

THIS NOTICE IS IMPORTANT AND REQUIRES THE IMMEDIATE ATTENTION OF BONDHOLDERS. IF BONDHOLDERS ARE IN ANY DOUBT AS TO THE ACTION THEY SHOULD TAKE, THEY SHOULD CONSULT THEIR OWN INDEPENDENT PROFESSIONAL ADVISERS AUTHORISED UNDER THE FINANCIAL SERVICES AND MARKETS ACT 2000 IMMEDIATELY.

If you are in any doubt as to the action you should take, you are recommended to seek your own financial and legal advice immediately from your stockbroker, bank manager, solicitor, accountant or other financial adviser authorised under the Financial Services and Markets Act 2000 (if you are in the United Kingdom), or from another appropriately authorised independent financial or legal adviser.

If you have recently sold or otherwise transferred your entire holding(s) of any of the Bonds referred to below, you should immediately forward this announcement to the purchaser or transferee or to the stockbroker, bank or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee.

**KEYSTONE INVESTMENT TRUST PLC
NOTICE OF REDEMPTION TO THE HOLDERS OF**

£25,000,000 6.5 per cent. Bonds due 2023 (SEDOL: 0264828; ISIN: GB0002648284) (the “Bonds”)

Dated: 10 February 2020

Reference is made to the trust deed dated 27 April 1998 (the “**Trust Deed**”) entered into between Keystone Investment Trust plc (the “**Company**”) and Prudential Trustee Company Limited (the “**Trustee**”) as trustee for the Bondholders, pursuant to which the Company has issued the Bonds.

Capitalised terms used herein but not otherwise defined shall have the respective meanings ascribed to them in the Trust Deed.

The Company hereby notifies the Bondholders of its intention to redeem the Bonds in whole and provides the following information:

- (a) Pursuant to Condition 9(b) (*Redemption and Purchase*) of the Bonds, the Company hereby gives notice to the Bondholders of its intention to redeem the Bonds in whole.
- (b) Pursuant to clause 8.6 (*Covenants – Notices to Bondholders*) of the Trust Deed, the Company has given notice to the Trustee of the redemption and obtained the prior written approval of the Trustee of this Notice of Redemption;
- (c) The Company intends to redeem the Bonds on 13 March 2020 (such date, the “**Redemption Date**”) at a price of 118.41 per cent. of its principal amount plus accrued interest to (and including) the Redemption Date of £2.46 in aggregate per £100 nominal.
- (d) Such price was calculated in accordance with Condition 9(b) (*Redemption and Purchase*) of the Bonds as the higher of:
 - (i) the principal amount of the Bonds; and
 - (ii) the price (as reported to the Company and the Trustee by Numis Securities Limited, being a financial adviser approved by the Trustee without assuming any liability thereof) at which the Gross Redemption Yield on the Bonds on 6 February 2020 (the “**Relevant Date**”) is equal to the Gross Redemption Yield at 3.00 p.m. on that date of the 8 per cent. Exchequer Stock 2021 (ISIN: GB0009997999). For the purposes of Condition 9(b), “**Gross Redemption Yield**” means a yield calculated on the basis

indicated by the Joint Index and Classification Committee of the Institute and Faculty of Actuaries as reported in the Journal of the Institute of Actuaries, Volume 105, Part 1, 1978, page 18.

- (e) Pursuant to Condition 9(d) of the Bonds, all Bonds (together with all unmatured Coupons (if any)) redeemed by the Company in accordance with this Notice of Redemption shall be cancelled.
- (f) This Notice of Redemption is irrevocable and upon the expiry of this Notice of Redemption the Company shall redeem the Stock in accordance with the terms herein.
- (g) A copy of this Notice of Redemption is being sent to all holders of record of the Bonds.

For further information, please contact:

Keystone Investment Trust plc
c/- Invesco Fund Managers Limited
43-45 Portman Square
London W1H 6LY

Attention of: Angus Pottinger – Tel: +44 (0)20 3753 0714

This Notice of Redemption is given by:

Keystone Investment Trust plc