

LANGBAR INTERNATIONAL

04 August 2006

Dear Sir/Madam

LANGBAR INTERNATIONAL LIMITED (A COMPANY INCORPORATED AND REGISTERED IN BERMUDA UNDER NUMBER EC33737 FORMERLY KNOWN AS CROWN CORPORATION LIMITED) (THE "COMPANY" OR "LANGBAR")

PROPOSAL FOR A SCHEME OF ARRANGEMENT UNDER SECTION 425 OF THE COMPANIES ACT 1985

INTRODUCTION

Definitions of capitalised terms used in this letter can be found in the schedule to it.

If you are a current holder of Common Shares or the current holder of Depositary Interests you will have received a letter from the Company dated 19 June 2006 in which the Company explained that it was proposing a scheme of arrangement and outlined the terms of the proposed Scheme and why it was being proposed. That letter also informed addressees that the Company had applied to the Court for permission to convene the necessary meeting of Scheme Creditors (as that term was then defined in the proposed Scheme) and that the Court hearing had been adjourned to 4 July 2006.

If you are not a current holder of Common Shares or the current holder of Depositary Interests, this letter may be the first notice you will have received of the Company's proposed scheme of arrangement.

If you hold Common Shares or Depositary Interests as a nominee for another person or persons, please forward a copy of this letter to them immediately. (If you would like extra copies of this letter, please contact the Company using the details given below.)

Langbar International Limited

UK Office: 12 Curzon St, London W1J 5HL
Reg Office: Thistle House, 4 Burnaby Street, Hamilton HM11, Bermuda
Reg no: EC33737
Tel no: 00 44 (0) 20 7647 9900
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The Court hearing on 4 July 2006 was adjourned so that the proposed Scheme could be modified in response to certain representations made by certain potential Scheme Creditors. The directors of the Company (the "Directors") consider that these modifications improve the proposed Scheme. The principal modification is to the definition of the term "Scheme Creditor" which now extends not only to creditors who are current holders of Common Shares and/or Depository Interests (referred to in the proposed Scheme and in this letter as "Registered Holders") but also to creditors who, although not Registered Holders, are in the reasonable opinion of the Company the beneficial owners of Common Shares and/or Depository Interests (referred to in this letter as "Beneficial Holders").

As a Registered Holder and/or Beneficial Holder, the Directors believe that you, along with the Company, have been the victims of a substantial fraud perpetrated by certain former directors and founder shareholders of Langbar. As such, the current directors of the Company consider that you have or may have claims against these parties and their associates and also against the Company. You therefore are, or may be, a creditor of Langbar. As a result of the potential claims which the Company faces, there are risks to the solvency of the Company. If the Scheme, which is described below, is approved by those affected by it and becomes effective it will reduce these risks.

Following the hearing on 4 July 2006 all Registered Holders were sent notices requiring them to disclose details of interests held in the Common Shares and Depository Interests including beneficial ownership. Notices were placed in the London edition of the Financial Times on 13 July 2006 and in the German edition of the Financial Times on 14 July 2006 asking beneficial owners to contact the Company. Contact details of the members of the Langbar Action Group have been received by the Company. By 28 July 2006 the list of potential Scheme Creditors had increased from 266 to approximately 1700.

There was a further Court hearing on 28 July 2006 so that the Court could be updated on the amendments which the Company had made to the proposed Scheme and further representations could be made by certain potential Scheme Creditors.

The Company is, by this letter, reissuing the 19 June 2006 letter, modified to take into account the changes made to the proposed Scheme. This letter is addressed to creditors of the Company who are Registered Holders and/or Beneficial Holders known to the Company.

BACKGROUND

On 16 December 2005, Christopher Wallis and I were appointed directors of Langbar. I was appointed Executive Chairman and Mr Wallis was appointed Finance Director. On 4 April 2006, The Right Honourable Sir Jeremy Hanley KCMG joined the board of the Company as a non-executive director. He became Deputy Chairman of the Company on 11 May 2006. Since 16 December 2005 the Directors have been working to recover assets for Langbar. As part of this work legal claims have been instituted by way of proceedings in a number of jurisdictions (including England) against some of the former directors and founder shareholders and their associates. The claims have already met with some success and to date a freezing order in the sum of €49.5 million has been obtained over the assets of Mr Mariusz Rybak, a former director. The Company has also made recoveries of approximately €6 million from Lambert Financial Investments Limited which have now been paid to the Company.

