

Argo Blockchain FAQ on OTC Change

Updated January 4, 2022

1. What is an F share?

An F share is the ordinary share of a foreign exchange listed company traded under a US ticker symbol and is used to facilitate trade reporting in the US and to provide access for investors to trade the company's shares during US trading hours and in US dollars.

These tickers are 5 letters long and are given their name because they end with the letter "F". More than 3,700 companies with primary listings on more than 30 global markets, such as London, Frankfurt, Paris, Madrid, Milan, Toronto and Tokyo, have F shares trading on OTC Markets.

2. Why does a company have an F share?

The creation of an F share indicates that US broker-dealers and investors are interested in trading a company's shares. An F share is established in the US when a broker-dealer files with FINRA to create a US ticker symbol in order to facilitate reporting trades in the US in the company's security. While a company may not have been involved in this process, the creation of an F share indicates that there is already demand for the shares and is valuable to facilitating global liquidity.

Companies that have an F share may also have an ADR that is either traded on the OTC Markets or that is listed on a US exchange. Holders of the F share may convert their shares to ADRs under the terms set by the Depository Bank.

3. How is an F share traded?

US broker-dealers continuously price F shares in accordance with local market share price movements and available liquidity. While trades are executed in US dollars by US broker-dealers, the shares are settled, cleared and custodied in the company's local market or, under certain conditions, in the US (Canadian or DTC eligible F Shares). As such, trading of an F share in the US increases the company's overall global liquidity.

4. What does an F share mean for US investors?

When a US investor researches and trades a non-US security, it is frequently through the US ticker as US brokerage accounts often only display US ticker symbols.

F shares are traded on the OTC Markets irrespective of where the company's shares or ADRs are traded. Companies that elect to trade their F share on OTCQX, a premium tier on the OTC Markets, help minimize trading restrictions and improve the flow of information for investors by trading on a market that is recognized by brokers and investors as having stronger standards for compliance.

From the perspective of an investor, trading an F share on OTCQX is similar to trading a US security. US investors can trade in US dollars during US trading hours through the retail, online or institutional broker-dealer of their choice.

5. How are investors that trade through the F share recorded on Shareholder Lists?

US investors that purchase the F share appear on a company's shareholder list based on the local disclosure requirements in the same manner as an investor that purchases shares in the home market.

6. Where do Argo Blockchain's US securities trade?

Argo Blockchain's ADRs will trade on NASDAQ under the symbol "ARBK," and the F shares will continue to trade on the OTCQX under the symbol "ARBKF."

7. Can I continue to trade on the OTCQX Market after the NASDAQ listing?

ARBKF shares will continue trading on the OTCQX when ARBKADRs are listed on the NASDAQ.

8. How long will shares of ARBK trade on the OTCQX after the NASDAQ listing?

Our current plan is to maintain the OTCQX listing until December 31, 2022.

9. Do I have to convert my F Shares into ADRs?

No, you are not required to sell or convert your shares. The F shares can still be traded on OTC Pink even after they are no longer sold through OTCQX.

10. What happens if I do nothing?

If you do nothing, your shares of ARBKF can still be traded through OTC Pink, a lower tier on the OTC Markets than OTCQX, our current market.

11. How do I convert my F shares into ADRs?

The conversion of F shares into ADRs will require the assistance of a broker. You will need to contact your individual broker, who can assist you with completing the proper instruction form. This form needs to be signed by their broker on the broker's headed letter and should be mailed to JP Morgan's processing/settlements team at:
jpm.adr.settlements@jpmorgan.com

ADRs can be created by anyone holding the Ordinary share (GB00BZ15CS02) and delivering to JPMorgan's account within the Crest clearing system. The settlement co-ordinates are below:

CUSTODIAN

JPMorgan Chase Bank, London

Location: UK

BIC Code: CHASGB2L

Account Number: AW01C

Safe Keeping Account: ECI27

Finally, your broker can fill out the Country UK Issuance Form. The form is available from JP Morgan and can be found [here](#).

12. How will the conversion be calculated (how many ARBK shares is an ARBKF share worth)?

1 ARBK is worth 10 ARB (the underlying share). We cannot accept deposits of ARBKF. An F shareholder, via his broker, needs to present 10 ARB to the Depositary to receive 1 ARBK

13. What is the deadline for converting my shares?

There is no deadline, and you are not required to convert your shares. However, it is recommended you contact your broker before they are delisted. We currently plan to maintain the ARBKF shares on the OTCQX until December 31st, 2022.

14. Is there a fee associated with converting my shares?

Yes. There is currently a fee of up to \$0.05 per ADR associated with converting your shares. Your broker may have additional administrative fees. In addition, you may need to be aware of the UK Stamp Duty Reserve Tax. This is charged at 1.5% of the value of the deposited property and payable by the entity wishing to convert to ADRs.

15. What happens after ARBKF shares are delisted from OTCQX?

There is no cut-off date to convert your shares.

After ARBKF shares are delisted, they can still be traded on OTC Pink or converted off-market. Please keep in mind that the OTC Pink is a lower tier on the OTC Markets than OTCQX, and these shares may not be as easy to trade due to reduced liquidity on OTC Pink.