



EEA Life Settlements Fund

Portfolio Update
29 December 2023

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All data as at 29 December 2023 unless otherwise stated.

Fund Commentary

At the reporting date of 29 December 2023, the Fund held 31 life insurance policies with a total net death benefit of \$103.3 million. The average policy size (net death benefit) was approximately US\$3.33 million. The portfolio covered 18 illnesses, 20 lives and 17 insurance companies. Based upon weighted net death benefit, 95.17% of the portfolio was represented by insureds who were aged 80 or over, with an overall weighted average age of 93 years.

At the start of 2023, the Fund's independent valuation agent, Maple Life Analytics, projected portfolio maturities for the year of \$33.1 million (but with a range of between \$4.3 million and \$65.0 million). In 2023, there were 4 reported maturities with a total net death benefit of \$20.65 million.

The NAV per Share of the USD-denominated Cells decreased over the last quarter. The range was between -3.13% to -2.06% depending on the Cell. The decrease can continue to be attributed to the ongoing shortfall in policy maturities coupled with a continued rise in discount rates.

The effects of currency movements on the non-USD-denominated Cells over the last quarter were on average around -3.51% (GBP), -3.72% (EUR) and -7.05% (SEK). As a result, during the period the overall NAV per share of the GBP-denominated Cells (range -7.22% to -5.25%), the EUR-denominated Cells (range -7.24% to -5.35%), and the SEK-denominated Cells (-10.49% to -8.12%) all decreased over the quarter.

At the EGM that was convened on Wednesday 24 January 2024, following separate Class Meetings of its shareholders, all resolutions put to shareholders at each meeting respectively were passed.

The passing of the Shareholder Resolutions (as such term is used in the shareholder circular of the Company dated 13 December 2023 (the Circular)) means that the Proposals and 2024 Reconstruction (each as defined in the Circular) may now be implemented.

Further details can be found in the Results Notice, available at www.eealifeselements.com/eea-life-settlements-fund.

A discount rate of 17.16% currently applies to 100% of the policies.

The discount rate refers to the rate used to determine the present value of the future cashflows anticipated in respect of each policy – it is a rate which reflects an implied annual return over the period from the date of valuation to the life expectancy estimate.

Projected Net Death Benefits (NDB) from 1 January 2024

Year	Maturity projections (\$)	
2024	23,867,310	23%
2025	19,520,166	19%
2026	13,868,223	13%
2027	10,046,184	10%
2028	7,492,479	7%
2029+	28,238,017	27%
	103,032,378	100%

Source: Maple Life Analytics, LLC. The amounts take into consideration Net Death Benefit paid during the relevant year, which excludes \$650,000 in outstanding payments for maturities reported in 2023. The total of \$103.0m takes into account potential future policy expiries.

Policy Split by State of Issue

State	Number of policies		Net Death Benefit	
AL	2	6.45%	\$292,230	0.28%
CA	4	12.90%	\$15,400,000	14.90%
DE	2	6.45%	\$5,000,000	4.84%
FL	1	3.23%	\$5,000,000	4.84%
GA	1	3.23%	\$750,000	0.73%
MN	2	6.45%	\$395,639	0.38%
MS	1	3.23%	\$4,100,000	3.97%
NJ	8	25.81%	\$35,000,000	33.87%
NY	3	9.68%	\$11,716,983	11.34%
SC	1	3.23%	\$200,000	0.19%
SD	2	6.45%	\$14,000,000	13.55%
TN	1	3.23%	\$732,962	0.71%
TX	1	3.23%	\$500,000	0.48%
VA	1	3.23%	\$10,000,000	9.68%
WA	1	3.23%	\$250,000	0.24%
Total	31	100%	\$103,337,814	100%

Policy Split by Net Death Benefit

NDB Range	Number of policies		Net Death Benefit	
< \$0.5M	8	25.81%	\$1,781,637	1.72%
\$0.5M - \$0.99M	3	9.68%	\$1,982,962	1.82%
\$1.0M - \$2.49M	5	16.13%	\$6,473,215	6.26%
\$2.5M - \$4.99M	3	9.68%	\$11,100,000	10.74%
\$5.0M - \$7.49M	8	25.81%	\$42,000,000	40.64%
>= \$7.5M	4	12.80%	\$40,000,000	38.71%
Total	31	100%	\$103,337,814	100%

Policy Split by Policy Type

Policy Type	Number of Policies		Policy Net Death Benefit	
Flexible Premium	14	45.16%	\$45,582,962	44.11%
Term	2	6.45%	\$850,000	0.82%
Universal Life	14	45.16%	\$56,704,852	54.87%
Whole Life	1	3.23%	\$200,000	0.19%
Total	31	100%	\$103,337,814	100%

Policy Split by Age

Age Range	Number of Policies		Policy Net Death Benefit	
50 - 59	3	9.68%	\$492,230	0.48%
60 – 69	5	16.13%	\$3,795,584	3.04%
70 – 79	3	9.68%	\$1,350,000	1.31%
80 – 89	5	16.13%	\$24,100,000	23.32%
90 – 99	11	35.48%	\$64,000,000	57.09%
100+	4	12.90%	\$10,250,000	14.76%
Total	31	100%	\$103,337,814	100%

Policy Split by Insurance Company

Insurance Company	Number of Policies		Policy Net Death Benefit	
	Count	Percentage	Amount	Percentage
American General Life	5	16.13%	\$10,750,000	10.40%
AXA	3	9.68%	\$20,000,000	19.35%
Federated Life	1	3.23%	\$732,962	0.71%
Lincoln Benefit	3	9.68%	\$15,295,639	14.80%
Lincoln Financial	1	3.23%	\$10,000,000	9.68%
Lincoln National	1	3.23%	\$10,000,000	9.68%
MetLife	2	6.45%	\$500,000	0.48%
New England Financial	1	3.23%	\$1,473,215	1.43%
Pacific Life	1	3.23%	\$6,000,000	5.81%
Prudential	1	3.23%	\$5,000,000	4.84%
State Farm Life	2	6.45%	\$292,230	0.28%
Sun Life Assurance	1	3.23%	\$6,000,000	5.81%
Transamerica	3	9.68%	\$13,100,000	12.68%
United of Omaha	3	9.68%	\$3,000,000	2.90%
US Financial Life	1	3.23%	\$200,000	0.19%
West Coast Life	1	3.23%	\$750,000	0.73%
William Penn	1	3.23%	\$243,768	0.24%
Total	31	100%	\$103,337,814	100%

12 months premiums to 29 December 2023 was \$10,106,277.

Aggregate Net Death Benefit Split by Illness

Illness	Policy Net Death Benefit
Brain Cancer	0.71%
Brain Stem Lesion	1.66%
Breast Cancer	0.58%
Colon Cancer	0.24%
COPD	20.32%
Coronary Atherosclerosis	19.35%
Dementia	13.55%
Hyperlipidemia	9.68%
Hypertension	9.68%
Liver Cancer	0.29%
Lung Cancer	0.10%
Malignant Neoplasm of Trachea	3.97%
Mantle Cell Lymphoma	3.87%
Multiple Myeloma	0.48%
Myocardial Infarction	4.84%
Obstructive Pulmonary Disease	9.68%
Rectal Cancer	0.28%
Squamous Cell Cancer of the Tongue	0.73%