

Investor Statement & Questionnaire

Important - Please read

From October 1st 2014, the Financial Conduct Authority ("FCA") in the UK limited who can buy shares, bonds and debentures that are not listed on a recognised stock exchange or part of a fund. Before you apply, we are required to find out what kind of investor you are and to check that you understand the nature of the investment you are considering and the risks involved.

Therefore to invest in Providence Bonds you will need to confirm the investor type that best describes you by completing an Investor Statement. The investor types have been split into the four categories (listed below) and each type has a full description on how each is classified.

- 1) Ordinary (Restricted) Investor**
- 2) Advised Investor**
- 3) Self Certified Sophisticated Investor**
- 4) Certified High Net Worth Investor**

For instance, if you earn more than £100,000 a year or have net assets of more than £250,000 you may be a 'High Net Worth Investor'. If you have invested in more than one unlisted company in the last two years, you may be a 'Sophisticated Investor'. An 'Advised Investor' is someone who has an FCA regulated advisor. If you do not fall within any of the above four categories, the regulator considers this type of investment to be inappropriate.

You will need to select **one relevant investor type** and return a completed **Investor Statement and signed declaration** with your application. Please also note that certain investor types also require you to complete an Investor Questionnaire. If you fail to complete the Investor Statement or Investor Questionnaire then we will not be able to process your investment.

Please return your application by post or (during normal business hours only) by hand, to:

Providence Bonds
C/O Independent Portfolio Managers Ltd,
Becket House,
36 Old Jewry,
London,
EC2R 8DD

Please note that your application must arrive no later than 5pm on 31st August 2015.

Checklist

Please ensure that you have completed all the relevant documents before sending us your application. All applications must contain a completed Investor Statement with signed declaration, signed application form, payment via bank transfer or cheque and where relevant a completed Investor Questionnaire. Please note that Independent Portfolio Managers Ltd will be unable to process your application unless you have completed and signed the relevant documents.

Individuals

- ☐ **Investor Statement**
- ☐ **Investor Questionnaire (if applicable)***
- ☐ **Application Form**
- ☐ **Payment (via bank transfer or cheque)**
- ☐ **Copy of ID**

Corporate

- ☐ **Investor Statement**
- ☐ **Application Form**
- ☐ **Payment (via bank transfer or cheque)**
- ☐ **Copy of ID for each Director**
- ☐ **Certificate of Incorporation**

(ID is your driving licence or passport and utility bill or bank statement no older than 3 months)

***Please only complete and return one relevant Investor Statement & Questionnaire**

If you have any queries regarding the procedure for application and payment please call Independent Portfolio Managers Ltd on 0845 468 0385.

Lines are open 9.00 am to 5.30 pm (London time) Monday to Friday. Calls will be charged at your standard or network rate. Calls may be recorded and randomly monitored for security and training purposes. The helpline cannot provide advice on the merits of the Offer and will not give any financial, legal or tax advice.

Investor Statement & Questionnaire

1. Ordinary (Restricted) Investor

What is an Ordinary (Restricted) Investor?

Anyone can become an Ordinary (Restricted) Investor. You just need to agree to not make more than 10% of your investments (including savings, stocks, ISAs, bonds and property excluding your primary residence) in investments that cannot easily be sold (i.e. illiquid). This is why the FCA refers to these investors as a 'Restricted Investor'.

Ordinary (Restricted) Investor Statement

I make this statement so that I can receive promotional communications relating to non-readily realisable securities as a restricted investor. I declare that I qualify as a restricted investor because both of the following apply:

- ☐ In the preceding twelve months, I have not invested more than 10% of my net assets in non-readily realisable securities.
- ☐ I undertake that in the following twelve months, I will not invest more than 10% of my net assets in non-readily realisable securities.

Net assets for these purposes do not include:

- (a) the property which is my primary residence or any money raised through a loan secured on that property;
- (b) any rights of mine under a qualifying contract of insurance; or
- (c) any benefits (in the form of pensions or otherwise) which are payable on the termination of my service or on my death or retirement and to which I am (or my dependants are), or may be, entitled.

Declaration

- ☐ I accept that the investments to which the promotions will relate may expose me to a significant risk of losing all of the money or other property invested.*
- ☐ I am aware that it is open to me to seek advice from an authorised person who specialises in advising on non-readily realisable securities.*
- ☐ I agree to Independent Portfolio Managers Ltd and Providence Bonds II PLC keeping a record of these declarations and providing it to the FCA in event of an investigation.*

*** You must agree to this statement**

Signature

Applicant Signature :

Date :

 / /

Please note this investor type **requires** you to complete the enclosed 'Investor Questionnaire'. If you complete the application without submitting a completed questionnaire we will not be able to process your investment.

