

**ASX Announcement**

**15 June 2017**

**Discovery Metals Limited Shareholder Class Action**

Litigation Capital Management Limited (“LCM”) (ASX Code: LCA) announces that it proposes to fund on a conditional basis, claims of certain former shareholders of Discovery Metals Limited (in liquidation) (“DML”) against KPMG Financial Advisory Services (Australia) Pty Ltd (“KPMG”).

The proposed class action arises out of an independent expert valuation of DML prepared by KPMG released to the market on 23 November 2012. The valuation was commissioned by the DML’s board to support a recommendation to shareholders in respect of an off-market, takeover bid received from Cathay Fortune Investment Limited seeking to acquire all of the ordinary shares in DML for \$830 million at \$1.70 per share in October 2012.

The proposed class action will allege the KPMG valuation was negligent and misleading or deceptive within the meaning of section 670A(1)(h) of the *Corporations Act 2001* (Cth). Shareholders relied on the KPMG valuation to reject the takeover bid and suffered loss and damage as a result.

Shareholders in DML who held shares during the period from 23 November 2012 to 15 February 2013 may be eligible to participate in the proposed class action. It is proposed that any proceedings will be conducted by Piper Alderman lawyers.

Shareholders in DML can register their interest in this potential class action at <https://www.piperalderman.com.au/class-actions-1/current-class-actions/discovery-metals-class>

Litigation Capital Management Limited provides litigation financing and ancillary services to enable the recovery of funds from legal claims in Australia. It serves companies and individuals primarily in the areas of commercial and insolvency matters, and class actions. Litigation Capital Management Limited was founded in 1998 and is based in Sydney, Australia.