

Cathedral Core Services LP (In Liquidation)

Liquidators' Third Report

1 INTRODUCTION AND APPOINTMENT

Cathedral Core Services LP (In Liquidation) (the “Partnership”) is a limited liability partnership registered in New Zealand, mainly operating in Europe and Latin America and was placed into liquidation by resolution of its partners pursuant to Section 88 of the Limited Partnership Act 2008 (“the Partnership Act”). The process was started on September 1st 2016 and Insolvency Practitioner Maria Escudero Martinez was appointed as liquidator of the partnership (the “Liquidator”).

The Liquidator herewith reports on the progress of the liquidation to date and important developments on the procedure. This third report should be read in conjunction with the liquidators’ first and second report. This report is being sent to all creditors who have filed claims in the liquidation and is available on the liquidation’s website www.cathedralcore.com.

2 RESTRICTIONS

This Report and its appendices are not intended for general circulation other than as required by law, nor is it to be reproduced or used for any purpose other than that outlined above without the written permission in each specific instance from the Liquidator.

In preparing this report and its appendices we have relied upon information provided to us. We have not independently verified or audited that information. Whilst all care and attention has been taken in compiling this report, we do not accept any liability whatsoever to any party as a result of the circulation, publication, reproduction or use of this report.

We reserve the right (but are under no obligation) to review and, if we consider necessary, revise this report in respect of any information existing at the date of this report which becomes known to us after that date.

3 ATTACHMENTS

The following documents are attached to this report:

Appendix 1: Notice to Creditors Regarding Dates used for Calculation of the Final Balances.

Appendix 2: Notice to Creditors Regarding Joint Accounts.

Appendix 3: Notice to Creditors Regarding Transit Amounts Uncredited to Accounts.

Appendix 4: Notice to Creditors Regarding Proposed Procedure and Assets available.

Appendix 5: Notice to Creditors regarding Unauthorized Individuals.

Appendix 6: Financial Report on the Liquidation

4 CURRENT STATUS OF THE LIQUIDATION

Confidentiality of Client's Personal Information and Financial Information

As expected by creditors, the Liquidator has continued to maintain information regarding creditors' balances, account data, details of transactions and client information confidential, to the extent permitted by law in the context of observing the interest of creditors.

As a standard procedure during any New Zealand Liquidation, the liquidator has the obligation to disclose personal and confidential data on creditors pursuant to Section 255(2)(c)(i) of the Companies Act 1993 ("The Companies Act"), this procedure is done only at the beginning of the liquidation along with the submission of the 1st liquidation report. After a legal analysis performed by our team of lawyers we advise creditors that liquidators are not specifically required to post updated lists of creditors and their details in subsequent reports.

When the Liquidation commenced there was lack of consistency of information on clients due to decentralization, as the partnership maintained several offices but information between them was not normally exchanged and no centralized system with reliable client information was found at that stage. At that time a list of only 109 Account Holders/Clients was found within a system that the partnership maintained. However, from those only 15 were confirmed by a regional office in Latin America to actually be Account Holders/Clients.

Other administrative hurdles initially found were that some of the creditors in Europe and Asia had a local account but they were registered as clients in Latin America. The same happened in other regions where such clients were filed in the records as being in another location. Some of these accounts were already closed but continued to appear live within the system as if they were active. Some accounts were part of a special type of group of accounts called SGA groups and were not assigned to any regional office. For this reason initially we only reported what was confirmed to us by that regional office and as a result the Liquidator decided to physically verify all client account registries in all offices in person before determining the final number of Account Holders/Clients.

The Liquidator disclosed some information regarding creditors pursuant to section 255(c)(i) of the Companies Act 1993 ("The Companies Act") in the initial report. This included names and addresses only.

One of the priorities of this liquidation has been maintaining confidentiality of all creditors, the Liquidator is not required to provide details of all names and addresses of creditors in subsequent reports. However, the Liquidator has received a request for disclosure of information about them. If the Liquidator chooses to disclose details of creditors or proposes a compromise agreement among creditors with Cathedral Investment Bank / CIB Americas Bank Incorporated ("The Bank"), then confidential information may be disclosed.

We advise creditors that are concerned with the treatment of confidential information regarding their relationship with the partnership to approach us with their views.

General information on creditors including without limitation creditors' details or a creditors list may be made public by the liquidator if no objection is brought forward by creditors. Creditors should note that if the process is followed this information will be made public by the registry and available to anyone including without limitation authorities in your country.

