

## Investment Portfolio Report at 30 September 2023

Omni Bridgeway Limited (ASX: OBL) (**Omni Bridgeway, OBL, Group**) announces its investment performance for the three months ended 30 September 2023 (**1Q24, Quarter**) and for the 2024 financial year (**FY24**).

### Key metrics, highlights, and developments

- Investment income of A\$94.5 million generated from income recognised and income yet to be recognised (**IYTB**) with A\$11.9 million provisionally attributable to OBL (excluding management and performance fees).
- Commitments of A\$66.7 million made in 1Q24, representing A\$1.3 billion of new EPV (from matters that were newly funded, conditionally approved or had increased investment opportunities), reflecting the typical northern hemisphere seasonality, and in line with prior years. An additional A\$88.9 million commitments have been made in early October 2023. Together this represents approximately 25% of our FY24 target.
- 20 agreed exclusive term sheets, representing approximately A\$112 million in investment opportunities, which if converted into funded investments is a further 18% of our FY24 commitments target.
- Estimated portfolio value (**EPV**) of A\$30.8 billion, up 1% compared to 30 June 2023.
- Implied embedded value (**IEV**) of A\$4.1 billion, up 4% compared to 30 June 2023.
- EPV conversion rate was 15% for investments that fully completed in 1Q24.
- The €135 million first tranche of the debt capital for our €300 million Fund 8, focused on global enforcement investments, completed in September 2023. The Fund 8 insurance premium and establishment costs, previously paid by OBL on behalf of the fund were received as a A\$10.3 million cash reimbursement to OBL (**Fund 8 Reimbursement**) during 1Q24.
- Completed a significant expansion of our capabilities in the UK, the world's second largest litigation finance market, with the addition of five experienced Investment Managers in October 2023. This expansion was identified in our FY23 full year results presentation and was included in the A\$95 million cash operating expenses indicated for FY24.
- Non-binding term sheet agreed for the sale of a 25% interest in a portfolio of 15 investments, which represent approximately A\$3.3 billion of EPV. Further details will be provided upon completion of the transaction.

## Cash reporting and financial position

At 30 September 2023, the Group's balance sheet cash and receivables was A\$108.3 million, in addition to this, OBL's portion of cash and receivables in Funds was A\$38.1 million and OBL has access to the balance of our debt facility of A\$60 million. In aggregate, we have approximately A\$206 million to meet operating costs, interest payments, co-contributions to funds for investments and other obligations before recognising any investment completions, secondary market sales, management fees and associated fund performance fees scheduled or target for the remaining three quarters of FY24.

In 1Q24, OBL received:

- A\$13.7 million relating to the final distribution of the Wivenhoe balance sheet investment
- A\$11.2 million relating to other on balance sheet matters that completed in FY23
- A\$10.3 million Fund 8 Reimbursement.

The expected collection of a further \$13 million is on schedule for 2Q24.

A\$ million	Cash	Receivables	Total
OBL balance sheet (excluding Funds)	95.3	13.0	108.3
Funds (consolidated) <sup>1</sup>	48.7	68.1	116.8
Fund 5 (unconsolidated) <sup>1,2</sup>	23.6	69.6	93.2
<b>Total at 30-Sep-2023</b>	<b>167.6</b>	<b>150.7</b>	<b>318.3</b>

1. Includes Funds 2&3, Fund 4, Fund 6, Fund 8 and represents 100% of each respective Fund's holding including amount attributable to both OBL and external investors.
2. Fund 5 is not consolidated within the Group Consolidated Financial Statements.

## Income

Investment income of A\$41.7 million was recognised in 1Q24 comprising:

- A\$27.3 million recognised from two completed investments which had an EPV of A\$231 million.
- A\$13.5 million recognised from partial completions of ongoing investments.
- A\$0.9 million from completions in previous periods.

A further A\$52.8 million of income yet to be recognised relates to substantially completed investments with conditional settlements or judgments on appeal which may ultimately be recognised in the next quarter or future periods. The corresponding EPV of these investments is A\$318 million.

