



CAYMAN ISLANDS MONETARY AUTHORITY

22 August 2018

Mr. Joseph A. Zock
Ms. Sarah Hunt
Directors
Madbury Lane Advisors Fund No. 3
Madbury Lane Advisors Fund No. 3 Offshore Investors

Dear Sirs,

**Re: Warning Notice –Madbury Lane Advisors Fund No. 3 (Reg. #5478)
Madbury Lane Advisors Fund No. 3 Offshore Investors
(Reg. #5479) (collectively “the Funds”)**

We write to you in your capacity as Directors of the Funds.

The Funds remains in breach of the Mutual Funds Law (2015 Revision) (“the Law”) as follows:

- Sections 8(1) and (2) for failing to prepare and submit audited accounts to the Authority for the years ended 31 December 2006 to 2017; and
- Section 9 of the Law for failing to pay annual registration fees and penalties for the years 2007 to 2018.

The Cayman Islands Monetary Authority (“the Authority”) has made reasonable efforts to locate and correspond with the directors of the Funds, but to date has been unsuccessful. The Authority is therefore posting this notice publicly in an effort to give notice to all interested parties.

The Authority also gives notice that the lack of communication may be considered in assessing your fitness and propriety to act as an authorised person in connection with other existing regulated mutual funds and/or licensees, or in future applications where fitness and propriety will be assessed.

Pursuant to provisions in section 30(16) of the Law, the Authority may at any time cancel any mutual fund registration if it is satisfied *inter alia* that the fund has ceased to carry on or attempt to carry on business as a mutual fund.

TAKE NOTICE:

The Cayman Islands Monetary Authority of 80 Shedden Road, Elizabethan Square, P.O. Box 10052, Grand Cayman KY1-1001, Cayman Islands, proposes to take the following action.

PROPOSED ACTION:

The Authority proposes to cancel the Funds' mutual fund registrations pursuant to section 30(16) of the Mutual Funds Law (2015 Revision).

REASONS:

Having considered the representations made to the Authority that the Funds never carried on business, and given the Funds inability to satisfy the Authority's termination requirements and become compliant with the Law, the Authority can rely on the information as being sufficient to satisfy itself that the Funds have ceased to carry on, or attempt to carry on, business as mutual funds.

NOTICE OF REPRESENTATION:

You may make written representations to the Authority. If you wish to make such representations you must do so within **30 days** of receiving this Warning Notice, or such longer period as requested of, and approved by the Authority. Where an extension to this time is required, a request for extension must be submitted within **10 days** of receiving the Notice. Written representations should be made to the Managing Director of the Authority, at the above address.

Please contact Audrey Roe, Head of Compliance at a.roe@cimoney.com.ky at the Authority for more information.

Yours sincerely,



Cindy Scotland
Managing Director