

THIS NOTICE IS IMPORTANT AND REQUIRES THE IMMEDIATE ATTENTION OF BONDHOLDERS

ARM ASSET BACKED SECURITIES SA

(IN LIQUIDATION AND SUBJECT TO A COMPANY VOLUNTARY ARRANGEMENT)

(the Company)

(a Société Anonyme incorporated under the laws of the Grand Duchy of Luxembourg)

NOTICE

to the holders of all bonds presently outstanding as issued by the Company and listed on the Irish Stock Exchange, whether under the Base Prospectus dated 18 September 2009 for a US\$1,000,000,000 asset-backed securitisation bond program or otherwise (the Bondholders and the Bonds, respectively).

Declaration of the Second Interim Dividend

The Supervisors are pleased to declare the second interim dividend in the Company Voluntary Arrangement, this dividend totals 5.1p in the £ and will be paid on agreed claims totalling £195,242,954.

Approximately 89% of this first interim dividend will be paid to the FSCS and represents the assigned claims of the investors who have accepted FSCS compensation. The FSCS has confirmed that any sums paid to it that are due to the compensated investor, under its normal rules, will be paid as soon as reasonably practicable.

A further 11% of this first interim dividend will be paid in respect of direct claims we have received from investors, SIPPs or nominees. We anticipate that all direct claimants will receive a cheque in the course of this week.

Please note there remain approximately 8% of the FSCS' assignments which we are currently unable to reconcile. We are working with the FSCS to resolve this issue and will make a further payment to the FSCS in respect of these claims in due course.

It is the Supervisors intention to declare a third interim dividend in the second quarter of 2019, post receipt of the FCIL receivable. If you have not submitted your claim in time for this second dividend payment you will be entitled to claim in the next process and receive a catch-up dividend payment.

Important Information

Nothing in this notice is intended to amount to an invitation or inducement to engage in investment activity and nothing in this notice amounts to the giving of advice. If Bondholders are in any doubt as to the action they should take, they should seek their own financial and legal advice immediately from their stockbroker, solicitor, accountant or other independent financial or legal adviser.

This notice is dated 5 July 2018 and is given by:

ARM ASSET BACKED SECURITIES SA (IN LIQUIDATION AND SUBJECT TO A COMPANY VOLUNTARY ARRANGEMENT)

Acting by its Liquidators/Supervisors as its agents and without personal liability.

