

**TO ALL KNOWN CLIENTS AND CREDITORS**

19 December 2019

Our ref: MCF/PH/ZP/RF060

Tel: 0800 048 9512

Email: [reyker.securities@smithandwilliamson.com](mailto:reyker.securities@smithandwilliamson.com)

[Recipient]  
[Address Line 1]  
[Address Line 2]  
[Town]  
[County]  
[Post Code]

Client Reference: [xxxxxxx]

Dear Sir/Madam

**Reyker Securities PLC (in special administration) (“the Company”)**  
**In the High Court of Justice, Business & Property Courts of England & Wales,**  
**Company & Insolvency List (Ch D), Court Case No: CR-2019-006671**

The meeting of clients and creditors to consider the joint special administrators’ proposals (“the JSAs’ Proposals”) was convened and held on 16 December 2019.

Please find attached a report on the outcome of the meeting. The JSAs’ Proposals were approved and a Clients’ and Creditors’ committee established.

This letter is for information purposes only, the sole purpose of which is to advise clients and creditors of the outcome of the meeting in accordance with statute. The minutes of the meeting and the joint special administrators’ presentation will be available to view at <https://smithandwilliamson.com/reyker-securities-plc/> within 7 days of the date of the meeting.

Should you have any queries please do not hesitate to contact the team on 0800 048 9512 or, alternatively, by email at [reyker.securities@smithandwilliamson.com](mailto:reyker.securities@smithandwilliamson.com).

Please note, the Reyker office will be closed with effect from 24 December 2019 to 1 January 2019 (inclusive). Any emails sent to [reyker.securities@smithandwilliamson.com](mailto:reyker.securities@smithandwilliamson.com) or calls to 0800 048 9512 will, therefore, not be processed until the New Year.

Yours faithfully  
For and on behalf of Reyker Securities Plc



**Mark Ford**  
**Joint Special Administrator**

**Smith & Williamson LLP**

The affairs, business and property of the Company are being managed by the special administrators Adam Henry Stephens, Henry Anthony Shinnars and Mark Christopher Ford who act as agents of the Company and without personal liability.

Adam Henry Stephens, Henry Anthony Shinnars and Mark Christopher Ford are licensed as insolvency practitioners in the UK by the Institute of Chartered Accountants in England and Wales. As such we are bound by the Insolvency Code of Ethics when carrying out all professional work relating to an insolvency appointment.

The Fair Processing Notice in relation to the General Data Protection Regulation can be accessed at <http://smithandwilliamson.com/rsgdpr>  
Should you wish to be supplied with a hard copy, free of charge, please contact the staff member above.

Reyker Securities Plc is authorised and regulated by the Financial Conduct Authority. FCA registration number: 115308.  
Registered in England, Company number: 01747595. Registered office: 25 Moorgate, London, ECR2 6AY. Formerly 17 Moorgate, London EC2R 6AR.

The word partner is used to refer to a member of Smith & Williamson LLP. A list of members is available at the registered office  
Registered in England at 25 Moorgate, London EC2R 6AY No OC369631. Regulated by the Institute of Chartered Accountants in England and Wales  
for a range of investment business activities. A member of Nexia International, a worldwide network of independent accounting firms.

**REYKER SECURITIES PLC (IN SPECIAL ADMINISTRATION) (“the Company”)**  
**IN THE HIGH COURT OF JUSTICE, BUSINESS AND COURTS OF ENGLAND & WALES,**  
**COMPANY & INSOLVENCY LIST (CH D), CASE NUMBER: CR-2019-006671**

**REPORT ON THE OUTCOME OF THE MEETING OF THE CLIENTS AND CREDITORS OF THE MEETING  
HELD AT ETC. VENUES, 155 BISHOPSGATE, LONDON, EC2M 3YD  
AT 11.00 HRS ON 16 DECEMBER 2019**

The meeting was convened in accordance with Paragraph 51 of the Investment Bank Special Administration Regulations 2011 for the purpose of the Company’s Clients and Creditors considering and voting upon the following resolutions:

- 1 THAT the Joint Special Administrators’ proposals (“the JSAs’ Proposals”) be approved;
- 2 THAT a Clients’ and Creditors’ Committee should be established

A summary of the JSAs’ Proposals (as previously circulated) is attached at Appendix I.

### **Voting**

The Clients and Creditors voted separately on each resolution and a majority by value of Clients or Creditors voting in person or by proxy was required for a resolution to be passed. A resolution would only be approved if both Clients and Creditors voted in favour.

