



SEVEN STARS

Legal Funding



Secured Private Debt Investment Opportunity

Credit lending for
UK Litigation Funding



15.9%

Average historic
annual coupon



+2.5:1

Security ratio



3.5 years

Proven track record

EXECUTIVE SUMMARY



Seven Stars Legal Limited is a boutique UK litigation funding company providing full-recourse loans to regulated law firms to finance consumer claims based on established legal precedent.



£26.4M

Assets under management (AUM)

Team with £380M+ prior sector experience



Over 68,000

Claims funded since 2022



0

Unresolved losses to investors



28.1%

Net annual interest rate charged to law firms (net of costs)

WHAT IS LITIGATION FUNDING?





Seven Stars provides secured loans to SRA-regulated law firms to represent consumers on a "no win, no fee" basis in claims with established legal foundations.

*"For civil justice to be affordable, it is necessary... that parties with limited resources have access to funding methods for meritorious claims."
– Sir Rupert Jackson, August 2014*

93%

of people cannot
afford legal representation

A rapidly growing market

-  The UK litigation investment market grew 7x between 2016-2024
-  An estimated £3bn+ in funded cases across the UK
-  Soon to be £9bn+ in PCP car finance claims
-  Returns uncorrelated with equity or fixed income markets

ACCESS TO JUSTICE – IN THE MEDIA

Litigation funding in the UK is gaining recognition as an essential mechanism for access to justice.



FINANCIAL TIMES

Banks to pay out £11bn for UK car finance mis-selling scandal, says regulator

FCA-regulated compensation scheme for millions of affected consumers.



THE LAW SOCIETY

Access to justice requires litigation funding to be widely available

The Law Society recognises litigation funding as a pillar of access to justice.



FCA – FINANCIAL CONDUCT AUTHORITY

FCA confirms car finance compensation scheme – rules expected March 2026

The UK financial regulator establishes a formal mass compensation framework.

CURRENT MARKET OPPORTUNITY



£9bn+

Vehicle Finance

14M mis-sold contracts.
FCA compensation
scheme.



525,000

Housing Disrepair

Government
legislation.
Growing pipeline.



Growing

Bank APP Fraud

Mandatory
reimbursement
rules now in force.



+50%

Mis-sold Pensions

Poorly advised
transfers.
FSCS compensation.

WHY NOW? – Converging regulatory and legal tailwinds



Supreme Court ruling on vehicle finance –
landmark precedent confirmed



FCA compensation scheme
for 14M+ agreements underway



Business energy: **Supreme Court redefines
commission transparency**



Bank APP Fraud: **mandatory reimbursement**
driving claims volume

HOW DOES IT WORK?

A rigorous and transparent five-step process ensures every loan is backed by exhaustive due diligence and real security.

