

## **Meteor Senior Life Settlements Sterling Fund**

### **EEA Life Settlements Fund PCC Limited Continuing Shares – Redemptions**

#### **Your Questions Answered**

The following information outlines various matters shareholders may wish to consider before making a request to redeem their shares, as well as explaining the factors which influence whether a redemption request at a particular time.

#### **What is the background of Continuing Shares?**

Following the suspension in the creation and trading of EEA shares in November 2011, EEA shareholders were provided with the option of Continuing or Run-Off shares under a Restructuring Proposal put to investors by EEA in September 2013. The restructuring became effective on 1<sup>st</sup> January 2014.

Under the terms of the restructuring, Continuing Shares could not be redeemed until the end of 2015, although a 5% redemption “window” was available at the end of 2014.

#### **What if I hold Run-Off Shares?**

The information in this fact sheet relates only to Continuing Shares.

#### **When can Continuing Shares can be redeemed?**

Continuing Shares can only be redeemed on quarterly Redemption Days, which are the first business days of January, April, July and October each year.

For a redemption request to be valid, it needs to be received by EEA at least 95 days before the Redemption Day. Details of the next Redemption Day and the deadline for requests can be found on our website together with a request form.

<https://www.meteoram.com/investors/senior-life-settlement-fund-faqs>

#### **What price will be paid for my shares?**

The price that will be paid for your shares will be the price calculated at the relevant Redemption Day. There may be a significant change in the share price between the date you make an application to redeem your shares and the Redemption Day(s) on which the shares are redeemed.

#### **Can I withdraw a redemption request?**

No, once we have submitted a redemption request to EEA it cannot be withdrawn.

### Will all redemption requests be met on a particular Redemption Day?

There is no guarantee that redemption requests will be met at any Redemption Day. This will depend on two key factors

- The amount of Available Cash held by EEA within your cell
- The number of shares in your Cell in respect of which redemption requests have been received

If EEA postpones or defers redemptions or redeems shares on a pro-rata basis, the unmet part of any request will automatically carry forward to the next Redemption Day.

### What is Available Cash?

Not all the cash held by EEA is available to meet redemption requests. In particular, the cash required to pay the next 12 months premiums on the remaining policies **is excluded** from the cash that is available to meet redemption requests.

### Have EEA deferred any redemption requests?

Yes. The large volume of requests for the initial Redemption Day in December 2015 could not be met in full at that time and were eventually met in a series of redemptions at subsequent Redemption Days. As earlier requests take priority over later requests this has led to a backlog of requests, which has not yet been cleared. The history of redemptions to date is on page 4 below

### What are the current levels of outstanding Redemption Requests

The table below shows the proportion of remaining shares in issue that are subject to redemption requests and the dates from which those requests derive.

<b>Redemption Day</b>	<b>Option 1</b>	<b>Option 2</b>
April 2018	0.00%	6.18%
July 2018	0.00%	4.03%
October 2018	0.00%	6.84%
January 2019	0.00%	5.73%
April 2019	0.00%	0.21%
July 2019	0.00%	4.55%
October 2019	4.83%	0.85%
Jan 2020	3.45%	0.89%
April 2020	2.08%	3.21%
July 2020	2.50%	4.62%
Oct 2020	0.00%	3.06%
Jan 2021	1.16%	3.89%
April 2021	4.95%	0.98%
July 2021	0.00%	9.09%
<b>Total</b>	<b>18.97%</b>	<b>54.12%</b>

**At any Redemption Day, EEA will prioritise requests for each Cell in the order that they were received for that Cell. Requests from earlier Redemption Days will receive priority over later requests**

**How long will it take for remaining requests to be fully satisfied?**

In each of the redemptions to date, EEA has utilised all Available Cash to make redemptions. Its ability to make redemptions at the following Redemption Day is therefore dependent on the rate at which policies mature in the three months between two Redemption Days, as well as the level of redemption requests remaining in place.

However, it is not possible to predict too far in advance whether there will be a redemption on a Redemption Day or how long it will take for all current redemption requests to be fulfilled. This this will depend on the rate of maturities, premium payments and the discretion of EEA. If you have not yet made a request and intend to do so, any request you make will be at the end of the queue and you will have to wait until all present requests have been met before your shares can be redeemed.

**Are there any measures EEA could take to advance the speed of redemptions?**

Of the redemptions to date, two were the result of actions taken by EEA. The redemptions at the April 2017 Redemption Day was made possible by reducing its “reserve” for the payment of premiums from 24 months to 12 months. EEA cannot reduce the reserve to below 12 months’ premiums.

The December 2015 redemption was made possible by the sale of some of the policies held within the portfolio. If the rate of maturities remains slow, a further sale of policies appears to be the only means available to EEA to accelerate the rate of redemptions.

**Will EEA be making any new investments?**

As outlined in the Restructuring Proposal, EEA’s longer term aim for Continuing Shares is to make new investments. EEA has confirmed that it does not intend to make any new investments in respect of any Cell which has outstanding unmet redemption requests.

The current level of redemption requests outstanding suggests it may be some time before any new investments can be made in respect of the two Meteor Cells.

**Should I take advice?**

Meteor does not provide advice and is unable to determine if waiting to redeem your shares would provide a better outcome than redeeming them earlier. It is strongly recommended that you seek advice from your financial adviser before deciding whether to redeem your shares.

## **Redemptions to Date**

### **Requests made for Redemption Days between December 2015 and January 2018**

The requests for all these Redemption Dates have been met in full. Due to the difference in the level of redemption requests for each Cell, the amount of time it took for the requests to be met in full was different.

### **Requests made for the April 2018 Redemption Day**

For Option 1, requests were fulfilled over Redemption Days between April 2019 and July 2019.

For Option 2, 83.35% of requests were met at the April 2020, October 2020 and July 2021 Redemption Days. The remainder have been carried forward to the October 2021 Redemption Day

### **Requests made for the July 2018 Redemption Day**

For Option 1: requests were fulfilled over Redemption Days between July 2019 and October 2020.

For Option 2, no redemptions have yet been made in respect of requests made at the July 2018 Redemption Day. Those requests have now been carried forward to the October 2021 Redemption Day.

### **Requests made for the October 2018 Redemption Day**

For Option 1: Requests were fulfilled over the redemption Days between the October 2020 Redemption Day and the July 2021 Redemption Day.

For Option 2, no redemptions have yet been made in respect of requests made at the October 2018 Redemption Day. Those requests have now been carried forward to the October 2021 Redemption Day.

### **Requests made for the January 2019, April 2019 and July 2019 Redemption Days**

For Option 1: Requests for these dates were all fulfilled at the July 2021 Redemption Day.

For Option 2, no redemptions have yet been made in respect of requests made at these dates. Those requests have now been carried forward to the October 2021 Redemption Day.

### **Requests made for the October 2019 Redemption Day**

For Option 1, 28.94% of requests were met at the July 2021 Redemption Day. The remainder have been carried forward to the October 2021 Redemption Day

For Option 2, no redemptions have yet been made in respect of requests made at the October 2019 Redemption Day. Those requests have now been carried forward to the October 2021 Redemption Day.

### **Subsequent Requests**

For both Cells, EEA has not made any redemptions in respect of requests made at any later Redemption Days. Those requests have now been carried forward to the October 2021 Redemption Day.

**This information was last updated on 31st August 2021.**