

HAVELET

ASSIGNMENT COMPANY

Havelet Fixed



Confidential and Proprietary to Havelet
Assignment Company Limited

Havelet Fixed

- Havelet Fixed is comprised of a private placement fixed annuity offered in conjunction with CastleRe Insurance Company and FGL Holdings.
- The Castle annuity contract is invested and reinsured by FGL Holding's reinsurance and investment divisions.
 - FGL reinsures the contract while the portfolio is professionally managed by a division of the A+ rated Blackstone Group.
 - <https://fglife.bm>
 - <https://www.blackstone.com>
- The premium for each annuity is held in a segregated client account at Morgan Stanley Wealth Investments with Comerica Trust Company as Trustee.
 - Suitable for qualified and non-qualified cases
 - Customized deferral and payment terms
 - Client premium is off the balance sheet of all counter-parties

Havelet Assignment Company

- Barbados residency enables us to take advantage of dual taxation treaties which offer tax advantages to investors that use Barbadian resident entities to conduct business in other countries including the United States.
- Assignments through Havelet have more flexibility than those offered through domestic non-qualified assignment companies which are subject to IRS§ 72(u). This may be especially helpful when trying to defer on taxable damage cases.
- Independent from any insurance company, Havelet has no conflicts of interest and is able to offer flexible and competitive structures utilizing a number of world class annuity, reinsurance, and investment management counterparties.
- Havelet is highly regulated by a number of Barbadian regulatory bodies including:
 - the Central Bank of Barbados,
 - the Financial Services Commission,
 - the International Business Unit.
- Additionally, Havelet must and does comply with all relevant US regulatory requirements
- Barbados Company number 36524
- <http://www.havelet-assignment.com/home>

FGL Holdings

Investment managers and reinsurers

FGL Holdings is a New York Stock Exchange traded company: ticker symbol FG with a market capitalization of approximately \$2 billion.

- FGL Holdings, through its subsidiaries, offers fixed index annuities and life insurance products. They partner with an established network of independent marketing organizations, including Havelet Assignment Company and Castle Re Insurance Company to distribute these products.
- The FGL Holdings family of companies includes:
 - Fidelity & Guaranty Life Insurance Company, an annuity and life insurance company based in Des Moines, IA
 - Fidelity & Guaranty Life Insurance Company of New York
 - F&G Re Ltd, a Bermuda-based reinsurer
- For more information, please visit <http://investors.fglife.bm/CustomPage/Index?KeyGenPage=361593>

The Blackstone Group

Investment managers

Subsidiaries of FGL Holdings have entered into investment management agreements with affiliates of The Blackstone Group. This agreement provides access to Blackstone's superior investment management and strategic oversight capabilities while continuing FGL Holdings' current focus on high-quality investment grade assets.

The Blackstone Group is one of the world's leading investment firms.

- \$367 billion of assets under management. NYSE Ticker symbol (BX)
- A+ rated by Fitch and S&P
- A division of Blackstone is responsible for the fixed income investment portfolio.

As with all counter-parties, client premium is held in a client specific trust account; off balance sheet and segregated from all other assets of The Blackstone Group and FGL Holdings.

<https://www.blackstone.com>

CastleRe Insurance

The annuity provider

- CastleRe is a custom manufacturer of tax compliant life and annuity insurance contracts. They are based in Bermuda and offer bespoke contracts for high net worth and institutional clients.
 - qualifies as a US life insurance company for tax purposes and has filed a 953(d) election with the IRS.
 - all client premium is held off balance sheet in segregated client account with independent fiduciary and custodial oversight.
- Registration
 - Bermuda Long Term/Class C insurer.
 - Segregated Account Company under Bermuda Segregated Accounts Companies Act.
- Regulators
 - Bermuda Monetary Authority.
<http://www.bma.bm/insurance/SitePages/Licensed%20Entities.aspx>
- <http://www.castlereinsurance.com>

Comerica Trust Company

Corporate Trustee

Comerica Bank and Trust Company, based in Detroit, is the independent Trustee of the Havelet Fixed product and its assets. All client premium is ceded to Comerica, who have a fiduciary responsibility to oversee these assets, their investment and ultimate disposition.