The liquidator can issue a list of creditors but preparing information for disclosure will take valuable time as it would need to be prepared and is not in the original schedule of this liquidation.

Repayment and Liquidation Procedure

Significant progress has been made after extensive coordination with Cathedral Investment Bank / CIB Americas Bank Inc. ("The Bank"), we have overseen a procedure that in the view of the liquidator and in the view of the Bank is adequate and safe for the repayment of balances to clients.

The process currently under review is the establishment of an independent vehicle in the form of a Trust where assets will be deposited for repayment. Once the vehicle is structured all creditors that have submitted a valid ACF and an A1 Formats and who are not on the Bank's Legal Action Watch List will be paid 100 cents on the dollar (in full).

We welcome creditors that are interested in the supervision for the establishment of this Structure to come forward regard this proposal.

Parallel to this the liquidator is finishing the reconciliation of all liabilities and claims. After this is finalized we will prepare a statement containing a final amount per creditor that in the view of the Liquidator is the correct amount of your claim. This will then be distributed by email to creditors. After the proposed value is sent in relation to your claim, you will be given a period to object to such proposed amount, and it will be passed on for repayment with the bank through the process outlined here.

The process herein described will ensure a better outcome for Creditors than could be obtained by liquidating any assets of the Partnership in any circumstance.

When this process was first reviewed the Bank initially requested the liquidator an estimated amount of liabilities which at that date computed total gross liabilities that were in excess of USD 75 Million, which was a calculation of the total claims at that moment. Some of the initial claims were duplicated as some claimants either had duplicated accounts or claims were lodged when joint accounts were found. The Bank has advised that it has set aside assets that will be used to guarantee the repayment and those assets are valued at more than double the initial estimation of liabilities. Financial Information provided by the Bank in the form of property valuations set the value of the said assets above USD 165 Million.

Creditors at this stage can rest assured that even if a valuation error were to occur, the assets the Bank has proposed are sufficient to satisfy the liabilities in the liquidation.

Complexity of this Liquidation

The fact that assets were being managed by third parties in a variety of jurisdictions other than where the partnership was located and that creditors are correspondingly located in different jurisdictions makes the process extremely complex from both a regulatory and a procedural standpoint.

At this stage the priority of the Liquidator is returning creditors their claimed amount as quickly as possible. In any liquidation of this magnitude and complexity such repayments and the subsequent completion of a liquidation of this type could take months or in some cases even years. Notwithstanding this, continuing the liquidation following the liquidation procedure will still produce heavy losses. There is no real advantage in maintaining creditors on-board especially given the context of the agreements reached with the Bank by the Liquidator on behalf of creditors. We are taking steps to guarantee that all creditors are being paid 100% of the value of their claim in the shortest time possible and that no deviations are taken by any parties when the process is implemented.

To perform this in a way that is safe to creditors, attention to structuring is important for the transfer of liabilities to the Bank including but not limited to controls for the Liquidator to supervise the correct repayment of such liabilities once the transfer is made.

After reviewing several options we think the safest way for the Bank to perform the payment is by the establishment of a Trust or a Special Purpose Vehicle for repayment, in the best interest of creditors the Liquidator would like this done by a recognized Fiduciary that can manage the assets autonomously without any intervention from the Bank. The regulatory frameworks where creditors are located and possible scenarios are also playing a role into how this should be structured. We are reviewing if this should be set up in each jurisdiction where creditors are based or in a central jurisdiction, along with the cost of establishment of such vehicles. Creditors must understand that although these processes take time priority is guaranteeing the repayment of such liabilities that would not occur in any other way.

We have started immediate auditing of all assets in the context of guaranteeing all repayments of accounts and all other liabilities resulting from this liquidation. We will advise creditors in due course on the results of such procedure.

Timeframes

If the procedure outlined above is implemented then settlement of the amounts owed to creditors will be done directly by the Bank for the entirety of the claimed amounts by creditors (once those amounts are accepted by creditors) without any dependence on this liquidation. If no further delays occur we expect the Bank to complete the setup of the special purpose vehicles and or the Trust before the end of the year, the liquidator will supervise the establishment and transfer process.

Ongoing Investigations

During this liquidation a series of investigations have been continuing by the Liquidator as advised in earlier notices and reports.

