



WAY Fund Managers Limited

Our Ref: FT/WAR/0821

Designation:

Date: 13th August 2021

Dear Investor,

WAY Absolute Return Portfolio Fund (the "Fund") - In termination

We are writing to follow-up our letter of 1st February 2021, which updated you on progress relating to the termination of the Fund.

Since our last letter to you, we have continued in our efforts to maintain contact with the Boards of the companies representing the remaining assets held within the Fund. The COVID-19 pandemic has continued to depress the market in assets with relatively small issue sizes, restricting the opportunities available to dispose of the Fund's remaining assets, although the Fund's investment manager has been in contact with a number of firms in an effort to find buyers for the securities. There has also been very little in the way of company news released into the public domain. Because of this, we have been unable to verify the valuations 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 50% and 55% to the values of the Fund's remaining assets. These discounts are reflected in the current estimated Fund prices shown overleaf.

With the Fund's investment manager, we will continue to try and find buyers for the Fund's remaining assets and will take any advice deemed to be necessary until each of the assets has been sold or liquidated. At present the following assets, excluding cash, remain in the Fund:

Asset	Status	% held as at 5th August 2021
All Saints Asset Management PLC	Less liquid/Illiquid bond	10.85%
Carpe Valorem	Less liquid/Illiquid bond	0.00%
Ethika Sustainable Impact Fund	Suspended fund (Maltese)	37.85%
European Investment Grade Properties PLC	Less liquid/Illiquid bond	51.56%

Share Class Capital Distributions

There have been no further asset disposals since our letter of the 1st February 2021. Therefore, there will not be a further distribution of the Fund's capital to its shareholders at this time.



Share Class Valuations as at 5th August 2021

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

Share Class	ISIN	Price per share (£), as at 5 th August 2021
Retail Accumulation Shares	GB00B4RM7D86	0.1141
Class A Income Shares	GB00B51M6M39	0.1081
Class E Accumulation Shares	GB00B98BYN82	0.1126
Class E Income Shares	GB00B8DFQZ41	0.1053
Class S Income Shares	GB00BG1QH187	0.0945
Class T Income Shares	GB00B99MR421	0.1043
Class Z Accumulation Shares	GB00BDBVS204	0.0963
Class Z Income Shares	GB00BDBVS428	0.0939

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 Fund at the earliest possible opportunity, but we are unable to provide a timeline as it will be dependent on the availability of what we consider to be reasonable offers for the remaining assets, in order to realise an acceptable level of capital in the best interests of all investors. If we sell any of the Fund's assets, we will make a further distribution of capital to you. In any event, we will provide a further general update to shareholders by the end of January 2022.

The Fund will continue to be audited on an annual basis and the reports can be found at <https://www.wayfunds.com/Sponsors/WMCapitalManagementLimited> or by contacting us using the details referred to below. The most recent annual accounting date for the Fund was 31st March 2021 and the report for this date is now available to view at www.wayfunds.com/funds.

If you have any questions regarding the Fund, 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