Please only complete and return one relevant Investor Statement & Questionnaire

Investor Statement & Questionnaire

2. Advised Investor

What is an Advised Investor?

An 'Advised Investor' is someone who has a financial advisor that is authorised and regulated by the Financial Conduct Authority; for example, an Independent Financial Advisor (IFA), from whom the investor will receive advice about each investment they make.

Advised Investor Statement

I declare that I qualify as an Advised Investor because the following statement applies:

Declaration

☐ I confirm that I am an existing client of an authorised firm who will provide me with advice about whether the offers are suitable for me. *

☐ I agree to Independent Portfolio Managers Ltd and Providence Bonds II PLC keeping a record of these declarations and providing it to the FCA in event of an investigation.*

*** You must agree to this statement**

Signature

Applicant Signature :

Date :

 / /

Please note that this investor type **does not require** you to complete the enclosed 'Investor Questionnaire'.

Please only complete and return one relevant Investor Statement & Questionnaire

Investor Statement & Questionnaire

3. Self Certified Sophisticated Investor

What is a Self Certified Sophisticated Investor?

This category is for someone who has invested in more than one unlisted company in the last two years or has been a member of a business angel syndicate or network for at least six months.

Self Certified Sophisticated Investor Statement

I declare that I am a Self Certified Sophisticated Investor for the purposes of the restriction on promotion of non-readily realisable securities. I understand that this means:

- (a) I can receive promotional communications made by a person who is authorised by the FCA which relate to investment activity in non-readily realisable securities;
- (b) the investments to which the promotions will relate may expose me to a significant risk of losing all of the property invested.

- ☐ I am a Self Certified Sophisticated Investor because at least one of the following applies to me:
- ☐ I am a member of a network or syndicate of business angels and have been so for at least the last six (6) months.
- ☐ I have made more than one investment in an unlisted company in the last two years.
- ☐ I am working, or have worked in the last two years, in a professional capacity in the private equity sector, or in the provision of finance for small and medium-sized enterprises.
- ☐ I am currently, or have been in the last two years, a director of a company with an annual turnover of at least £1 million.

Declaration

- ☐ I accept that the investments to which the promotions will relate may expose me to a significant risk of losing all of the money or other property invested.*
- ☐ I am aware that it is open to me to seek advice from an authorised person who specialises in advising on non-readily realisable securities.*
- ☐ I agree to Independent Portfolio Managers Ltd and Providence Bonds II PLC keeping a record of these declarations and providing it to the FCA in event of an investigation.

*** You must agree to this statement**

Signature

Applicant Signature :

Date : / /

Please note that this investor type **does not require** you to complete the enclosed 'Investor Questionnaire'.

Please only complete and return one relevant Investor Statement & Questionnaire

Investor Statement & Questionnaire

4. Certified High Net Worth Investor

What is a Certified High Net Worth Investor?

If you have earned more than £100,000 a year consistently for the past 12 months or have net assets of more than £250,000, this category may be applicable to you.

Certified High Net Worth Investor Statement

I make this statement so that I can receive promotional communications which are exempt from the restriction on promotion of non-readily realisable securities because at least one of the following applies to me:

☐ I had, throughout the immediately preceding financial year, an annual income to the value of £100,000 or more;

☐ I held, throughout the immediately preceding financial year, net assets to the value of £250,000 or more.

Net assets for these purposes do not include:

- (a) the property which is my primary residence or any money raised through a loan secured on that property;
- (b) any rights of mine under a qualifying contract of insurance;
- (c) any benefit (in the form of pensions or otherwise) which are payable on the termination of my service or on my death or retirement and to which I am (or my dependants are), or may be, entitled.

Declaration

☐ I accept that the investments to which the promotions will relate may expose me to a significant risk of losing all of the money or other property invested.*

☐ I am aware that it is open to me to seek advice from an authorised person who specialises in advising on non-readily realisable securities.*

☐ I agree to Independent Portfolio Managers Ltd and Providence Bonds II PLC keeping a record of these declarations and providing it to the FCA in event of an investigation.

