

**TASTYFX LLC / (formerly known as IG US LLC)  
Statement of Financial Condition  
As of May 31, 2024**

**(with Report of Independent Registered Public  
Accounting Firm)**

**Filed public financial statements pursuant to regulation 1.10 of the CFTC**

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The accompanying notes are an integral part of these financial statements.

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## **Report of Independent Registered Public Accounting Firm**

To the Officers and the Member of tastyfx LLC

### ***Opinion on the Financial Statement – Statement of Financial Condition***

We have audited the accompanying statement of financial condition of tastyfx LLC (formerly known as IG US LLC) (the “Company”) as of May 31, 2024, including the related notes (collectively referred to as the “financial statement”). In our opinion, the financial statement presents fairly, in all material respects, the financial position of the Company as of May 31, 2024 in conformity with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

The financial statement is the responsibility of the Company’s management. Our responsibility is to express an opinion on the Company’s financial statement based on our audit. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Company in accordance with the relevant ethical requirements relating to our audit, which include standards of the American Institute of Certified Public Accountants (AICPA) Code of Professional Conduct.

We conducted our audit of this financial statement in accordance with the standards of the PCAOB and in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement, whether due to error or fraud.

Our audit included performing procedures to assess the risks of material misstatement of the financial statement, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement. Our audit also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statement. We believe that our audit provides a reasonable basis for our opinion.

### ***Critical Audit Matters***

Critical audit matters are matters arising from the current period audit of the financial statements that were communicated or required to be communicated to the audit committee and that (i) relate to accounts or disclosures that are material to the financial statements and (ii) involved our especially challenging, subjective, or complex judgments. We determined there are no critical audit matters.

*Price waterhouse Coopers LLP*

July 30, 2024

We have served as the Company's auditor since 2017.

**tastyfx LLC (formerly known as IG US LLC)**  
**Statement of Financial Condition**  
**As of May 31, 2024**

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<b>Assets</b>	
Cash	32,140,742
Cash held for customers	67,584,451
Receivable from broker, net	39,749,193
Receivables from affiliates, net	218,594
Deferred tax asset, net	405,432
Other assets	351,281
Intangible asset	291,063
Property and equipment, net	60
<b>Total assets</b>	<b>140,740,816</b>
<b>Liabilities</b>	
Payables to customers, net	60,935,871
Accrued expenses	1,244,855
Payables to Parent and affiliates	11,814,398
<b>Total liabilities</b>	<b>73,995,124</b>
Member's equity	66,745,692
<b>Total liabilities and member's equity</b>	<b>140,740,816</b>

# Tastyfx LLC (formerly known as IG US LLC)

## Financial Statement Notes

### 1. Organization

On October 6, 2017, the entity formerly known as IG US LLC (the “Company”) was formed as a Delaware Limited Liability Company. Subsequent to May 31, 2024, the Company formally updated its name to tastyfx LLC having filed all necessary paperwork with the state of Delaware. The Company is a wholly-owned subsidiary of IG US Holdings, Inc. (the “Parent”), a Delaware Corporation. The ultimate parent is IG Group Holdings plc (“IG Group”), a United Kingdom company which is publicly traded on the London Stock Exchange.

The Company is registered with the Commodity Futures Trading Commission (“CFTC”) and is a member of the National Futures Association (“NFA”), an industry self-regulating organization, to operate as a Retail Foreign Exchange Dealer (“RFED”) and as an introducing broker.

The Company enters into over-the-counter (“OTC”) foreign exchange derivative contracts with retail and institutional customers. Customer trading is offered to customers via the Company’s web based proprietary trading platform or through proprietary trading mobile apps. The Company hedges its open customer positions with either a third-party broker or an affiliate using spot OTC contracts or exchange traded futures contracts.

### 2. Summary of Significant Accounting Policies

#### ***Basis of Presentation***

The accompanying financial statements are presented in accordance with generally accepted accounting principles (“GAAP”) in the United States of America.

#### ***Use of Estimates***

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities as of the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Estimates are based on judgement and available information. Therefore, actual results could differ from management’s estimates and could have a material impact on these financial statements.

