

LCM[®]



PATRICK MOLONEY

CHIEF EXECUTIVE OFFICER

Patrick is a veteran of the disputes funding industry with over 20 years' experience in the space. Patrick has been a Director of LCM since 2003 and the Chief Executive Officer of the group since December 2013 based out of LCM's London Office.

Patrick is responsible for overseeing all litigation projects in which LCM has an investment and (as a Board member) for approving new litigation projects for funding. He has been involved in all aspects of the business including devising strategy for future growth, investor relations and corporate affairs.

Patrick is one of the most experienced litigation financiers globally.



DAVID COLLINS

CHIEF FINANCIAL OFFICER

David is a Chartered Accountant and brings over 20 years of experience in senior finance and capital markets roles across a range of leading financial institutions including EY, Morgan Stanley, Och-Ziff Capital and Prudential plc.

David has operated at a senior management level in both large, corporate organisations and smaller, more entrepreneurial ventures and the breadth of his experience will help LCM as it aims to capitalise on the considerable opportunities it sees in its markets to drive long-term growth in shareholder value.

01

KEY MESSAGES



HY25 – STRATEGIC PROGRESS – NAVIGATING CHALLENGES

01

STRONG RETURNS ON CONCLUDED INVESTMENTS

- **7 realisations** in period generating **A\$51m** of revenue at **3.6x MOIC**.
- **2.4x MOIC** 13-year track record.

02

OUTSTANDING ARBITRATION PERFORMANCE

- **Over US\$400m of awards generated** for funded parties from **US\$15m** of investment with c. US\$90m contractually due to LCM².
- **Indiana Resources:** LCM shareholders collected **US\$8.4m** from investment of **US\$1.0m**.
- **Green-X Metals:** LCM shareholders contractual entitlement of **US\$26.6m** from investment of **US\$2.8m**.

03

MOMENTUM IN FUND MANAGEMENT

- **Fund I (US\$150m) – Top 5%¹** for its vintage based on all key metrics (Net IRR, DPI, TVPI).
- **Fund II (US\$291m) –** Invested capital accelerating. Significant realisations expected from 2027 onwards.
- **Fund III –** Positive interactions with existing and new investors. First close in Q2. Similar size to Fund II expected.

04

PROGRESSING US AND AI INITIATIVES

- US market opportunity mapped; good interactions with key industry players.
- **AI technology fully integrated** into arbitration investment process. LCM owns complete dataset for all investment treaty arbitrations.
- **AI origination strategies** to be internally piloted in H2.

05

DEBT FACILITY REFINANCED ON IMPROVED TERMS

- **US\$75m** facility with **US\$75m** upside potential.
- Lowered interest rate to **below 10%**.

06

SETBACKS ON 2 AUSTRALIAN CLASS ACTIONS

- Queensland electricity (**A\$25m** invested) loss at trial.
- Shareholders of Quintis (**A\$13m** invested) loss at trial.
- Both have good grounds to appeal (at minimal cost).
- Concentration risk to recede as we transition to fund management.
- 83% win ratio based on 13.5 year track record.

07

LOWER NEW COMMITMENTS IN PERIOD

- New commitments of **A\$34m** from **274 applications**.
- Temporary slowdown reflecting quality of opportunities in period.
- **A\$80m** committed in year as at 17 March 2025.

1. For 2020 vintage funds versus US Private Equity Cambridge Associates across all key metrics (Net Internal Rate of Return, Distributed to Paid-In ratio and Total Value to Paid-In ratio).
2. Due to LCM and Fund I investors

STRONG MOMENTUM IN FUND MANAGEMENT

FUND I

- Fund size – US\$150m
- Committed – 100%
- Drawn – US\$132m
- Returned – US\$93m
- Realised net MOIC – 2.0x
- Target final net MOIC – 2.0x
- Performance fees to date – US\$29m

FUND II

- Fund size – US\$291m
- Committed¹ – 75-85%
- Drawn – US\$50m
- Returned – US\$3m
- Realised net MOIC – 0.41x
- Target final net MOIC – 2.0x
- Performance fees to date – none

FUND III

- Marketing underway, positive feedback from existing and new investors.
- First close anticipated in Q2 2025 with second close anticipated in late Q3.
- Fund size expected to be similar to Fund II.

1. Currently 67% (as at 17th March 2025) estimated final committed total to be between 75% & 85%

ARBITRATION SUCCESS – INDIANA RESOURCES

Treaty Arbitration against Tanzania

- Total Capital Invested – US\$4.0m (LCM share US\$1.0m, Fund I share US\$3.0m)
- Award – US\$110m
- LCM 'global' recovery – US\$19.6m
- Duration – 48 months

- LCM recovery – US\$8.4m
- LCM MOIC – 8.4x

- Fund recovery – US\$11.2m
- Fund MOIC – 3.7x

- Both parties came to a settlement post award avoiding further costs for annulment proceedings and enforcement. LCM was paid in priority out of the first recovery tranche.

ARBITRATION SUCCESS – GREEN-X METALS

Treaty Arbitration against Poland

- **Total Capital Invested – US\$11.2m (LCM share US\$2.8m, Fund I share US\$8.4m)**
- **Award >US\$300m**
- **LCM ‘global’ entitlement currently >US\$67m**
- **Potential for further investment in set-aside and enforcement proceedings**



- **LCM entitlement >US\$26.6m**
- **LCM implied MOIC – 9.5x**

- **Fund entitlement >US\$40.9m**
- **Fund implied MOIC – 4.9x**

- LCM has conservatively recorded a debtor of US\$22m but is focused on collecting its full contractual entitlement.
- Recognitions by Poland through the comments of the Prime Minister suggest minimal enforcement risk.

Poland has recognised the award with Prime Minister, Donald Tusk, publicly stating the following on 24 October 2024:

“The case is rather hopeless, because a lost arbitration is a lost arbitration. We have two big cases on our shoulders. The PiS government blew this issue. The Australians, as you know, were promised that their mine would be built there. For years they were misled and later the commitment was withdrawn. It was quite obvious that they would go to arbitration, and it was rather obvious that they would win this arbitration.”

Speaking frankly, I would most likely, and I cannot exclude that it will go this way, to find the person directly responsible for Poland now having to pay well over a billion zloty if we do not find a legal solution - which I think has very little probability to set aside the award in this arbitration. So, speaking the truth, I will expect my officers to inform the public in the coming days who made a decision or refrained from making a decision with the consequence of these gigantic losses, that is the compensation that we as the Polish State must pay to the Australians.”

SETBACKS IN THE PERIOD

Two Australian class action trial losses at first instance

Queensland Electricity claim

- Consumer Law Class Action
- Total Capital Invested – A\$38m
- LCM Capital Invested – A\$25m
- Fund I Capital Invested – A\$13m



Next steps

- Appeal has been filed
- Anticipated hearing by end of 2025
- Costs of appeal expected to be modest
- Judgement likely in mid-2026

Quintis

- Shareholder Class Action
- Balance Sheet Investment
- Total Capital Invested – A\$13m

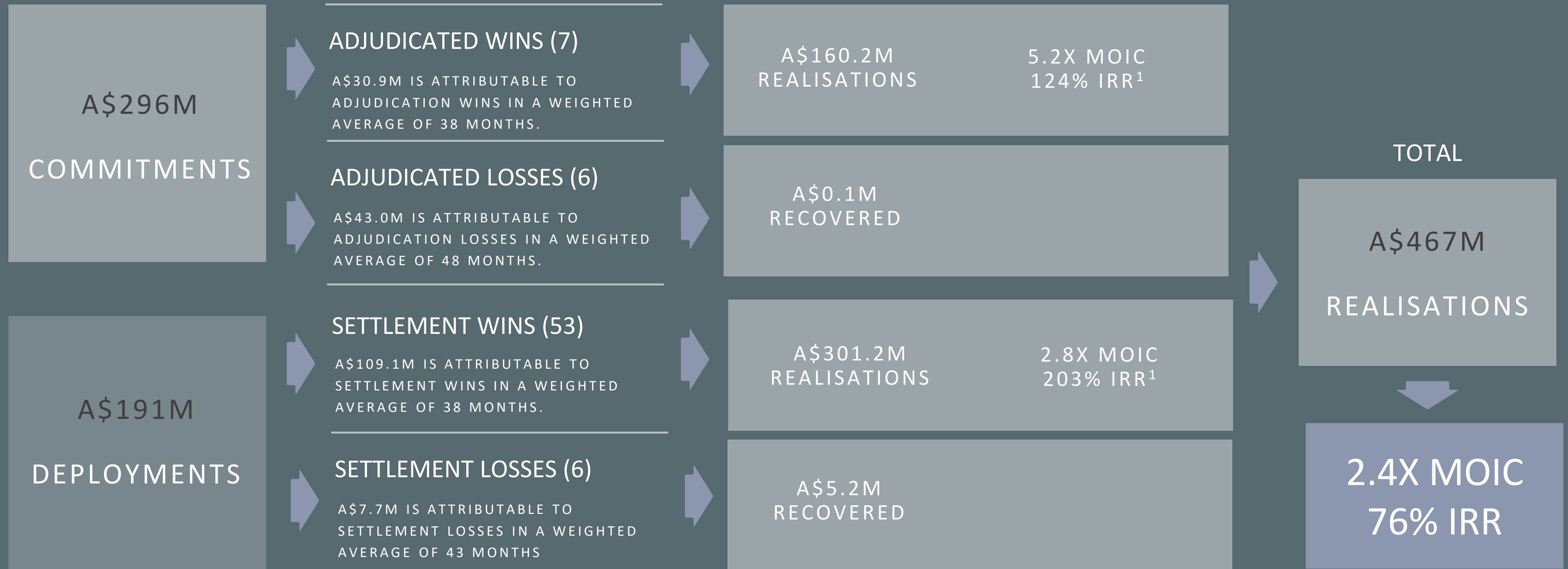


Next steps

- LCM has the right to appeal and expect to make a decision by May 2025
- Any appeal hearing likely in early 2026

LEADING LONG-TERM TRACK RECORD

2.4x MOIC achieved across 13.5 year track record



1. IRRS ARE CALCULATED GROSS OF OPERATING EXPENSES AND INTEREST COSTS. NUMBERS SHOWN ABOVE ARE BASED ON 13 YEARS AS AT 31 DECEMBER 2024

Q2

FINANCIALS

HY25 // PORTFOLIO PROGRESS

01

CONCLUDED INVESTMENTS

7 investments concluded in the period generating **A\$51m** of revenue for LCM, inclusive of **\$19m** of performance fees.

02

NEW INVESTMENTS

274 applications for funding in the period (up over **14%** versus HY 24).

Total new commitments of **A\$34m**.

Investment discipline maintained.

03

ONGOING INVESTMENTS

57 ongoing investments as at 31 December 2024.

	LCM	FUND I	FUND II
COMMITTED CAPITAL	A\$302M ¹	A\$124M	A\$235M
INVESTED IN PERIOD	A\$25.4M	A\$12.4M	A\$23.1M
INVESTED CAPITAL IN ONGOING PORTFOLIO	A\$142M	A\$107M	A\$49M

1. CAPITAL COMMITTED INCLUDES A\$74M 100% DIRECT INVESTMENTS

HY25 // SUMMARY PROFIT & LOSS (A\$)

	HY 2025	HY 2024
CONCLUDED INVESTMENTS – PROCEEDS ON LCM CAPITAL	\$32.5M	\$18.2M
CONCLUDED INVESTMENTS – PERFORMANCE FEES ON 3P CAPITAL	\$18.9M	\$10.2M
CONCLUDED INVESTMENTS – LCM CAPITAL INVESTED (“COST”)	(\$14.0M)	(\$8.8M)
NET REALISED GAINS FROM CONCLUDED INVESTMENTS	\$37.4M	\$19.6M
NET FAIR VALUE MOVEMENT	(\$32.7M)	\$1.9M
TOTAL INCOME	\$4.7M	\$21.6M
OPERATING EXPENSES	(\$10.1M)	(\$9.0M)
FX GAINS / (LOSSES)	(\$2.5M)	\$1.5M
OPERATING (LOSS) / PROFIT	(\$8.0M)	\$14.1M
FINANCE COSTS (NET)	(\$3.6M)	(\$5.2M)
(LOSS) / PROFIT BEFORE TAX	(\$11.6M)	\$8.9M
TAX BENEFIT / (LOSS)	\$3.3M	(\$1.6M)
(LOSS) / PROFIT AFTER TAX	(\$8.3M)	\$7.3M
(LOSS) / EARNINGS PER SHARE (PENCE)	(3.9p)	3.3p

