

# Joint Administrators' progress report for the period 11 June 2025 to 10 December 2025

Elite Insurance Company Limited – in  
administration (“Elite”)

The Supreme Court of Gibraltar

Case number: 2019/COMP/002

05 February 2026



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# Abbreviations and definitions

The following table shows the abbreviations and insolvency terms that may be used in this report:

Abbreviation or definition	Meaning
<b>Accrued Liabilities</b>	Liabilities agreed before the end of the validity of the relevant insurance policy
<b>Administration</b>	The Administration of Elite Insurance Company Limited
<b>ATE</b>	After the event insurance
<b>CBLI</b>	CBL Insurance Limited (in Liquidation)
<b>Commutation</b>	The commutation with Elite's major reinsurer, CBLI
<b>Company/Elite</b>	Elite Insurance Company Limited (in Administration)
<b>Company Website</b>	<a href="http://www.pwc.co.uk/elite-insurance">www.pwc.co.uk/elite-insurance</a>
<b>Court</b>	The Supreme Court of Gibraltar
<b>Creditors</b>	Secured, Preferential and Unsecured creditors
<b>Direct Insurance Creditors</b>	Unsecured non-preferential creditors whose claims arise from being direct policyholders of the Company and not from being holders of policies of reinsurance issued by the Company
<b>Disclaimer</b>	Notice of Disclaimer
<b>DO</b>	A dommage ouvrage insurance policy taken out by French homeowners for building defects
<b>EU</b>	European Union
<b>FAQs</b>	Frequently Asked Questions
<b>FCA</b>	The Financial Conduct Authority in the UK
<b>FGAO</b>	Fonds de Garantie des Assurances Obligatoires de dommages (French compensation scheme fund for compulsory damage insurance)
<b>FSICR</b>	Financial Services (Insurance Companies) Regulations 2020
<b>FSCS</b>	The Financial Services Compensation Scheme in the UK
<b>FSCS Rules</b>	Compensation rules and eligibility. Further information available at <a href="http://fscs.org.uk/making-a-claim/claims-process/eligibility-rules/">fscs.org.uk/making-a-claim/claims-process/eligibility-rules/</a>
<b>GAF</b>	The Greek Auxiliary Fund
<b>GIA11</b>	Gibraltar Insolvency Act 2011
<b>GIR14</b>	Gibraltar Insolvency Rules 2014
<b>GFSC</b>	Gibraltar Financial Services Commission
<b>ICF</b>	The Irish Insurance Compensation Fund
<b>IPT</b>	Insurance Premium Tax
<b>IVASS</b>	Institute for insurance supervision
<b>Joint Administrators / we / us / our / Firm</b>	Edgar Lavarello of PricewaterhouseCoopers Limited Gibraltar and Dan Schwarzmann of PricewaterhouseCoopers LLP UK
<b>Preferential Creditors</b>	Creditors listed in section 2 of the Schedule GIR14, mainly relating to amounts due to employees, amounts deducted from employee remuneration, and amounts due to the Government of Gibraltar.
<b>Period</b>	11 June 2025 to 10 December 2025
<b>Proposals</b>	The Administrators' proposals for the Administration of Elite dated 9 February 2020
<b>PSL</b>	Practice Statement Letter
<b>PwC</b>	PricewaterhouseCoopers Limited Gibraltar and/or PricewaterhouseCoopers LLP UK
<b>Quest</b>	Quest Consulting (London) Limited (Elite's run-off manager)
<b>RCD</b>	A Responsabilité Civile Décennale insurance policy taken out by French property builders for building defects

<b>SCA</b>	Irish State Claims Agency
<b>Scheme</b>	Scheme of Arrangement in accordance with Part VIII of the Gibraltar Companies Act 2014
<b>Secured Creditors</b>	Creditors with security in respect of their debt
<b>Unsecured Creditors</b>	Creditors who are neither Secured Creditors nor Preferential Creditors (including creditors by virtue of any insurance contract)
<b>VAT</b>	Value Added Tax in the UK

This report has been prepared by Edgar Lavarello and Dan Schwarzmann as Joint Administrators of the Company, solely to comply with their statutory duty to report to Creditors under GIA11 and GIR14 on the Administration, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context, including to inform any investment decision in relation to the debt of or any financial investment in the Company. Any estimated outcomes for Creditors included in this report are illustrative only and cannot be relied upon as guidance as to the actual outcome for Creditors.

Some reference is made in this report to occasions on which the Joint Administrators have consulted legal advisers. However, the Joint Administrators do not intend to waive any privilege that they have, or Elite has, in any legal advice. Any persons choosing to rely on this report for any purpose or in any context other than under GIA11 and GIR14 do so at their own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any liability in respect of this report to any such person.

Please note you should read this report in conjunction with the Joint Administrators' Proposals issued to the Company's Creditors and previous Joint Administrators' progress reports, which can be found at the Company Website. Unless stated otherwise, all amounts in this report and appendices are stated net of VAT.

Edgar Lavarello of PricewaterhouseCoopers Limited Gibraltar and Dan Schwarzmann of PricewaterhouseCoopers LLP UK have been appointed as Joint Administrators by the Supreme Court in Gibraltar to manage the affairs, business and property of the Company. The Joint Administrators act as agents of the Company only and without personal liability. Edgar Lavarello is authorised to act as an insolvency practitioner by the GFSC in Gibraltar (IP Licence Number FSC 0892 FSA). Dan Schwarzmann is authorised to act as an insolvency practitioner by the Institute of Chartered Accountants in England and Wales in England (IP Licence number 8912). The Joint Administrators are bound by the Insolvency Code of Ethics which can be found at: <https://www.gov.uk/government/publications/insolvency-practitioner-code-of-ethics>.

The Company is authorised and regulated by the GFSC. Registered office: c/o PricewaterhouseCoopers Limited, 327 Main St, GX11 1AA, Gibraltar

The Joint Administrators may act as controllers of personal data as defined by UK Data Protection law and/or any applicable Gibraltar or other data protection laws (as applicable), depending upon the specific processing activities undertaken. PwC may act as a data processor on the instructions of the Joint Administrators. Personal data will be kept secure and processed only for matters relating to the Joint Administrators' appointment. Further details are available in the privacy statements on the [www.pwc.co.uk](http://www.pwc.co.uk) and <https://www.pwc.gi/privacy.html> websites or by contacting the Joint Administrators.

PricewaterhouseCoopers Limited is a private limited company registered in Gibraltar with registered number 94799. The registered office of PricewaterhouseCoopers Limited is 327 Main Street, Gibraltar, GX11 1AA. PricewaterhouseCoopers Limited is authorised and regulated by the Gibraltar Financial Services Commission as an audit firm.

PricewaterhouseCoopers LLP is a limited liability partnership registered in England with registered number OC303525. The registered office of PricewaterhouseCoopers LLP is 1 Embankment Place, London WC2N 6RH. PricewaterhouseCoopers LLP is authorised and regulated by the Financial Conduct Authority for designated investment business.

# Key messages

## Why we've sent you this report

We are writing to update you on the Administration of Elite in the six months since our last report dated 5 August 2025. This is the twelfth progress report by the Joint Administrators of the Company.

Creditors may wish to read this report in conjunction with our previous progress reports and our initial Proposals document, which continue to be available on the Company Website. The information in those reports is not repeated here unless considered necessary or beneficial for the purposes of this update.

