

# Investment Portfolio at 30 September 2021

Omni Bridgeway Limited (ASX:OBL) (**Omni Bridgeway, OBL**) announces its investment performance for the three months ended 30 September 2021 (**1Q22, Quarter**). This report is unaudited. All figures are in Australian dollars (AUD, A\$) unless otherwise stated.

## Highlights

- Income (recognised and yet to be recognised) of \$109.4 million reflecting a solid 1Q22 result
- Estimated portfolio value (**EPV**) of \$22.2 billion, including conditionally funded and Investment Committee (**IC**) approved investments, grew by 10.5% in 1Q22
- Implied embedded value (**IEV**) of \$3.1 billion, up 10.0% from 30 June 2021
- Funds under management of \$2.4 billion, with over 48% yet to be committed
- Strong financial position maintained with the group's cash and receivables of \$198.0 million on balance sheet, sufficient to support corporate initiatives
- Assuming achievement of underlying IEV assumptions and estimated completion dates, OBL should commence receiving material cash distributions for Fund 1 and Funds 2&3 in FY23
- Marketing of Fund 8 continues to progress
- The refinancing of our debt facilities remains on track to occur in 2022
- Appointments were made across front office and support functions in the US to enhance our capabilities and scale our business

## Investment portfolio metrics

- Commitments of \$126.1 million, representing \$2.4 billion EPV and approximately 24% of our FY22 commitment target of \$520 million, were made across 18 new investments and 6 conditionally funded investments in 1Q22
- EPV of \$22.2 billion comprises EPV of \$20.4 billion from unconditional investments, up 10.0% from 30 June 2021, and EPV of \$1.8 billion from conditionally funded and IC approved investments
- Gross carrying value of investments increased 2.9% to \$665.2 million, after adjusting for impairments, the net carrying value is \$529.0 million

## Income

Income of \$29.4 million was recognised in 1Q22 across the global portfolio and comprises:

- \$19.2 million income recognised from 13 fully completed investments which had an EPV of \$196 million
- \$8.4 million income recognised from partial completions and \$1.8 million from completions in previous periods

A further \$80.0 million of income, yet to be recognised, relates to substantially completed investments with conditional settlements or judgments on appeal which may be recognised in future periods:

- These have not fully satisfied revenue recognition accounting standards and our policies
- The potential income from these investments and the associated EPV of \$912 million is subject to change and may be recognised and completed in FY22 or later

AUD million	Balance sheet	Funds						Total
		1	2&3	4	5	6	7	
<b>Income recognised in 1Q22</b>								
Investments completed in 1Q22	0.1	-	0.3	16.9	-	1.9	-	19.2
Investments completed in prior periods	0.9	0.2	0.3	-	-	0.4	-	1.8
Ongoing investments	-	0.9	3.1	0.1	-	4.3	-	8.4
<b>Total</b>	<b>1.0</b>	<b>1.1</b>	<b>3.7</b>	<b>17.0</b>	<b>-</b>	<b>6.6</b>	<b>-</b>	<b>29.4</b>
<b>Income yet to be recognised<sup>1</sup> in FY22+</b>								
Binding conditional settlements	18.0 <sup>2</sup>	-	-	-	-	-	-	18.0
Successful judgments	-	21.9	-	-	2.5	-	-	24.4
Executed settlements	7.8	-	4.2	20.9	-	4.7	-	37.6
<b>Total income yet to be recognised in FY22+</b>	<b>25.8</b>	<b>21.9</b>	<b>4.2</b>	<b>20.9</b>	<b>2.5</b>	<b>4.7</b>	<b>-</b>	<b>80.0</b>
<b>Total income<sup>3</sup> (recognised and yet to be recognised)</b>	<b>26.8</b>	<b>23.0</b>	<b>7.9</b>	<b>37.9</b>	<b>2.5</b>	<b>11.3</b>	<b>-</b>	<b>109.4</b>
<b>EPV conversion in 1Q22</b>								
EPV of completed investments in 1Q22	<1	-	2	190	-	4	-	196
Income conversion rate <sup>4</sup> for 1Q22	363%	-	15%	9%	-	45%	-	10%

1. Subject to change and may be recognised in FY22 or later.

2. \$18 million is the estimated future income that may flow from the existing settlement for Wivenhoe but that has not currently met IFRS income recognition criteria. It is currently anticipated to be received in FY22 subject to the achievement of certain milestones in the settlement distribution process which are outside of our control. Wivenhoe's EPV of \$253 million, with anticipated completion in FY23, is included in the group's total EPV assumptions on 30 September 2021. Refer to various ASX announcements, in particular 7 October 2021.

3. Based on actual completions during the period and supersedes any previous announcements.

4. Includes investments that fully completed in the period and the total income recognised over the investments' life and excludes partial completions in the period.

## Cash reporting and financial position at 30 September 2021

AUD million	Cash	Receivables	Total
Group (excluding Funds)	124.5	73.5	198.0
Funds 1-4, 6 (consolidated) <sup>1</sup>	57.7	44.7	102.4
Fund 5 <sup>1</sup>	16.9	-	16.9
Fund 7 <sup>1</sup>	-	-	-
<b>Total</b>	<b>199.1</b>	<b>118.2</b>	<b>317.3</b>

1. Includes 100% of respective Fund's holding including amount attributable to OBL and investors.

## Group update

### Regulatory reform

Legislation has been introduced into Parliament (but had not yet been passed) that intends to provide additional regulation for the conduct of class actions in Australia.

The legislation contains a rebuttable presumption that, in effect, a distribution to group members of less than 70% is not fair and reasonable. This does not mean that fees and costs are capped at 30%, as some commentators have suggested. It means that for a settlement to be approved, where fees and costs exceed 30% as they often do, the court will need to be satisfied that the proposed fees and costs are fair and reasonable, an exercise that is already undertaken by the courts today.