Emails and approaches from individuals as per the Liquidator notice regarding “Unauthorized Individuals” continue to be reported by creditors despite the earlier notice sent. Individuals involved are using misleading or incomplete information including, without limitation, false names and they continue to use information that the Liquidator thinks was illegally obtained from the partnership.

The liquidator is obligated to review all creditors’ claims but has gained access to a list of creditors and individuals involved, this list is also in control of the Bank. Participating Creditors that have still not lost their rights are at risk regarding any agreements with the Bank as advised in earlier reports. The Liquidator has continued to receive information on these findings and will publish such results when available.

For the avoidance of the doubt creditors that will not be benefited regarding the agreements with the bank will still be treated creditors in the context of The (“Limited Partnerships Act”) and (“The Companies Act”) as per applicable regulation.

There have been advances in other investigations earlier reported which have occurred and those investigations are ongoing. In some cases legal action has or will occur as a result against whomever is/was involved.

Cathedral Core Services LP (In Liquidation)

Claims continued to be formally received from account holders and unsecured creditors up to the end of August 2017. The subscriptions continued despite the notices issued and as at the date of this report we currently have a total of 319 Claims by account holders and creditors only. The Liquidator has taken all efforts to be as inclusive as possible with all possible creditors being able to benefit from this liquidation. The liquidation team reached out to all those potential creditors by alternative means to try and include them in the liquidation.

Non Affected Accounts & CIBDer

The Partnership apparently maintained a large client base of unaffected accounts (IB Accounts) around the world as it was engaged in a branded trading service called CIBDer. Persons who qualified as IB clients (hereinafter “IB Accounts”) are defined as any entity of which the Partnership either received commissions or had some benefit in any way from contracts being traded elsewhere but where it did not perform direct intermediation. The Liquidator is and will continue to notify of the termination of such IB contracts (only when the information is complete and available) between the Partnership and the broker/dealers.

The Partnership stopped acting as an introducing broker when it was put into liquidation.

The remainder of the 324 clients that have affected accounts had their money directly invested with the Partnership and thus they will be the only ones benefiting from this liquidation and the agreements already reached between creditors, the Liquidator and CIB Americas Bank Incorporated / Cathedral Investment Bank.

Special Creditor Cases

We are currently dealing with creditors that are both Account holder / Clients and who, to some extent served directly or indirectly in the partnership as either Employees, Directors, Suppliers or as Advisors. As there is a possible conflict of interest with such creditors we have decided to review their special status specifically related to the guarantee underwritten by the Bank. Because they are in fact creditors their claims will be accepted but we are undertaking auditing to confirm that their financial position claimed is correct and that they have not acted in bad faith or engaged in any conflict of interest with the partnership or acted against the interest of creditors.

Due to their actions, 5 (Five) creditors have lost their rights regarding the agreements with the Bank and will not recover the value of their accounts. No formal rejection of claims has occurred as a result.

Records and Financial details of the Partnership

The Liquidator's investigations into the books, records and affairs of the Partnership remain ongoing, especially those which were located overseas.

The Partnership maintained several administration offices, in those overseas locations and they kept financial records regarding the administration of the funds and account management information on all assets. The records initially found were inconsistent as a result the analysis and in some cases the rebuilding of such records is still in process or is being finalized.

Foreign Investors

The Liquidator has been approached by a group of Investors in Asia who are interested in buying all liabilities resulting from this liquidation at a premium against the rights occurring as a result of the agreements with the Bank, such offers will not be explored or pursued further as to do so will take time and be costly.

Creditors can independently explore any investors interested in buying claim rights as these are private contracts between the creditor and any speculative investor aligned within the scope of the agreements currently in place.

5 STATEMENT OF AFFAIRS

At the moment there is no current estimation of realizable values for any asset class or investments other than some immediate liquidity found in bank accounts set out in the report attached.

A percentage of the claims received are above what was reported within the system. In most cases this is due to the total amounts being in another currency other than USD or when Joint Accounts were duplicated during subscription of the claim.

In relation to the notice published on the 27th of July, 2017, as of now we have received only 18 votes regarding how the procedure should be done. At this stage the percentage is slightly in favour of asking the Bank to honour balances up to the end of April 2017

The Liquidator will contact all subscribed creditors confirming their claimed amount and any process related with such notification. If your confirmation or balances are in your opinion incorrect when they are distributed you will need to contact the Liquidator.

For the avoidance of the doubt creditors should understand that claims conciliation is a different procedure than liabilities and treasury conciliation (which are also being undertaken by the Liquidator).

