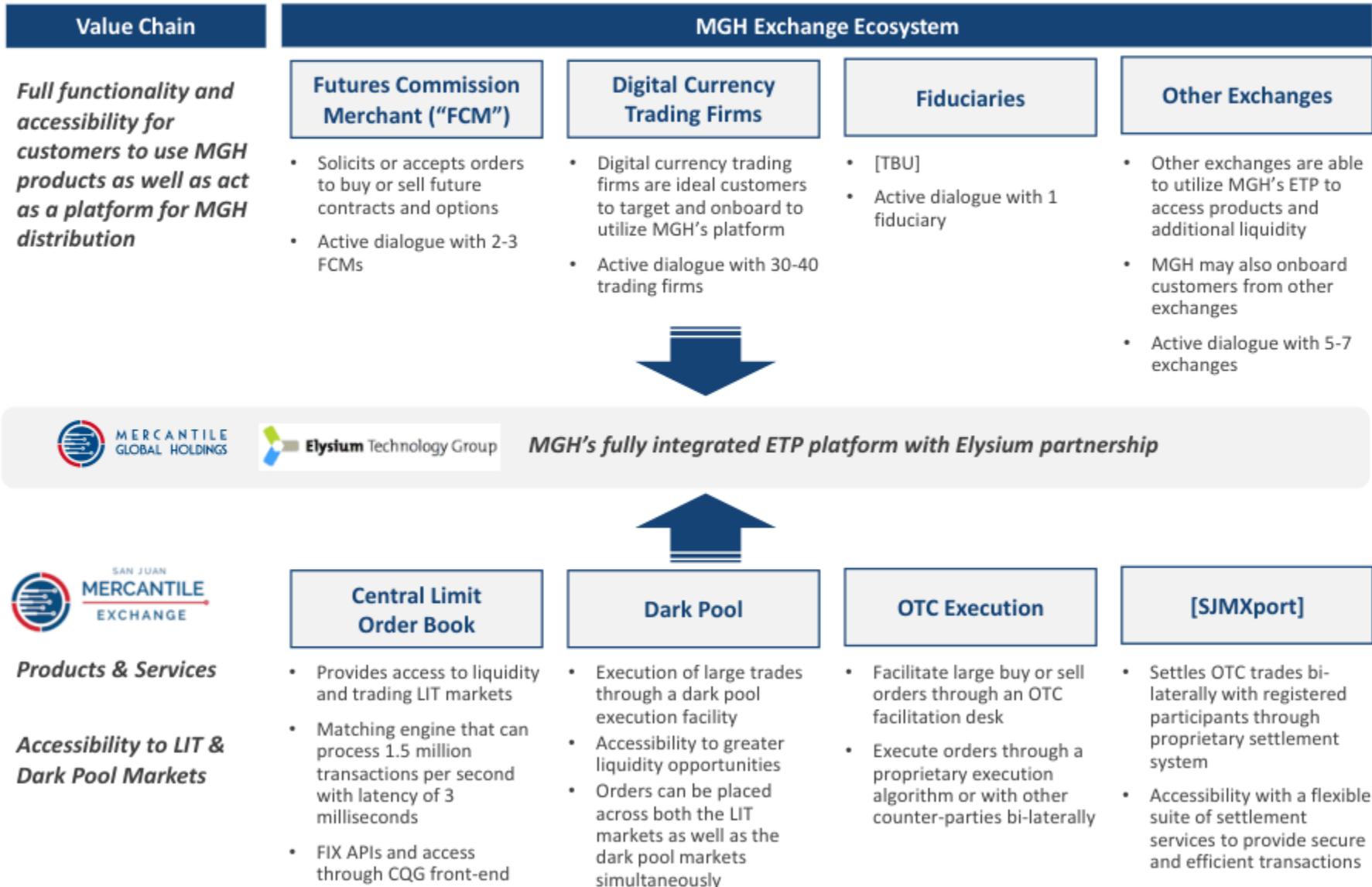


Deep Network and Relationships In-Place

Exchange Ecosystem & Execution Avenues

- Confirm SJMXport – Bank product for settlement?
- Confirm what is defined as a fiduciary customer?

