

I'm sorry that this Update is later than planned. I was waiting for EEA to publish their "February" Fact sheet, which was two weeks later than even their previous "late" dates.

➤ **Four Deadlines Are Imminent (See further information below) :**

- i. **Friday 18th March 2016 for submitting IAF forms to the EEA Litigation Group. If you need further time or more information about whether / how to join, or about possible instalments or partial membership then please email us immediately at admin@EEALIT.com**
- ii. **Wednesday 23rd March 2016 for registering with Tullett Prebon (TPAI) (if applicable) – earlier via platforms, advisors and other intermediaries**
- iii. **Friday 25th March 2016 for submission of Continuing Share Redemption Requests to EEA in Guernsey - earlier via platforms, advisors and other intermediaries**
- iv. **Friday 1st April 2016 for paying your initial EEALIT subscription or first instalment unless you have already agreed a different deadline or plan with EEALIT.**

➤ **EEA Litigation Group (EEALIT)**

You should all have recently received a "Questions and Answers" Bulletin about the EEA Litigation Group. Those of you who previously registered an interest in receiving more information about EEALIT should also have received an Application Form (IAF). If not then please Register (and download a Q&A Bulletin) at www.EEALIT.com or send an email to registration@EEALIT.com. **If you want to join but have specific questions, or reasons why you cannot meet the current deadlines or subscription rates then contact EEALIT immediately at admin@EEALIT.com**

➤ **Tullett Prebon Secondary Share Sale**

EEA sent [this letter](#) to all Run-off shareholders dated 12th February 2016 informing that Tullett Prebon Alternative Investments (TPAI) are restarting the Secondary Share Sale Process which was suspended following last September's announcement of the sale of 188 policies from the EEA portfolio. The letter included [this 6-page bulletin](#) from TPAI describing the resumed process and instructions for participation. Please also see this [Working Paper](#) in which I explain the "opportunity" in more detail. **If you have any questions then please email eea-process@tullettprebon.com (with a copy to me Admin@EEAInvestors.com if possible) – or just email me and I'll try to help.**

➤ **Continuing Share Redemptions**

If you already registered to redeem 100% of your Continuing shares for the December 2015 or March 2016 Redemption Days then you **don't** have to make any further requests. You should recently have received a 45% - 100% redemption payment based on the 31st December 2015 NAVs (If not then please contact your platform, advisor or EEA immediately to find out why not and get it put right). The rest of your shares will be automatically carried over to the March and June Redemption days, as appropriate, with priority.

If you wish to submit a new (or additional) request for the 30th June 2016 Redemption Day then this must be received by EEA in Guernsey by **5:00pm on Friday 25th March 2016** (at least 95 days before the June Redemption Day). In my opinion, every Continuing shareholder / investor should be requesting 100% redemptions – if you disagree or don't understand this opinion then please phone me or send me an email to discuss it.

Direct EEA shareholders should [Click Here](#) to download the Continuing Shares Redemption Request Form. If you are invested through a platform, nominee, trust or pension plan then you need to contact your intermediary and instruct them to submit the request in time and get confirmation that the request has been acknowledged by EEA.

➤ **Appointment of a New Fund Administrator, Secretary and Registrar**

EEA [Announced](#) on 1st February 2016, that with immediate effect [Saffery Champness](#) (Guernsey) had replaced International Administration Group (IAG Guernsey) as the Fund's Administrator, Secretary and Registrar. We understand that IAG was given the appropriate three month's notice in October 2015 and that Saffrey are expected to provide a better service at a lower cost.

We welcome the appointment of Saffery Champness and hope that they will bring a fresh and independent view to the competent administration of our Fund. Certainly the comments from members who have dealt with them so far is very encouraging – all have said that Saffery are helpful, knowledgeable, responsive and effective, even though they are dealing with “a hundred queries a day and still sorting out piles of paper and files from the handover”.

IAG has been the Fund's Administrator, Secretary and Registrar since its inception in 2005. The directors and co-founders of IAG (Mark Woodall and Alison Simpson) were among the founders of the original EPIC Investment Funds PCC Ltd (which became the EEA Life Settlements Fund PCC Ltd in August 2007) and/or the various Master Funds and other Companies related to EEA and EEA Fund Management (Guernsey) Ltd.

