

19 May 2020

Dear Investors

**Update to investors in Providence Investment Funds PCC Limited (managed by Administration Managers) ('PIF')**

I write further to previous updates to investors regarding the ongoing legal proceedings formally initiated by PIF against its former auditor in December 2018.

I am pleased to inform investors that the defendant's application to strike-out PIF's claim, heard before the Royal Court of Guernsey in December 2019, has now been dismissed, as noted in the judgment also posted to this website. (We note that the FT reports in an article published today that the auditor has said it would appeal the decision, which appeal would have to be commenced by the auditor within one month of the judgment being handed down (i.e. by 15 June 2020). Neither the administration managers nor their Guernsey advocates have yet received any indication directly from the auditor or their lawyers that an appeal is forthcoming, but we will keep investors updated of any developments in this regard.)

We now look forward to making progress with PIF's claim, firstly by holding a case management conference, where both sides will seek to agree timings and protocols for the disclosure of documents, as well as other pre-trial processes such as collating of witness statements (failing agreement between the parties the Court will make orders and directions in that regard). The case management conference had originally been scheduled to take place in Q4 of 2019, but had been deferred due to the defendant's decision to bring their strike-out application.

Yours faithfully



**Alex Adam**

Joint Administration Manager

Providence Investment Funds PCC Limited (managed by Administration Managers)