* You must agree to this statement

Signature

Applicant Signature :

Date :

 / /

Please note this investor type **requires** you to complete the enclosed 'Investor Questionnaire'. If you complete the application without submitting a completed questionnaire we will not be able to process your investment.

Please only complete and return one relevant Investor Statement & Questionnaire

Investor Statement & Questionnaire

These questions are designed to check that this type of investment is appropriate for you. Please read each question carefully and select the answer that you believe is correct :

1. After you invest in this offer how easily can you sell your bonds?

- ☐ The bonds are not freely transferable so I can only sell them under exceptional circumstances
- ☐ Very easily: I can sell them like I do other stocks and bonds

2. The expected return from Providence Bonds:

- ☐ Is the 7.5% per annum interest paid over the term (plus my money back at the end)
- ☐ Is dependent on movements in the financial bond and equity markets

3. Is your capital secure?

- ☐ No: My capital is at risk and I might not get back all that I invested
- ☐ Yes: It is guaranteed by the Financial Services Compensation Scheme

4. Is investment in Providence Bonds intended to be a short, medium or long-term investment?

- ☐ It is intended to be held for a fixed number of years
- ☐ It is a short-term investment aimed at providing an immediate return

If you are at all unsure about this investment or the risks to which you will be exposed, you should seek advice from a qualified and independent financial advisor.

Important Notice

You will need to read and agree to the disclaimer, terms and conditions, and Invitation Document in order to continue with your application.

Please download and read the disclaimer for this offer.

- ☐ I confirm I am over the age of 18 and have read and agree to the disclaimer.

Please download and read the disclaimer for this offer.

- ☐ I confirm I have read, accept and agree to be bound by these terms and conditions.

Please download and read the disclaimer for this offer.

- ☐ I confirm I have read and understood the Invitation Document, including the section entitled 'Risk Factors'.

If you have any queries regarding the procedure for application and payment please call Independent Portfolio Managers Ltd on 0845 468 0385.

Lines are open 9.00 am to 5.30 pm (London time) Monday to Friday. Calls will be charged at your standard or network rate. Calls may be recorded and randomly monitored for security and training purposes. The helpline cannot provide advice on the merits of the Offer and will not give any financial, legal or tax advice.

Investor Application Form

Section 1 - Applicant Details

Individual Application

Title & Forename(s)

Surname

Address

Postcode

Corporate Application

Company Name & Number

Names of Directors

Address

Postcode

Before completing this form you must read the Invitation Document, the Bond Instrument, the Application Process Terms & Conditions and the Terms & Conditions of the Providence Bonds II PLC. By completing and signing this Application Form you agree to the confirmations listed below.

Section 2 - Application Amount

Investment Amount £

Applications must be for a minimum of £1,000 and thereafter in multiples of £1,000. There is no maximum investment limit.

☐ I confirm that I will, by bank transfer, forward to the bank details below my investment amount.

Bank Transfer Details

Account Name : **Global Custodial Providence Bonds II PLC GBP**

IBAN Number : **GB82RBOS16003211051123**

Swift/BIC: **RBOSGB2L**

Account Number : **11051123**

Sort Code : **160032**

Bank Name : **Royal Bank of Scotland**

Branch : **London St. Pauls**

☐ I have attached a cheque for my investment amount.

Make your cheque payable to "Global Collect" and return together with this form by post or by hand (during normal business hours only) to Providence Bonds C/O Independent Portfolio Managers Ltd, Becket House, 36 Old Jewry, London, EC2R 8DD so as to arrive no later than 5pm on 31st August 2015

Section 3 - Interest and Investment Payment

By investing you will be eligible for interest payments. Please complete your bank or building society account details to receive payments of your interest and repayment of your initial investment directly to your bank account.

Bank / Building Society Name

Account Name

Sort Code

Account Number

Account Reference (if applicable)

Building Society Roll Number (if applicable)

Section 4 - Contact Details

Please insert your telephone and email address below so that you may be contacted in the event of a query with your Application Form or to be notified of other future bond offers.

Contact telephone no

Email Address

Section 5 - Signature

By signing Section 5 below you are confirming that you have read and agree to be bound by the terms and conditions of the Providence Bonds, as set out on pages 22 to 23 of the Invitation Document and the terms of the Bond Instrument, copies of which are available on the IPM website at www.ipm.fm.