1



APPLICATION

Law firm applies for funding from Seven Stars

2



DUE DILIGENCE

2-step review and presentation to expert panel

3



APPROVAL

Funding agreed with real security and prior audit

4



PROCESSING

Cases processed and resolved by the law firm

5



REPAYMENT

Loan repaid with interest

STRUCTURE: BACK-TO-BACK LOAN



INVESTOR

Capital invested
in private debt bonds



SEVEN STARS

Due diligence,
loan management



LAW FIRMS

SRA-regulated firms
process claims



RESOLUTION

Cases resolved
in 3-18 months



35%

Target IRR
on lending



6.9%

Audit and
control costs



28.1%

Net income



15.9%

Average
coupon paid



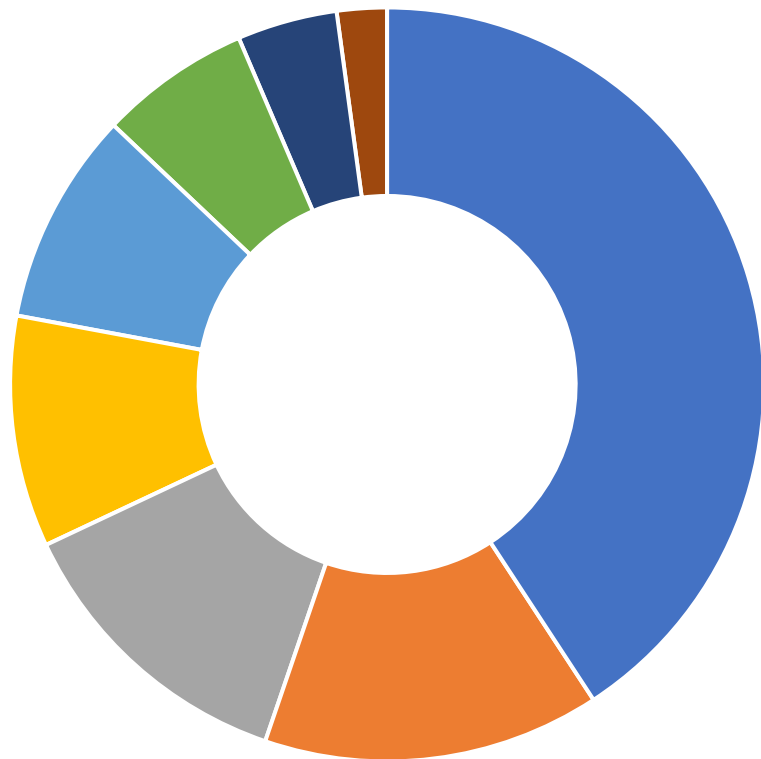
12.2%

Average
operating margin






Back-to-back loan structure | Full recourse over borrower assets

PORTFOLIO DISTRIBUTION

Diversified consumer claims portfolio across multiple business lines, reducing concentration risk.



Breakdown by Case Type

	Plevin (PPI)	41%
	Irresponsible Lending	14%
	Pension / Banking	13%
	Business Energy Claims	10%
	PCP Car Finance	9%
	Contentious Probate	6%
	Housing Disrepair (HDR)	4%
	Professional Negligence	2%

TYPES OF CLAIMS FUNDED

We only fund claims where outcomes are predictable through legal precedent, government legislation, or regulated compensation schemes.

Case Type	Legal Basis	Process	ATE Insurance?	Timing
PCP – Car Finance	Case Law / FCA	FSCS	✓	Est 3 Months
Housing Disrepair (HDR)	Government Legislation	Courts	✓	18 Months
Mis-sold Pensions	FCA	FSCS		18-24 Months
Irresponsible Lending	FCA	Direct		3 Months
Plevin (PPI)	Case Law	Courts	✓	9-12 Months
Professional Negligence	Insurance Claim	Courts	✓	18 Months
Probate	Legal	Courts	✓	18 Months

66% of all funded cases carry ATE (After The Event) insurance, providing an additional layer of protection.



INVESTOR PROTECTION



Full Recourse

Loans secured over all borrower assets



+2.5:1 Coverage

Collateral ratio = substantial headroom for investors.



Expert Due Diligence

Advisory panel incl. Louis Doyle KC. Audits by InsyteIQ before & during funding.



Security Trustee

Verdant Trustees Limited – independent, CIMA-qualified trustee



66% ATE Insured

After The Event insurance on two-thirds of cases covers adverse and own costs.



Precedent-Based

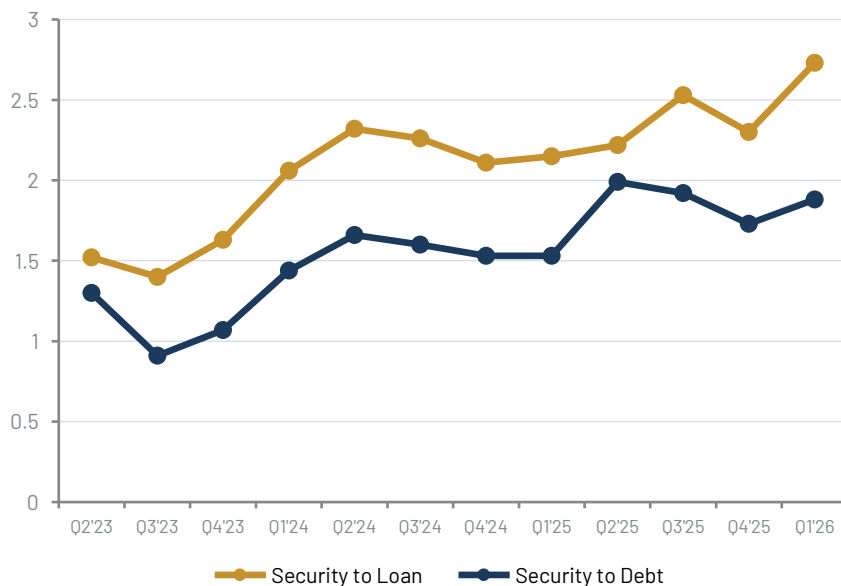
Only claims with predictable outcomes under case law, legislation or government schemes.

TRACK RECORD AND TRACTION

Loan Portfolio Summary

Funded assets	£26,397,985
Bonds outstanding	£18,108,312
Estimated security	£47,000,000
Pending funding	£7,549,007
Cases funded	68,000+
Total cases held	163,231
Law firms funded	6
Law firms pending	9

Security Ratio Evolution



3.5 years track record | 15.9% average annual coupon | Zero unresolved losses to investors

OUR TEAM



A team with skin in the game: partners reinvest the spread from every loan and maintain over £4M of their own capital invested in the business.



Kevin Prior

Co-Founder & CCO

30+ years in investment structuring.

£750M+ in real estate projects.

7 years in litigation funding with £100M+ deployed.