6 ASSETS AND PROPOSALS FOR CONDUCTING THE LIQUIDATION

Investment Banking Contracts

We have identified at this point that the Partnership has some Investment Banking Contracts in which capital is apparently owed to the Partnership. Those investment banking contracts were mainly focused on oil drilling and equipment for related processing of such materials and the Liquidator is currently investigating this further now.

Creditors (Non Clients - Service Providers)

When the Partnership was placed into liquidation the information available on all creditors was not centralized. Every individual office maintained a registry of their own clients and local dealings.

When the treasury was taken over on December 21st 2017 we found that some creditors were found not to be creditors at all or in some cases they held prepayment for services delivered to the partnership.

The Liquidator is currently chasing the return of the remainder of balances into the NZ trust account and will inform the result of such efforts.

Other Assets

No other physical assets were found other than those reported on in the 2nd liquidation report.

7 LIABILITIES AND CREDITOR CLAIMS

Creditors

7.1 Preferential Creditors

According to available information no preferential employee claims have been paid and no distribution has been paid to date to this class of creditor.

7.2 Unsecured Creditors

As at the date of preparing this report 319 unsecured creditors claims have been received which total liabilities over 75M USD. In the interests of minimising liquidators' fees, the Liquidator will not attend to the formality of accepting or rejecting creditors' claims and claimed amounts will be distributed by email.

Liabilities

There is currently a review underway on all held positions and liabilities.

8 ESTIMATED DATE OF COMPLETION

It is currently too early to estimate a date of completion for the liquidation. But as advised earlier the majority of creditors could have their claims settled with the Bank and no longer be affected by this liquidation once the transfers referred to earlier occur.

9 CONTACT DETAILS

Further enquiries should be directed to the Liquidator by email to info.liquidation@cathedralcore.com or written communications forwarded to:

Cathedral Core Services LP (in Liquidation)

("The Liquidator")

Maria Escudero Martinez

c/- McDonald Vague Limited

Level 10, 52 Swanson Street, Auckland 1010, New Zealand

P O Box 6092, Wellesley Street, Auckland 1141, New Zealand

McDonald Vague Limited is acting as an Administrative Service Provider and as a Regional Processing Center in New Zealand, any specifics of the liquidation should be dealt directly with Insolvency Practitioner Maria Escudero Martinez who is the appointed liquidator of the partnership. c/- McDonald Vague Limited will not be liable for the result of this liquidation or any actions of the undersigned executing the liquidation.



Maria Escudero Martinez.
LIQUIDATOR

DATED this 1st day of September 2017

c/-

McDonald Vague Limited

Level 10, 52 Swanson Street

Auckland 1010

PO Box 6092

Wellesley Street

AUCKLAND 1141

Telephone: (09) 303 0506

Facsimile: (09) 303 0508

Website: www.mvp.co.nz

Cathedral Core Services LP (In Liquidation)

**Notice to Creditors Regarding Dates used for
Calculation of the Final Balances**

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In preparing this Document and its appendices (if any) we have relied upon information provided to us. We have not independently verified or audited that information. Whilst all care and attention has been taken in compiling this document, we do not accept any liability whatsoever to any party as a result of the circulation, publication, reproduction or use of this document.

We reserve the right (but are under no obligation) to review and, if we consider necessary, revise this report in respect of any information existing at the date of this report which becomes known to us after that date.

Notice to Creditors regarding Dates used for Calculation of the Final Balances.

Notice is hereby given that the undersigned, the liquidator of Cathedral Core Services LP (In Liquidation) (“the Entity”) has almost finished conciliation of the information available regarding client accounts within the treasury, unconsolidated accounts that were corrected amounted to more than 10% of the total creditor’s base.

Creditors at this stage have confirmed they agree with the conciliated amounts.

The negotiations with Cathedral Investment Bank / CIB Americas Bank Inc. (“The Bank”) regarding the dates used for calculation of the final balances that will be used for liquidation are still ongoing. The Bank has agreed to top up all amounts or losses associated with this liquidation. We have tried to reach an agreement with the Bank to allow us to claim the published final amount of such balances up until the point where we stopped trading such accounts or where the accounts were conciliated in consensus with the creditor. If this approach was agreed, the account balance should then match the value reported to creditors instead of earlier values reported to clients.

