

If the links in this update (or on our web page www.EEAInvestors.com) don't work for you then please let me know

➤ **Annual General Meetings (AGMs)**

Proxies : All proxies have now been forwarded to EEA in Guernsey. Thanks again for all your support. During this process some of you have learned that your platform does not allow you to exercise proxy or voting rights. Other continue to be annoyed at the ongoing charges and commissions being paid to platforms etc. If you are interested in finding out whether / how to re-register your shares with EEA directly, and avoid these problems then please let me know. And don't forget the ShareSoc Campaign for shareholder rights in platform / nominee situations. <http://www.sharesoc.org/shareholder-rights.html>

Questions : No response from EEA yet on the written questions that we have raised. I attach a letter that I received from the Auditor (Grant Thornton) stating that they would be attending the AGM but would NOT be answering any questions from investors (including what qualifications / experience they had that was relevant to being re-elected).

Resolutions : I attach a letter from the EEA Chairman (Mark Colton) that he has rejected our request to add three Resolutions to the Agenda for the 2014 AGM. He has misunderstood the first Resolution (we weren't asking for an additional Director (just to nominate one of the existing Directors as a Senior Independent Director - SID). For the second Resolution, the Board sees no need for an independent review of the portfolio / projections (they wouldn't, would they ?) and they refuse to publish / distribute Minutes or Notes of discussions at AGMs and EGMs (any shareholder can inspect them by going to the office in Guernsey).

I have sent copies of the Grant Thornton and EEA letters to the Guernsey Regulator and asked whether they are able to attend the AGM as an independent observer, especially from a Corporate Governance perspective.

Four of us will be attending the AGMs and we will be discussing tactics etc over the next few days. Copies of all the letters / questions / proposed resolutions plus My Notes of the previous meetings are on our Website.

➤ **Maturity Forecasts**

We have previously published a summary of the annual forecasts showing that the actual NDB maturities have never come close to meeting the ViaSource or EEA forecasts (and still aren't in 2014). I attach a new Working Paper 7C which analyses the Actual versus Expected Maturity performance for each quarterly rolling forecast since Sept. 2010. This confirms that with two exceptions, the actual maturities have only achieved 20 – 40% of ViaSource / EEA's forecast NDB projections, and even the latest "Spread LE" method is only achieving 60%. This means that the current NAV is still significantly over-valued and confirms our own projections for net income and cashflow in WP7A. For the doubting Thomas' out there – these are not "speculative" numbers that I have made up – they are actual "official" results published by EEA against "official" forecast published by EEA.

The latest such forecast is contained in the September 2014 Portfolio Statistics recently issued by EEA. This includes a quarterly “Commentary” which will shortly also be released as a Letter to Shareholders. I attach a copy with my own annotations, as before.

➤ **FINAL WARNING - DEADLINE APPROACHING : Continuing Shares – Optional / Discretionary 5% Redemption**

All requests must be with EEA/IAG in Guernsey before 5pm on 28th November 2014 (earlier via platforms and nominees). We have issued a second Press Release to try and spread the word across the Globe. EEA is not publicising the option – they are hoping to keep the number of requests to a minimum so that they CAN invest any available cash to get the New Irish Fund started. This would further reduce the cash available for future redemptions when the lockup period expires on 30th November 2015. Nonetheless, the cash available to meet the 5% optional request in December this year appears to be “minimal” – see 2014 results below. We note that Aegon (Ireland) and AXA Life appear to have submitted 5% redemption requests on behalf of their investors.

➤ **Miscellaneous (Click to Follow Links)**

[FCA fines Chase de Vere £560k over £50m Keydata investments](#)

Chase de Vere has been hit with a £560,000 FCA fine for failures surrounding the sale of Keydata products. Between August 2005 and June 2009, Chase de Vere’s advisers sold Keydata life settlement products to 2,806 customers who invested a total of £49.3m. The Financial Services Compensation Scheme has paid compensation to eligible customers up to the scheme limit, which was £48,000 per customer at the time. However, the regulator says 139 customers invested a total of £4.4m over the scheme limit and the majority of these people may not recover the full losses arising from their investment.

The FCA says Chase de Vere did not research the Keydata products well enough to understand the risks they posed to customers and did not ensure that its advisers understood those risks. As a result, the advisers did not explain the risks of investing in Keydata products properly to customers, and the firm made this worse by ceasing to provide standardised wording to advisers to help them describe the risks to customers. As a further result, Chase de Vere failed to disclose to its customers certain distinctive features and risks of the Keydata products in a way which was clear, fair and not misleading

[‘Death bond’ investors face heavy losses](#)

UK investors in three so-called “death bond” funds have been told they may lose up to 70 per cent of their original investment and cannot access their money for at least three years. The three funds run by Cayman Islands-based Centurion Fund Managers have all restricted withdrawals since 2011.

A letter to investors warns that the funds have an effective net asset value (NAV) of zero. The most likely outcome, the letter says, is that “investors may receive between 30 to 100 per cent of NAV” when the funds are wound down in three to five years.

In September the FCA urged investors in the EEA Life Settlements fund, in which redemptions have also been suspended, to consider making a mis-selling complaint to the firm that sold them the product. Some 180 investors in that fund have formed a campaign group to lobby for better management of the fund and for investors to get as much as possible of their money back.

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www.EEAInvestors.com

Kind Regards

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