

## Life Settlement Assets PLC – Ordinary Share A

### Investment Objective

The company's investment objective is to achieve capital appreciation by purchasing policies or portfolios of life settlement and mortality-related products in special or distressed situations.

### Commentary

The 24th Annual Spring Life Settlement Conference was held in May by LISA (Life Insurance Settlement Association) in Washington, D.C. The experts presented recent regulatory changes and technology renovations which could bring the industry to the next level, with a focus on streamlining the process of transactions such as short-form underwriting. Such advances could have the potential to not only transact a much larger number of policies before they lapse, but also to make a life settlement or viatical settlement transaction much more accessible for millions of American seniors.

The Share Class is reporting a performance of 0.14% for the month of May. Five HIV maturities have been registered, contributing a total Death Benefit of \$569k. Three maturities were registered in the elderly segment, for a total coverage of \$445k. Currently, our estimation of A/E ratio for the HIV segment until May is about 130%. However, the elderly segment continues to underperform due to the lack of any large size policies maturing. In addition, a small portfolio of fractionals, to which the trust was overwhelmingly already exposed to, was added.

Investment Terms	Estimated NAV (USD)	NAV/Share
1.5% Management Fee	92,739,487.94	2.0406

Number Of Policies	Death Benefits (USD)	Matured Policies YTD*	Maturities YTD (USD)*
4 667	463 935 494	60	7 163 008

**Trust Investment Manager** Acheron Capital Ltd.

**Company Secretary** Maitland Administration Services Limited

**Administrator** Compagnie Européenne de Révision

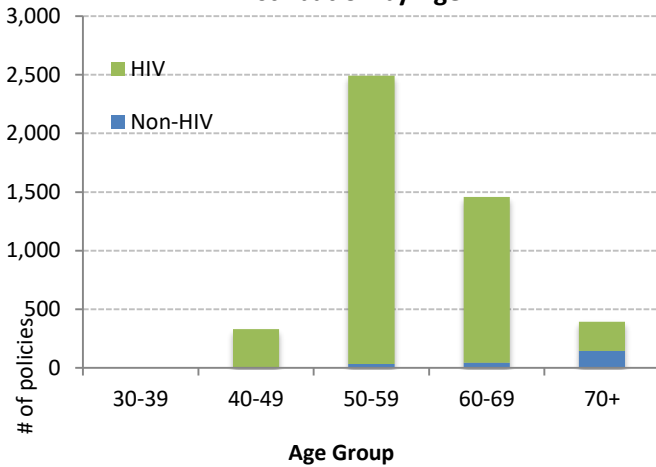
**ISIN Ticker** GB00BF1Q4B05 LSAA

**Auditor** Grant Thornton UK LLP

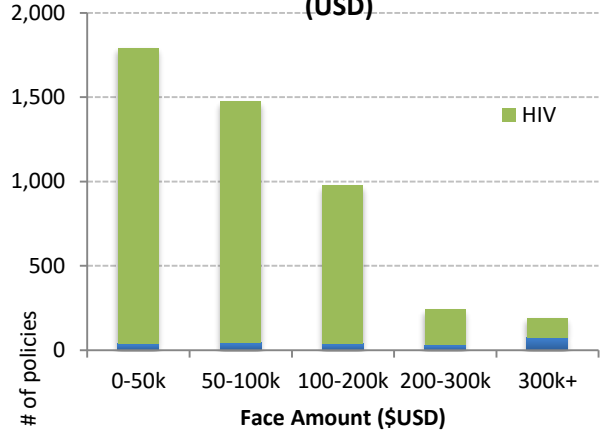
**Info** life@acheroncapital.com  
+44 207 258 5990

\*This figure refers to maturities occurred in the portfolio held by Acheron Portfolio Trust

