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LDK SOLAR CO., LTD. (IN OFFICIAL LIQUIDATION)

Joint Official Liquidators' Third Report to the Creditors and
the Grand Court of the Cayman Islands of LDK Solar Co., Ltd.
for the period from 1 July 2017 to 30 June 2018

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Table of Contents

Table of Contents	1
Appendices	1
Glossary of Terms	2
1. Introduction.....	7
2. Financial Position.....	7
3. Asset Realisations	8
4. SPI Energy	9
5. Other Key Steps Taken.....	12
6. Costs of the Liquidation	14
7. Next Steps.....	16

Appendices

- A. JOLs' Receipts and Payments Account for the period 1 July 2017 up to and including 30 June 2018
- B. JOLs' fees and disbursements for the period 1 July 2017 up to and including 30 June 2018

Glossary of Terms

Term	Definition
2016 Indenture	Indenture dated 10 December 2014 providing for the issuance of the 2016 Notes
2016 Notes	5.535% Convertible Senior Notes due 2016, issued pursuant to the 2016 Indenture
2018 Indenture	Indenture dated 10 December 2014 providing for the issuance of the 2018 Notes
2018 Notes	5.535% Convertible Senior Notes due 2018, issued pursuant to the 2018 Indenture
Account Holder	Participant holding 2016 Notes and/or 2018 Notes on behalf of a Beneficial Holder
Administrator	Specially organised restructuring group within the Xinyu Hi-Tech Industrial Park Management Committee, appointed as administrator of the PRC Subsidiaries by the PRC Court
ADs	American Depositary Shares
Beneficial Holder	Third party investor holding beneficial interests in the 2016 Notes and/or 2018 Notes via an Account Holder
BNYM	The Bank of New York Mellon
CAMRI	CAM Renewable Investments LLP
Cayman Schemes	Two Cayman Islands law governed schemes of arrangement sanctioned by the Court on 7 November 2014 with respect to the Company and LDK Silicon
CBP	U.S. Customs and Border Protection Agency
CDB	China Development Bank Corporation or CDB HK or CDB Jiangxi
CDB HK	China Development Bank, Hong Kong Branch
CDB Jiangxi	China Development Bank, Jiangxi Branch
CDB JX Facility	Facility agreement dated 19 November 2014 and entered between Jiangxi LDK Silicon and CDB Jiangxi
Century	Century SolarJewel Investments S.A.
Century SPVs	Means collectively: (1) SALEL S.R.L.; (2) MOIC S.R.L.; (3) AIRON S.R.L.; (4) ATIS S.R.L.; and (5) ADAMA S.R. L
Committee	Liquidation committee of the Company consisting of the following members: (1) China Development Bank International Holdings Limited; (2) China Development Bank Corporation; (3) BFAM Asian Opportunities Master Fund, LP; (4) Excel Rise Holdings Limited; and (5) Orchard Centar Master Ltd
Companies Law	Cayman Islands Companies Law (as amended)

Company	LDK Solar Co., Ltd. (In Official Liquidation)
Confidentiality Agreements	Confidentiality agreements entered by the Company and each member of the Committee in the form sent to each member of the Committee
Court	The Grand Court of the Cayman Islands, Financial Services Division
Creditors	Parties who have been identified as potential creditors of the Company
CWR	Cayman Islands Companies Winding Up Rules (as amended)
Debenture Facility Agreement	Debenture Facility Agreement dated April 2012 and entered between Century, LDK Europe and Old Mutual
Deposit Agreement	Deposit Agreement between SPI Energy, The Bank of New York Mellon and Owners and Holders of American Depositary Shares
Directors	Means collectively: (1) Shi Chen ;(2) Yunsong Ao; (3) Yan Xiong; (4) Maurice Wai-fung Ngai; (5) Junwu Liang; (6) Shi-an Wu; (7) Zhibin Liu; and (8) Ceng Wang, each acting in their respective capacities as directors of the Company
EPS	Estimated Financial Position Statement of the Company
EUR	Euro
Euroclear	Euroclear Bank S.A./ N. V
First Report to Creditors	JOLs' First Report to the Creditors of the Company dated 17 June 2016
FTICA	FTI Capital Advisors, LLC
FTI Consulting	FTI Consulting (Hong Kong) Limited and/or FTI Consulting (Cayman) Limited
Group	Group of companies directly and indirectly owned by the Company and incorporated in in the Cayman Islands, the PRC, Hong Kong, Europe, the U.S. and Japan
Hong Kong Schemes	Schemes of arrangement in Hong Kong with respect to the Company, LDK Silicon and LDK Silicon Hong Kong
IM	Confidential Information Memorandum
IR	Cayman Islands Insolvency Practitioner's Regulations 2008 (as amended)
Jiangxi LDK Polysilicon	Jiangxi LDK Solar Polysilicon Co., Ltd
Jiangxi LDK Silicon	Jiangxi LDK PV Silicon Technology Co., Ltd
Jiangxi LDK Solar	Jiangxi LDK Solar Hi-Tech Co., Ltd
JOLs	John Batchelor and David Griffin of FTI Consulting, acting in their capacity as Joint Official Liquidators of the Company
JP Morgan	JPMorgan Chase Bank, N. A