The votes submitted by the Clients and Creditors, either in person or by proxy, are summarised as follows:

#### Voting by Clients on 16 December 2019:

<b>Resolution</b>	<b>For (£)</b>	<b>Against (£)</b>	<b>Outcome</b>
1 - JSAs’ Proposals	222,108,679	217,176	Passed - 99.90%
2- Committee	222,014,165	296,690	Passed - 99.87%

#### Voting by Creditors on 16 December 2019:

<b>Resolution</b>	<b>For (£)</b>	<b>Against (£)</b>	<b>Outcome</b>
1 - JSAs’ Proposals	311,635	-	Passed - 100%
2- Committee	311,635	-	Passed - 100%

Accordingly, both resolutions were duly passed. No modifications were proposed by either Clients or Creditors in respect of the JSAs’ Proposals.

### **Committee**

Following the resolutions being passed, nominations for the members of the Clients’ and Creditors’ committee were received and considered. Following a consultation between the nineteen nominees, a consensus for the nominations was agreed and four Clients (or Client representatives) and the FSCS each made a short introduction of themselves to the meeting attendees. The nomination of these five proposed committee members was duly agreed (in accordance with statute) with no objections from those present at the meeting.

Full details will be provided under separate cover once each of the proposed members have returned a consent to act and the committee has been duly constituted.

  
**Mark Ford**  
**Chair & Joint Special Administrator**

## SUMMARY OF THE JOINT SPECIAL ADMINISTRATORS' PROPOSALS (AS PREVIOUSLY CIRCULATED)

Proposals generic to the Special Administration:

- a) THAT they continue to manage the Company's affairs, business and property as they see fit in order to pursue the Special Administration's Objectives, being:
- b) THAT they seek the constitution of a Clients' and Creditors' Committee to represent the interests and make decisions on behalf of the Creditors and Clients as a whole;
- c) THAT, in the absence of a direction from the FCA under regulation 16 of the Regulations, they continue to pursue the Objectives in parallel;
- d) THAT they shall do all such things and generally exercise all powers as they, at their discretion, consider desirable in order to achieve the Objectives or to protect and preserve the assets of the Company or to maximise realisations for any other purpose incidental to these Proposals;
- e) THAT they continue to enable the Company to employ staff to assist with the work required to achieve the Objectives;

Proposals relevant to pursuing objective 1:

- f) THAT they continue with and finalise the JSAs' Reconciliation of Client Money and Custody Assets in order to determine each respective Clients' holding in the Special Administration and for such work to be completed in accordance with CASS;
- g) THAT they continue to safeguard and take any action necessary to preserve and maximise Client Money and Custody Assets;
- h) THAT they continue to segregate and safeguard any Client Money received following the PPE with a view to expediting the return of those monies following the completion of the JSAs' Reconciliation;
- i) THAT, in the event they deem either a sale of the Company's business and assets or a transfer of Client Money and Custody Assets to an appropriately authorised and regulated broker (either in whole or in part) will achieve the best outcome for Clients, they be authorised to complete such sale or transfer in accordance with the Regulations, the Rules and the Client Money Rules;
- j) THAT, in the event a sale of business or transfer of assets is not achieved, they distribute Client Money and Custody Assets to Clients by way of the most efficient and cost-effective mechanism possible considering the procedures available to them within the Regulations, the Rules and the Client Money Rules;
- k) THAT they may seek directions from the Court in relation to such matters as may be required.

Proposals relevant to pursuing objective 2:

- l) THAT they continue to engage with market infrastructure bodies and the Authorities and to take all steps necessary to ensure that the Special Administration is dealt with efficiently and in accordance with statutory requirements.

Proposals relevant to pursuing objective 3

- m) THAT they will consider, and if thought fit, pursue any claims the Company may have in order to maximise returns to the Creditors;
- n) THAT they continue to identify, secure and realise House Assets to the administration estate for the benefit of the Creditors;
- o) THAT, should there be sufficient asset realisations to permit a distribution to either secured, preferential or unsecured creditors, they be authorised to agree the respective Creditors' claims and distribute funds in accordance with the Regulations and the Rules;
- p) THAT, if a sale or transfer of the business is not achieved, they take appropriate steps to wind down the business having regard to the interests of both its Clients and Creditors.
- q) THAT, once the Objectives have been fulfilled, they seek to conclude the Special Administration by either i) submitting proposals for a Company Voluntary Arrangement; ii) making an application to the Court under paragraph 79 of Schedule B1 to the Act and seeking any order necessary (which may include a request to place the Company into liquidation) or, alternatively, iii) by filing notice of dissolution with the Court and Registrar of Companies.