



ALL KNOWN INVESTORS

19 June 2015

Dear Sirs

Brighton SPC (In Controllership) ("the Company")

Further to my letter of 3 June, 2015, advising of the appointment of David Walker and myself, of PwC Corporate Finance & Recovery (Cayman) Limited, as Joint Controllers ("JCs") of the Company, I write to provide you with a brief update of key developments since our appointment.

As previously advised, the immediate priorities of the Controllership are to identify and safeguard the Company's assets and carry out our investigation into the Company's investments and the conduct of its service providers.

Accordingly, on appointment the JCs contacted the Company's bank and broker to secure remaining monies held, which total approximately US\$4.3m (US\$ equivalent).

As illustrated by the Company's investment structure chart, attached for your reference, the Company's four Kijani Commodity Fund segregated portfolios (the "Kijani Funds") represent approximately 98% of the Company's last reported net asset valuation ("NAV").

Based on our investigations, the sole investment asset of the Kijani Funds is a loan to a Gibraltar domiciled company, Kijani Resources Limited (the "KRL Loan"). The KRL Loan is valued at US\$134.9m as at April 2015, according to the most recent Kijani Funds NAV. Of this valuation, approximately US\$82m represents the principal loan amount, which was apparently used by KRL to invest in an underlying portfolio, and the remainder represents interest calculated by KRL and the Company's management.

Under this KRL Loan arrangement, the management of the Kijani Funds effectively ceded all management of assets invested using the loan proceeds to this unregulated entity, with

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no effective control or oversight retained by the Kijani Funds. None of these arrangements were disclosed in the Kijani Funds' initial or subsequent offering documents.

Accordingly, our forensic examination and our subsequent Controllershship investigations have principally focused on the nature of the investments undertaken by KRL on behalf of the Company. Based on these investigations, we have concerns regarding the substance of the underlying investment portfolio of KRL and the methods used to value these investments.

Given these concerns, the JCs wrote to KRL to request repayment of the KRL Loan on 4 June, 2015. Under the terms of the KRL Loan agreement, a five business day repayment period is provided. However, no repayment was received on the due date of 11 June, 2015. We were subsequently advised by the directors of KRL that KRL has only very limited cash holdings and is therefore unable to make any repayment in the short term.

Following this, the JCs requested financial and operational information from the KRL directors, principally in order to trace where the monies received from the Kijani Funds have been invested since commencement of the KRL Loan in late 2011. As at today's date, no information of substance has been received from KRL's management in this respect, despite numerous requests.

In light of the above, and given the lack of oversight and control provided to the Company under the KRL Loan agreement, the JCs concluded that it was necessary to place KRL into a liquidation process in Gibraltar in order to safeguard the interests of the Company's investors.

This liquidation was commenced through a special resolution of KRL's sole shareholder, the Company, on 19 June 2015, appointing myself and Edgar Lavarello of PricewaterhouseCoopers Limited, in Gibraltar, as Joint Liquidators.

By virtue of this appointment, the KRL Joint Liquidators assume immediate control of the affairs of KRL and have all of the powers necessary, to the exclusion of any operator, to administer the affairs of KRL in the best interests of investors and creditors.

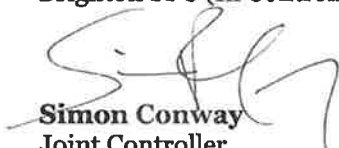
The initial focus of the liquidation of KRL shall be to safeguard KRL's remaining assets and obtain the financial and banking records for the purposes of our investigations. We shall also establish contact with each of KRL's underlying invested entities in order to understand likely value ranges and opportunities for recovery. We invite any investor who has ever received any information about KRL either before or during their investment in the Kijani Funds to contact us with any information.

As you are aware, the JCs have an obligation to report to the Cayman Islands Monetary Authority ("CIMA") throughout the Controllershship. It is also our intention that this update to investors will be supplemented by a comprehensive investor report and meeting, following our report to the CIMA and its subsequent determinations. We anticipate that,



subject to CIMA's consent, we will be in a position to provide a comprehensive report to investors in August, 2015.

Yours faithfully
for and on behalf of
Brighton SPC (In Controllership)



Simon Conway
Joint Controller

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Summarised Brighton SPC Structure

