

6 October 2022

Dear Investor

THIS LETTER IS IMPORTANT BUT IS FOR INFORMATION

ONLY AND NO ACTION IS REQUIRED

LF Equity Income Fund (formerly named LF Woodford Equity Income Fund) (the “Fund”), a sub-fund of LF Investment Fund (formerly named LF Woodford Investment Fund) (the Company”)

As authorised corporate director (“ACD”) of the Company, we are writing to provide you with an update on the winding up of the Fund. No action is required by you, but this letter provides an important update in relation to a further capital distribution by the Fund.

Fifth capital distribution to investors

As of 30 September 2022, the Fund’s Net Asset Value (“NAV”) (i.e. the total value of all of its assets minus its known liabilities) is £79,935,214. The Fund’s assets consist of shareholdings in Atom Bank, Benevolent AI, Freevolt (previously named Drayson), Mafic, Nexxon, Origin, RM2 and Rutherford and an amount held in cash from the proceeds of the sale of assets since the Fund’s fourth capital distribution. We now plan to distribute around £20 million of the Fund’s cash by way of a fifth capital distribution.

We will write to you again in early November to confirm the total amount to be distributed to investors.

Based on an estimated fifth capital distribution of £20 million, a total of £2.56 billion will have been distributed to investors since the commencement of the winding up of the Fund.

Fall in the Fund’s NAV

Since the previous publication of the Fund’s NAV (on 30 June 2022) the value of Benevolent AI, an asset which is held by the Fund and listed on the Euronext exchange, has fallen from €8 per share to €3.91 per share. This is equivalent to a fall in the total value of the asset held by the Fund of around £31.2 million (or 26.75%). As we explained in our letter of 15 June 2022, because the Fund now holds relatively few assets, and because some of the shareholdings (such as Benevolent AI) have a relatively large weighting compared to others, a change to the value of such assets will lead to a disproportionately large percentage increase or decrease in the Fund’s NAV. For the avoidance of

doubt, the price used to calculate the value of the Fund's holding in Benevolent AI was correct at the 30 June and 30 September NAV calculations.

Fees

Although there have been no fees payable by the Fund to us for our services as the Fund's ACD since it went into wind up on 18 January 2020, some costs have continued to be payable by the Fund as advised in previous letters. The fees that the Fund continues to incur relate primarily to the costs associated with the sale of the Fund's assets. Further details can be found in the Company's accounts which can be found on our website at <https://equityincome.linkfundsolutions.co.uk/investor-documentation/>

Publication of the Fund's NAV

We will continue to calculate and publish the Fund's NAV quarterly on or shortly after the final business day of December, March, June and September (or between these points if there is a change to the valuation of any asset held by the Fund which will materially impact the Fund's NAV).

You are reminded that due to the illiquid nature of the Fund's remaining assets, their valuation can materially change, and it is possible that their valuations may fall as well as rise. This may have an impact on the Fund's NAV and, therefore, the total amount that will be received by investors in future capital distributions.

You will be able to find the Fund's current NAV and future updates on our website at <https://equityincome.linkfundsolutions.co.uk>

Future capital distributions

It is intended that further capital distributions will be made as and when suitable amounts of cash have been raised from the sale of the remaining assets of the Fund. At this stage we are unable to advise you of the exact timing and amount of these future capital distributions as this is dependent upon the sale of the Fund's assets. We will continue to wind up the Fund in a manner and at a pace which seeks to achieve the best outcome for investors.

Investors are reminded that the assets that remain to be sold are the less liquid assets of the Fund and it is expected that some of these assets may not be sold before mid-2023.

Further information

A copy of this letter and all previous letters to investors since the Fund's suspension can be found on our website at <https://equityincome.linkfundsolutions.co.uk/investor-communications/>. Our website also has a Frequently Asked Questions section, and these include a reminder of the reasons for the Fund's suspension and wind up. We will write to investors again when we have certainty on the timing of a further capital distribution or there are other material developments in relation to the Fund. In the

meantime, if you have any other questions, please contact us on 0333 300 0381 or alternatively email us at lfinvestors@ntrs.com.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Karl Midl', with a stylized flourish at the end.

Karl Midl

Managing Director, for and on behalf of Link Fund Solutions Limited