#### ***Cash***

The Company maintains cash at financial institutions where the total cash balance is insured by the Federal Deposit Insurance Corporation (“FDIC”) up to \$250,000 per depositor, per bank. The Company is exposed to concentration credit risk since it maintains balances at financial institutions in excess of the FDIC limit.

#### ***Cash Held for Customers***

The Company maintains separately designated customer cash at a financial institution where the total cash balance is insured by the Federal Deposit Insurance Corporation (“FDIC”) up to \$250,000 per depositor, per bank. This designated customer cash does not have any legal restrictions. The Company is exposed to concentration credit risk since it maintains balances at financial institutions in excess of the FDIC limit.

#### ***Receivable from Broker, net***

The Company maintains a third-party prime brokerage account in order to hedge a portion of its customer positions. According to the account agreement, the Company holds a deposit in this prime brokerage account according to the terms of the account agreement in order to collateralize these hedging positions.

# Tastyfx LLC (formerly known as IG US LLC)

## Financial Statement Notes

### 2. Summary of Significant Accounting Policies, cont.

#### ***Receivable from Broker, net, cont.***

In addition to its prime brokerage relationship, the Company maintains a futures trading account secured by margin to facilitate hedging client positions with futures contracts.

Receivable from Broker, net includes this cash deposit, including posted margin, plus or minus any unrealized gains or losses on open positions. The fair value of these hedging contracts is determined based upon third-party quotations, which are further discussed in the Fair Value Measurements section.

#### ***Property and Equipment, net***

Fixed assets consist of computer equipment, furniture and fixtures, and office equipment. Fixed assets are carried at cost, less accumulated depreciation. The Company periodically evaluates the carrying value of long-lived assets when events and circumstances warrant such review in accordance with accounting guidance. Fixed assets are depreciated on a straight-line basis over the estimated useful lives of the assets as follows:

Computer equipment	3 – 5 years
Furniture and fixtures	3 – 5 years
Office equipment	3 – 5 years

#### ***Intangible Assets***

Accounting guidance addressing intangible assets requires purchased intangible assets to be amortized over their estimated useful lives unless their lives are determined to be indefinite. If the indefinite-lived intangible assets are determined to have a finite life in the future, the Company will amortize the carrying value over the remaining estimated useful life at that time.

#### ***Payables to Customers, net***

Payables to customers, net includes all cash deposits plus or minus any unrealized gains or losses on open positions. The fair value of the customers' contracts is determined based on market data feeds, which are further discussed in the Fair Value Measurements section.

#### ***Cost Sharing and Commission Revenue***

The Company generates its cost sharing and commission revenue through a back-to-back foreign exchange hedging agreement with an affiliate. Based on the terms of this agreement, the Company receives a portion of the commission revenue earned by its affiliate on these hedged transactions along with a cost sharing revenue arrangement for a portion of the Company's costs (See note 10 for further details).

The Company recognized the cost sharing revenue under FASB ASC 606 (Revenue from contracts with customers) during the current year as consideration for performing marketing, sales and distribution activities on behalf of IG Group. The Company believes the performance obligation for providing these services is satisfied over time, as expenses are incurred, because IG Group is receiving and consuming the benefits as they are provided by the Company. As such, cost sharing revenue is recognized as the associated expenses subject to reimbursement as incurred. Gains and losses with respect to hedging positions on customer foreign exchange trades with the Company's affiliate are recognized on a trade date basis. These amounts are generally settled on a monthly basis.

# **Tastyfx LLC (formerly known as IG US LLC)**

## **Financial Statement Notes**

### **2. Summary of Significant Accounting Policies, cont**

#### ***Interest Revenue***

The Company earns interest on operating and customer funds on deposit with several financial institutions. Interest revenue is recorded in the period for which the interest is earned.

#### ***Marketing and Advertising***

Marketing and advertising costs are incurred for the production and communication of advertising, as well as other promotional related activities. The Company expenses the cost of advertising as incurred, except for costs related to the production of any broadcast advertising, which are expensed when the first broadcast occurs.

#### ***Salaries and Wages***

Salaries and wages costs are comprised of compensation, bonuses paid to employees, other related benefits, and employment taxes incurred by the Company. Salaries and wages also include the expenses allocated to the company from IG Group's stock-based compensation and employee stock purchase plans.

