

Quarterly Activities Report – December Quarter 2020

The Board of LawFinance Limited (“LawFinance” or “the Company”) provides the following update.

December 2020 quarter KPI and commentary:

- **Cash Collections (case related) - US\$6.7 million.**

Cash Collections have made a small improvement (+3% over the prior quarter) which is a positive sign of a slow improvement in the US. Overall, lower cash collections in the US are largely a reflection of procedural challenges in the US, where the court activity has been significantly curtailed. The Australian disbursement funding business’ collections have been steady over the COVID period.

- **Originations¹ - US\$0.7 million.**

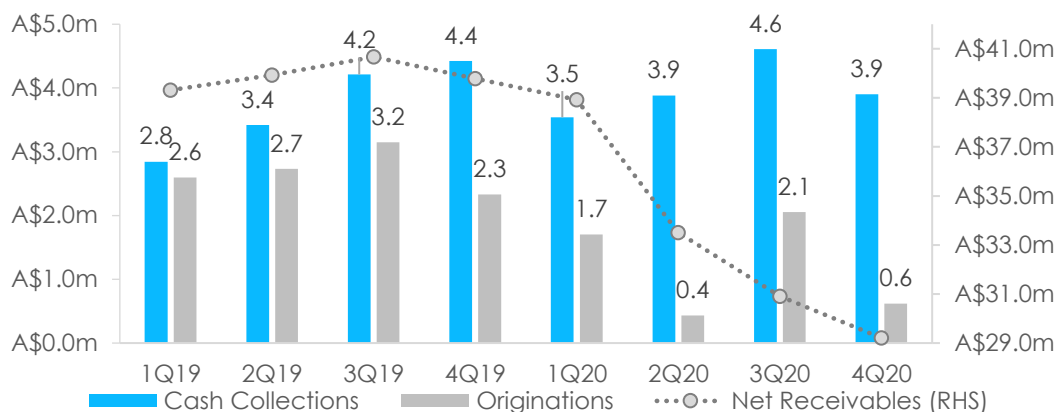
New business, or originations, have been significantly impacted both in the US and Australia due to interconnected funding challenges and COVID impacts.

Operational overview – JustKapital Finance (Australia)

The Australian disbursement funding business delivered another strong cash collections period in the second half of 2020, increasing 15% on the first half of the year in Australian dollar terms.

Originations have continued to be impacted by the pandemic.

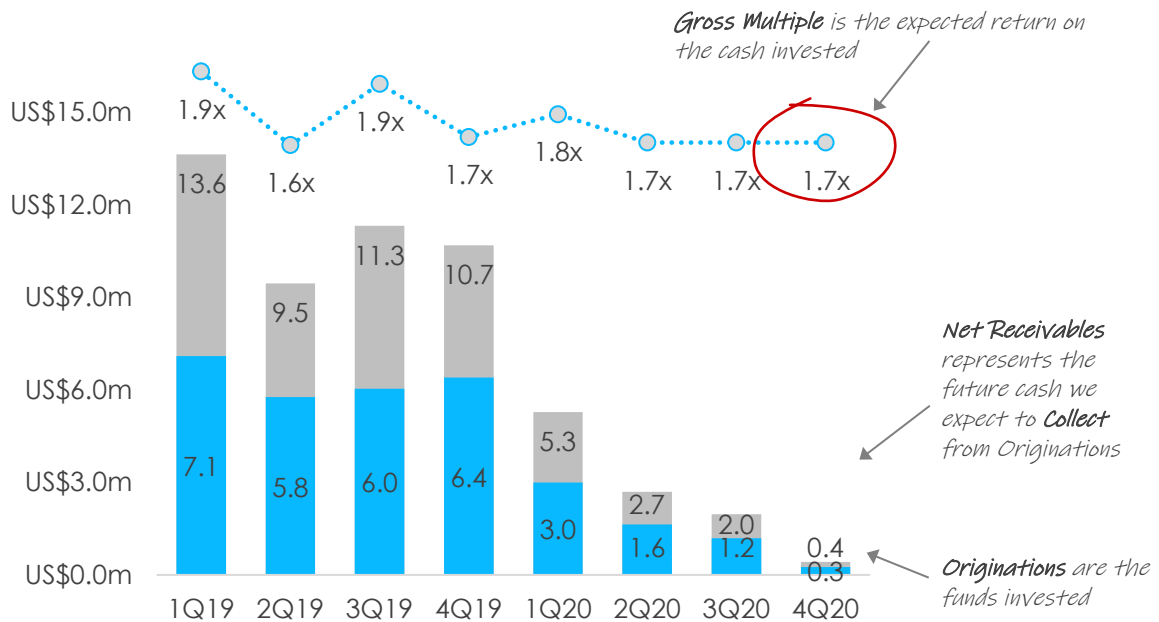
JustKapital Finance: Originations, Cash Collections & Net Receivables



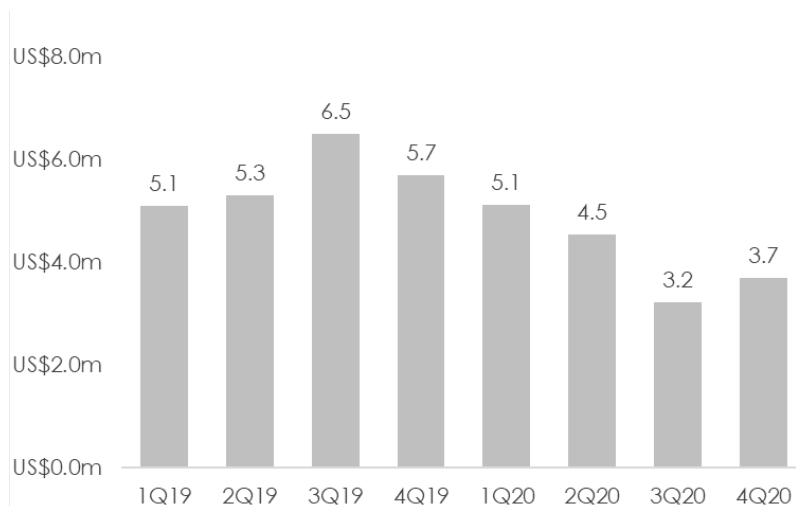
¹ Originations: This is the new cash funding deployed for the purchase of accounts receivable.

Operational overview – National Health Finance (NHF)

NHF Originations and Net Receivables



NHF Cash Collections: US\$3.7 million (3Q20: US\$3.2 million)



Payments to related parties of the entity and their associates

As disclosed in Section 6.1 of the attached Appendix 4C, there were total payments of US\$193,000 to related parties for salaries and directors' fees paid to executive and non-executive directors. There were no other payments to related parties.



Authorised by:

The Board of Directors

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