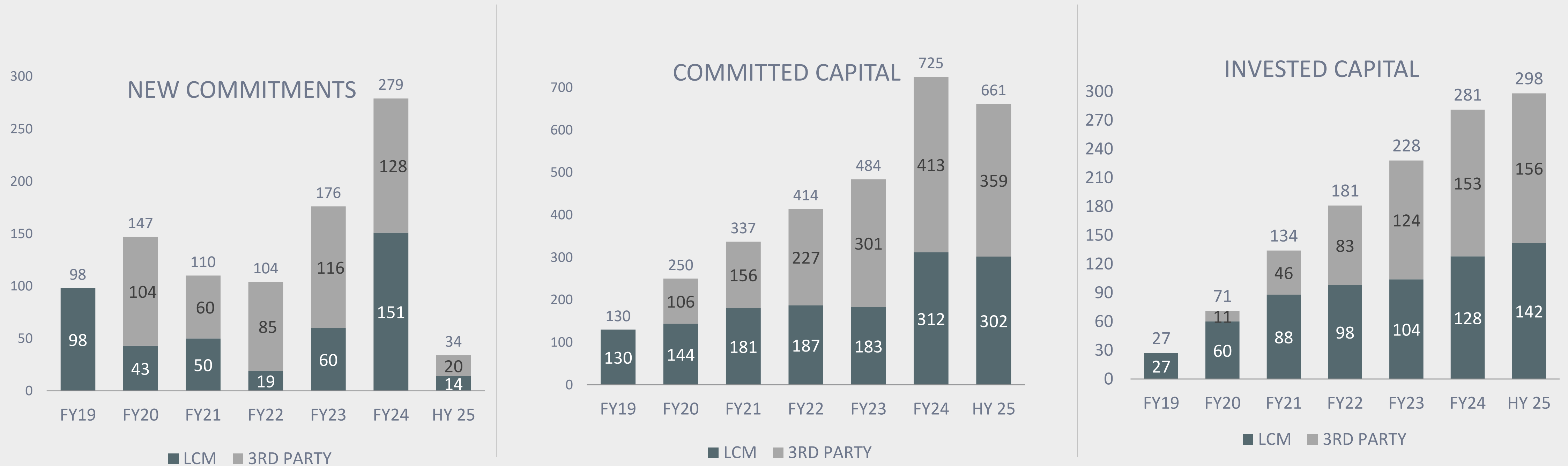
HY25 // SUMMARY BALANCE SHEET (A\$)

	HY 2025	FY 2024
CASH	\$14.9M	\$53.0M
DEBTORS	\$37.2M	\$15.0M
INVESTMENTS AT FAIR VALUE	\$184.8M	\$202.9M
INVESTMENTS HELD AT COST	\$47.4M	\$42.1M
OTHER ASSETS	\$2.3M	\$1.5M
TOTAL ASSETS	\$286.6M	\$314.4M
BORROWINGS	(\$54.9M)	(\$61.9M)
DEFERRED TAX LIABILITY AND TAX PAYABLE	(\$36.1M)	(\$44.5M)
OTHER CREDITORS	(\$13.8M)	(\$19.1M)
TOTAL LIABILITIES	(\$104.8M)	(\$125.5M)
NET ASSETS	\$181.8M	\$188.9M
NET ASSETS PER SHARE (PENCE)	87p	94p
FAIR VALUE MOIC	1.7X	1.9X

HY25 // SUMMARY CASH FLOW (A\$M)

	HY 2025	HY 2024
OPENING CASH	53.0	83.0
CASH GENERATED FROM CONCLUDED INVESTMENTS	29.2	33.9
CASH INVESTED INTO ONGOING CASES (CASE FUNDING)	(35.4)	(15.2)
OPERATING EXPENSES	(9.6)	(10.7)
INTEREST	(3.2)	(5.8)
DIVIDEND AND SHARE BUY BACK	(7.9)	(5.8)
DEBT REPAYMENT	(11.4)	(8.1)
OTHER	0.2	(1.0)
CLOSING CASH BALANCE	14.9	70.3
NET DEBT (CASH)	40.0	(10.5)

THIRD PARTY CAPITAL OUTPACING BALANCE SHEET CAPITAL



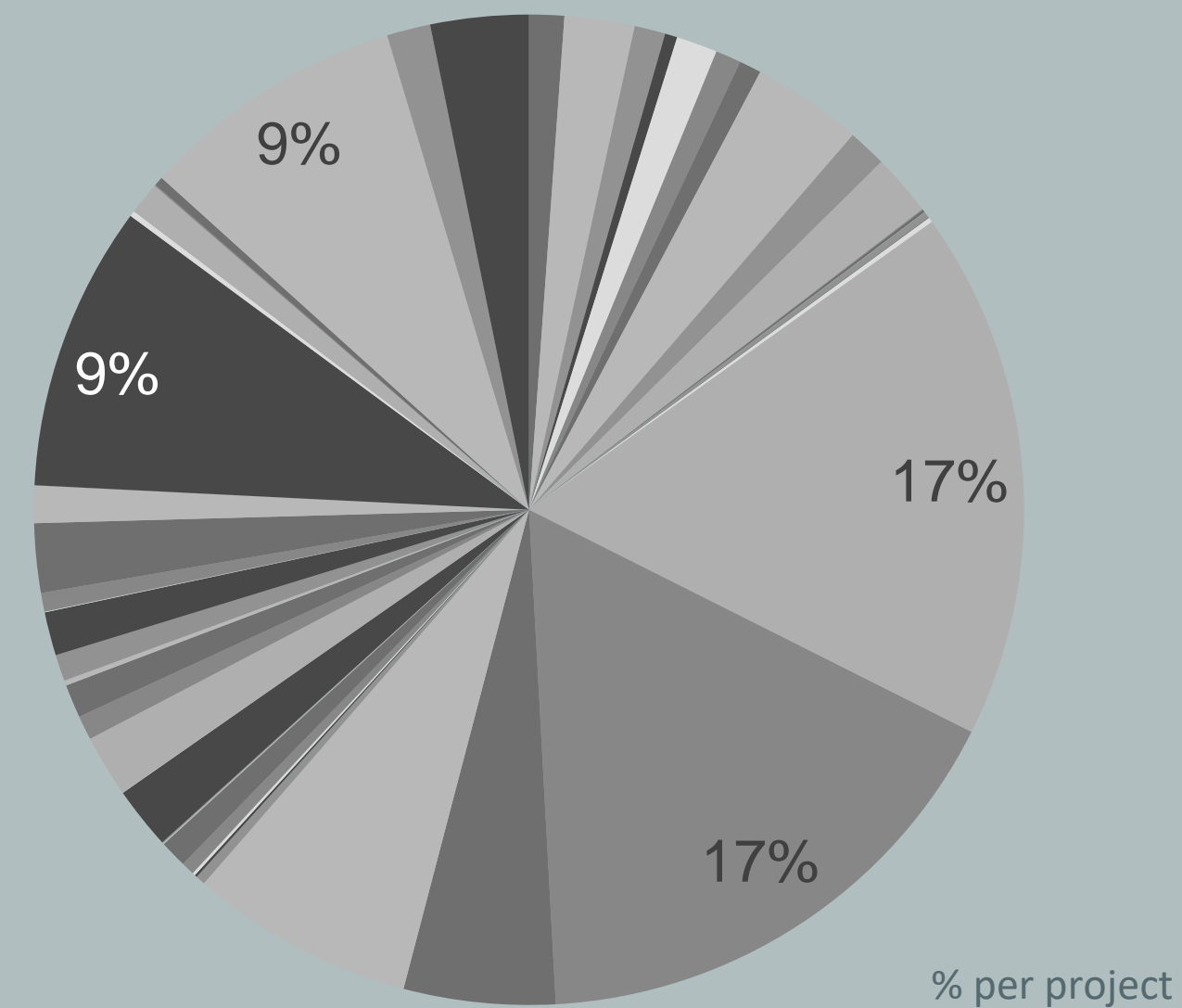
Lower new commitments in the period is temporary, not structural. Significant improvement anticipated in H2.

Continued strong growth in invested capital. Temporary decline in committed capital due to lower new commitments in period.

Long-term outlook remains strong.

CONCENTRATION RISK RECEDING OVER TIME

Portfolio by Invested Capital



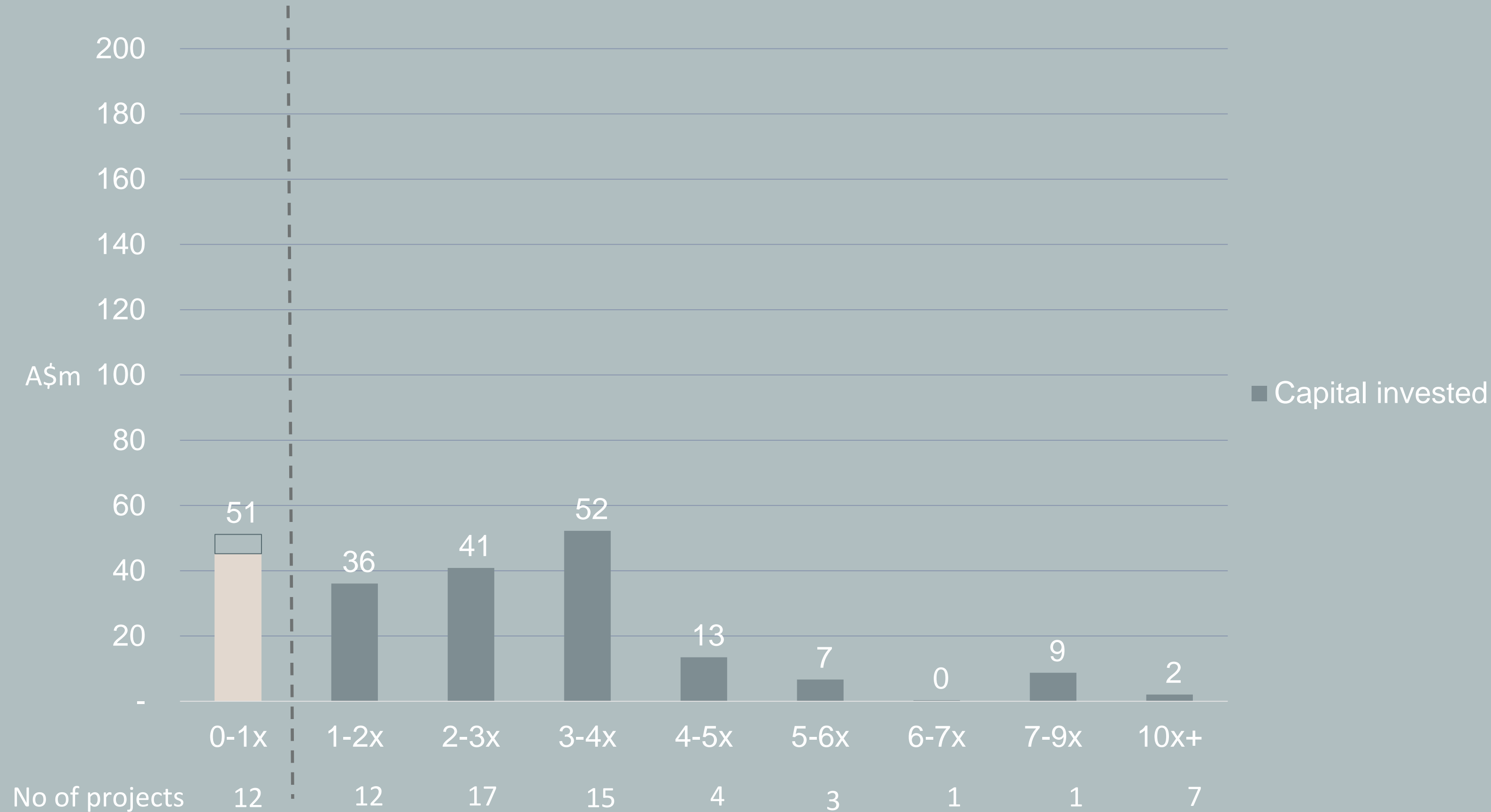
Concentration risk to reduce over time:

- **Maturing Legacy Investments:** 13 historic balance sheet funded cases were 100% funded by LCM.
- **Shift to Funds Management Model:** Increasing use of third-party funds reduces shareholder downside exposure while gaining performance fee upside.
- **Reduced Co-Investment:** Fund III co-investment share at 10%, down from 25% in Funds I and II.

As LCM transitions to a pure fund management model, shareholder economics will improve through lower individual case loss exposure and higher performance fee driven upside.

LOSSES: RISK MANAGEMENT

Asymmetric risk profile



Losses are not uncommon; we are the same as any investment business.