#### ***Professional Fees***

The Company incurs audit, tax, legal, and regulatory expenses. These expenses are accrued when incurred.

#### ***Rent and Premises***

The Company has entered into an agreement with an affiliate organization for the allocation of office rent and premises costs based on a proportional share of allocated area in the office space.

#### ***Income Taxes***

The Company has elected to be classified as a corporation for income tax purposes and is included in the Parent's US consolidated federal income tax return. When appropriate, the Company is also included in the Parent's consolidated state and local income returns. Income taxes are accounted for using the asset and liability method. Federal and state income tax balances are calculated as if the Company filed on a separate return basis. The total of the federal and state tax liability or benefit is calculated as either a payable to or a receivable from the Parent. The amount of any current and deferred income taxes payable or receivable, less any valuation allowance, is recognized as of the date of the financial statements based on the currently enacted federal and state income tax law and rates.

Deferred tax assets and liabilities are recognized for future events attributable to (1) the differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases, (2) tax operating losses, and (3) tax credit carryforwards. A valuation allowance is recognized for any deferred tax asset that is not more likely than not to be realized. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply when deferred taxes are recovered/settled.

# Tastyfx LLC (formerly known as IG US LLC)

## Financial Statement Notes

### 2. Summary of Significant Accounting Policies, *cont.*

#### *Income Taxes, cont.*

A tax position is recognized as a benefit only if it is more likely than not that the tax position would be sustained in a tax examination, with a tax examination being presumed to occur. The amount recognized is the largest amount of tax benefit that has a greater than 50% likelihood of being realized on examination. For tax positions not meeting the more likely than not test, no tax benefit is recorded. The Company applied the guidance to all tax positions for which the statute of limitations remained open. As of May 31, 2024, the earliest open tax year is 2020. As of May 31, 2024, the Company had no material unrecognized federal or state tax benefits. There have been no material changes in unrecognized tax benefits during the current year. The Company did not have any material amounts accrued for interest and penalties at May 31, 2024. The Company does not believe it is reasonably possible that any material tax positions will change within the next twelve months. Interest or penalties on income taxes, if incurred, are recognized on the statement of operations as a general expense.

#### *Fair Value Measurements*

The Company categorizes its fair value measurements according to a three-level hierarchy in accordance with FASB ASC 820, *Fair Value Measurements*. The hierarchy prioritizes the inputs used by the Company's valuation techniques. A level is assigned to each fair value measurement based on the lowest level input that is significant to the fair value measurement in its entirety. The three levels of the fair value hierarchy are defined as follows:

Level 1 - Unadjusted quoted prices for identical assets or liabilities in active markets that are accessible at the measurement date.

Level 2 - Prices or valuation based on observable inputs other than quoted prices in active markets for identical assets and liabilities.

Level 3 - Prices or valuations that require inputs that are both significant to the fair value measurement and unobservable.

In general, the Company's financial assets and liabilities are carried at either fair value or at amounts which approximate the fair value on the Statement of Financial Condition. The Company's foreign exchange contracts and futures assets and liabilities, which are included in Payables to Customers, net, Payables to affiliates, net and Receivable from Broker, net on the Statement of Financial Condition, are stated at fair value based on the underlying OTC or exchange traded assets. These assets and liabilities are stated at fair value based on the underlying OTC or exchange traded assets. The Company has equal and offsetting asset and liability open contracts due to the Company's back-to-back hedging arrangement with an affiliate and third-party broker. The fair value of these financial instruments is predominately determined by inputs from third-party quotations as well as available exchange data where relevant.

#### *Derivatives*

Foreign exchange contracts provide for the exchange of the difference in value of a particular currency pair. The Company and the customers realize either a gain or a loss on the contract as the value changes between the time at which a contract is opened and the time at which a contract is closed. Foreign exchange contracts are defined as derivatives according to the accounting guidance. Therefore, foreign exchange contracts are accounted for at fair value in these financial statements.



# Tastyfx LLC (formerly known as IG US LLC)

## Financial Statement Notes

### 2. Summary of Significant Accounting Policies, *cont.*

#### *Foreign Currencies*

The Company has determined that its functional currency is the US Dollar (USD). In accordance with GAAP, assets and liabilities which are denominated in foreign currencies are converted into USD as of the date of the Statement of Financial Condition. Gains and losses resulting from foreign exchange transactions are included in the Statement of Operations.

