

TO SHAREHOLDERS AND ALL UNPAID CREDITORS

Your ref:

Our ref: 4001169/MVL088/LEY/NFR/J

Please Contact: Niamh Fraser

Telephone Number: 0330 055 5456

Email Address: Niamh.Fraser@frpadvisory.com

Date: 22 August 2025

Dear Recipient(s)

SCIROCCO ENERGY LIMITED (IN LIQUIDATION) ("THE COMPANY")
Company No: 05542880

LIQUIDATORS' PROGRESS REPORT PURSUANT TO SECTION 92A OF THE INSOLVENCY ACT 1986 AND RULE 18.3 OF THE INSOLVENCY (ENGLAND AND WALES) RULES 2016

Further to my appointment as Joint Liquidator on 10 July 2024 I report on the progress of the liquidation for the period 10 July 2024 to 9 July 2025 ("the Period").

I attach:

- Appendix A – Statutory information about the Company and the liquidation
- Appendix B - Receipts and payments account for the Period and cumulative
- Appendix C – A breakdown of the Joint Liquidators time costs per the period and cumulatively

1. Progress of the Liquidation

I summarise below details of work undertaken during the Period together with a summary of work still to be completed.

Attached at **Appendix B** is a receipts and payments account detailing both transactions for the Period and also cumulatively since my appointment as Liquidator.

Ruvuma Deferred Consideration

The consideration due to the Company in respect of the sale of a 25% working interest in the Ruvuma Production Sharing Agreement to ARA Petroleum Tanzania Limited ('ARA') is split as follows; -

US\$3m Final Investment Decision ('FID') – This amount is payable within 20 business days following the date of final approval of a Development Plan by the Operating Committee. ARA had previously provided guidance that it was anticipated they would be able to make this payment in early 2025. However, ARA have since advised that the conditions that would trigger the FID have not yet been met and that the payment is not yet due.

We continue to work with the ARA to monitor progress towards satisfaction of the milestone for this payment and settlement of this asset. Timing is uncertain at this stage.

US\$8m Revenue Share – The Company is entitled to 25% share of all Net Revenues received by ARA, up to a maximum of US\$8m. This will become payable by ARA to the Company within 10 business days of receipt of the Net Revenues by ARA. This is expected to be received over a number of years

and timing will be dependent on the Ruvuma development.

US\$2m Upside Payment – When cumulative gross production of the Ruvuma Asset reaches a level greater or equal to 50 billion cubic feet a further upside payment will be due within 20 business days of that level being achieved. Timing is dependent on production levels and is uncertain at this stage.

Kiliwani North

Discussions are ongoing with the joint venture partner in respect of the Company's interest in the Kiliwani North asset. As previously stated, due to the Company's share of the JV's associated decommissioning costs this is a contingent liability for the Company.

A potential disposal of the Company's interest in the JV remains the plan but progress has been impacted by partners desire to diligence various tax matters associated with the JV. Any sale of the Company's interest will need clearance from the Tanzanian authorities and in order to gain this clearance the company's tax position must be finalised. We have therefore been advancing work with the Company's advisors in both Tanzania and the UK to address legacy accounting and tax filings needed to be in a position to obtain clearance when agreement is reached on the transfer of the Company's interest. Draft accounts and Corporation Tax returns have been provided in draft and are in the process of being finalised.

We will continue to engage with Aminex and progress matters as quickly as possible.

It may not be possible to make a distribution to the shareholders from collection of the Ruvuma FID payment until the interest in Kiliwani North has been disposed of given its contingent liability. We will keep this under review.

Other Assets

The sum of £22,500 has been received in respect of a contractual agreement relating to the sale of Energy Acquisitions Group Limited. A further sum of £52,500 is currently under review and the subject of ongoing discussion.

Shareholder Distribution

It is still anticipated that a distribution to shareholders will be made possible once realisations are made under the Ruvuma FID and following the transfer of the Company's interest in Kiliwani North. The guidance on a distribution in the region of 1.1p per share is unchanged. However, this is subject to receipt of deferred consideration on Ruvuma and the timing is highly uncertain and would extend over a number of years.

2.Dividends to Creditors

Preferential Creditors

There are no preferential creditors in this matter.

