



**To the Creditors of Stronghold Insurance Company Limited (In Administration)**

11 November 2021

Dear Creditors

**Stronghold Insurance Company Limited- in Administration (“the Company”);  
Court reference CR-2019-003882**

As we explained in our most recent Progress Report (available here [https://www.pwc.co.uk/business-recovery/administrations/assets/stronghold/stronghold\\_4th\\_progress\\_report\\_july21.pdf](https://www.pwc.co.uk/business-recovery/administrations/assets/stronghold/stronghold_4th_progress_report_july21.pdf)), the Joint Administrators' initial period in office is currently set to automatically expire on 27 December 2021. I am writing to give you notice that we have made an application to the Court to:

- (i) give permission to move the Company's Administration to a Creditors' Voluntary Liquidation; and
- (ii) request that the Joint Administrators be discharged from liability in respect of actions taken in the administration, such discharge to take effect 28 days following the filing of our final progress report,

(the "**Application**")

We are making this Application on the basis that we believe the objective of the Administration, (namely to achieve a better result for the Company's creditors as a whole than would be likely if the Company were wound up without first being in Administration), has been achieved through the implementation of the Schemes of Arrangement but the Company is still insolvent.

In the event that the Court does not agree to move the Company from the Administration to a Creditors' Voluntary Liquidation, we will ask the Court to extend the Administration for a further 24 months.

The Court Application will be heard on 25 November 2021, from 10.30 a.m. or as soon as possible thereafter. If you have any questions, do not hesitate to get in touch with us using [uk\\_stronghold@pwc.com](mailto:uk_stronghold@pwc.com).

Yours faithfully

For and on behalf of the Company

Nigel Rackham  
Joint Administrator

*Dan Yoram Schwarzmann and Douglas Nigel Rackham have been appointed as Joint Administrators and Joint Scheme 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 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 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 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 Administrators and Joint Scheme Administrators. Personal data will be kept secure and processed only for matters relating to the Joint Administrators' and Joint Scheme Administrators' appointment. Further details are available in the privacy statement on the [PwC.co.uk](https://www.pwc.co.uk) website or by contacting the Joint Administrators and Joint Scheme Administrators.*

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