A number of the major measures announced to date have been supported by Omni Bridgeway and have not had a material effect on our class action business in Australia. These include the requirement for litigation funders to hold an ASFL and for class actions to be registered under the managed investment scheme regime and as such this has reduced the number of funders that are able to operate.

Class actions in Australia represent approximately 14% of our global EPV.

### Annual General Meeting

Our 2021 Annual General Meeting (**AGM**) will be held on Tuesday, 30 November 2021 at 9.30am AEDT.

Details on how to attend and participate in the virtual AGM are set out in the Notice of Meeting and in the Online Meeting Guide released today. The Explanatory Statement contains the terms and conditions on which the Resolutions will be voted and includes information to assist Shareholders in deciding how to vote on the Resolutions.

### Change in US executive

Allison Chock will step down from the role of Chief Investment Officer (**CIO**) United States, effective 31 December 2021, but will continue her involvement with Omni Bridgeway as an Investment Committee member for the US, as a director of our US company and as a mentor and advisor to the business.

Jim Batson and Matt Harrison have been appointed as joint CIOs for the US effective from 1 January 2022. Jim joined the US team in 2014 and became head of New York office in 2017. Matt joined the US team in 2015 as head of our San Francisco office.

### Portfolio reporting alignment

To align with our fund management business model, we are transitioning our reporting approach to a portfolio basis and will cease to disclose outcomes and updates on individual investments in Funds. However, there will be exceptions for circumstances where we are required to comply with ASX listing rules and continuous disclosure requirements.

### Performance review

Our funding strategy has evolved over time to diversify investment risk, from initially investing on our own balance sheet to now bringing in third party capital while maintaining a meaningful minority stake in each of our Funds. OBL has life-to-date invested capital of \$1.2 billion with most investments sitting within our Funds.

Fund	Launch date	Fund size	Committed	Amounts attributable to investors		Amounts attributable to Omni Bridgeway		Current investments at 30-Sept-21			
				Capital	Returns <sup>1</sup>	Capital	Fees	#	Average duration	EPV <sup>2</sup>	IEV
Fund 1	Feb-2017	USD172m	100%	\$12m	\$58m	\$58m	\$8m	22	4.8 yrs	\$1,974m	\$296m
Funds 2&3	Oct-2017	AUD189m	99%	\$58m	\$32m	\$25m	\$3m	28	2.4 yrs	\$4,268m	\$640m
Fund 4	Apr-2019	USD500m	34%	\$137m	-	\$35m	-	18	0.9 yrs	\$5,229m	\$784m
Fund 5	Sept-2019	USD500m	41%	\$80m	-	\$20m	-	39	0.9 yrs	\$4,746m	\$712m
Fund 6	Jan-2017	EUR150m	97%	\$107m	-	\$6m	-	185	5.0 yrs	\$3,370m	\$505m
Fund 7	Jul-2019	USD100m	-	\$1m	-	\$3m	-	0	n/a	n/a	n/a
<b>Fund total</b>				<b>\$395m</b>	<b>\$90m</b>	<b>\$147m</b>	<b>\$11m</b>	<b>292</b>		<b>\$19,587m</b>	<b>\$2,938m</b>
Balance sheet				-	-	-	-	11	6.6 yrs	\$844m	\$127m
<b>Portfolio total</b>				<b>\$395m</b>	<b>\$90m</b>	<b>\$147m</b>	<b>\$11m</b>	<b>303</b>	<b>4.1 yrs</b>	<b>\$20,431m</b>	<b>\$3,065m</b>

- Returns for Funds 1 – 3 include accumulated preferred returns and special distributions.
- Excludes conditional investments and Investment Committee approved investments.

Fund	#	Average duration	EPV	EPV conversion rate	Success rate			ROIC <sup>2</sup>	IRR <sup>2</sup>
					Legal outcome <sup>1</sup>	Financial outcome <sup>1</sup>	Financial outcome <sup>1</sup>		
					# investments	# investments	\$ weighted average		
Fund 1	26	3.0 yrs	\$1,288m	13%	88%	69%	74%	54%	22%
Funds 2&3	14	1.6 yrs	\$397m	18%	79%	71%	54%	92%	113%
Fund 4	4	1.3 yrs	\$389m	12%	100%	100%	100%	35%	157%
Fund 5	3	1.5 yrs	\$96m	45%	100%	67%	98%	49%	30%
Fund 6	180	3.3 yrs	n/a	n/a	n/a	67%	73%	329%	160%
Fund 7	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Balance sheet	93	3.0 yrs	\$3,570m	21%	85%	76%	75%	146%	82%

- A successful legal outcome is one where the client wins a return through settlement or judgement; a successful financial outcome requires the Group's income to exceed investment costs.
- Return on invested capital (ROIC) and internal rate of return (IRR) is measured before capitalised overheads and operating overheads.

## Fund summary

Fund 1 100% committed USD million		Capital called			Uncalled capital			Accumulated preferred return	Accumulated special distribution	Accumulated management fee
		Total	Investor	Omni	Total	Investor	Omni	Investor	Investor	Omni
		166.7	125.0	41.7	5.0	3.8	1.2	47.9	1.8	5.5
	Distributions	(116.5)	(116.5)	-	n/a	n/a	n/a	(8.3)	-	-
	<b>Total USD</b>	<b>50.2</b>	<b>8.5</b>	<b>41.7</b>	<b>5.0</b>	<b>3.8</b>	<b>1.2</b>	<b>39.6</b>	<b>1.8</b>	<b>5.5</b>
	<b>AUD equivalent</b>	<b>69.9</b>	<b>11.9</b>	<b>58.0</b>	<b>6.9</b>	<b>5.2</b>	<b>1.7</b>	<b>55.1</b>	<b>2.4</b>	<b>7.7</b>