Certain former directors and founder shareholders have raised legal arguments to the effect that you, the principal investors in the Company, are the correct claimants against them and not the Company. Although Langbar does not accept these arguments, to deny them any viability, and with the aim of bringing greater financial stability to the Company, the Directors consider that it would be appropriate to propose a scheme of arrangement under Section 425 of the Companies Act 1985 (the "Scheme") with certain of its creditors, namely creditors who are either Registered Holders (that is to say, the current registered holders of Common Shares in the Company and the current registered holders of Depositary Interests in Common Shares in the Company) and/or Beneficial Holders (that is to say, current beneficial owners of Common Shares or Depositary Interests) ("Scheme Creditors"). It is considered that the Scheme would be an important first step in achieving two principal objectives: (i) defeating the legal argument asserted by the former directors and founder shareholders of the Company that the Company is not the proper claimant in the proceedings it has brought against them; and (ii) reducing the risk of the Company being forced into a formal insolvency process.

A key feature of the proposed Scheme which helps the first objective is that it provides for the assignment to the Company of claims which Scheme Creditors might have against the former directors, founder shareholders and other persons involved with the Company prior to the discovery of the fraud.

The Directors have considered alternatives to the assignment of claims such as inviting Scheme Creditors to join the proceedings through a representation order or group litigation order. Having

considered these alternatives, the Directors consider an assignment of claims through the Scheme is in the best interests of all the Scheme Creditors for the following reasons:

- (i) the Company will remain as claimant even if the arguments put forward by certain former directors and founder shareholders were to succeed and the knowledge and information collated by the Company to date will not be lost;
- (ii) the Company will, whatever the outcome of the arguments, retain the benefit of the freezing order referred to above;
- (iii) Scheme Creditors will not have to pay the costs of issuing proceedings (£400-£1700 per person in court fees alone) as they would were they to proceed by way of group litigation order;
- (iv) the Company will be funding the continuing proceedings which will include the claims assigned under the Scheme;
- (v) an alternative approach risks not having sufficient support as some Scheme Creditors might not wish to become directly involved in the proceedings and liable for costs incurred.

A scheme of arrangement is a legally binding compromise or arrangement between a company and its members or creditors or any class of them. The Company is a “company” under the Companies Act 1985 for these purposes even though it is incorporated and registered in Bermuda. The Scheme will only affect your rights if you are a Scheme Creditor (as defined in the Scheme). The Scheme will become effective and binding on the Company and all its Scheme Creditors if:

- a majority in number representing at least three quarters in value of those present and voting, either in person or by proxy, at the Scheme Meeting in October 2006 agrees to the compromise or arrangement; and
- the compromise or arrangement is sanctioned by order of the Court and a copy of the Court Order is delivered to the Registrar of Companies for registration.

If it becomes effective the Scheme will bind all Scheme Creditors even if they did not receive notice of the Scheme Meeting, did not vote or voted against the Scheme. However, as explained

below, potential Scheme Creditors will have the opportunity to "opt out" of the Scheme before the Scheme Meeting.

It is of great importance that the proceedings in relation to the Scheme are progressed with urgency. The argument that the Company is not the proper claimant in the claims it has brought against certain of its former directors and founder shareholders is due to be contested on 30 October 2006, or later during the course of that week. To ensure that this argument is rendered irrelevant the Scheme would need to be approved prior to this date. Time is, therefore, short.

THE COURT HEARING

Langbar originally applied to the High Court of Justice at the Royal Courts of Justice, Strand, London WC2A 2LL, United Kingdom, for permission to convene the necessary meeting of Scheme Creditors to consider and, if thought appropriate, approve the Scheme. A hearing was held on 16 June 2006 which was adjourned to 4 July 2006 to enable the letter of 19 June 2006 to be sent and then subsequently adjourned again until 28 July 2006. Prior to 28 July 2006, the Company modified the draft proposed Scheme to reflect certain concerns raised by certain members of the Langbar Action Group.

The hearing has now been adjourned once again until 1 September 2006 (the "Adjourned Hearing") to allow this letter to be sent and to allow the Company to gather further information regarding the identity of the Beneficial Holders.

You will receive formal notice of the meeting of Scheme Creditors after the Adjourned Hearing, if the Court accedes to the Company's application.

THE SCHEME

The background to the Scheme is explained in the section of this letter captioned "Background".