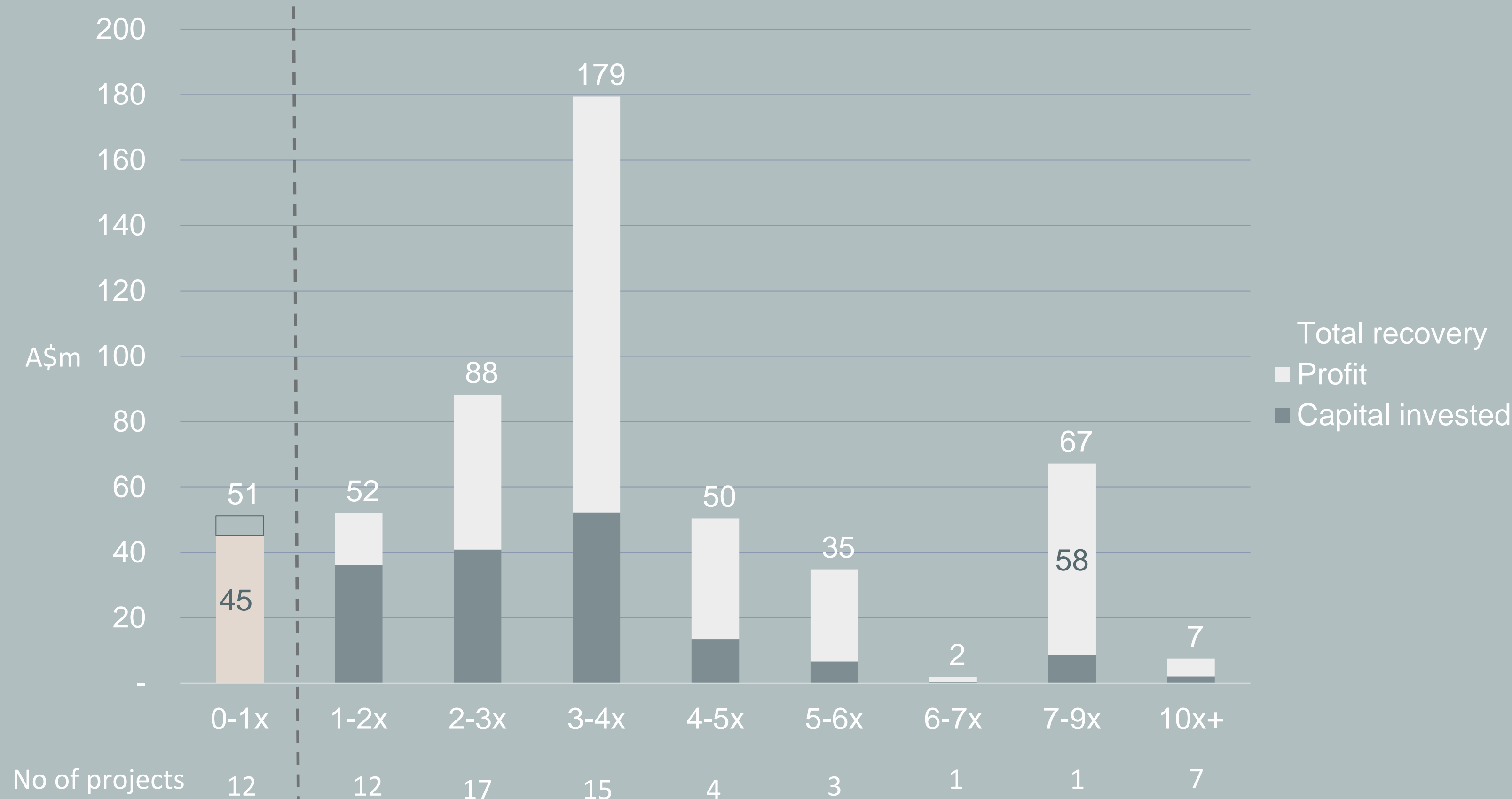
Within 13.5-year track record:

- 17% of investments by number have lost.
- 24% by invested capital have lost.
- A\$5.3m has been recovered from losses.

1. Excludes Green X. Track record based solely on concluded investments where all cash has been collected.

POSITIVE SKEW OF WINS COMFORTABLY OUTWEIGHS LOSSES

Asymmetric risk profile

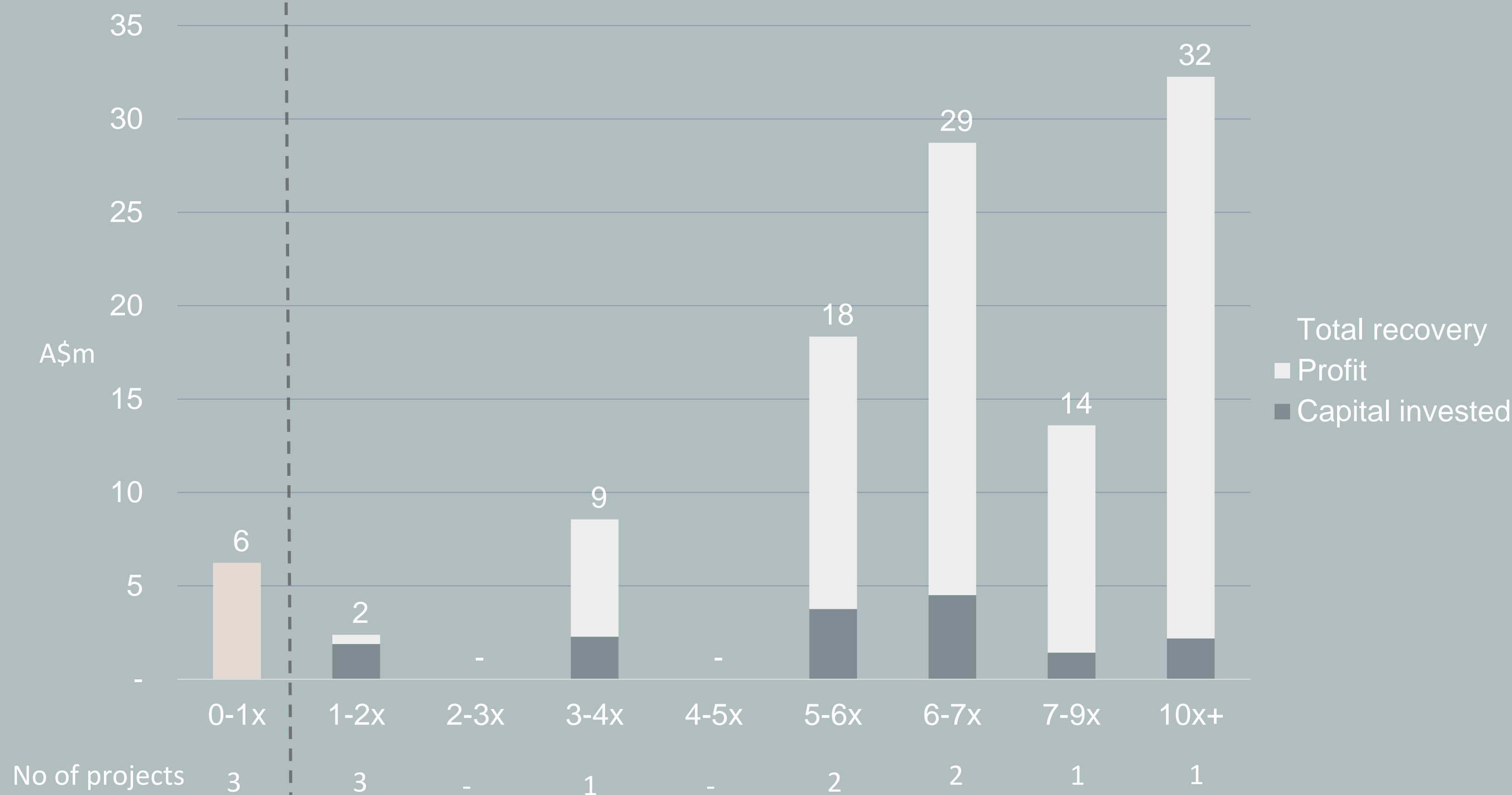


- Wins far outnumber the losses.
- Upside multiples from wins (typically 2x to 4x) far outweigh 1x downside from losses.
- Capture 'big win' potential - a single case win has generated more upside than the downside for all 12 losses combined.

1. Excludes Green X. Track record based solely on concluded investments where all cash has been collected

FUND MANAGEMENT MODEL ENHANCES OPERATIONAL LEVERAGE

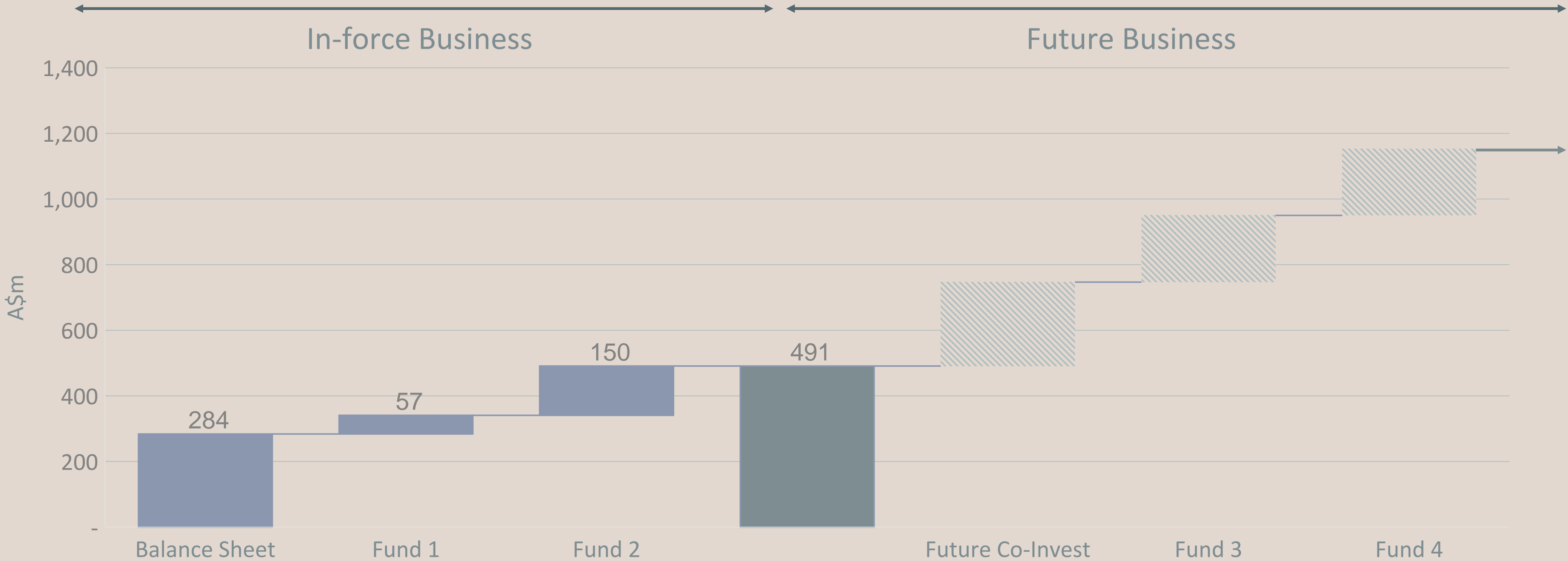
Asymmetric risk profile (LCM only)



- Positive skew is further enhanced by funds model:
 - **Lower downside** on individual investments.
 - **Higher upside** when cases win big.
- Concluded cases from the fund management model have delivered a MOIC to LCM of 4.7x.

1. Excludes Green X. Track record based solely on concluded investments where all cash has been collected

FUTURE CASHFLOW POTENTIAL



- Assume balance sheet net performance of 2.0 MOIC.
- Fund I - assume Net MOIC for Investors of 2.0 (estimated gross of 2.43). This implies gross return of US\$365m, which gives rise to an estimated US\$65m of performance fee, of which US\$28.9m has already been recovered. Therefore, uncollected performance fee of US\$36.1m¹ (A\$ 57m).
- Fund II – assume US\$220m Committed, 2.0 net MOIC implies Performance fee of US\$95m (A\$150m).
- Balance sheet and Co-Invest assumes 2.0 MOIC – implies Cashflows of A\$284m.
- Future upside from future B/S capital investment + Funds III, IV, V, etc.

OC3

OUTLOOK

HY25 // OUTLOOK

01 Fund III marketing underway. Strong investor feedback. Size expected to be similar to Fund II.

02 New commitments regaining momentum in H2.

03 US and AI strategic initiatives progressing.

Significant long-term growth opportunity in the vast and nascent legal finance market.

Q&A 4

APPENDICES



THE OPPORTUNITY

THE LEGAL MARKET IS VAST AND OFFERS AN EXCEPTIONAL LONG-TERM GROWTH OPPORTUNITY FOR DISPUTES FINANCE...