## Income recognition

A\$ million	Balance sheet	Fund							Total
		1	2&3	4	5	6	7	8	
Investments completed in 1Q24	-	-	4.6	22.7	-	-	-	-	27.3
Investments completed in prior periods	0.1	-	-	-	0.8	-	-	-	0.9
Ongoing investments	-	-	0.9	11.1	0.3	1.2	-	-	13.5
<b>Income recognised in 1Q24</b>	<b>0.1</b>	<b>-</b>	<b>5.5</b>	<b>33.8</b>	<b>1.1</b>	<b>1.2</b>	<b>-</b>	<b>-</b>	<b>41.7</b>
Binding conditional settlements	-	-	-	-	-	-	-	-	-
Successful judgments	-	-	-	15.7	-	24.1	-	-	39.8
Executed settlements	-	-	-	-	-	-	-	-	-
Agreed in-principle settlements	-	-	11.1	1.9	-	-	-	-	13.0
<b>Income yet to be recognised at 30-Sep-23</b>	<b>-</b>	<b>-</b>	<b>11.1</b>	<b>17.6</b>	<b>-</b>	<b>24.1</b>	<b>-</b>	<b>-</b>	<b>52.8</b>
<b>Total income recognised and yet to be recognised</b>	<b>0.1</b>	<b>-</b>	<b>16.6</b>	<b>51.4</b>	<b>1.1</b>	<b>25.3</b>	<b>-</b>	<b>-</b>	<b>94.5</b>

## Provisional distribution of income recognised and yet to be recognised<sup>1</sup>

A\$ million	Balance sheet	Fund							Total
		1	2&3	4	5	6	7	8	
Provisional distribution attributable to OBL shareholders	0.1	-	-	10.3	0.2	1.3	-	-	11.9
Provisional distribution attributable to NCI	-	-	16.6	41.1	0.9	24.0	-	-	82.6
<b>Distribution waterfall of income recognised in 1Q24 and income yet to be recognised at 30-Sep-23</b>	<b>0.1</b>	<b>-</b>	<b>16.6</b>	<b>51.4</b>	<b>1.1</b>	<b>25.3</b>	<b>-</b>	<b>-</b>	<b>94.5</b>

1. Represents indicative cashflows (excluding performance fees) anticipated to flow out of the Funds due to the income generation included in the table above. It represents the aggregate estimate of the cash distributed and yet to be distributed under the various distribution waterfalls of the Funds assuming the income is equivalent to gross cash proceeds. The Fund's capital status and waterfalls operate on a cash collection and distribution basis and do not align with the accounting treatment. Accordingly, the NCI attribution disclosed in the Group Consolidated Financial Statements will not necessarily match this.

## EPV conversion to income

The EPV conversion rate for 1Q24 was 15%<sup>1</sup>.

Investments categorised as income yet to be recognised (subject to achieving the estimated income) have an EPV conversion rate of 17%.

A\$ million	Balance sheet	Fund							Total
		1	2&3	4	5	6	7	8	
<b>1Q24</b>									
EPV of investments completed	-	-	50	181	-	-	-	-	231
Life to date income of fully completed investments	-	-	10	23	1	-	-	-	34
EPV conversion rate	-	-	20%	13%	-	-	-	-	15%
<b>Investments categorised as IYTBR</b>									
EPV of investments	-	-	20	166	-	132	-	-	318
Life to date income (estimate)	-	-	11	18	-	24	-	-	53
EPV conversion rate (estimate)	-	-	55 %	11%	-	18%	-	-	17%

## Fund summary

Funds 2&3 are fully committed and are in harvest mode.

Fund 4 is 90% committed and Fund 5 is 87% committed. Fund 4 and Fund 5, in aggregate, have approximately US\$210 million in available capacity including recycling of capital. We anticipate the first of several closings of the series II upsizing shortly for amounts in the range of US\$400 million to US\$600 million with existing investors.

Fund 6 is in harvest mode. Merits investment opportunities and enforcement investment opportunities are being undertaken by Fund 5 and Fund 8, respectively.

Fund 8 completed its €135 million first tranche of debt capital raising in September 2023. Capital loss in Fund 8 is insured pursuant to a principal protection insurance indemnity of an initial amount of €135 million. The insurance policy has an option to extend the indemnity to €270 million, which provides an option for a second series or an upside of series one. Omni Bridgeway has committed an initial €15 million stand by equity and can increase to €30 million when the insurance uplift option is exercised.

<sup>1</sup> includes A\$0.9 million of income recognised from investments completed in prior periods.

