UK Mortgages Ltd

Statement re M&G Investment Management Ltd

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17 August 2020

UK MORTGAGES LIMITED
(a closed-ended investment company incorporated in Guernsey with registration number 60440)

LEI 549300388LT7VTHCIT59

Statement regarding M&G Investment Management Ltd

The Board of UK Mortgages Limited (the "Company" or "UKML") notes the announcement on Friday, August 14 by M&G Investment Management Ltd ("MAGIM"), stating that, in accordance with Rule 2.8 of the City Code on Takeovers and Mergers (the "Code"), it does not intend to make an offer for the Company. Accordingly, MAGIM is now subject to the restrictions under Rule 2.8 of the Code.

The Board continues to believe that MAGIM's proposals undervalued the Company and its future prospects. As the Company is no longer in an offer period under the Code, the Board will commence a review of future strategy as announced on 7 August 2020.

The Chairman, Chris Waldron comments:

"While the offer period has now ended the Board is very aware of the feedback from shareholders received through the period. The Board is committed to ensuring that the review of future strategy provides shareholders with a strategy that delivers a clear pathway to enhanced liquidity as well as a narrowing and removal of the discount at which the shares trade versus the NAV."

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Further information

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