

|                                          |                                                                         |
|------------------------------------------|-------------------------------------------------------------------------|
| <b>Company</b>                           | SME Credit Realisation Fund Limited (IN LIQUIDATION)<br>("the Company") |
| <b>Liquidators</b>                       | Andrea Harris and Benjamin Rhodes                                       |
| <b>Date of appointment</b>               | 24 March 2023                                                           |
| <b>Current status of the liquidation</b> | The Company was placed into liquidation on 24 March 2023.               |

Further to the previous update statement issued on 18 April 2024, the Liquidators continue to work towards being in a position to declare the final distribution of the assets held by the Company.

As outlined in the previous report the Company has two subsidiaries namely, Tallis Lending Designated Activity Company ("Tallis") and Basinghall Lending Designated Activity Company ("Basinghall") (together "the Subsidiaries").

On 27 March 2025 the Company received a final distribution payment from Tallis of EUR 1,191,486.03.

During the period of this report the Liquidators have spent a significant amount of time liaising with service providers to clear out numerous bank accounts held by the Company. A decision was made to amalgamate funds into singular EUR and GBP bank accounts. The EUR bank account is being held open for the purpose of receiving funds from the two Subsidiaries and the GBP account remains open for the purpose of settling fees and making the final distribution payment to the shareholders.

## Outstanding matters

As duly noted in the previous update statement circulated, the Liquidators continue to liaise with Grant Thornton Ireland, the liquidator of the Subsidiaries. It is anticipated that the Irish tax authorities will provide tax clearance to Basinghall upon completion of their risk review and, once received, a distribution of the remaining cash held by Basinghall will be made to the Company.

It has been noted by Grant Thornton Ireland that there is potential recovery to be made to Basinghall from Queenhithe Lending Designated Activity Company ("Queenhithe"). The quantum of this potential recovery is yet to be determined.

### Grant Thornton Limited

Registered in Jersey No. 98924. Registered Office: Kensington Chambers, 46/50 Kensington Place, St Helier, Jersey, JE1 1ET

AJ Roberts is licensed to act as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England and Wales.

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Partners, Directors, Senior Consultants and employees acting as Liquidators, Administrators, Administration Managers or Administrative Receivers contract as agents and without personal liability

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## Distributions

Distributions declared in the liquidation to date are as follows:

| <u>Date</u>   | <u>Amount (£)</u> |                              |
|---------------|-------------------|------------------------------|
| 12 April 2024 | 6,000,000         | *See Distribution Note Below |
|               | <b>6,000,000</b>  |                              |

### \*Distribution Note

Please note that due to the cost of processing payments, a distribution payment was only to be made to the Shareholder if such Shareholder was entitled to receive more than £10, i.e. if they hold more than 10 shares. All distributions of £10 or less, estimated approximately £31.55 in total, will be paid to a Guernsey charity of the Liquidators' choice. Please also note that payments have been withheld due to insufficient Client Due Diligence information being provided to the Liquidators. A final distribution will be declared following the dissolution of the Subsidiaries and the payment of all outstanding liabilities.

It is expected that a final distribution will be declared during the course of the third quarter of 2025, the Joint Liquidators are currently unable to estimate the exact quantum of this distribution. The quantum of the final distribution is subject to the value of the distribution to be received from the Subsidiaries, Tallis and Basinghall. The Joint Liquidators are currently liaising with Grant Thornton Ireland to action this distribution.

## Remaining Asset Position

As at the date of this report, the residual asset position is as follows:

| <u>Assets</u> | <u>GBP</u>        |
|---------------|-------------------|
| Cash at Bank  | 177,194.10        |
|               | <b>177,194.10</b> |

| <u>Assets</u>                     | <u>EUR</u>          |
|-----------------------------------|---------------------|
| Cash at Bank                      | 784.20              |
| Distribution Received from Tallis | 1,191,486.03        |
|                                   | <b>1,192,270.23</b> |

## Note\*

A distribution is expected to be received from the second subsidiary, Basinghall, as noted earlier within this report. The liquidators of Basinghall are currently unable to estimate the quantum of the distribution receivable and thus it has not been noted in the above assets as the Joint Liquidators are unable to determine the exact value at this current period.

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### Future Liabilities

The Joint Liquidators are currently unable to determine the exact quantum of future office holders' fees due to the nature of the time delays being at the subsidiary level and out of the control of the Joint Liquidators.

The Liquidators will continue to fund ongoing liquidation costs from the funds held in the Company's bank account.

It is anticipated that the remaining liabilities will consist of costs incurred in the final distribution and concluding matters such as obtaining relevant tax clearance and holding the final meeting of the Company as well as the costs incurred with other service providers, namely Funding Circle, Apex, Link Market Services.

### Liquidators' Time and Cost Analysis

As detailed in the previous report circulated, the Joint Liquidators fee estimate was subject to number of assumptions., Due to the protracted nature of this liquidation, alongside the requirement for a significant amount of time spent on administrative requirements involving liaising and coordinating the workflow of multiple parties, the Liquidators are now being remunerated on a time – cost basis.

Currently the total invoices for the sum of £134,825.03 have been raised in respect of liquidation fees. During the period from the previous report being circulated to date fees for the sum of £69,557.59 have been raised. A summary of total liquidation costs incurred to date is as follows:

|                               |                    |
|-------------------------------|--------------------|
| Time Costs Billed, settled    | £134,320.19        |
| Time Costs Written Off        | £48,982.74         |
| Time cost unbilled            | £6,103.50          |
| <b>Total Time Costs</b>       | <b>£189,406.43</b> |
|                               |                    |
| Disbursements Billed, settled | £504.84            |
| Disbursements Outstanding     | £0.00              |
| <b>Total Disbursements</b>    | <b>£504.84</b>     |

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