Unsecured creditors

Notice for creditors to submit their claims in the liquidation was advertised in the London Gazette, expiring on 8 August 2024. No claims were received and there are therefore no creditors of this class, save for the Kiliwani North contingent liability discussed above.

3. Liquidator's Remuneration, Disbursements and Expenses

Costs have been incurred in respect of the appointment of the Liquidators, legal fees, maintenance of IT systems and ongoing review of contingent liabilities/asset realisations. The costs are outlined in the receipts and payments account attached at Appendix B.

At the general meeting held on 10 July 2024, the shareholders resolved that the Liquidators were entitled to receive remuneration for time spent.

For the pre appointment period to 9 July 2024 a total of £18,208.50 (excluding VAT), which represents 40.90 hours, was incurred and drawn.

For the period 10 July 2024 to 9 July 2025 a total of £63,745.00 (excluding VAT) which represents 145.35 hours has been incurred. The time notified to members previously and drawn to date for the period 10 July 2024 to 4 April 2025 was £54,491.25. An analysis of the time spent for the period 10 July 2024 to 9 July 2025 is attached at **Appendix C**.

The balance of time unpaid for the period is £9,253.75 (excluding VAT) and it is my intention to draw this remuneration from funds at hand. The remuneration includes time spent dealing with the matters outlined above and also dealing with ad hoc queries from individual shareholders.

The Joint Liquidators' time costs are based on computerised records of all time spent on the administration of this case. Matters dealt with during the assignment are dealt with by different members of staff depending on the level of complexity and experience required. Time is charged to the case in maximum of 6 minute units. Charge-out rates are based on individual expertise, qualification and grade. The costs of the firm's support staff are not directly charged to the estate unless dealing with directly identifiable case specific matters. Charge out rates are reviewed at least annually, details of FRP Advisory Trading Limited charge out rates are attached together with a breakdown of our time costs and disbursements incurred during the Period, in accordance with Statement of Insolvency Practice 9.

The Liquidator's disbursements are a recharge of actual costs incurred by the Liquidator in dealing with this matter. Mileage payments made for expenses relating to the use of private vehicles for business travel, which is directly attributable to the insolvency estate, are paid by FRP Advisory Trading Limited at the HMRC approved mileage rate prevailing at the time the mileage was incurred. Details of disbursements incurred during the Period are set out in **Appendix C**.

When instructing third parties to provide specialist advice and services, or having the specialist services provided by the firm, the Joint Liquidator is obligated to ensure that such advice or work is warranted and that the advice or work contracted reflects the best value and service for the work being undertaken. This is reviewed by the Joint Liquidator periodically throughout the duration of the assignment. The specialists chosen may regularly be used by the Joint Liquidator and usually have knowledge specific to the insolvency industry and, where relevant, to matters specific to this insolvency appointment.

Costs have been incurred in respect of the appointment of the liquidators, legal fees and the maintenance of some IT systems. These costs are detailed in the receipts and payments account for the period at **Appendix B**.

Shareholders have a right to request further information from the Liquidator and further have a right to challenge the Liquidator's remuneration and other expenses, which are first disclosed in this report, under the Insolvency (England and Wales) Rules. (For ease of reference these are the expenses incurred in the reporting period as set out in **Appendix C** only). Further details of these rights can be found in the Creditors' Guide to Fees which you can access using the following link <https://www.frpadvisor.com/legal-and-regulatory-notice/information-creditors-insolvency-proceedings/> and select the one for liquidation. Alternatively, a hard copy of the relevant guide will be sent to you on request. Please note there is a time limit for requesting information being 21 days following the receipt of this progress report. There is a time limit of 8 weeks following the receipt of this report for a Court application that the remuneration or expenses are excessive.

If you have any queries about this report or the progress of this matter, please do not hesitate to contact my office.

Next steps

We will continue to pursue settlement of the Ruvuma deferred consideration.

Discussions with the Kiliwani North JV partner will continue with a view to agreeing the disposal if the interest in the joint venture.

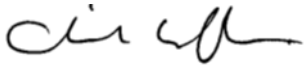
The pre appointment tax position of the company will be finalised.

Shareholder queries

Trading of shares in the Company is no longer possible, however, the services of the share registrar have been retained. Should you require to make any changes in respect of their shareholdings please contact Share Registrars on enquiries@shareregistrars.uk.com.

