



AFX MARKETS LIMITED – IN SPECIAL ADMINISTRATION (“THE COMPANY”)

Introduction to the Special Administration of AFX Markets Limited for Clients and Creditors

Due to concerns over the Company’s financial position and its arrangements for safeguarding monies held on behalf of its clients, on 31 July 2019 the Financial Conduct Authority (“FCA”) requested the Company cease conducting any regulated activities (except for the sole purpose of closing trading positions) and freezing all its assets.

On 27 August 2019 Jonathan Elman Avery-Gee and Daniel Mark Richardson of CG Recovery Limited (trading as CG&Co) were appointed Joint Special Administrators of AFX Markets Limited, following a court application made in the UK by the FCA.

The Joint Special Administrators are currently receiving high volumes of queries from clients and creditors. The Joint Special Administrators will endeavour to answer your queries as soon as possible. The website (www.cg-recovery.com/afxmarkets) will continue to be updated with further information as it becomes available.

Clients and creditors are requested to submit their enquiries to afxmarkets@cg-recovery.com.

A designated telephone number has also been provided 0330 995 1241.

In relation to client monies, various requests to withdraw funds were made prior to the Special Administration, and continue to be requested now. The Joint Special Administrators are working to establish the position on client funds and assets, and until this is reconciled withdrawal requests cannot be processed.

One of the objectives of the Joint Special Administrators under the Investment Bank Special Administration Regulations 2011 is to enable client monies to be released as soon as practicable, which we are working towards.

Formal correspondence will be issued shortly to all clients and creditors providing information on how to make a claim in the Special Administration.

Where there is a shortfall on client monies, it may be possible to make a claim the Financial Services Compensation Scheme (“FSCS”). Where a customer suffers a loss, the FSCS can pay up to £85,000 in compensation per person, per authorised firm. The FSCS becomes the creditor against the Company for the amounts paid out.

We are working closely with the FSCS to agree how the process will be undertaken, though the statement from the FSCS at present is that claims should not be made until the client monies position is finalised. The FSCS will publish updates on its website, and you can sign up to receive these updates at www.fscs.org.uk/failed-firms/afx-markets.

The Joint Special Administrators will issue their statement of proposals, and an update on the Special Administration as whole, within 8 weeks of the date of appointment. In the meantime, as mentioned above updates will be issued on the website www.cg-recovery.com/afxmarkets.