



16 December 2020

Subject: Stronghold Insurance Company Limited – in administration (the “Company”)

Dear Direct Scheme Creditor

As described in the Practice Statement Letter dated 16 November 2020, the Company applied to the High Court of Justice, Business and Property Courts of England and Wales, Insolvency and Companies Court (Chancery Division) for permission to convene a meeting of Direct Scheme Creditors (the "**Direct Scheme Meeting**") to consider a proposed scheme of arrangement pursuant to Part 26 of the Companies Act 2006 (the "**Direct Scheme**"). The hearing relating to this application (the "**Convening Hearing**") took place on 16 December 2020. We are pleased to confirm that, at the Convening Hearing, the Court granted the Company's request to convene the Direct Scheme Meeting.

We attach a copy of the document (the "**Direct Scheme Document**") containing:

1. a statement explaining the terms of the Direct Scheme (see Section 1);
2. the terms of the Direct Scheme (see Section 2);
3. a notice confirming the date and time of the Direct Scheme Meeting (see Section 3); and
4. a voting and proxy form for completion and submission by no later than 5.00pm (London time) on 1 February 2021 to be used for the purpose of voting at the Direct Scheme Meeting (see Section 4).

The Direct Scheme Meeting will take place remotely on 2 February 2021 at 10.00am (London time). Further details of how to participate in the Direct Scheme Meeting are set out in the Notice of the Direct Scheme Meeting. Please note that a Direct Scheme Creditor wishing to attend the Direct Scheme Meeting must submit a valid voting and proxy form in advance of it or such creditor may not be permitted entry to the Direct Scheme Meeting.

If you have any questions, please do not hesitate to use the contact details set out on page 3 of the Direct Scheme Document.

Please note that you are advised to read the Direct Scheme Document in its entirety and not to rely on any summary thereof.

Yours faithfully
For and on behalf of the Company

Dan Schwarzmann
Joint Administrator

Dan Yoram Schwarzmann and Douglas Nigel Rackham have been appointed as Joint Administrators of Stronghold Insurance Company Limited to manage its affairs, business and property as agents and without personal liability. Dan Yoram Schwarzmann and Douglas Nigel Rackham are all licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales.

The Joint Administrators 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 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 Administrators. Personal data will be kept secure and processed only for matters relating to the Joint Administrators' appointment. Further details are available in the privacy statement on the PwC.co.uk website or by contacting the Joint Administrators.

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