#### *Payable to Parent and Affiliates*

The Company and its affiliates and Parent may pay for certain costs for each other including vendor invoices, compensation paid to employees as well as certain services. As discussed in Note 1, the Company regularly enters into hedging transactions with affiliates which can generate payables or receivables that are reported in the Company's Statement of Financial Condition.

#### *Business Concentrations and Credit Risk*

Financial instruments, which subject the Company to concentration of credit risk, consist largely of cash and cash equivalents, amounts due from broker, and amounts due from related parties. Expected credit losses are measured based on historical experience, current conditions and forecasts that impact the collectability of the amount. The Company actively monitors the credit quality of its counterparties and the credit risk of its clients on an ongoing basis and recognizes losses, if any, at the time incurred.

### 3. Receivable from Broker, net

Receivable from Broker, net consists of the following:

	<b>May 31, 2024</b>
Cash deposit	40,394,395
Company's net unrealized gains (losses)	(645,202)
<b>Total</b>	<b>39,749,193</b>

### 4. Property and Equipment, net

Fixed assets consist of the following:

	<b>May 31, 2024</b>
Computer equipment	45,303
Less accumulated depreciation	(45,243)
<b>Total</b>	<b>60</b>

### 5. Intangible Assets, net

Intangible assets consist of the following:

	<b>May 31, 2024</b>
Intangible assets – WIP	290,881
Software license	819
Less accumulated depreciation	(637)
<b>Total</b>	<b>291,063</b>

# Tastyfx LLC (formerly known as IG US LLC)

## Financial Statement Notes

The Company has incurred costs related development of finite lived intangible assets including costs associated with tastyfx.com. These costs capitalized as of May 31,2024, are captured as Intangible WIP assets in the Statement of Financial Condition in the amount of 290,880. The Company will begin amortizing the cost once the assets are put into service.

### 6. Other Assets

Other assets consist of the following:

	<b>May 31, 2024</b>
Interest receivable	251,082
Prepaid expenses	100,199
<b>Total</b>	<b>351,281</b>

### 7. Payables to Customers, net

Payables to Customers, net consisted of the following:

	<b>May 31, 2024</b>
Customer cash balances	73,977,189
Customers' net unrealized gains (losses)	(13,038,651)
Customer related allowances, net	(2,667)
<b>Total</b>	<b>60,935,871</b>

### 8. Accrued Expenses

Accrued expenses consisted of the following:

	<b>May 31, 2024</b>
Accrued tax fees	470,656
Accrued compensation	304,667
Accrued professional fees	237,643
Accrued marketing and advertising	100,652
Accrued alternative payment processing charges	46,445
Other accrued expenses	84,792
<b>Total</b>	<b>1,244,855</b>

Operating expenses are recognized when incurred.

### 9. Related Party Transactions

In the ordinary course of business, the Company pays direct costs on behalf of its affiliates and, likewise, the Company's affiliates and Parent pay direct costs on behalf of the Company. The Company establishes a receivable or payable for these amounts. As of May 31, 2024, the Company has \$218,594 recorded in *Receivable from affiliates, net* and \$11,814,398 recorded in *Payables to Parent and affiliates* in the Statement of Financial Condition.

The company settles operational related party balances on a regular basis, most often no less than once each quarter.

# Tastyfx LLC (formerly known as IG US LLC)

## Financial Statement Notes

### *Receivable from hedging affiliate*

The Company has an established Hedging and Incidental Services agreement with a foreign affiliate. Under the terms of this agreement, the Company hedges a portion of the open customer contracts with its affiliate in exchange for a percentage of the revenue the affiliate earns on the hedged positions. This agreement also includes a cost sharing arrangement that provides for reimbursement for certain expenses of the Company. As of May 31, 2024, the Company had a net payable balance of \$11,814,398 due to its affiliate that was recorded within *Payables to Parent and affiliates* in the Statement of Financial Condition. This net payable balance consisted of amounts related to the cost sharing arrangement, trading arrangement as well as the net unrealized position related to open hedging contracts.

