

19 March 2026

**CYSEC Board Decision**

<b>Announcement date:</b>	19.03.2026	<b>Board decision date:</b>	09.03.2026
<b>Regarding:</b>	Lydia Financial Ltd		
<b>Legislation:</b>	The Investment Services and Activities and Regulated Markets Law		
<b>Subject:</b>	Influence exercised by Mr. David Masika to the sound and prudent management of the CIF Lydia Financial Ltd		
<b>Judicial Review:</b>	<a href="#">Click here</a>	<b>Judicial Review Ruling:</b>	<a href="#">Click here</a>

The Board of the Cyprus Securities and Exchange Commission (the 'CySEC') wishes to inform the public that, at its meeting held on the 9 March 2026, decided, in accordance with the provisions of article 11(3) of the Investment Services and Activities and Regulated Markets Law ('L. 87(I)/2017') that, the influence exercised by **Mr. David Masika**, as sole shareholder of the company **Lydia Financial Ltd** (the 'CIF'), is prejudicial to the sound and prudent management of the CIF.

CySEC, in accordance with the power vested under article 11(3) of L. 87(I)/2017, decided to take the following measures, with immediate effect, in order to end that situation:

1. To suspend the exercise of the voting rights attached to the shares of the CIF, held by Mr. David Masika (UBO), and constitute the entirety of the CIF's share capital and
2. To prohibit to Mr. David Masika (UBO) to exercise management duties on the Board of Directors of the CIF.

For the determination of the type of measures, CySEC took into account:

- i. The severity attributed by the legislator, as provided in article 11(3) of the Law, to the influence of shareholders and to the possibility that it may be prejudicial to the sound and prudent management of a CIF, which is reflected in the type of measures provided for in the same article.
- ii. That the particular measures are considered, under the circumstances, appropriate to end Mr. David Masika's influence on the management of the CIF, namely:
  - The suspension of voting rights to the sole shareholder of the CIF, Mr. David Masika, ensures his non-participation in decision-making at a general meeting of CIF's shareholders, which is the body for handling all of CIF's matters.



- The prohibition of exercising management duties to Mr. David Masika on the Board of Directors of the CIF, ensures his non-intervention in the management and operation of the CIF.

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