



## WAY Fund Managers Limited

**Our Ref:** VH/FACET-B/061119

**Date:** 6<sup>th</sup> November 2019

Dear Investor,

**EF FACET Balanced Discretionary Portfolio (a sub-fund of the EF FACET Discretionary Portfolios) (the “Fund”)**

**This letter is for information only and it does not require you to take any action.**

We wrote to you on the 14<sup>th</sup> October 2019, to inform you that WAY Fund Managers Limited (“WFM”) had taken the decision, with the agreement of the Fund’s Depositary (Northern Trust Global Services SE (“NTGS”)), to suspend dealing in the shares of the Fund on a temporary basis. We also explained the reasons behind the decision to suspend. The suspension was effective from Thursday, 10<sup>th</sup> October 2019.

The purposes of this letter are: 1. To provide you with an update on progress; and 2. To inform you that the period of suspension is to be extended for a further 28 days.

In our letter of 14<sup>th</sup> October 2019, we set-out a plan agreed with the Fund’s investment adviser, FACET Investment Management Limited (“FACET”), to reduce the Fund’s illiquid and less-liquid assets. We explained a targeted reduction to below 20% for the holdings of less-liquid and illiquid securities of 20% in aggregate, and a targeted reduction to a maximum of 10% for holdings of illiquid securities. Whilst our aggregate target remains at 20%, we have removed the 10% target relating to illiquid assets. What this means is that the Fund’s exposure to illiquid assets could be any amount up to 20% of the Fund’s net asset value when the period of suspension ends.

The table below provides a comparison of the Fund’s position as at 10<sup>th</sup> October 2019 and as at 5<sup>th</sup> November 2019:

Asset category	Position as at 10 <sup>th</sup> October 2019	Position as at 5 <sup>th</sup> November 2019	Change
Liquid assets (can be sold for settlement within 4 business days)	61.46%	70.56%	+9.10%
Less-liquid assets (can only be fully sold over an extended period of time)	24.70%	15.55%	-9.15%
Illiquid assets (assets that cannot be sold, unless another party agrees to buy the asset or the asset is wound-up/liquidated)	13.84%	13.89%	+0.05%

Whilst there has been some progress in increasing the Fund’s liquidity, further progress is considered necessary. Therefore the Fund will remain suspended for the time being. We have informed the Financial Conduct Authority (“the FCA”) of the extension of the period of suspension.



Shareholders will not be able to buy or sell shares in the Fund during the period of suspension.

WFM has continued to calculate and publish the Fund prices during the period of suspension and I can confirm that from 10<sup>th</sup> October 2019 (the date that the suspension commenced) to date the price of the Fund's A Class Accumulation Shares has fallen by 0.67%.

#### What happens now?

- Each period of suspension is reviewed at least every 28 days, although the suspension can be lifted at any time if the reasons for the suspension no longer apply;
- At the end of each 28 day period, the suspension can be extended for a further 28 day period, subject to the agreement of NTGS;
- WFM will continue to work with FACET with a view to reducing the Fund's aggregate illiquid and less-liquid holdings to below 20% of the Fund's net asset value;
- WFM will continue to write to all affected shareholders on at least a four-weekly basis, in line with the periods of suspension, with the purpose of providing updates as to status and progress;
- Any decision to release the Fund from suspension will be confirmed in writing to all shareholders.

Please also note:

- The documentation relating to the Fund can be viewed on our website, which is at [www.wayfunds.com](http://www.wayfunds.com). The "Funds" tab provides a link to each fund in our range, in alphabetical order;
- If you wish to complain about the decision to suspend the Fund, or if you have any queries or questions regarding the suspension, you can either write to us (at the address shown in the footer below), or call us on 01202 855856, or e-mail us at [customerservice@wayfunds.com](mailto:customerservice@wayfunds.com);
- If you require investment advice, we recommend that you contact your usual financial adviser, as WFM cannot provide you with investment advice.

We offer our sincere apologies to all shareholders for having to continue with this course of action.

Yours faithfully,

**V N Hoare**  
**CEO**

cc. [Agent Name]