



WAY Fund Managers Limited

Our ref: VH/FACET/0423/[Client Ref]

Designation (if any):

Date: 13 April 2023

Dear Investor,

EF FACET Balanced Discretionary Portfolio & EF FACET Cautious Discretionary Portfolio (the "Funds") - In termination

The purpose of this letter is to provide you with and update on progress relating to the termination of the Funds. Our previous letters on the subject can be found on our website at www.wayfunds.com and then clicking on "Funds" on the top toolbar, followed by the Fund which you will find in alphabetical order. Under "Literature", you will find an "Investor Communication" icon, where you will find copies of our previous letters.

Over the period since our most recent letter, dated 15th March 2022, we can confirm the following:

- There was one sale from the EF FACET Balanced Discretionary Portfolio on 6th April 2022, of Global Capital Limited, raising £20,000 against a holding value of £19,962.50;
- There is currently no available market to facilitate the sale of the Funds' remaining assets. We have engaged the services of a third-party to see if any of the assets can be sold worldwide. This arrangement has been in place for several months, but none of the assets has been sold. However, there remains a distinct possibility that some or all of the assets will have no residual value;
- The values of all of the Funds' remaining assets have been further impaired, as follows:

EF FACET Balanced Discretionary Portfolio

Asset	Status	Value held as at 10 th March 2022	Value held as at 4 th April 2023	% of Fund NAV as at 4 th April 2023
Akiles	Cash debtor	£59,362.50	£59,362.50	18.68%
All Saints Asset Management Limited	Less liquid/illiquid bond	£62,500.00	£0.00	0.00%
Balise Springs Limited	Less liquid/illiquid bond	£0.00	£0.00	0.00%

WAY Fund Managers Limited (No 4011838). Registered in England and Wales.

Authorised and regulated by the Financial Conduct Authority.

Registered Address: Cedar House, 3 Cedar Park, Cobham Road, Wimborne, Dorset, BH21 7SB.

Member of the Investment Association.



Ecovista Plc	Suspended equity	£20,142.86	£0.00	0.00%
Queros Capital Limited	Less liquid/illiquid bond	£347,494.57	£0.00	0.00%
The First Fleet Alternative Opportunity Fund	Suspended fund	£208,722.47	£208,722.47	65.69%

EF FACET Cautious Discretionary Portfolio

Asset	Status	Value held as at 10 th March 2022	Value held as at 4 th April 2023	% of Fund NAV as at 4 th April 2023
Akiles	Cash debtor	£98,937.50	£98,937.50	22.27%
All Saints Asset Management Limited	Less liquid/illiquid bond	£112,500.00	£0.00	0.00%
Queros Capital Limited	Less liquid/illiquid bond	£448,913.49	£0.00	0.00%
The First Fleet Alternative Opportunity Fund	Suspended fund	£301,867.93	£301,867.93	67.95%

In most cases, there has also been very little in the way of company news released into the public domain with respect to the remaining assets. Those assets where we can provide some commentaries are as follows:

Akiles – The Funds do not hold stock in this company, but we are accruing a cash debt from Akiles, at a level at which we believe we have a chance of recovery. We reported last time that we expected Akiles to be re-financed, which should provide capital to be distributed to creditors. We have not received anything to suggest that the situation has changed. However, we cannot provide any guarantees that there will be a repayment, or at what level that repayment will be.

All Saints Asset Management plc (“ASAM”) – ASAM is a subsidiary of High Street Grp Limited (“HSG”), which entered administration on the 16th December 2021. ASAM’s financial statements for the period ending 31st December 2019 remain outstanding. Without any positive news regarding ASAM, from 6th April 2022, our Fair Value pricing Committee decided to fully impair ASAM’s valuation. There may be a residual value for ASAM, but we feel that it is prudent to fully impair its value unless and until there is some positive news received about its future.

Carpe Valorem LLC (Bond) (“CV”) – We have received confirmation from the Delaware Secretary of State that CV has been liquidated and it has, therefore, been removed from the Fund’s portfolio;

Ecovista plc (“Ecovista”) – Ecovista’s financial statements for the period ending 31st August 2021 remain outstanding (due to the filed by 28th February 2022). Because of this we are concerned that there may be no money recoverable from the asset, and on 27th February 2023 we decided to impair the price of Ecovista to zero.

