

Fedelta Trust Limited - Client Money Information Sheet

Tynwald has approved changes to the Financial Services Rule Book 2008 which affects the way that information is provided to clients of financial services businesses. With effect from 1st January 2010 we will be obliged to provide any client with a Client Money Information Sheet, prior to accepting any client money for that client.

The objective is to ensure that clients of financial services businesses in the Isle of Man are made aware of the effect of pooling of client money in certain circumstances in the event of a bank default. It is not suggested that a bank will default but simply that clients are made aware of the impact such an event might have.

We have set out below details that will be a regulatory requirement. We also believe it useful for you to know where we presently maintain our general client bank account so that you can make your own enquiries:

Isle of Man Bank Limited, 2 Athol Street, Douglas, Isle of Man IM99 1AN.

Isle of Man Bank Limited is a member of The Royal Bank of Scotland Group. If you are interested in finding out more information, their web address is www.iombank.com.

What is a client bank account?

A client bank account is a bank account held by, and in the name of, Fedelta Trust Limited (“us” or “we”) in which we will hold your money on trust for you while it remains in the account. All money held in a client bank account is referred to as client money.

A client bank account is specially created by us for the purpose of holding your money and the money of other clients. The client bank account is segregated from any other bank account in our name holding money which is our money.

All client bank accounts are held at recognised banks. A recognised bank is a bank which holds a licence issued by the Isle of Man Financial Supervision Commission for deposit taking or is authorised under the law of another acceptable country or territory to carry on activities corresponding to deposit taking (see rule 3.2 of the Financial Services Rule Book 2009 for the full definition - available at www.fsc.gov.im).

In relation to fiduciary services, please note that an account held in the name of your company, or as trustee of your trust, is not a client bank account. It is mandated to your company or the trustee of your trust and the company or the trustee is the legal owner of the money held in that account. As the money in these accounts is not classed as client money the details relating to pooling of money in client bank accounts (as detailed below) do not apply.

General client bank account

A general client bank account usually holds money of several clients. The money may be held at one bank or the money may be in multiple bank accounts spread across several banks. In the event of a default of a bank where we have a general client bank account, client monies held in all of our general client bank accounts will be pooled (even if money is held in more than one general client bank account and the accounts are held in more than one bank). In this situation, each client who has money in the general client bank account will lose an equal proportion of their money, whether or not the bank your client money is held with is in default. This loss will be adjusted by any compensation arrangements in place.

If you have any questions about the above, please contact your usual Fedelta contact.