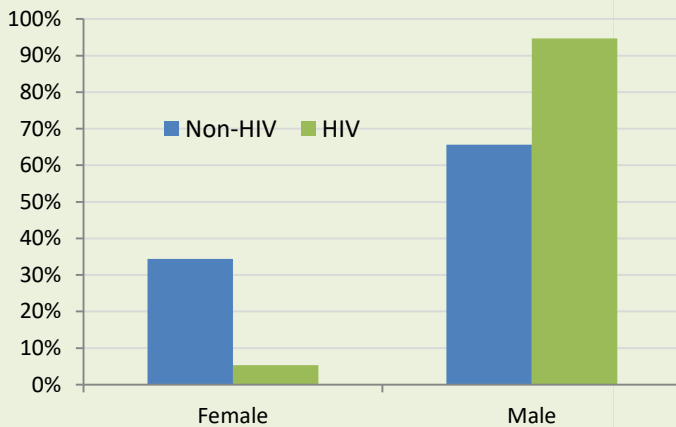
**Distribution by Age**



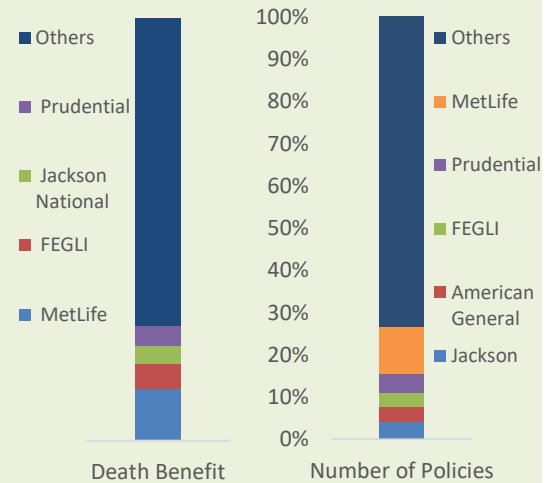
**Distribution by Death Benefit Amount<sup>(1)</sup> (USD)**