<https://www.comerica.com>

Morgan Stanley Wealth Management

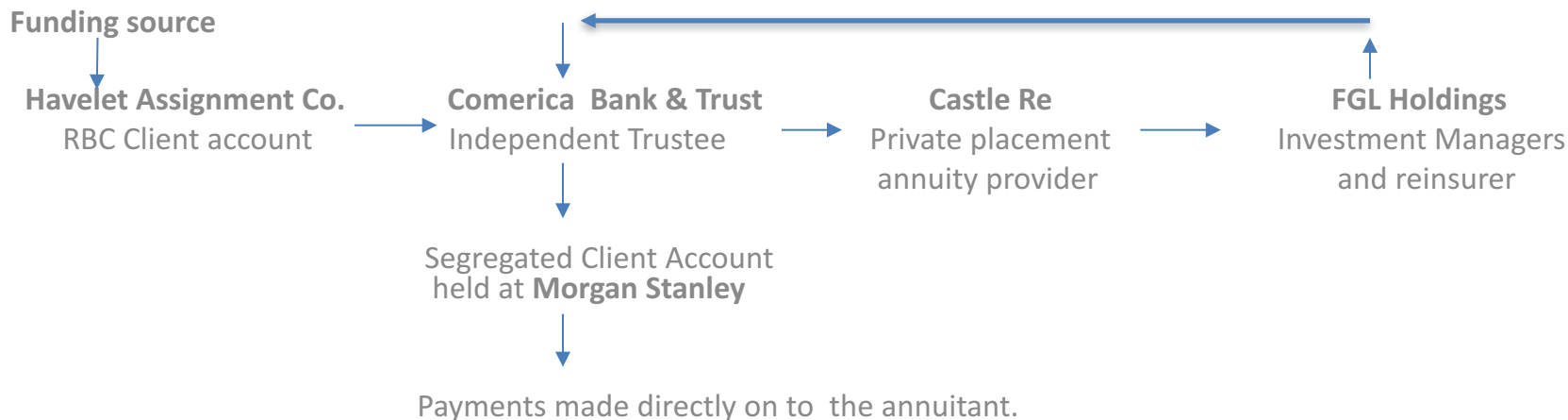
Corporate Custodian

Morgan Stanley of New York is the independent custodian of the Havelet Fixed assets. Their involvement provides an additional layer of protection as the Havelet Fixed trust assets are physically held at Morgan Stanley.

This division of Morgan Stanley is responsible for more than 8 million accounts with \$2.5 trillion in assets under administration.

<http://www.morganstanley.com/about-us-ir>

Flow of Funds



All client premium is ceded to a segregated client trust account with Comerica Trust as the independent corporate trustee. Morgan Stanley is the custodian of the trust assets. Upon funding, Castle Re purchases a private placement annuity to provide a tax efficient vehicle for Havelet's periodic payment obligations. FGL Holdings provides investment management services and reinsures this portfolio.

Distributions to the annuitant are made from the trustee back to Havelet and on to the annuitant.

<https://fglife.bm>

<https://www.comerica.com>

<http://www.havelet-assignment.com/home>

<http://www.castlereinsurance.com>

Safeguards

- Havelet's only business line is the provision of attorney fee and claimant structured settlement products.
- All client premium ceded to Havelet (net fees) are transferred to Comerica Trust Co, an independent trustee. These assets are held with an independent custodian, Morgan Stanley, in a segregated client account.
 - The only assets that remain on Havelet's books are its own fees.
- A cash reserve of 105% of premium is maintained by the trustee to provide added protection of reinsurance benefits.
- All client premium is used to purchase a private placement annuity contract issued by a reputable annuity provider.
 - All premium is held off balance sheet of the annuity provider in a segregated client account at Morgan Stanley.
- All premium is reinsured by FGL Holdings, and managed by a division of The Blackstone Group, a globally recognized A+ rated investment firm.
 - These assets are held off balance sheet of the investment manager and reinsurer in a segregated client account at Fidelity Investments.
- As a default, Assignment and Release Agreements shall be governed by and construed in accordance with the internal laws of the State of New York. This may be modified to accommodate other states.
- The Barbados Companies Act protects consumers in the unlikely event Havelet becomes insolvent.
 - An independent bankruptcy trustee is appointed by the court to fulfill the business activities of Havelet,
 - s359A of the Companies Act states that payments to annuitants will continue pursuant to the terms of the original client annuity contract,
 - s359B of the Companies Act states that assets of Havelet Assignment held cannot be used to pay its creditors.

Disclaimers

- Havelet Disclaimer The information contained in this material is being furnished to a selected group of prospective investors on a confidential basis, is subject to change and does not constitute investment advice or a recommendation. This material does not constitute an offer to sell or the solicitation of an offer to purchase contract rights (the “Contract Rights”) with respect to a structured claimant fee plan (the “Plan”) to be administered by Havelet Assignment Company Limited (“Havelet”). Such offer or solicitation may only be made by means of delivery of a confidential disclosure memorandum (and accompanying documents) that contains a description of the material terms of the Contract Rights and the Plan (including, without limitation, risk factors, conflicts of interest, fees and charges, and tax implications). The Plan is a newly established and therefore many of the statements herein are forward-looking. Forward-looking statements represent present intention, which may be materially different from future realized results, methods, and/or strategies. The information herein reflects the views of Havelet and sources believed to be reliable. No representation or warranty is made by Havelet (nor any of their respective partners, members, employees, agents or other representatives) as to the accuracy or completeness of the information contained herein. There is no guarantee that any forecasts or opinions in this material will be realized. The views expressed herein may change at any time subsequent to the date of issue hereof. This material is being provided to you on a confidential basis. Accordingly, this document may not be reproduced in whole or in part, and may not be reproduced or delivered or provided to others who are not directly concerned with a prospective investor’s decision regarding the potential purchase of Contract Rights without the prior written permission of Havelet.
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