



ASX Announcement (ASX: LAW)

6 April 2022

LawFinance Completes A\$1.68 Million Share Placement and Launches Entitlement Offer

LawFinance Limited ("LAW" or the "Company") is pleased to announce the successful completion of the Company's share placement ("Placement") and the launch of a partially underwritten non-renounceable entitlement offer.

Placement

LAW successfully completed a placement to new investors on Monday, 4 April 2022 via the issue of 6,115,611 shares ("Placement Shares") with 3,057,806 free attaching unlisted options to be offered to placement participants on a 1-for-2 basis under the prospectus lodged with ASIC today ("Placement Options") at an offer price of A\$0.275 per share raising approximately A\$1.68 million. The issue of the Placement Options is conditional on approval at LAW's AGM to be held in May 2022 and the placement participants continuing to hold their placement shares as at the entitlement offer closing date, which is on or around Wednesday 27 April 2022.

The Placement shares will rank equally with the existing shares on issue.

CEO Daniel Kleijn, said: "We welcome our new shareholders and look forward to executing the plan and creating value for all our shareholders."

Entitlement Offer

LAW today announced the launch of a partially underwritten entitlement offer of 7 new shares for every 10 shares held by eligible shareholders as at Monday, 11 April 2022 ("Record Date") (the "New Shares"), and 1 free attaching unlisted option for every 2 New Shares issued ("Entitlement Options") (together, the "New Securities"), to raise up to a maximum of A\$7.85 million (underwritten up to a maximum of A\$4.32 million) ("Entitlement Offer") (to be offered under a Prospectus).

All New Shares issued under the Entitlement Offer will rank equally with existing shares on issue.

The proceeds from the Placement and the Entitlement Offer will be used by the Company for the following purposes:

- fund the portfolio transaction announced on 1 April 2022;
- provide funds for new originations and working capital; and
- pay the costs of the Entitlement Offer and Placement.

Eligible shareholders of the Company will be only those who are shareholders of the Company on the share register as at 7.00 pm (AEDT) on the Record Date with a registered address in Australia or New Zealand (Eligible Shareholders).

The Entitlement Offer is non-renounceable and the rights will not be able to be traded on the ASX and will not be transferable.



Eligible Shareholders wishing to participate in the Entitlement Offer should carefully read the investor presentation, the Prospectus and accompanying personalised Entitlement and Acceptance Form which are expected to be dispatched on or around Thursday, 14 April 2022. A copy of the investor presentation and the Prospectus will be released on the ASX and available on the Company's website.

The Entitlement Offer will include a shortfall facility under which Eligible Shareholders who take up their full entitlement will be invited to apply for additional New Securities in the Entitlement Offer up to 100% of their entitlement from a pool of those Entitlements not taken up by other Shareholders (Shortfall Facility). There is no guarantee that applicants under this Shortfall Facility will receive all or any of the additional New Securities applied for under the Shortfall Facility. The allocation policy and the full terms and conditions of the Entitlement Offer are set out in the Prospectus. The directors also reserve the right to place any shortfall New Securities with new and existing investors within 3 months at the same price as under the Entitlement Offer.

Peloton Capital acted as the Lead Manager to the placement and Partial Underwriter to the entitlement offer.

Authorised by:

Daniel Kleijn
CEO and Managing Director

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