

Mitteilung an alle Anteilseigner der Primeo Select Fonds:

Anbei finden Sie die Information der Fondsgesellschaft, folgende Fonds sind betroffen:

KYG7242V1077	Primeo Select - USD Dis
KYG7243U1085	Primeo Select - EUR Cap

Details können Sie der beigefügten Anlage entnehmen. Falls Ihre Kunden diesen Änderungen nicht zustimmen und die Möglichkeit besteht, die Anteile ohne Gebühren seitens der Fondsgesellschaft zurückzugeben, können Sie den Verkauf der Anteile direkt in MoventumOffice erfassen.

Bitte nehmen Sie zur Kenntnis, dass für die Abwicklung dieser Aufträge die im Preis- und Leistungsverzeichnis von Moventum ausgewiesenen Gebühren und die auf MoventumOffice angegebenen Annahmeschlusszeiten gelten.



KALOADVISORS.COM

BY EMAIL ONLY

15 April 2019

Dear Investor

Primeo Fund – in official liquidation (the Fund)

Please note that the capitalised terms, not otherwise defined, are taken to have the meaning as defined in the joint official liquidators' (the **Liquidators**) report dated 9 October 2018.

As a general update, the Fund will be making a second interim distribution to Redemption Creditors in an amount equal to 21% of their principal claims, meaning that the principal amounts due to Redemption Creditors will be paid in full. As you are aware, the principal claims of Ordinary Creditors have already been paid or provided for in full.

If you believe that you have a claim as a Redemption Creditor and have not submitted a proof of debt in relation to the same, you must do so before 15 May 2019 failing which you will be excluded from the second interim distribution. The proof of debt form can be downloaded from <https://primeofund-liquidation.com/forms/>.

Please find attached at Appendix A a Notice of Intention to Declare Interim Dividend (Form CWR32), as required under Cayman Islands law. Details as to particulars of the dividend distribution calculation can be found at Appendix B.

The expected time of the distribution is late May 2019, due to the statutory provisions concerning notices.

If you are not a Redemption Creditor and only have a claim in respect of your unredeemed equity position in the Fund, you will not be receiving a distribution and do not need to take any further action in respect of this letter, as the Fund currently does not have sufficient assets to make a distribution to equity investors.

As previously advised, in accordance with statutory provisions regarding priority of payments, prior to any distribution being made to equity investors, the interest claims of all creditors must be paid. Accordingly, equity investor claims will only be dealt with should there be sufficient recoveries available to meet these claims after such payment.

Should you have any queries in relation to this notice, please contact John Tan on +1 (345) 814 4017 or via email at primeoclaims@kalo advisors.com.

PO Box 776
38 Market Street
Suite 4208, Canella Court
Camana Bay
Grand Cayman, KY1-9006
Cayman Islands
1 345 946 0081

Yours faithfully,
Primeo Fund – in official liquidation

A handwritten signature in black ink, appearing to read "Gordon L. MacRae". The signature is fluid and cursive, with the first name "Gordon" and last name "MacRae" clearly distinguishable.

Gordon MacRae
Joint Official Liquidator

Encls.

Appendix A

THE COMPANIES LAW

NOTICE OF INTENTION TO DECLARE INTERIM DIVIDEND

Primeo Fund (in official liquidation) (the **Fund**)

Grand Court Cause No. FSD 30 of 2010 (RPJ)

TO: The Creditors of the Fund

TAKE NOTICE that the joint official liquidators intend to declare an interim dividend to the Fund's Redemption Creditors¹ relating to an amount equal to 21% of their principal claims.

Any Redemption Creditor, who has not already submitted a proof of debt, wishing to participate in the interim dividend must lodge their proof of debt with the joint official liquidators by no later than 15 May 2019, failing which they will be excluded from the interim distribution but will not be excluded from any subsequent distribution or the final distribution.

Dated this 15th day of April 2019



Gordon MacRae
Joint Official Liquidator

The address of the joint official liquidators is
Kalo, 38 Market Street (PO Box 776)
Suite 4208, Canella Court, Camana Bay
Grand Cayman, KY1-9006
Cayman Islands

¹ Redemption Creditors are the Fund's former and or current investors with:

- shares which were redeemed pursuant to Fund's articles (**Articles**) on 1 December 2008, but in respect of which redemption monies were not paid; and
- shares which were redeemed pursuant to the Articles on or prior to 1 December 2008, but in respect of which redemption monies were not paid due to outstanding "Know your Client" and/or other documentation.

Appendix B: Dividend distribution calculation statement (second interim distribution)

	US\$
Position as of 28 February 2019	
Assets	
Recoveries	340,628,723.97
Total assets realised to date	340,628,723.97
Expenses of the liquidation to date	
Liquidators' fees and expenses	(20,901,403.76)
Legal fees	(47,575,393.68)
Repayment of funding	(30,557,056.75)
HSBC proceedings including expert and factual witness costs and security for costs	(27,274,458.79)
Other general liquidation costs	(1,233,427.86)
Total expenses of the liquidation to date	(127,541,740.84)
Distributions	
Unsecured creditors	(447,465.89)
Redemption creditors	(111,397,901.77)
Total distributions made to date	(111,845,367.66)
FX currency conversion¹	(581,686.68)
Position as at 28 February 2019	100,659,928.79
Projected future recoveries to be received prior to the second interim distribution	5,381,870.02
Provisions ²	(51,916,151.24)
Reserve for unpaid distributions ³	(20,294,418.33)
Total future provisions and reserves	(66,828,699.54)
Funds available for the second interim distribution	33,831,229.25
Value of Redemption Creditors' claims (21% of principal) ⁴	(31,386,678.35)
Total to be provided for or paid to Redemption Creditors	(31,386,678.35)
Balance	2,444,550.90

1. The currency of the liquidation is USD. Euro denominated transactions and Euro currency bank account balances have been converted, for presentation purposes, to USD at the mid-market exchange rate of EUR1.00:USD1.14 as at 28 February 2019.
2. This figure includes provisions for the expenses of the liquidation including:
 - Liquidators' costs to finalisation of the liquidation;
 - legal costs, including costs relating to ongoing litigation; and
 - HSBC costs in HSBC Proceedings.
 Provision for indemnity claims by former directors and service providers (along with an estimate for statutory interest).
3. This figure includes provisions for contingent and admitted claims including:
 - HSBC claims for unpaid fees;
 - Ordinary Creditors' unpaid admitted, or as per the Fund's books and records, claims, along with an estimate for statutory interest;
 - January Subscribers' unpaid admitted, or as per the Fund's books and records, claims, along with an estimate for statutory interest; and
 - 79% of Redemption Creditors' admitted, or as per the Fund's books and records, principal claims, along with an estimate for statutory interest.
4. Value is the admitted, or provisioned amount relating to the claims. In accordance with the CWR, given the liquidation is solvent, creditors are entitled to be paid in the currency of the obligation. Where there are EURO claims, in the absence of the actual rate of exchange, the mid-market exchange rate has been used provisionally.