



RELEASE TO AUSTRALIAN SECURITIES EXCHANGE (“ASX”)

MONDAY, 21 FEBRUARY 2011

CONDITIONAL SETTLEMENT - BABCOCK & BROWN LTD (IN LIQUIDATION)

1. The Board of Directors of IMF (Australia) Ltd announces the conditional settlement of the case it funded against Babcock & Brown International Pty Ltd in proceedings in California, USA. The terms of the conditional settlement are confidential.
2. It is estimated that IMF will receive approximately \$1.46 million which will generate a profit after capitalised overheads but before tax of about \$0.9 million.
3. Once the settlement becomes unconditional IMF will make a further announcement.
4. This case is the one referred to in paragraph 13 of IMF's Company Update released to the Australian Securities Exchange on 31 January 2011.

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

Diane Jones
Chief Operating Officer

IMF#455461

IMF (Australia) Ltd

GPO Box 5457
Sydney NSW 2001

Freecall 1800 016 464

For personal use only