

Announcement to those investing in the open plans.

Arc Capital and Income plc (in administration) ("ACI")

Robin Davis, Melvyn Carter and John Alexander of Carter Backer Winter LLP ("CBW") were appointed Joint Administrators of Arc Capital and Income plc (in administration) ("ACI") on 26 October 2009.

CBW will work with the Financial Services Authority ("FSA"), and other relevant bodies to help protect your interests as well as the assets of ACI.

The priority is to confirm that investors' interests have been segregated from those of ACI. Based on the limited information the administrators have accessed thus far, it is understood that this is the case. In due course, this will need to be confirmed.

At the time of CBW's appointment ACI had three open plans; these plans will not be proceeding and it is the Administrators' intention to refund your money.

- **Arc Protected FTSE Growth Plan**
- **Arc 17.25% Kick Out Plan**
- **Arc Fixed Income Plan 16**

All investors will be contacted shortly by the Joint Administrators.

Investors do not need to take any action at this stage.

The Administrators have also set up a website at <http://www.cbw.co.uk/arc.html> and a contact helpline for investors (0844 8806511) with information and guidance. This also includes a "Frequently Asked Questions" section.