The First Fleet Alternative Opportunity Fund (“First Fleet”) – We were informed that an agreement had been reached for the sale of one of First Fleet’s remaining two underlying assets and that the consideration for the sale should have been received by 31st October 2022. The consideration was not received and the deadline was then reset to a later date. However, that deadline has also passed and we understand that further details



will be made available to us in due course. We await the receipt of further information from First Fleet's management company. This latest issue suggests that there is some doubt as to whether, following its future termination, First Fleet will yield any value for its shareholders. We will continue to review its holding value periodically.

Queros Capital Limited ("Queros") – FACET has been liaising with a potential buyer for Queros for some time but, as yet, we cannot confirm the sale or the price at which it might be sold.

The Funds have been receiving interest due from Queros in the form of additional stock and not cash. This would tend to illustrate that Queros is short of cash reserves. We took this as a sign of financial stress, and each time this occurred we impaired the Queros price to ensure that its overall value to the Funds didn't increase. We have requested that Queros cease allocating the Funds with additional stock in lieu of cash interest.

Following the publication of Queros' annual report & accounts, which raised serious concerns as to whether Queros will be able to both repay the capital value relating to the holding, or to restart payments of interest, from 21st December 2022 we decided to impair the price of Queros to zero.

Share Class Capital Distributions

We have agreed with the Funds' depositary that, due to the fact that the levels of uninvested cash held by the Funds are relatively low, we will not make any further distribution of the Funds' capital at this time. If capital becomes available (e.g. in relation to a capital distribution from First Fleet, as referred to above), we may be in a position to make a capital distribution to the Funds' shareholders.

Indicative Share Class Prices as at 4th April 2023

We continue to apply a fair value price to the Funds' remaining assets, plus available cash, which results in indicative share prices equivalent to the following:

EF FACET Balanced Discretionary Portfolio

Share Class	ISIN	10 th March 2022 – Price per share (£)	4 th April 2023 - Price per share (£)
Class A Accumulation Shares (GBP)	GB00B63M3941	£0.0511	£0.0220
Class A Accumulation Shares (USD)	GB00BJFDQB91	USD0.0406	USD0.0133
Class A Income Shares (GBP)	GB00B6779201	£0.0471	£0.0196
Class A Income Share (USD)	GB00BJFDXG30	USD0.0378	USD0.0123
Class B Accumulation Shares (GBP)	GB00B67JGM50	£0.0525	£0.0226
Class B Income Shares (GBP)	GB00B3NHHK73	£0.0454	£0.0189
Class C Accumulation Shares (GBP)	GB00B64HMB35	£0.0542	£0.0234



EF FACET Cautious Discretionary Portfolio

Share Class	ISIN	10 th March 2022 – Price per share (£)	4 th April 2023 - Price per share (£)
Class A Accumulation Shares (GBP)	GB00B65GPF46	£0.0739	£0.0330
Class A Accumulation Shares (USD)	GB00BJFDXH47	USD0.0591	USD0.0201
Class A Income Shares (USD)	GB00BJFDXJ60	USD0.0548	USD0.0186
Class B Accumulation Shares (GBP)	GB00B3Q4TW18	£0.0757	£0.0339
Class B Income Shares (GBP)	GB00B6878BC37	£0.0645	£0.0277
Class C Accumulation Shares (GBP)	GB00B65MCF19	£0.0787	£0.0352

Outlook

Please note that the values that we have applied to the unsold assets is purely indicative and is what we believe to be at fair value prices. 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 prices quoted will be the prices at which those assets will ultimately be realised and there remains significant doubt as to whether any value will be recoverable in respect of some or all of the Funds' assets.

It remains our goal to complete the termination of the Funds at the earliest possible opportunity, but we are currently unable to provide a timeline for this. In the meantime, we will continue to make distributions of capital to you should sufficient funds become available.

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, or by contacting us using the details referred to below. The most recent annual accounting date for the Funds was 31st May 2022 (interim report for 30th November 2022) and the report showing the audited financial statements for this date is available at: www.wayfunds.com/Sponsors/FACETInvestmentManagementLimited

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, 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