



European Assets Trust PLC

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September 2020

Dear Shareholder

**European Assets Trust PLC (the Company)
Scrip Dividend Scheme**

Let me first take this opportunity to convey that the thoughts of myself and the Board are with you, our fellow shareholders during the coronavirus pandemic, and we hope that you are managing through these uncertain times as well as possible.

I would also like to thank you for your continued investment in the Company.

According to the Company's registrar, Computershare Investor Services PLC, you have elected to receive dividends, in the form of fully paid ordinary shares ("New Shares") instead of cash. This election was made under the Company's scrip dividend scheme ("the Scheme").

The purpose of this letter is to inform you that the board of Directors of the Company ("the Board") has taken the decision, reluctantly, to terminate the Scheme following payment of the Company's fourth quarterly interim dividend payable on 30 October 2020. For the avoidance of doubt, the Company will continue paying quarterly dividends, but these will be received in cash by bank transfer or by cheque rather than by receipt of New Shares.

The Board considers it necessary to take this decision as, due to the low take up of the scrip dividend option, the cost burden has resulted in the Scheme becoming uneconomic. The Board also recognises that:

- the tax advantage of the Scheme for some shareholders disappeared when the Company migrated from the Netherlands to the United Kingdom in March 2019; and
- in accordance with the Scheme rules New Shares are issued at the net asset value ("NAV") of the Company at the month end preceding the dividend record date. During periods when the Company's share price is trading at a discount to its NAV per share, the numbers of New Shares issued under the scheme can be less than if the shareholder received cash and purchased shares on the stock market.

If you are content to receive a cheque for the value of your dividends with effect from January 2021, you do not need to take any action in response to this letter.

If you wish to receive the dividend direct to your bank account, there are two alternative options:

1. Online at www.investorcentre.co.uk

If you are already a member of the online service "Investor Centre", you will need your unique User ID and password which you created during registration. If you have forgotten your User ID and/or password, go to www.investorcentre.co.uk and select "Forgotten User ID" and/or "Forgotten Password" and follow the instructions. If you have not registered as a member of Investor Centre, you will need to use your eleven character Shareholder Reference Number (SRN) which is printed at the top of the accompanying dividend mandate form to register and become an Investor Centre member. For security purposes, Computershare will send a unique activation code to your registered address.

OR

2. By telephoning Computershare on 0370 703 0128

The Board recognises and values the confidence of shareholders who wish to accumulate further shares in the Company. Accordingly, any shareholders who wish to continue to re-invest their dividends into shares of the Company may consider the option of investing in the Company through an investment platform. It is recommended that you seek advice from your investment adviser on this matter.

Unless otherwise communicated, your scrip election will remain valid for the quarterly interim dividend payable on 30 October 2020.

If you have any questions on the withdrawal of the Scheme, please contact the Company Secretary by email at scott.mcellen@bmogam.com or by telephone on 0131 718 1000.

Yours faithfully

Jack Perry

**Chairman
European Assets Trust PLC**