JP Morgan Deposit Agreement	Deposit Agreement dated 31 May 2007 among: (1) the Company; (2) JP Morgan as depositary; and; (3) all holders from time to time of ADRs issued thereunder.
KPMG	KPMG Huazhen LLP
LAEM	LAEM S.R.L.
LDK Silicon	LDK Silicon & Chemical Technology Co., Ltd
LDK Silicon Hong Kong	LDK Silicon Holding Co., Limited
LDK Europe	LDK Solar Europe Holdings S.A.
LDK International	LDK Solar International Company Limited
LDK Italia	LDK SOLAR ITALIA S.R.L.
LDK Tech	LDK Solar Tech USA, Inc.
LDK Tech Europe	LDK Solar Tech Europe GmbH
LDK USA	LDK Solar USA, Inc.
LD Thin	LD THIN S.R.L
LD Thin Projects	Four PV Plants held by LD Thin
LD Thin Sale	Transaction entered between LDK Europe and the LD Thin Purchaser, pursuant to which, <i>inter-alia</i> , LDK Europe agreed to sell its quota capital interests in LD Thin to the LD Thin Purchaser on the terms and conditions set out within the QPA
LDK Trading Service	LDK Trading Service Germany GmbH
LDK Xinyu	LDK Solar Power Technology (Xinyu) Co., Ltd
MIPA	Membership Interest Purchase Agreement entered between LDK USA and a third party dated 5 September 2017, governing the terms and conditions of the NPSI Sale
Mr. Lai	Mr. Jack Lai, Chief Financial Officer of the Group
Mr. Sheldon	Mr. David Sheldon, director of Century, Terrasol and sole director of the Century SPVs
NASDAQ	National Association of Securities Dealers Automated Quotations
NDA	Non-disclosure Agreement
NPSI	North Palm Springs Investments LLC
NPSI Facilities	Loan facility agreements entered between CDB and the Company dated 30 December 2011 in respect of the PV Plants owned by NPSI
NPSI Sale	Transaction entered between LDK USA and the Purchaser, pursuant to which, <i>inter-alia</i> , LDK USA agreed to sell its membership interests in NPSI to the Purchaser on the terms and conditions set out within the MIPA

PRC	People's Republic of China
PRC Court	The Intermediate People's Court in Xinyu City of Jiangxi Province
PRC Subsidiaries	Means collectively: (1) Jiangxi LDK Solar; (2) LDK Xinyu; (3) Jiangxi LDK Silicon; and; (4) Jiangxi LDK Polysilicon
Purchaser	Counterparty to the NPSI Sale under the MIPA
PV	Photovoltaic
PV Plant	Photovoltaic Solar Power Station
QPA	Quota Purchase Agreement entered between LDK Europe and the LD Thin Purchaser dated 29 August 2018, governing the terms and conditions of the LD Thin Sale
Redomicile Agreement	Second Amended and Restated Agreement of Merger and Reorganization dated 30 October 2015 between, amongst others, SPI and SPI Energy
Redomicile Merger	Reorganisation of SPI under SPI Energy completed on 4 January 2016 pursuant to the Redomicile Agreement
Reporting Period	1 July 2017 to 30 June 2018
Ropes & Gray	Ropes & Gray LLP, the JOLs' U.S. and Hong Kong legal counsel
RMB	Renminbi
SEC	U.S. Securities and Exchange Committee
Second Committee Meeting	Second meeting of the Committee held on Thursday 16 March 2017 at 9:30 am (Hong Kong Time/China Standard Time)
Share Consolidation	Consolidation of SPI Energy Ordinary Shares whereby each ten Ordinary Shares held in SPI Energy of a nominal or par value of US\$0.000001 would be consolidated into one Ordinary Share of a nominal or par value of US\$0.00001
Second Report to Creditors	JOLs' Second Report to the Creditors of the Company dated 18 July 2017
Schemes	Cayman Schemes and the Hong Kong Schemes
Scheme Administrators	Eleanor Fisher and Tammy Fu of Zolfo Cooper acting in their former capacity as Administrators to the Cayman Scheme
Share Pledge Agreement	Share Pledge Agreement dated 28 March 2011 entered between LDK USA and CDB HK
SPI	Solar Power Inc.
SPI Energy	SPI Energy Co., Ltd
SPI Facility	Loan facility agreement dated 28 March 2011 and entered between CDB HK and the Company

SPV	Special Purpose Vehicle
Terrasol	Terrasol S.A.
Trustee	Bank of New York Mellon, London Branch
U.S.	United States of America
USD	United States Dollar
Winding Up Order	Winding up order made by the Court (FSD Number 16 of 2016), pursuant to which: (1) the Company was placed into official liquidation; and (2) John Batchelor and David Griffin were appointed as JOLs of the Company
Zolfo Cooper	Zolfo Cooper (Cayman) Limited

1. Introduction

1.1. Appointment

On 6 April 2016, the Winding Up Order was made by the Court in relation to the Company. In accordance with the terms of the Winding Up Order, John Batchelor and David Griffin of FTI Consulting were appointed as JOLs of the Company with effect from 6 April 2016.

