

30 November 2020

Dear Investor

THIS LETTER IS IMPORTANT - PLEASE READ

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 of the Fund, we are writing to inform you that we are now in a position to make a fourth capital distribution from the winding up of the Fund. Further details are provided below.

We would also like to inform you that the Company’s interim accounts will be published today. A copy of the interim accounts, which cover the period 1 April to 30 September 2020, will be available on our website at <https://equityincome.linkfundsolutions.co.uk/investor-documentation/>

Fourth capital distribution

In our letter dated 30 September 2020, we advised you that we were working to complete the transfer of all assets that were sold to Acacia Research Corporation (“Acacia”) by 30 November 2020.

We can now confirm that we expect to complete the transfer of the remaining assets forming part of the portfolio sold to Acacia in the next few days and, in any event, no later than 31 December 2020. Although we anticipated completing the transfer of the portfolio of assets to Acacia by 30 November 2020, our agreement with Acacia recognised that the formalities associated with transferring some of the assets may take longer to complete.

Further information on the portfolio sale to Acacia can be found in our previous letters, including the one dated 5 June 2020, and in the frequently asked questions page of our website. These and all other previous investor letters can be found at <https://equityincome.linkfundsolutions.co.uk/>

As a result of transfers to Acacia and the sale of other assets by the Fund since the third capital distribution was paid to investors on 26 August 2020, the Fund has £27.82 million of cash available (as at 27 November 2020) for distribution to investors. However, the amount that will be distributed will increase if we complete some or all of the remaining transfers to Acacia in the next few days, as expected, or if there are further sales of assets not forming part of the Acacia portfolio transaction. We therefore anticipate making a fourth capital distribution to investors of up to £97.62 million.

A further letter will be sent on or around 9 December 2020 confirming the total to be distributed and the amount you will receive from this fourth capital distribution. These amounts will be calculated on 3 December 2020 (the “Calculation Date”) and will be paid to you on or around 11 December 2020.

Please note that if you invested through a platform distribution payments may not reach your account on the same day, due to the time it takes for the platform provider to process your payment.

Based on an estimated fourth capital distribution of £97.62 million due to be paid on or around 11 December 2020, a total of £2.54 billion will have been distributed to investors since the commencement of the winding up of the Fund.

Publication of the Fund's Net Asset Value ("NAV")

This fourth capital distribution will be reflected in the calculation and publication of the Fund's NAV on the date of payment to investors. This means that the number of shares that you hold in the Fund will remain the same but the Fund's NAV and the price per share will reduce, as it did following all previous capital distributions, to reflect the value paid out through the capital distributions made to date.

Investors are reminded that following payment of the fourth distribution we will continue to calculate and publish the Fund's NAV on the final business day of each month. 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. However, if the proceeds related to the final Acacia transfers are not received by the Fund on or before the Calculation Date, as expected, then we will seek to make a fifth capital distribution of those proceeds in early 2021. Investors are reminded that the assets that remain to be sold are the less liquid assets of the Fund and, as previously notified, it is expected that some of these assets will not be sold until mid to late 2021.

Further information

We will continue to write to you to keep you informed throughout the winding up process in relation to future capital distributions and other developments, including a possible fifth distribution, as explained above. In the meantime, if you require any further information, please refer to the frequently asked questions and answers document on our website: <https://equityincome.linkfundsolutions.co.uk/>. If you have any questions regarding this letter, please contact us on 0333 300 0381 or alternatively email us at lfsinvestors@ntrs.com.

Yours faithfully



Karl Midl

Managing Director, Link Fund Solutions Limited