

British-American Insurance Company Limited (*Judicial Manager Appointed*) ("*the Company*")

Summary: Proposed Plan of Arrangement

Please note, this summary document provides broad guidance to policyholders but does not act as a substitute for reading the Explanatory Statement and Plan of Arrangement in full.

What is a Plan of Arrangement ("Plan")?

SECTION 1.2 OF EXPLANATORY STATEMENT

A Plan is a statute-based, court-approved process, voted on by Plan Creditors, under which a company may enter into an arrangement or compromise with its creditors.

Why has a Plan been proposed?

SECTION 1.5 OF EXPLANATORY STATEMENT

There was no consistent process available to implement across all EC Jurisdictions to allow for the distribution of funds equally. A Plan provides a mechanism for a payment of Distributions to insurance creditors in a consistent manner across all EC Jurisdictions

Does this Plan affect me?

SECTION 1.3 OF EXPLANATORY STATEMENT

The Plan defines Plan Creditors as those persons who have a claim arising out of an Insurance Contract issued by the Company, other than claims against the Company which arise out of Excluded Business. Insurance Contracts covered by the Plan include but are not limited to:



- Executive Flexible Premium Annuity Insurance Contracts
- Flexible Premium Annuity Insurance Contracts
- Flexible Premium Annuity II Insurance Contracts
- Traditional life Insurance Contracts which lapsed between the appointment of the Judicial Manager in The Bahamas (08 September 2009) and the transfer of the traditional life business to Sagicor Life, Inc. (and not subsequently reinstated with Sagicor)

What do I need to do now?

SECTION 1.7 OF EXPLANATORY STATEMENT

A Plan Meeting has been convened to give Plan Creditors an opportunity to vote in person or by proxy on the Plan. A green **Voting and Claim Form** has been sent to all known Plan Creditors.

- You should review your Voting and Claim Form and consider whether you agree with your Plan Claim Value and your contact details.
- If you do agree and wish to vote at the Meeting in person, please bring your Voting and Claim Form to the Meeting. If you do not agree, please provide supporting documentation and return the form to the Company (address listed on p.4 of the Explanatory Statement).
- If you wish to appoint a proxy, please enter proxy details on the Voting and Claim Form. You can appoint the Meeting Chairman or a personal proxy to vote on your behalf.

Date and Time of Meeting: 21 September 2017, 10:00 local time (Atlantic Standard Time, GMT -4)

Location of Principal Meeting: Eastern Caribbean Central Bank Headquarters, Pond Road, Basseterre, St. Kitts & Nevis

Location of Sub-Meetings:

Dean William Lake Cultural Centre, Upper St. John's Street, St. John's, Antigua & Barbuda
Grenada National Stadium, Queen's Park, St. George's, Grenada
Methodist Church Hall, Grenville Street, Kingstown, St. Vincent & the Grenadines

What happens if the Plan becomes effective?

SECTION 1.9 OF EXPLANATORY STATEMENT

- If the Plan becomes effective, the Judicial Manager will, within 7 days, **send notice (“Final Claims Submission Date Notice”) by post** with completed Final Claim Forms **to all Plan Creditors** with known addresses.
- **The deadline** for submitting completed Final Claim Forms is the Final Claims Submission Date, which **is 28 days after** (and not including) **the date of the Final Claims Submission Date Notice.**
- If a **Plan Creditor does not agree** with the value attributed to their Plan Claim appearing on the Final Claim Form or has not received a Final Claim Form, he/she **should notify the Company** before the Final Claims Submission Date.
- **Any Plan Claims which are not agreed** between the relevant Plan Creditor and the Judicial Manager will be **treated as Disputed Plan Claims** and referred to the Plan Adjudicator.

If the Plan becomes effective, what will I be paid?

SECTION 1.11 OF EXPLANATORY STATEMENT

- Your Voting and Claim Form, and after the Plan becomes effective, your Final Claim Form, sets out the Company’s calculation of your Plan Claim Value.
- **NOTE: Your Plan Claim Value does not represent the amount you will receive by way of one or more Distributions. Eligible Plan Creditors will ultimately be paid a Distribution representing a percentage based on a calculation of the total amount of the Company’s Available Assets divided by the total amount of all Established Plan Claims.**
- Distributions will reflect Annuity Relief Programme (“ARP”) payments made and payments to be made from the St. Lucia Insurance Fund.

Note: If you have already received payments in respect of your Plan Claim e.g. under the ARP, you will only receive a Distribution on your Plan Claim once all other Plan Creditors with Established Plan Claims have received Distributions which equal or exceed the total percentage payment that you have already received. Please refer to **Section 1.12 of the Explanatory Statement.**

CONTACT DETAILS

WEBSITE: www.kpmg.com/bs/baico

EMAIL ADDRESS: baicomail@kpmg.com.bs

HELPLINES: (Toll Free unless otherwise stated)

Anguilla: 1-855-218-9339

Antigua & Barbuda: 1-855-260-0422

Dominica - Local Number: 1-767-448-2070

Grenada: 1-855-303-8797

Montserrat: 1-855-821-0055

St. Lucia: 1-855-584-3122

St. Vincent & The Grenadines: 1-855-256-1448

St. Kitts & Nevis: 1-855-802-8332

UK: 0-800-014-8162

USA/Canada: 1-800-803-9079