1.2. Purpose of this Report

The purpose of this report is to provide the creditors of the Company with an update of the progress of the liquidation for the period 1 July 2017 to 30 June 2018 and pursuant to Order 10 Rule 1 of the CWR. This report should be read in conjunction with the First Report to Creditors and Second Report to Creditors, which together covered progress of the liquidation from 6 April 2016 to 30 June 2017. This report will be presented at the third meeting of the Creditors of the Company which has been convened by the JOLs to be held on Thursday 25 October 2018 at 11:00 am (Hong Kong Time/China Standard Time).

1.3. Basis of Preparation and Disclaimer

In preparing this report, the JOLs have relied upon documents and information provided by the Company, its Directors, service providers and other third parties. The JOLs' investigations remain ongoing and new information continues to be received which may result in material changes to the information provided in this report. Except where specifically stated, the JOLs have not been able to verify accuracy of the information provided to them by reference to independent evidence. No representation or warranty of any kind (whether express or implied) is therefore given by the JOLs or FTI Consulting as to the accuracy or completeness of this report, and caution should be exercised in placing any reliance upon it.

In the event that this report is obtained by a third party, or is used for any purpose other than in accordance with its stated purpose, any such party relying on the report does so entirely at their own risk and shall have no right of recourse against the JOLs, FTI Consulting, its directors, employees, professional advisors or agents. None of these parties accept any liability or assume any duty of care to any third party (whether it is an assignee or successor of another third party or otherwise) in respect of this report and any such party who receives a copy whether from the JOLs, FTI Consulting or any other source, shall have no right of recourse against the JOLs, FTI Consulting, its directors, employees, professional advisors or agents.

2. Financial Position

2.1. Receipts and Payments

The JOLs' receipts and payments account during the period 1 July 2017 to 30 June 2018 is attached at Appendix A. There have been no receipts or payments during the Reporting Period aside from nominal bank charges.

2.2. Estimated Financial Position

The outcome for Creditors in the liquidation will be primarily dictated by: (i) the extent of recoveries from LDK USA's investment in SPI Energy; and (ii) the determination of the validity or otherwise of a number of principal Group intercompany receivable and payable balances.

The steps taken by the JOLs on behalf of LDK USA during the reporting period in relation to LDK USA's investment in SPI Energy, along with the proposed next steps which the JOLs intend to take in relation to this matter, are described in section 4. The JOLs will complete their review of the intercompany balances once LDK USA is in a position to dispose of its ordinary Shares in SPI Energy. The JOLs are not in a position to prepare an estimated financial position until this review has been completed.

3. Asset Realisations

3.1. Overview

The JOLs have completed the sale of PV Plants held by NPSI and LD Thin during the Reporting Period. As previously advised, the PV Plants were financed by lending provided by CDB pursuant to the NPSI and LD Thin Facilities and did not result in any recoveries for the Company. The net proceeds were distributed to CDB, in accordance with the provisions of the applicable loan facility agreements, and reduced CDB's claims against the Company in its capacity as either borrower or guarantor under the loan facility agreements.

3.2. NPSI Sales Process

As at the date of the Second Report, the JOLs were awaiting CDB's approval for the proposed purchaser's revised offer. This was subsequently received and on 5 September 2017, LDK USA and the Purchaser entered the MIPA governing the terms and conditions of the NPSI Sale, pursuant to which LDK USA had agreed to sell its membership interests in NPSI to the Purchaser. The NPSI Sale was subject to various conditions precedent, including the termination of all intercompany contractual obligations or arrangements between NPSI and other entities within the Group.

By summons dated 6 October 2017, the JOLs made an application for an order sanctioning the JOLs to cause the Company to enter into a transaction wherein all debts owed to the Company by NPSI be forgiven by the Company in their entirety, thereby satisfying the requirements of the NPSI Transaction. The order sought by the JOLs was granted by the Court on 27 October 2017. The NPSI Sale was subsequently completed on 31 October 2017.

Prior to completing the NPSI Sale, the JOLs wrote to the Committee in order to provide them with a detailed update on the sale process and seek their views on (i) the NPSI sale and (ii) the forgiveness of debt due from NPSI to the Company. The JOLs did not receive any objections from the Committee to proceed with the NPSI and obtain Court sanction for the forgiveness of the debts due from NPSI.