US\$700 BILLION OF LEGAL REVENUES GLOBALLY

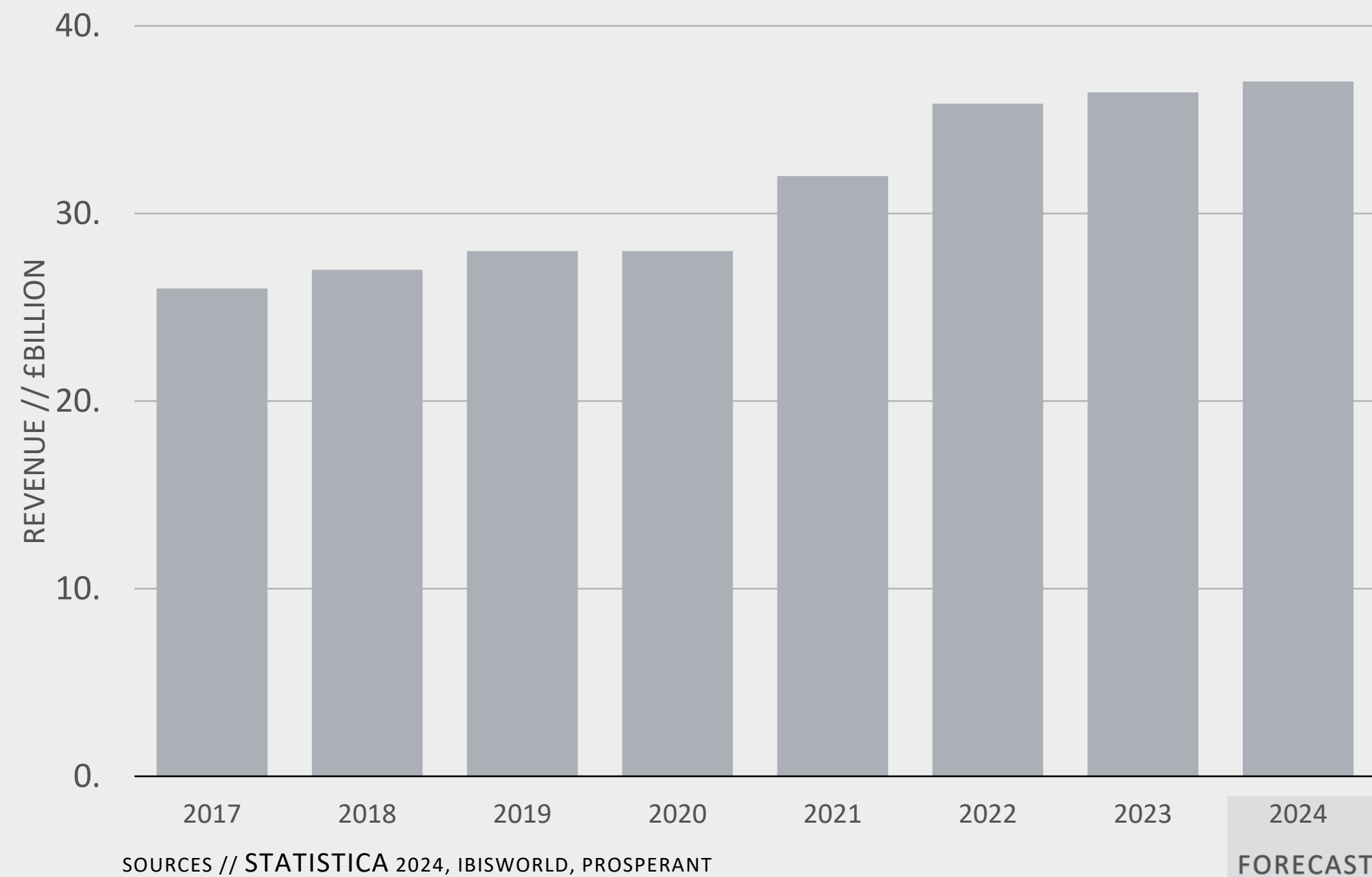
200,000+ LAWYERS WITHIN OUR EXISTING MARKET

1 MILLION+ LAWYERS IN THE UNITED STATES

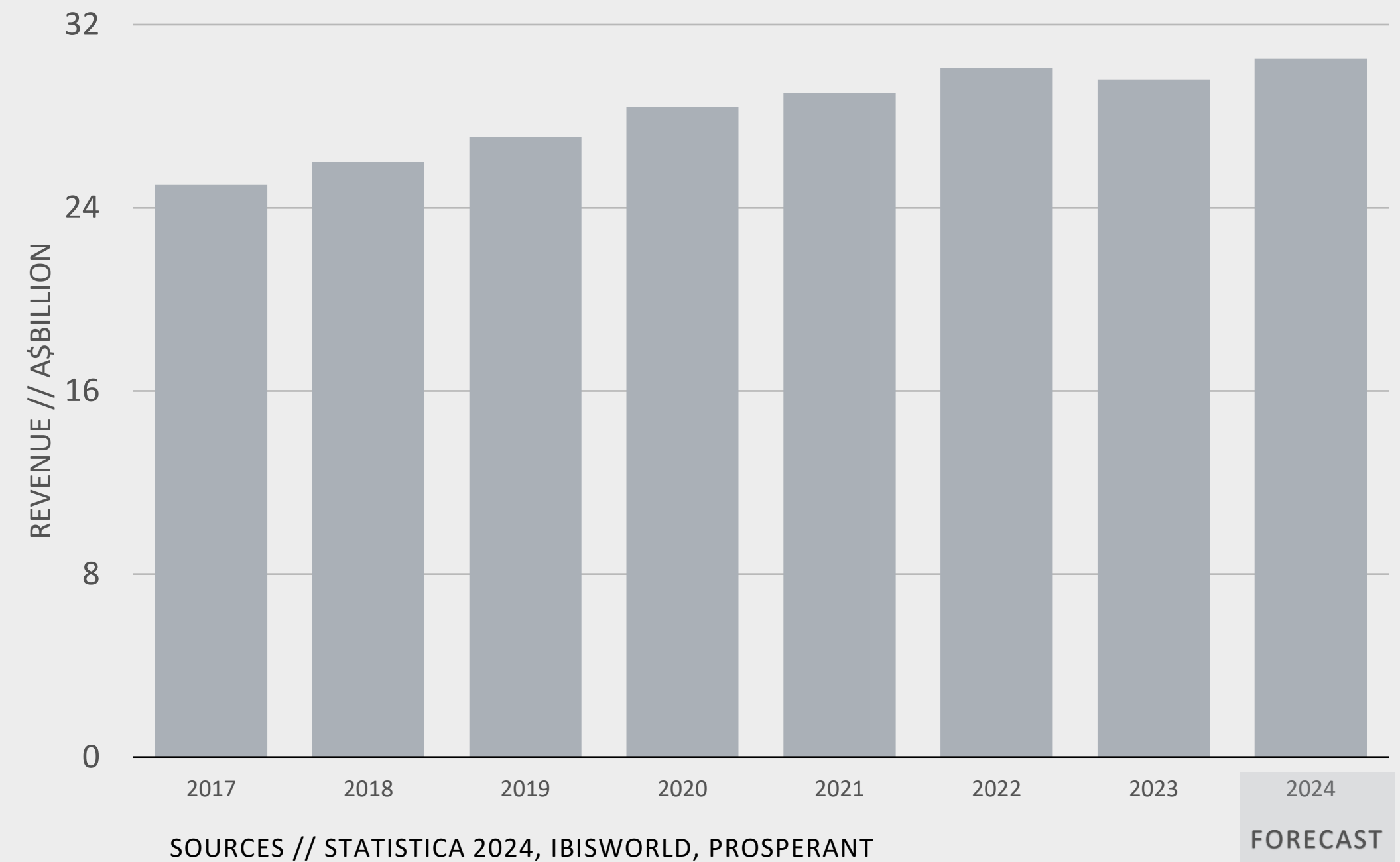
LESS THAN 1% PENETRATION OF DISPUTES FINANCE

WE OPERATE IN VAST AND GROWING MARKETS

UK LEGAL SERVICES SECTOR



AUSTRALIAN LEGAL SERVICES SECTOR



The UK Litigation 50 published by The Lawyer shows the top 50 UK law firms have grown their litigation and arbitration revenues at a rate of 7.5% per annum over the last 4 years.

WHY INVEST IN DISPUTES?

COUNTERCYCLICAL

HISTORICALLY DISPUTE
LEVELS RISE DURING
PERIODS OF INSTABILITY
AND THE LEVEL OF
INSOLVENCY EVENTS
INCREASE

UNCORRELATED

SUSTAINED INVESTMENT
PERFORMANCE ACROSS
ECONOMIC CYCLES AND
CONDITIONS, WITH
RESISTANCE TO USUAL
MARKET INFLUENCES

ASYMMETRICAL

THE POTENTIAL FOR
HIGH RETURNS FAR
OUTWEIGHS THE
DOWNSIDE RISK
REPRESENTING A UNIQUE
INVESTMENT PROFILE

1 or similar equivalent

WHAT TYPES OF CLAIMS DO WE INVEST IN?

01

INSOLVENCY

Insolvency claims include unfair preference claims, claims against former directors for breaches of their duties and insolvent trading. Counter cyclical characteristics due to the correlation between economic downturns and increasing insolvency events.

02

COMMERCIAL

Commercial claims include breach of contract, negligence and misrepresentation. We see growth in this area as litigation finance is increasingly utilised by solvent corporations.

03

CLASS ACTIONS

Class actions include shareholder claims, product liability, investment claims and event-based claims (such as bushfires, floods, etc.) Shareholder class actions can include open and closed classes. LCM are currently only funding class actions in Australia and the UK however see potential in other markets.

04

INTERNATIONAL ARBITRATION

Spans multiple types of claims, overlapping jurisdictions and legal regimes. Often complex commercial disputes. Includes commercial claims as well as investor state arbitration. Growth markets for the funding of international arbitration are Singapore, Hong Kong and the UAE. Can be longer to resolve due to the possibility of separate enforcement proceedings.

05

ENFORCEMENT

The funding of legal judgments and arbitration determination enforcement. The growth of international arbitration and complex cross border litigation has resulted in a significant growth in the need for enforcement. LCM has specific expertise in considering enforcement risk and identifying assets for enforcement in suitable jurisdictions.

