

MF GLOBAL SINGAPORE PTE. LIMITED
Company Registration No. 198403253G
(Provisional Liquidators Appointed)
c/o KPMG Services Pte. Ltd.
16 Raffles Quay #22-00
Singapore 048581

FOR IMMEDIATE RELEASE

11 January 2012

UPDATE ON THE PROPOSED INTERIM DISTRIBUTION OF CUSTOMERS' SEGREGATED AND PROPRIETARY FUNDS OF MF GLOBAL SINGAPORE PTE. LIMITED (PROVISIONAL LIQUIDATORS APPOINTED) (THE "COMPANY")

Bob Yap, Head of Transactions and Restructuring at KPMG Singapore, and one of the Provisional Liquidators of the Company said:

"With excellent progress having been made in the collection of segregated and proprietary funds of customers of MFGS over the last two and a half months, we now propose to effect an interim and provisional distribution of up to US\$350 million of such collected funds, with payment to commence in February 2012, subject to sanction of Court, which is pending, being obtained in January 2012. This represents a return of the bulk of the total customers' funds collected thus far and serves to return monies to customers as quickly as possible, whilst efforts continue to be made to advance the completion of the reconciliation of customers' accounts and collection of the remaining customers' funds."

To date, the Provisional Liquidators have successfully collected some US\$405 million representing about 86% of the total segregated and proprietary funds of customers (collected and uncollected) as may be accountable by the Company to its customers based on the books and records of the Company. As the bulk of the segregated and proprietary funds of customers have been collected, the Provisional Liquidators propose to effect an interim and provisional distribution of up to US\$350 million to customers identified as being entitled to such distribution (the "**Interim Distribution**"), subject to the sanction of the High Court of Singapore.

Accordingly, the Provisional Liquidators have applied to the High Court of Singapore on 10 January 2012 for the sanction of the proposed Interim Distribution. Subject to the Court's schedule, it is envisaged that such application will be heard in mid to late January 2012.

The proposed Interim Distribution is provisional and subject to the final reconciliation and verification of customer accounts and the books and records of the Company, as well as the collection of remaining customers' funds from third parties (where this is relevant). It is therefore

without prejudice to and will not affect customers' right to claim their entitlements rightfully still to be returned to them.

The balance amount of collected customers' segregated and proprietary funds will be retained as an adequate and prudent reserve, pending full collection of such customers' funds, receipt of outstanding trade information (including close-out prices) from various third party counterparties, clearing members, and correspondent brokers, and a final reconciliation of customers' accounts with the books and records of the Company. This is so as to ensure that the proposed Interim Distribution does not prejudice customers who have rightful proprietary entitlement to the available funds to be distributed. Upon completion of the reconciliation and verification process, a further or final payment may be made to customers who are ascertained to be so entitled to such further or final payment.

The Provisional Liquidators will be notifying the Company's relevant customers, in the course of today and tomorrow *via* email and where this is not possible, *via* mail, with further details of the proposed Interim Distribution and certain administrative matters which require customers' attention for purposes of facilitating payment to customers pursuant to the proposed Interim Distribution, as well as the means by which to submit any substantive view in relation to the proposed Interim Distribution which they may have. Customers who do not receive such notification by close of 12 January 2012 should contact the Provisional Liquidators at sg-mfglobal@kpmg.com.sg with the subject header "*Request for Notification*" immediately.

The Provisional Liquidators will continue to work towards collecting the remaining uncollected 14% of customers' segregated and proprietary funds held by the Company's overseas counterparties, clearing members and financial institutions, in Australia, Hong Kong, Taiwan, United Kingdom, and the U.S.A.

Further updates on the proposed Interim Distribution and the outcome of the above Court application will be provided on the Company's website at www.mfglobal.com.sg.

Messrs Chay Fook Yuen, Bob Yap Cheng Ghee and Tay Puay Cheng
For and on behalf of
MF Global Singapore Pte. Limited
(Provisional Liquidators Appointed)

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