The JOLs are unable to provide any further details on the sale as LDK USA remains bound by non-disclosure obligations under the relevant transaction documents. The objective of the NPSI Sale from the Company's perspective was to maximise the value of LDK USA's membership interests in NPSI through a consensual sales process and avoid CDB Jiangxi enforcing its security rights, which would likely have involved significantly higher transaction costs (due to the sale structure that CDB Jiangxi would likely have been compelled to adopt), thereby potentially increasing the amount of CDB Jiangxi's unsecured claim against the Company in the liquidation.

3.3. LD Thin Sales Process

On 29 August 2018, the JOLs (acting on behalf of LDK Europe) completed the sale of entire issued quota capital held by LDK Europe in LD Thin to the Preferred Bidder. The terms of the transaction are governed by the QPA which precludes the JOLs from disclosing the material terms of the transaction without the Preferred Bidder's consent. However, as previously anticipated, there is no prospect of a return to the Company from the sale as the net sales proceeds are insufficient to repay the amounts owed by LDK Europe to CDB Jiangxi in its capacity as the principal unsecured creditor of LDK Europe.

The JOLs and their staff have managed the sales process since the date of the Second Report in order to facilitate completion of the transaction. The key developments since the date of the Second Report can be summarised as follows:

- a) The sales process has been subject to various additional unforeseen delays and complications, owing primarily to the fact that a number of material documents requested by the Preferred Bidder for due diligence purposes were not readily available and had to be sourced by the JOLs from third parties;
- b) The Preferred Bidder completed its detailed due diligence following receipt of further documentation requested and made a revised offer to purchase the LD Thin Projects by acquiring the quota interests held by LDK Europe in LD Thin;
- c) The JOLs also permitted an alternative party to conduct due diligence on the LD Thin Projects whilst the terms of the revised offer were considered. However, this party subsequently withdrew its interest having completed due diligence.
- d) The JOLs subsequently liaised with the Preferred Bidder and LDK Europe's legal advisors in order to agree the terms of the QPA. Further material work was also performed by the JOLs in order to ensure that LDK Europe satisfied the conditions precedent stipulated within the QPA, including obtaining approval from CDB Jiangxi to proceed with the sale.

4. SPI Energy

Set out below is a summary of the material developments in relation to SPI Energy since the date of the Second Report and the steps taken by the JOLs on behalf of the LDK Entities (i.e. LDK USA and LDK Europe) to obtain Ordinary Shares in SPI Energy and convert these into tradeable form.

4.1 Recent developments

4.1.1 Termination of the Deposit Agreement and changes in share structure

As previously reported, BNYM was formerly appointed as depositary for SPI Energy's ADSs program under the Deposit Agreement. BNYM was also appointed as the Exchange Agent, responsible for processing the exchange of ordinary shares for SPI Energy ADSs but ceased to act as Exchange Agent under the Deposit Agreement with effect from 27 February 2017. The Deposit Agreement, and BNYM's role as depositary, was subsequently terminated.

SPI Energy made a number of announcements during the reporting period to the effect that:

- a) It had amended the terms of the Deposit Agreement with effect from 18 September 2017, such that upon termination of the Deposit Agreement, all outstanding ADSs in SPI Energy would be exchanged on a mandatory basis for Ordinary Shares in SPI Energy;
- b) It planned to list the Ordinary Shares for trading on the NASDAQ in substitution for ADSs. Following termination of the ADS facility, Computershare, as the new Exchange Agent appointed in place of BNYM, would facilitate: (i) the surrender and cancellation of ADSs; and (ii) the issuing of ten Ordinary Shares in SPI Energy for each ADS held; and

- c) The shareholders of SPI Energy had considered and passed an ordinary resolution authorising the Share Consolidation, pursuant to which each ten Ordinary Shares held in SPI Energy of a nominal or par value of US\$0.000001 would be consolidated into one Ordinary Share of a nominal or par value of US\$0.00001.

As a result of the Share Consolidation, each ten pre-consolidation Ordinary Shares in SPI Energy were automatically converted into one Ordinary Share in SPI Energy as at 6 November 2017, without any action required on the part of the respective shareholders. On 8 November 2017, SPI Energy's Ordinary Shares began trading on the NASDAQ on a post-consolidation basis.

