



IMPORTANT NOTICE TO ALL COMPANY CREDITORS (the "Letter")

Dear Sir or Madam,

This Letter advises that Grant Jones and James Oton were appointed as joint administrators of the Company (the "**Administrators**") by a Supreme Court of Gibraltar order, dated 23rd January 2020 (the "**Order**").

The Order can be found at www.quicksure.gi The Order was made following a Company application under s.56(1)(a) of the Insolvency Act 2011 (the "**Act**").

This Letter is sent to policyholders who have lodged a claim with the Company, that has yet to be agreed, or have an agreed unpaid claim and in both instances, where the Company has email or address details. This Letter is also sent to all other creditors.

The available Company records and information indicate that you are or may be a Company creditor. The purpose of this letter is to give you notice and provide information to you in accordance with s.61(c) of the Act. However creditors should take their own advice in all cases.

Background

The Company was established in Gibraltar on 26th February 2003 and was licensed by the Gibraltar Financial Services Commission. Until March 2017, the Company underwrote UK motor business via the main aggregators.

The Company has been in run-off since 31st March 2017. The Company's current outstanding insurance liabilities relate solely to UK written policies which have run to their natural expiry.

Administration

The Order was made, subsequent to an application by the Company under s.56(1)(a) of the Act. Under s.57(1) of the Act, the court may make an administration order if: (a) it is satisfied that a company is insolvent or likely to become insolvent; and (b) it considers that there is a reasonable prospect that the administration order will achieve one or more of the three objectives, specified in s.46(1) of the Act.

On available information, there can be no doubt, that the Company has insufficient assets to meet those liabilities and is therefore insolvent. The objectives of an administration are (s46(1) of the Act):

- A. rescuing the company as a going concern;
- B. achieving a better result for creditors as a whole, than would be likely in a liquidation; or
- C. realising property so as to make a distribution, to one or more secured, or preferential creditors.

Sadly objective A is not likely to be viable, although it cannot be entirely discounted. The option C objective does not apply. The Company relied on objective B, namely: *achieving a better result for the creditors as a whole than would be likely if the company were to enter into liquidation, without first being in administration* (s.46(1) (b) of the Act).



Administration provides an automatic moratorium, preventing creditors from taking any further enforcement action against the Company. Currently there is no time limit to lodge a claim. Policyholders should continue to lodge claims in the usual manner and comply with the appropriate contractual terms of their insurance contracts. Agreeing insurance claims, should continue in the same manner as prior to the Order.

Regulation 250 of the Financial Services (Insurance Companies) Regulations 2020 (the "**Regulations**") provides that insurance claims take precedence over other claims, subject to limited exceptions, such as certain claims by employees and taxes. Thus under the Regulations, the Company's assets are applied first to meet insurance creditors' claims and only thereafter, are any remaining available assets distributed to other creditors (i.e. non-insurance creditors). It is unlikely that there will be a non-insurance creditor distribution. The Administrators have contacted the UK Financial Services Compensation Scheme (<https://www.fscs.org.uk>) regarding compensation available to UK policyholders.

Reporting to creditors

S80(1) of the Act mandates as soon as is reasonably practicable, but in any event within 60 days of the Order, to issue to all known creditors, a copy of the Administrators proposals for achieving the purposes of the Administration. These will be accompanied by a first creditors meeting notice, proposed in accordance with s.80 (i)(b) of the Act and issued on the Company's website (see the Letter head) which will be the main method of Administration communication and in which regard, please provide your preferred email address.

Kind Regards

Two handwritten signatures in blue ink. The first signature is "G. Jones" and the second is "J. Oton".

Grant Jones and James Oton, the Administrators (admin@quicksure.gi)