



Reyker Securities plc - In Special Administration ("the Company")

Update for Clients and other stakeholders 31 March 2021

This is an update for Clients and other stakeholders affected by the Special Administration of the Company. It sets out updated details on the return of Client Money and Custody Assets belonging to the Clients of the Company.

The JSAs are pleased to advise that the transfer of Custody Assets, Corporate Action Income and Pre-Pooling Cash (for those Clients that had selected, in Summer 2020, for their 85% of Pre-Pooling Cash to be sent to their Nominated Broker once confirmed) is all progressing well. The progress of transferring Client Custody Assets, as measured as a % of transferable stocks, as at 26 March 2021 is summarised in the table below.

Nominated Broker	Total stock lines to transfer	% of stock lines transfers completed or instructions issued
James Brearley	25,682	83%
Kin Capital	10,651	100%
Logic	1,938	63%
Pershing Securities	5,432	100%
Thompson Taraz	5,029	64%
Total	48,732	86%

Although the process of transferring the remaining assets will still take some time, I am pleased to set out some more information about the transfer process for below.

IMPORTANT UPDATE FOR CLIENTS WITH CUSTODY ASSETS & CORPORATE ACTION INCOME THAT DID OPT OUT OR DID NOT HAVE A NOMINATED BROKER

The JSAs are pleased to confirm that with the Nominated Broker transfers progressing well, the first distribution of assets and Corporate Action Income will be in Spring 2021. The JSAs will be writing to all Clients that will be subject to a distribution later in Spring 2021.

Pre-Pooling Client Money (August 2020 Distribution)

Clients that confirmed their previous instruction to transfer Pre-Pooling Client Money to their Nominated Broker have had their funds transferred and this amount should be visible in your new broker account. Clients that have not yet made this confirmation, via the Portal, should confirm their instructions as soon as possible.





This information applies to all clients with Custody Assets transferring to a Nominated Broker

The transfer of Custody Assets to the Nominated Brokers continues to progress well although it may take several weeks for some stocks to transfer and, in exceptional circumstances with the Registrar or Fund Manager, months.

	Transfers to Nominated Brokers by stock location							
Transfer status	Crest	Kas Bank	Aegon / Cofunds	Allfunds	Fund Manager	Residual (Paper)	Dual location	Total
Transferred	17,675	2,763	1,710	257	16	19,314	19	41,754
Not yet transferred	2	86	-	-	4,246	2,630	14	6,978
Total	17,677	2,849	1,710	257	4,262	21,944	33	48,732
% completed / instructed	100%	97%	100%	100%	0%	88%	58%	86%

Transfers of electronically held securities

The overwhelming majority of electronically held securities have now been transferred and should be showing in Client’s accounts.

A very small number of securities have not yet been transferred and we are working with James Brearley (“JB”) and KAS Bank and are hopeful these issues will be resolved in the very near future.

Corporate Action Income (Post Pooling)

All Corporate Action Income received since 8 October 2019 and before 14 December 2020 has been transferred to the Nominated Brokers and should show in your new broker account with the exception of Thomson Taraz Clients. The JSAs are waiting for affected Clients’ Investment Manager instructions prior to transferring Client Money.

Securities held in statement format with various Fund Managers

The JSAs, JB and Logic continue to work in re-registering all fund positions in the coming weeks and anticipate that the majority of these will be reflected in client accounts by the end of Spring 2021. Clients should note that the re-registration process requires action to be taken by third party Fund Managers that may currently be working to a reduced capacity due to COVID, so some transfers may take longer than others. The JSAs anticipate that the majority of these Custody Assets will be transferred and reflected in clients’ new broker accounts by the end of Spring 2021.

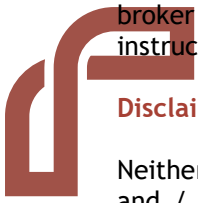
Paper certificates held in Reyker’s safe custody

The transfer of Paper (certificated) holdings is underway and these will be transferred as soon as possible. Clients should please note that the re-registration process requires action to be taken by third party registrars that may currently be working to a reduced capacity due to COVID so some transfers may take longer than others. The JSAs anticipate that the majority of these Custody Assets will be transferred and reflected in clients’ new broker accounts by the end of Spring 2021.

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Disclaimer

Neither Reyker nor the JSAs can give Clients any advice whatsoever in respect of their investments and / or the distribution of Client Money or transfer of Custody Assets and nothing within this document, the Website, the Portal, or any other associated literature issued by the JSAs should be treated as such. If you are uncertain as to the best option(s) for you and your investments and the financial consequences, please seek independent professional advice.

Fraudulent communication

Further to recent updates and reports of fraudulent activity, Clients are reminded to remain vigilant to fraudulent communication at all times. Should Clients have any concerns in respect of any communications received, please contact Client Services on 0800 048 9512.

Further information

Further information and frequently asked questions can be found on our website, or by clicking this link <https://smithandwilliamson.com/reyker-securities-plc/>

Should you have any queries, please contact Client Services by email at clientservices@reyker.com or, alternatively, by calling 0800 048 9512.





Glossary

Capitalised terms within this document are defined as follows:

Term	Definition
Client	A party for whom the Company held either Client Money or Custody Assets or both on their behalf
Client Assets	Client Money and Custody Assets
Client Money	Money of any currency that the Company has received or holds for, or on behalf of, a Client as at 8 October 2019
Creditors' Committee	The Creditors' Committee of Clients and Creditors established in order to take certain decisions on behalf of the Clients and Creditors as a whole.
Company / Reyker	Reyker Securities PLC - in Special Administration
Corporate Action Income	Income arising from Custody Assets and received on behalf of Clients following 8 October 2019
Custody Assets	The securities (including stock, shares and other investments) held for and on behalf of the Clients as at 8 October 2019
Distribution Plan	A statutory distribution plan, pursuant to the Regulations and the Rules, to facilitate the return of Custody Assets
Investment Manager	An organisation that manages investments in funds and other portfolios of Client Custody Assets on behalf of Clients under the terms of an investment management agreement
JSAs	The joint special administrators
Nominated Broker	One of the designated brokers who will receive a transfer of Client Assets following the approval of the Distribution Plan
Portal	The online Client Claim Portal, available at www.reykerportal.com
Regulations	The Investment Bank Special Administration Regulations 2011 as amended by The Investment Bank (Amendment of Definition) and Special Administration (Amendment) Regulations 2017
Rules	The Investment Bank Special Administration (England and Wales) Rules 2011
S&W	Smith & Williamson LLP
Special Administration	The special administration of the Company

