

05 June 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”)

We, Link Fund Solutions Limited, are writing to inform you that we have agreed to sell a significant portion of the Fund’s remaining assets. Further details of this sale and what that means for you as an investor in the Fund are provided below.

Sale of a selection of the Fund’s assets

In previous letters, dated 15 October 2019 and 13 December 2019, we explained how the Fund’s assets were split into two portfolios, with Portfolio A comprised of listed assets and Portfolio B comprised of the Fund’s unlisted and certain highly illiquid listed assets. A copy of those letters, which provide more details on the sale process are available at <https://equityincome.linkfundsolutions.co.uk>.

Since we took the decision to wind up the Fund we have been exploring how best to sell the Fund’s assets in a way that enables us to make capital distributions to investors and best protects investors’ interests. This included investigating a potential sale of a collection of the Fund’s holdings in companies from the healthcare sector.

We are now able to confirm to investors in the Fund that we have reached agreement with Acacia Research Corporation (“Acacia”) for the sale of an agreed selection of up to 19 of the Fund’s healthcare assets in return for up to £223.9 million. The assets to be sold to Acacia are from Portfolio A and Portfolio B.

Under the terms of the agreement with Acacia, the formalities associated with the sale of these assets could, in some cases, take up to six months to complete and we will keep you informed of progress in relation to that process. In the meantime, you may wish to consult the frequently asked questions section of our website, at <https://equityincome.linkfundsolutions.co.uk> which has been updated following our agreement with Acacia.

Further capital distributions to investors

This agreement with Acacia will enable us to make further capital distributions to investors in due course. We are currently unable to confirm the exact dates and amounts in respect of these further capital distributions but we will write to you with an update no later than 29 July 2020.

The next capital distribution will also include your share of the proceeds of sales of the Fund’s assets since the payment of the second capital distribution, plus any further asset sales between now and the calculation date of the next capital distribution. BlackRock Advisors (UK) Limited and PJT Partners (UK) Limited will continue to assist us with the sale of the Fund’s remaining assets and we will continue to keep you updated on that ongoing process.

Previous distributions and net asset value of the fund

Investors are reminded that we have previously made two capital distributions to investors totalling £2.267 billion (£2.124 billion on 30 January 2020 and £143.2 million on 25 March 2020). The Fund's current net asset value (NAV), as calculated on 03 June 2020 and which includes the amount receivable from the sale of assets to Acacia, is £444.219 million. It is possible that this NAV may vary as the market prices attributable to the Fund's remaining assets may change prior to them being sold.

Until the winding up of the Fund is completed we will calculate and publish the NAV per share on a regular basis for information purposes only (this will be calculated each Wednesday until notified otherwise). This information, which allows investors to track the performance of their investment, can be found at www.linkfundsolutions.co.uk by clicking on 'Fund Information' and then selecting 'LF Investment Fund'.

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.

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 equityincome@linkgroup.co.uk.

Yours faithfully



Karl Midl

Managing Director, Link Fund Solutions Limited