

To All Investors

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Dear Investors

Lendy Ltd ("Lendy"), Lendy Provision Reserve Ltd and Saving Stream Security Holding Limited - all in Administration (together "the Companies")

Further to our prior communications I would like to update you on the progress of the Administration.

Money Laundering Checks

As you will be aware, we were advised that prior to making any distributions from the client money account we had to perform additional money laundering checks. Consequently, Experian were engaged to complete this task. We had anticipated this process would have been completed by 22nd September, however the matter was delayed. I am happy to confirm that the Experian process has now been completed and that the process has verified approx. 77% of the investor base. However, the process has not been completed in respect of approx. 23% of investors principally due to modest discrepancies in the data analysed.

In respect of the parties whose checks have not been completed members of the Lendy team will be contacting you over the next 14 days to request the additional information to complete the checks.

Where the money laundering checks have been completed no action needs to be taken by investors.

Accessing Client Accounts and Withdrawing Funds

On the basis that the client money checks have been completed we will shortly be removing any restrictions on the client accounts and thereby will be allowing withdrawals of available funds. It is anticipated this process of updating the system will be completed within the next 21 days and we will notify investors when the system goes live.

Client Money

Currently c£11m awaiting distribution is held within the client account and we anticipate within the next 21 days these balances will be allocated to your investor account. These balances will be allocated to your investor account prior to the withdrawal system going live.

Please note we would encourage all investors to withdraw funds from their client money accounts, there will be no on-going trading on the platform, hence investors should withdraw funds promptly.

Historic Withdrawal Requests

All historic withdrawal requests transactions where funds were not distributed to investors will be cancelled. Hence, investors should see their balances correspondingly corrected. If there are any issues with this please let the Lendy staff know.

THE POWER OF BEING UNDERSTOOD

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Loan Book

There has been significant activity in relation to the realisation of the Lendy loan book. Due to the commercially sensitive nature of the negotiations I do not wish to go into detail about specific loans, however at an overview level the process is moving forward and there is real traction on all aspects of the loan book. We anticipate further loans will be realised prior to Christmas and these will be promptly distributed to investors client accounts.

In addition, to the realisation of the underlying property assets all other actions are being taken to maximise realisations for investors. This includes making claims against borrowers personal guarantees and litigation in respect of professional indemnity claims.

Lendy Wealth

Within the next four weeks we will be contacting the Lendy investors to illustrate their exposure by loans and their potential overall recovery.

Yours sincerely

A handwritten signature in blue ink, appearing to be 'D Webb'.

Damian Webb
RSM Restructuring Advisory LLP
Joint Administrator

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The affairs, business and property of the company are being managed by the Administrators who act as agents of the company and without personal liability