If you have any questions regarding your insurance policy, please use the following contact details:

UK and other:	<a href="mailto:Elite-insurance.uk@quest-group.co.uk">Elite-insurance.uk@quest-group.co.uk</a> or +44 (0) 207 129 8147
France:	<a href="mailto:Elite-insurance.fr@quest-group.com">Elite-insurance.fr@quest-group.com</a> or +44 (0) 207 129 8661
Italy:	<a href="mailto:Elite-insurance.it@quest-group.com">Elite-insurance.it@quest-group.com</a> or +44 (0) 207 129 8663
Or write to:	Elite Insurance Company Limited (in Administration), c/o Quest Consulting, 4th Floor, 52-54 Gracechurch Street, London, EC3V 0EH.

## How much Creditors may receive

This is a brief summary of the possible outcome for Creditors of the Company based on what we currently know. There are still a number of material uncertainties in relation to the quantum of liabilities that could arise. There is also uncertainty in relation to any additional consideration which may be due to Elite under the Commutation. As a result, the Joint Administrators are unable to give a meaningful estimate of the likely outcome for Creditors. Please read the rest of the document and seek further specific advice where needed.

### Secured Creditors

We are not aware of any Secured Creditors.

### Preferential Creditors

On the basis that Elite did not have any direct employees at the time of our appointment we do not expect any Preferential Creditors to arise in respect of former employees.

### Unsecured Creditors

Creditors are reminded that Direct Insurance Creditors rank ahead of all other Unsecured Creditors by virtue of FSICR. Please note that any agreed damages claims relating to policies of direct insurance disclaimed by the Joint Administrators are classed as Direct Insurance Creditors.

The ultimate outcome for Direct Insurance Creditors will depend on a number of variable factors where considerable uncertainty exists. Based on our current view of Elite's financial position, Direct Insurance Creditors are highly unlikely to receive payment in full of their debts unless appropriately covered by a compensation scheme. As a consequence, all other Unsecured Creditors should not expect a dividend. All Creditors should seek to mitigate their losses as far as possible.

As the Administration develops, we will provide Creditors with updates on future distribution prospects. Please read the rest of this document and seek further specific advice where needed.

## What you need to do

This report is for your information, and you do not need to do anything.

# Progress since we last reported

This section deals with the key activities we have undertaken since our last report.

## Closure

### Summary

The purpose of the Administration is to achieve a better result for the Company's Creditors as a whole than would be likely if the Company were wound up (without first being in administration). As outlined in our previous reports, the Joint Administrators believe a Scheme would be the best mechanism to achieve the purpose of the Administration and provide the most efficient and effective process to bring the Company's estate to a conclusion in the interests of all Creditors.

We have continued to work closely with the Creditors' Committee and kept Elite's regulators informed in relation to the development of a Scheme. Shortly after the Period, and following the closure of Elite's Italian branch, the Joint Administrators issued a 'Practice Statement Letter' ("PSL") to all known parties affected by the Scheme, together with a Notice of Disclaimer in respect of all of Elite's remaining non-FSCS protected policies. The PSL provided key information regarding the proposed terms of the Scheme and an outline of the anticipated Scheme process. This PSL, alongside further information, is available on the Company Website and formally initiates the process for a scheme of arrangement pursuant to Part VIII of the Gibraltar Companies Act 2014.

We ask that creditors read the PSL, consider its contents carefully and take legal advice if you consider it appropriate to do so.

### Italian branch closure

During the Period, our priority was undertaking all of the necessary steps to conclude the closure of Elite's Italian branch. This process has required careful consideration of Gibraltar insolvency legislation as well as Italian tax and regulation. We are pleased to report that shortly after the Period, on 5 January 2026, we received confirmation from the Italian Registrar of Companies that the branch was formally closed.

### Scheme of Arrangement and disclaimed insurance policies

As outlined in our previous reports, the proposed Scheme will be between Elite and its creditors with claims arising in respect of direct insurance contracts. The Joint Administrators have explored in detail various potential options to resolve Elite's affairs, and have carefully considered possible alternatives to the Scheme. We have designed this Scheme, in consultation with the Creditors' Committee, and if it is implemented it will:

- allow for an earlier distribution of money from Elite than if the steps were not taken as proposed
- provide for the assessment, valuation and payment of claims against Elite in a way that is efficient and fair as between the Scheme Creditors; and
- avoid additional costs involved in keeping Elite's insolvency process open.

The main advantages and possible disadvantages of the Scheme are included in the PSL. Whilst it is not possible to address each creditor's individual circumstances, the Joint Administrators and the Creditors' Committee consider that the main advantages identified outweigh the possible disadvantages, and that the proposed Scheme is in the best interests of creditors as a whole.

Elite will shortly be making an application to the Court for an Order granting permission to convene the meetings of scheme creditors to vote upon the Scheme. It is expected that the hearing will be heard in March 2026 and we will publish the date on the Website when it is known. If the Court grants Elite permission to convene meetings of scheme creditors, further information will be provided shortly thereafter.

During the Period, we have also been working on the disclaimer of all of Elite's remaining non-FSCS protected policies. As a result of Elite's poor and incomplete policyholder records, the Joint Administrators made an application to the Court for directions on the proposed approach for notifying impacted parties of the disclaimer of all remaining non-FSCS protected policies. The application largely followed the same approach and directions sought in respect of previous disclaimers. The Court approved the application in November 2025.

Shortly after the Period, and following the closure of the Italian branch, acting in accordance with GIA11, the Joint Administrators disclaimed all of Elite's insurance policies, except for any UK policy where the policyholder is eligible for protection by FSCS with effect from and including 6 January 2026. A disclaimer means that the contract entered into with Elite by you or certain of your client(s), has been terminated. A copy of the sealed Disclaimer is available on the Company Website.

Under GIA11, policyholders, and any other person whose rights are affected by the disclaimer, can submit a claim in Elite's administration, and therefore in the Scheme, for any loss or damage they suffered as a consequence of the disclaimer.

As previously reported, the Joint Administrators negotiated a separate agreement with FSCS and, as a result, insurance policies held by FSCS protected creditors have not been disclaimed. Policyholders with FSCS protection will, therefore, retain access to compensation from FSCS if it becomes due under the policy until the "Cut-Off Date", which is currently expected to be 31 December 2027. At the Cut-Off Date, FSCS Protected Policies will be treated as if they had been disclaimed. This agreement with FSCS has been formulated to ensure it does not unfairly prejudice Elite's Other Direct Insurance Creditors and, in particular, FSCS will continue to pay the costs associated with the run-off of FSCS Protected Policies. The agreement is conditional on the Scheme being implemented.

The Joint Administrators explored the availability of compensation for all Scheme Creditors including those in all European jurisdictions where Elite wrote insurance policies, either directly or via coverholders. The three countries, other than the UK, in which compensation may be available to Scheme Creditors are France, Greece and Ireland. Further information on their positions is available below in the Portfolio updates section and in the PSL.

The PSL also explains the effect of the Disclaimer, including how it impacts the two classes of Scheme Creditors differently. For any further information on the Scheme, including FAQs, next steps and how it may impact you, please visit the Company Website.

## Next steps

We encourage policyholders to register at [reg.ips-docs.com/RegHome](https://reg.ips-docs.com/RegHome) to receive further communication on the Scheme. Please enter code **EliteScheme26** when prompted. This will be the easiest way to keep up to date on the Scheme.

