



Stronghold Insurance Company Limited (in Creditors' Voluntary Liquidation)

**Notice of Direct Payment Percentage increase
in accordance with the Direct Scheme of Arrangement**

(all capitalised terms have the meanings given to them in the Direct Scheme of Arrangement unless defined below)

2 December 2024

Dear Creditors

I am pleased to announce that we are in a position to increase the Direct Payment Percentage and pay a third and final dividend to all Direct Scheme Creditors who have received a Determination Notice with an agreed claim value (the "Eligible Creditors").

The Direct Payment Percentage is 30c in the \$1 of agreed claims. We are now increasing the Direct Payment Percentage for all Eligible Creditors by 4.07c in the \$1 to 34.07%.

In addition, Eligible Creditors who are US domiciled will receive an additional dividend of 1.78c in the \$1 reflecting funds recovered from the US Trust Fund.

We anticipate making payments to Eligible Creditors in early December 2024 via bank transfer.

Following the payment of this third and final distribution the Direct Scheme of Arrangement and the General Scheme of Arrangement will terminate, with no payments being made to General Scheme Creditors. There will be no remaining assets within the Company and there will be no further payments to any creditor. We will therefore proceed with terminating the liquidation and will provide a further update to creditors in our next progress report which we anticipate sharing in January 2025.

If you have any questions in relation to the Company, the Direct Scheme or the General Scheme, please contact the Joint Liquidators at: Stronghold Insurance Company Limited (In Liquidation) c/o PricewaterhouseCoopers LLP, 7 More London Riverside, London, SE1 2RT, England or via email at: uk_stronghold@pwc.com

Yours faithfully

D Y Schwarzmann

Joint Scheme Administrator and Joint Liquidator (acting as agent and without personal liability)

Dan Yoram Schwarzmann and Douglas Nigel Rackham have been appointed as Joint Liquidators and Joint Scheme Administrators of Stronghold Insurance Company Limited. Dan Yoram Schwarzmann and Douglas Nigel Rackham are licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales.

The Insurers (Reorganisation and Winding Up) Regulations 2004 apply to Stronghold Insurance Company Limited. The effect of these regulations is that direct insurance creditors have priority over other classes of unsecured creditors, including cedants.

The Joint Liquidators are bound by the Insolvency Code of Ethics which can be found at: <https://www.gov.uk/government/publications/insolvency-practitioner-code-of-ethics>.

The Joint Liquidators and Joint Scheme Administrators may act as controllers of personal data as defined by UK data protection law depending upon the specific processing activities undertaken. PricewaterhouseCoopers LLP may act as a processor on the instructions of the Joint Liquidators and Joint Scheme Administrators. Personal data will be kept secure and processed only for matters relating to the Joint Liquidators' and Joint Scheme Administrators' appointment. Further details are available in the privacy statement on the PwC.co.uk website or by contacting the Joint Liquidators and Joint Scheme Administrators.

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