



RELEASE TO AUSTRALIAN SECURITIES EXCHANGE ("ASX")

17 MAY 2012

U.S. FUNDING AGREEMENT

1. The Board of Directors of IMF (Australia) Ltd ("IMF") is pleased to announce the funding of the first case in the United States by IMF's wholly owned U.S. subsidiary, Bentham Capital LLC ("Bentham").
2. Due to different aspects of the law in the U.S. concerning whether legal privilege protects a funder's communications, IMF does not propose to disclose specific details about Bentham's investments, other than to describe them in a general manner until after the resolution of each case. This will limit the chance that publicly disclosed information has a detrimental effect on the interests of Bentham and its clients in the case concerned.
3. As with its other cases, IMF will include the claim value and estimated duration of each of Bentham's investments in its Quarterly Investment Portfolio Reports as they are published.
4. Bentham's first case is a defamation matter in which Bentham's client was successful at first instance and which has now been appealed by the defendant to a State Court of Appeals.

A handwritten signature in black ink, appearing to read "Diane Jones", enclosed within a circular scribble.

Diane Jones
Chief Operating Officer

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