If the Court gives Elite permission at the Convening Hearing to call the Scheme Meetings, Elite will send more detailed information about what it proposes under the Scheme. This information will be contained in the Explanatory Statement and Scheme document and will include further details about how to vote and claim in the Scheme.

If the Scheme is approved by Scheme Creditors and the Court, it will establish a deadline by which claims must be submitted. This is known as the Claims Submission Deadline and is expected to be in Q4 2026. The Claims Submission Deadline will be notified to Other Direct Insurance Creditors if the Scheme becomes effective.

If an Other Direct Insurance Creditor fails to submit a Scheme Claim before the Claims Submission Deadline, they will not be entitled to receive any payment from (or have any further rights against) Elite.

## Run-off management

### Operations

The Joint Administrators continue to monitor the operating model required for the run-off of Elite's insurance business and make amendments as necessary to reflect the maturity of Elite's books of business and the proposed Scheme. Quest remains the primary run-off manager and initial point of contact for Creditors. We continue to monitor Quest in accordance with the terms of the Run-Off Management Agreement. The Joint Administrators also work with a small number of specialist third parties in certain jurisdictions to assist with the orderly run-off of Elite's books of business.

During the Period, 795 insurance claims were closed, with an adjusted value of approximately £0.8m including associated fees as well as indemnity amounts. There were 737 new claims notified in the Period, with the majority being French construction post-disclaimer claims opened and closed within the Period. At the end of the Period approximately 9,800 claims remain open, the majority of which are dormant, with an estimated value of approximately £107m. As referred to above, if the Scheme becomes effective, all Other Direct Insurance Creditors must submit claims into the Scheme before the Claims Submission Deadline.

We also monitor complaints received by Quest and our specialist providers. During the Period, eight new complaints were received and eight complaints were resolved. The one remaining outstanding complaint at the end of the Period is being progressed in the ordinary course. Additionally, the Joint Administrators continue to deal with complex claims where appropriate.

## Portfolio updates

The latest status in respect of Elite's books of business and compensation for eligible policyholders is summarised below. Policyholders should contact Quest using the contact details on page 10 if they have any questions regarding their insurance policy or claim.

### France

All French construction insurance policies were disclaimed by the Joint Administrators in accordance with GIA11 with effect from (and including) 15 September 2020. The Joint Administrators subsequently reached an agreement with the FGAO which maximises the availability of compensation for French policyholders without unfairly prejudicing Elite's wider body of Creditors. Further information can be found on the Company Website.

During the Period, the FGAO did not make any eligible claim payments. The amount paid remains unchanged at €789k, in respect of 46 eligible claims. Quest continues to engage with policyholders whose claims were agreed by Elite before 15 September 2020 to progress their claims for payment by the FGAO. Additionally, Quest is continuing to progress non-dormant pre-disclaimer DO claims that currently lack the required expert evidence but may be eligible for compensation from the FGAO if such evidence can be obtained. Quest continues to contact those affected policyholders to try to arrange for an expert to be instructed. Policyholders who have a pre-disclaimer DO claim and believe they may be eligible for FGAO compensation can contact Quest using the details on page 5.

DO beneficiaries not eligible for FGAO compensation are entitled to bring a claim against Elite for damages arising as a result of the disclaimer. All claimants are required to mitigate their losses and should continue to seek to progress their claims with the RCD insurer in the first instance.

### Greece

Quest, together with Elite's Greek coverholder and claims manager, Aegean Insurance, continue to progress outstanding claims and submit eligible agreed claims to the GAF on a timely basis to ensure these are paid. The GAF provides compensation to third parties in respect of bodily injury and / or material damage claims. During the Period, the GAF paid a further €33k in respect of an existing claim. This brings the total paid to €369k in respect of 16 claims.

The majority of Elite's outstanding Greek claims are progressing through litigation processes and early settlements are being explored where possible. We do not expect any further claims to arise given all known policies have expired and any further claims notified to Elite are time-barred under the Greek statute of limitations.

### Ireland

The SCA confirmed its position that Elite does not qualify for eligible claim payments to be made from the ICF. The Joint Administrators understand that compensation may be available at the point of time Elite enters into liquidation as part of the wider exit strategy. Policyholders should continue to submit claims against Elite in the usual way, and we will provide further information at the appropriate time.

As outlined in the section titled "Scheme of Arrangement and disclaimed insurance policies", the Joint Administrators have disclaimed all of Elite's Irish insurance policies. All affected policyholders are entitled to damages from Elite for any loss or damage sustained as a result of the disclaimer. All claimants are required to mitigate their losses, for example, by obtaining alternative insurance cover for the remaining period of the direct contract of insurance which has been disclaimed. Further information is available, including the effects of the Disclaimer in the PSL and on the Company Website.

### Italy

The number of new and outstanding claims in Italy has continued to reduce as the portfolio matures. During the Period, 1 claim was closed and no new claims were received. Policyholders should continue to submit claims against Elite in the usual way.

As outlined in the section titled "Scheme of Arrangement and disclaimed insurance policies", the Joint Administrators have disclaimed all of Elite's Italian insurance policies. All affected policyholders are entitled to damages from Elite for any loss or damage sustained as a result of the disclaimer. All claimants are required to mitigate their losses, for example, by obtaining alternative insurance cover for the remaining period of the direct contract of insurance which has been disclaimed. Further information is available, including the effects of the Disclaimer in the PSL and on the Company Website.

## Spain

The Spanish portfolio continued to run off as expected, with no new claims received in the Period. As outlined in the section titled “Scheme of Arrangement and disclaimed insurance policies”, the Joint Administrators have disclaimed all of Elite’s Spanish insurance policies. All affected policyholders are entitled to damages from Elite for any loss or damage sustained as a result of the disclaimer. All claimants are required to mitigate their losses, for example, by obtaining alternative insurance cover for the remaining period of the direct contract of insurance which has been disclaimed. Further information is available, including the effects of the Disclaimer in the PSL and on the Company Website.

As previously reported, the Joint Administrators sought to obtain policyholder records from Elite’s Spanish coverholders but the information provided was extremely limited. Elite will likely need to rely on evidence provided by policyholders to progress claims. Policyholders should therefore continue to submit claims to Elite in the usual way.

## UK

FSCS protected creditors are not required to submit a claim into the Scheme and should continue to submit claims in the ordinary course, with FSCS providing compensation to eligible claimants at 90%, or 100% for compulsory insurance products, of the claim value. Further information on eligibility can be found on the FSCS website at [fscs.org.uk/making-a-claim/claims-process/eligibility-rules](https://fscs.org.uk/making-a-claim/claims-process/eligibility-rules). FSCS protected creditors are, however, required to vote on the Scheme.

During the Period, FSCS paid £0.9m in respect of 17 eligible claims. This brings the total balance paid by the FSCS to £27.3m in respect of 3,395 claims.

As outlined in the section titled “Scheme of Arrangement and disclaimed insurance policies”, the Joint Administrators have disclaimed all of Elite’s non-UK FSCS protected insurance policies. FSCS only protects claimants and claims that meet the requirements contained in the FSCS Rules. You should consider the information on the FSCS website carefully and decide whether you think you have a claim against Elite that is eligible for protection. Claimants who are individuals or small corporates are likely to be eligible for compensation. Generally, firms with turnover in excess of £1m per annum are not eligible for FSCS compensation. All affected policyholders are entitled to damages from Elite for any loss or damage sustained as a result of the disclaimer. All claimants are required to mitigate their losses, for example, by obtaining alternative insurance cover for the remaining period of the direct contract of insurance which has been disclaimed. Further information is available, including the effects of the Disclaimer for Other Direct Insurance Creditors in the PSL and on the Company Website.