Funds 2&3 99% committed AUD million		Capital called			Uncalled capital			Accumulated preferred return	Accumulated special distribution	Accumulated management fee
		Total	Investors	Omni	Total	Investors	Omni	Investors	Investors	Omni
		124.5	99.6	24.9	64.5	51.6	12.9	26.4	5.4	3.5
	Distributions	(41.6)	(41.6)	-	n/a	n/a	n/a	-	-	-
	<b>Total AUD</b>	<b>82.9</b>	<b>58.0</b>	<b>24.9</b>	<b>64.5</b>	<b>51.6</b>	<b>12.9</b>	<b>26.4</b>	<b>5.4</b>	<b>3.5</b>

Fund 4 34% committed USD million		Capital called			Uncalled capital			Recycled proceeds		
		Total	Investors	Omni	Total	Investors	Omni	Total	Investors	Omni
		123.4	98.6	24.8	376.6	301.4	75.2	35.0	28.0	7.0
	Distributions	-	-	-	n/a	n/a	n/a	-	-	-
	<b>Total USD</b>	<b>123.4</b>	<b>98.6</b>	<b>24.8</b>	<b>376.6</b>	<b>301.4</b>	<b>75.2</b>	<b>35.0</b>	<b>28.0</b>	<b>7.0</b>
	<b>AUD equivalent</b>	<b>171.7</b>	<b>137.2</b>	<b>34.5</b>	<b>524.2</b>	<b>419.5</b>	<b>104.7</b>	<b>56.5</b>	<b>45.2</b>	<b>11.3</b>

Fund 5 41% committed USD million		Capital called			Uncalled capital			Recycled proceeds		
		Total	Investors	Omni	Total	Investors	Omni	Total	Investors	Omni
		72.1	57.6	14.5	427.9	342.4	85.5	15.2	12.2	3.0
	Distributions	-	-	-	n/a	n/a	n/a	-	-	-
	<b>Total USD</b>	<b>72.1</b>	<b>57.6</b>	<b>14.5</b>	<b>427.9</b>	<b>342.4</b>	<b>85.5</b>	<b>15.2</b>	<b>12.2</b>	<b>3.0</b>
	<b>AUD equivalent</b>	<b>100.4</b>	<b>80.2</b>	<b>20.2</b>	<b>595.6</b>	<b>476.6</b>	<b>119.0</b>	<b>21.2</b>	<b>17.0</b>	<b>4.2</b>

Fund 6 97% committed EUR million		Capital called			Uncalled capital			Recycled proceeds		
		Total	Investors	Omni	Total	Investors	Omni	Total	Investors	Omni
		70.0	66.5	3.5	80.0	76.0	4.0	37.9	36.0	1.9
	Distributions	-	-	-	n/a	n/a	n/a	-	-	-
	<b>Total EUR</b>	<b>70.0</b>	<b>66.5</b>	<b>3.5</b>	<b>80.0</b>	<b>76.0</b>	<b>4.0</b>	<b>37.9</b>	<b>36.0</b>	<b>1.9</b>
	<b>AUD equivalent</b>	<b>113.1</b>	<b>107.4</b>	<b>5.7</b>	<b>129.2</b>	<b>122.7</b>	<b>6.5</b>	<b>61.2</b>	<b>58.2</b>	<b>3.1</b>

Fund 7 4% called USD million		Capital called			Uncalled capital			Recycled proceeds		
		Total	Investors	Fund 6	Total	Investors	Fund 6	Total	Investors	Fund 6
		3.5	1.0	2.5	96.5	49.0	47.5	-	-	-
	Distributions	-	-	-	n/a	n/a	n/a	-	-	-
	<b>Total USD</b>	<b>3.5</b>	<b>1.0</b>	<b>2.5</b>	<b>96.5</b>	<b>49.0</b>	<b>47.5</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>AUD equivalent</b>	<b>4.6</b>	<b>1.3</b>	<b>3.3</b>	<b>128.5</b>	<b>65.2</b>	<b>63.2</b>	<b>-</b>	<b>-</b>	<b>-</b>

## Estimated portfolio value analysis

At 30 September 2021, funded EPV increased by 10.0% during 1Q22 to \$20.4 billion.

The EPV of all investments (including 18 conditionally funded and IC approved investments of \$1.8 billion) increased by 10.5% to \$22.2 billion from 4Q21.

Movement in number of investments for 1Q22	Balance sheet	Funds						Total	EPV AUD
		1	2&3	4	5	6	7		
<b>Funded investments - 30-Jun-21</b>	<b>13</b>	<b>22</b>	<b>29</b>	<b>16</b>	<b>31</b>	<b>187</b>	<b>-</b>	<b>298</b>	<b>18,573</b>
New investments	-	-	-	4	8	6	-	18	1,715
Completed investments	(2)	-	(1)	(2)	-	(8)	-	(13)	(196)
Withdrawn / terminated	-	-	-	-	-	-	-	-	-
Other <sup>1</sup>	-	-	-	-	-	-	-	-	339
<b>Funded investments - 30-Sept-21</b>	<b>11</b>	<b>22</b>	<b>28</b>	<b>18</b>	<b>39</b>	<b>185</b>	<b>-</b>	<b>303</b>	<b>20,431</b>
Conditionally funded investments	-	-	1	-	3	3	-	7	
IC approved investments	-	-	-	-	7	3	1	11	
<b>Total including all investments</b>	<b>11</b>	<b>22</b>	<b>29</b>	<b>18</b>	<b>49</b>	<b>191</b>	<b>1</b>	<b>321</b>	<b>22,191</b>

1. EPV movements from updates and FX gains and/or losses.

After adjusting for 1Q22 completions, the EPV for the remaining nine months of FY22 has reduced by \$0.3 billion due to the shift in the completion of five investments to FY23 including the Wivenhoe investment EPV of \$253 million.