### *Shared services and office services from Parent*

Effective November 1, 2019, the Company also entered into the Shared Services Agreement with its Parent for the allocation of employee shared strategic planning, accounting, legal, human resources, and treasury services based on a proportional share of allocated time and expense for the benefit of the Company.

### *Other receivables and payables to/from affiliates*

Other affiliates pay certain expenses covered under global vendor agreement on behalf of the Company, which they recharge to the Company on a monthly basis. As with other intercompany transactions, this activity is accounted for as a payable or receivable owed by or due to the Company and is reflected in the Statement of Financial Condition as *Payable to parent and affiliates* or *Receivable from affiliates, net*.

## 10. Income Taxes

The differences between the balances reported in the Statement of Financial Condition and the tax basis of assets and liabilities result in temporary differences for which deferred tax assets and liabilities were recognized as follows at May 31, 2024:

	<b><u>FY 2024</u></b>
<b>Deferred Income Tax Assets:</b>	
Provision for LTIP	26,908
Accrued Vacation	-
Accrued Bonus	48,236
Accrued Legal & Regulatory	77,063
Credit Loss Allowance	283
Capitalized Start Up Costs	271,332
<b>Total deferred income tax assets</b>	<b><u>423,822</u></b>
<b>Deferred Income Tax Liabilities:</b>	
Depreciation	(18,390)
<b>Total deferred income tax liabilities</b>	<b><u>(18,390)</u></b>
<b>Net Deferred Income Tax Asset before Valuation Allowance:</b>	<b><u>405,432</u></b>
Valuation Allowance:	-
<b>Net Deferred Income Tax Asset after Valuation Allowance:</b>	<b><u><u>405,432</u></u></b>

## Tastyfx LLC (formerly known as IG US LLC)

### Financial Statement Notes

The Company has classified the costs incurred prior to commencing its operations as start-up costs and, for income tax purposes, has capitalized and will subsequently expense them for income tax purposes over the respective amortization period.

For the year ended May 31, 2024, the Company has not recorded a valuation allowance against the Deferred Tax Asset balance of \$405,432 on the basis of Management's assessment of the amount of its deferred tax assets that are more likely than not to be realized. As of each reporting date, Management considers new evidence, both positive and negative, that could affect its view of the future realization of deferred tax asset. As of May 31, 2024, in part because the Company has achieved three years of cumulative pretax income, Management determined that there is sufficient positive evidence to conclude that it is more likely than not that existing deferred taxes are realizable.

For the year ended May 31, 2024, the Company has no net operating losses.

#### 11. Fair Value Measurements

The following table summarizes the Company's gross assets and liabilities that are reported at fair value according to the related hierarchy levels:

Fair Value Measurements on a Recurring Basis  
As of May 31, 2024

	Level 1	Level 2	Level 3	Total
<i>Assets:</i>				
Foreign exchange contracts *		\$15,593,542		\$15,593,542
<b>Total Assets</b>		<b>\$15,593,542</b>		<b>\$15,593,542</b>
<i>Liabilities:</i>				
Foreign exchange contracts *		(\$15,593,542)		(\$15,593,542)
<b>Total Liabilities</b>		<b>(\$15,593,542)</b>		<b>(\$15,593,542)</b>

\*Foreign exchange contract assets and liabilities are netted within Payable to Customers, net and either the Receivables from affiliates, net, or the Receivable from Broker, net, respectively on the Statement of Financial Condition.

The table below presents the carrying value, fair value and fair value hierarchy category of certain financial instruments that are not measured at fair value on the Statement of Financial Condition.

	Carrying Value	Fair Value	<b>Fair Value Measurements</b>		
			Quoted prices in Active Markets (Level 1)	Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
<b>Assets</b>					
Receivable from Broker	\$39,749,193	\$39,749,193	-	\$39,749,193	-
Other assets	\$351,281	\$351,281	-	\$351,281	-
Receivable from Affiliates, net	\$218,594	\$218,594	-	\$218,594	-
<b>Total Assets</b>	<b>40,319,068</b>	<b>40,319,068</b>	<b>-</b>	<b>40,319,068</b>	<b>-</b>