## Asset recoveries

We continued to prioritise realisations that are proportionate to the maturing nature of the portfolio and targeted at maximising value for Creditors.

### ATE recoveries

As previously reported, the Joint Administrators disclaimed the majority of Elite’s ATE portfolio with effect from 11 December 2020.

During the previous period, Elite continued to pursue premium and accrued interest due to Elite from an insured under an ATE policy and successfully settled the case. During the Period, the funds under the settlement were recovered.

In relation to a further ATE policy, where Elite had novated its exposure but retained an entitlement to a share of any future premium, the UK Supreme Court issued its judgment in Elite’s favour in April 2025. During the Period, the Joint Administrators recovered £0.26m, closing the last outstanding ATE recovery for the estate.

### Claim and insurance recoveries

Elite continues to pursue recoveries across its European jurisdictions, resulting in claim recoveries of €21k from the French business, €8k from the Italian business and £1k from the UK business in the Period. As at the end of the Period total claims recoveries total €3m and £0.9m.

As reported in the previous period, the French Court of Appeal issued its judgment in favour of Elite, dismissing attempts by the liquidator of a former coverholder of Elite to recover funds of nearly €1m held in a French bank account on trust for Elite. The Joint Administrators continue to take steps to recover those funds and pursue other claims in the liquidation of the coverholder.

We continue to pursue a number of other potential asset recoveries in various jurisdictions and will provide updates in future progress reports.

## **Commutation**

We have continued to monitor Elite's position in relation to the Commutation and remain engaged as necessary with the liquidators of CBLI. The deadline for CBLI's creditors to submit claims passed in the previous period. The liquidators have subsequently started assessing those claims submitted to them. The liquidators in their own latest progress report reiterated a potential dividend range of 45% to 55%, subject to an updated actuarial valuation of the reserves. This means additional consideration under the Commutation may therefore still be receivable by Elite.

## **Reinsurance recoveries**

We continued to liaise with reinsurers and reinsurance brokers regarding a number of reinsurance arrangements to ensure the ongoing processing and collection of recoveries.

There remains a relatively small number of reinsurers for which early finality has not been possible to date. The Joint Administrators have been exploring alternative options in this respect and have engaged with a third-party on a solution which maximises recoveries for Elite.

## **Treasury management**

At the end of the Period, the Company held available funds of £32.1m, €6.9m, and NZ\$0.1k. Nearly all of these funds were invested in money market deposit accounts. To manage counterparty credit risk effectively, the Company has diversified its investments across highly rated global banks. The remaining balances are maintained in current accounts with Barclays Bank and HSBC to cover ongoing operating costs and business activities.

We continue to monitor money market deposit and interest rates to ensure that our investments align with the principles of security, liquidity and return. This approach ensures that the funds are invested to maximise interest earned while adhering to treasury management policies, which emphasise counterparty credit risk management and diversification.

During the Period, interest of £831k and €74k was received.

## **Corporation tax, IPT and VAT**

The Joint Administrators continued to liaise with Quest to obtain relevant information required to manage the Company's tax affairs in respect of the pre- and post-appointment liabilities in all relevant jurisdictions including Gibraltar and Italy.

We continue to review and submit corporate and IPT tax returns to ensure compliance in all relevant jurisdictions, including the associated approval and processing of any resulting tax liability payments.

## **Stakeholder engagement**

The Joint Administrators continue to engage with key stakeholders, including the Creditors' Committee and relevant regulatory authorities.

## **Creditors' Committee**

We have engaged with the Creditors' Committee throughout the process of designing and finalising the Scheme, the Creditors' Committee were consulted and their views taken on board, where possible. During the Period, we met with the Creditors' Committee to provide an update on the progress of the Administration and to discuss the final proposed construct of the Scheme. During this meeting the Creditors' Committee confirmed their unanimous support of the proposed Scheme.

The fees subcommittee met on 24 September 2025 where a review of the costs for the period 1 January 2025 to 30 June 2025 was undertaken alongside progress to date made against key milestones for 2025.

The next Creditors' Committee and fees subcommittee meetings are expected to be held in Q1 2026 in advance of the Scheme Meetings. We remain grateful to the members of the Creditors' Committee for their continued engagement and support.

## Regulatory engagement

The Company remains authorised and regulated to the extent required for the purposes of the Administration and as such must continue to comply with applicable regulatory requirements. We continue to engage with Elite's regulators, as appropriate, regarding the progress of the Administration and the proposed Scheme, including the indicative timeline and associated regulatory reporting. In preparing the Scheme proposal, the Joint Administrators have engaged with the GFSC and provided them with information on the structure of the Scheme. The GFSC has confirmed that it has no objections to the Scheme. The Joint Administrators continue to keep Elite's other regulators informed of progress and key developments relevant to the Administration and their respective jurisdictions.

## Communications

The Joint Administrators continue to use the Company Website as a means of delivering updates to policyholders and Creditors. Unless you advise us that you wish to receive communications by post, the Company Website will be used as the main method of communication during the Administration and the Scheme. Due to the large number of European policyholders, we continue to translate key parts of the Company Website and relevant documents into French and Italian.

The Company Website is updated as appropriate with relevant communications, press releases and frequently asked questions. Creditors are encouraged to monitor the Company Website for updates in relation to the Scheme. During the Period, we received 374 Company Website visits. We continue to respond to queries raised by policyholders and other stakeholders via our dedicated helplines or by email.

## Connected party transactions

To date, no assets have been disposed of by the Administrators to a party (person or company) with a connection to the directors, shareholders, or secured Creditors of the company or their associates and the Administrators are not seeking approval from Creditors to make a substantial disposal to a connected person.

## Other information

### Administration expenses

In Appendix B we set out a statement of the expenses we have incurred during the Period. The statement excludes any potential tax liabilities that we may need to pay as an Administration expense in due course, as amounts due will depend on the position at the end of the tax accounting periods in each jurisdiction.

### Our fees

An update on our remuneration which covers our fees, disbursements and other related matters in this case is provided in Appendix C. The Joint Administrators continue to draw fees in accordance with the approved fee resolutions.

### Our receipts and payments account

An account of receipts and payments in the Administration for the Period can be seen in Appendix A. We consider that all payments which have been made as an expense of the Administration are appropriate and proportionate to the size and complexity of the Administration.

## Creditor rights

Creditors have the right to ask for further information about remuneration or expenses within 21 days of receiving this report as set out in S49 GIR14. Any request must be in writing. Please visit [gibraltarlaws.gov.gi/legislations/insolvency-rules-2014-3745](http://gibraltarlaws.gov.gi/legislations/insolvency-rules-2014-3745) for further information.

## What we still need to do and next steps

The Administration of the Company is complex given the wide range of portfolios it underwrote and territories it operated in. Our focus over the next six months will be:

- Obtaining Court approval for the convening of Scheme Meetings to allow Scheme Creditors to vote on the Scheme;
- Sharing finalised Scheme documentation with Scheme Creditors by publication on the Website;
- Gaining Scheme Creditor and Court approval for the Scheme;
- Ensuring policyholder claims are dealt with appropriately; and
- Pursuing asset and other recoveries of the Company.

