

ASX Announcement

30 JANUARY 2018

SETTLEMENT OF THREE LITIGATION PROJECTS

Litigation Capital Management Limited (“LCM”) (ASX Code: LCA) is pleased to advise that it has reached a settlement of three of its Litigation Projects (the terms of which are confidential).

These three Projects were inter-related and the delay in the completion of these Litigation Projects was the basis for LCM not meeting its FY17 IPO forecast. Although the timing of this final settlement was outside our control, the results of this settlement are significantly better than the FY17 IPO forecast.

The Company expects to receive the majority of the settlement funds from these Litigation Projects in February 2018, at which time, we will make a further announcement which will include more detailed project performance data. Until then, we are unable to provide more detailed financial performance of these Projects other than to advise that for the two of the three Projects which LCM has funded from its own balance sheet, LCM expects to receive revenue exceeding A\$18.5 million to its own account.

Patrick Moloney says *“We are very pleased with the result from these projects. For the two Projects which LCM has funded from its own balance sheet, on information currently available to us, it is expected that this settlement will represent a return on invested capital of 3x. It took longer than we had expected to bring these Litigation Projects to a resolution but the outcome will put LCM in a strong position for future growth”.*

One of the Projects the subject of the settlement was funded pursuant to the International Partner Funding Arrangement and the resolution of this project will bring the number of remaining Litigation Projects funded pursuant to this arrangement to two.

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.