4.1.2 Ordinary shares held by LDK Entities and current market value

The table below contains a summary of the of Ordinary Shares held by the LDK Entities as a result of the Share Consolidation and the current open market value of the Ordinary Shares, based on the most recently quoted stock price as at the close of trading on 19 October 2018:

Table 1 – Summary of Market Value of Ordinary Shares held by the LDK Entities as at 19 October 2018

Name of Company	SPI Energy Shares	SPI Energy Stock Price	Market Value
LDK USA	13,174,634	US\$0.29/Ordinary Share	US\$3,820,643.86
LDK Europe	977,122	US\$0.29/Ordinary Share	US\$283,365.38

4.1.3 Delinquency Notices

During the reporting period, SPI Energy received a number of further delinquency notices from NASDAQ as a result of, among other things, failures to:

- file its Annual Report with the SEC for the year ended 31 December 2016 on time, in compliance with Rule 5250(c)(1) of the NASDAQ Listing Rules;
- comply with the minimum bid price requirement under Rule 5810(c)(3)(A) of the NASDAQ Listing Rules; and
- file its Report on Foreign Private Issuer on Form 6-K, including an interim balance sheet and income statement as of the end of its most recently completed second quarter (30 June 2017).

On 5 October 2018 SPI Energy announced that the NASDAQ Hearings Panel granted SPI Energy's request to extend the stay of the suspension in trading of its securities pending a hearing on November 15, 2018, and issuance of a final NASDAQ Hearings Panel decision.

4.1.4 Financial Results

On 27 October 2017, SPI Energy filed its Annual Report for the year ended 31 December 2016. According to the 2016 Annual Report:

- a) SPI Energy made net operating losses for 2016 and 2015 of US\$220.7 million and US\$164.2 million, respectively; and
- b) SPI Energy's former auditors, KPMG, issued the following going concern viability warning statement and statement concerning SPI Energy's internal control systems:

"the Group has suffered recurring losses from operations and has a working capital deficit and a net capital deficit as of December 31, 2016. In addition, the Group has defaulted repayment of substantial amounts of debts and borrowings. These factors raise substantial doubt about the Group's ability to continue as a going concern".

"In our opinion, because of the effect of the aforementioned material weaknesses on the achievement of the objectives of the control criteria, the Group has not maintained effective internal control over financial reporting as of December 31, 2016, based on criteria established in Internal Control—Integrated Framework (2013) issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO)."

On 6 March 2018, SPI Energy announced that KPMG's appointment as auditor had been terminated and that Marcum Bernstein & Pinchuk LLP had been engaged as replacement auditor with effect from 28 February 2018.

4.2 Current Status

LDK USA holds 13,174,634 shares in SPI Energy. The SPI Energy share certificate belonging to LDK Solar USA is currently held by Citibank New York on behalf of CDB as part of their disputed security. Negotiations with CDB remain ongoing with attempts to have CDB release the share certificate pending resolution of the disputed security interests unsuccessful. The latest terms to the negotiation were sent to CDB recently, given the confidential nature of the negotiation, the JOLs are unable to elaborate any further on the current position.

LDK Europe holds 977,122 shares in SPI Energy. The SPI Energy share certificate belonging to LDK Europe was misplaced by management prior to the JOLs appointment. Searches for the missing share certificate have been unsuccessful. The JOLs were in the process of organising for the replacement share certificates to be issued when SPI Energy terminated BNYM role as both depository and exchange agents. The JOLs are in correspondence with SPI Energy's new depository agent, V Stock, in seeking replacement securities.

The JOLs have also commenced legal action against SPI Energy in the Grand Court of the Cayman Islands in order to recognise LDK USA and LDK Europe's position as holders of SPI Energy shares by a rectification or SPI Energy's register of members. On 16 November 2017, the Grand Court of the Cayman Islands confirmed that LDK USA and LDK Europe have held 131,746,347 and 9,771,223 ordinary shares (both pre-consolidation amounts) in SPI Energy since 4 January 2016. On 30 November 2017, SPI Energy created a branch register reflecting these shareholdings. These shares cannot be traded without additional legal action or the underlying share certificates but do give LDK USA and LDK Europe their rights as a member (as opposed to an ADS holder) of SPI Energy.

5. Other Key Steps Taken

Set out below is a summary of the other key steps which have been taken by the JOLs since the date of the JOLs' Second Report to Creditors.

5.1. U.S. Subsidiaries

5.1.1 LDK USA

Day to Day Operations

LDK USA ceased to manage the affairs of NPSI following completion of the NPSI Sale, and LDK USA's sole employee was made redundant shortly thereafter. The JOLs are continuing to administer LDK USA's affairs in order to maintain its good standing, including dealing with ongoing regulatory and taxation requirements as and when required.

5.1.2 NPSI

Insurance Claim

In October 2017, in order to resolve the ongoing dispute and avoid incurring unnecessary legal costs, the JOLs and their legal counsel held an informal mediation meeting with the insurance carrier which respect to the claim previously initiated by NPSI as a result of damages suffered at the PV Plants in 2013. The JOLs were successful in obtaining a settlement from the insurance carrier and these proceeds were paid to CDB in accordance with CDB's security under the terms of the NPSI Facilities.

5.2. PRC Operations

On 30 September 2016, the PRC Court granted orders authorising the implementation of restructuring proposals pertaining to the acquisition of share capital in: (i) Jiangxi LDK Solar and LDK Xinyu; and (ii) Jiangxi LDK Polysilicon.