The next report to Creditors will be circulated to Creditors in approximately six months' time. If you have any questions, please get in touch by email at [uk\\_elite@pwc.com](mailto:uk_elite@pwc.com) for all Administration questions and [elite-insurance.scheme@quest-group.co.uk](mailto:elite-insurance.scheme@quest-group.co.uk) for all Scheme related questions.

Yours faithfully

For and on behalf of the Company

Edgar Lavarello

Joint Administrator (acting as agent and without personal liability)

Edgar Lavarello of PricewaterhouseCoopers Limited Gibraltar and Dan Schwarzmann of PricewaterhouseCoopers LLP (together the "Administrators") have been appointed as joint administrators by the Supreme Court in Gibraltar to manage the affairs, business and property of Elite Insurance Company Limited (the "Company"). The Administrators act as agents of the Company only and without personal liability. Edgar Lavarello is authorised to act as an insolvency practitioner by the Gibraltar Financial Services Commission in Gibraltar (IP Licence Number FSC 0892 FSA). Dan Schwarzmann is authorised to act as an insolvency practitioner by the Institute of Chartered Accountants in England and Wales in England (IP Licence number 8912). They are bound by the Insolvency Code of Ethics which can be found at: <https://www.gov.uk/government/publications/insolvency-practitioner-code-of-ethics>

The Company is authorised and regulated by the Gibraltar Financial Services Commission. Registered office: c/o PricewaterhouseCoopers Limited, 327 Main St, GX11 1AA, Gibraltar. The Administrators may act as Data Controllers of personal data as defined by the General Data Protection Regulation 2016/679 and any applicable English and Gibraltar data protection laws (as applicable), depending upon the specific processing activities undertaken. PricewaterhouseCoopers LLP and PricewaterhouseCoopers Limited Gibraltar may act as a data processor on the instructions of the Administrators. Personal data will be kept secure and processed only for matters relating to the Administrators' appointment. Further details are available in the privacy statement on the [pwc.co.uk](http://pwc.co.uk) website or by contacting the Administrators.

# Appendix A: Receipts and payments

	As at 10 December 2025			As at 10 December 2025 Total GBP equivalent	Movements from 11 June 2025 to 10 December 2025 (GBP Equivalent)	As at 10 June 2025 (GBP equivalent) RESTATED at 10 December 2025 exchange rate	As at 10 June 2025 GBP equivalent
	GBP	EUR	NZD				
<b>Receipts</b>							
Cash at bank - receipt	12,235,428	6,159,009	0	17,618,235	0	17,618,235	17,441,690
Claim recoveries	987,607	3,041,252	0	3,645,579	26,250	3,619,329	3,532,971
Interest	5,187,866	525,904	1,858	5,648,298	896,135	4,752,164	4,739,244
Investments & Shares	979,711	17,375	0	994,896	0	994,896	994,398
Gross Premium - ATE Premium	3,970,481	6,067	0	3,975,783	1,009	3,974,774	3,974,607
Sundry debts & refunds	16,331	10,000	0	25,071	343	24,727	24,441
Insurance recoveries	2,991,397	451,589	0	3,386,074	1,664,607	1,721,466	1,708,528
Reinsurance recoveries	42,826,635	76,328	1,000,000	43,327,202	1,324	43,325,880	43,337,240
General Recoveries	0	1,119,653	0	978,547	0	978,547	946,452
<b>Receipts total</b>	<b>69,195,456</b>	<b>11,407,177</b>	<b>1,001,858</b>	<b>79,599,685</b>	<b>2,589,668</b>	<b>77,010,018</b>	<b>76,699,571</b>
<b>Payments</b>							
Cash at Bank - payment	0	0	1,001,739	434,613	0	434,613	448,185
Office holder's fees	18,764,814	0	0	18,764,814	809,598	17,955,216	17,955,216
Office holder's expenses	15,920	0	0	15,920	2,173	13,746	13,746
Pre-administration Office Holder's fees	282,910	0	0	282,910	0	282,910	282,910
Pre-administration Office Holder's expenses	2,225	0	0	2,225	0	2,225	2,225
Run-off services	6,768,067	0	0	6,768,067	738,878	6,029,189	6,029,189
Claims handling expenses	763,207	2,002,083	0	2,512,974	121,618	2,391,355	2,337,386
Professional fees	94,055	536,191	0	562,672	65,601	497,071	483,794
Printing, stationery & postage	417,272	25,439	0	439,505	186,928	252,577	251,848
Legal fees & expenses	8,540,672	1,740,060	0	10,061,437	371,740	9,689,698	9,640,460
Statutory advertising	65,419	0	0	65,419	0	65,419	65,419
Taxation costs	287,882	128,073	0	399,813	86,169	313,645	312,772
Irrecoverable VAT	1,102,850	11,201	0	1,112,639	22,669	1,089,970	1,089,649
Bank charges	24,305	12,750	0	35,448	411	35,038	34,685
Storage costs	12,027	69,671	0	72,917	2,225	70,692	68,729
<b>Payments total</b>	<b>37,141,625</b>	<b>4,525,468</b>	<b>1,001,739</b>	<b>41,531,373</b>	<b>2,408,009</b>	<b>39,123,364</b>	<b>39,016,213</b>
<b>NET POSITION</b>	<b>32,053,831</b>	<b>6,881,709</b>	<b>119</b>	<b>38,068,312</b>	<b>181,659</b>	<b>37,886,654</b>	<b>37,683,358</b>
<b>Made up as follows</b>							
	GBP	EUR	NZD	As at 10 December 2025 Total GBP equivalent	Exchange rates - (Bank of England)		
Barclays UK	568,815	86,538	119	644,499	10 December 2025 £1 to Eur 1.1442		
HSBC UK	7,142			7,142	10 June 2025 £1 to Eur 1.1830		
Money Market Deposits	31,477,874	6,795,171		37,416,671	10 December 2025 £1 to NZD 2.3049		
	<b>32,053,831</b>	<b>6,881,709</b>	<b>119</b>	<b>38,068,312</b>	10 June 2025 £1 to NZD 2.2351		

# Appendix B: Expenses

The following table provides details of our expenses incurred in the Period. Expenses are amounts properly payable by us as Joint Administrators from the estate and includes our fees but excludes distributions to Creditors. The table also excludes future potential tax liabilities that we may need to pay as an Administration expense because amounts becoming due will depend on the position at the end of the tax accounting period.

The table should be read in conjunction with the receipts and payments account at Appendix A, which shows expenses actually paid during the Period and the total paid to date.

Nature of expenses	GBP	EUR
	Incurring in the Period (£)	Incurring in the Period (€)
Bank charges	15	451
Claims handling expenses	19,304	48,065
Irrecoverable VAT	16,612	0
Legal fees and expenses	221,940	18,988
Office holders' disbursements	2,448	0
Office holders' fees*	937,079	0
Printing, stationery and postage	186,928	0
Professional fees	0	154,128
Run-off services	628,373	0
Storage costs	1,174	1,031
Taxation costs	850	97,622
<b>Total expenses</b>	<b>2,014,723</b>	<b>320,285</b>

\*This represents 100% of fees.

# Appendix C: Remuneration update

On 23 October 2020 the Creditors' Committee approved resolutions authorising the Joint Administrators to draw remuneration at 75% of agreed rates as detailed in previous reports. The remaining 25% are deferred fees for work performed in the Period, which may be released at a later date, at the Creditors' Committee's discretion.

