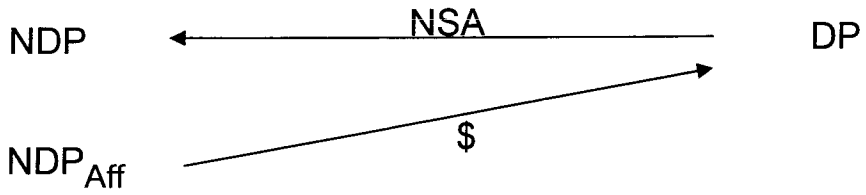
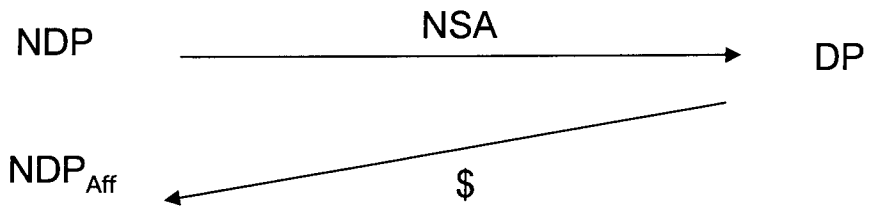
Triangular Setoff Scenarios

(iii)



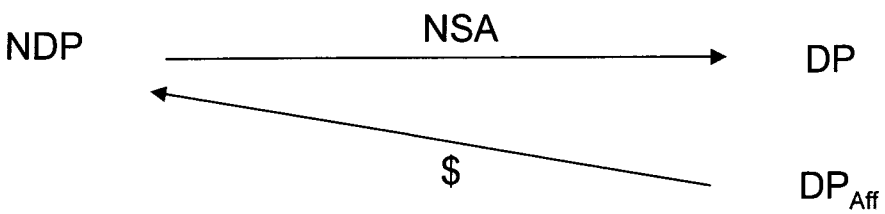
Note: NDP_{Aff} – obligated to make payment irrespective of setoff right; setoff benefits NDP.

(iv)



Note: NDP_{Aff} – will not receive payment expected from DP, so detrimental to affiliate, beneficial to NDP.

(v)



Note: DP_{Aff} – obligated to make payment to NDP (although if bankruptcy scenario, presumably less than 100%), irrespective of setoff right; setoff is only detrimental to the DP.