Duncan Webster

Co-Founder & Director

Tax structuring and fundraising experience since 2001.

£100M+ raised in medical research.

UCL graduate.



Andrew Neal

Director

15+ years in finance at Unilever.

Former CFO of Lancaster University.

Former Chair of a social reform foundation.

In the legal sector since 2014.



Leon Clarence

Chief Strategy Officer

£1bn+ in claims.

£250M+ AUM.

Architect of the case selection methodology.

Cambridge and Harvard.



Louis Doyle KC




Legal Adviser

Senior high-ranking barrister.

Specialist in commercial litigation and insolvency.

Co-author of annotated insolvency legislation.

INVESTMENT OPTIONS

	Litigation Finance Bonds 	Tokenised DIFC Fund Pre-Subscription 	USDC Crypto-to-Legal Asset Bond 
Minimum investment	GBP 100,000 (or equivalent in USD / EUR / CHF)	GBP 100,000 (or equivalent in USD / EUR / CHF)	Equivalent of GBP 100,000 in accepted cryptocurrencies, including BTC, ETH, USDT & USDC
Returns	Fixed 17.5% per annum	Fixed 16% annual accrued	Fixed 14% per annum simple interest, paid in USDC or fiat
Redemption	Twice yearly coupon payments on 30 June & 31 December	<p>Closed-ended fund will redeem investors' units in year six at Net Asset Value.</p> <p>Investors will have the option to realise their tokens after initial 12-month lock-in.</p>	Twice yearly coupon payments on 30 June & 31 December.
Term	36 months	Six years (with two one-year extensions)	36 months

3 PILLAR INVESTMENT THESIS



PCP Claims Portfolio

- c.£9 billion UK car finance market opportunity
- FCA regulatory tailwinds driving compensation Redress scheme
- Average £700 per claim, 90%+ success rate
- 6-18 months case resolution timeline



Diversified Generic Portfolio

- Existing Seven Stars portfolio access
- Housing disrepair, pension mis-selling, business energy claims
- Precedent-based claims with predictable outcomes
- Portfolio risk mitigation across multiple sectors



Secondary Market Acquisitions

- Purchase existing litigation positions from other funders
- Acquire seasoned case portfolios from law firms
- Value opportunities in distressed or urgent sale situations

SUMMARY – WHY SEVEN STARS?

- ✓ An investment that provides access to justice and generates real social impact.
- ✓ Diversification: uncorrelated market, accepted alternative asset class.
- ✓ UK legal sector: globally recognised and respected.
- ✓ Diversified portfolio of precedent-based claims = predictability.
- ✓ Exhaustive due diligence by an independent expert advisory board.
- ✓ Senior Security over borrowers and their assets at 2.3:1 ratio.
- ✓ Security trustee appointed.
- ✓ 3.5 years paying average 15.9% annual coupon. Zero unresolved losses to investors.

"For civil justice to be affordable... funding methods must be available for parties with limited resources." – Sir Rupert Jackson, August 2014



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15.9%
Average annual coupon

+2.5:1
Security ratio

£26.4M AUM
Team with £380M+ prior exp.

0
Unresolved losses

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CASE STUDY: SANDSTONE LEAGAL

Sandstone Legal (Manchester) entered insolvency in 2025 with £4.9M of debt to Seven Stars. Its director filed false sworn statements to force a sale in favour of his own company.

“”

“It is deeply concerning that Mr Settle, as an officer of the court, deliberately included material and self-serving falsehoods in his sworn statements.”

“The supposed ‘urgency’ was orchestrated from start to finish by Mr Settle himself.”

– ICC Judge Barber, High Court

Our response

We opposed the prepack and the court appointed independent administrators backed by Seven Stars.

We acquired the portfolio of 36,000+ Plevin claims.

36,000+

Recovered cases with value in excess of £10mn

£4.9M

Exposure protected

TOKENISED LITIGATION FUND

Why Tokenisation?

Traditional Fund Pain Points	→	Tokenised Solutions
✗ High Minimums (£1M+)	→	✓ Fractional Ownership (£50K)
✗ Illiquid Holdings	→	✓ Secondary Trading (post lock-in)
✗ Quarterly Reporting	→	✓ Real-Time Transparency
✗ Manual Processing	→	✓ Smart Contract Automation
✗ High Admin Costs	→	✓ 90% Cost Reduction

Real Impact:

McKinsey estimates 40% operational efficiency gains through tokenisation



Income Option

Receive regular coupon payments every 6 months

Total Income Received
\$131.250

Capital Returned
\$250.000

Total Return
\$381.250

Compound Option

Reinvest all coupons for compound growth

Compounded Growth
\$163.538

Capital Returned
\$250.000

Total Return
\$413.538

Compound Advantage

\$32.288

Additional return from compounding (8.5% more)

Investment Growth Comparison