The principal effects of the Scheme are:

- Scheme Creditors' claims against Third Parties will be assigned to the Company for the Company to pursue at its cost and any proceeds of these claims will become the Company's assets;

- Scheme Creditors will not be able to issue or continue proceedings against the Company unless the Company is placed into a form of insolvency process such as a liquidation, administration or a company voluntary arrangement;
- Scheme Creditors' Scheme Claims (as defined) will be valued by a formula which is "Y x Z" where "Z" is the number of Common Shares or Depositary Interests held by or on behalf of a Scheme Creditor on the date of the Notice of the Scheme Meeting and "Y" is the price paid per Common Share or the Depositary Interest by or on behalf of the Scheme Creditor for such holdings.
- Scheme Creditors will be entitled to share, pro rata according to the value of their Scheme Claims, a "Special Payment" of 25% of the value of the Company's Net Assets (as defined in the scheme) once a Net Asset Value Certificate is issued showing the value of the Company's Net Assets to exceed £10 million.

Scheme Creditors should note that the former directors and founder shareholders and their nominees (to the extent they hold for such persons) are made "Excluded Persons" under the Scheme. They will therefore be excluded from voting on it or receiving any benefits under it. The Company has made all reasonable efforts to identify the nominees of the former directors and former shareholders and their associates.

MODIFICATIONS TO THE SCHEME

The principal modification made to the draft proposed Scheme (since the Company's 19 June 2006 letter to Registered Holders) is the modification to the definition of "Scheme Creditor" described above. Scheme Creditors are the persons who will be entitled to vote at the Scheme Meeting and who will, if the Scheme becomes effective, be bound by it.

Persons who would otherwise become Scheme Creditors should also note that they will now be entitled, should they so wish, to "opt out" of the Scheme, by returning to the Company (prior to the Scheme Meeting) a Non Participation Form, which will be provided along with the other scheme documents.

The Company has indicated in a letter to the Langbar Action Group its intention in certain circumstances to assign back to the relevant Scheme Creditor Assigned Claims which it does not pursue.

Finally, those excluded from the Scheme have been extended to include Mr Stuart Pearson and Mr Philip Wood, following representations by certain potential Scheme Creditors.

THE MEETING AND THE PROPOSED VOTING CLASS

Langbar intends to propose calling a single class meeting of Scheme Creditors for the purposes of considering and, if thought fit, approving the Scheme.

The rationale for this is that the Directors believe all Scheme Creditors have, or may have, claims of a similar type both against Third Parties and against Langbar and are therefore affected in a similar way by the terms of the Scheme. The Company believes that the rights of the Scheme Creditors are not so dissimilar that they are unable to consult together with a view to their common interest.

If the rights of Scheme Creditors were to be so different, or would be affected so differently by a scheme, as to make it impossible for them to consult together with a view to their common interests, they would have to be divided into distinct classes and vote at separate class meetings.

If you consider that the conclusion reached by the Company, namely that the rights of the Scheme Creditors are not so dissimilar that they are unable to consult together with a view to their common interest, is incorrect, you are invited to contact the Company as a matter of urgency to explain why you reach a different conclusion and you are entitled to attend Court at the Adjourned Hearing and to make submissions to the Court to support your conclusion.

CONCLUSION

It is the view of the Directors that it is appropriate to convene one meeting of Scheme Creditors to consider and, if thought appropriate, approve the Scheme. The application to Court will be made on that basis.

THE ACTION YOU SHOULD NOW TAKE

If any potential Scheme Creditor has concerns, having considered appropriate professional advice, on the proposed constitution of classes, they should write, fax or email Langbar, using

the contact details below, as soon as possible and in any event 24 hours prior to the date of the Adjourned Hearing.

Any concerns which creditors communicate in writing to us on this issue will be drawn to the Court's attention at the Adjourned Hearing. Scheme Creditors also have the right to attend the Adjourned Hearing for the purpose of making representations and we will be pleased to provide you with further information about the Adjourned Hearing if requested.

Please note however that the Court will not consider submissions or evidence which concern the "merits" or "fairness" of the Scheme at the Adjourned Hearing. The Court will be concerned, at the Adjourned Hearing, to ensure that the Scheme Creditors are placed into one or more than one class and to make directions for the convening and conduct of the Scheme Meeting (or Scheme Meetings if the Court finds that the Scheme Creditors comprise more than one class). The merits and fairness of the Scheme will be considered by the Court if and when it is asked to sanction the Scheme. The Company will only be able to seek the Court's sanction if and when it has obtained the requisite majority of the Scheme Creditors' votes at the Scheme Meeting.