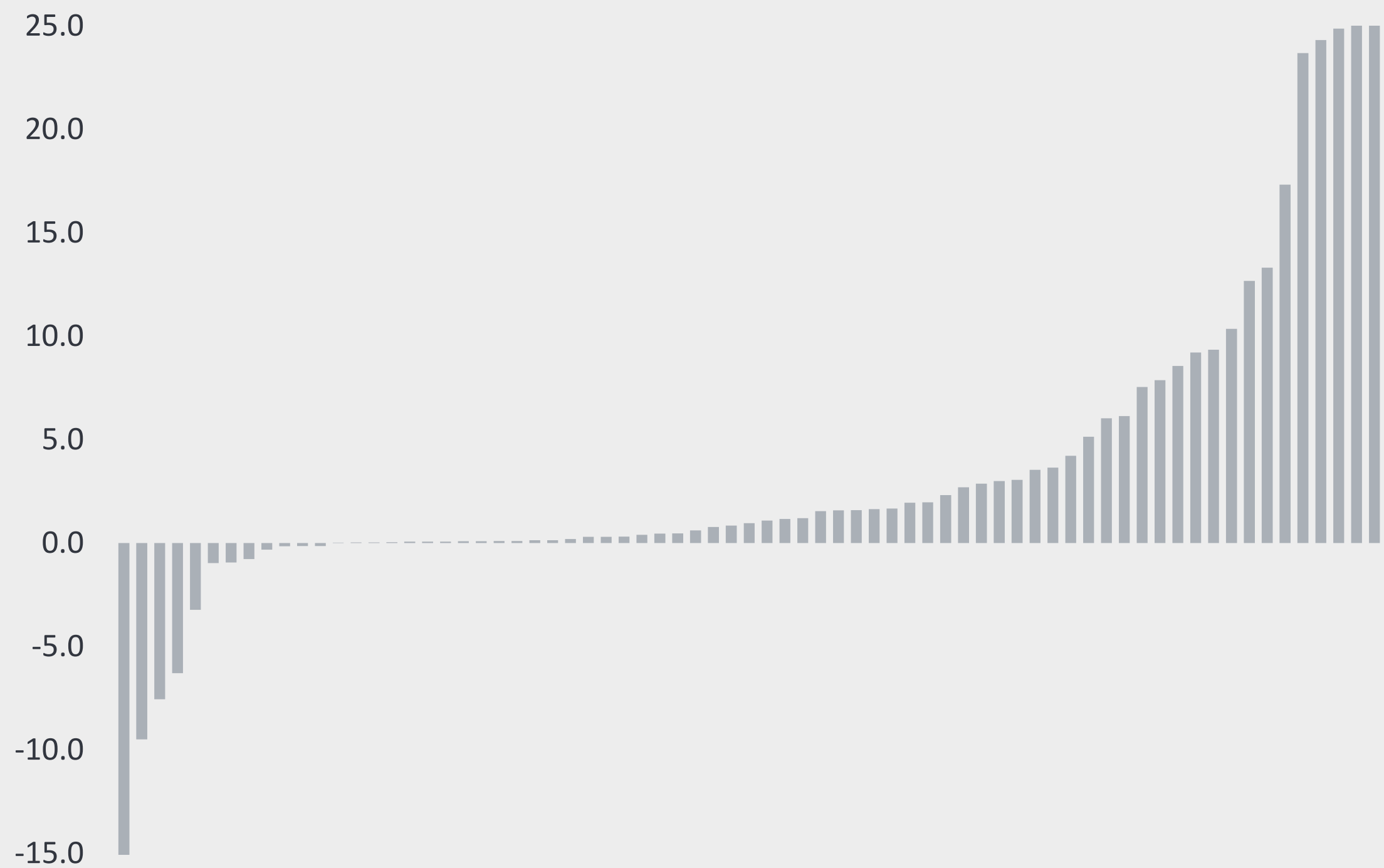
06

PORTFOLIOS

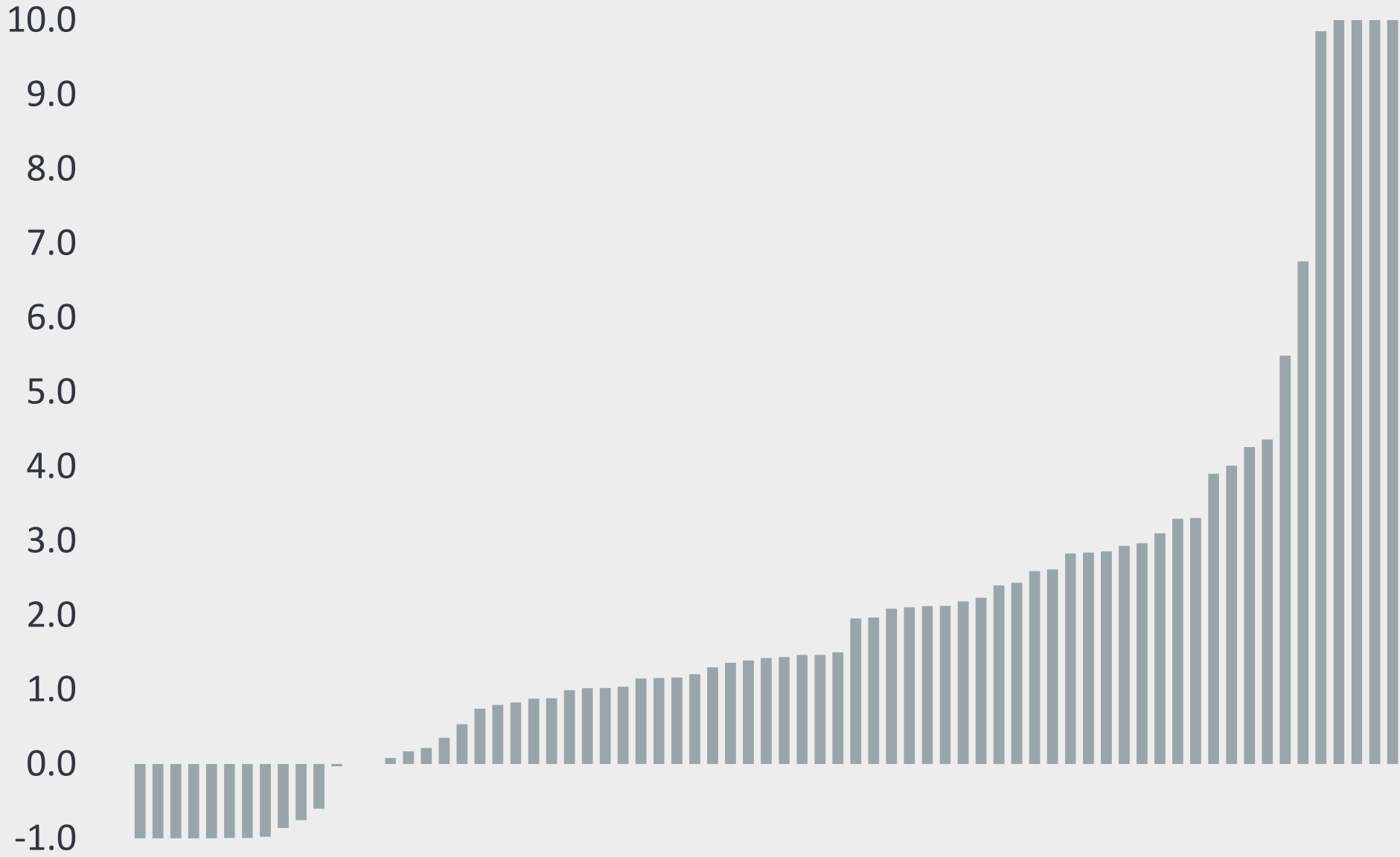
A growing trend for companies to outsource the risk capital and management of multiple litigation claims. LCM is a market leader in this relatively untapped market. The risk of capital loss is lower in a corporate portfolio transaction than a single case transaction due to the cross-collateralisation of the finance across a number of cases.

RETURN PROFILE

PROFIT PER INVESTMENT (A\$M)¹

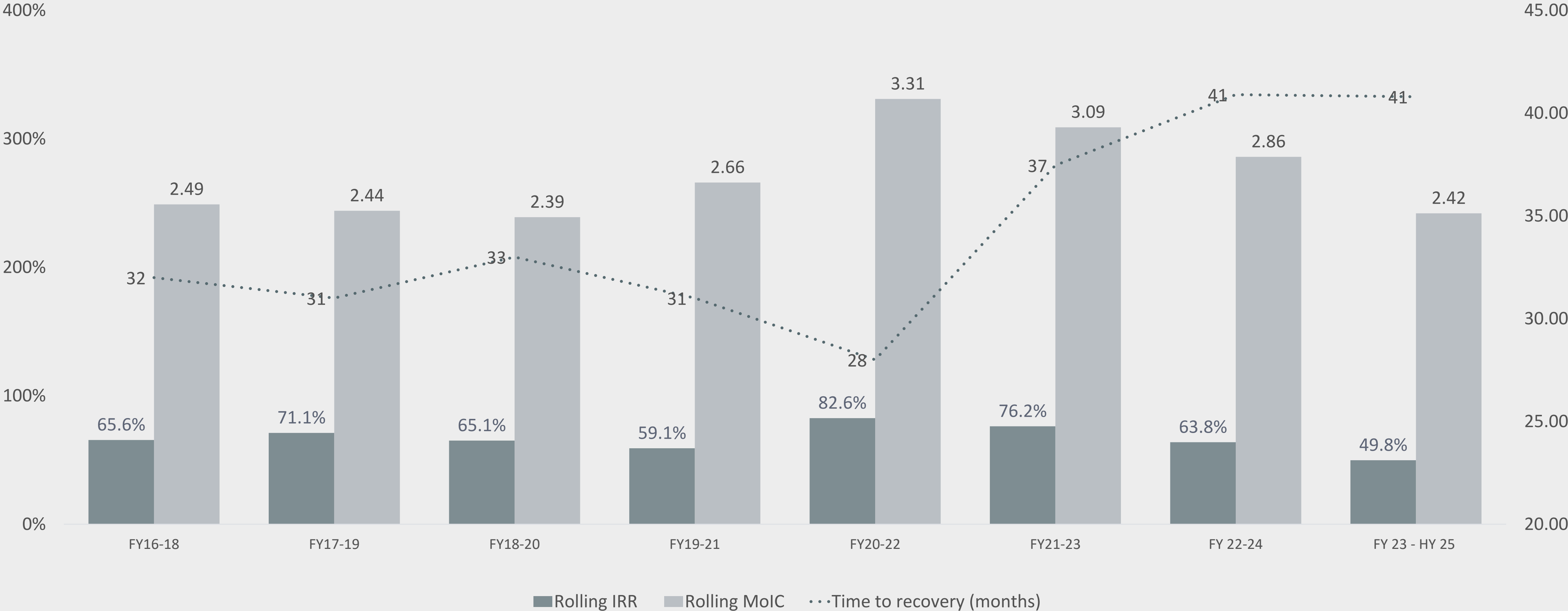


ROIC (X) PER INVESTMENT^{1,2}



1. PRESENTED IN ASCENDING VALUE ORDER, NOT CHRONOLOGICAL ORDER BASED ON 13.5 YEAR TRACK RECORD, INVESTMENTS WHERE PROFIT IS GREATER THAN 25M IS CAPPED AT 25M.
 2. INVESTMENTS WHERE THE ROIC WAS GREATER THAN 10X ARE REFLECTED AS 10X. LOSSES ARE REFLECTIVE OF CAPITAL INVESTED BEING LOST AND NOT A MULTIPLE OF CAPITAL INVESTED.

THREE-YEAR RUNNING PERFORMANCE¹



1. MATTERS OVER THE LAST 9.0 YEARS, BASED ON YEAR OF COMPLETION.

DUAL SOURCES OF CAPITAL, DUAL SOURCES OF REVENUE



LCM ONLY - PORTFOLIO

BALANCES AS AT 31 DECEMBER 2024 (A\$ MILLIONS)

A\$74_M

DIRECT 100%
INVESTMENT²
COMMITTED CAPITAL

A\$228_M

CO-INVESTMENT
COMMITTED CAPITAL

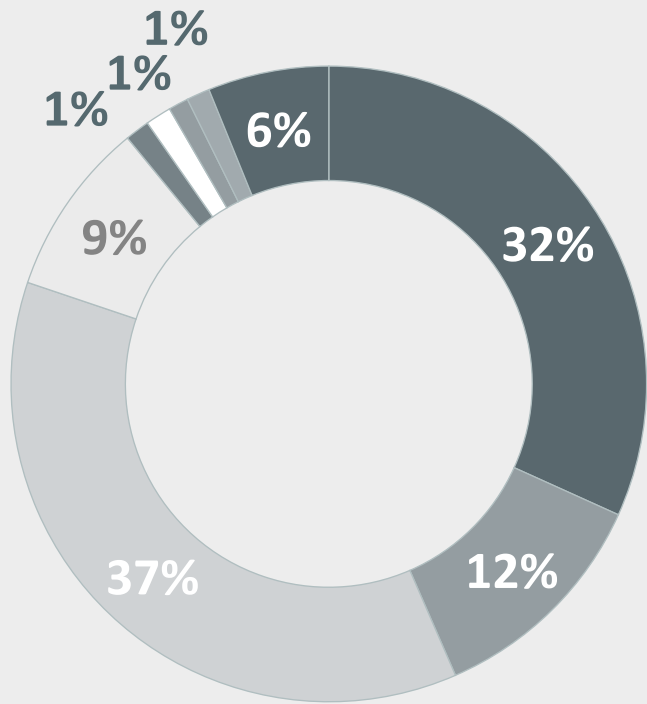
A\$149_M

GROSS
DEPLOYED/INVESTED

A\$153_M

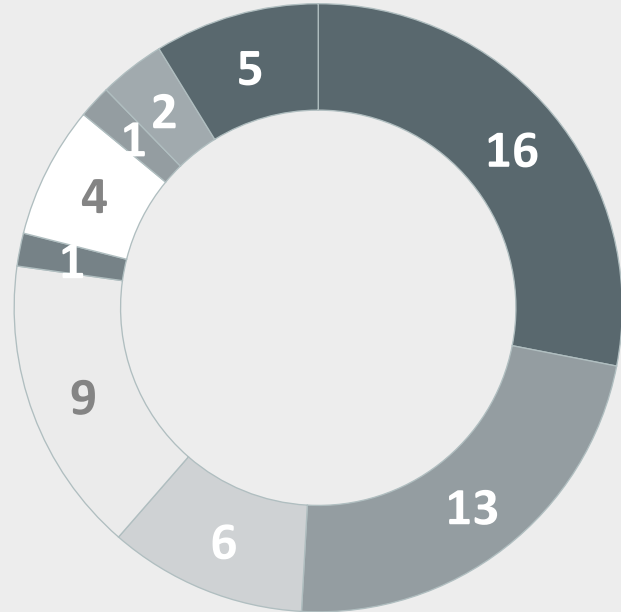
TO BE INVESTED

PORTFOLIO BY
CASE TYPE
(estimated A\$ committed
capital)¹



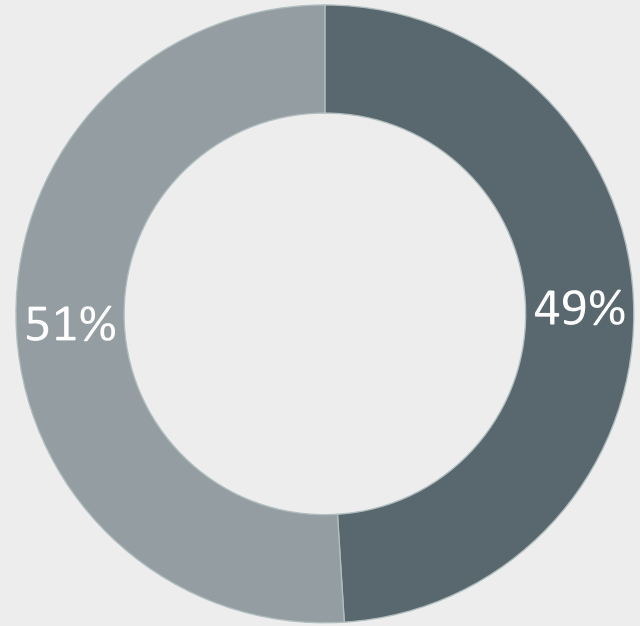
- Class Action - \$96m
- Commercial - \$35m
- Competition - \$111m
- Insolvency - \$27m
- Intellectual Property - \$4m
- Portfolio - \$4m
- Recoveries - \$3m
- Derivative Action - \$4m
- Arbitration - \$19m

PORTFOLIO BY
CASE TYPE
(number of projects)



- Class Action - 28%
- Commercial - 23%
- Competition - 11%
- Insolvency - 16%
- Intellectual Property - 2%
- Portfolio - 7%
- Recoveries - 2%
- Derivative Action - 4%
- Arbitration - 9%