## Our hours and average rates

Fees incurred since the start of the Administration, including deferred fees, total £25.9m, at hourly rates agreed with the fees subcommittee, which represent a discount on normal PwC rates. Total fees billed and paid at agreed rates is c. £18.8m. The time cost charges incurred in the Period at 100% of fees total £1.3m. This is 2,174 hours at an average hourly rate of £602. The table below shows a breakdown of these hours. Deferred fees accrued in the Period total £321k.

During the Period, the fees sub-committee approved a proposal made by the Joint Administrators regarding the deferred fees. The proposal included the waiver of £2m of deferred fees, reducing the total deferred fees incurred since the start of the administration to £4.9m.

	Period Total							Total from 11 December 2019 to 10 December 2025			
	Partner <sup>^</sup> (£)	Director (£)	Senior Manager (£)	Manager (£)	Senior Associate (£)	Associate/Other (£)	Total Cost (£)	Hours	Average hourly rate (£)	Hours	Total Cost (£)
Accounting & Treasury	11,282	1,262	9,039	20,518	50,047	56,068	148,216	324	458	4,150	1,672,735
Assets	33,413	4,562	27,991	23,169	0	2,519	91,653	128	716	6,020	3,180,106
Claims	0	1,941	64,449	13,364	0	12,427	92,180	145	636	6,472	3,844,955
Closure	0	130,774	116,531	126,936	0	45,480	419,720	613	685	4,701	2,864,977
Creditors	6,934	10,095	4,875	2,946	5,362	2,577	32,789	59	558	2,003	732,847
Run-off management	0	2,669	3,780	2,639	0	503	9,592	13	729	7,420	4,005,766
Statutory & compliance	7,170	7,116	22,461	48,953	325	60,071	146,096	304	481	6,061	2,957,098
Strategy & planning	36,070	15,583	2,997	16,224	0	89,393	160,268	347	462	7,237	4,010,311
Tax & VAT	39,772	1,699	143,278	5,985	118	16,772	207,625	242	856	4,441	3,022,740
<b>Total for the Period</b>	<b>134,641</b>	<b>175,702</b>	<b>395,401</b>	<b>260,734</b>	<b>55,852</b>	<b>285,809</b>	<b>1,308,139</b>	<b>2,174</b>	<b>602</b>	<b>48,503</b>	<b>26,291,535</b>
Fees written off							(23,670)				(382,930)
<b>Total fees*</b>							<b>1,284,469</b>				<b>25,908,605</b>

These represent 100% of fees.

<sup>^</sup> Includes a retired tax partner who has been retained as a consultant for the purpose of utilising their expertise.

## Our time charging policy and hourly rates

We and our team charge our time for the work we need to do in the Administration. We delegate tasks to suitable grades of staff, taking into account their experience and any specialist knowledge that is needed, and we supervise them properly to maximise the cost effectiveness of the work done. Anything complex or important matters of exceptional responsibility are handled by our senior staff or us.

All of our staff who work on the Administration (including our cashiers) charge time directly to the case and are included in any analysis of time charged. Each grade of staff has an hourly charge out rate which is reviewed from time to time. Work carried out by our support and secretarial staff is charged separately and is not included in the hourly rates charged by partners or other staff members. Time is charged in six minute units in the UK and 15 minute units in Gibraltar. We do not charge general or overhead costs.

In common with many professional firms, our scale rates increased to cover inflationary cost increases. All increases are subject to agreement by the fees subcommittee. Updated hourly rates were agreed with the fees subcommittee with an inflationary increase of 3% effective from 1 July 2025 to 30 June 2026.

We set out below the maximum charge-out rates per hour for the grades of our staff. The Joint Administrators' core team is made up of both UK and Gibraltar staff. Where the Joint Administrators draw on the expertise of specialists within the firm such as actuarial and tax experts, bespoke rates apply.

From 1 July 2025*			
Grade	Rate - UK, £/hour	Rate - Gibraltar, £/hour	UK Bespoke Rate, £/hour (maximum)
Partner <sup>^</sup>	1,056	956	1,843
Director	971	765	1,625
Senior Manager	771	529	1,243
Manager	669	421	964
Senior Associate	541	240	449
Associate	335	120	349
Other	n/a	n/a	206

\*These are our agreed rates at 100%, with a minimum 25% remaining at the discretion of the Creditors' Committee in line with approved resolutions.

<sup>^</sup>Includes a retired tax partner who has been retained as a consultant for the purpose of utilising their expertise.

## Our work in the Period

Whilst this is not an exhaustive list, in the following table we provide more detail on the key areas of work:

Area of work	Work undertaken	Why the work was necessary	What, if any, financial benefit the work provided to Creditors OR whether it was required by statute
<b>Accounting and Treasury</b>	<ul style="list-style-type: none"> <li>Processing all incoming funds via the Administrators' accounting system in order to ensure consistency of coding and clarity of reporting.</li> <li>Preparing and updating periodic cash flow reporting to manage estate liquidity levels.</li> <li>Dealing with receipts, payments and journals not relating to trading.</li> <li>Carrying out bank reconciliations and managing investment of funds.</li> <li>Corresponding with banks regarding specific transfers.</li> <li>Closing a segregated account that was no longer required following the settlement of a significant litigation matter.</li> </ul>	To manage the Company's bank accounts.	Ensures proper management of the funds held and helps to maximise interest received (and minimise interest paid) commensurate with appropriate risk tolerances.
<b>Assets</b>	<ul style="list-style-type: none"> <li>Pursuing recoveries including reinsurance and claim recoveries, premiums and other asset recoveries.</li> <li>Advancing and, where appropriate, settling legal proceedings to avoid the costs and risks of trial.</li> <li>Continuing to progress recoveries held in trust accounts and other complex cross-border recovery actions.</li> <li>Monitoring reinsurance and commutation positions and engaging with counterparties where further consideration may be payable.</li> <li>Reviewing options in relation to long-outstanding debtor balances where agreed settlements have not been honoured.</li> </ul>	To ensure returns to the Creditors are maximised.	Realise funds for the benefit of Creditors.
<b>Claims</b>	<ul style="list-style-type: none"> <li>Leading negotiations for a number of large value and / or complex claims in litigation and pre-litigation.</li> <li>Investigating and dealing with complex claims and related matters.</li> <li>Ensuring claims are agreed efficiently and at an appropriate value.</li> <li>Continuing to submit eligible claims to the FSCS for payment.</li> <li>Progressing outstanding claims in European jurisdictions in conjunction with local claims handlers.</li> <li>Continuing to submit eligible claims to local compensation schemes such as the FGAO and GAF.</li> <li>Dealing with claims and related matters escalated by Quest and / or Elite's other claims management suppliers.</li> </ul>	To ensure returns to the Creditors are maximised.	Maximising funds for the benefit of Creditors by agreeing valid claims at an appropriate value and making use of available compensation schemes.
<b>Closure</b>	<ul style="list-style-type: none"> <li>Meeting with legal, actuarial and tax advisors, Quest and key stakeholders to consider the implications of different strategic and exit options from Administration.</li> <li>Continuing progression of documentation for a Scheme, including creditor supporting documentation.</li> <li>Liaising with legal and tax specialists on options available to expedite the closure of Elite's Italian branch.</li> <li>Implementing key steps towards the closure of Elite's Italian branch, including finalising local financial information and tax filings and submitting branch-closure documentation to the Italian registry.</li> <li>Obtaining directions from the Court in relation to the disclaimer of remaining non-FSCS-protected policies.</li> </ul>	To ensure claimants are treated fairly and in line with best practice.	Required by statute / necessary to progress Scheme and disclaimer strategy, ensures all Administration matters have been dealt with and that an efficient mechanism exists to agree and pay claims.

