

Dear Shareholder

NOTIFICATION TO SHAREHOLDERS ON PARENT COMPANY FINANCIAL STATEMENTS: ADOPTION OF FINANCIAL REPORTING STANDARD (FRS) 101 – REDUCED DISCLOSURE FRAMEWORK

A new UK GAAP accounting framework introduced by the Financial Reporting Council ('FRC') becomes mandatorily effective for financial statements commencing on or after 1 January 2015. This new framework requires the company to elect to prepare its parent company financial statements on one of the bases permitted by the FRC. Up until now Redcentric's consolidated group accounts have been prepared in accordance with International Financial Accounting Standards, but the individual Redcentric plc ("Company") and subsidiary company accounts have been prepared in accordance with UK GAAP. Redcentric therefore considers it is in the best interests of the group to adopt "FRS 101 – Reduced Disclosure Framework". This will help to align the standards used for the preparation of the company accounts with the standards used for the consolidated group accounts. For the avoidance of doubt, the adoption of FRS 101 will not in any way change the presentation of Redcentric's consolidated group accounts, nor will any of the current disclosures in the individual Company financial statements be omitted on the adoption of FRS 101.

Before the Company can make the change, it first needs to notify shareholders. A shareholder or shareholders holding in aggregate 5% or more of the total allotted shares in Redcentric plc may serve objections to the adoption of FRS 101. Objections to this proposed change of accounting standard should be sent in writing to the Company Secretary, Redcentric plc, Central House, Beckwith Knowle, Harrogate HG3 1UG no later than 3 June 2016. A copy of this notification will be published on the Company's website at www.redcentricplc.com/about-us/investors

If you would prefer to receive these and other communications from the Company via email rather than by post, please register your email address with the Company's registrars' shareholder portal at www.capitashareportal.com. This will ensure that you receive future communications electronically in a timely manner, and also assist in reducing the Company's environmental impact.

Yours faithfully,

Tim Coleman
Company Secretary
Redcentric plc

Redcentric plc, Central House, Beckwith Knowle HG3 1UG. Registered company number 08397584.