Briefing on Results of SAS 70 Audit on ISO Bid-to-Bill Process

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Controller

ADR/Audit Committee Meeting

General Session

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No exceptions in the SAS 70 Audit on 22 of 24 control objectives

- No business process control exceptions

- Exceptions in IT change management and IT security controls were mitigated by other operating controls

- Exceptions in IT security logical access controls resulted in a qualification until an automated access control was implemented on June 2nd which mitigated the exceptions

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Integrity of financial settlement process maintained

- Management has determined that no inappropriate activities took place and there are other compensating controls outside the scope of the audit that ensure the integrity of the financial settlements process.

- All controls were operating effectively as of October 31, 2008

- Letter indicating no significant changes in control objectives for the Nov-Dec 2008 post SAS 70 period issued to participants

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Current focus is on MRTU controls

- Controls have been documented

- Business Units have certified the adequacy of controls

- Pre go-live testing is underway

- Communication of controls to market participants

- Planned Type 1 SAS 70 covering the controls in place at MRTU go-live

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