

Dear Bondholder

This is a brief update on the outcome of the adjourned Creditors' meeting. We plan to update creditors on the overall case next week.

### **Creditors' Committee**

As you may be aware, the Creditors' Meeting adjourned from 24 April was concluded on Wednesday 8 May. The only formal business of the adjourned meeting was to elect a Creditors' Committee of up to five members.

Votes received in respect of Committee nominations have been recorded and counted and we confirm that the following five individuals have been duly elected to the Creditors' Committee, to represent the general body of Bondholders/Creditors:

<b><u>Name</u></b>	<b><u>Votes by Value £</u></b>
Joanne Ellis-Clarke	5,556,067
Nathan Brown	3,806,092
Alan Considine	1,068,900
Mahendra Bajaj	998,217
Emmet Donegan	811,792
(to be represented by Thomas Donegan from time to time)	
Total	12,241,068

We anticipate that we will formally meet with the newly constituted Committee during the course of the next week. Information regarding the role of a Creditors' Committee can be found at <https://www.r3.org.uk/media/documents/publications/professional/R3-Guide-to-Creditors-Committees.pdf>.

### **Joint Administrators' Proposals**

The joint administrators also take this opportunity to confirm the deemed consent of the Joint Administrators' Proposals, which were issued on 25 March 2019. By way of reminder, this report can be accessed via our website: [www.smithandwilliamson.com/london-capital](http://www.smithandwilliamson.com/london-capital) , or the creditor portal: [www.ips-docs.com](http://www.ips-docs.com)

The joint administrators' Proposals were deemed to have been approved, as they did not receive written objections from Bondholders/Creditors whose debts amount to at least 10% of the total debts of the Company, by Wednesday 10 April 2019. The joint administrators did receive objections totalling £2,080,900 by value, from Bondholders by the deadline, equating to less than 1% of the total debts of the Company.

### **Regional Meetings**

We have previously confirmed that we have received sufficient uptake for informal, regional

meetings to be held in the following areas: Birmingham, Bristol, Manchester, Southampton, Cambridge, Oxford, Edinburgh, Glasgow and Liverpool. However, we will reconfirm directly with those Bondholders who have expressed specific interest, that this remains the case, before proceeding with these meetings.

#### **Financial Services Compensation Scheme - Update**

The Financial Services Compensation Scheme (FSCS) has asked investors to register for updates via its website at <https://www.fscs.org.uk/failed-firms/lcf/>.

The FSCS are keen to ensure LCF customers are kept up to date as they continue to explore whether there are grounds for compensation. By registering you will get regular updates on their investigation and this will be the best way to hear whether FSCS believe there are grounds for any claims. This is a highly intricate case though, so they expect their investigation may take some time. They appreciate investors' need for certainty though so are treating the case with the utmost urgency.

Kind regards

The Joint Administrators of London Capital & Finance Plc

The affairs, business and property of the Company are being managed by the administrators Finbarr O'Connell, Adam Stephens, Colin Hardman and Henry Shinnars who act as agents of the Company and without personal liability. Finbarr O'Connell, Adam Stephens, Colin Hardman and Henry Shinnars are licensed as insolvency practitioners in the UK by the Institute of Chartered Accountants in England and Wales. Further information regarding the administration can be found at the joint administrators' webpage: [www.smithandwilliamson.com/london-capital](http://www.smithandwilliamson.com/london-capital) London Capital & Finance Plc is incorporated in England and Wales under the Companies Act 2006 with registered number 08140312. The Company is authorised and regulated by the Financial Conduct Authority with FRN 722603.

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