



INVESTOR PRESENTATION



FEBRUARY 2013

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CONTENTS

- HY2013 Highlights
- HY2013 Income
- Balance Sheet
- Investment Portfolio
- Possible Completions in the second half of FY2013
- Track Record
- Wivenhoe Dam Claim
- Structured Finance Ratings Claims
- Future Outlook



HY2013 HIGHLIGHTS

IMF's HY2013 does not include any income from the Lehmans matter.

	HY2012	HY2013	%
Gross Income (from cases)	\$32.6M	\$20.6M	▼ 37%
Net Income (from cases)	\$19.5M	\$10.5M	▼ 46%
NPAT	\$11.9M	\$5.6M	▼ 53%
Interim Dividend (cents per share)	Nil	Nil	-
EPS	9.69	4.55	▼ 53%
Net Asset Backing (cents per share)	75.46	95.20	▲ 26%
Case Investment (Intangibles)	\$69.2M	\$74.2M	▲ 7%
Value of Investment Portfolio	\$1.6BN	\$1.5BN	▼ 6%



HY2013 INCOME

The following summarises the cases finalised and income generated from cases during the period:

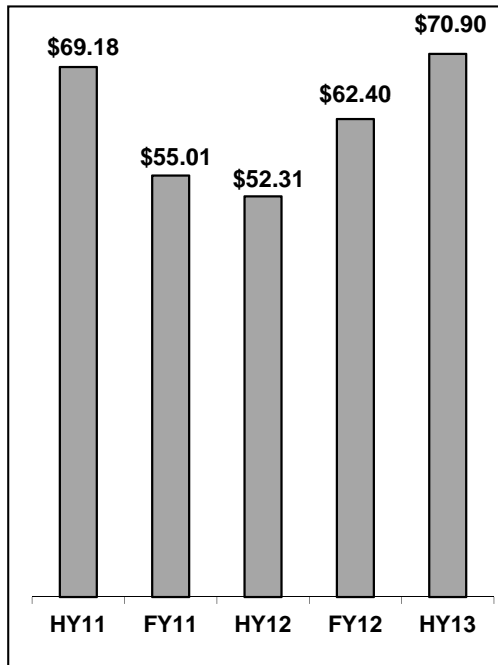
Matter	Gross Income	Net Income
LGFS, ABN Amro and Others	\$16.5M	\$8.1M
Confidential	\$2.8M	\$1.9M
Others	\$1.3M	\$0.5M
Total Matter Income	\$20.6M	\$10.5M



BALANCE SHEET STRENGTH

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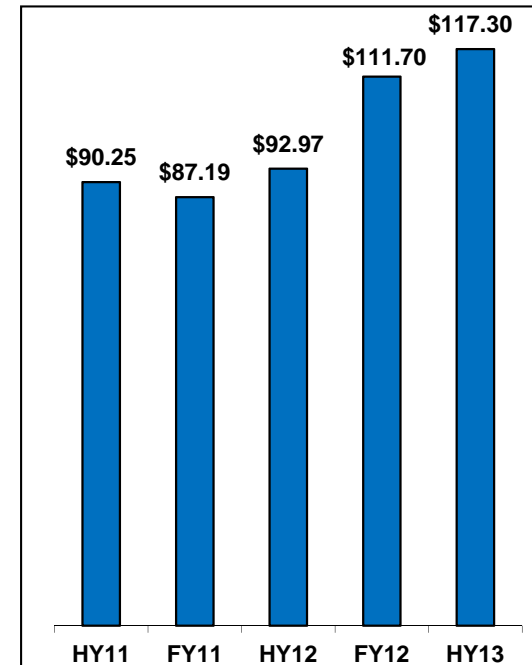
**Cash
\$M**



**Investments¹
\$M**



**Net Assets
\$M**



¹ Investments includes capitalised overheads relating to the litigation.

INVESTMENT PORTFOLIO

Claim Value Range	Est. Claim Value*	No of Cases	% of Total Value	Possible Completion FY2013	Possible Completion FY2014	Possible Completion FY2015
<\$10M	\$20M	3	1%	\$5M	-	\$15M
\$10M - \$50M	\$243M	13	17%	\$20M	\$133M	\$90M
>\$50M	\$1,210M	10	82%	\$150M	\$630M	\$430M
Total Portfolio	\$1,473M	26	100%	\$175M	\$763M	\$535M

- IMF continues to aim to have an investment portfolio of around \$2B
- No estimated claim value has been included from the Wivenhoe Dam case



* This is IMF'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 IMF's clients in the matter. It is also not the estimated return to IMF from the matter if it is successful. No estimated claim value has been included for any contingently funded matters until all conditions are fulfilled.