However, standard procedure in liquidations is to claim amounts only up until the date of the commencement of the liquidation. Although we believe the bank will agree to the terms and conditions set forth by the liquidator, continuing this negotiation especially at this stage could potentially produce delays as we have currently started conciliation of liabilities.

In this context the liquidator is considering moving forward with the process by performing the payment calculation using the Standard procedure to speed up the liquidation process.

We ask creditors that are concerned regarding this to contact the liquidator’s team to express your views on this matter before August 9th.

Creditors contacting the liquidator should consider the impact on time and ultimately costs regarding continuing such negotiations.

Furthermore we again ask creditors that In order to keep the costs of this liquidation low we request that creditors approach temporary offices of the liquidator or use any of the phone services of administrative agents only when it is truly required. We have been receiving multiple calls and requests for appointments where creditors only wish to discuss the progress of the liquidation but where no action is required. The process of a liquidation which involves many jurisdictions takes time and is continuing and the liquidator will issue updates like this one from time to time to update creditors.

We ask creditors that If they have a simple question or would like to confirm specific information to please approach the liquidation team directly at the info.liquidation@cathedralcore.com or by regular

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mail to the address below. Approaching the temporary offices or administrative agents to ask such questions will produce more costs that will ultimately impact all creditors.

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If you have further questions or you require additional information please contact us at info.liquidation@cathedralcore.com.



Maria Escudero Martinez.
LIQUIDATOR

DATED this 27th day of July 2017

Liquidator Address in NZ:

c/-

McDonald Vague Limited
Level 10, 52 Swanson Street
Auckland 1010

PO Box 6092
Wellesley Street
AUCKLAND 1141

Telephone: (09) 303 0506
Facsimile: (09) 303 0508
Website: www.mvp.co.nz

c/- McDonald Vague Limited is an Administrative Service Provider and a Regional Processing Center in New Zealand, it will not be liable for the result of this liquidation or any actions of the undersigned executing the liquidation.

Cathedral Core Services LP (In Liquidation)

Notice to Creditors Regarding Joint Accounts

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Notice to Creditors with Joint Accounts.

Notice is hereby given that the undersigned, the liquidator of Cathedral Core Services LP (In Liquidation) ("the Entity") has found several creditors that are not correctly subscribed and registered as creditors due to incomplete information given on joint accounts. This notice is only applicable to Creditors that held a Joint Account with the Entity and that have not previously clarified this situation with the liquidator.

Creditors that held an account with various individuals in the same account or joint account holders (e.g an account that has two persons as account holders) are advised to review the ACF and A1 Forms submitted. The ACF and A1 Forms should contain both account holders as claimants and both should sign the forms in the provided spaces. Two color IDs are also required for each individual accountholder on those accounts.

If you have a joint account and if you only submitted an ACF and A1 format with a single creditor on it you must submit a second ACF and A1 format filled in by the rest of the accountholders.

Notice is hereby given from the date of this notice that the liquidator is providing a period of 20 Business days' for correction of ACFs and A1 Forms that were not correctly filed to reflect those with accounts with several beneficiaries (accountholders).

If you have further questions or you require additional information please contact us at info.liquidation@cathedralcore.com.



Maria Escudero Martinez.
LIQUIDATOR

DATED this 26th day of June 2017

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AUCKLAND 1141

c/-
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Level 10, 52 Swanson Street
Auckland 1010
Telephone: (09) 303 0506
Facsimile: (09) 303 0508
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Cathedral Core Services LP (In Liquidation)

Notice to Creditors Regarding Transit Amounts Uncredited to Accounts

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Notice to Creditors regarding Transit Amounts Uncredited to Accounts

Notice is hereby given that the undersigned, the liquidator of Cathedral Core Services LP (In Liquidation) ("the Entity") has performed an initial reconciliation of the information regarding accounts on the Banking platform that serviced the Entity with the information available from the treasury which managed the capital within the Entity. In doing so the liquidator has found that some of the affected accounts are not correctly reconciled.

After an analysis of this information the liquidator found that some Accounts have balances "in transit" where there appear to be amounts withdrawn from the system but in some cases they were never credited to the final destination account. If you had payments in transit that never made it to the final destination account and are not showing on your balance as of today then please approach the liquidator. Depending on the situation the liquidator will request you to submit a notary sworn declaration and supporting evidence (such as bank account statements) that show such payments were never received in the creditors' accounts on the said dates.