The restructuring of Jiangxi LDK Polysilicon has completed. However, the proposed restructuring of Jiangxi LDK Solar and LDK Xinyu did not proceed as HYNE (the purchaser who had had committed to acquiring the share capital in the companies) was unable to raise the required capital to compete the transaction.

On 29 December 2017, meetings of creditors and shareholders were held by the Administrator to consider and vote upon a new Restructuring Proposal pertaining to the acquisition of the share capital of Jiangxi LDK Solar and LDK Xinyu. However, the JOLs were not provided with notice of the meeting until after the meeting had taken place on 2 January 2018. By e-mail dated 4 January 2018, the Administrator advised the JOLs that the Company would still be permitted to vote in relation to the Restructuring Proposal, providing that the vote was lodged on or before 5 January 2018.

The Restructuring Proposal contained information in relation to the respective financial positions of Jiangxi LDK Solar and LDK Xinyu as at 22 December 2017, details of which are summarised below:

- a) Jiangxi LDK Solar: Total assets of RMB 12.4 billion and total liabilities of RMB 21.7 billion.
- b) LDK Xinyu: Total assets of RMB 1.8 billion and total liabilities of RMB 3.3 billion.

The main features of the Restructuring Proposal are as follows:

- a) The Administrator has engaged two new Investors to acquire all the residual share capital in Jiangxi LDK Solar and LDK Xinyu after ordinary shares have been issued to unsecured creditors in lieu of payment of their claims;
- b) Secured creditors will be repaid a total of RMB 818 million out of a total of RMB 4.82 billion owed. The rest of the secured creditors' claims would be treated as unsecured;
- c) Employee related debts and tax liabilities will be repaid in full;
- d) Unsecured creditors with claims under RMB 200,000 will be repaid in full;
- e) Unsecured creditors with claims between RMB 200,000 to RMB 8.7 million will be repaid RMB 200,000 each;
- f) Unsecured creditor of the companies with claims over RMB 8.7 million will be repaid at a rate of 2.335% in proportion of their claims; and
- g) For unsecured claims above RMB 100 million, creditors may choose to receive their repayment in the form of preferred share or cash (capped at RMB 2.5 billion). For secured claims, creditors may choose to receive their repayment in the form of ordinary share, preferred shares or cash.

On behalf of the Company, the JOLs voted against the Restructuring Proposal as it does not provide any distribution to shareholders. The JOLs subsequently learned that the Restructuring Proposal was supported by the majority of creditors in all classes. On 10 January 2018, the PRC Court endorsed the Restructuring Proposal.

5.3. European Operations

LD Thin was the only remaining operating subsidiary of LDK Europe. As explained in section 3, the JOLs completed the sale of the quota capital interests held by LDK Europe in LD Thin on 29 August 2018. Following completion of the transaction, the JOLs will be facilitating the orderly wind down of LDK Europe's affairs via a voluntary liquidation process. The key outstanding matters which need to be dealt with before LDK Europe's affairs can be wound down are as follows:

- a) Completing the disposal of LDK Europe's Ordinary Shares held in SPI Energy once the conversion process outlined in section 4 has been completed;
- b) Completing the liquidations of LDK Europe's remaining subsidiaries (LDK Solar Italia, LDK Solar Tech Europe and LDK Trading Service) so that the entities can be dissolved; and
- c) Distribution of the residual available funds held by LDK Europe to CDB Jiangxi after providing for the costs of completing the wind down process.

Once these matters have been completed LDK Europe will be placed into a voluntary winding up process in Luxembourg and will be dissolved as soon as practicable thereafter.

5.4. Intercompany Transactions

Having carried out investigations, the JOLs have identified a number of material transactions entered into between either the Company or LDK International on the one hand and related parties of the Group on the other, which the JOLs consider:

(i) warrant investigation; and (ii) may give rise to potential claims against the related counterparties and also against former directors and officers of the Company and LDK International. The scope of the JOLs' investigations to date has been constrained by the lack of any funds in the Company's estate to fund the costs of detailed investigatory work and incomplete books and records.

5.5. Other Investigations

The JOLs are continuing to carry out a review of the Company's historic transactions in order to identify whether there are any other transactions which may be able to be unwound, or which could give rise to potential claims. The JOLs have identified a number of substantial related party transactions warranting further investigation.

6. Costs of the Liquidation

6.1. JOLs' Remuneration and Disbursements

The JOLs have incurred fees of US\$188,061 and disbursements of US\$3,754 during the Reporting Period. More detailed information regarding the fees and disbursements is attached at Appendix B, including a summary of the time costs by reference to grades of staff and work activities, together with a narrative of the work performed.

