

About Fenchurch

Fenchurch is a specialist litigation financier and provides litigation funding solutions to small-medium sized UK law firms.

The financing funds small ticket ATE ("After the Event") cases and associated disbursements which are fully insured by an ATE insurance policy. Fenchurch funds small ticket cases such as housing disrepair, plevin and financial mis-selling.

Fenchurch is seeking additional working capital and is offering qualified investors a fixed rate of return over a two-year term.

Litigation Funding

Litigation can be an expensive and lengthy process for law firms and bank funding routes are generally not available. This means they cannot always pursue cases due to lack of funding.

- Litigation funding was designed to support companies that did not have the means to pursue claims.
- Litigation finance is used by both small and large companies to manage risk on their balance sheets.
- Additional finance allows the law firms to take on more cases.
- It frees up capital to use to develop their business, rather than being tied up in litigation cases.
- Traditional bank finance is not an option as law firms require flexibility or a faster turn-around which the banks cannot offer as they are unfamiliar with the market.

ATE "AFTER THE EVENT" INSURANCE

After The Event Insurance is an insurance policy that covers the legal costs and expenses incurred in litigation cases.

In the event that a law firm loses a case, they are able to claim on the ATE insurance policy to recover their legal expenses.

The security feature from ATE cases make funding ATE claims significantly more attractive to a litigation funder.

Key Product Information

| | |
|-----------------------------------|--|
| Issuer: | Fenchurch SPV 2 Limited |
| Investment Strategy: | Litigation Finance |
| Investment Structure: | Loan Note |
| Geographic Location: | UK |
| Interest: | 11% p.a |
| Interest Frequency: | Quarterly |
| Payment Dates: | 31st Mar, 30th Jun, 30th Sept, 31st Dec |
| Term: | 2 Years |
| Min Investor Subscription: | £10,000 |
| Offer Opening: | June 2023 |
| Target Raise: | Up to £15m |
| Currencies: | GBP, EUR, USD |
| Type of Investors: | Qualified & Professional Investors ONLY. |
| Security: | - Fixed and Floating Charge over all assets of the Issuer - Assignment of all case and ATE insurance proceeds |
| Trustee: | Legaleze Limited |

Key security features

In addition to the fixed and floating charge offered by the Issuer, Fenchurch only provides funding to Borrowers when an ATE policy is already in place, which covers costs & disbursements of an unsuccessful claim. Other key security features include:

- **Interest:** Initial fixed rate of interest on each loan is charged upfront.
- **Specialist:** Funding small ticket ATE claims (average loan of £3,000), at high volumes.
- **Insurance:** All loans are insurance backed to cover unsuccessful claims.
- **Charge:** Legal charge granted by the law firm over the case proceeds.
- **Assignment:** Assignment of all case & insurance proceeds, to cover the full amount of the loan disbursed.
- **Guarantees:** Personal guarantees from all shareholders of the borrower.

Disclaimer: The contents of this document have not been approved by an authorised person within the meaning of the Financial Services and Markets Act 2000. This document is only for distribution to professional advisers and qualified investors only. Reliance on this document for the purposes of engaging in investment activity may expose an individual to a significant risk of losing all of the property or other assets invested. This document contains information intended solely for the intended recipient and is confidential in nature. The information presented here does not constitute investment advice or any recommendation, and is not an invitation to invest. You should read the corresponding Information Memorandum in full before making any investment. Investment may involve risk to your capital and you may get back less than you invest. Please be aware that investments of this type are NOT regulated by any regulatory authority and are NOT covered by any compensation scheme. This document does not constitute an offer or solicitation with respect to the purchase or sale, investment or subscription in any security and neither this document nor anything contained therein or the information to which it refers shall form the basis of or be relied upon in connection with any contract or commitment whatsoever. You are strongly recommended to seek independent financial, tax and legal advice before making an investment decision.