This process should be finalized by affected creditors before June 30th, and any accounts of creditors that are not able to finish the process within this timeframe will be calculated using the current balances that are in the system. This step needs to be finalized before proceeding with the final reconciliation of claims.

Additional Notices related with the status of the liquidation will be issued shortly, If you have further questions or you require additional information please contact us at info.liquidation@cathedralcore.com



Maria Escudero Martinez.
LIQUIDATOR

DATED this 30th day of May 2017

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Cathedral Core Services LP (In Liquidation)

**Notice to Creditors Regarding Proposed
Procedure and Assets available**

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Notice to Creditors regarding Proposed Procedure and Assets available

Notice is given that the undersigned the liquidator of Cathedral Core Services LP (In Liquidation) (“the partnership”) has received disclosure from Cathedral Investment Bank / CIB Americas Bank Inc. (“The Bank”) concerning the proposed procedure and assets that will be made available to the liquidation of the partnership to guarantee all obligations resulting from this liquidation.

The Bank is reviewing the establishment of an array of Special Purpose Vehicles for repayment of balances owed to creditors that have submitted a valid ACF and an A1 Formats that are in place and who are not on the Bank’s Legal Action Watch List.

In the preceding weeks the Bank had requested the liquidator an estimated amount of liabilities. As of now the liquidator has received a total of 318 claims from which 4 are derived from a single account as a result of redistribution. Consequently an estimation on liabilities was sent to the Bank including clarification on what we believe are duplicated claims and estimated conciliated balances from those creditors affected by the notices issued the 26th of June 2017 and 30th of May 2017.

The reconciliation of such liabilities has not been finalized and is currently underway. Final figures will be made available to the Bank as soon as they are finished. These figures will be affected by the analysis of the views of creditors currently underway as per the last notice issued on July 27th.

The proposed Bank assets are valued at double the expected liabilities known by the liquidator at this time and were assigned according to creditor’s location, estimated liabilities and status of those. The liquidator is requesting that all assets be deposited in Trust or a similar structure such as the Special Purpose Vehicles proposed by the bank for segregation purposes.

The liquidator will start immediate auditing of all assets in the context of guaranteeing all repayments of accounts and all other liabilities resulting from this liquidation. A procedure is being discussed regarding how those obligations can be legally acquired by the bank for repayment.

We continue to believe the Bank will agree to the terms and conditions set forth by the liquidator including repayment of balances as of today. The liquidator is seeking alternatives to enforce this measure without disrupting the liquidation schedule.

Appendix

A full liquidation report will be issued in the following weeks with the current status of the liquidation and all liquidation matters including important information related with confidentiality of creditor's personal data.

If you have further questions or you require additional information please contact us at info.liquidation@cathedralcore.com

All communications are Private and Confidential, all Notices Issued by the Liquidator are not intended for general circulation other than as required by law, nor is it to be reproduced or used for any purpose other than that outlined above without the written permission in each specific instance from the Liquidator.



Maria Escudero Martinez.
LIQUIDATOR

DATED this 3rd day of August 2017

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Cathedral Core Services LP (In Liquidation)

Notice to Creditors Regarding Unauthorized Individuals

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Notice to Creditors regarding Unauthorized Individuals

Several creditors have approached the undersigned, reporting that they have been receiving communications and approaches from several individuals in Latin America stating one of the following:

1. Individuals (Both a man and a women) who falsely declare to creditors that they represent the liquidation team and/or the liquidator in the region inviting creditors to meet (in some cases in groups of 10 creditors) in order for them to “obtain more information about the liquidation”.
2. An individual stating he is a lawyer asking for money in connection with legal arrangements and referring to a percentage of the “recovered assets”.
3. One or a group of individuals stating they are in possession of “privileged” information about the partnership or the liquidation seeking creditors to jointly act against this liquidation and or the partnership.
4. An individual falsely purporting himself as a Creditor declaring to represent a group of eight creditors in this liquidation which is advising creditors on how to engage in legal action against the liquidation and/or the undersigned.

Earlier on in the liquidation we also received reports from creditors stating that an individual was approaching them in person after appointments both in the partnership’s former offices and now outside of the temporary offices set up by the Liquidator.

The information currently in possession by the Liquidator suggests that the actions mentioned above were conspired, coordinated and executed by separate individuals acting in separate groups. It is not clear at this stage if these individuals are related or if they are acting in coordination.