PORTFOLIO BY
REGION
(estimated A\$ capital
commitment)¹



- APAC - \$148m
- EMEA - \$154m

1. COMMITTED CAPITAL DENOTES THE TOTAL ESTIMATED BUDGET OF THE PORTFOLIO OF INVESTMENTS AS AT 31 DECEMBER 2024 CONVERTED TO AUD AS AT THE DATE OF LITIGATION FUNDING AGREEMENT
 2. DIRECT INVESTMENT DENOTES THE GROUP'S INVESTMENTS MADE 100% ON-BALANCE SHEET
 3. CO-INVESTMENT DENOTES THE GROUP'S DIRECT INVESTMENT COMMITTED INTO THE MATTERS FUNDED TOGETHER WITH THE LCM GLOBAL ALTERNATIVE RETURNS FUNDS, EXCLUSIVE OF ANY INVESTMENTS CONCLUDED AND WRITTEN OFF
 4. GROSS DEPLOYED EXCLUDES PARTIAL RECOVERIES MADE ON ONGOING INVESTMENTS

LCM GLOBAL ALTERNATIVES RETURN FUND I

BALANCES AS
AT 31 DECEMBER 2024
(US\$ MILLIONS)

US\$150M

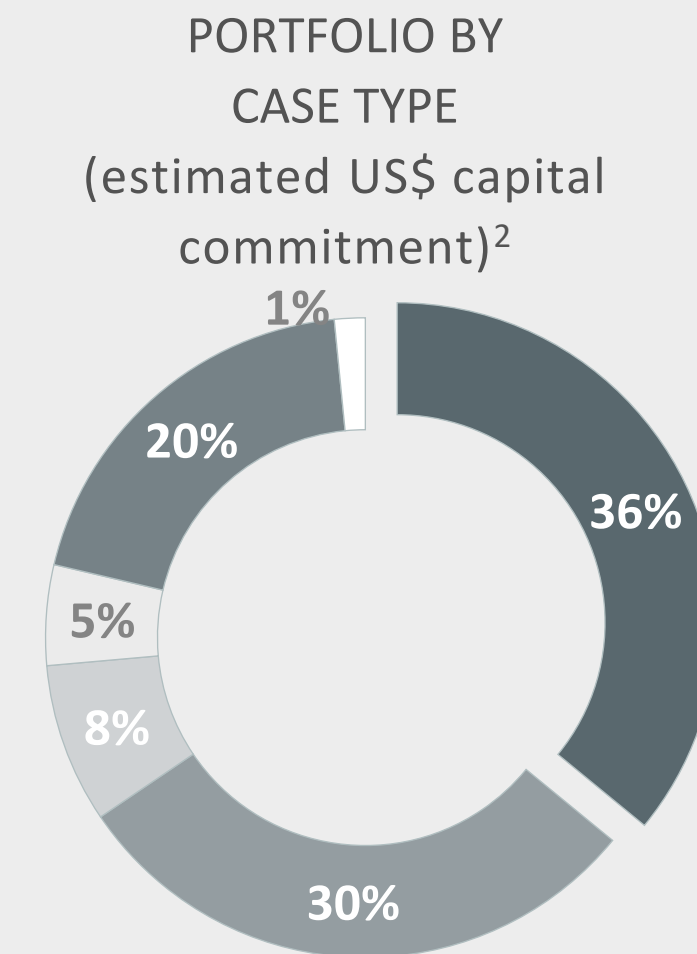
EXTERNAL AUM
COMMITTED¹

US\$150M

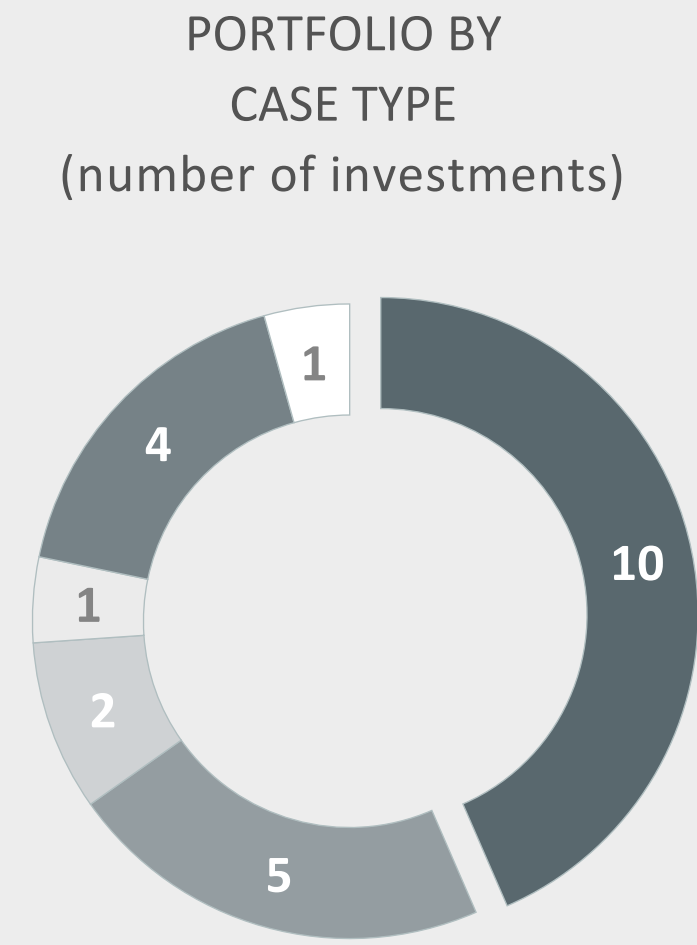
COMMITTED^{1,2}

US\$122M³

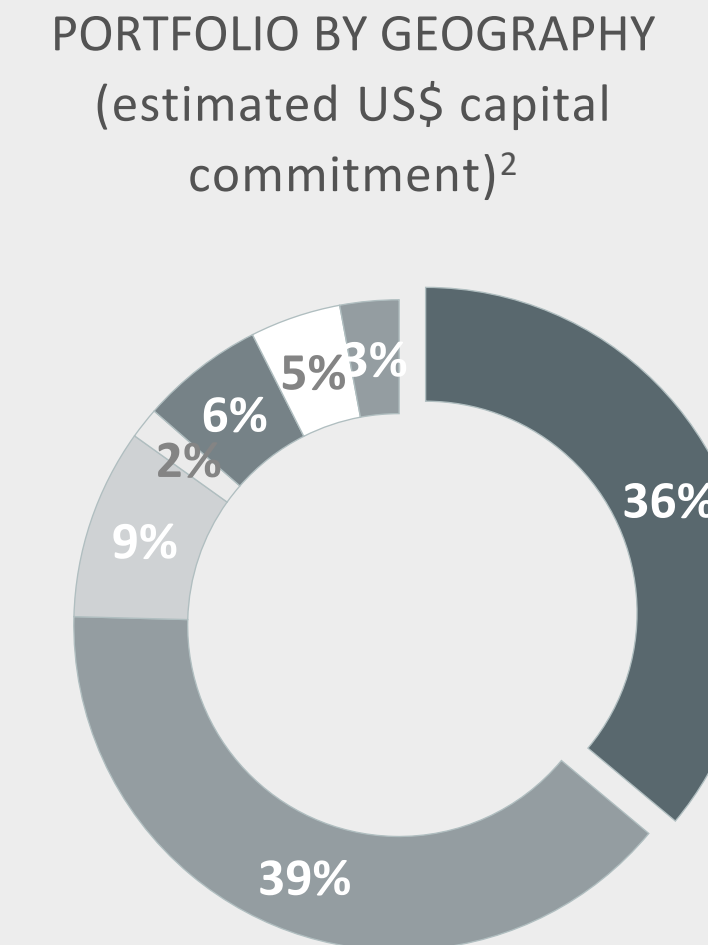
GROSS DEPLOYED/INVESTED



- Concluded - US\$54m
- Class Action - US\$44m
- Commercial Claim - US\$12m
- Insolvency - US\$8m
- Arbitration - US\$30m
- Portfolio - US\$2m



- Concluded - 38%
- Class Action - 19%
- Commercial Claim - 8%
- Insolvency - 4%
- Arbitration - 15%
- Portfolio - 4%



- Concluded - \$54m
- UK - \$59m
- Australia - \$14m
- UAE - \$2m
- EU - \$9m
- Asia - \$7m
- Africa - \$4m

1. INCLUDING OPERATIONAL EXPENSES

2. CAPITAL COMMITTED DENOTES THE TOTAL ESTIMATED BUDGET OF THE PORTFOLIO OF INVESTMENTS AS AT 31 DECEMBER 2024 CONVERTED TO US\$ AS AT THE DATE OF LITIGATION FUNDING AGREEMENT

3. GROSS DEPLOYED EXCLUDING RECOVERIES

LCM GLOBAL ALTERNATIVES RETURN FUND II

BALANCES AS
AT 31 DECEMBER 2024
(A\$ MILLIONS)

US\$173M
COMMITTED^{1,2}

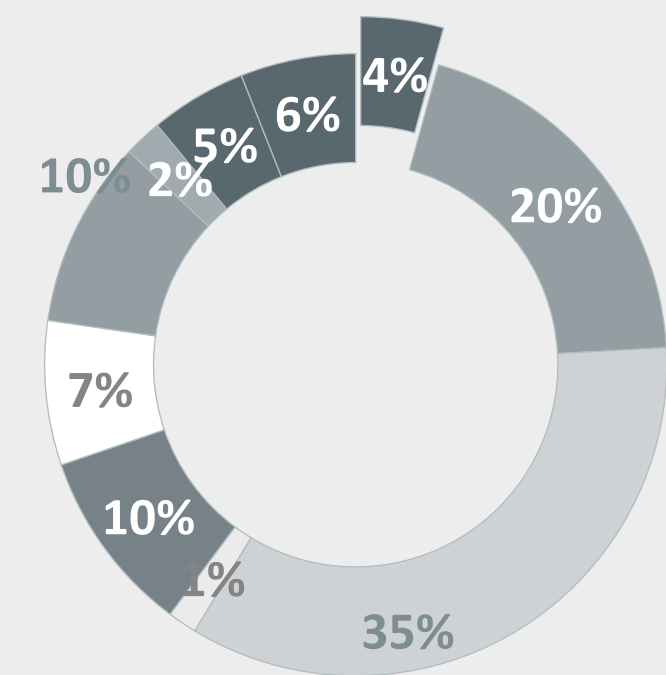
US\$291M

EXTERNAL AUM
COMMITTED

US\$35M

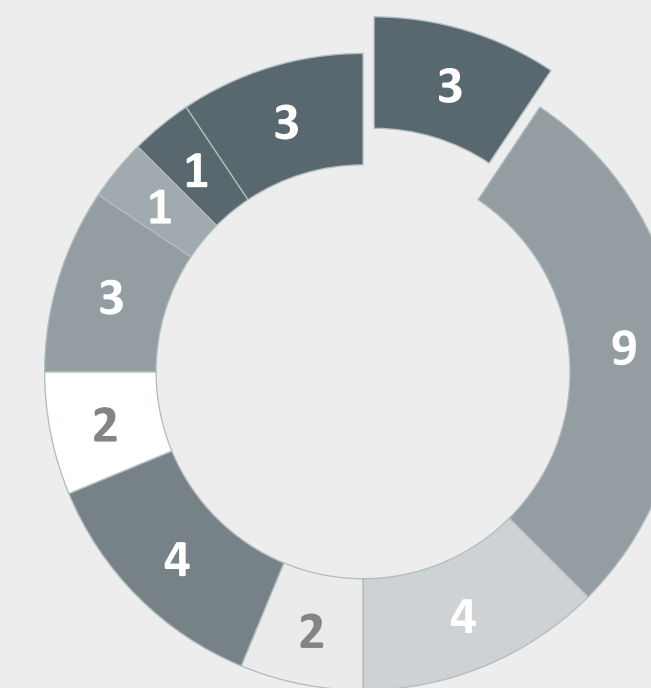
GROSS
DEPLOYED/INVESTED³

PORTFOLIO BY
CASE TYPE
(estimated US\$ capital
commitment)²



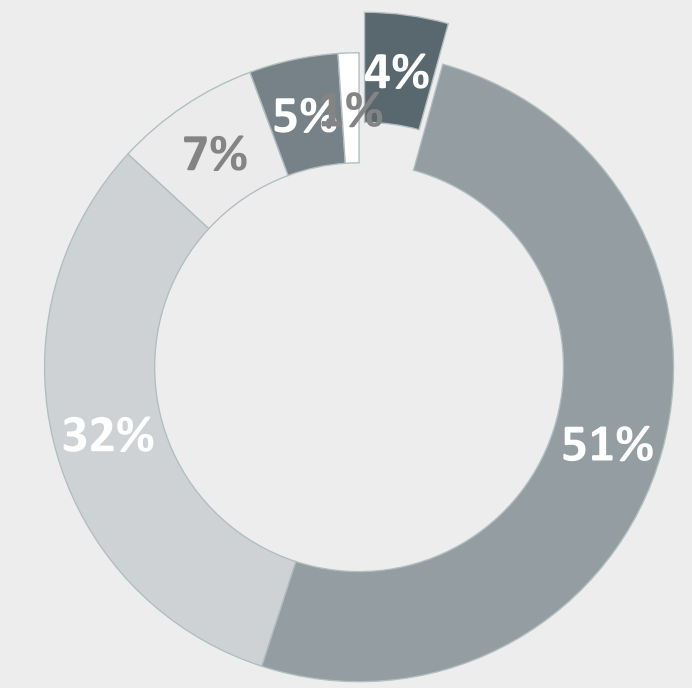
- Concluded - \$7m
- Class Action - \$33m
- Competition Claim - \$58m
- Portfolio - \$3m
- Insolvency - \$16m
- Treaty Arbitration - \$13m
- Commercial Claim - \$16m
- Law firm Funding - \$3m
- Commercial Arbitration - \$8m
- Derivative Action - \$10m

