



Attn: Trading and Market Making/Legal and Compliance/Operations/Systems
UNIFORM PRACTICE ADVISORY (UPC #54-24) 08/01/2024
Harbor Custom Development, Inc (HCDIQ, HCDPQ, HCDWQ, HCDZQ)

Notice has been received that the above Company's Second Amended Joint Chapter 11 Plan became effective on 07/19/2024. Pursuant to the plan, On the Effective Date, all HCDI Common Stock Equity Interests shall be cancelled, released, extinguished, and discharged and will be of no further force or effect. Each Holder of an Interest shall receive no recovery or distribution on account of their Interests.)

On the Effective Date, each holder of a Preferred Equity Interest shall be entitled to receive such holder's Pro Rata Share of 49% of the Post-Effective Date Interests. On the Effective Date, all HCDI Preferred Equity Interests shall be cancelled, released, extinguished, and discharged and will be of no further force or effect, including any right a Holder of a Class 1K Claim may assert for declared or undeclared dividends prior to the Petition Date.

On the Effective Date, all HCDI Warrant Interests shall be cancelled, released, extinguished, and discharged and will be of no further force or effect. Each Holder of an Interest shall receive no recovery or distribution on account of their Interests.

Please consult the company's Second Amended Joint Chapter 11 Plan for further details.¹

Members are reminded of their obligations under FINRA Rule 2111 if they continue to engage in transactions in the above security after the effective date.

Pursuant to FINRA Rule 11530, members are advised that, among other things, in contracts for securities where a public announcement or publication of general circulation discloses that the securities have been deemed worthless, deliveries shall consist a) the worthless securities or; or b) a Letter of Indemnity which shall grant the purchaser any rights and privileges which might accrue to the holders of the physical securities. Such deliveries shall operate to close-out the contract and shall be settled at the existing contract price pursuant to FINRA Rule 11530.

Questions regarding this notice should be directed to: FINRA Market Operations-1-866-776-0800.

¹ See *e.g., In re: Harbor Custom Development, Inc., et al Debtors*. Lead Case No. 23-42180-MJH (Jointly Administered & Second Amended Joint Chapter 11 Plan of Harbor Custom Development, Inc. and its Debtor Affiliates).