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| Company | GFG FX Algo Bond Trading Limited (In Liquidation) ("the Company") |
| Liquidators | Benjamin Alexander Rhodes (12 March 2020 – present) Andrea Frances Alice Harris (10 June 2021 – present) James Robert Toynton (12 March 2020 – 10 June 2021) |
| Date of appointment | 12 March 2020 |
| Current status of the liquidation | <p>The Company's only assets as at the date of this report are cash at bank of £108,657 and a loan made to a Dubai based entity named DXD Commodities DMCC ("DXD") of which \$560,055 remains outstanding plus interest which as at 4 July 2024 totalled \$274,197 ("the Loan"). Interest continues to accrue at a rate of 10% per annum on a daily basis from the date of demand (being 14 August 2019). DXD has been dissolved since 24 November 2017.</p> <p>As set out in the Preceding Reports, the Loan was secured against a portfolio of precious stones ("the Security").</p> <p>As advised in the Preceding Report, having carried out investigations with their legal counsel to consider the recoverability of the Loan, the Liquidators consider it unlikely that the Loan will be recoverable and do not consider that there is any benefit in incurring further costs in relation to pursuing recovery of the Loan to the Company's shareholders.</p> <p>On 29 January 2024, working with their appointed expert agent, the Liquidators agreed the sale of the Security for a gross sales price of £36,750. The Liquidators' agent had provided an updated valuation in November 2023, which set out that the realisable value of the Security was £37,044. Net sale proceeds of £32,720 have been received into the Company's bank account (after costs of sale totalling £4,030).</p> <p>On 27 December 2023, the Liquidators collected in a sum of £7,311, which had been held as a retainer for fees with a law firm in Dubai.</p> |
| Outstanding matters | Following realisation of the Security, the Liquidators are currently considering alongside legal counsel whether there may be any further claims that can be pursued in order to recover funds for the benefit of the liquidation estate. |
| Distributions | No distributions have been declared in the liquidation to date. Depending on future realisations, the Liquidators may declare a shareholder distribution in due course, after settlement of outstanding liquidation costs and expenses. The quantum and timing of any potential future distribution is not known. |

Remaining Asset Position

As at the date of this report, the Company holds cash of £108,657, and the loan position is as follows:

| | USD |
|------------------------------------|----------------|
| Loan to DXD | 560,055 |
| Interest accrued as at 4 July 2024 | 274,197 |
| | 834,252 |

As set out above, it is not considered likely that the outstanding balance of the Loan will be recovered, and the Liquidators are considering whether any other claims can be pursued for the benefit of the liquidation estate.

Future Liabilities

Future liabilities expected and mainly liquidation costs to be incurred in dealing with the closure of the liquidation. In addition, a provision of £5,000 has been made for potential future costs totalling as outlined below:

| Provision for: | GBP |
|-----------------------|---------------|
| Liquidators' Fees | 10,000 |
| General Provision | 5,000 |
| | 15,000 |

Additionally, the following costs have been incurred but not yet paid:

| | GBP |
|------------------------------|---------------|
| Insurance Premium Allocation | 9,277 |
| Custodian Fees* | 1,808 |
| Liquidators' Fees | 65,375 |
| | 76,460 |

** Butterfield have raised an invoice of £12,295 in respect of custodian fees for the period from 21 March 2020 – 31 October 2020. The Liquidators consider that only £1,808 of this invoice is due and payable, as no custodian fees should be payable from the date of closure of the Algo Cell on 6 April 2020 (following the transfer of the Company's shares from the Butterfield's nominee to underlying shareholders on 20 March 2020). As such, the Liquidators are only recognising £1,808 as an unpaid liability.*

After taking account the unpaid liabilities of £76,459 (excluding provisions), the net cash position of the Company as at the date of this report is £32,198. Including provisions for future costs (£15,000), the Company has net cash of £17,198.

Creditors

The Liquidators have not received any claims from creditors. Any liabilities arising prior to the liquidation or as expenses of the liquidation have been settled from the funds on hand.

Liquidators' Time and Cost Analysis

In the letter of engagement, signed by Grant Thornton Limited and the Directors of the Company, the Joint Liquidators advised that in a liquidation of this complexity it is difficult to give a fees estimate, as such it was agreed that the Joint Liquidators be remunerated on a time-cost basis with reference to hourly rates for the staff members undertaking the work, with an agreed discount of 5% on our standard hourly rates.

Currently invoices for the sum of £67,136 have been raised in respect of post-liquidation fees and disbursements. Since the date of the last report, further liquidation costs of £30,831 have been incurred, £22,972 of which are considered as billable and the remaining of £7,860 will be written off. A summary of total liquidation costs incurred to date is as follows:

| | GBP |
|---|----------------|
| Time Costs Billed, settled | 67,136 |
| Time Costs Incurred but not yet Billed* | 65,375 |
| Time Written off ** | 22,318 |
| Total Time Costs*** | 154,828 |
| Disbursements Billed, settled | 303 |
| Disbursements Outstanding | - |
| Total Disbursements | 303 |

*As set out in Preceding Reports, the Joint Liquidators advised that they would not raise a further invoice for liquidation costs until such time as the Security had been realised. Following the realisation of the Security, the Joint Liquidators intend to shortly raise an interim invoice of £35,000 in respect of their unpaid time-costs of £65,375. This will be the first invoice the Liquidators have raised an invoice since 30 July 2021.

** See below breakdown of time-costs written off to date:

| From 12 March 2020 to 3 August 2023 | From 3 August 2023 to 4 July 2024 | Total |
|-------------------------------------|-----------------------------------|---------|
| £14,458 | £7,860 | £22,318 |

***See below a breakdown of our WIP incurred (including time-costs written off) to date:

| From 12 March 2020 to 3 August 2023 | From 3 August 2023 to 4 July 2024 | Total |
|-------------------------------------|-----------------------------------|----------|
| £123,997 | £30,831 | £154,828 |

Annual General Meeting

The Liquidators are required to summon a general meeting of the Company's shareholders pursuant to Section 399 of the Companies (Guernsey) Law, 2008.

NOTICE IS HEREBY GIVEN, in accordance with Section 399 of The Companies (Guernsey) Law, 2008 that a GENERAL MEETING of the above named company will be held at the offices of Grant Thornton Limited, St James Place, St James Street, St Peter Port, Guernsey, on **8 August 2024 at 3.00 pm** for the purpose of having an account laid before the members of the Liquidators' acts, dealings and the conduct of the winding up during the preceding year.

A member entitled to attend and vote at the above meeting may appoint a proxy or proxies to attend and vote instead of them.

The Liquidators also enclose a proxy form for the general meeting that should be completed and returned in accordance with the instructions on the proxy form, which is enclosed at **Appendix IV**.

Grant Thornton Limited

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