



## *WAY Fund Managers Limited*

**Our ref:** VH/FACET/0121/

**Designation:**

**Date:** 1 February 2021

Dear Investor,

### **EF FACET Balanced Discretionary Portfolio & EF FACET Cautious Discretionary Portfolio (the “Funds”) - In termination**

We are writing to follow-up our letter of 6<sup>th</sup> August 2020, which updated you on progress relating to the termination of the Funds and are able to inform you that the payment of a further cash distribution will be made on the 3<sup>rd</sup> February 2021.

The sale of the remaining assets of the Funds is still being hampered by the ongoing global COVID-19 pandemic with the demand for what were already less-liquid/illiquid assets remaining very low. However, the Funds’ investment manager, FACET Investment Management Limited (“FACET”) has been able to sell the Audley Funding Bond asset from both Funds, plus the two property fund assets that were suspended for a time earlier this year from the EF FACET Balanced Discretionary Portfolio (“EF FACET Balanced”).

FACET continues to research the available market in relation to the remaining securities and will continue to do so until each of the Funds’ assets has been sold.

### **Current Asset Allocation**

At present the following assets remain in the Funds:

#### **EF FACET Balanced Discretionary Portfolio**

<b>Asset</b>	<b>Status</b>	<b>% held as at 26<sup>th</sup> January 2021</b>
All Saints Asset Management	Less liquid/Illiquid bond	13.32%
Balise Springs	Less liquid/Illiquid bond	6.69%
Dover Harcourt	Less liquid/Illiquid bond	7.37%
Ecovista	Suspended equity	1.35%
Globe Capital Limited	Less liquid/Illiquid equity	5.02%
Queros Capital	Less liquid/Illiquid bond	22.06%
The First Fleet Alternative Opportunity Fund	Suspended fund	25.67%



### EF FACET Cautious Discretionary Portfolio

Asset	Status	% held as at 26 <sup>th</sup> January 2021
All Saints Asset Management	Less liquid/Illiquid bond	19.01%
Dover Harcourt	Less liquid/Illiquid bond	6.68%
Queros Capital	Less liquid/Illiquid bond	22.58%
The First Fleet Alternative Opportunity Fund	Suspended fund	29.43%

### Share Class Capital Distributions

We have agreed with the Funds' depositary that we are now in the position to make a second distribution of capital to the Funds' shareholders, the total of which is £520,000 from EF FACET Balanced Discretionary Portfolio ("EF FACET Balanced") and £500,000 from EF FACET Cautious Discretionary Portfolio ("EF FACET Cautious"). A payment advice is attached to this letter, showing the amount being paid to you. If we have your bank details on file, we will make the payment to you by electronic transfer on the 3<sup>rd</sup> February 2021. If not, a cheque will be attached payable to the first-named holder on the shareholder register.

Shareholders who hold shares via an investment platform provider, should note that any payment due may not reach their account on the same day given the time it takes for the platform to process your payment. In the event of any query, please contact your platform provider directly.

Capital distributions for each Fund for this particular period are equivalent to the following:

EF FACET Balanced Share Class	ISIN	Capital Distribution per share (£)
Class A Accumulation Shares (GBP)	GB00B63M3941	£0.035975
Class A Accumulation Shares (USD)	GB00BJFDQB91	£0.021723
Class A Income Shares (GBP)	GB00B6779201	£0.034049
Class A Income Share (USD)	GB00BJFDXG30	£0.021063
Class B Accumulation Shares (GBP)	GB00B67JGM50	£0.036934
Class B Income Shares (GBP)	GB00B3NHHK73	£0.032842
Class C Accumulation Shares (GBP)	GB00B64HMB35	£0.038134

EF FACET Cautious Share Class	ISIN	Capital Distribution per share (£)
Class A Accumulation Shares (GBP)	GB00B65GPF46	£0.037189
Class A Accumulation Shares (USD)	GB00BJFDXH47	£0.022594
Class A Income Shares (USD)	GB00BJFDXJ60	£0.022251
Class B Accumulation Shares (GBP)	GB00B3Q4TW18	£0.038116
Class B Income Shares (GBP)	GB00B6878BC37	£0.033721
Class C Accumulation Shares (GBP)	GB00B65MCF19	£0.039615

### Share Class Valuations as at 26<sup>th</sup> January 2021

We continue to apply a fair value price to the Funds' remaining assets, plus available cash, which after the second capital distribution has been taken into account as above, gives indicative share prices equivalent to the following:



EF FACET Balanced Share Class	ISIN	Price per share (£)
Class A Accumulation Shares (GBP)	GB00B63M3941	£0.2203
Class A Accumulation Shares (USD)	GB00BJFDQB91	£0.1819
Class A Income Shares (GBP)	GB00B6779201	£0.2085
Class A Income Share (USD)	GB00BJFDXG30	£0.1763
Class B Accumulation Shares (GBP)	GB00B67JGM50	£0.2261
Class B Income Shares (GBP)	GB00B3NHHK73	£0.2011
Class C Accumulation Shares (GBP)	GB00B64HMB35	£0.2335

EF FACET Cautious Share Class	ISIN	Price per share (£)
Class A Accumulation Shares (GBP)	GB00B65GPF46	£0.2988
Class A Accumulation Shares (USD)	GB00BJFDXH47	£0.2482
Class A Income Shares (USD)	GB00BJFDXJ60	£0.2445
Class B Accumulation Shares (GBP)	GB00B3Q4TW18	£0.3063
Class B Income Shares (GBP)	GB00B6878BC37	£0.2710
Class C Accumulation Shares (GBP)	GB00B65MCF19	£0.3183

The fair value prices of each asset held within the fund will be subject to adjustment periodically, upwards or downwards, as further information about the Funds' assets come to our attention. It is for this reason that there can be no guarantee that the fair value price will be the price at which those assets will ultimately be realised.

We continue to strive to complete the termination of the Funds at the earliest possible opportunity, but we are unable to provide a timeline as it will be dependent on the availability of suitable offers for the remaining assets, in order to realise an acceptable level of capital in the best interests of all investors. In the meantime, we will continue to make distributions of capital to you as and when sufficient funds become available. In any event, we will provide a further general update to shareholders by the end of July 2021.

The Funds will continue to be audited on an annual basis and copies of these reports, as well as copies of all previous investor communications, can be found at [www.wayfunds.com/Sponsors/FACETInvestmentManagementLimited](http://www.wayfunds.com/Sponsors/FACETInvestmentManagementLimited), or by contacting us using the details referred to below. The most recent annual accounting date for the Funds was 31<sup>st</sup> May 2020 and the report showing the audited financial statements for this date is now available at [www.wayfunds.com/Sponsors/FACETInvestmentManagementLimited](http://www.wayfunds.com/Sponsors/FACETInvestmentManagementLimited) by clicking on the "Report & Accounts" button.

If you have any questions regarding the Funds, or you wish to register a complaint, please address your communication by e-mail to [customerservice@wayfunds.com](mailto:customerservice@wayfunds.com), by telephone on 01202 855856 (+44 (0)1202 855856 from outside of the UK), or in writing to the address at the foot of this letter.

Yours faithfully,



**V N Hoare**

**CEO**

**WAY Fund Managers Limited**