The Liquidator believes that some of these communications and/or approaches could have the intention of defrauding investors by promising swift recovery of monies invested and or any other benefit outside of the current ongoing agreements with Cathedral Investment Bank / CIB Americas Bank Inc. (“The Bank”) and or any rights as a result of this liquidation.

Any procedure outside of the liquidation process could put Creditors at risk as any action may invalidate the agreements that Creditors have entered into with the Bank when filing their claims. Creditors are advised to seek their own independent legal guidance in any matters related with either the partnership and/or this liquidation.

Impersonating the Liquidator, claiming to be part of the Liquidation team, misinforming creditors, distributing confidential information or any similar actions known to be false or misleading is a

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serious violation and will be investigated and steps taken to the full extent permitted by law by the Liquidator. If you have been approached by any of the individuals or in the context aforementioned you are advised to contact the Liquidator Immediately.

Furthermore, we advise creditors to be extremely careful when revealing sensitive or confidential information, communications or any other document related with this Liquidation or the Partnership to any other person other than the Liquidator and to report such events to the Liquidator directly so that steps can be taken.

There are no other parties, persons or entities that are able to return or produce any assets of the Partnership other than the Liquidator because the Liquidator now controls the Partnership. None of the other parties are in a position to induce or leverage the Liquidation to take a different course of action concerning any of the procedures related with the Liquidation and the only official channel in which the Liquidator is approaching creditors is through the use of email (coming from info.liquidation@cathedralcore.com) and by physical paperwork sent by regular post with the signature of the Liquidator. If a physical appointment is set up then this will only be done in the official temporary offices of the Liquidator and by the official liquidation staff.

An investigation into all the events discussed above has been opened by both the Bank and the Liquidator. Furthermore, a process has been initiated to determine how the contact information of such creditors was disclosed as it is believed to have been illegally obtained by those individuals. The Liquidator will be taking all legal steps to ensure any individuals involved are prosecuted to the full extent permitted by any laws where the actions have occurred and the law governing the liquidation itself.

Moreover, there is a very small group of creditors who have not subscribed using an A1 format. We understand that they falsely believe that they are in a position to recover monies through a variety of different procedures other than those set forth by the Liquidator. However, we remind Creditors seeking compensation by any alternative means and also those who have or are seeking to engage in legal action that they will not recover any capital as advised in the 1st liquidation report and in the related legal action notice and as set out in the agreements between the Creditors and the Bank. To be part of the settlement with the Bank Creditors need to have filed a valid A1 Format to the Liquidator and not be engaged in a separate legal action. Some of the aforementioned creditors will be held responsible for earlier delays during the course of this liquidation.

Appendix

The undersigned will act on this and other breaches and anomalies already found and information related to these findings will be notified to creditors from time to time. Please be advised that all relevant information related to such events will be shared with the Bank when appropriate to obtain a resolution.

The Liquidator will issue a full liquidation report in following weeks including further information regarding confidentially and related procedures. If you have additional questions or you have been approached please contact us at info.liquidation@cathedralcore.com.



Maria Escudero Martinez.
LIQUIDATOR

DATED this 30th day of May 2017

PO Box 6092
Wellesley Street
AUCKLAND 1141

c/-
McDonald Vague Limited
Level 10, 52 Swanson Street
Auckland 1010

Telephone: (09) 303 0506
Facsimile: (09) 303 0508
Website: www.mvp.co.nz

c/- McDonald Vague Limited is an Administrative Service Provider and a Regional Processing Center in New Zealand, it will not be liable for the result of this liquidation or any actions of the undersigned executing the liquidation.

Appendix VI

Realisations

Total Realisations 289,427.10

Total Liquidators Fees

Liquidators Fees, Staff Fees,
Temporary Offices Costs and
International Legal Fees 202,474.00

Total Liquidators Fees 202,474.00

Other Costs of Liquidation

Legal Fees in New Zealand 22,797.38

Mailing Processing and
Representation Costs 10,888.56

Bank Fees 796.16

Total Costs of Liquidation 236,956.10

Distributions

Secured Creditor

Preferential Wages and
Holiday Pay

Preferential GST and PAYE

Dividends to Unsecured
Creditors

Total Distributions to Unsecured Creditors Nil

Total Payments 236,956.10

BALANCE HELD 52,471.00



Maria Escudero Martinez.
LIQUIDATOR

DATED this 1st day of September 2017

c/-

McDonald Vague Limited
Level 10, 52 Swanson Street
Auckland 1010

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Wellesley Street
AUCKLAND 1141

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