Should you have any questions in respect of the liquidation please contact us on sciroccoenergy@frpadvisory.com

Yours faithfully



Chad Griffin
Joint Liquidator

Licensed in the United Kingdom by the Institute of Chartered Accountants in England & Wales and bound by the Insolvency Code of Ethics

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Appendix A - Statutory information about the Company and the liquidation

COMPANY INFORMATION:

Other trading names:	Not applicable		
Date of incorporation:	22/08/2005		
Company number:	05542880		
Registered office:	c/o FRP Advisory Trading Limited (Edinburgh office) London EC4N 6EU		
Previous registered office:	1 Leeds LS1 5AB	Park	Row
Business address:			

LIQUIDATION DETAILS:

Liquidator(s):	Chad Griffin & Callum Angus Carmichael		
Address of Liquidator(s):	FRP Advisory Trading Limited Apex 3 95 Haymarket Terrace		
Contact Details:	Edinburgh EH12 5HD cp.edinburgh@frpadvisory.com		
Date of appointment of Liquidator(s):	10/07/2024		
Court in which Liquidation proceedings were brought:	N/A		
Court reference number:	N/A		

Appendix B – Receipts and Payments Account

Scirocco Energy Limited (In Liquidation) Joint Liquidators' Summary of Receipts & Payments

Declaration of Solvency £		From 10/07/2024 To 09/07/2025 £	From 10/07/2024 To 09/07/2025 £
	ASSET REALISATIONS		
	Bank Interest Gross	15,992.01	15,992.01
600,000.00	Cash at Bank	655,308.87	655,308.87
	Debtors	22,500.00	22,500.00
2,362,205.00	FID Payment	NIL	NIL
6,299,213.00	GSA Revenue Share	NIL	NIL
1,181,102.00	Upside Production Revenue	NIL	NIL
	VAT Refund	4,663.36	4,663.36
		698,464.24	698,464.24
	COST OF REALISATIONS		
	Bank Charges - Floating	18.00	18.00
	IT Support	1,413.13	1,413.13
	Joint Liquidators' Disbursements	200.00	200.00
	Joint Liquidators' Remuneration	72,699.75	72,699.75
	Legal & Professional Fees	41,593.86	41,593.86
	Share Registrars	3,740.90	3,740.90
	Stationery & Postage	2,900.42	2,900.42
	Statutory Advertising	310.23	310.23
		(122,876.29)	(122,876.29)
	UNSECURED CREDITORS		
	Unsecured Creditors	3,648.42	3,648.42
		(3,648.42)	(3,648.42)
10,442,520.00		571,939.53	571,939.53
	REPRESENTED BY		
	Current Flt Int Bearing		548,382.97
	Vat Recoverable - Floating		23,556.56
			571,939.53

Appendix C – A breakdown of the Joint Liquidators time costs per the period and cumulatively

FRP

Scirocco Energy Plc (In Liquidation)
Time charged for the period 10 July 2024 to 09 July 2025

	Appointment Takers / Partners	Managers / Directors	Other Professional	Junior Professional & Support	Total Hours	Total Cost £	Average Hrfy Rate £
Administration and Planning	2.90	26.55	14.15	7.95	51.55	20,976.75	406.92
Asset Realisation	5.50	20.75	1.60		27.85	14,013.25	503.17
Creditors	2.10	20.75	17.75	2.10	42.70	17,576.25	411.62
Investigation			0.40		0.40	148.00	370.00
Statutory Compliance	3.20	15.80	3.00	0.45	22.45	10,762.75	479.41
Trading	0.40				0.40	268.00	670.00
Total Hours	14.10	83.85	36.90	10.50	145.35	63,745.00	438.56

Disbursements for the period
10 July 2024 to 09 July 2025

	Value £
Category 1	
Bonding	200.00
Grand Total	200.00

Mileage is charged at the HMRC rate
prevailing at the time the cost was incurred

FRP Charge out rates	From	
Grade	1st May 2024	1st May 2025
Appointment taker/Partner	555-670	595-720
Managers/Directors	420-535	450-575
Other Professional	240-370	260-400
Junior Professional & Support	150-220	160-235