	<ul style="list-style-type: none"> <li>• Preparing for the issuance of the PSL and the disclaimer notice.</li> <li>• Ongoing review of all supplier contracts.</li> <li>• Maintaining an estimated outcome statement.</li> <li>• Preparing additional website content including, frequently asked questions to explain the proposed Scheme and future voting and claims processes.</li> </ul>		
<b>Creditors</b>	<ul style="list-style-type: none"> <li>• Liaising with Creditors and policyholders in various European jurisdictions regarding individual queries.</li> <li>• Providing timely Company Website updates.</li> <li>• Reviewing and responding to Creditor complaints which have been escalated to the Joint Administrators.</li> </ul>	To keep the Creditors informed.	Work done in anticipation of returning funds to Creditors and to support their effective participation in the proposed Scheme.
<b>Run-off management supervision</b>	<ul style="list-style-type: none"> <li>• Regular meetings with Quest to discuss key claims, budgets and operational matters.</li> <li>• Regular discussions with members of the Quest claims handling team on individual matters.</li> <li>• Monitoring performance and management information supplied and providing feedback.</li> <li>• Reviewing and agreeing costs and budget including supporting evidence provided by the Run-off Manager.</li> <li>• Monitoring and reviewing the performance of other claims management suppliers.</li> <li>• Overseeing specialist recovery arrangements and incentives designed to progress outstanding recoveries ahead of the proposed Scheme.</li> </ul>	To ensure claimants are treated fairly and in line with best practice.	Ensuring service levels are maintained for Elite policyholders.
<b>Statutory and compliance</b>	<ul style="list-style-type: none"> <li>• Officeholder oversight.</li> <li>• Conducting case reviews every six months.</li> <li>• Reviewing the Company's books and records.</li> <li>• Managing internal case, filing and accounting systems.</li> <li>• Maintaining our records, preparing file notes, filing relevant letters, emails and supporting documentation.</li> <li>• Preparing for and attending meetings with the Creditors' Committee and the fees subcommittee.</li> <li>• Preparing and issuing all statutory documents, notices and reports as required.</li> <li>• Liaising with the relevant regulators and third-party stakeholders, including the Creditors' Committee.</li> <li>• Compliance activities such as anti-money laundering checks, sanctions screening and data protection protocols.</li> </ul>	To comply with statutory obligations and regulatory requirements.	Required by statute / regulation.
<b>Strategy and planning</b>	<ul style="list-style-type: none"> <li>• Refining strategy and progress toward the objectives of the Administration, an indicative timeline, and key milestones.</li> <li>• Evaluating strategic options to be implemented in order to achieve the objectives of the Administration.</li> <li>• Preparing fee budgets and monitoring costs to be discussed with the fees subcommittee.</li> <li>• Holding team meetings on strategy and closure steps.</li> <li>• Providing updates to the Joint Administrators regarding the case and timelines.</li> </ul>	To ensure case progression and monitor costs.	Ensures orderly progression of case and cost management.
<b>Tax and VAT</b>	<ul style="list-style-type: none"> <li>• Ongoing work to understand post-appointment liabilities in various jurisdictions.</li> <li>• Ongoing consideration of tax compliance matters in all territories the Company operated in.</li> <li>• Preparation and submission of all required tax returns in relevant jurisdictions.</li> <li>• Completing work in relation to tax filings connected with the closure of the Italian branch.</li> </ul>	To comply with statutory obligations.	Required by statute and ensures the appropriate payment of corporation and other taxes, for the benefit of Creditors.

## Our future work

We still need to do the following work to achieve the purpose of the Administration.

Area of work	Our Future work	What, if any, financial benefit the work provided to Creditors OR whether it is required by statute
<b>Accounting and treasury</b>	<ul style="list-style-type: none"> <li>• Dealing with receipts, payments and journals.</li> <li>• Carrying out bank reconciliations and managing investment of funds.</li> <li>• Treasury management and strategy, including the diversification of cash investments and optimisation of bank interest.</li> <li>• Cash and liquidity management to support ongoing claims handling, the proposed Scheme and closure activities.</li> <li>• Conducting currency hedging analysis where appropriate.</li> <li>• Requesting bank account and other creditor details.</li> <li>• Dealing with any unbanked or returned payments.</li> </ul>	Ensures proper management of the funds held and supports the preservation and maximisation of value for the benefit of Creditors.
<b>Assets</b>	<ul style="list-style-type: none"> <li>• Analysing Company records and pursuing recoveries including reinsurance and claim recoveries, premiums and other assets.</li> <li>• Corresponding with reinsurance debtors and Quest regarding settlements following case by case cost benefit analysis.</li> <li>• Progressing potential other solutions to maximise recoveries where settlements are not viable or able to be achieved.</li> <li>• Engaging with the liquidators in relation to recovery of deferred consideration subject to the Commutation Agreement.</li> <li>• Continue to advance and, where feasible, finalise ongoing proceedings and other recovery actions across various jurisdictions.</li> </ul>	Realise funds for the benefit of Creditors.
<b>Claims</b>	<ul style="list-style-type: none"> <li>• Ensuring claims are agreed efficiently, within an appropriate timescale and at an appropriate value.</li> <li>• Reviewing and responding to referrals from Quest and other claims management suppliers and approving actions with respect to high value claims, material litigated claims or claims recovery actions against third-parties.</li> <li>• Continuing to review and negotiate complex claims and associated matters.</li> <li>• Undertaking claims audits on a periodic basis.</li> <li>• Ongoing management of claims following the disclaimers of various books of business.</li> <li>• Ensuring eligible claims are submitted for payment to the appropriate compensation funds.</li> <li>• Corresponding with SCA regarding the availability of compensation for Elite's policyholders from the ICF when Elite enters liquidation.</li> <li>• Overseeing the handling of complaints and responding to escalations by Quest.</li> <li>• Reviewing and managing all supplier contracts to ensure appropriateness.</li> </ul>	Maximising funds for the benefit of Creditors by agreeing valid claims at an appropriate value and making use of available compensation and reinsurance arrangements.
<b>Closure</b>	<ul style="list-style-type: none"> <li>• Implementation and management of the proposed Scheme including all the appropriate communications with creditors.</li> <li>• Maintaining an estimated outcome statement including cash flow management against a counterfactual.</li> </ul>	Required by statute, ensures all Administration matters have been dealt with and that there is an efficient mechanism to agree and pay claims.

