

Our Ref WGS/OGH/ALH/N00112/PF7

**Letter to Investors: Pure Insurance Products**

3 December 2009

**Recovery and Reorganisation**

**Grant Thornton UK LLP**  
30 Finsbury Square  
London EC2P 2YU

Dear Sirs

**NDF Administration Limited - In Administration (the Company)**  
**Pure Insurance Products**

As you are aware, Martin Ellis and I were appointed as joint administrators of the Company on 14 October 2009. I now write with more specific details concerning your investment.

The insurance cover which you benefit from has not been affected by the insolvency of the Company. Investors do not need to take any action at this stage.

Following my appointment, the Company's bank accounts were frozen whilst I complied with certain Financial Services Authority (FSA) rules governing client monies. I am pleased to confirm that, following a full reconciliation of client monies, during which no discrepancies or omissions were noted, the plans, with the consent of the FSA, can now be managed as normal.

I have negotiated with Synergy Financial Products (the plan administrator) that the administration of all plans will continue into the New Year. I am now in discussions to secure the long term administration of the plans.

The commissions deducted from your subscription are sufficient to meet the ongoing administration cost of the plans. Therefore, I am confident that a longer term solution to the ongoing plan management and administration of these plans will be secured.

I am in discussions with the insurance providers and the scheme administration providers to consider how to ensure the ongoing administration continues with no disruption to the policy holders.

Certain processes, which had been temporarily suspended following my appointment have now been re-instated. These include, but are not limited to, direct debit transfers in respect of premium payments and plan cancellations, subject to the same terms and conditions that existed prior to the commencement of the administration on 14 October 2009.

**Chartered Accountants**

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I will continue to run the helpline and website and will update the latter regularly with further information about how the insolvency is progressing and any further impacts on investors.

Dedicated helpline: 0844 770 2203      Website: <http://ndfa.creditorhelpline.co.uk>

Yours faithfully  
for and on behalf of NDF Administration Limited

A handwritten signature in black ink, appearing to read 'A Hosking', with a horizontal line underneath.

Andrew Hosking  
Joint Administrator

*The affairs, business and property of NDF Administration Limited are being managed by Andrew Hosking and Martin Ellis, appointed as joint administrators on 14 October 2009.*