Applicant Signature :

Date :

 / /

Applicant Signature (Corporate application First signatory)

Date :

 / /

Applicant Signature (Corporate application Second signatory, if applicable)

Date :

 / /

In signing, I confirm that:

1. In the case of trust or company I/We are in a domicile in which the trust or company is not prevented by the laws of its governing jurisdiction or place of incorporation from applying for or holding Providence Bonds.

2. I will comply with requests made by Providence Bonds II PLC (the 'Company') and/or Independent Portfolio Managers Ltd to verify our identity in accordance with the Money Laundering Regulations 2007 (as amended).

3. I consent to the Company and/or Independent Portfolio Managers Ltd communicating with, and sending or supplying documents (including the sending of certificates of deduction of tax) or information to us in electronic form or by email to the address given in Section 4 above.

4. In making this Application, I confirm that the Application for the issue of the Providence Bonds and the holding of Providence Bonds (if any) issued are subject to the terms and conditions contained in this Application Form, the Invitation Document and the Bond Instrument.

5. In making this Application for Providence Bonds, I confirm that any decision to accept the Application (in whole or in part) is at the sole and unreserved discretion of the Company.

It is essential that you complete all parts of the Application Form in accordance with the following instructions.

1. Application Details

Using black ink and capital letters, please insert the full name and address of the applicant in Section 1 as you wish it to appear on the Providence Bonds register, should your Application be successful. Applications can ONLY be made in sole names by persons who are over the age of 18 or by companies, trusts or charities.

2. Application Amount

Insert in Section 2 the total amount you wish to invest in the Providence Bonds. Applications must be for a minimum of £1,000 and thereafter in multiples of £1,000.

3. Payment by cheque

Payments made by cheque or bankers' draft must be in pounds sterling, drawn at a branch of a bank or building society in the UK, Channel Islands or the Isle of Man. Cheques, which must be drawn on the personal account of the individual investor named in Section 1 where they have sole or joint title to the funds, should be made payable to 'Global Collect'. Third party cheques will not be accepted, with the exception of building society cheques or bankers' drafts where the building society or bank has confirmed the name of the account holder by stamping or endorsing the building society cheque/bankers' draft to such effect. The account name should be the same as that shown on the Application Form. There is no limit to the amount payable by cheque.

4. Money Laundering Regulations

Under the Money Laundering Regulations 2007 (as amended), Independent Portfolio Managers Ltd may be required to check the identity of persons who subscribe for more than the sterling equivalent of £10,000 of the Providence Bonds.

Global Custodial Services Ltd (a company incorporated in England and Wales with company number 08321940 the registered office of which is at The Old Bar, Oasts Business Village, Red Hill, Watlington, Kent ME18 5NN) ('GCS') may therefore undertake electronic searches for the purposes of verifying identity. To do so, GCS may verify the details against the Applicants identity. GCS will require a copy of photographic ID and proof of address for every Application (for each Director for corporate applications). GCS reserves the right to withhold any entitlement until such verification of identity is completed to its satisfaction.

5. Interest Payments

Please complete Section 3 and enter your bank or building society account details to receive payments of your interest and repayment of your initial investment directly to your bank account. Ensure you fill in the account details section in full with your bank/building society name, sort code, account number, account reference (if applicable) and building society roll number (if applicable).

6. Contact Details

Please complete Section 4 with appropriate contact details, which may be used in the event of a query with your Application Form or for future communications.

7. Signature

Execution by Individuals:

Please sign and date Section 5.

Execution by Corporates:

Please sign and date Section 5 in line with your trust or company's (as applicable) signing authority.

The Application Form may only be signed by someone other than the applicant named in Section 1 if duly authorised to do so. In such cases the original Power of Attorney (or other relevant legal document), or duly certified copy thereof, must be enclosed for inspection.

PLEASE AFFIX YOUR CHEQUE OR BANKERS' DRAFT TO THE BOTTOM LEFT CORNER OF THE APPLICATION FORM

If you have any queries regarding the procedure for application and payment please call Independent Portfolio Managers Ltd on **0845 468 0385**.

Lines are open 9.00 am to 5.30 pm (London time) Monday to Friday. Calls to the helpline from outside the UK will be charged at the applicable international rate. Different charges may apply to calls from mobile telephones and calls may be recorded and randomly monitored for security and training purposes. The helpline cannot provide advice on the merits of the Offer nor give any financial, legal or tax advice.

Return this form by post or (during normal business hours only) by hand, to Independent Portfolio Managers Ltd, Becket House, 36 Old Jewry, London, EC2R 8DD to arrive no later than 5pm on 31st August 2015.