Potential access to multiple exchanges and other financial institutions through an integrated electronic trading platform, allowing accessibility to all of MGH's product offerings and instantaneous market liquidity



Complementary Relationship with CQG

DRAFT



An existing agreement with CQG provides MGH with back-end exchange support with the potential for MGH to reap additional rewards



Company Overview

- CQG provides data, decision making, and order execution software for the financial trading industry worldwide
- Also offers market data, news, analytics, and other electronic trading services & solutions
- The company was incorporated in 1976 and is based in Denver, CO

Access to CQG's Products & Services

- **Integrated Client:** access to global market data and trading interfaces for electronic trading and order management
- **Trader:** provides market data and electronic trading platform ("ETP") including real-time quotes, trading, and order management
- **FX:** provides FX solutions for foreign exchange trading and execution
- **Desktop:** offers trading, market data, charting, and analytics in a one integrated product
- **Mobile:** mobile application for remote access to quotes, analytics, and trading

Background of Relationship

Relationship Background

- MGH entered into an agreement with CQG LLC on [January X], 2019
- Integrated MGH's electronic trading platform ("ETP") with CQG's existing network, with CQG providing order-routing and independent software vendor ("ISV") services
- CQG's analytic tools and order-rerouting ISV services are industry leading and among the industry's best performing
 - Worldwide network and global reach
 - 24/7 monitoring fully backed by a customer support staff located in 11 locations across the globe

Complementary Relationship to MGH

- MGH customers will have the ability to access over 40+ global exchanges, including the CME, CBOE, NYSE, NYMEX, LSE, and several others
- MGH and CQG customers will be able to utilize the integrated ETP to purchase and sell digital currencies and other digital assets
- Access to CQG's full suite of professional trading technologies, including:
 - Integrated Client, CQG Desktop, Mobile, and FX products
 - Real-time and historical data, technical analysis tools, decision-making tools, and order execution software

Full Fiat Currency & Digital Asset Custody in One Entity

DRAFT



MGH is continuously expanding their correspondent banking partners and digital asset custodians to provide customers full accessibility and flexibility under one entity

	Correspondent Banking Partners	Digital Asset Custodians
Currently Engaged / Agreement In-Place	 <ul style="list-style-type: none"> Publicly traded (NASDAQ: SBNY) \$47 billion asset-sized bank based in New York Recently approved correspondent bank partner Fully onboarded onto Signature's systems 	 <ul style="list-style-type: none"> [Executed custody agreement and completed KYC / AML process]; expected to go live on March 1st, 2019  <ul style="list-style-type: none"> [Executed agreement in-place and KYC / AML process completed]; expected to go live on [X]
Ongoing Dialogue	       	 <ul style="list-style-type: none"> Ongoing dialogue with Fidelity and have submitted initial documentation Digital asset custodian business not yet publicly launched; expected April 2019
Targeted Potential Partners	        	  



- From company - picture of the user interface?

Technology Systems



Mercantile Global Holdings and its subsidiaries are currently developing and / or integrating the following systems and technologies:

- 1 Banking Systems**

The banking system will provide SJMX operation staff with the ability to manage customer accounts and transactions such as deposits and withdrawals. For SJMX customers, the banking system will serve as an online portal providing account and transaction details. Banking system is being developed by Elysium Technology Group ("ETG")

Status: Banking system will be ready for demonstration to bank regulators by [2/15/2019]. The system will be fully operation by [3/15/2019].
- 2 Dark Pool and OTC Trading**

The dark pool and OTC trading will enable customers to transact large block volume in complete anonymity. Dark pool is being integrated with the Block, Execution, Access, Control, Onboarding, Network ("BECAON") to facilitate OTC and dark pool trading. BEACON is a deal management system that enables a network of brokers, market makers and other market participants to source dark liquidity at better prices. Dark pool is being developed by Mercury Digital Assets ("MDA") and will be operated as SJMX dark pool. MDA is also developing a white label SJMX branded version of the BEACON tool.

