



RELEASE TO AUSTRALIAN SECURITIES EXCHANGE (“ASX”)

TUESDAY, 26 JULY 2011

COMPANY UPDATE

1. We refer to our company updates dated 12 October 2010, 31 January 2011 and 13 May 2011 relating to the matters thought likely to be completed by 30 June 2011.
2. IMF expects to report net profit before tax of between \$31M and \$32M, and a net profit after tax of between \$21.5M and \$22.5M for the year ended 30 June 2011. The full year audited results are expected to be released by 25 August 2011. The directors will consider the payment of a final dividend upon the release of the audited results.
3. On 25 January 2011 the High Court in South Africa pronounced its verdict in favour of IMF's client National Potato (estimated to produce revenue of approximately AUD\$16.5M to IMF). However, the final judgement amount has not yet been determined and as a result IMF, in conjunction with its auditor, has decided that this result should not yet be recognised in IMF's results.
4. Following this update we will continue to report upon the matters referred to in those earlier updates and also on any new matters which emerge as likely to be completed within the next twelve months.
5. The final small dividend in relation to Sons of Gwalia is likely to be paid within the next 12 months.
6. The Deed Administrators' have paid a dividend in respect of some clients in ION. IMF is still working with the Deed Administrators to determine the amount of the payment to be made to the remaining IMF clients.
7. Lehman – the trial in this matter has now been completed and the Court has reserved its judgment. It is likely that a decision will be known before 30 June 2012.
8. Local Government Financial Services – this matter will proceed to trial in October 2011, unless a settlement occurs beforehand.
9. The trial in the class action against Credit Corp Ltd is set to commence in August 2011.
10. The appeal in the Kingstream matter is to be heard in August 2011.
11. Bank Fees – the action against ANZ Bank is set to be heard in October 2011.
12. The trial in the action against Thomsons Playford is set to commence in October 2011.
13. The trial in the action against Collyer Bristow and others in the United Kingdom is set to commence in October 2011.
14. Uniloc – the re-trial which will address the quantum of damages to be awarded to IMF's client has been set-down for hearing in January 2012.

15. The trial in the class actions against the Centro entities and others is set to commence in March 2012.
16. The case funded against Centrex Metals Ltd is also expected to commence in March 2012.
17. The claim value of the investment portfolio as at 30 June 2011 is \$1.78B.

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

Diane Jones
Chief Operating Officer