

## Life Settlement Assets PLC – Ordinary Share D

### 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 -0.80% for the month of May. One maturity has been registered, contributing a total Death Benefit of \$219k. Currently, our estimation of A/E ratio for the HIV until May is above 150%. However, the elderly segment underperforms due to the lack of large size policies maturing.

Investment Terms	Estimated NAV (USD)	NAV/Share
1.5% Management Fee	10,882,192.19	1.1711

Number Of Policies	Death Benefits (USD)	Matured Policies YTD*	Maturities YTD (USD)*
480	43 209 258	6	713 632

**Trust Investment Manager** Acheron Capital Ltd.

**Company Secretary** Maitland Administration Services Limited

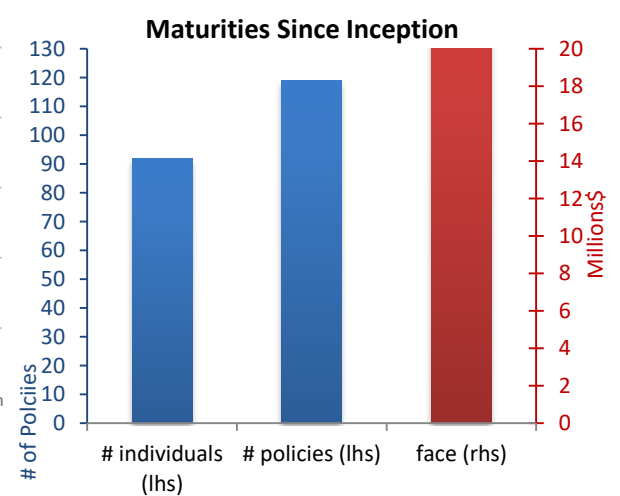
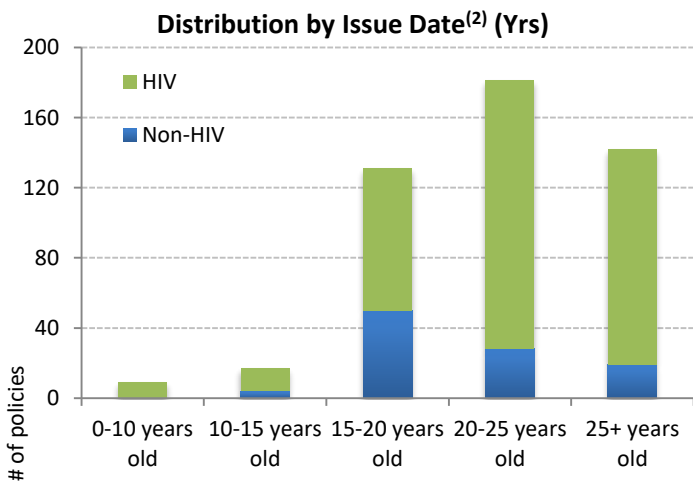
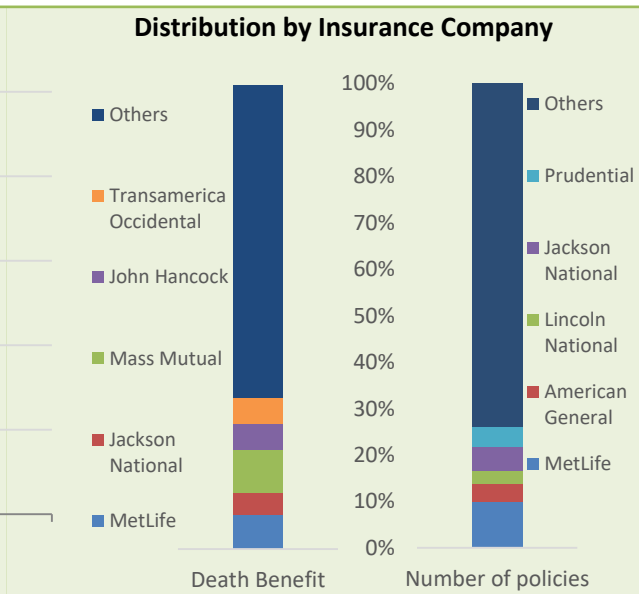
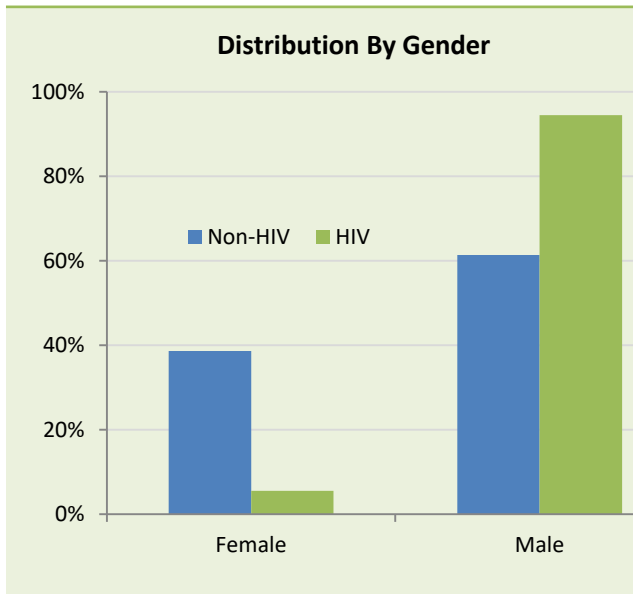
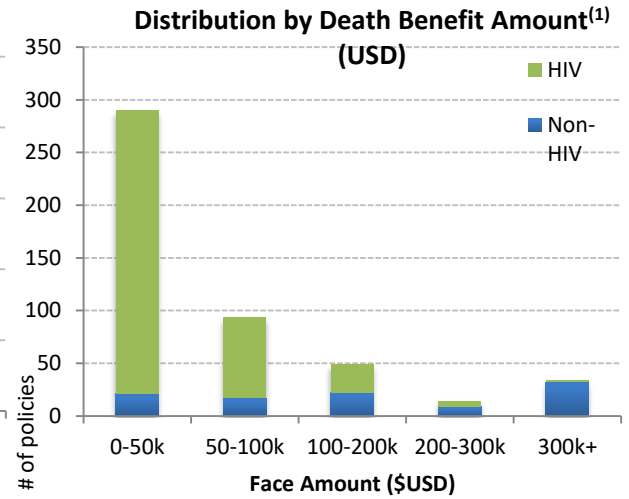
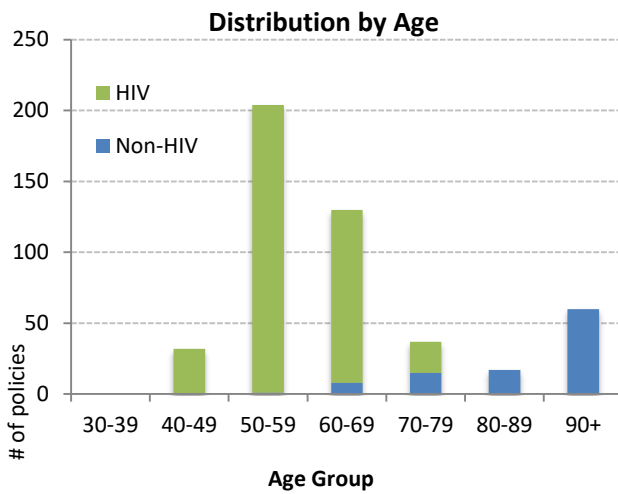
**Administrator** Compagnie Européenne de Révision