PORTFOLIO BY
CASE TYPE
(number of investments)



- Concluded - 11%
- Class Action - 32%
- Competition Claim - 14%
- Portfolio - 7%
- Insolvency - 14%
- Treaty Arbitration - 7%
- Commercial Claim - 11%
- Law firm Funding - 4%
- Commercial Arbitration - 4%
- Derivative Action - 11%

PORTFOLIO BY GEOGRAPHY
(estimated US\$ capital
commitment)²



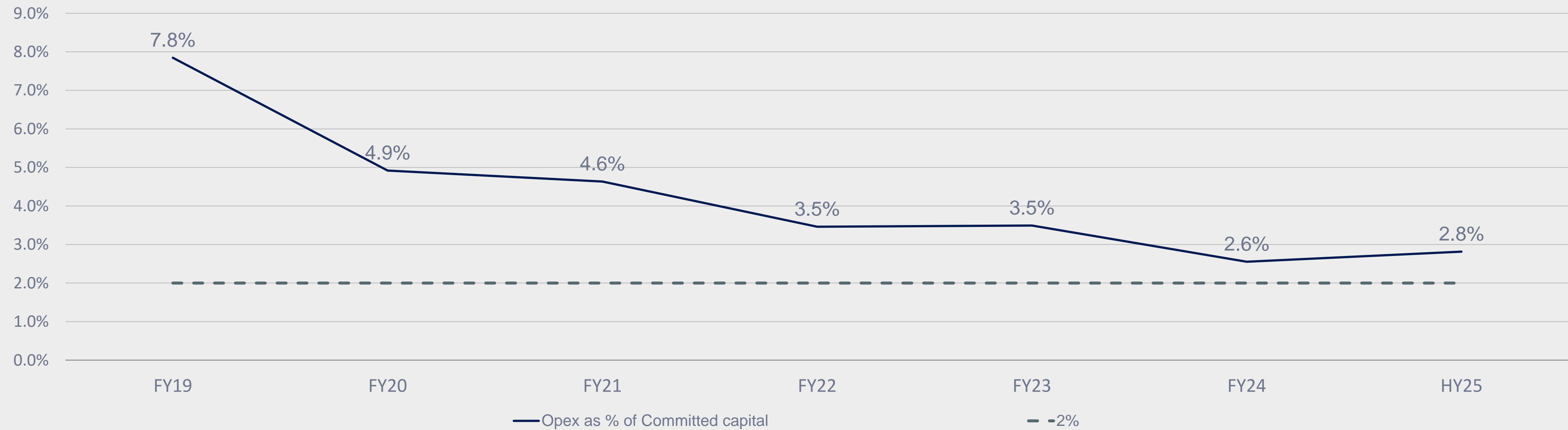
- Concluded - \$7m
- UK - \$85m
- Australia - \$54m
- Europe - \$13m
- Asia - \$8m

1. INCLUDING OPERATIONAL EXPENSES

2. CAPITAL COMMITMENT DENOTES THE TOTAL ESTIMATED BUDGET OF THE PORTFOLIO OF INVESTMENTS AS AT 31 DECEMBER 2024 CONVERTED TO USD AS AT THE DATE OF LITIGATION FUNDING AGREEMENT

3. GROSS DEPLOYED EXCLUDING RECOVERIES

SCALING TO A SUSTAINABLE ASSET MANAGER MODEL

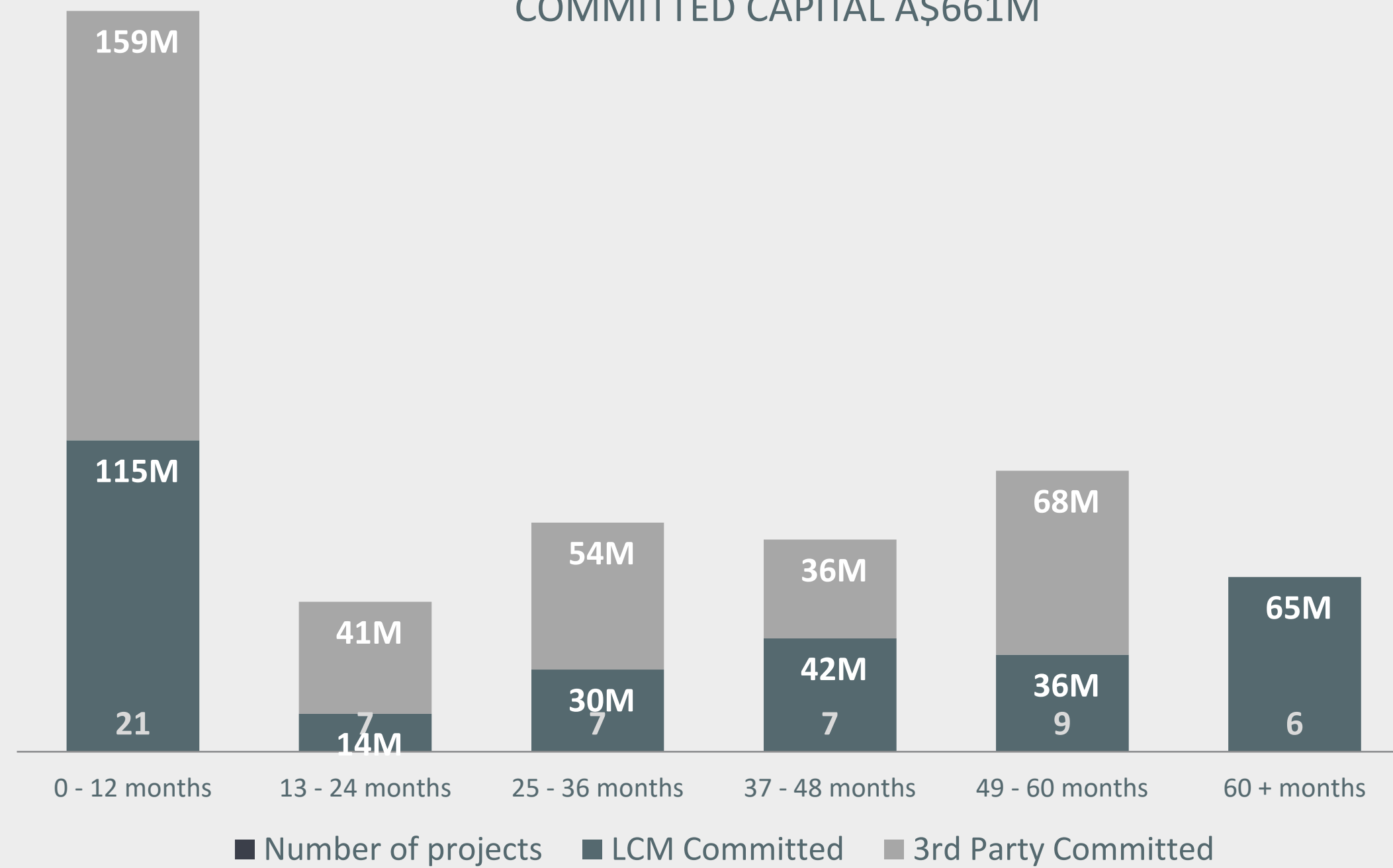


Operating expenses as a % of Committed Capital trending lower over time

PORTFOLIO AGE A\$M AS AT 31 DECEMBER 2024

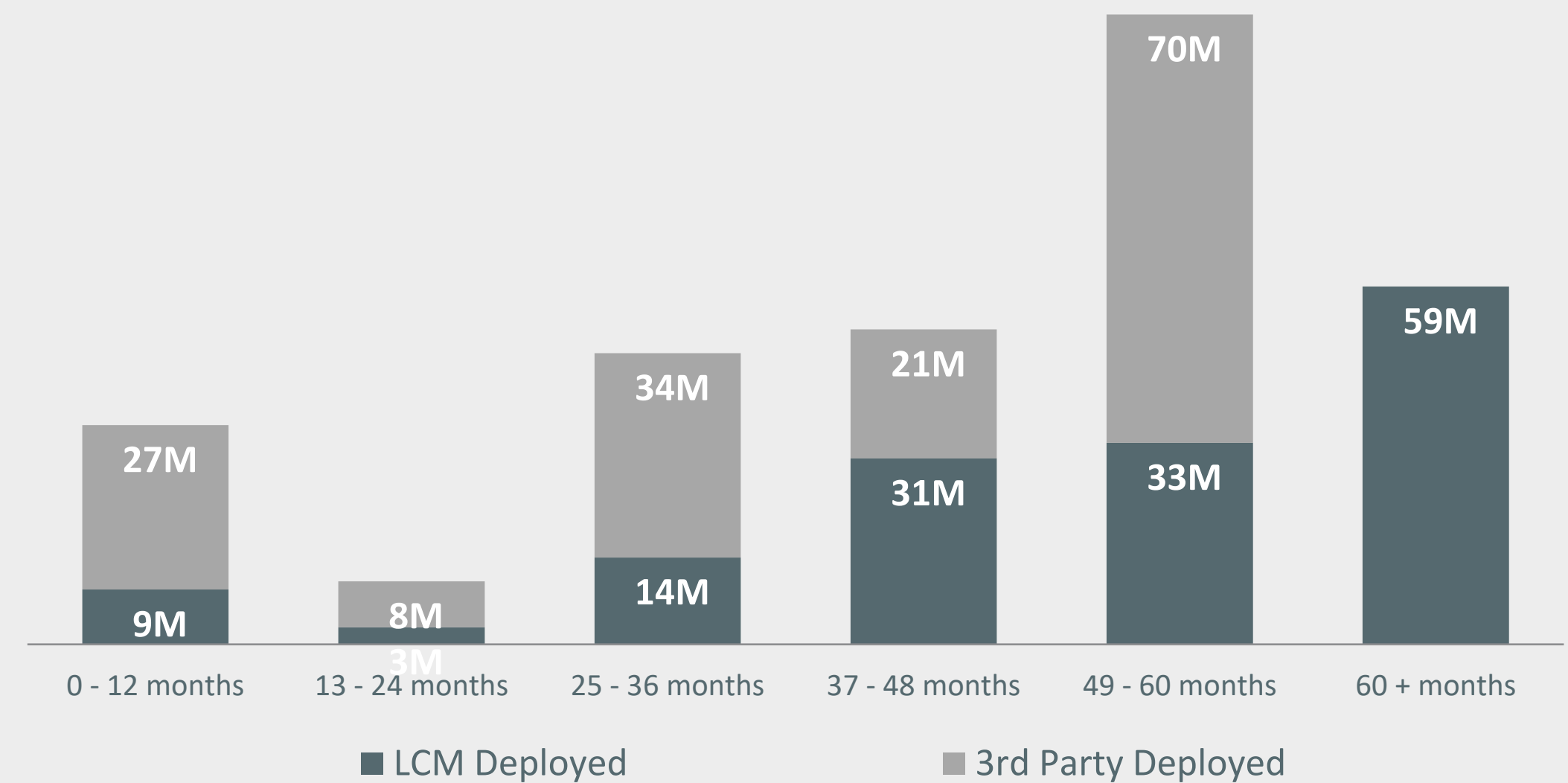
COMMITTED CAPITAL & AGE (A\$M)

COMMITTED CAPITAL A\$661M



INVESTED CAPITAL & AGE (A\$M)

