

# Redemption Guarantee Structure

## Acronyms

**FGA** — Funds Guarantee Agreement

**PGB** — Peninsula Global Bond

**PAT** — Peninsula Accumulator Trust

PAT will primarily utilize the proceeds of the PGB's to provide pre-settlement liquidity to assertion & litigation transactions that have attached pending settlements within the PAT platform.

The information below provides an overview of the redemption protection matrix in place for the PGB's that allows for guarantee of the redemption of PGB principal at term maturity.

## Summary - Funds Guarantee Agreement ("FGA")

- A.** Security is in place to ensure redemptions of the PGB Principal are met at Maturity.
- B.** This is under the umbrella of the PGB Matrix Cascade.

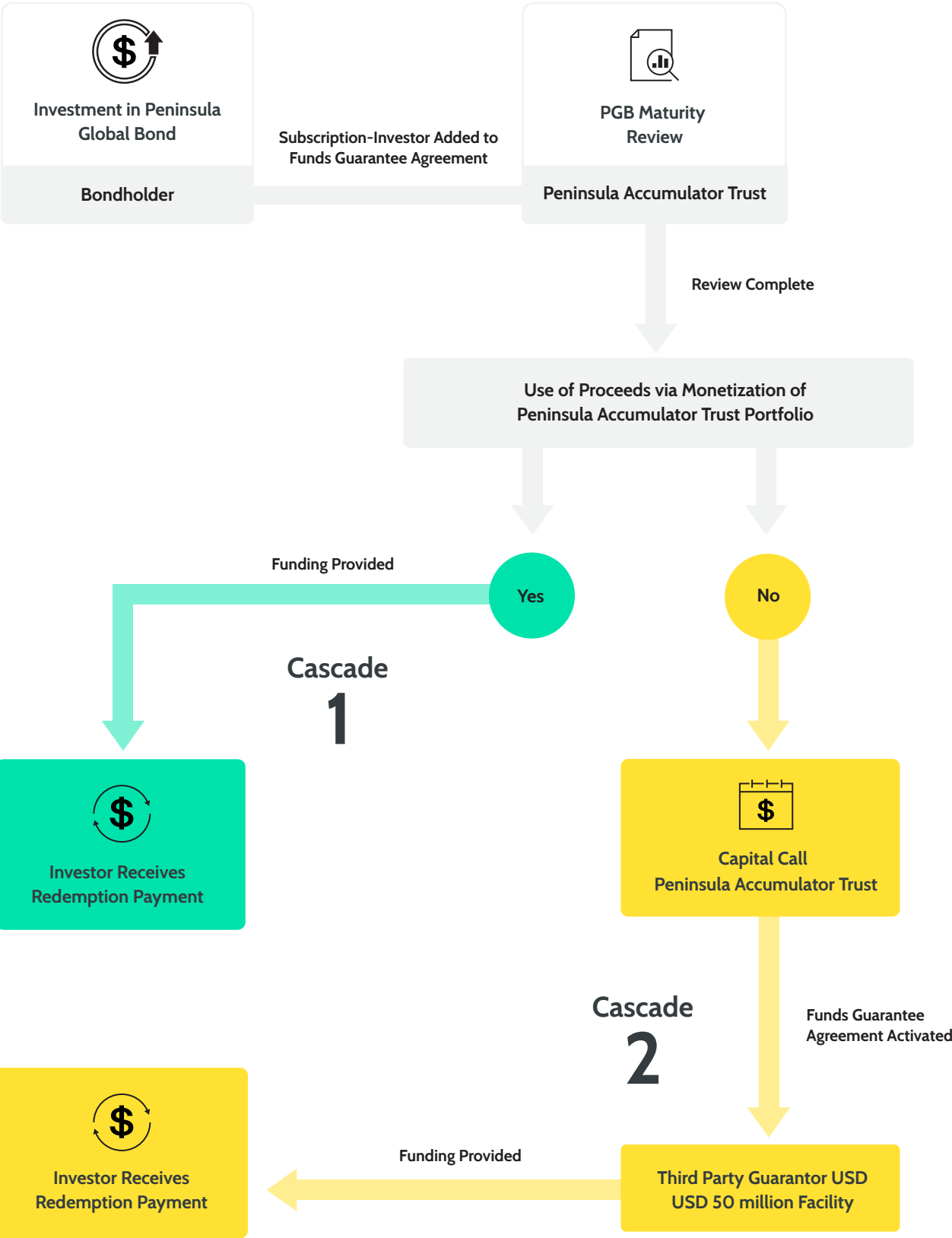
- C. Each cascade offers principal protection and at the discretion of PAT, will trigger Cascade #1 or #2 depending financial modelling and review of the PAT portfolio transactions prior to Capital Call.
- D. The PAT first objective to meet redemptions of the PGB's via the monetization of certain late-stage Litigation and Assertion transactions held in the PAT Trust Platform.
- E. The FGA affords the flexibility for PAT to issue a Capital Call should there be a forecasted shortfall of proceeds to meet redemptions of the PGB'S or;
- F. It is considered by PAT to be commercially advantageous draw upon FGA facility.
- G. PAT will adopt a Loan-Value Ration model against the issuing of PGB's ensuring that a sufficient buffer exists at all times between the forecasted valuation of the PAT Platform and the obligations of the PGB's.
- H. The greater of a LVR of < 25% or a forecasted valuation of PAT Platform monetization proceeds > USD250m shall constantly be monitored allowing for the a level of equity that shall ensure obligations of PGB's are maintained.
- I. The FGA affords both PAT and Investors the security of redemptions of PGB's being met without delay.

## Matrix Cascade

- i. The strength of any principal protection is only as robust as the collateral that supports any capital call
- ii. Each cascade is supported by collateral that will satisfy a capital call, if triggered, to satisfy redemptions of Peninsula Global Bonds.

Matrix Cascade	Call Notice	Security	Collateral \$	Security Document
<b>Cascade 1</b>	Peninsula Accumulator Trust Case Portfolio Proceeds	Proceeds via monetization of Peninsula Accumulator Trust Case Portfolio Assets	LVR < 25% Or > USD250,000,000	Funds Guarantee Agreement whereby holders of PGB's will be listed on attached Schedule
<b>Cascade 2</b>	Funds Guarantee Agreement	Capital Pledge	USD50,000,000	Funds Guarantee Agreement whereby holders of PGB's will be listed on attached Schedule

# Peninsula Global Bond Redemption Guarantee Matrix



## FGA Explained

1. Issued by an independent Third Party Guarantor.
2. The Third Party Guarantor via the FGA pledges to make available guarantees and/or other funding facilities of up to USD50,000,000 to parties involved directly or indirectly in litigation or assertion programs typically attached to late stage transactions (each, a “Facility”).
3. The FGA is funded by Capital Pledges via Accredited Investors
4. All Capital Pledges are escrowed pledged commitments of the Accredited Investor