



## *WAY Fund Managers Limited*

**Holder Ref:**  
**Designation:**

**Date:** 31 October 2024

Dear Investor,

### **Elite Hasley Diversifier Portfolio ("the Fund") – In Termination**

As the Authorised Corporate Director ('ACD') of the Fund, we are writing to you as a follow up to our previous letter dated 19<sup>th</sup> May 2023, to provide you with an update on the termination of the Fund.

Since our most recent letter, the Fund has not received any capital distributions from its only remaining non-cash asset, the EEA Life Settlements Fund (the "EEA Fund"). However, we did receive further information regarding the EEA management team's proposals for a conversion of the EEA Fund from an open-ended fund to a closed-ended fund, which we outlined briefly in our previous correspondence. EEA's intention was to convert the EEA Fund to a closed-ended structure and to obtain a listing on a UK securities exchange. Due to a number of factors, the EEA management team decided not to proceed with its proposals. Instead, it has, with the approval of the EEA Fund's shareholders, reduced the number of Cells within the EEA Fund ('Cells' being similar to share classes) from 28 to 2. Along with other intended cost savings and fee reductions, this should have the effect of providing a significant reduction in the EEA Fund's ongoing running costs. The Shareholders approved the changes at meetings convened for the purpose on the 24<sup>th</sup> January 2024.

We anticipate that capital distributions from the EEA Fund will be paid to the Fund in the future and, if such further distributions are made, the Fund may be able to make distributions of capital to registered shareholders shortly thereafter. However, at the time of writing, we are unable to provide any guaranteed timescale or specific dates as to exactly when this might be. You will continue to receive periodic updates from us and we will also send you unscheduled updates should we be in a position to make interim distributions of capital. There is no distribution of capital from the Fund at this time.

There remains the possibility of a sale of the EEA Fund through a specialist firm trading in illiquid assets. As mentioned in our previous correspondence, our most recent enquiry with such a specialist firm confirmed that any such sale would take place at somewhere between 25% and 30% of the EEA Fund's then net asset value. Whilst it would help to facilitate the final termination of the Fund, a sale at this level would reduce the net asset value of the Fund and, therefore, the amount distributable to the Fund's shareholders, by approximately 60%. WFM has re-confirmed this position, but will give due consideration to any offers made for the Fund's holding of the EEA Fund in the future. If the WFM Board



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feels that any offer received is reasonable, but requires the agreement of the Fund's shareholders, we will write to you to seek your approval to accept or reject the offer.

We continue to believe that the EEA Fund does have a residual value, which is how we have derived the indicative prices of the Fund's share classes. As at 23<sup>rd</sup> October 2024, the indicative prices applied to the Fund's share classes were as follows:

<b>Elite Hasley Diversifier Portfolio Share Class</b>	<b>18 May 2023 Indicative Price (GBPence per share)</b>	<b>30 October 2024 Indicative Price (GBPence per share)</b>
A Income	4.63	4.57
Retail Income	4.35	4.30

Whilst the Fund continues to hold shares in the EEA Fund (i.e. until the shares in the EEA Fund have been fully redeemed or sold to a third party), any expenses accrued within the EEA Fund will affect its value and, therefore, the Fund's value. The Fund will also be subject to expenses incurred, including annual audit and FCA fees.

Should you have any questions regarding any aspect of the ongoing termination of the Fund, please do not hesitate to contact us by e-mail at [operations@wayfunds.com](mailto:operations@wayfunds.com), or by telephone on 01202 855856. The telephone is manned during our normal business hours (9am to 5pm, Monday to Friday, excluding public holidays in England). Please quote the above "Holder Ref", "Designation" (where applicable) and "Elite Hasley Diversifier Portfolio" in any correspondence.

Yours faithfully

**V N Hoare**  
**CEO**  
**For and on behalf of WAY Fund Managers Limited**

*Intermediary (if any) - «Intermediary\_Entity\_Name»*