

INVESTOR PROTECTIONS – MARCH 2020

We believe that our most important responsibility to all our clients is to ensure the safety and security of the assets entrusted to us - both shares and cash.

With this in mind, Malloch Melville have put in place a professional indemnity insurance policy with a major insurance company, which provides substantial protection in addition to that offered by the [Financial Services Compensation Scheme \(FSCS\)](#).

In general terms, as a client you will enjoy the following types of protection of your assets:-

REGULATORY PROTECTION

Under the Financial Services Compensation Scheme (FSCS), in the unlikely event that any of the banks that we use is declared in default, each individual client is entitled to up to a total of £85,000 (or £150,000 for joint accounts) in compensation for losses across all their deposits per institution.

The FSCS also provides clients of Malloch Melville (and other organisations regulated by the FCA), compensation of up to £85,000 per investor per firm for investments. The amounts covered under this scheme are revised from time to time. Further information can be found on the FSCS website at www.fscs.org.uk.

CLIENT MONEY

All client money is placed within client money bank accounts - this means that your money is segregated from our own funds, in line with the FCA's client money rules. The banks where client money is placed are subject to due diligence checking in order to ensure the security of your funds - this includes only placing funds with banks that are covered by the FSCS. We may place client funds within term deposits that require a notice of up to 95 days for withdrawal - this will not affect your ability to deal on funds deposited with us.

CONTROLS

Our internal system maintains detailed records of beneficial ownership of both client money and assets. As well as the built in functionality within our systems, we carry out a number of procedural controls in order to ensure accuracy of these records. Our board of directors meet on a regular basis in order to ensure compliance with the FCA's client money and custody rules.

Last updated: 19th March 2020