Copies of the draft Scheme Document can be downloaded from www.langbar.com from 4 August 2006 and can be obtained from the address detailed below. The Scheme Document consists of: the Scheme, a statement explaining the effects of the Scheme and a notice of the Scheme Meeting.

Please note that if the Scheme is approved at the meeting of Scheme Creditors, it will be possible for Scheme Creditors to raise objections on the question of classes at the subsequent Court hearing to sanction the Scheme which it is anticipated will be held in early October 2006. However, were this to be case, the Court is likely to expect Scheme Creditors to show good reason why they did not object at an earlier stage.

CONTACT DETAILS AND FURTHER INFORMATION

By post: Langbar International Limited
c/o DB Consultants Limited
12 Curzon Street
London
W1J 5HL

Marked for the attention of Mr Christopher Wallis

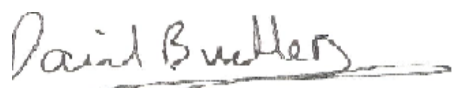
By email: info@langbar.com

By fax: +44 (0) 20 7647 9911

Marked for the attention of Mr Christopher Wallis

If you are unable to access the website and would like a copy of the draft Scheme Documents sent to you by alternative means, or if you have any other queries, please contact us by one of the above means.

Yours faithfully

A handwritten signature in cursive script that reads "David Buchler". The signature is written in dark ink and is underlined with a single horizontal stroke.

David Buchler

For and on behalf of Langbar International Limited

SCHEDULE

"Assigned Claim" means a Third Party Claim after the same has been assigned to the Company pursuant to the Scheme;

"Capita" means Capita IRG Trustees Limited, a company registered in England and Wales with number 2729260;

"Common Share" means a common share of €0.001 in the capital of the Company;

"Court" means the High Court of Justice in England and Wales;

"Depository Interest" means a depository interest issued by Capita pursuant to the Trust Deed Poll;

"Excluded Person" means a person listed or referred to in any part of Schedule 1 to the Scheme;

"Net Assets" means the assets of the Company less its liabilities (including its estimated liabilities) but excluding liabilities representing the Scheme Claim Values of Scheme Creditors participating in the Special Payment;

"Net Asset Value Certificate" means a once only issued certificate in the form or in substantially the form set out in Schedule 3 to the Scheme which certifies the Company to have Net Assets in excess of £10 million;

"Non-Participation Form" means a form in or substantially in the form of Schedule 2 to the Scheme;

"Registered Holder" means a person who appears:

- (a) on the Depository Interest Register maintained by Capita pursuant to the Trust Deed Poll as the holder of one or more Depository Interests; and/or
- (b) on the register of members of the Company as the holder of one or more Common Shares,

in each case at the Record Date;

"Scheme" means the scheme of arrangement with or subject to any modification, addition or condition approved or imposed by the Court;

"Scheme Claim" means all or any claims or potential claims against the Company whether accrued, accruing or to accrue in the future and whether or not presently known about arising out of or in any way connected with:

- (c) the purchase of Securities on or before 12 October 2005; and
- (d) any representation, advice, disclosure, information, statement, announcement or literature made, given or made available on or before 12 October 2005 by or on behalf of the Company in relation to the Company's assets, liabilities and/or financial condition;

"Scheme Claim Value" means the value of a Scheme Claim as determined by the application of the Scheme Claim Formula;

"Scheme Creditor" means a creditor of the Company who is not an Excluded Person and who immediately prior to the Effective Date has a Scheme Claim and a Third Party Claim and is:

- (a) the Registered Holder of the Securities to which the Scheme Claim relates; and/or
- (e) the person who in the reasonable opinion of the Company is the beneficial owner of such Securities;

"Scheme Meeting" means the meeting of Scheme Creditors convened by the Company pursuant to an order of the Court to consider, and if thought fit approve, the Scheme (and any adjournment thereof);

"Third Parties" means:

- (f) an Excluded Person (save for those identified in Part 4 of Schedule 1 to the Scheme); and/or
- (g) all or any promoters, officers, agents, employees of and advisers to the Company who held such position from time to time on or before 12 October 2005;

"Trust Deed Poll" means the Trust Deed Poll dated 27 November 2003 in relation to the Company executed by Capita.