Status: Dark Pool and OTC trading will be fully operational by [3/31/2019] and launch with the bank.
- 3 LIT Exchange**

LIT Exchange is being developed by the MGH tech team. LIT exchange has specific hardware and infrastructure requirements. The proposed hardware has a 3 month lead time from order placement to production availability. Prior to Launch, LIT Exchange will be integrated with CGQ. Prior to integration, CQG will be upgraded to support crypto currency decriminalized volume.

Status: CQG's upgrade to support crypto volume is expected to be complete with [May 2019]. LIT Exchange is scheduled to launch [May 2019].
- 4 APIs**

The banking system, dark pool, OTC trading and LIT Exchange will all need to be integrated through APIs.

Status: APIs required to launch the banking system, dark pool and OTC trading systems will be operational by [3/15/2019]. APIs required to launch our LIT Exchange will be operational by [May 2019].
- 5 CQG Trading Tools**

Partnered with CQG to deliver customers with an innovative set of trading tools, global data and advanced analytic capabilities. Our customers will have access to several CQG trading tools including their flagship CQG Integrated Client, CQG Desktop, and native iOS mobile trading.

Status: Partnership established and customers are being onboarded.



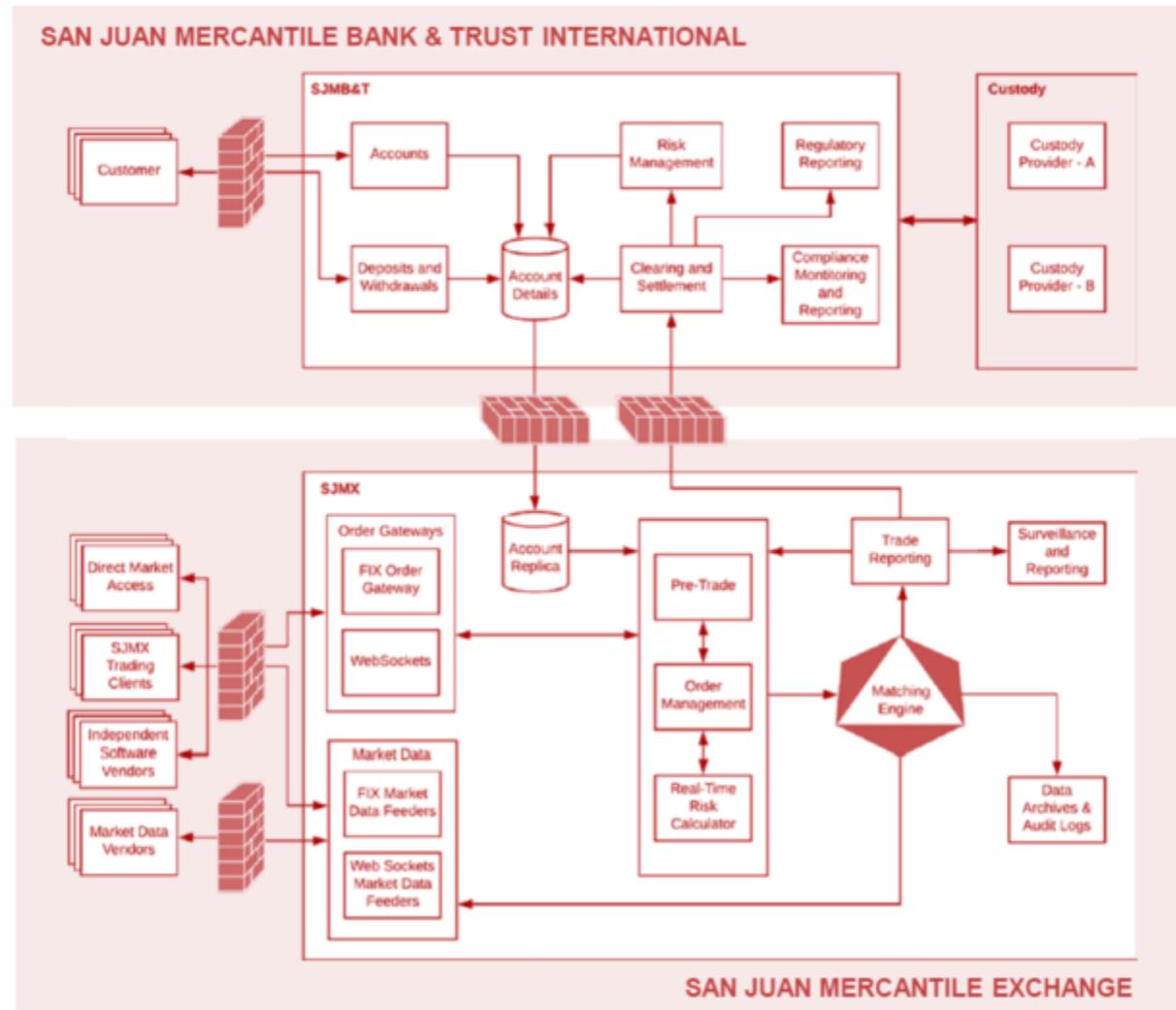
The bank and exchange work closely together to create a high performing and efficiency operation for MGH customers

