

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.

On 27th April 2023, EEA announced that it was suspending redemptions of both Continuing and Run-Off Shares in all Cells. We continue to accept redemption requests and forward them to EEA.

What is the background of Continuing Shares?

Following the original suspension in the 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 1st 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.

Until March 2024, Meteor customers held Continuing Shares in either the Meteor Senior Life Settlement Sterling Fund (Option 1) Cell (“Option 1”) or the Meteor Senior Life Settlement Sterling Fund (Option 2) Cell (“Option 2”).

In March 2024, those 2 Cells were merged alongside 11 other Continuing Cells to form a single Continuing Cell called the EEA Life Settlements Fund PCC Limited – GBP New Continuing Cell (“New Continuing Cell”)

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 last business days of March, June, September and December each year. (Previously, they had been the first business day in January, April, July and October).

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 the New Continuing Cell
- The number of shares in that 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 16 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, 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?

EEA has not yet published details of the level of redemption requests in the New Continuing Cell which have been carried forward from the old Cells.

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

Prior to the Cell merger, each Continuing Cell effectively had its own queue of backlogged requests. We were easily able to monitor the size of the queues in respect of the Option 1 and Option 2 Cells as we were fully aware of the number of requests that had been made and the Redemption Days to which they referred.

To provide an idea of the length of the queue, the table below shows the proportion of remaining shares in issue in the former Option 1 and Option 2 Cells that were subject to redemption requests prior to the Cell merger. Unless EEA publishes details of the level of redemption requests in respect of the New Continuing Cell, we will no longer be able to provide an update on the length of the queue as we will not know details of the requests made by other parties.

Redemption Day	Option 1	Option 2
July 2020	-	3.81%
Oct 2020	-	4.68%
Jan 2021	-	5.94%
April 2021	-	1.49%
July 2021	-	13.90%
Oct 2021	-	3.19%
Jan 2022	-	0.00%
April 2022	-	0.00%
July 2022	-	0.00%
October 2022	-	2.52%
Jan 2023	-	0.60%
April 2023	14.09%	0.00%
July 2023	15.92%	1.18%
October 2023	3.56%	0.00%
Jan 2024	2.91%	0.00%
April 2024	0.88%	0.00%
July 2024	3.60%	1.47%
Total	40.96%	38.78%

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

In each of the redemptions up to the date of the suspension, EEA had utilised all Available Cash to make redemptions. Notwithstanding the current suspension of redemptions, its ability to make redemptions at the following Redemption Day was therefore dependent on the rate at which policies matured in the three months between two Redemption Days, as well as the level of redemption requests remaining in place.

However, once the suspension has lifted, 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 will depend principally on the rate of policy maturities (i.e. when the life assured dies and the sum assured can be collected).

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 (it has recently been pushed back to 16 months).

The December 2015 redemption was made possible by the sale of some of the policies held within the portfolio.

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 up to the date of the Suspension and Cell Merger

For Option 1

All requests made for the Redemption Days up to and including the January 2023 Redemption Day had been met in full.

For Option 2

Option 2 received a greater volume of early requests meaning that only made for the Redemption Days up to and including the April 2020 Redemption Day had been met in full.

Requests for the July 2020 Redemption Day had been partially met.

In both cases outstanding redemption requests have been carried over to the New Continuing Cell. Nominally, the next Redemption Day is at the end of June 2024 but redemptions currently remain suspended.

This information was last updated in May 2024.