

[Click Here](#) *for our Alternative Fund Fact sheet*

➤ [2015 Annual General Meetings](#)

Three of us attended the two separate AGM Meetings and associated discussions in Guernsey on 11th and 21st August 2015. We were amazed (and very disappointed) to find that the Directors have a completely different view (than us) of the past performance and current or future issues for the Fund and the plight of investors. We have even less confidence than before in their performance, projections or valuations.

[Click Here](#) for a copy of our Report of the Meetings..

The Resolution to reduce the premium reserve was adopted by small margin, but the Board stressed that it didn't necessarily mean that there would be a boost to "Available Cash" later in 2015. The Directors would have to use their extended discretion with due regard to the prudence of reducing (or increasing) the two year reserve at any time based on the performance of the Fund and any projections for the future at the relevant times.

I would welcome any comments or questions

➤ [Run-off Share Sale](#)

[Click Here](#) for a copy of our Bulletin on the proposed sale. Appendix C is a letter that we have sent to EEA and TPAI asking for the sale to be delayed until they have addressed certain questions.

Under the current timetable, you must register your interest with TPAI (via your platform if applicable) before **18th September 2015**, including carrying out any due diligence. As registered (potential) sellers, you will be notified of the process strike price, potential clearing levels and the process for matching sales by 21st September and you will then have until **6th October 2015** to submit your (binding) offer to sell. TPAI will then match the sellers and buyers and arrange for the transfer of shares and settlement of funds by **2nd November 2015**.

TPAI contact information is via email to eea-process@tullettprebon.com or by contacting William Arnold warnold@tullettprebon.com Tel : +44 (0) 207 200 7537, or Dan Nolan dnolan@tullettprebon.com Tel : +44 (0) 207 200 7537

You should also consult your IFA and/or other professional advisors regarding possible legal, tax, regulatory and other consequences of the proposed sale process under the laws of your country of incorporation, establishment, citizenship, residence or domicile.

In my personal opinion, EVERY Run-off shareholder should register their interest in the process with TPAI (and your platform if applicable) so that you have access to the confidential information that will be available via TPAI. You will not be committed to any sale of your shares until later in the process, as summarised above.

Those of you that have claims in process against your IFA or through the Ombudsman or compensation schemes need to check your whether selling or not selling your shares (at a discount to NAV) will have legal implications for minimising your losses.

➤ Continuing Shares Redemption

I have updated our [Bulletin](#) on the pro's and con's of redeeming your Continuing shares for the initial redemption day of 31st December 2015. Our Bulletin includes the relevant forms. Requests have to be in Guernsey by **Friday 25th September 2015** and are irrevocable.

Based on the discussions in Guernsey, my personal opinion is that every Continuing shareholder should request a full redemption for the December 2015 redemption day. Your request will then have priority over later requests as the payments are made over subsequent quarters, probably taking three or more years to fulfil all the initial requests.

I personally see no benefit in delaying your request or in holding your shares for the longer term, but others might have different opinions.

➤ 2015 EEA Performance (January - August)

The EEA portfolio continues to seriously underperform in terms of maturities and the cash balances available for redemption payments to investors. There were only two maturities in July 2015 (for a total NDB of \$4.3m) and two have been reported so far to 20th August (\$9m NDB). Year-to-date maturities are \$41m against Maple Life predictions of \$147.5m for the year.

The June Portfolio Statistics were released between the two AGMs. They contain the following Maple Life maturity projections but have omitted any data on Life Expectancy estimates.

Projected Maturities from 1 January 2015

Based on an assumed continuation of historic Fund mortality experience

As at 31 December 2014

Year	Projected Maturities	
2015	\$147,534,853	13.45%
2016	\$130,011,369	11.85%
2017	\$113,989,318	10.39%
2018	\$114,250,691	10.41%
2019	\$100,753,993	9.18%
2020+	\$490,745,965	44.72%
	\$1,097,286,189	100.00%

Description	Policies	Lives	Gross NDB
<i>Historic Average Jan-Mar</i>	22.7	17.8	\$30.00m
<i>April-June</i>	20.5	15.8	\$30.80m
<i>July</i>	5.2	4.0	\$10.20m
<i>August</i>	6.3	5.3	\$14.80m
Total Jan - Aug	54.7	42.9	\$85.80m
2015 Actual Jan - Mar	13	11	\$ 11.33m
April - June	9	9	\$16.15m
July	2	2	\$4.26m
August	2	2	\$9.00m
Sub-total Jan – August	26	24	\$40.75m
<i>Late Postings from 2014</i>	4	2	\$7.75m
<i>Termination of Cover</i>	1	1	\$(0.50m)
Totals	31	27	\$48.00m

EEA F'cast=\$80m. Maple Life F'cast=\$46m
Maple Life F'cast = \$33.3m

Cash b/f from 31st Dec 2014	\$134.07m
Estimated Premium Payments and Expenses	\$(56.00)m
Continuing share redemptions (Feb)	\$(4.09)m
Gross Income (NDB) from Maturities	\$48.50m
Adjustments and Other Items (Feb)	\$6.50m
Balancing Adjustments	\$(3.63)m
Estimated Cash Balance at 31st August 2015	\$124.9m

To Be Confirmed

Kind Regards

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Small Print.

Please note that I do not provide financial advice or recommendations and am not registered or licensed to do so.

I provide information, personal opinions, views and suggestions that you can adopt, adapt or ignore as you think best.

I am happy to discuss your specific questions or circumstances by phone or email at any time.