**ISIN Ticker** GB00BF1Q4N27  
LSAD

**Auditor** Grant Thornton UK LLP

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



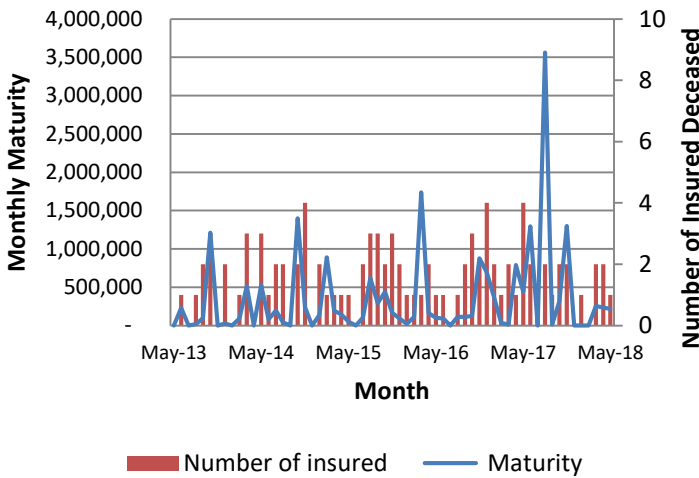
\* Capital and/or dividend payment(s)

(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.

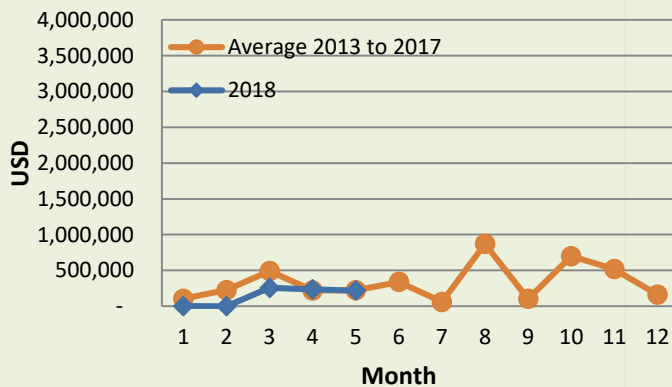
Historical Maturity



Maturities May 2018

Number of policies matured in May 2018	1	
Corresponding number of insured	1	
Total death benefit in May 2018(US\$)	219 216	
Valuation of Matured policies in Book (US\$)	95 080	
	<b>Average Age</b>	<b>Weighted Average Age</b>
HIV	58.3	58.3
Non-HIV	87.7	91.1

Notification of Maturity



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

Servicers Premiums Projection as of Beginning 2018	\$ 2.2M
Mortality Adjusted Premiums Projection Beginning 2018	\$ 2.1M
Estimated COI Net of Mortality Beginning 2018	\$ 2.0M

Top 5 Coverage

Insured	Face (million)	Total Face (millions)	Age (ALB)	Expiration Age*
1	1.0/0.9/0.8	2.7	98	101/101/101
2	2.2	2.2	97	100
3	1.3/0.6/0.1	2.0	98	115/100/120
4	0.7/0.5/0.05/0.03	1.3	90	100/100/100/100
5	0.4/0.3/0.3	1.0	75	121/100/100

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

Cash at hand and similar	\$ 1.0M
Gross Cash in Policies <sup>(2)</sup> (estimated as of end 2017)	\$ 2.0M
Loan on Cash in Policies (estimated as of end 2017)	\$ 0
Net Cash in Policies <sup>(2)</sup> (estimated as of end 2017)	\$ 1.9M
Maturities to be received	\$ 0.6M

(1) Figures as provided by third parties

(2) Cash in a policy can typically be borrowed at an interest rate of 4% to 8%. Surrender charge included.

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

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