

DJ Jarvis Securities Repayment of Loan

RNS Number:9298J

Jarvis Securities plc
04 October 2006

Jarvis Securities PLC

Repayment of Loan

As previously disclosed in its annual accounts, Jarvis Securities plc ("Jarvis" or "the Company") has for some time had in place a loan to its parent company, Sion Holdings Limited ("Sion"). The loan is secured, its size has varied and currently stands at GBP576,023 and it carries an interest rate of 6.45 per cent. per annum, payable quarterly in arrears.

The family of Andrew Grant, chairman and chief executive of Jarvis, controls Sion; Mathew Edmett, finance director of Jarvis, is also finance director of Sion. Sion, whose principal interests are its shareholding in Jarvis and a number of property investments, has applied the funds to its property development activities.

The directors of Jarvis have indicated to Sion that they wish the loan to be repaid, and Sion has agreed to do so, within three months (to enable it to refinance the loan with other parties).

John Mackay, who is a non-executive director of Jarvis and is independent of Sion, having consulted with the Company's nominated adviser, considers the terms of the loan and of its repayment are fair and reasonable insofar as Jarvis' shareholders are concerned.