6.2. Approval of Remuneration

In accordance with regulation 10(1) of the IR, the JOLs are required to seek the approval of the Court in relation to the basis and amount of their remuneration. However, pursuant to Regulation 12(1)(a) of the IR, the JOLs are first required to seek the approval of the Committee as to the basis and the amount of their remuneration prior to seeking approval from the Court.

The JOLs have not yet sought the Committee's approval as to the amount of their remuneration but will do so in due course.

6.3. Directorship Services Fees

Set out below, for information purposes, is a summary of the costs incurred by the JOLs during the Reporting Period in connection with acting as directors of various subsidiaries within the Group, divided by reference to each principal geographical division within the Group. We note that substantial portions of the management fees remain unpaid given the nature of the assets available within each of the below entities.

Table 1 - Summary of Directorship Services Fees and disbursements from 1 July 2017 to 30 June 2018 (US\$)

Expense	USA	Hong Kong	Europe
Remuneration	731,634	80,533	349,505
Disbursements	5,994	3,376	714
Total	737,628	83,909	350,219

6.4. JOLs' Legal Fees and Expenses

6.4.1 Ropes and Gray

Ropes and Gray act as U.S., English and Hong Kong legal counsel to the Company, having been retained by the JOLs following their appointment. Ropes & Gray have incurred fees and expenses in connection with work performed in this regard of US\$44,413.75 during the period 3 September 2017 up to and including 13 April 2018.

The principal areas of work performed by Ropes & Gray during the period include:

- a) advice in relation to insurance matters;
- b) advice regarding preparation of Reports to the Committee;
- c) advice on matters of U.S. law in relation to a number of conversion requests received from Beneficial Holders; and
- d) advice on matters of English law in connection with the CDB's security documentation.

6.4.2 Walkers

Walkers has been retained by the JOLs to act as Cayman Islands legal counsel to the Company. For the period from 1 July 2017 up to and including 30 June 2018, Walkers have incurred fees and expenses of US\$73,545.53.

The work performed by Walkers during this period includes the following:

- (a) advice regarding the Second Report to the Committee, the preparation for and attendance at Creditors' Committee meetings;
- (b) advice regarding the schemes of arrangement;
- (c) advice in relation to a proof of debt letter;
- (d) memorandum of advice in relation to potential claims against Directors under Cayman Islands law; and
- (e) providing advice and representation to the JOLs generally on all matters of Cayman Islands law."

7. Next Steps

The JOLs intend to focus on the following matters over the coming months:

- a) Hold the annual meeting of creditors;
- b) Continue discussions with CDB in order to explore the possibility of resolving the disputed claims in order to avoid formal proceedings;
- c) Pursue alternative options in order to escalate the resolution of the disputes with CDB in circumstances where a consensual agreement cannot be reached on an expedited basis;
- d) Discuss options with the Committee in relation to the disposal strategy with respect to LDK USA's and LDK Europe's investments in SPI Energy in light of the recent stock performance and implement an agreed upon strategy upon resolution of the conversion related issues; and
- e) Complete investigations regarding the principal Group intercompany balances and make any necessary adjustments as a result of these investigations.

Should you have any queries in relation to this report, please do not hesitate to contact the JOLs or the following members of their staff:

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Dated 24th of October 2018



John Batchelor

Joint Official Liquidator

APPENDIX A

JOLS' RECEIPTS AND PAYMENTS ACCOUNT FOR THE
COMPANY DURING THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

JOLs' Receipts and Payments Account from 1 July 2017 to 30 June 2018 (US\$)

Period	04/04/2016 to 30/06/2017	01/07/2017 to 30/06/2018	Total
Receipts			
Funds received from Scheme Administrators	145,987	-	145,987
	145,987	-	145,987
Payments			
Legal Fees	(10,618)	-	(10,618)
Advertising Fees	(3,843)	-	(3,843)
Professional Consultancy Fees	(717)	-	(717)
Bank Charges	(426)	(1,500)	(1,926)
	(15,604)	(1,500)	(17,104)
Balance in Hand	130,383	(1,500)	128,883

APPENDIX B

JOLS' FEES AND DISBURSEMENTS FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

- I) Summary of charge-out rates and policy statement
- II) Fee Summary by Time Activity and Grade of Staff
- III) Narrative of work carried out by the JOLs
- IV) Breakdown of Disbursements

I) Summary of charge-out rates and policy statement

JOLs' Charge-Out Rates

JOLs' Charge-out Rates	
Grade	Hourly Rate (US\$)
Senior Managing Director	750
Managing Director	660
Director	575
Manager	490
Assistant Manager	400
Senior Case Administrator	345
Case Administrator	210

Policy for Charging of Time

- a) All time charged to the estate is with reference to time properly given by the JOLs and their staff in attending to matters arising in relation to the liquidation;
- b) Work carried out in connection with the liquidation has been undertaken by the appropriate grade of staff required for each task, having regard to the complexity of the task and the skill and experience required to perform it; and
- c) Time is recorded in six-minute units at the rates prevailing at the time the work is done.