## Fund breakdown

Portfolio	Committed	Fund size	Fund breakdown				
			Recycled profits	Capital deployed	Capital committed – undeployed	Capital uncommitted	Other costs
Funds 2&3 <sup>1</sup>	100%	A\$189m	–	A\$140m	A\$36m	(A\$3m)	A\$16m
Fund 4	90%	US\$500m	–	US\$238m	US\$200m	US\$48m	US\$14m
Fund 5 <sup>2</sup>	87%	US\$500m	–	US\$146m	US\$258m	US\$65m	US\$31m
Fund 6 <sup>3,4</sup>	100%	€188m	(€52m)	€96m	€114m	(€22m)	€52m
Fund 7 <sup>2</sup>	4%	US\$100m	–	US\$4m	–	US\$96m	–
Fund 8 <sup>5,6</sup>	4%	€150m	–	<€1m	€7m	€143m	–

1. Fund 2&3 capital uncommitted represents the over commitment allowance.
2. Fund 5 and Fund 7 are not consolidated within the Group Consolidated Financial Statements, here they are presented at 100%.
3. Data for Fund 6 is current at 30 June 2023.
4. Fund size is €150m plus an over commitment allowance of 25%.
5. Investments currently warehoused on OBL balance sheet, to be transferred to Fund 8 upon lender's review and approval.
6. The principal protection insurance extends the indemnity to €270 million which facilitates a second series or an upsize of series one.

## Fund distribution profiles

Portfolio	Total capital called	Total distributions (capital and returns)	Outstanding amounts yet to be attributable to NCI		Outstanding amounts yet to be attributable to OBL	
			Capital	Returns	Capital	Fees
Funds 2&3	A\$170m	(A\$80m)	A\$56m	A\$58m	A\$34m	A\$8m
Fund 4	US\$257m	(US\$89m)	A\$208m	–	A\$52m	–
Fund 5	US\$185m	(US\$19m)	A\$206m	–	A\$51m	–
Fund 6 <sup>2</sup>	€91m	–	A\$142m	–	A\$7m	–
Fund 7	US\$4m	–	A\$5m	–	<A\$1m	–
Fund 8 <sup>3</sup>	€8m	–	A\$13m	<A\$1m	–	–
<b>Total</b>			<b>A\$630m</b>	<b>A\$58m</b>	<b>A\$144m</b>	<b>A\$8m</b>

1. Includes accumulated preferred returns and special distributions.
2. Data for Fund 6 is current at 30 June 2023.
3. Represents debt capital and accrued interest.

## Completed investment duration and outcome

The data included in the table below reflects investment completions in Funds 1 to 6 and on balance sheet since their inception. Fund 1 includes metrics up to 31 May 2023, the date of its deconsolidation.

Portfolio	#	Average duration	EPV	EPV conversion rate	Financial outcome A\$ weighted average	ROIC <sup>1</sup>	IRR <sup>1,2</sup>
Fund 1	35	3.5 yrs	A\$2,023m	11%	69%	38%	11%
Funds 2&3 <sup>3</sup>	19	2.0 yrs	A\$659m	16%	48%	94%	81%
Fund 4	12	1.4 yrs	A\$2,606m	4%	54%	(3%)	<1%
Fund 5	13	1.7 yrs	A\$1,137m	7%	76%	105%	55%
Fund 6	230	3.2 yrs	n/a	n/a	80%	308%	177%
Fund 7	–	–	–	–	–	–	–
Fund 8	–	–	–	–	–	–	–
Balance sheet	196	3.0 yrs	A\$5,455m	20%	78%	164%	79%

1. Return on invested capital (ROIC) and internal rate of return (IRR) is measured before capitalised overheads and operating overheads.
2. IRR information prior to FY12 is not available due to the difficulty in extracting it from legacy systems.
3. Excludes the partial investment completion of the secondary market sales.

## Estimated portfolio value analysis

Total EPV (including conditionally funded and IC approved investments) increased to A\$30.8 billion in 1Q24.

### Funded EPV profile

Future completions	#	Average duration	Possible completion of EPV <sup>1</sup>					
			A\$ million					
			FY24	FY25	FY26	FY27+	Total	IEV
Balance sheet	5	8.5 yrs	5	17	4	5	31	5
Funds 2&3	21	4.4 yrs	993	1,309	76	825	3,203	480
Fund 4	41	1.6 yrs	484	2,851	2,630	3,575	9,540	1,431
Fund 5	61	1.8 yrs	2,284	2,274	1,688	4,287	10,533	1,580
Fund 6	146	7.6 yrs	449	851	653	1,806	3,759	564
Fund 8 <sup>3</sup>	3	0.7 yrs	8	7	11	27	53	8
<b>Total</b>	<b>277</b>	<b>5.1 yrs</b>	<b>4,223</b>	<b>7,309</b>	<b>5,062</b>	<b>10,525</b>	<b>27,119</b>	<b>4,068</b>
Change <sup>2</sup> from 30-Jun-23 incl. fx			(10.6%)	5.0%	12.5%	9.6%	5.2%	
Change <sup>2</sup> from 30-Jun-23 excl. fx			(11.9%)	3.2%	10.4%	7.9%	3.4%	

- Includes current unconditional investments, excludes conditional and Investment Committee approved investments. It includes the investments that are substantially completed and those that are related to income yet to be recognised in the Income Recognition table.
- The change is calculated after allowing for completions in the period.
- Investments currently warehoused on OBL balance sheet, to be transferred to Fund 8 upon lender's review and approval.