Possible completion EPV AUD million	9 mths to 30-Jun-22	FY23	FY24	FY25+	Total
Balance sheet <sup>1,2</sup>	132	709	2	1	844
Fund 1	261	1,287	195	231	1,974
Funds 2&3	304	2,876	328	760	4,268
Fund 4 <sup>3</sup>	334	421	2,857	1,617	5,229
Fund 5	695	1,596	1,348	1,107	4,746
Fund 6	330	896	734	1,410	3,370
<b>Total EPV funded investments</b>	<b>2,056</b>	<b>7,785</b>	<b>5,464</b>	<b>5,126</b>	<b>20,431</b>
<b>Completed EPV in 1Q22</b>	<b>196</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Change <sup>4</sup> from 30-Jun-21 incl. fx	(14.4)%	13.2%	15.0%	17.9%	11.2%
Change <sup>4</sup> from 30-Jun-21 excl. fx	(15.8)%	11.1%	12.1%	15.8%	9.0%

<b>Implied embedded value (IEV)</b>	<b>309</b>	<b>1,168</b>	<b>819</b>	<b>769</b>	<b>3,065</b>
-------------------------------------	------------	--------------	------------	------------	--------------

The substantially completed investments that are yet to result in recognised income, referenced on pages 1 and 2, have an aggregate EPV of \$912 million which are included above as possible completions in FY22 and FY23.

1. Whilst the High Court Application process continues, the Wivenhoe investment continues to be considered as a funded case, with an EPV of \$253 million and possible completion in FY23.
2. Westgem investment where the funded claimant's action was dismissed at first instance and is now subject to appeal remains included as a funded investment with an EPV of \$250 million with expected completion in FY23.
3. Investment where summary judgement was entered for the defendant and is now subject to appeal remains included as a funded matter with expected completion in FY24.
4. Excludes the EPV from completed investments during the Quarter.

## Portfolio review

### BALANCE SHEET

Recent developments and material updates relating to balance sheet investments have been announced in various ASX releases relating to Wivenhoe Dam, GST Reclaim, and the completion of an US investment.

In the last three months, on balance sheet investments have decreased to 11 investments with an EPV of \$844 million at 30 September 2021. The transition away from balance sheet and to a funds management model is expected to be substantially completed in FY23, whereby all investments are funded through dedicated investment vehicles with global co-investors and joint venture structures.

### Investment status

Year of investment	#	AUD million	Possible completion EPV AUD million			
			9 mths to 30-Jun-22	FY23	FY24	FY25+
OBE Group	3	3	<1	<1	2	1
FY15 and earlier <sup>1</sup>	2	503	-	503	-	-
FY16	4	265	59	206	-	-
FY17 and later	2	73	73	-	-	-
<b>Total</b>	<b>11</b>	<b>844</b>	<b>132</b>	<b>709</b>	<b>2</b>	<b>1</b>
Change <sup>2</sup> from 30-Jun-21	(15.4)%	0.7%	(69.9)%	77.1%	67.1%	n/a

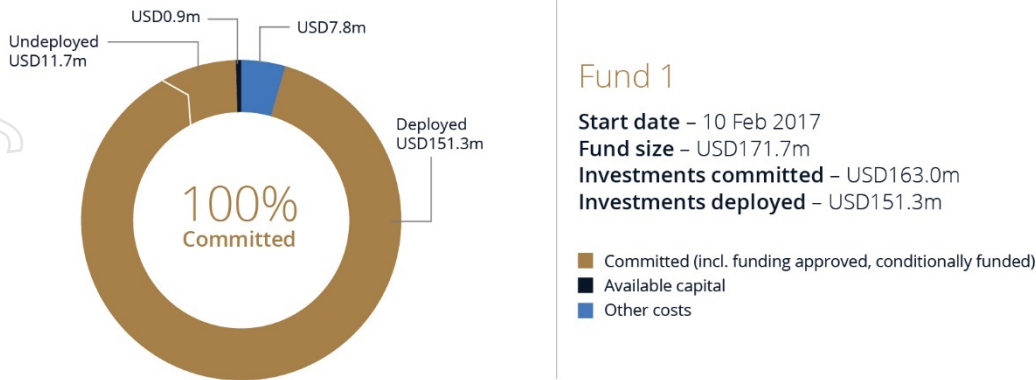
1. Includes the Westgem and Wivenhoe investments.
2. Excludes the EPV from completed investments during the Quarter.

### EPV movement<sup>1</sup> from 30 June 2021

	Total		United States		Australia		EMEA	
	#	EPV AUD million	#	EPV AUD million	#	EPV AUD million	#	EPV AUD million
Opening 30-Jun-21	13	838	3	109	5	728	5	1
Additions	-	-	-	-	-	-	-	-
Completions	(2)	(0)	-	-	-	-	(2)	(0)
Withdrawn / terminated	-	-	-	-	-	-	-	-
Updates / FX adjustment	-	6	-	4	-	-	-	2
<b>Closing 30-Sept-21</b>	<b>11</b>	<b>844</b>	<b>3</b>	<b>113</b>	<b>5</b>	<b>728</b>	<b>3</b>	<b>3</b>

1. Data has been combined where appropriate so as not to disclose the EPV of individual investments.

## FUND 1 - USA



Fund 1, which launched in February 2017, is now fully committed with US\$171.7 million funds under management across 22 current investments in the US. New investments in the US are being financed by Fund 4.

The Fund 1 investor has agreed to provide additional capacity to cover overages on specific investments, although we anticipate that committed capital for some investments will not be fully drawn and therefore the additional capacity is unlikely to be required.

Fund 1 had an EPV of \$2.0 billion at 30 September 2021. If completions occur as currently expected, at the LTCR, OBL would start receiving cash back in FY23.

