

Subject: Harlequin Property (SVG) Limited - Update May 4, 2018

Date: May 4, 2018

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Dear all,

You will recall at our last investor update briefing that we expected to call an investor briefing around Easter time this year. The proposed timing for this update was driven by the expectation that we would be in a position to provide further information about a strategy for realising value from the Buccament Bay resort. Due to ongoing litigation in relation to proprietary claims the Bankruptcy Trustee has determined that the meeting should be delayed until such time as we can discuss the outcome of the claims process as well as the options available for the resort.

The conclusion to the claims process is important to the Estate so that the Bankruptcy Trustee and any future investor fully understands the ownership structure of the land and units of the Buccament Bay resort. As some of you will be aware, the Bankruptcy Trustee has received and adjudicated over 450 proprietary claims pursuant to Section 70 of the Bankruptcy and Insolvency Act of St. Vincent and the Grenadines. Following the adjudication process, a small number of appeals have been filed in the High Court of St. Vincent and the Grenadines. These appeals are ongoing and, although the Bankruptcy Trustee and his legal counsel continue to do all in their power to deal with the matters as effectively and expediently as possible, their timelines and progression are largely dependent on the operations and orders of the High Court of St. Vincent.

In addition to the abovementioned appeals, separate motions have been filed in the High Court of St. Vincent and the Grenadines relating to a representative party of a number of Section 70 claimants. Thus far, the Bankruptcy Trustee has successfully opposed these motions and has also been awarded the legal costs associated with same for the benefit of the Estate.

The Bankruptcy Trustee continues to progress discussions with a small number of interested parties with the expectation that following the conclusion of the ongoing litigation the Bankruptcy Trustee will be able to conduct a transaction which will lead to the opening of the resort.

In addition, the Bankruptcy Trustee continues to pursue recovery of the Company's books and records in order to fully investigate the reasons for its failure.

We will continue to work closely with the Inspectors and report to them on our progress and will contact you again later this year when we have an update in relation to the Buccament Bay resort and a conclusion to the proprietary claims process.

Should you have any questions in advance of the next briefing please do not hesitate to contact the Bankruptcy Trustee at [harlequin\\_trustee@kpmg.bb](mailto:harlequin_trustee@kpmg.bb).

Kind regards,

Brian Glasgow

As Bankruptcy Trustee of the Estate of Harlequin Property (SVG) Limited (and not in his personal capacity)\*

\*Brian Glasgow was appointed as Bankruptcy Trustee pursuant to the Laws of Saint Vincent and the Grenadines on March 3, 2017. He nor KPMG, its partners, employees or agents shall incur any personal liability pursuant to his appointment or the performance of his duties as Bankruptcy Trustee.