San Juan Mercantile Exchange

San Juan Mercantile Bank & Trust International

Highlights

- Security built into the infrastructure rather than bolted-on
- High-performance InfiniBand backbone ensures high-speed, low- latency order routing and execution
- High-availability, fault-tolerant architecture to provide customers an always-on experience
- Financial Services security standards and compliance with Gramm-Leach-Bliley Act (GLBA), Dodd-Frank Reform, Consumer Protection Act and Payment Card Industry Data Security





• To Discuss – financial model & burn rate with Nick

Financial Overview



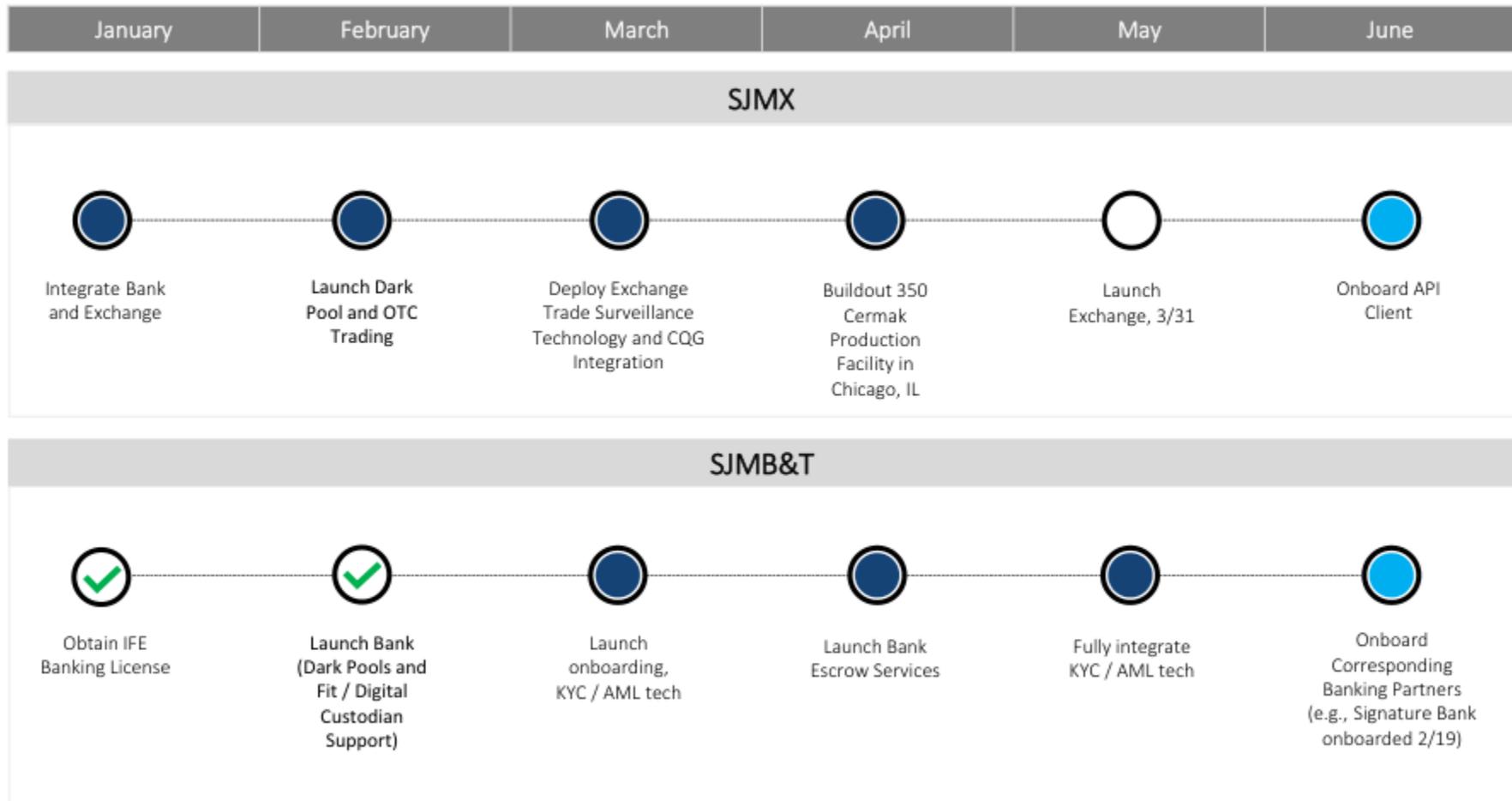
- From Pat – collective view on growth opportunities