## Investment status at 30-Sept-2021

Year of investment	#	EPV AUD million	Possible completion EPV AUD million			
			9 mths to 30-Jun-22	FY23	FY24	FY25+
FY15 and earlier	3	164	145	19	-	-
FY16	7	661	16	589	56	-
FY17	3	202	63	139	-	-
FY18	7	626	37	450	139	-
FY19 and later	2	321	-	90	-	231
<b>Total</b>	<b>22</b>	<b>1,974</b>	<b>261</b>	<b>1,287</b>	<b>195</b>	<b>231</b>
Change <sup>1</sup> from 30-Jun-21	-	(4.4)%	14.8%	(1.8)%	4.6%	(32.2)%

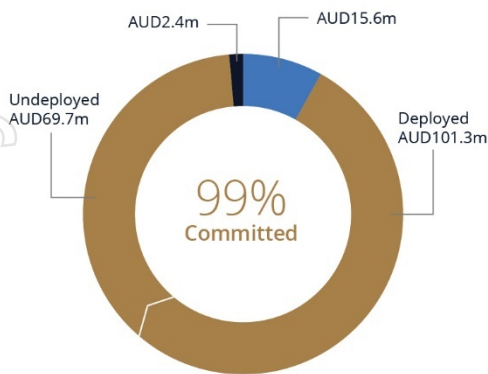
1. Excludes the EPV from completed investments during the Quarter.

EPV movement<sup>1</sup> during 1Q22

Movement	#	EPV AUD million	Notes
<b>Opening 30-Jun-21</b>	<b>22</b>	<b>2,066</b>	
Additions	-	-	
Completions / updates	-	(169)	EPV reduction across 5 investments
Withdrawn / terminated	-	-	
Impairment	-	-	
FX adjustment	-	77	
<b>Closing 30-Sept-21</b>	<b>22</b>	<b>1,974</b>	

1. Data has been combined where appropriate so as not to disclose the EPV of individual investments.

## FUNDS 2&amp;3 – REST OF WORLD (RoW)



## Funds 2&amp;3

Start date – 3 Oct 2017

Fund size – AUD189.0m

Investments committed – AUD171.0m

Investments deployed – AUD101.3m

- Committed (incl. funding approved, conditionally funded)
- Available capital
- Other costs

Funds 2&3, which launched in October 2017, are now 99% committed with \$189 million funds under management across 28 current investments in RoW.

Further investments in Funds 2&3 will only be made to replace conditional commitments which fail to proceed. Outside of these circumstances, Fund 5 will undertake all future RoW investments.

No new investments were made during the Quarter as the commitment period had closed.

The 3.4% increase in total EPV to \$4.3 billion is the result of positive EPV updates for four investments and exchange gain in the period, despite the completion of one investment. The 70% reduction in EPV for the nine months to 30 June 2022 is the shift of EPV completion across various investments to FY23 and FY24.

If completions occur as currently expected, at the LTCR, OBL will receive a significant portion of the cash back in FY23.

## Investment status at 30-Sept-2021

Year of investment	#	EPV AUD million	Possible completion EPV million			
			9 mths to 30-Jun-22	FY23	FY24	FY25+
FY18	4	481	-	481	-	-
FY19	13	1,487	280	879	328	-
FY20 and later	11	2,300	24	1,516	-	760
<b>Total</b>	<b>28</b>	<b>4,268</b>	<b>304</b>	<b>2,876</b>	<b>328</b>	<b>760</b>
Change <sup>1</sup> from 30-Jun-21	(3.4)%	3.4%	(69.6)%	39.0%	(1.4)%	4.5%

1. Excludes the EPV from completed investments during the Quarter.

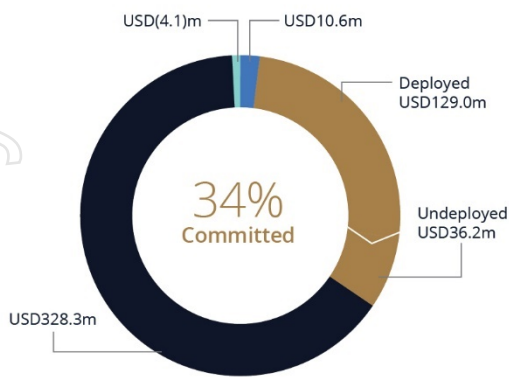
EPV movement<sup>1</sup> during 1Q22

Movement for 1Q22	#	EPV AUD million	Notes
<b>Opening 30-Jun-21</b>	<b>29</b>	<b>4,132</b>	
Additions	-	-	
Completions / updates	(1)	64	1 completion plus EPV increase across 4 investments
Withdrawn / terminated	-	-	
Impairment	-	-	
FX adjustment	-	72	
<b>Closing 30-Sept-21</b>	<b>28</b>	<b>4,268</b>	

1. Data has been combined where appropriate so as not to disclose the EPV of individual investments.



## FUND 4 - USA



## Fund 4

Start date - 1 Apr 2019  
Fund size - USD500.0m  
Investments committed - USD165.2m  
Investments deployed - USD129.0m

■ Committed (incl. funding approved, conditionally funded)  
■ Available capital  
■ Recycled receipts  
■ Other costs

Fund 4, which launched in April 2019, is 34% committed with US\$500 million funds under management. The Fund has 18 current investments in the US.

Fund 4 finances all new investments in the US given that Fund 1 is fully committed.

The 19.1% increase in total EPV to \$5.2 billion is mainly due to four new unconditional investments made in 1Q22 and associated foreign exchange adjustments.

## Investment status at 30-Sept-2021

Year of investment	#	EPV AUD million	Possible completion EPV AUD million			
			9 mths to 30-Jun-22	FY23	FY24	FY25+
FY19 & FY20	6	3,019	-	97	2,681	241
FY21	12	2,210	334	324	176	1,376
<b>Total</b>	<b>18</b>	<b>5,229</b>	<b>334</b>	<b>421</b>	<b>2,857</b>	<b>1,617</b>
Change <sup>1</sup> from 30-Jun-21	12.5%	19.1%	n/a	(58.1)%	17.8%	68.4%

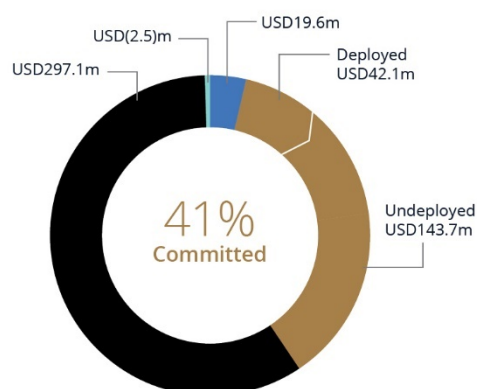
1. Excludes the EPV from completed investments during the Quarter.

