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CVR no. 33039018

28. June 2021
File no. 1042774

Circular letter no. 2 under section 125(1) of the Danish Bankruptcy Act (*konkursloven*)

Gefion Finans A/S under konkurs (*in bankruptcy*)

Name:	Gefion Finans A/S
Address:	Østergade 10, 4., DK-1100 Copenhagen K
CVR no.:	36016493
Trustees:	Søren Aamann Jensen, Accura Advokatpartnerselskab Boris Frederiksen, Advokatfirmaet Poul Schmith
Former liquidators:	Søren Aamann Jensen, Accura Advokatpartnerselskab Troels Knut Rørbæk Askerud, Askerud & Partnere
Date of voluntary liquidation:	13 July 2020
Reference date:	4 June 2021
Date of bankruptcy order:	7 June 2021
Bankruptcy Court case no.:	K 2157/21-A
Guarantee insurance:	In the bankruptcy estate taken out for DKK 41,400,000.00
Published:	The bankruptcy order was published in the Danish Official Gazette (<i>Statstidende</i>) on 9 June 2021
Dividends:	At present, it not possible to estimate any dividends.
Next creditor information letter:	To be distributed no later than on 7 October 2021

On behalf of the joint trustees of Gefion Finans A/S under konkurs (*in bankruptcy*), I hereby send you a list of the assets of the bankruptcy estate as at the date of the bankruptcy order as well as a brief status.

1 List of assets and liabilities

Under section 234 a of the Danish Financial Business Act (Consolidation Act no. 1447 of 11 September 2020), the free assets of the bankruptcy estate must first be used to satisfy the policyholders and the insured. However, these claims rank subject to the claims covered by sections 93 and 94 of the Danish Bankruptcy Act. Any remaining assets must then be used to cover the claims under sections 95-98 of the Danish Bankruptcy Act.

1.1 Assets

1.1.1 *Bank deposits as at date of bankruptcy order*

Deposits from the solvent liquidation

As at the date of the bankruptcy order, deposits in the company's accounts amounted to	DKK	41,395,657.72
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1.1.2 *Funds from reinsurance and other receivables*

The company has booked assets in the form of present and future claims against reinsurance companies and other receivables in the amount of EUR 221,878,000 per 30 December 2021. The value must be determined by an actuarial calculation which is not yet complete at this date. Accordingly, such assets are included at a reminder value	DKK	1.00
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1.1.3 *Receivables*

Debtors – policyholders

As at 31 December 2020, the company's receivables from policyholders amounted to DKK 89,185,194.53. The bookkeeping has not yet been calculated as at the date of the bankruptcy order, and the receivables are included at a reminder value (preliminary amount)	DKK	1.00
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Receivables from agents/insurance brokers

As at 31 December 2020, the company's receivables from agents/insurance brokers amounted to DKK 329,535,224.36. The receivables as at the date of the bankruptcy order have not yet been calculated and are, therefore, included at a reminder value

DKK 1.00

Intercompany receivable

As at 31 May 2021, the company has a small receivable from Gefion GICA A/S in an amount of DKK 30,652.85. The receivable is outstanding and is initially included at a reminder value

DKK 1.00

1.1.4 *Inventory and equipment, IT, machinery and operating equipment*

The company's inventory and equipment consist of office furniture, office supplies and IT equipment. The tools and equipment were valued during the solvent liquidation, and a sales agreement was made concerning the company's inventory and equipment. The assets have not yet been transferred and the estate has not yet received the purchase price. The purchase price is subject to the buyer's acquisition of the leased premises of the company and is, therefore, initially included at a reminder value

DKK 1.00

1.1.5 *Deposits*

The company operates from leased premises. As at 31 May 2021, the rent deposit was booked at DKK 441,286.36. The lease agreement provides for a longer period of non-terminability, and the company has a restoration obligation. The deposit is initially capitalised at a reminder value

DKK 1.00

1.1.6 Pending legal proceedings

Several legal proceedings instituted by or against Gefion Finans A/S before the bankruptcy are still pending. The joint trustees have not yet decided whether the bankruptcy estate will proceed with the proceedings. As a result, the disputes are not specified at present and are, therefore, included at a reminder value