# Tastyfx LLC (formerly known as IG US LLC)

## Financial Statement Notes

	Carrying Value	Fair Value	Fair Value Measurements		
			Quoted prices in Active Markets (Level 1)	Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
<b>Liabilities</b>					
Payables to customers*	(\$73,977,189)	(\$73,977,189)	-	(\$73,977,189)	-
Payables to Parent and affiliate	(\$11,814,398)	(\$11,814,398)	-	(\$11,814,398)	-
Accrued expenses	(\$1,244,855)	(\$1,244,855)	-	(\$1,244,855)	-
<b>Total Liabilities</b>	<b>(\$87,036,442)</b>	<b>(\$87,036,442)</b>	<b>-</b>	<b>(\$87,036,442)</b>	<b>-</b>

\* The payable to customers represents customer cash balances. The payable has been reduced to reflect the Company's net unrealized gains on open positions, which is separately included in the derivatives disclosures in Note 12.

### 12. Derivatives

The Company's foreign exchange contracts with its customers are derivative instruments.

The amounts that are reported within the Statement of Financial Condition are summarized below:

	Amounts Offset in the Statement of Financial Condition***			
	Fair value of gross derivative contracts**	Counterparty netting	Cash collateral	Net derivative contracts
<b>Assets:</b>				
Foreign exchange contracts *	\$15,593,542	(\$2,456,772)	(\$13,136,770)	0
Total assets	\$15,593,542	(\$2,456,772)	(\$13,136,770)	0
<b>Liabilities:</b>				
Foreign exchange contracts *	(\$15,593,542)	\$2,456,772	\$4,942,254	(\$8,194,516)
Total liabilities	(\$15,593,542)	\$2,456,772	\$4,942,254	(\$8,194,516)

\*Derivative assets are included within Payable to Customers, net on the Statement of Financial Condition. Derivative liabilities are included within Receivables from affiliates, net, Receivable from Broker, net and Payables to Customers, net on the Statement of Financial Condition.

\*\*Amounts include all derivative financial instruments irrespective of whether there is a legally enforceable master netting agreement or other similar arrangement in place.

\*\*\*Amounts are reported on a net basis in the Statement of Financial Condition when master netting agreements exist, and the criteria are met in accordance with applicable accounting guidance on offsetting foreign exchange contracts. The customer and broker cash collateral amounts may exceed the related net amounts of derivative assets and liabilities presented in the Statement of Financial Condition. Where this is the case, the total amount reported is limited to the net amounts of derivative assets and liabilities. The carrying amounts of these derivative instruments approximate fair value due to the short-term nature of these instruments and related maturities.

## Tastyfx LLC (formerly known as IG US LLC)

### Financial Statement Notes

The Company enters into back-to-back hedging contracts with its affiliate and a third-party broker, and therefore, the derivative contract realized and unrealized gains and losses net to zero.

The Company's derivatives have various underlying currencies. The table below summarizes the average number of contracts of the Company's derivative instruments as of May 31, 2024:

	Total contracts Q1	Total contracts Q2	Total contracts Q3	Total contracts Q4
<b>Derivative Instruments</b>				
<b>Assets</b>				
Foreign exchange contracts.	21,837	22,736	26,830	31,823
<b>Total</b>	21,837	22,736	26,830	31,823
<b>Derivative Instruments</b>				
<b>Liabilities</b>				
Foreign exchange contracts	21,837	22,736	26,830	31,823
<b>Total</b>	21,837	22,736	26,830	31,823

### 13. Stock-based compensation

IG Group Holdings plc offers certain employees of the Company participate in a share-based Long-term Incentive Plan ("LTIP"). Awards under the LTIP are nominal cost options, which vest after three years, conditional upon continued employment at the vesting date. There are no other performance targets. For awards granted in August 2022, the remuneration committee have applied a performance underpin which would take account of the underlying financial and non-financial performance of the participant and/or any relevant group member, over the vesting period.

For LTIP awards, the fair value at grant date is determined by taking the share price on the grant date. An adjustment for the present value of future dividends is not required since dividend equivalents are awarded on options granted under the LTIP.

The maximum number of LTIP awards that can vest based on the awards granted as of May 31, 2024 are as follows:

Award Date	Share price at award date	Expected vesting date	Shares at the beginning of the year	Shares granted	Shares lapsed	Shares exercised	Dividend	Shares at the end of the year
4-Aug-22	818p	4-Aug-25	8,045	-	-	-	-	8,045
3-Aug-23	684.50p	3-Aug-26	-	12,652	-	-	-	12,652
		<b>Total</b>	8,045	12,652	-	-	-	20,697

The weighted average exercise price of all LTIP awards is 0.005 GBP.