EPV movement<sup>1</sup> during 1Q22

Movement for 1Q22	#	EPV AUD million	Notes
<b>Opening 30-Jun-21</b>	<b>16</b>	<b>4,581</b>	
Additions	4	752	4 new unconditional investments
Completions / updates	(2)	(248)	2 completions plus EPV reduction across 2 investments
Withdrawn / terminated	-	-	
FX adjustment	-	144	
<b>Closing 30-Sept-21</b>	<b>18</b>	<b>5,229</b>	

1. Data has been combined where appropriate so as not to disclose the EPV of individual investments.

## FUND 5 – REST OF WORLD (RoW)



## Fund 5

Start date – 27 Sep 2019

Fund size – USD500.0m

Investments committed – USD185.8m

Investments deployed – USD42.1m

- Committed (incl. funding approved, conditionally funded)
- Available capital
- Recycled receipts
- Other costs

Fund 5, which launched in September 2019, is 41% committed, up from 35% at 30 June 2021, with US\$500 million funds under management. The Fund has 39 current investments in RoW.

Investment activity in Australian class actions continues to grow to 10 unconditional investments, seven of which are funded managed investment schemes, with a total EPV of \$1.4 billion.

Eight new investments were made during 1Q22 contributing to the 26% increase in total EPV of \$4.7 billion, with possible completion dates from FY22 onwards. One investment's completion date has been brought forward from FY23 to FY22, and another has shifted to FY25+. The possible completion dates of the other 29 investments remained unchanged.

## Investment status at 30-Sept-2021

Year of investment	#	EPV AUD million	Possible completion EPV AUD million			
			9 mths to 30-Jun-22	FY23	FY24	FY25+
FY20	9	508	158	334	-	16
FY21	30	4,238	537	1,262	1,348	1,091
<b>Total</b>	<b>39</b>	<b>4,746</b>	<b>695</b>	<b>1,596</b>	<b>1,348</b>	<b>1,107</b>
Change <sup>1</sup> from 30-Jun-21	25.8%	25.6%	103.4%	28.2%	12.6%	11.5%

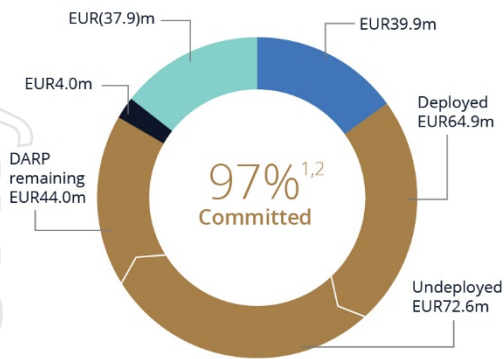
1. Excludes the EPV from completed investments during the Quarter.

EPV movement<sup>1</sup> during 1Q22

Movement for 1Q22	#	EPV AUD million	Notes
<b>Opening 30-Jun-21</b>	<b>31</b>	<b>3,778</b>	
Additions	8	920	8 new investments including 5 Australian class actions
Completions / updates	-	(58)	Net EPV reduction across 4 investments
Withdrawn / terminated	-	-	
Updates	-	-	
FX adjustment	-	106	
<b>Closing 30-Sept-21</b>	<b>39</b>	<b>4,746</b>	

1. Data has been combined where appropriate so as not to disclose the EPV of individual investments.

## FUND 6 – OBE



## Fund 6

Start date – 2017

Fund size – EUR150.0m

Investments committed – EUR181.5m

Investments deployed – EUR64.9m

- Committed (incl. funding approved, conditionally funded)
- Available capital
- Recycled receipts
- Other costs

1. At 30 June 2021.
2. Investment commitments include allowances for adverse costs and enforcement of some awards. The fund has insurance policies to cover adverse costs for some investments and in some instances the capital commitments of investments are also covered by insurance. A 25% over commitment allowance provides for the release of any of these unused commitments.

Fund 6, which launched in January 2017, is 97% committed, up from 92% committed at 30 March 2021, and includes full allowance for the 50% commitment to Fund 7, as well as allowances for adverse costs, awards on certain investments and excludes expected revenues available for reinvestment.

## Investment status at 30-Sept-2021

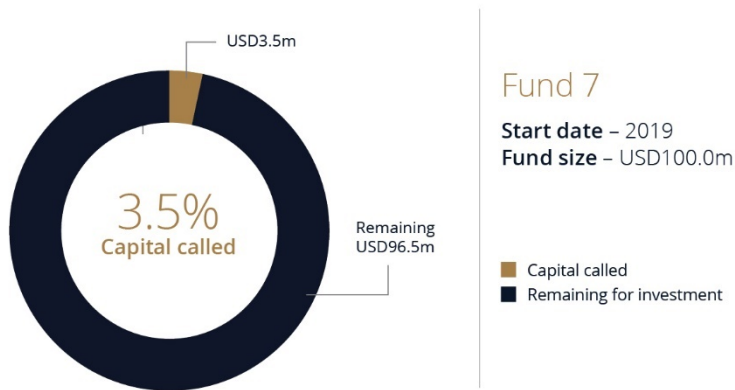
	#	EPV AUD million	Possible completion EPV AUD million			
			9 mths to 30-Jun-22	FY23	FY24	FY25+
<b>Total</b>	<b>185</b>	<b>3,370</b>	<b>330</b>	<b>896</b>	<b>734</b>	<b>1,410</b>
Change <sup>1</sup> from 30-Jun-21	(1.1)%	6.2%	(16.4)%	6.1%	20.9%	6.2%

1. Excludes the EPV from completed investments during the Quarter.

## Movement during 1Q22

	Number	Cost AUD million	PPA AUD million	Consolidated Total AUD million
Acquisition date	178	59.8	103.5	163.3
Additions	57	11.8	-	11.8
Completions	(47)	(9.1)	(13.4)	(22.5)
Withdrawn/terminated	(3)	<0	<0	<0
Additional amounts invested	-	6.6	(0.1)	6.5
FX adjustment	-	0.2	0.3	0.5
<b>Total</b>	<b>185</b>	<b>69.3</b>	<b>90.3</b>	<b>159.6</b>

## FUND 7 – DISTRESSED ASSET RECOVERY PROGRAM (DARP)



Fund 7, which launched in July 2019, is a joint venture project with International Finance Corporation, a member of the World Bank Group, to assist banks with the funding and international legal workout of non-performing loans.

