



## *WAY Fund Managers Limited*

**Our ref:** VH/FACET/0821

**Designation (if any):**

**Date:** 13<sup>th</sup> August 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 1<sup>st</sup> February 2021, which updated you on progress relating to the termination of the Funds and confirmed that a payment of a further cash distribution would 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 Dover Harcourt bond asset from both Funds, albeit at a price below the price that it was being valued at within the Funds’ portfolios at the time of the sale. Because of this, we can make a further distribution of the Funds’ capital to shareholders, which is outlined below.

FACET continues to research the available market in relation to the Funds’ remaining assets, which involves making them available to firms specialising in the acquisition of such assets. FACET will continue to do so until each of the Funds’ assets has been sold. However, other than the disposal of the Dover Harcourt bond, as referred to above, there have been no further sales and there has also been very little in the way of company news released into the public domain with respect to the remaining assets. As a result we are, therefore, unable to verify the valuation of these assets. Consequently, we have made the decision to fair value price the remaining assets for the purposes of calculating the estimated Fund prices and have applied discounts of between 43% and 64% to their values. These discounts are reflected in the current estimated Fund prices shown overleaf.



## Current Asset Allocation

At present the following assets remain in the Funds:

### EF FACET Balanced Discretionary Portfolio

Asset	Status	% held as at 5 <sup>th</sup> August 2021
Akiles	Cash debtor	9.37%
All Saints Asset Management Ltd	Less liquid/Illiquid bond	10.10%
Balise Springs Ltd	Less liquid/Illiquid bond	9.33%
Ecovista Plc	Suspended equity	3.46%
Globe Capital Limited	Less liquid/Illiquid equity	1.61%
Queros Capital Ltd	Less liquid/Illiquid bond	28.08%
The First Fleet Alternative Opportunity Fund	Suspended fund	16.87%

### EF FACET Cautious Discretionary Portfolio

Asset	Status	% held as at 5 <sup>th</sup> August 2021
Akiles	Cash debtor	13.32%
All Saints Asset Management Ltd	Less liquid/Illiquid bond	15.56%
Queros Capital Ltd	Less liquid/Illiquid bond	31.06%
The First Fleet Alternative Opportunity Fund	Suspended fund	20.88%

## Share Class Capital Distributions

We have agreed with the Funds' depository that we are now in a position to make a third distribution of capital to the Funds' shareholders, the total of which is £230,000 from EF FACET Balanced Discretionary Portfolio ("EF FACET Balanced") and £240,000 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 16<sup>th</sup> August 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	£0.015916
Class A Accumulation Shares (USD)	GB00BJFDQB91	GBP equivalent of £0.009609
Class A Income Shares (GBP)	GB00B6779201	£0.014999
Class A Income Share (USD)	GB00BJFDXG30	GBP equivalent of £0.009386
Class B Accumulation Shares (GBP)	GB00B67JGM50	£0.016338



Class B Income Shares (GBP)	GB00B3NHHK73	£0.014460
Class C Accumulation Shares (GBP)	GB00B64HMB35	£0.016875

EF FACET Cautious Share Class	ISIN	Capital Distribution per share (£)
Class A Accumulation Shares (GBP)	GB00B65GPF46	£0.017851
Class A Accumulation Shares (USD)	GB00BJFDXH47	GBP equivalent of £0.010841
Class A Income Shares (USD)	GB00BJFDXJ60	GBP equivalent of £0.010824
Class B Accumulation Shares (GBP)	GB00B3Q4TW18	£0.018296
Class B Income Shares (GBP)	GB00B6878BC37	£0.016093
Class C Accumulation Shares (GBP)	GB00B65MCF19	£0.019016

### Indicative Share Class Prices as at 5<sup>th</sup> August 2021

We continue to apply a fair value price to the Funds' remaining assets, plus available cash, which after the third 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	£0.0697
Class A Accumulation Shares (USD)	GB00BJFDQB91	USD0.0710
Class A Income Shares (GBP)	GB00B6779201	£0.0657
Class A Income Share (USD)	GB00BJFDXG30	USD0.0693
Class B Accumulation Shares (GBP)	GB00B67JGM50	£0.0716
Class B Income Shares (GBP)	GB00B3NHHK73	£0.0633
Class C Accumulation Shares (GBP)	GB00B64HMB35	£0.0739

EF FACET Cautious Share Class	ISIN	Price per share (£)
Class A Accumulation Shares (GBP)	GB00B65GPF46	£0.0896
Class A Accumulation Shares (USD)	GB00BJFDXH47	USD0.0799
Class A Income Shares (USD)	GB00BJFDXJ60	USD0.0798
Class B Accumulation Shares (GBP)	GB00B3Q4TW18	£0.0919
Class B Income Shares (GBP)	GB00B6878BC37	£0.0808
Class C Accumulation Shares (GBP)	GB00B65MCF19	£0.0954

Please note that the value that we have applied to the unsold assets is purely indicative and is what we believe to be a fair value price. These fair value prices will be subject to adjustment periodically, upwards or downwards, as further information comes to our attention. There can be no guarantee that the fair value price quoted will be the price at which those assets will ultimately be realised, which could be lower or higher.

It remains our goal 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 January 2022.



Until they are terminated, 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 2021 and the report showing the audited financial statements for this date will be made available at [www.wayfunds.com/Sponsors/FACETInvestmentManagementLimited](http://www.wayfunds.com/Sponsors/FACETInvestmentManagementLimited) as soon as possible, by clicking on the "Report & Accounts" button. You will find the most recent reports available at the same location, including the last audited and unaudited reports, dated 31<sup>st</sup> May 2020 and 30<sup>th</sup> November 2020 respectively.

If you have any questions regarding the Funds, or you wish to register a complaint, please address your communication by e-mail to [compliance@wayfunds.com](mailto:compliance@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**