	<ul style="list-style-type: none"> <li>• Subject to a Scheme becoming effective, implementing the agreed strategy with FSCS for eligible UK protected policyholders.</li> <li>• Establishing and implementing an effective claims handling and valuation system under the Scheme.</li> <li>• Liaising with the Court and GFSC to ensure compliance during exiting the Administration.</li> <li>• Obtaining clearances for closure.</li> <li>• Closure procedures.</li> <li>• Winding down the Company's affairs generally.</li> </ul>	
<b>Creditors</b>	<ul style="list-style-type: none"> <li>• Liaising with Creditors.</li> <li>• Responding to queries from Creditors.</li> <li>• Preparation and payment of dividends or other distributions in accordance with the Scheme and insolvency legislation.</li> </ul>	Work done in anticipation of returning funds to Creditors and to support their effective participation in the proposed Scheme.
<b>Run-off management supervision</b>	<ul style="list-style-type: none"> <li>• Monitoring Quest performance against budget.</li> <li>• Quarterly meetings to discuss performance and Management Information.</li> <li>• Maintaining operating protocols.</li> <li>• Implementing a KPI regime for the Scheme, linking Quest's performance to the objectives of the Scheme and run-off.</li> </ul>	Ensuring service levels are maintained for Elite policyholders and supports efficient claims management and recoveries for the benefit of Creditors.
<b>Statutory and compliance</b>	<ul style="list-style-type: none"> <li>• Complying with statutory filing requirements.</li> <li>• Preparing and circulating six monthly progress reports to Creditors and the Registrar.</li> <li>• Ongoing regular communications with the Creditors' Committee and fees subcommittee.</li> <li>• Conducting case reviews every six months.</li> <li>• Ongoing communications with key stakeholders.</li> <li>• Issuing a final account to creditors on closure.</li> <li>• Preparing documents and information for the purpose of obtaining approval to revise our fees and other matters in the Administration.</li> <li>• Dealing with records in storage.</li> <li>• Filing of documents.</li> <li>• Updating checklists and diary management systems.</li> </ul>	Required by statute / regulation and ensures that the Administration, the proposed Scheme and closure are conducted in a proper and well-governed manner.
<b>Strategy and planning</b>	<ul style="list-style-type: none"> <li>• Preparing fee budgets and monitoring costs.</li> <li>• Holding team meetings.</li> <li>• Providing updates to the Joint Administrators regarding the case.</li> <li>• Ongoing contract negotiations with suppliers in several jurisdictions.</li> <li>• Conducting case reviews on the status of the Administration to assist the Joint Administrators with strategic decision making in relation to the Administration and the timing and implementation of the proposed Scheme.</li> </ul>	Ensures orderly progression of case and cost management.
<b>Tax and VAT</b>	<ul style="list-style-type: none"> <li>• Completing post-appointment tax returns.</li> <li>• Obtaining tax clearance from the appropriate tax authorities.</li> <li>• Completing the necessary tax filings, including finalising any remaining tax-related steps associated with the Italian branch closure.</li> </ul>	Required by statute and ensures the appropriate payment of corporation and other taxes, for the benefit of Creditors.

## Payments to associates

We have instructed the following professionals on this case due to their jurisdictional tax and regulatory expertise and for efficiency purposes. The amounts shown were paid in the Period.

Service provided	Name of firm / organisation	Jurisdiction	Basis of fees	Amount incurred
Professional Services	PwC Tax Societa tra Professionisti a responsabilita limitata	Italy	Time costs and disbursements	€73,008.00

As required with all third-party professionals, submission of time costs analysis and narrative, or a schedule of realisations achieved dependent on their fee basis, is supplied in support of invoices rendered. All invoices are reviewed before being approved for payment. We are satisfied that the level of cost is appropriate.

## Disbursements

Disbursements are costs paid by the Joint Administrators and may include an element of shared or allocated costs. Disbursements totalling £3,778 were incurred in the Period relating to the below categories.

Category	Amount incurred (£)
Travel expenses	2,579
Archiving costs	618
Postage and other	581
<b>Total</b>	<b>3,778</b>

## Our relationships

Other than as previously disclosed, we have no business or personal relationships with the parties who approve our fees or who provide services to the Administration where the relationship could give rise to a conflict of interest.

## Legal and other professional firms

In addition to the associates previously mentioned, we have instructed the following professionals on this case:

Service provided	Name of firm / organisation	Reason selected	Basis of fees
Legal services, including: Assistance when dealing with and concluding claims	<ul style="list-style-type: none"> <li>• A and L Goodbody</li> <li>• Ayache Salama</li> <li>• Assurety Limited</li> <li>• Bryan Cave Leighton Paisner LLP</li> <li>• Clifford Chance LLP</li> <li>• Clyde &amp; Co Claims LLP</li> <li>• CMS Adonnino Ascoli &amp; Cavasola Scamoni</li> <li>• CMS Albinana &amp; Suarez de Lezo, S.L.P</li> <li>• Da Ros Associes</li> <li>• DWF Law LLP / DWF Rousaud</li> <li>• Costas Duran Abogados</li> <li>• Ellul &amp; Co. Limited</li> <li>• Freshfields Bruckhaus Deringer LLP</li> <li>• Gateley Plc</li> <li>• Jean-Baptiste Meyrier</li> <li>• Kennedys Law LLP</li> <li>• SCP Gloaguen Phily</li> <li>• SCP Kiejman &amp; Marembert</li> <li>• Maitre Zuelgaray Herve</li> <li>• SCP L. Poulet-Odent</li> <li>• Studio Legale Avv. Michele Tavazzi</li> <li>• Studio Grazzini</li> <li>• Triay Lawyers Limited</li> <li>• Unalome Legal Sarl</li> <li>• Weightmans LLP</li> </ul>	<ul style="list-style-type: none"> <li>• Industry knowledge</li> <li>• Insolvency expertise</li> <li>• Jurisdictional expertise</li> </ul>	Time costs and disbursements
Agent / Claims handling	<ul style="list-style-type: none"> <li>• ACS Solutions</li> <li>• All Risks SRL</li> <li>• Crawford &amp; Company Legal Services Ltd</li> <li>• Marley Risk Consultants</li> <li>• International Fire Investigators and Consultants Ltd</li> <li>• Quest Consulting (London) Limited</li> <li>• Woodgate and Clark Limited</li> </ul>	<ul style="list-style-type: none"> <li>• Policyholder knowledge</li> <li>• Claims handling experience</li> </ul>	Time costs and disbursements

We require all third-party professionals to submit time costs analysis and narrative or a schedule of realisations achieved, dependent on their fee basis, in support of invoices rendered. All invoices are reviewed before being approved for payment. We are satisfied that the level of legal and professional cost is appropriate.

# Appendix D: Other information

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<b>Court details for the Administration:</b>	The Supreme Court of Gibraltar Case number: 2019/COMP/002
<b>Full and trading name:</b>	Elite Insurance Company Limited
<b>Registered number:</b>	91111
<b>Registered address:</b>	327 Main Street, GX11 1AA, Gibraltar
<b>Date of the Administration appointment:</b>	11 December 2019
<b>Joint Administrators' names and addresses:</b>	Edgar Charles Andrew Lavarello of PricewaterhouseCoopers Limited Gibraltar, 327 Main Street, Gibraltar and Dan Yoram Schwarzmann of PricewaterhouseCoopers LLP UK, 1 Embarkment Place, London, WC2N 6RH UK
<b>Company Website:</b>	<a href="http://www.pwc.co.uk/elite-insurance">www.pwc.co.uk/elite-insurance</a>
<b>Objective being pursued by the Joint Administrators:</b>	Objective b — achieving a better result for the company's Creditors as a whole than would be likely if the company were wound up (without first being in administration)
<b>Division of the Joint Administrators' responsibilities:</b>	In relation to the powers set out in schedule 1 of GIA11, during the Period for which the Administration is in force, any function to be exercised by the persons appointed to act as Administrators may be done by any or all of the persons appointed or any of the persons for the time being holding that office
<b>Regulation (EU) 2015/848 of the European Parliament and of the Council of 20 May 2015 on Insolvency Proceedings (recast):</b>	The EC Insolvency Regulation does not apply

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