As of May 31, 2024, accumulated equity under this plan totaled \$82,422 and was recorded in Member's Equity in the Statement of Financial Condition. The Company reserves any share-based compensation expense recognized in previous periods when it becomes probable that those shares will not vest.

## **Tastyfx LLC (formerly known as IG US LLC)**

### **Financial Statement Notes**

#### **14. Commitments, Contingencies and Off-Balance Sheet Risk**

##### *Commitments*

The Company enters into various commitments to purchase necessary services for its operations. Currently, the only commitment that the Company has entered into is an agreement with a vendor for bank account verification services. Management is not aware of material future minimum commitments as of May 31, 2024.

##### *Contingencies*

In the ordinary course of business, the Company may be subject to lawsuits, arbitration claims and other legal proceedings. The Company is also subject to inquiries, investigations, and other proceedings by regulatory and other governmental agencies. Finally, changes in federal legislation and regulatory rules could adversely impact the regulation and operations of the Company, which may negatively affect its operating results. Management cannot predict with certainty the potential outcome of any legal proceeding. However, management is not aware of any legal proceeding that would have a material effect of on these financial statements.

##### *Off-Balance Sheet Risk*

The Company hedges its customer contracts through a back-to-back hedging agreement with either an affiliate or a third-party broker. The hedging of customer contract balances through either counter-party creates a counter-party concentration risk for the Company. This concentration of large customer balances also creates a counter-party concentration risk to the Company. The Company has implemented various controls and procedures to mitigate and monitor these risks.

The Company is also subject to various market risks resulting from the conduct of their operations. Sudden market movements could potentially create either a significant unsecured customer receivable increase or a substantial decrease of the Company's adjusted net capital below the statutory minimum levels. The Company has implemented various controls and procedures to mitigate and monitor these risks.

##### *Other Risk*

The occurrence of unforeseen or catastrophic events, including the emergence of a pandemic, or other widespread health emergency (or concerns over the possibility of such an emergency), terrorist attacks, extreme weather events or other natural disasters, could create economic and financial disruptions, and could lead to operational difficulties (including travel limitations) that could impair our ability to manage the Company.

#### **15. Employee Retirement Plan**

The Company's Parent maintains a 401(k) retirement plan for the Company's employees. Qualified employees may make elective contributions according to the terms of the plan. The Company currently matches 100% of the first 3% of employee contributions and 50% of the next 2% of employee contributions. Employees are immediately vested in employer contributions once eligible to contribute to the plan (the first day of the month following the employee's hire date). Most of the Company's employees are eligible to participate in this plan.

## **Tastyfx LLC (formerly known as IG US LLC)**

### **Financial Statement Notes**

#### **16. Employee Stock Purchase Plan**

IG Group offers an Employee Stock Purchase Plan that invites its employees to purchase IG Group stock. In general, participants may elect to have up to 5 percent of their wages withheld over a 6-month period. At the end of the 6-month period, the employee's withholding can be used to purchase IG Group stock at a 15 percent discount below the lower of the first or last day's closing price during the 6-month period.

#### **17. Regulatory Capital Requirements**

The Company is subject to CFTC Regulation 5.7 and NFA Section 11. Under applicable provisions of these rules and regulations, the Company is required to maintain a minimum adjusted net capital balance of \$20.0 million, plus 5% for all liabilities owed to retail customers and third-party eligible contract participants not registered as a dealer that exceed \$10 million, and 10% of all liabilities that are owed to an eligible contract participant that is registered as a dealer and/or are an affiliate to the Company, as defined in the rules and regulations. As of May 31, 2024, the Company had adjusted net capital of \$57,208,006 a net capital requirement of \$22,546,887, and excess net capital of \$34,661,119.

#### **18. Subsequent Events**

The Company's management has evaluated subsequent events through July 30, 2024, the issuance date of the financial statements for the year ended May 31, 2024. Based on this evaluation, the Company has determined that there are not any events required to be disclosed.