



ASX Announcement (ASX: LAW)

11 December 2020

LawFinance Completes A\$5 Million Share Placement

LawFinance Limited ("LAW" or the "Company") is pleased to announce the successful completion of the Company's share placement ("Placement") via the issue of 208,300,000 shares at an offer price of A\$0.025 per share ("Offer Price") raising approximately A\$5 million.

Highlights

- LAW successfully completes A\$5 million Placement
- Placement strongly supported by both existing shareholders and new investors
- The completion of the U.S. "backbook" refinancing and the Placement is another milestone in a balance sheet restructure to position the Company for growth in core activities

The Offer Price of A\$0.025 per share represented a c.24% discount to closing price of \$0.033 per LAW share on 8 December 2020.

The Placement was partially underwritten by Efficient Frontier Investing ("EFI"), who will receive an underwriting fee of 8,000,000 shares.

The Placement shares will be issued in two tranches with all shares to rank equally with the existing shares on issue.

Tranche 1 will entail the issue of 106,936,996 shares (which includes 8,000,000 shares to EFI as the underwriting fee) using the Company's capacity under Listing Rule 7.1 and 96,663,004 shares using the Company's capacity under Listing Rule 7.1A. It is anticipated that shares under Tranche 1 will be issued on Monday, 14 December 2020.

Tranche 2 will entail the issue of 4,700,000 shares to directors of the Company, Tim Storey and Daniel Kleijn ("Participating Directors"), subject to the approval of shareholders to be sought at the Company's next annual general meeting. The Company has agreed with the Participating Directors that their funds will be received within 7 days of obtaining shareholder approval and prior to the issue of shares.

Funds raised from the Placement will be used to increase liquidity in the business.

Leadership changes

Following the appointment of Daniel Kleijn as Chief Executive Officer, as announced on 9 December 2020, the Company is pleased to confirm that he has also been appointed Managing Director of the Company. Daniel Kleijn will replace Diane Jones on the Board of the Company.

Further to the announcement of 9 December 2020, in relation to the options to be granted as part of their long term incentive arrangements to Daniel Kleijn and the incoming Chief Financial Officer, Phil Smith, the Company advises that the issue of these options will be subject to shareholder approval. It is anticipated that shareholder approval will be sought at the Company's next annual general meeting.



Authorised by:

A blue ink signature of Daniel Kleijn, consisting of a large, stylized 'D' followed by 'Kleijn'.

Daniel Kleijn
Chief Executive Officer

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