



RELEASE TO AUSTRALIAN SECURITIES EXCHANGE (“ASX”)

TUESDAY, 25 JANUARY 2011

JUDGMENT FROM SOUTH AFRICA

**NATIONAL POTATO CO-OPERATIVE LTD v
PRICEWATERHOUSECOOPERS INC AND OTHERS**

1. The Board of Directors of IMF (Australia) Ltd advises that the High Court of South Africa (Transvaal Provisional Division) overnight found in favour of IMF's client National Potato Co-Operative Ltd against its former auditors PricewaterhouseCoopers Inc and earlier partnerships of that firm.
2. IMF expects to recognise revenue of around A\$16.5M from this judgment and report a profit of approximately A\$13M before tax in the 2011 financial year, subject to the usual possibility of any appeal which may be lodged.
3. This judgment along with the judgment in Uniloc v Microsoft in the US are the initial results of our campaign to fund litigation in foreign jurisdictions announced to the ASX on 26 August 2009.
4. The demand for litigation funding in foreign jurisdictions, especially the United States, is growing strongly and IMF expects to continue cautiously investing in these jurisdictions. At the moment investments in foreign jurisdictions represent about 18% of the investment portfolio.

A handwritten signature in black ink, appearing to read 'Diane Jones', enclosed within a large, loopy oval.

**Diane Jones
Chief Operating Officer**