INVESTED CAPITAL A\$309M²



1. MATURITY IS BASED ON THE LENGTH OF TIME LAPSED FROM EXECUTION OF THE LFA TO 31/12/2024

2. GROSS INVESTED, EXCLUDES RECOVERIES ON ONGOING PROJECTS.

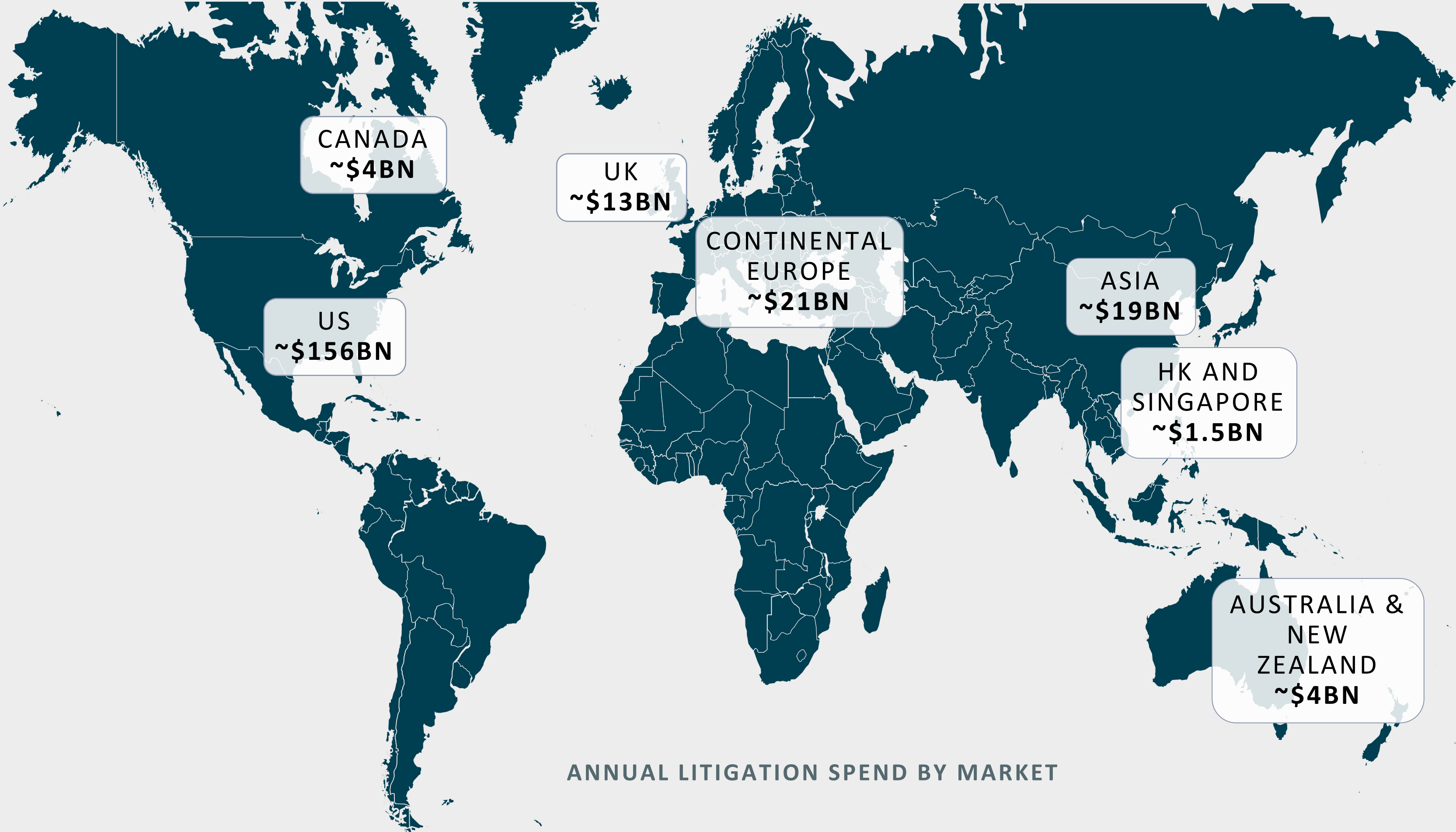
US MARKET OPPORTUNITY

The US accounts for around **three quarters** of annual global spend on litigation.

US market-wide **new commitments of \$3bn per annum**, excluding law firm financing.

Widespread use of **contingency fee arrangements** by US lawyers.

Extensive public data on commercial and civil litigation enabling cutting-edge **Big Data and AI strategies**.



1. US: THOMAS, BRIGETTE, "LAW FIRMS IN THE US", IBISWORLD. CANADA: THOMAS, BRIGETTE, "LAW FIRMS IN CANADA", IBISWORLD. UK: IRN LEGAL REPORTS, "UK LEGAL SERVICES MARKET TRENDS REPORT 2023". EUROPE: MARKETLINE INDUSTRY GUIDE, "LEGAL SERVICES GLOBAL INDUSTRY GUIDE 2018-2027". ASIA: MARKETLINE INDUSTRY GUIDE "LEGAL SERVICES GLOBAL INDUSTRY GUIDE 2018-2027", MARKETLINE. AUSTRALIA: GANNON, DARCY, "LEGAL SERVICES IN AUSTRALIA". NZ: KYRIAKOPOULOS, ARTHUR, "LEGAL SERVICES IN NEW ZEALAND"

PROPRIETARY TECHNOLOGY

ACQUIRED CUSTOM DESIGNED AND BUILT TECHNOLOGY SOLUTION INCORPORATING BIG DATA AND ARTIFICIAL INTELLIGENCE

DATA

FACILITATES ENHANCED DECISION MAKING ACROSS KEY PROCESSES

- Asset class is perfectly suited towards use of data/AI strategies.
- Wide availability of legal case data in public domain, particularly in the US.
- Technology solution aggregates vast amounts of data and facilitates algorithmic analysis.

ENHANCE ORIGINATION

IDENTIFY AND PRIORITISE ORIGINATION OPPORTUNITIES

- Differentiate from traditional funding peers reliant on law firms to source cases.
- Opportunity to share proprietary data with referral sources to strengthen relationships.
- Access investment opportunities not available through traditional networks.
- Opportunity to leverage the acquired IP and apply it to designated market sectors.

IMPROVES UNDERWRITING CAPABILITIES

ENHANCES UNDERWRITING PROCESSES

- Opportunity to improve quality of investment selection process.
- Opportunity to streamline the due diligence process to produce faster turnarounds giving LCM a commercial edge.
- Provides real time information on critical investment criteria such as award enforcement.

GLOSSARY

Invested Capital	means funds invested into the current portfolio of investments during the relevant period.
Co-investment	means LCM's direct investment into the matters funded together with the Funds, generally equal to 25% of the total capital commitment.
Co-investment	means, in respect of a Case or Litigation Project, that it has been settled or for which there has been a judgment or from which LCM has elected to withdraw from funding or for which proceedings have been discontinued & LCM has received its financial entitlements.
Direct balance sheet investments	means LCM's investments made 100% on-balance sheet.
Internal Rate of Return (IRR)	means the internal rate of return for LCM's portfolio of Litigation Projects that are managed to Completion. LCM calculates its Cumulative IRR by treating our entire investment portfolio as one undifferentiated pool of capital and measuring inflows and outflows from that pool. Cumulative IRR only includes completed investments and does not include unrealised gains or losses.
Fund i.e., "the funds" or "the third-party funds"	means the investment vehicles managing third-party funds. Investments are generally structured as 75% to the Fund and 25% to LCM as a direct investment.
Litigation Project or Litigation Investment	means either a single dispute or a portfolio of disputes funded by LCM's balance sheet or the Fund.
Multiple on invested capital (MOIC)	means the Net Capital Returned from the resolution of a Litigation Project or Litigation Investment, divided by the Peak Invested Capital of the Litigation Project.
Net Capital Returned	means the net profit derived in respect of a Litigation Project or Litigation Investment plus the Peak Capital Invested.
Peak Invested Capital	means the maximum capital deployed on a cash basis by LCM in respect of costs and expenses relating to a Litigation Project, including Court filing fees, solicitors', barristers', liquidators' and experts' fees, travel and accommodation costs and, where applicable, the costs of any security provided, but does not include LCM's internal overhead costs. Where the project generated capital early these funds were reinvested back into the project and therefore reducing the capital invested on the Litigation Project.
Performance and outperformance fees	means fees payable to LCM as fund manager. In relation to the Funds, performance fees are payable on the basis of a deal by deal waterfall at 25% of profit on each fund investment as and when it matures over a soft return hurdle (full catch up) of 8%; or an outperformance return of 35% for all Fund returns over an IRR of 20%.
Committed Capital	means the total direct investments and fund investments managed by LCM each financial year and its aggregate actual total capital deployed or in the case of matters yet to be completed, the estimated aggregate budget.
Recovery	means the aggregate gross proceeds received as a result of an award or judgment arising from or the settlement of a Litigation Project or Litigation Investment, from which LCM receives a percentage share of that aggregate amount.
Resolution	means, in respect of a Case or Litigation Project, that it has been settled or for which there has been a judgment or an award.
Return on Invested Capital (ROIC)	means the Net Capital Returned from the resolution of a Litigation Project or Litigation Investment less Peak Invested Capital, divided by the Peak Invested Capital of the Litigation Project or Litigation Investment.
Settlement	means the resolution of a dispute or Court proceeding through agreement of the parties as opposed to a adjudication by a Court or Tribunal.
Single-case investment	means an investment in a single dispute whether that dispute is being pursued through the court system or the arbitral process.
Time to Resolve	means the time from first material capital deployed into the project to when cash is received as a result of a resolution which is based on the data set used to calculate IRR disregarding the date of the Litigation Funding Agreement.

IMPORTANT NOTICES AND DISCLAIMER

NOT FOR PUBLICATION, DISTRIBUTION OR RELEASE, DIRECTLY OR INDIRECTLY, IN OR INTO THE UNITED STATES OF AMERICA (INCLUDING ITS TERRITORIES AND DEPENDENCIES, ANY STATE OF THE UNITED STATES AND THE DISTRICT OF COLUMBIA), CANADA, AUSTRALIA, NEW ZEALAND, JAPAN, THE REPUBLIC OF SOUTH AFRICA, THE REPUBLIC OF IRELAND OR ANY OTHER ANY JURISDICTION IN WHICH SUCH DISTRIBUTION OR RELEASE WOULD BE UNLAWFUL, OR TO ANY RESIDENT THEREOF.

The information in this presentation has been prepared by Litigation Capital Management Ltd ("LCM") for background and informational purposes only.

This presentation does not constitute or form part of any offer or invitation to purchase, sell or subscribe for, or any solicitation of any such offer to purchase, sell or subscribe for, any securities in LCM nor shall this presentation or any part of it, or the fact of its distribution, form the basis of, or be relied on in connection with, any contract therefor. The distribution of this presentation or any information contained in it may be restricted by law in certain jurisdictions, and any person into whose possession any document containing this presentation or any part of it comes should inform themselves about, and observe, any such restrictions.

No reliance may be placed, for any purposes whatsoever, on the information contained in this presentation or on its completeness and this presentation should not be considered a recommendation by LCM or any other party in relation to any purchase of or subscription for securities of LCM. No representation or warranty, express or implied, is given by or on behalf of LCM or any of its respective directors, partners, officers, employees, advisers or any other persons as to the accuracy, fairness or sufficiency of the information or opinions contained in this presentation and none of the information contained in this presentation has been independently verified by any person. Save in the case of fraud, no liability is accepted for any errors, omissions or inaccuracies in such information or opinions. Information in this presentation relating to the price at which relevant investments have been bought or sold in the past or the yield on such investments cannot be relied upon as a guide to the future performance of such investments.

The presentation may not be copied, reproduced or further distributed, in whole or in part, to any other person, or published, in whole or in part, for any purpose without the prior written consent of LCM.

None of LCM's securities have been, nor are expected to be, registered under the United States Securities Act of 1933, as amended (the "Securities Act"), or under any other securities legislation of any state of the United States or in any other jurisdiction where this would constitute a breach of applicable securities legislation. Accordingly, LCM's securities may not be offered or sold, directly or indirectly, within the United States absent registration under the Securities Act or pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act. No public offering of the securities is being made in the United States.

LCM's securities have not been approved or disapproved by the US Securities and Exchange Commission, any state securities commission or other regulatory authority in the United States, nor have any of the foregoing authorities passed upon or endorsed the accuracy or adequacy of this presentation. Any representation to the contrary is unlawful.

LCM is under no obligation to update or keep current the information contained in this presentation or to correct any inaccuracies which may become apparent, and any opinions expressed in it are subject to change without notice. Neither LCM nor any of its respective directors, officers, partners, employees or advisers accept any liability whatsoever for any loss howsoever arising from any use of this presentation or its contents or otherwise arising in connection therewith.

The presentation may contain forward-looking statements. These statements relate to the future prospects, developments and business strategies of LCM. Forward-looking statements are identified by the use of such terms as "believe", "could", "envisage", "estimate", "potential", "intend", "may", "plan", "will" or variations or similar expressions, or the negative thereof. Any forward-looking statements contained in the Presentation are based on current expectations and are subject to risks and uncertainties that could cause actual results to differ materially from those expressed or implied by those statements. If one or more of these risks or uncertainties materialise, or if underlying assumptions prove incorrect, LCM's actual results may vary materially from those expected, estimated or projected. Any forward-looking statements speak only as at the date of the presentation. Except as required by law, LCM undertakes no obligation to publicly release any update or revisions to any forward-looking statements contained in the presentation to reflect any change in events, conditions or circumstances on which any such statements are based after the time they are made.

This presentation contains financial information prepared in accordance with Australian accounting standards which comply with International Financial Reporting Standards ("IFRS") as well as non-IFRS financial information. LCM's management believes the non-IFRS financial information is valuable in understanding the performance of LCM. However, such non-IFRS information is not uniformly defined by all companies and therefore it may not be comparable with similarly titled measures disclosed by other companies, including those in LCM's industry. Although these measures are important in the assessment and management of LCM's business, they should not be viewed in isolation or as replacements for, but rather as complementary to, the comparable IFRS measures.

CONTACT INFORMATION

SYDNEY

Level 12, The Chifley Tower,
2 Chifley Square,
Sydney NSW 2000
T // +61 2 8098 1390

BRISBANE

Level 38,
71 Eagle Street,
Brisbane QLD 4000
T // +61 7 3218 7359

LONDON

Bridge House,
181 Queen Victoria Street,
London EC4V 4EG
T // +44 203 955 5260

SINGAPORE

1 Marina Boulevard,
Level 20-43,
Singapore 018989
T // +65 9858 7493

CAVENDISH | 020 7523 8000
client-lcm@cavendish.com