Key Milestones & Growth Opportunities

H1 2019 Company Milestones

• To Be Updated – Pat with key milestones & collective view on growth strategies

Mercantile Global Holdings has established a clear execution plan for the upcoming fiscal year



 Complete
  In Progress
  Ongoing



Appendices



Management Team

J. Robert “Bo” Collins Jr.

CEO of MGH and SJMX

Mr. Collins served as the President of New York Mercantile Exchange (“NYMEX”) from 2001 to 2004, which was the largest commodities exchange in the world during such time. Under his leadership, NYMEX launched Clearport Clearing, the first commercially successful OTC clearing platform. Mr. Collins also initiated and led the development of the Dubai Mercantile Exchange.

During his time at NYMEX, Mr. Collins brought the exchange into a new era of electronic trading and increased the market cap from \$600 million to \$2.7 billion within 3 years (amidst the 9/11 attacks, Enron bankruptcy and largest power outage in U.S. history). Additionally, he led the exchange to an initial  credit rating of A++ and its recognition by Energy Risk magazine as the 2004 “Exchange of the Year.” In 2008, in partnership with NASDAQ, Mr. Collins launched a new clearinghouse, the International Derivatives Clearing Group, which was later sold to LCH.Clearnet Group.

Mr. Collins is an active entrepreneur and respected FinTech professional currently involved in successful ventures such as Matrix Global, the first crude oil storage auction platform. He has also launched an incubator initiative to utilize innovative solutions such as digital assets and blockchain technology to improve infrastructure development, physical logistics, financial trading and exchange clearing.



Management Team ([REDACTED])

Robert Cavnar

President & Chief Operating Officer of MGH

Robert L. Cavnar is president and chief operating officer of MGH. Mr. Cavnar is a 40-plus year veteran of the oil and gas industry. He served as chairman, president and chief executive officer of Mission Resources Corporation where he led the restoration of the company to profitability. Prior to Mission Resources, he was a senior vice president of El Paso Corporation where he served as chief operating officer of its midstream business unit and as chief financial officer of its upstream business unit.

