+Rule 4.7B

Appendix 4C

Quarterly report for entities subject to Listing Rule 4.7B

Introduced 31/03/00 Amended 30/09/01, 24/10/05, 17/12/10, 01/09/16

Name of entity

IMF Bentham Limited

ABN	Quarter ended ("current quarter")
45 067 298 088	30 September 2017

	Consolidated statement of cash flows	Current quarter $A'000	Year to date (3 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) research and development	-	-
	(b) product manufacturing and operating costs	-	-
	(c) advertising and marketing	(356)	(356)
	(d) leased assets	(8)	(8)
	(e) staff costs	(7,351)	(7,351)
	(f) administration and corporate costs	(3,239)	(3,239)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	645	645
1.5	Interest and other costs of finance paid	(747)	(747)
1.6	Income taxes paid	(3,822)	(3,822)
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	(69)	(69)
1.9	**Net cash from / (used in) operating activities**	**(14,947)**	**(14,947)**

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (3 months) $A'000**
2.	**Cash flows from investing activities**		
2.1	Payments to acquire:		
	(a) property, plant and equipment	(39)	(39)
	(b) businesses (see item 10)	-	-
	(c) investments	-	-
	(d) intellectual property	-	-
	(e) other non-current assets	-	-
2.2	Proceeds from disposal of:		
	(a) property, plant and equipment	-	-
	(b) businesses (see item 10)	-	-
	(c) investments	-	-
	(d) intellectual property	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	33	33
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)		
	Proceeds from litigation funding	53,407	53,407
	Payments for matter related expenditure	(21,441)	(21,441)
2.6	**Net cash from / (used in) investing activities**	**31,960**	**31,960**

Note: Proceeds from litigation funding and payments for matter related expenditure have been reallocated from "Cash flows from operating activities" to align the Appendix 4C with the annual Statement of Cash Flows prepared in accordance with the Australian Accounting Standards.

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of shares	-	-
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)		
	Cash flow from non-controlling interests	1,265	1,265
3.10	**Net cash from / (used in) financing activities**	**1,265**	**1,265**

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (3 months) $A'000**
4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of quarter/year to date	144,892	144,892
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(14,947)	(14,947)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	31,960	31,960
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,265	1,265
4.5	Effect of movement in exchange rates on cash held	(522)	(522)
4.6	**Cash and cash equivalents at end of quarter**	**162,648**	**162,648**

5.	**Reconciliation of cash and cash equivalents** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	17,038	19,871
5.2	Call deposits	100,947	106,308
5.3	Bank overdrafts	-	-
5.4	Other (foreign currency accounts)	44,663	18,713
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**162,648**	**144,892**

6.	**Payments to directors of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate amount of payments to these parties included in item 1.2	1,066
6.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	-

6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

Non-executive	128
Executive	938

7.	Payments to related entities of the entity and their associates	Current quarter $A'000
7.1	Aggregate amount of payments to these parties included in item 1.2	-
7.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	-

7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

Nil

8.	Financing facilities available *Add notes as necessary for an understanding of the position*	Total facility amount at quarter end $A'000	Amount drawn at quarter end $A'000
8.1	Loan facilities	-	-
8.2	Credit standby arrangements	-	-
8.3	Other (please specify)	-	-

8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.

Nil

9.	Estimated cash outflows for next quarter	$A'000
9.1	Research and development	-
9.2	Product manufacturing and operating costs	-
9.3	Advertising and marketing	300
9.4	Leased assets	10
9.5	Staff costs	5,500
9.6	Administration and corporate costs	3,000
9.7	Other (provide details if material)	
	Dividends	5,060
	Tax	4,710
	Payments for litigation funding	20,000
	Fund establishment costs and IMF share of adverse costs insurance	4,950
	Interest	2,070
9.8	**Total estimated cash outflows**	**45,600**

Note: The estimated cash outflows for payments for litigation funding do not include anticipated inflows which will be made by the shareholders of IMF's investment vehicles. These include the fund for investment in US litigation matters and the recently established vehicles to fund investments in Australia, Asia, Canada and Europe.

10.	**Acquisitions and disposals of business entities (items 2.1(b) and 2.2(b) above)**	**Acquisitions**	**Disposals**
10.1	Name of entity	Nil	Nil
10.2	Place of incorporation or registration		
10.3	Consideration for acquisition or disposal		
10.4	Total net assets		
10.5	Nature of business		

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Sign here: Date: 23 October 2017

Chief Financial Officer

Print name: Julia Yetsenga

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.