Contact info for Saffery Champness (and EEA) is as follows :

email : eea@saffery.gg Tel : +44 (0) 1481 721374 Fax : +44 (0) 1481 705354

Address : Saffery Champness Fund Services Limited.,
PO Box 141, La Tonnelle House, Les Banques, St Sampson
Guernsey, GY1 3HS

➤ **Directorships and Resignations**

As a consequence of the removal of IAG as the Fund's Administrator, Secretary and Registrar, **Alison Simpson** has resigned as a (founding) director of the EEA Life Settlements Fund PCC and **Mark Woodall** has resigned as a (founding) director of EEA Fund Management (Guernsey) Ltd (previously EPIC Investment Partners Ltd until 2007). It's not currently clear whether Alison and Mark have resigned from all the associated EEA companies in Guernsey as well – I'll take a look at the Guernsey Registry documents when I get a spare moment.

EEA have also confirmed that **Simon Shaw** (Chairman of EEA Holdings Ltd – now renamed Melquart Ltd and EEA Group Ltd – now renamed Anath Capital Ltd) resigned as a director of EEA Fund Management (Guernsey) Ltd in June 2015. There was no announcement or explanation given at the time or since. Simon is still a Director of the EEA Life Settlements Fund PCC Ltd, alongside **Mark Colton, Chris Daly, David Jeffreys and Stephen Burnett**.

➤ **Share Redemptions and Payments**

EEA have now paid out the \$190m of redemption payments to Run-off and Continuing shareholders and the cash should now be in your bank or platform accounts. If not, then contact your platform (or in the case of Direct shareholders, Saffery Champness, as above).

Note that some direct shareholders with small residual holdings have actually received 100% redemptions under the relevant provisions in the scheme particulars. This will not have happened where shares are held via platforms and nominees because these tend to be “pooled” holdings which don't qualify as “small”, even though your sub-holding might qualify as such.

Policy Sale, Premium Reserve and Available Cash

In my last Update I said that EEA issued a Notice dated [20th January 2016](#) (my annotated version) which among other things stated that the two year premium reserve is now \$94m (rather than my estimated \$60m), based on a new (and more conservative) definition which assumed zero maturities over the next two years.

I couldn't reconcile the total redemption payments against the published Fund cash balances and premium reserve figures and I [wrote to EEA](#) on 3rd February saying that, based on their data, I believed that they had overpaid Continuing shareholders by \$22m and had underpaid Run-off shareholders by \$36-49m. EEA responded that I had misunderstood how the Fund allocated the assets within the Fund. I disagree and have written to them further within the context of the upcoming TPAI share sale process.

➤ **Investor Information Meetings**

This past month I have met more than fifty investors and advisors in Spain and the UK. If you would like to meet for a chat and haven't already heard from me then email Meetings@EEAInvestors.com. You can also check www.EEAInvestors.com for info about upcoming meetings. Next Thursday / Friday 17th / 18th March I will be in Hampshire, Dorset, Devon, Bristol and South Wales. Let me know if you'd like to meet somewhere along the way.

Thanks to all of you that I have met – your support and encouragement has been very welcome and persuades me to keep banging my head against brick walls until the cracks appear and daylight shines through.

➤ **EEA Communications**

EEA have issued another update of their Key Questions Bulletin, as well as the December Portfolio Stats / Fund Commentary, the January and February Fact Sheets (at last) and replies to my various letters during December and January. I won't go into them all here, but will post annotated versions on our website as soon as I can manage it.

➤ **2015 Fund Performance**

No further (late posting) maturities reported so far for 2015.

➤ **2016 Fund Performance**

As at 17th February 2016 there have been four policies matured (three lives) reported for January with a total NDB of \$11.25m.

Three policies (one life) matured in February for a total NDB of \$12.1m

There have been zero maturities reported so far for March.

The historic average for January is 7.6 policies, 6.6 lives and \$7m NDB.

The historic average for February is 8 policies, 5 lives and \$7.2m NDB

The historic average for March is 7.2 policies, 6.2 lives and \$15.7m NDB

Note that I'm still not an expert or an auditor or a lawyer or a (regulated) financial advisor and don't provide advice – just information and personal opinions and I often disagree with EEA. You should only rely on information provided by EEA or your regulated professional advisor. They get paid (handsomely) to be correct. I provide my information and opinions for nothing. It's up to you to decide what they're worth to you.

David Trinkwon

Director, Medley Systems Ltd
Coordinator – EEA Investors' Group

Tel : +44 (0) 7802 538315
Skype : david.trinkwon