

RELEASE TO AUSTRALIAN SECURITIES EXCHANGE (“ASX”)

WEDNESDAY, 7 MAY 2014

CASE INVESTMENT PORTFOLIO AS AT 31 MARCH 2014

1. Below is a summary of the Company’s Case Investment Portfolio as at 31 March 2014.

Summary of Investment Portfolio at 31 March 2014

Claim Value Range	Estimated Claim Value (a) \$'000s	No of Cases	% of Total Value	Possible Completion FY2014 (b) \$'000s	Possible Completion FY2015 (b) \$'000s	Possible Completion FY2016 (b) \$'000s
<\$10M	27,000	5	1%	5,000	22,000	0
\$10M - \$50M	380,000	14	20%	40,000	255,000	85,000
>\$50M	1,545,000	10	79%	80,000	925,000	840,000
Total Portfolio	2,252,000	29	100%	125,000	1,202,000	925,000

- a) This is the Company’s current best estimate of the claims recoverable amount (or remaining recoverable amount if there has been a partial recovery). It considers, where appropriate, the perceived capacity of the defendant to pay the amount claimed. It is not necessarily the same as the amount being claimed by the Company’s client/s in the matter. It is also not the estimated return to the Company from the matter if it is successful. No estimated claim value has been included for any contingently funded matters until all conditions are fulfilled.
- b) The possible completion period is the Company’s current best estimate of the period in which the case may be finalised. The case may finalise earlier or later than in this period. Completion means finalisation of the litigation by either settlement or judgement for or against the funded client. It may not follow that the financial result will be accounted for in the year of finalisation. Completion estimates are prepared and announced on a quarterly basis
- c) Cases which have settled subject to a condition or to Court approval remain in the portfolio at their original value until the condition is fulfilled or approval is given.
- d) No estimated claim value has been included for the Brisconnections case as this case has been conditionally funded.
- e) The estimated claim value of the Wivenhoe Dam case has substantially increased in the period. It is likely that the Company will co-fund this matter with its European joint venturer. Assuming this had occurred at 31 March 2014, the claim value of the portfolio would have been approximately \$1.95B.
- f) The claim value remaining in the investment portfolio in relation to the Lehman matter has been moved into FY2015 as it is now anticipated that the Liquidator will not finalise the claims resolution process in FY2014.

For personal use only

2. IMF will continue to update the Portfolio on a quarterly basis.

A handwritten signature in black ink, appearing to read "Diane Jones", enclosed within a hand-drawn oval.

Diane Jones
Chief Operating Officer

For personal use only