Policy for Recovery of Disbursements

- a) Only expenses and disbursements reasonably and properly incurred in relation to the liquidations are re-charged to the estate;
- b) General office overheads are not recharged to the estate as disbursements.

II) Fee Summary by Time Activity and Grade of Staff

LDK Solar Co. Ltd (In Official Liquidation)										
JOLS' time costs analysis for the period 1 July 2017 to 30 June 2018										
Time activity	Number of hours								Time cost (USD)	Average hourly rate (USD)
	Senior Managing Director	Managing Director	Director	Manager	Assistant Manager	Senior Case Administrator	Case Administrator	Total		
Banking and Accounting	0.1	0.2	4.2	-	-	-	14.7	19.2	5,709.00	297.34
Creditors	-	31.5	17.3	-	-	-	22.5	71.3	35,462.50	497.37
Directors and Service Providers	-	1.2	0.5	-	-	-	6.6	8.3	2,465.50	297.05
Investigations	-	0.8	47.4	-	24.8	-	-	73.0	37,703.00	516.48
Legal Matters	-	1.1	35.5	-	4.7	-	0.7	42.0	23,165.50	551.56
Liquidation Committee	-	21.1	50.4	-	-	-	3.2	74.7	43,578.00	583.37
Management and Review	2.4	1.1	15.8	-	6.9	-	4.9	31.1	15,400.00	
Oversight and Control of Assets	-	-	0.1	-	-	1.6	18.3	20.0	4,452.50	222.63
Realisation of Assets	-	1.9	1.6	-	-	-	-	3.5	2,174.00	621.14
Shareholders	-	-	0.8	-	-	-	0.7	1.5	607.00	404.67
Statutory	-	-	26.0	0.3	-	-	10.7	37.0	17,344.00	468.76
Total in period	2.5	58.9	199.6	0.3	36.4	1.6	82.3	381.6	188,061.00	492.82
Charge-out rates (USD/hour)	750.00	660.00	575.00	490.00	400.00	345.00	210.00			
Time costs (USD)	1,875.00	38,874.00	114,770.00	147.00	14,560.00	552.00	17,283.00	188,061.00		

III) Narrative of work carried out by the JOLs

Banking and Accounting	<ul style="list-style-type: none">• Processing payments to service providers• Preparation and maintenance of receipts and payments account• Periodic reconciliation of bank account to receipts and payments account• Preparation of detailed time cost analysis
Committee	<ul style="list-style-type: none">• Preparation of detailed update to the Committee in relation to the NPSI Sale• Correspondence with Committee members
Creditors	<ul style="list-style-type: none">• Preparation of second report to Creditors• Preparation for and attendance at second meeting of Creditors• Preparation of minutes of second meeting of Creditors• Review of claims received from Creditors• Attending to ad-hoc queries from Creditors• Ongoing maintenance of the liquidation website• Maintaining creditor contact database
Directors & Service Providers	<ul style="list-style-type: none">• Issuing follow up requests to former service providers regarding the delivery up of Company books and records
Investigations	<ul style="list-style-type: none">• Conducting further investigations regarding the Group's intercompany transactions• Detailed review of historical transactions in order to identify any potential transactions which could be unwound, or which may give rise to potential claims• Extensive review of pleadings and other legal documents received from the Company's former legal advisors• Review of publicly available information in relation to related party transactions entered by the Company and counterparties• Detailed review of electronic books and records

Legal Matters	<ul style="list-style-type: none"> • Review of D&O policy and ancillary documents • Preparation of lengthy letters to the Company's former directors and officers in relation to related party transactions • Review and amendment of lengthy affidavit in support of the NPSI Sanction Application • Attendance at hearing for NPSI Sanction Application
Management and Review	<ul style="list-style-type: none"> • Regular case management review meetings • Briefing staff on strategy and work streams • Budgeting forecasts and reviews • Allocation and management of staffing resources
Oversight and Control of Assets	<ul style="list-style-type: none"> • Investigations in order to ascertain full details of intercompany debts owed to the Company • Correspondence with Company's bankers in relation to bank accounts held by the Company
Realisation of Assets	<ul style="list-style-type: none"> • Review of Restructuring Proposal and correspondence with the Administrator in relation to the same
Shareholders	<ul style="list-style-type: none"> • Attend to general shareholder queries
Statutory	<ul style="list-style-type: none"> • Preparation and lodgement of statutory notices with the Court • Adhering to other statutory requirements upon appointment • Regular reviews to ensure maintenance of statutory compliance

IV) Breakdown of Disbursements

JOLs' Disbursements for the period 1 July 2017 to 30 June 2018	
Type	Amount (US\$)
Miscellaneous Expenses	283.88
Postage and Courier charges	109.58
Printing charges	3,255.89
Telephone charges	104.85
Total in period	3,754.20