

Omni Bridgeway announces launch of Fund 8

Omni Bridgeway Limited (**Omni Bridgeway, OBL, Group**) announces that it has launched its new fund, which is €300 million focussed on global judgment enforcement. This fund is structured as an insured, leveraged SPV (**Fund 8**). The investment period for Fund 8 will be four years followed by a four-year harvesting period to repay the debt from investment proceeds.

The capital for the fund will be sourced from limited recourse debt up to €270 million and equity provided by Omni Bridgeway of up to €30 million.

An agent will be engaged to assist with the sourcing of the debt, which is expected to be in place by the end of the first half of FY23.

The insurance policy in Fund 8 is being finalised following the entry into a term sheet and will upon completion provide for up to €270 million principal protection cover (**PPC**). The insurance policy provides full security for the full and timely repayment of the debt principal at the end of the facility period of 8 years. The equity and part of the proceeds from recoveries from investments may be used to pay costs and capitalised interest.

This innovative structure materially reduces the all-in cost of funding and therefore increases the expected returns to Omni Bridgeway. Omni Bridgeway is targeting an overall base cost of capital well below 20%. This fund structure would be the most accretive to Omni Bridgeway's shareholders out of the stable of funds managed and advised by the Group.

Detailed below is an indicative comparison between a more traditional fund structure and Fund 8:

| Description | Typical Fund Structure | Fund 8 |
|--|---|-----------------------------------|
| External capital | €270m | €270m |
| OBL capital | €30m | €30m |
| All in cost of capital | 60% | 20% |
| Distribution of profit to external capital providers | 65% | <10% |
| Distribution of profit to OBL | 35% | >90% |
| Management fees /Cost reimbursement | 2% of deployed capital (€16 million) or 2% on committed capital (€24 million) | Up to €5m per annum (€40 million) |

The above indicative example is based on a MOIC of 4x and an average investment duration of about 5.5 years which is reflective of the long-term track record of the enforcement strategy.

This Fund 8 structure is unique in the market in terms of structure, scope, terms and size. It confirms and reinforces Omni Bridgeway's leading position as innovator in fund structures to

maximize shareholder value. The full establishment of Fund 8 will increase our funds under management to approximately A\$3 billion.

AON has acted as broker for this policy, which is being put in place with Litica Limited, operating under a binding authority agreement on behalf of certain insurers and Lloyds syndicates.

Executive Director, CIO and Managing Director EMEA, Raymond van Hulst comments:

“This principal insurance builds on Omni Bridgeway’s exceptional track record in judgment enforcement funding and management, which has been able to show consistently high and stable success rates and overall returns over a period of more than 30 years and more than 140 completed investments. Historical MOIC (excluding internal costs) has consistently exceeded 4x for this strategy. This unique and new insurance backed judgment enforcement fund confirms and reinforces Omni Bridgeway’s leading position as the global judgment enforcement specialist and allows us to further expand this strategy.”

Managing Director & CEO and Chief Strategy Officer – US, Andrew Saker comments:

“We explored the various sources of third-party capital available to support our investments into this type of investment class, we identified insurance wrapped debt as a unique opportunity derived from our extensive track record of success in this asset class, to materially enhance the potential return to OBL and we have rigorously pursued it”

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

Media enquiries:

Marella Gibson

Chief Marketing Officer – Australia and Asia

+61 8223 3517

mgibson@omnibridgeway.com