

THE CURRENCIES & FINANCIALS PRODUCTS PERFORMANCE FUND LIMITED

Company Number: CR-133967 | Registered Office: c/o TMF (Cayman) Ltd., 2nd Floor, The Grand Pavilion Commercial Centre, 802 West Bay Road, P.O. Box 10338, Grand Cayman KY1-1003, Cayman Islands

7 December 2016

Dear Shareholder,

IQS Performance Fund – Class E Redeemable Participating Shares

The Board of Directors has recently undertaken a thorough review of the expenses and running costs of the IQS Performance Fund in association with Custom House Global Fund Services Limited (the "Administrator").

Significant reductions in core costs have already been achieved during this financial year, and further reductions are in the process of being finalised. We are grateful for the cooperation and contributions made from all direct and indirect service providers.

The following costs have already been reduced:

- The Investment Advisor's fee charged by Altis Partners (Jersey) Limited was reduced by 50% in May
- Net brokerage costs after clearing were reduced by 40% in May
- BDO Cayman Ltd.'s appointment as auditors for 2015/16 reduced fees by 60%

The following additional savings are to become effective December 1:

- A further 25% reduction in audit fees for 2016/17
- The Administrator's fee is to be reduced by 66%
- Current FATCA /CRS fee is to halved
- Current share register maintenance fee is set to drop by 40%

In order to deliver these additional savings, the Board of Directors have agreed with the Administrator that the Fund will move to quarterly (calendar) valuations with effect from January 1 2017, therefore changing the subscription and redemptions frequency from monthly to quarterly as well.

The Fund will require that any redemption requests be received at least 10 business days before the relevant redemption day. Subscription applications and monies will need to be received no later than 2 business days before the relevant dealing day. For the avoidance of doubt, these changes will not affect any subscriptions or redemptions received for 31st December 2016 valuation day.

A supplement to the current offering memorandum will be circulated in due course.

Should you have any questions, please contact the shareholder services department of the Administrator by email at Shareholder.Services@customhousegroup.com.

Yours sincerely,



C. Julian P. Rigby
For and on behalf of The Currencies & Financial Products Performance Fund Limited