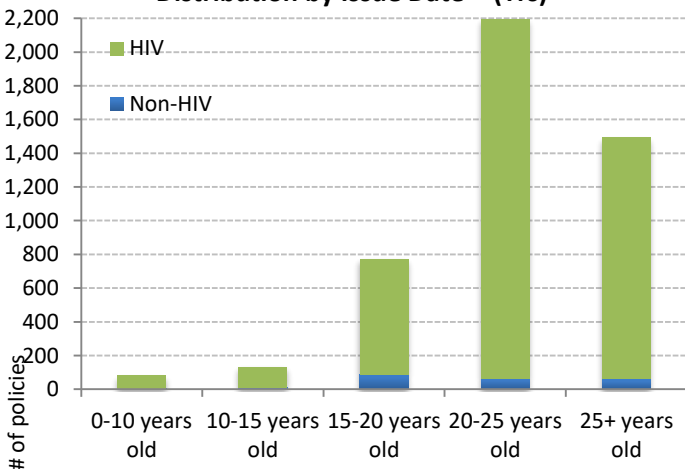
**Distribution by Gender**



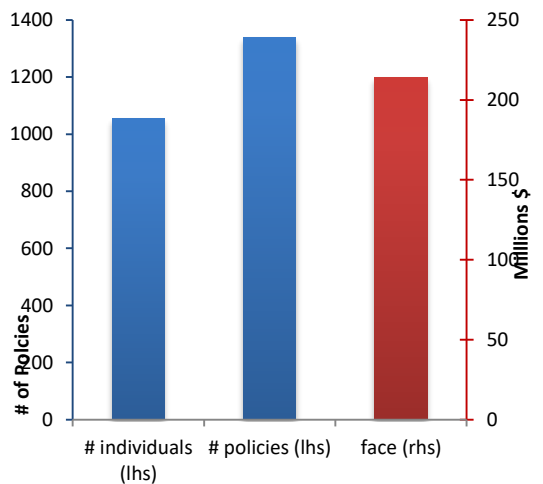
**Distribution by Insurance Company**



**Distribution by Issue Date<sup>(2)</sup> (Yrs)**



**Maturities Since Inception**

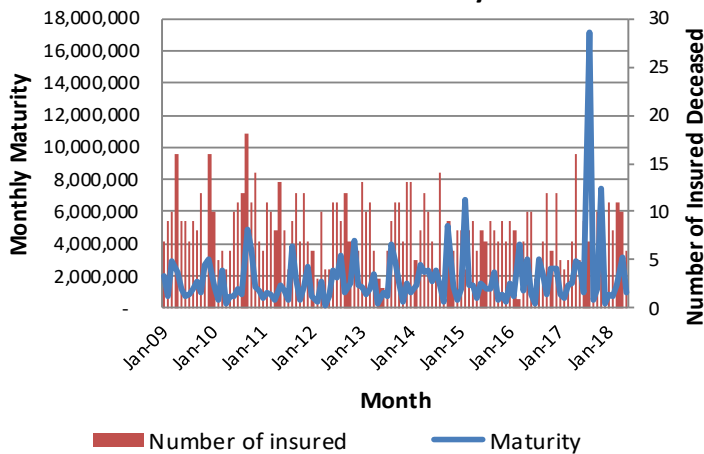


(1)Indicates the available face amount to LSA which is a fractional interest of initial face amount.

(2)Distribution by issue dates reflects the time since the life insurance policy was issued.

Source of Data: Acheron Capital Ltd unless otherwise stated.

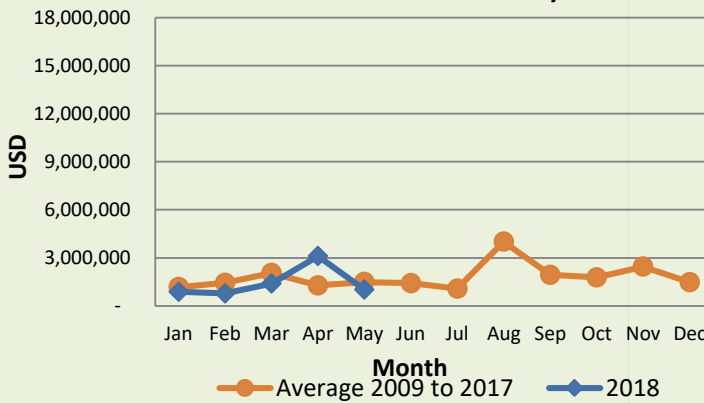
Historical Maturity



Maturities May 2018

Number of policies matured in May 2018	8
Corresponding number of insured	6
Total death benefit in May 2018(US\$)	1 014 413
Valuation of Matured policies in Book (US\$)	199 835

Notification of Maturity



Premiums Situation (US\$) <sup>(1)</sup>

Servicers Premiums Projection as of Beginning 2018	\$ 13.4M
Mortality Adjusted Premiums Projection Beginning 2018	\$ 12.1M
Estimated COI Net of Mortality Beginning 2018	\$ 11.2M

Top 10 Coverage

Insured	Face (millions)	Total Face (millions)	Age (ALB)	Expiration Age*
1	7.6/2.1/0.9	10.6	98	101/101/101
2	9.6	9.6	97	100
3	3.0/2.6/1.7	7.3	98	115/120/120
4	1.9/1.4	3.3	94	100/100
5	1.2/0.8/0.6	2.6	75	121/100/100
6	1.2/0.8/0.3/0.1/0.1/0.1	2.6	90	100/100/100/95/100/115
7	1.3/1.0	2.3	94	100/115
8	2.2	2.2	93	100
9	2.2	2.2	92	100
10	1.9	1.9	77	100

Cash Situation (US\$) <sup>(1)</sup>

Cash at hand and similar	\$ 19.1M
Gross Cash in Policies <sup>(2)</sup> (estimated as of end 2017)	\$ 41.7M
Loan on Cash in Policies (estimated as of end 2017)	\$ 22.2M
Net Cash in Policies <sup>(2)</sup> (estimated as of end 2017)	\$ 19.5M
Maturities to be received	\$ 3.4M

(1) Figures as provided by third parties

(2) Cash in a policy can typically be borrowed at an interest rate of 4% to 8%. Cash for fractional policies and ABC policies not included. Surrender charge included.

\*In case that one insured has more than one policy, their expiration ages are ordered by decreasing face.

Issued by Acheron Capital Limited, a company registered in England, no. 05588630 at Suite1, 3rd Floor, 11-12 St. James's Square, London SW1Y 4LB, England.

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