Fund 6 has a capital commitment to Fund 7 of US\$50 million representing 50% of Fund 7's capacity.

The Fund commenced operations during the March 2020 quarter. Multiple portfolio investments and bank cooperation agreements have progressed to final stages of due diligence. The volume and economics of the investment opportunity remain strong.

**This announcement is authorised for release to the market by the Disclosure Committee.**

### Investor enquiries:

#### Mel Buffier

Head of Investor Relations  
 +61 2 8223 3560  
 mbuffier@omnibridgeway.com

### Media enquiries:

#### Marella Gibson

Chief Marketing Officer – Australia and Asia  
 +61 8223 3517  
 mgibson@omnibridgeway.com

## Notes

This announcement is for the use of Omni Bridgeway's public shareholders and is not an offering of any private fund.

The financial data included in this report has not been audited. Neither this report in its aggregate form nor any of its component information, whether in combination or otherwise, including EPV, Long Term Conversion Rate, Possible Completion Periods, ROIC and IRR, comprise earnings guidance for the company or the group for current or future financial periods.

### REPORTING FORMAT

#### GROUP – EPV

Omni Bridgeway continues to report all investments using only EPV in the quarterly investment reports.

The EPV for investments which are the subject of conditional settlements or appealable judgments or which are impaired, have not been removed from the portfolio. They will remain within the portfolio until they become unconditional completions. The EPV of any impaired investment reflects consideration of the impairment and view of ultimate value.

#### OBE GROUP – EPV (AND CAPITAL INVESTED)

Whilst the EPV is our current estimate, the adoption of an EPV for the OBE Group remains relatively new and subject to ongoing integration, it is likely that it will be refined over time.

Consistent with prior periods, we have also reported the capital invested.

#### Accounting consolidation of investments and investment vehicles

Funds 1, 2&3, and the investments of Funds 4 and 6 are consolidated within the group financial statements, with the respective external investors' interests reflected as Non-Controlling interests. Fund 5 and Fund 7 are not consolidated within the group financial statements and are disclosed at 100% in this report.

Regardless of consolidation, the entirety of all investments, including the proportionate share of external Fund investors are included in this quarterly investment portfolio report.

Where investments are co-funded with an entity which is not affiliated with the Omni Bridgeway Group, the co-funded proportion of the applicable investment is excluded from this quarterly investment portfolio report.

#### Investments included in portfolio

The investment portfolio includes investments with an unconditional commitment to fund and may include investments where a previously conditional funding agreement has become unconditional. It may include investments that have settled or have appealable judgments until they have finally completed, and the associated income has been recognised. Investments in class actions included in the portfolio as unconditional may still be subject to a court process, where there are competing class actions claims, to determine which case proceeds.

#### Past performance

Past performance is not necessarily an indication of future performance.

Past performance indicates that the group's litigation funding investments (excluding OBE Group investments) have generated average gross income of approximately 15% of the EPV of an investment at the time of completion (**Long Term Conversion Rate**).

The group's completed investment data has been reviewed by our auditor to 31 December 2020 and updated by management to 30 June 2021. This data generates a ROIC of 1.3x.

#### Possible completion periods

The possible completion period is the current estimate of the period in which an investment may be finalised. It is not a projection or forecast. An investment may finalise earlier or later than the identified period for various reasons.

Completion for these purposes means finalisation of the litigation by either settlement, judgment, or arbitrator determination, for or against the funded claimant, notwithstanding that such finalisation may be conditional upon certain matters such as court approval in the context of a class action. For enforcement case investments the EPV may be split across multiple completion periods. There are a variety of reasons for this which are all reflective of the nature of enforcement investments, for example there may be multiple underlying actions with a commensurate number of completions, or a single completion with a tranching settlement payment structure.

For all investments, it may not follow that the financial result will be accounted for, nor that cash will be collected, in the year of finalisation. Possible completion period estimates are reviewed and updated where necessary.

#### Forward looking information

This announcement contains certain forward-looking statements that can generally be identified using forward looking words such as, "expect", "anticipate", "likely", "intend", "should", "could", "may", "predict", "plan", "propose", "will", "believe", "forecast", "estimate", "target" and other similar expressions. Estimates of, indications of, and guidance or outlook on, future earnings or financial position or performance are also forward looking statements. Forward looking statements involve risks and uncertainties. Forward looking statements are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance. Forward looking statements involve known and unknown risks, uncertainties, assumptions, and contingencies which are subject to change without notice, as are statements about market and industry trends which are based on interpretations of current market conditions. Actual results, performance or achievements may vary materially from any forward looking statements and the assumptions on which statements are based. Except as required by law or regulation, the OBE Group disclaims all obligations to update publicly any forward looking statements, whether as a result of new information, future events, or results or otherwise.

#### Implied Embedded Value (IEV)

IEV is the product of multiplying the EPV by the LTCR. The LTCR is used for all IEV calculations notwithstanding that an EPV conversion rate of a particular fund may vary, sometimes materially from the LTCR. The smaller data set of a fund level EPV conversion rate makes that measure inherently more volatile than the global LTCR. It is important to note that IEV is not a forecast or estimate of future income by Omni Bridgeway itself as this does not account for the structure and return arrangements of Omni Bridgeway for each fund. IEV is instead a statement of the amount of income which would be generated if each investment in the portfolio were to complete for an amount equal to the LTCR of the present EPV. Future performance, including the actual conversion rate realised, may exceed, or fall below historic performance of the LTCR.