He has spent a large portion of his career performing startups, turnarounds, and reorganizations, including realigning governance structures. Mr. Cavnar is also author of *Disaster on the Horizon: High Stakes, High Risks, and the Story Behind the Deepwater Well Blowout*, a behind-the-scenes investigative look at the worst oil well accident in US history.

Rick Beaman

CEO of SJMX

Rick Beaman is the CEO of SJMX. Mr. Beaman was formerly a Vice President of NASDAQ and CEO, Nasdaq Futures Exchange (NFX).

Mr. Beaman has been involved in the Exchange, Clearing, Product Development and Brokering of Energy Markets for 20 years.

Before joining NASDAQ OMX, Mr. Beaman worked 5 years at VMAC, LLC, as VP of Client relations and Marketing developing a Clearing solution for Physical and Financial derivatives. Prior to VMAC he was employed by TradeSpark, LLC as the General Manager where he managed a sizeable Broker and Sales team of 72, that was a competitive hybrid model in the energy industry- a combination of electronic trading and commodities brokering. Prior to TradeSpark, he was employed by Cantor Fitzgerald and supervised a team of 46 brokers in Natural Gas, Power, Emissions, and Coal. Rick is also a veteran of ten years in the U.S. Navy.



Management Team ([REDACTED])

R. Rene Carson

General Counsel of MGH and SJMX

Ms. Carson is an experienced legal and compliance professional, with more than fifteen years in the financial service, technology and energy sectors. Prior to joining Lone Star Capital and Renovatio PR, Ms. Carson was General Counsel and Global Head of Compliance for INTL FCStone Inc. (NASDAQ: INTL), a Fortune 500 company that provides customers across the globe with execution, clearing, and advisory services in commodities, capital markets, and other related sectors. As Global Head of Compliance, Rene supervised over 40 compliance professionals and helped build a new compliance infrastructure for the company's derivatives business post Dodd-Frank. Prior to INTL, Ms. Carson spent more than a decade in private practice, including as a partner at Sidley & Austin.

Ms. Carson received her Juris Doctor degree with honors from NYU School of Law, and her B.A. with honors in Political Science from University of Wyoming.

Nicholas Varelakis

COO of SJMBT and CFO of MGH

Mr. Varelakis is President and COO of SJMBT and the CFO of MGH. He formerly served as Chief Operations Officer and interim CFO for Noble Bank International. Mr. Varelakis joined Noble from JPMorgan Chase & Co., Inc. where he served his second non-consecutive term as an Executive Director, responsible for leadership of the North American Business Architecture and Transformation group.

Prior to joining JP Morgan, Mr. Varelakis was a Director at LCH. Clearnet LLC, responsible for oversight of global operations for the SwapClear division, a derivatives clearing organization registered with the Commodity Futures Trading Commission. Prior to joining LCH in April 2011, Mr. Varelakis spent seven years at JP Morgan and served as North American Head of Middle Office Operations for the firm's credit default swap clearing and prime brokerage businesses.

Mr. Varelakis graduated magna cum laude from Pace University, where he earned his undergraduate degree in Business Administration.



Management Team ([REDACTED])

John Wyman

Chief Technology Officer of MGH & SJMX

Mr. Wyman brings 20+ years of trading technology development. He most recently served as CTO at NEO Markets, overseeing the design and development of a state-of-the-art exchange-matching engine and front-end trading solution. This innovative platform brought together OTC physical, OTC financial and listed futures for the first time onto one screen. He spent 12 years as CTO of Houston Street Exchange, an innovative electronic exchange offering trading in physical crude oil, refined products, biofuels, natural gas liquids and grain. As a founding partner with DirecTrade, an online equities brokerage and trading firm, he led the design, architecture and development of the company's proprietary trading solution. He also founded Engineered Information Systems, a management consulting firm, and has held management and technical positions at MCI Communications, Softbridge Microsystems and Coordination Technology.

Mr. Wyman studied computer science at Iona College and the University of New Haven.