

Kleinwort Hambros Elite PCC Limited

Registration Number: 42365

Registered Office: Ground Floor, Dorey Court, Admiral Park, St Peter Port, Guernsey GY1 2HT
Mailing Address: P.O. Box 156, Dorey Court, Admiral Park, St Peter Port, Guernsey GY1 4EU
Tel: +44 (0)1481 702 400 Fax: +44 (0)1481 702 407

30 October 2017

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

Dear Shareholder

Kleinwort Hambros Elite PCC Limited

(the "Company")

Kleinwort Hambros Elite International Bond Fund

Kleinwort Hambros Elite EUR Fixed Income Fund

Kleinwort Hambros Elite GBP Currency Fund

Kleinwort Hambros Elite EUR Currency Fund

Kleinwort Hambros Elite USD Currency Fund

(together the "Cells")

We are writing to advise you that Kleinwort Benson (Channel Islands) Investment Management Limited (the "AIFM") has carried out a review of the Company and its cells and as:

- i) the net asset value of each of the Cells has, for a period of four consecutive dealing days, been below £10 million (or currency equivalent);
- ii) there has been little investor demand in recent months; and
- iii) there is unlikely to be any significant inflows in the foreseeable future;

the Cells are no longer financially viable and therefore the AIFM has recommended that the Cells be closed.

As a result of the above, and in consultation with the AIFM of the Company, the Directors of the Company have resolved to exercise their power as provided for in the Articles of Incorporation and the Scheme and Cell Particulars of the Company ("**Scheme Documents**") to compulsorily redeem the Participating Redeemable Preference Shares ("**Shares**") of Cells. Thereafter the Cells will be closed, the Shares will be de-listed from The International Stock Exchange ("**TISE**") and the Guernsey Financial Services Commission will be requested to revoke the authorisation of the Cells.

The requirements of the Scheme Documents are for shareholders to be given at least 21 clear days' notice (expiring on a dealing day) of the compulsory redemption of their Shares and the requirements of the TISE Rules are for shareholders to be given at least 20 business days' notice of the de-listing of the Shares. Accordingly, the Shares of the Cells will be compulsorily redeemed on 30 November 2017 and the Shares will be de-listed from the TISE on 1 December 2017.

As these Cells have been in existence for some years and therefore the payment instructions for redemption proceeds originally provided by you may now be out-of-date you are strongly recommended to complete, sign and return the enclosed Redemption Payment Instruction Form as soon as practicable, in the first instance by facsimile or e-mail with the original form to follow by post or courier to reach the Administrator no later than 29 November 2017. In the event that you do not return the enclosed form in the manner requested, the compulsory redemption proceeds will be paid in accordance with the details contained in the redemption payment instructions in your original Application Form. The compulsory redemption proceeds will, provided we hold sufficient payment details and there are no outstanding due diligence requirements, be transferred to your nominated account no later than 11 December 2017.

Administrator:

JTC Fund Solutions (Guernsey) Limited, P.O. Box 156, Dorey Court, Admiral Park, St Peter Port, Guernsey, GY1 4EU

Shareholders are reminded that in accordance with the Scheme Documents they are permitted to convert their Shares into shares of another cell of the Company. Shareholders wishing to exercise their right to convert their Shares must complete and return a Conversion Form by no later than 21 November 2017 to enable their Shares to be converted into shares of another cell on 23 November 2017. Details of the other cells of the Company are available on the websites <https://elitefunds.kleinworthambros.com> (registered users only) or <https://www.kleinworthambros.com/en/our-services/wealth-management/our-funds/elite-funds/> or by contacting the Administrator on Tel: +44 (0)1481 702413 or by e-mail offshorefunds@jtcgroup.com.

For information on the other products and services available from the Kleinwort Hambros group please visit www.kleinworthambros.com or contact your Kleinwort Hambros client relationship manager.

If you have any questions or concerns in relation to the matters contained in this letter please do not hesitate to contact the Administrator on Tel +44(0)1481 702413 or by e-mail offshorefunds@jtcgroup.com.

Yours faithfully
For and on behalf of
JTC Fund Solutions (Guernsey) Limited
As Administrator of
KLEINWORT HAMBROS ELITE PCC LIMITED



Authorised Signatory



Authorised Signatory

Enc

Kleinwort Hambros Elite PCC Limited

Redemption Payment Form

Redemption Payment Form

ALL SECTIONS OF THIS FORM SHOULD BE COMPLETED IN BLOCK CAPITALS

Shares of each Cell will be redeemed by compulsory redemption on 30th November 2017 in accordance with the Shareholder Notification dated 30th October 2017.

The redemption proceeds will be paid to your pre-approved and pre-nominated bank account. However, if you have not supplied this information in the last 12 months, please complete the section below. (We may carry out a security call back on this information).

Payments will only be made to an account in the name of a shareholder, as no third party payments are permitted. Please note that if we do not hold payment instructions less than 12 months old the redemption proceeds will not be released until the original of this document is received and the redemption proceeds will be held in a non-interest bearing account pending receipt of all required documentation (including any CDD required/outstanding documentation).

	Personal Details:
Name:	
Address:	
Shareholder Number:	100100
Contact Telephone:	
Email:	

Please ensure all details required for payments from a UK bank to your account are provided to prevent delays or fees as a result of incomplete bank details. Should there be additional information required by your bank for a successful payment, please include this in the additional space provided.

	For UK Sterling payments (inside the UK) only:
Account Name:	
Beneficiary Bank:	
Sort Code:	
Account number:	

Redemption Payment Form

	<i>For UK Sterling payments (outside the UK) only:</i>
Account Name:	
Intermediary name:	
Intermediary SWIFT/BIC:	
Beneficiary Bank:	
Beneficiary Bank SWIFT/BIC:	
IBAN/Account number:	

	<i>For Euros only:</i>
Account Name:	
Intermediary Bank:	
Intermediary SWIFT/BIC:	
Beneficiary Bank:	
Beneficiary Bank SWIFT/BIC:	
IBAN Number:	

	<i>For US Dollars only:</i>
Account Name:	
Intermediary Bank:	
Intermediary SWIFT/BIC:	
Beneficiary Bank:	
Beneficiary Bank SWIFT/BIC:	
Account Number:	
Any Other Information (routing number etc):	

Redemption Payment Form

Additional information:

Note: payments will be made in the base currency of the relevant share class. If you require payment to be made in other than the base currency of the share class please advise - this will be made at the risk and expense of the Shareholder(s) as regards fx rates and charges.

Please ensure all Shareholders sign.

Shareholder 1

Name: _____

Signature: _____

Shareholder 2

Name: _____

Signature: _____

Shareholder 3

Name: _____

Signature: _____

Shareholder 4

Name: _____

Signature: _____

Date:

Please return this completed form

By post to:

The Administrator, JTC Fund Solutions (Guernsey) Limited,
PO Box 156, Ground Floor, Dorey Court, Admiral Park, St Peter Port, Guernsey, GY1 4EU.

By courier:

JTC Fund Solutions (Guernsey) Limited, Ground Floor, Dorey Court, Admiral Park, St Peter Port, Guernsey,
GY1 2HT.

Contact details:

Enquiries
+44 (0)1481 702413
offshorefunds@jtcgroup.com

For details of our services and general information about Kleinwort Hambros please visit
www.kleinworthambros.com