

19 April 2016

TO ALL KNOWN DEPOSITORS

Dear Depositor

Caribbean Commercial Investment Bank Ltd – Administrator Appointed

In my letter dated 13 April 2016, I pointed out that the repayment of net new money deposited before 24 March 2016 could be subject to liquidity constraints of the Onshore Banks, which are controlled by the ECCB and Conservator over which I have neither control nor visibility.

I was informed on 15 April 2016 by the Conservator that a substantial repayment request had been received that, apart from money deposited after 23 March 2016, could not be met at present because of liquidity constraints.

I am working with the ECCB urgently to address this issue. Specifically, I am seeking details regarding the availability of liquidity both now and in the future. I am seeking to agree with the ECCB, the quantum of net new money deposited up to 23 March 2016. As previously requested, please provide details of transactions on your account since the onset of Conservatorship, and if making a withdrawal request, a detailed note of the transactions supporting the request

In view of the inability of the Conservator and ECCB to provide sufficient liquidity to meet withdrawal requests from net new money deposited up to 23 March 2016, I have concluded that such liquidity as becomes available must be pooled so that it can be used to meet all acceptable withdrawal requests on a pro-rated basis and also to meet the total claims in respect of net new money deposited up to 23 March 2016. This approach means that all such depositors will be treated equitably. I have put the ECCB on notice that it must not distribute money to depositors on a 'first come, first serve' basis and I will take whatever action I can to ensure the obligations to the depositors of net new money are fulfilled.

For avoidance of doubt, I am not stopping all withdrawal requests, but there will be inevitably be a delay before requests can be met while the issues of establishing the net new money returnable and timing and quantum on liquidity are resolved. You should also be aware that my lawyers have advised that they consider it likely to be necessary to seek Court approval to the method of returning net new money to depositors which is likely to lead to further delay.

The lack of liquidity and its consequential effects will cause hardship to depositors of net new money but the steps I am taking are intended to ensure the obligations of the Onshore Banks, ECCB and Conservator are met and proceeds distributed fairly. Timing issues can be ameliorated if significant liquidity is made available rapidly, together with the process of agreeing the quantum of claims. As already noted, both of these matters require co-operation from the Conservator and ECCB, which control the liquidity position.

Finally, the ECCB has confirmed net new money deposited after 23 March 2016 can and will be returned when withdrawal request are made.

Should you have any queries with the contents of this letter, please do not hesitate to contact ccib@fticonsulting.com

Yours faithfully

Caribbean Commercial Investment Bank Ltd – Administrator Appointed

A handwritten signature in black ink, appearing to read 'W. Tacon', with a stylized flourish above the name.

William Tacon
Administrator