DKK 1.00

Total assets (preliminary amount)

DKK 41,395,665.72

1.2 Liabilities

1.2.1 Pre-preferential claims etc.; see section 93 of the Danish Bankruptcy Act

Claims cannot be estimated at this time

DKK

0.00

1.2.2 Preferential claims; see section 94 of the Danish Bankruptcy Act

No claims have been filed at this time

DKK

0.00

1.2.3 Wage claims etc.; see section 95 of the Danish Bankruptcy Act

No claims have been filed at this time

DKK

0.00

1.2.4 Unsecured claims; see section 97 of the Danish Bankruptcy Act

DKK

4.072.256,45

1.2.5 Deferred claims; see section 98 of the Danish Bankruptcy Act

DKK

151.839.266,35

Total liabilities (preliminary amount)

DKK 155.911.522,80

The above list is preliminary as claims are still being proved against the bankruptcy estate and as the values of some assets are based on preliminary estimates. In addition, the expenses for the administration of the bankruptcy estate cannot be stated at present and the value of the provisions for unpaid damages are not included in the above. Such provision were per 31 December approximately DKK 2 billion.

2 Next creditor information letter

Creditor information letter no. 3 will be sent to all known creditors and the bankruptcy court no later than on 7 October 2021. It will include a list of the assets and liabilities of the bankruptcy estate as well as a report on the most important reasons for the bankruptcy, the most important

accounting figures for the period since the latest financial statements and an explanation for significant deviations between this and the status of the bankruptcy estate.

Moreover, it will include a list of the work performed by the trustees, and when the administration of the bankruptcy estate is expected to be completed.

3 Assets and liabilities

A more detailed account of the bankruptcy estate will be provided in the next creditor information letter as mentioned above. This is only a general account of the bankruptcy and the most essential issues.

Until 23 March 2020, Gefion Finans A/S ("Gefion") ran an insurance business under the name Gefion Insurance A/S. The company provided motor vehicle liability insurances in several countries within the EU, including on a national level in Denmark and through direct, cross-border insurance business in England, France, Ireland, Italy, Poland and Germany.

On 23 March 2020, the Danish Financial Supervisory Authority announced that Gefion could no longer write insurances, and, at the end of June 2020, the Authority revoked the company's licence to run an insurance business. As a result, the company entered into a voluntary liquidation on 13 July 2020, initiating the dissolution of the company's insurance business. In the solvent liquidation period, Gefion terminated all active policies and paid its liabilities as they fell due. On 4 June 2021, the liquidators filed a petition for bankruptcy on behalf of Gefion, and the Maritime and Commercial High Court issued the bankruptcy order on 7 June 2021.

In the period from the date of bankruptcy order, the joint trustees have concluded agreements with several employees and consultants about their continued work for the bankruptcy estate, and agreements are being concluded with existing claims administrators and lawyers about the continued administration of claims made. This is necessary for the bankruptcy estate to be able to close and wind up Gefion's previous insurance activities as required.

A further account of the reasons for the bankruptcy and the work of the joint trustees will follow in the next creditor information letter.

4 Communications concerning the bankruptcy estate

Claims must be lodged with Advokatfirmaet Poul Schmith, Kalvebod Brygge 32, DK-1560 Copenhagen K, attn.: Gitte Hassenkam Pedersen. If you lodge claims by email, please send them to: gefion-claims@poulschmith.dk.

General communication about the administration of the estate must be made to the joint trustees:

Attorney	Company	Email	
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Boris Frederiksen	Poul Schmith, Kalvebod Brygge 32, DK-1560 Copenhagen K	gefion@poulschmith.com	
Søren Aamann Jensen	Accura Advokatpartnerselskab, Tuborg Boulevard 1, DK-2900 Hellerup.	gefion@accura.dk	

Reference is also made to the company's website www.gefioninsurance.com.

Hellerup, on 28 June 2021
On behalf of the joint trustees

Søren Aamann Jensen
Partner