POSSIBLE COMPLETIONS IN THE SECOND HALF OF FY2013

Matter	Description
Lehmans	Reasons for Judgment were given on 21 September 2012 in favour of the three representatives in the case funded against Lehman Brothers Australia Ltd (In Liquidation). Orders giving effect to the Reasons for Judgment are expected after a hearing on 18 March 2013. The liquidators, together with material creditors, are in the meantime seeking to develop a Scheme of Arrangement to efficiently address contingent creditor claims.
Uniloc	Further income is expected as Uniloc pursues other patent infringers.
Bank of Queensland	Trial started in September 2012 and is expected to conclude in March 2013.
Others	
Total	\$175M*

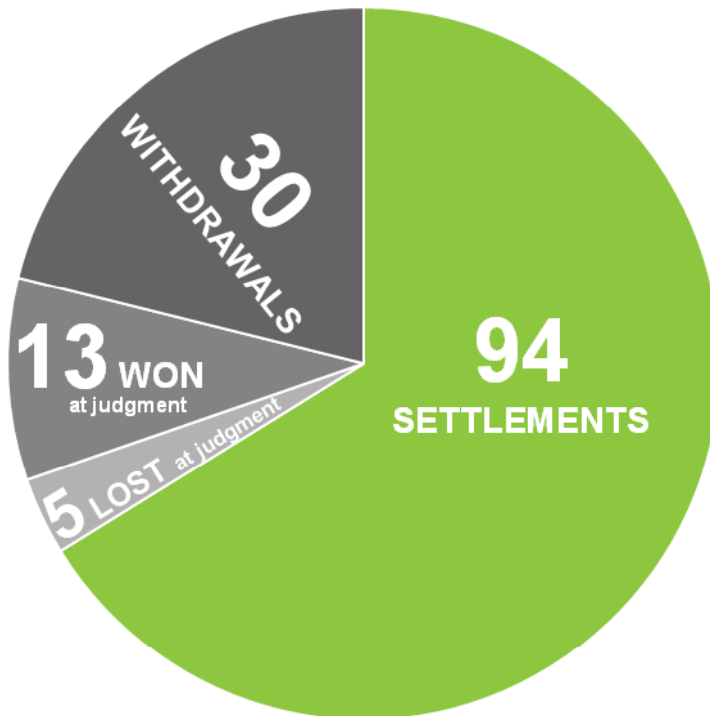
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TRACK RECORD

IMF's track record to 31 December 2012

NUMBER OF CASES



Summary

- **142** cases commenced and completed since listing.
- Generated revenue of \$1.237B:
 - \$815M to Clients;
 - \$422M to IMF comprising:
 - \$140M reimbursement of costs;
 - \$282M net revenue to IMF (excluding overheads);
 - Gross ROI of 304%.
- Average investment period of 2.3 years.
- Lost cases cost \$6.7M including adverse costs (1.5% of revenue generated to IMF).
- Withdrawals cost \$3.7M (<1% of revenue generated to IMF).



WIVENHOE DAM CLAIM

Feb 2012:

- IMF announced an investigation into:
 - i. whether the Dam was negligently operated in January 2011 and, if so;
 - ii. whether funded parties suffered sufficient unnecessary loss to make proceedings against the State of Queensland viable.

Jan 2013:

- IMF confirmed investigation findings that:
 - i. the Dam was not operated to the standard expected of a reasonably competent dam operator in the circumstances; and
 - ii. material flooding down river would not have occurred had the Dam been operated during the flood event to the standard expected.

Current:

- IMF is now finalising its bookbuild phase which is likely to conclude this financial year with material claim value and commencement of proceedings.



STRUCTURED FINANCE RATINGS CLAIMS

September 2012	Judgment against distributor – Lehman Brothers Australia
November 2012	Judgment against ratings agency S&P and ABN Amro (LGFS)
November 2012	Filed further claim against S&P and ABN Amro in Australia
December 2012	Created Dutch Foundation (Ratings Redress) to prosecute claims against S&P and ABN Amro
Present	Ongoing research into European CPDO claims against S&P and Moody's
Present	Ongoing research into European CDO and RMBS claims.



FUTURE OUTLOOK

Australia

- Building the investment portfolio (Wivenhoe, CDOs, others).
- Competition.
- Regulation.

Taking funding international

- Expansion into the United States
 - Bentham Capital 3 funded cases to date.
 - Targeted approach.
- Funding of international arbitration.
- Construction cases.
- CPDO/CDO cases.