#### DEFINITIONS

**ROIC** (return on invested capital) is calculated on completed investments across their entire life (not on an annualised basis). It excludes consideration of capitalised overheads, and withdrawals. It is calculated as gross income to the group less all total expenditure (including any adverse costs), divided by total investment expenditure (excluding any adverse costs).

**Income v revenue terminology** Income and revenue are used interchangeably throughout this announcement.

**IRR** (internal rate of return) excludes consideration of capitalised overheads, and withdrawals. It is calculated on aggregated underlying journal entries for each completed case (including losses and adverse costs but excluding withdrawals).

The Long-Term Conversion Rate, ROIC and IRR from completed investments may vary materially over time. By providing this historical information, OBL has not been and is not now in any way providing earnings guidance for future periods.

**EPV** (Estimated Portfolio Value) is the group's current estimate.

For an investment where the funding entity earns:

- (i) a percentage of the resolution proceeds as a funding commission, EPV is the current estimate of the investment's recoverable amount after considering the perceived capacity of the defendant to meet the claim and any other pertinent factors. Such amount is not necessarily the amount being claimed by the claimants, nor is it an estimate of the return to the group if the investment is successful,
- (ii) a funding commission calculated as a multiple of capital invested; EPV is arrived at by taking the estimated potential income return from the investment and grossing this up to an EPV using the Long-Term Conversion Rate, and
- (iii) a funding commission calculated on a combination of the above bases or on an alternative basis, arriving at the EPV may utilise one of the above methodologies, or a hybrid construct, or an alternative methodology depending upon the components of the funding commission.

OBE Group's EPV has been estimated on a conceptually consistent basis, enforcement case investments may have a multi-layered approach from a timing and value perspective. Where OBE Group have not yet been able to ascertain an EPV consistent with the disclosed methodology an EPV of zero has been used.

However, calculated, an EPV is an estimate and is subject to change over time for a number of reasons, including, but not limited to, changes in circumstances and knowledge relating to an investment or the defendant(s) perceived capacity to meet the claim, partial recovery and, where applicable, fluctuations in exchange rates between the applicable local currency and the Australian dollar. Possible EPV's are reviewed and updated where necessary.

The portfolio's value is the aggregation of individual investments' EPVs as determined above.

**Invested capital** is equal to the total capital invested to investments, translated to Australian dollars at the foreign exchange spot rate prevailing on the reporting date.

**Committed capital** reflects signed funding arrangements. It is equal to the total capital either (i) committed to investments where there is a capped amount; or (ii) the estimated budgeted amount to run the case to completion of hearing where the investment is open-ended, translated to Australian dollars at the foreign exchange spot rate prevailing on the reporting date. It does not include possible overheads to be capitalised; appeal or enforcement costs, nor does it include possible adverse costs that may become payable if a case loss. Commitment levels are reviewed and updated where necessary.

**Rest of the world/non-USA** includes all regions excluding the USA in which the group has commitments currently being Australia, Canada, Asia and EMEA.

**Investment commitments** (i) Fund 1 & 4 are the amounts committed to conditionally & unconditionally funded investments and are generally fixed; (ii) Funds 2 & 3 and Fund 5 are the investment budget amounts of conditionally & unconditionally funded investments.

**Other costs** include unrecoverable due diligence costs and for Funds 2 & 3 and Fund 5 it additionally includes the cost of the After-the-Event insurance policy premium.

**EMEA** Europe, Middle East and Africa.

**OBE Group** means Omni Bridgeway Holdings BV and subsidiary; it includes Fund 6 & Fund 7.

## US OWNERSHIP RESTRICTION

The ordinary shares (**Shares**) of Omni Bridgeway Limited (**OBL**) are subject to ownership restrictions applying to residents of the United States.

The Shares have not been registered under the US Securities Act of 1933 or the securities laws of any state or other jurisdiction of the United States. In addition, OBL has not been registered under the US Investment Company Act of 1940 in reliance on an exemption from registration.

Accordingly, the Shares may not be offered or sold in the United States or to, or for the account or benefit of US Persons except in accordance with an available exemption from, or a transaction not subject to, the registration requirements of the US Securities Act, the US Investment Company Act, and applicable US state securities laws.

In order to qualify for an exemption under the US Investment Company Act, the constitution of OBL provides that where a holder is an Excluded US Person:

- OBL may refuse to register a transfer of Shares to that Excluded US Person; and
- the Excluded US Person may be requested to sell such person's Shares and, if the Excluded US Person fails to do so within 30 business days, to be divested of such Shares and to receive the proceeds of sale (net of transaction costs, including any applicable brokerage) as soon as practicable after the sale.

In addition, OBL's constitution provides that a holder may be required to complete a statutory declaration in relation to whether they (or any person on whose account or benefit it holds Shares) are an Excluded US Person. Any holder who does not comply with such a request will be deemed to be an Excluded US Person.

The Shares are issued on terms under which each holder who is or becomes an Excluded US Person agrees to the above terms and irrevocably appoints OBL as that holder's agent and attorney to do all acts and things and execute all documents which OBL considers necessary, desirable, or reasonably incidental to effect the above actions.

## DEFINITIONS

An "**Excluded US Person**" means a holder of Shares (or a person who seeks to be registered as a holder of Shares) whom the directors of OBL have determined (i) is a US Person who is not a Qualified Purchaser or a Knowledgeable Employee or (ii) holds or will hold Shares for the account or benefit of any US Person who is not a Qualified Purchaser or a Knowledgeable Employee.

The term "**Knowledgeable Employee**" has the meaning given in Rule 3c-5 under the US Investment Company Act of 1940.

The term "**Qualified Purchaser**" has the meaning given in Section 2(a)(51) of the US Investment Company Act of 1940 and the rules and regulations of the US Securities and Exchange Commission.

The term "**US Person**" has the meaning given in Rule 902(k) of Regulation S under the US Securities Act of 1933.