## Investment and EPV movement

### Quarterly movement

1Q24 A\$ million	EPV									#
	Balance sheet	Fund							Total	
		1	2&3	4	5	6	7	8		
<b>Opening 30-Jun-23</b>	<b>31</b>	<b>-</b>	<b>3,218</b>	<b>9,151</b>	<b>9,874</b>	<b>3,687</b>	<b>-</b>	<b>53</b>	<b>26,014</b>	<b>274</b>
New investments	-	-	-	142	1,036	-	-	-	1,178	7
Completions	-	-	(50)	(181)	-	-	-	-	(231)	(2)
Updates	-	-	-	176	(512)	69	-	-	(267)	-
Withdrawn / terminated	-	-	-	-	(26)	-	-	-	(26)	(2)
Impairment	-	-	-	-	-	-	-	-	-	-
FX adjustment	-	-	35	252	161	3	-	-	451	-
Other	-	-	-	-	-	-	-	-	-	-
<b>Closing 30-Sep-23</b>	<b>31</b>	<b>-</b>	<b>3,203</b>	<b>9,540</b>	<b>10,533</b>	<b>3,759</b>	<b>-</b>	<b>53</b>	<b>27,119</b>	<b>277</b>
Conditionally funded investments									1,660	11
IC approved investments									1,999	14
<b>Total at 30-Sep-23</b>									<b>30,778</b>	<b>302</b>

## Funded EPV quarterly movement by year

A\$ million	2024	2025	2026	2027+	Total
New Investments in the Quarter	-	421	317	440	1,178
Completions in the Quarter	(231)	-	-	-	(231)
EPV updates	(264)	76	(367)	288	(267)
Withdrawn / terminated	(26)	-	-	-	(26)
Impairment	-	-	-	-	-
Estimated completion date changes from FY24	(519)	519	-	-	-
Estimated completion date changes from FY25	151	(791)	640	-	-
Estimated completion date changes from FY26	-	-	(121)	121	-
Estimated completion date changes from FY27+	95	-	-	(95)	-
FX adjustment	63	125	92	171	451
Other	-	-	-	-	-
<b>Total movement in the Quarter</b>	<b>(731)</b>	<b>350</b>	<b>561</b>	<b>925</b>	<b>1,105</b>

## Further information

### **Further information on terms used in this announcement is available in our Glossary and Notes:**

<https://omnibridgeway.com/investors/omni-bridgeway-glossary> (**Glossary**)

<https://omnibridgeway.com/docs/default-source/investors/general/notes-to-quarterly-25-oct> (**Notes**)

The Glossary and Notes contain important information, including definitions of key concepts, and should be read in conjunction with this announcement.

The investments of Funds 2&3, Fund 4 and Fund 6 are consolidated within the Group Consolidated Financial Statements, with the respective external investors' interests reflected as non-controlling interests (**NCI**). The investments of Fund 8 are consolidated within the Group Consolidated Financial Statements with no associated NCI.

Fund 1, Fund 5, and Fund 7 are not consolidated within the Group Consolidated Financial Statements; the residual interest in Fund 1 is recognised as an investment in associate and Fund 5 is brought in at the Group's attributable 20% share of income, assets, and liabilities with no associated NCI.

Throughout this document, Fund 5 and Fund 7 are presented at 100% values with the respective external investor's interests reflected as NCI. Fund 1 was deconsolidated on 31 May 2023; its metrics, effective from this date, are not disclosed in this document.

Commitments and EPV include conditional, and Investment Committee approved investments, whereas IEV excludes them.

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

#### INVESTOR ENQUIRIES:

##### **Mel Buffier**

Global Head of Investor Relations  
mbuffier@omnibridgeway.com

#### MEDIA ENQUIRIES:

##### **Lindsay Hamilton**

Global Chief Marketing Officer  
lhamilton@omnibridgeway.com

### **About Omni Bridgeway**

Omni Bridgeway is the global leader in legal finance and risk management, including dispute and litigation finance from case inception to post-judgment enforcement and recovery.

Listed on the ASX, Omni Bridgeway (ASX:OBL) operates from 26 international locations.