



Joint Liquidators' Analysis of Estimated Outcomes As at 31 October 2019

In respect of "The Funds":

Fairfield Sentry Limited
Fairfield Sigma Limited
Fairfield Lambda Limited

(All In Liquidation)

29 November 2019

KRYs GLOBAL

Cayman Islands
British Virgin Islands
Bermuda
Guernsey
Hong Kong
London
Singapore
USA

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Purpose

The Joint Liquidators (“JLs”) would like to provide Registered Shareholders an update on the projection of future outcomes, based on principal subscriptions invested.

This document sets out the JLs’ estimated range of possible outcomes as at 31 October 2019, based on a number of assumptions. It is therefore important that the analysis is read in conjunction with the ‘Notes and Assumptions’. It is also important to acknowledge that the range of litigation outcomes (Clawback Claims) estimated for the purposes of this analysis are based on the range of recoveries possible taking into consideration the possibility of settlement versus obtaining judgement, net of contingent fees due to attorneys and the amounts that will be shared with the US Trustee. It is in no way reflective of the JLs’ views on the merits of the litigation. Any litigation is inherently risky but the JLs continue to be of the view that the prospects of success for the Funds in the various litigation actions are strong.

Registered Shareholders will be aware that three distributions totaling \$38.5 per share have been declared to Registered Shareholders of Sentry and one distribution of \$10 per share to the Registered Shareholders of Sigma.

Summary

In summary, based on the total net investment loss sustained by the current Registered Shareholders, as at the date of the JLs appointment, the JLs estimate the that the potential net asset position and projected recovery ranges for Registered Shareholders are as follows:

FUND	Sentry			Sigma			Lambda	
	Worst	Best		Worst	Best		Worst	Best
Net Asset Position	211,883,918	3,201,141,905		37,619,821	492,831,004		159,578	19,364,052
Projected Recovery on Loss	10%	88%		10%	79%		1%	72%

Analysis of Outcomes

The table below shows the JLs' estimated best and worst outcomes as at 31 October 2019 for each Fund:

FUND	ESTIMATED RANGE OF OUTCOMES						Notes
	Sentry		Sigma		Lambda		
	Worst	Best	Worst	Best	Worst	Best	
Assets							
Unencumbered Cash	61,232,594	61,232,594	13,545,923	13,545,923	-	-	1
SIPC Claim	18,744,135	53,244,135	-	-	-	-	2
Clawback Claims Net of Costs and Net of Compromise Allocations	163,061,718	3,093,745,175	1,214,453	86,090,679	(1,048,087)	709,702	3
Distributions from Sentry	-	-	25,959,245	394,332,202	1,230,666	18,694,350	
	243,038,448	3,208,221,905	40,719,621	493,968,804	182,578	19,404,052	
Liabilities							
Provisions for Unsecured Creditors	(24,681,530)	-	(2,451,000)	(13,000)	-	-	4
Future Fees and Expenses	(6,473,000)	(7,080,000)	(648,800)	(1,124,800)	(23,000)	(40,000)	5
	(31,154,530)	(7,080,000)	(3,099,800)	(1,137,800)	(23,000)	(40,000)	
Net Asset position	211,883,918	3,201,141,905	37,619,821	492,831,004	159,578	19,364,052	6
Projected distribution per share	\$84	\$723	\$22	\$165	\$1	\$96	7
Net Investment Loss	3,842,565,152	3,842,565,152	666,660,474	666,660,474	26,870,087	26,870,087	8
Projected Recovery on Loss	10%	88%	10%	79%	1%	72%	9

Notes and Assumptions

1. Cash at Bank as at 31 October 2019.
2. The full SIPC claim is \$230m. We estimate a range of 75% to 90% recovery, less distributions of \$153.8m received to date.
3. The JLs are currently pursuing litigation against the US redeemers. The range of litigation outcomes (Clawback Claims) estimated for the purposes of this analysis are based on the range of recoveries possible taking into consideration the possibility of settlement versus obtaining judgement, net of contingent fees due to attorneys and the amounts that will be shared with the US Trustee. It is in no way reflective of the JLs' views on the merits of the litigation.

As previously reported, the JL's obtained sanction from the Court to compromise the claims subsisting between Sentry, Sigma and Lambda.

Notes and Assumptions

4. The estimated range of creditor provisions is based on potential and current claims filed in the liquidations and represents the JLs' best estimate of the range of possible outcomes, based on the information in their possession regarding the claims and potential appeals.
5. The estimated future fees and expenses is based on the JL's estimate of the costs of the liquidations include general liquidation costs (including but not limited to cash management, reporting, Liquidation Committee communications, fee applications and seeking directions from the BVI court when appropriate), the costs to pursue litigation, and any contingent fee arrangements the JLs have entered into with service providers based on a two year period and contingency reserves that the JL's have prudently thought appropriate to make.

Notes and Assumptions

6. This represents the JL's worst and best estimates of future net asset recoveries range, based on the information in their possession.
7. The projected distribution per share is based on the number of current shares held at the time of the statement, and is inclusive of distributions declared to date.
8. These figures represent the investment loss sustained by the current Registered Shareholders at the date of the JLs appointment.
9. The projected recovery represents the current Registered Shareholders potential return against the principal subscriptions invested.

Disclaimers

- This document has been prepared in good faith, however, no representation or warranty, express or implied, is or will be made and no responsibility or liability is or will be accepted by the JLs, their advisors, or the Funds in respect of the truth, accuracy or completeness of the information provided in this document and such persons will not be liable to the recipients in respect of the information provided in this document or its use.
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Disclaimers

- The values referred to in this document should be considered as the JLs' best guess only of potential outcomes. Actual outcomes will vary from these estimates (potentially significantly) depending on the outcome of events.
- This document has not been prepared in contemplation of it being used, and it is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in the Funds.
- Nothing in this document constitutes a valuation or legal advice. Where legal issues are discussed, the information is only intended to be of a general nature and not a full review of the issues covered.



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