

To the directors of Pardus Fixed Income Bond Company PLC

Independent Reasonable Assurance Report

This independent reasonable assurance report (“the Report”) is for the purpose of reporting to the directors of Pardus Fixed Income Bond Company PLC (“the Company”) that all coupon payments made to investors are complete for the quarters commencing January 2019, April 2019, July 2019, October 2019, January 2020 and April 2020.

Our Report is prepared solely for the confidential use of the directors of the Company. This Report is released to the directors of the Company on the basis that it shall not be copied, referred to or disclosed, either in whole or in part (save as otherwise permitted by agreed written terms), without our prior written consent, except where another party demonstrates a statutory right of access to it.

Without assuming or accepting any responsibility or liability, in respect of this Report, to any party other than the directors of the Company, we acknowledge that the directors of the Company may be required to disclose this Report to parties demonstrating a statutory right of access.

This Report is designed specifically to satisfy the engagement, in accordance with the terms of our engagement letter dated 3rd August 2020 as agreed with the directors of the Company and is not deemed suitable for use, or to be relied upon, by any other party wishing to acquire any rights against Thompson Taraz Rand Audit & Assurance Limited for any purpose or in any context.

Any party, other than the directors of the Company, that accesses this Report (or a copy thereof) and chooses to rely upon it (or any part of it) will do so at its own risk.

To the fullest extent permitted by law, Thompson Taraz Rand Audit & Assurance Limited will accept no responsibility or liability with regard to this Report to any other party besides the Directors of the Company, and shall not be liable for any loss, damage or expense of whatsoever nature which is caused by any person’s reliance on representations in this Report.

Respective responsibilities of the Directors and Thompson Taraz Rand Audit & Assurance Limited

As directors of the Company, you are responsible for ensuring that the Company maintains accounting records which disclose with reasonable accuracy, at any time, the financial position of the Company and, in respect of coupon payments made to investors, as the Company’s directors, you are responsible for ensuring that there are systems in place that payments are made only to eligible investors. We have not tested the internal systems that determine who are eligible for payments and the amount due, we have only tested the amounts listed by you and that these lists agree with the payments made from the Company’s bank account.

Our approach

We conducted a reasonable assurance engagement in accordance with the International Standard on Assurance Engagements (ISAE) 3000 and with Institute of Chartered Accountants in England & Wales Technical Release AAF 02/07 require, among other things, that we comply with ethical and other professional requirements and plan and perform our procedures to obtain reasonable assurance.

For the purpose of the engagement, we have been provided by the directors of the Company with a schedule, prepared by the Company, detailing its eligible coupon payments made to investors for the quarters commencing January 2019, April 2019, July 2019, October 2019, January 2020 and April 2020.

We have also been provided with a copy of the official investors register held by Avenir Registrars. We will look to agree all investors listed on the Company schedules to the official register.

The objective of a reasonable assurance engagement is to perform such procedures, on a sample basis, as to obtain information and explanations we consider necessary to provide us with sufficient, appropriate evidence to express a positive conclusion on the information provided. In conducting this engagement, we established a materiality level of £0 and tested 100% of expenditure.

Inherent limitations

Our audit work on the financial information of the Company is subject to inherent limitations and, accordingly, errors or irregularities may occur and not be detected, Such audit work cannot guarantee protection against (among other things) fraudulent collusion especially on those in a position of authority and trust.

Furthermore, our conclusion is based upon historical information and the projection of any information or conclusions on the information provided to any future periods would be inappropriate.

Our audit work has been undertaken so that we might state to the Directors those matters we are required to provide them in this Report, and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Directors, for our work, for our reports, or for the opinions we have formed.

Conclusion

In our opinion, in all material aspects, our work conducted on the information provided confirms that coupon bank payments made agree to the list of client payments prepared.

All investors listed on the Company schedules have been agreed to the official investors register held by Avenir Registrars

Thompson Taraz Rand Audit & Assurance Ltd.

Thompson Taraz Rand Audit and Assurance Limited
Statutory Auditors
10 Jesus Lane
Cambridge
CB5 8BA
17th August 2020