Wednesday, April 13th, 2022

Dear Clients,

You might be aware that SOVA Capital Ltd, one of our prime custodians, is experiencing some liquidity issues as a result of the on-going geopolitical developments in Ukraine and the sanctions regime imposed by the EU, the UK, the USA and the UN.

SOVA Capital Ltd has entered into a special administration regime as of 03.03.2022 in order to resolve this situation. Please note that **your funds and assets are held in segregated Client Asset Sourcebook (CASS) sub-accounts** and are ring-fenced from SOVA Capital Ltd's own funds. It should be noted that these assets **cannot be used against any liabilities of SOVA Capital Ltd as they belong to LWAM's clients.**

We have been contacted by the Special Administrators, Teneo Financial Advisory Ltd, regarding the process for the return of assets held in the CASS sub-accounts. Luna Wealth Asset Management Ltd and our legal advisors have been engaged in the process of returning of the assets as of the date of the appointment of the Special Administrators and have been in communication with Teneo Financial Advisory Ltd, SOVA Capital Ltd and our regulator regarding this issue. LWAM has received a statement of client assets by the Special Administrators and is engaged in the process of confirming the exact assets to be released to LWAM.

We have timely responded to all queries and taken steps to ensure that the legal interest of our clients and the company are protected. The transferring out of assets or funds is currently suspended by the Special Administrators until such time as their process is concluded.

We remain at your disposal for any clarifications.

Kind Regards,

Luna Wealth Asset Management Ltd

Links:

https://www.fca.org.uk/news/news-stories/sova-capital-limited-enters-special-administration
https://register.fca.org.uk/s/firm?id=001b000000MfU5RAAV
https://sovacapital.com/sova-capital-limited-in-special-administration-the-company-frequently-asked-questions-faqs/