



# INDEPENDENT CONTROLS. INVESTOR PROTECTION.

Seven Stars Legal lends to law firms under independent, documented controls at every stage: approval, documentation, security, drawdown, monitoring and review.

| #  | Safeguard                                    | What it means for investors                                                                                 | In place since   |
|----|----------------------------------------------|-------------------------------------------------------------------------------------------------------------|------------------|
| 1  | <b>Independent credit approval</b>           | Every loan is reviewed and approved by an independent, KC-led advisory panel, not by the directors          | <b>Inception</b> |
| 2  | <b>Independent legal review</b>              | Loan documents are reviewed by independent lawyers (currently Brandsmiths LLP)                              | <b>Inception</b> |
| 3  | <b>Lawyer-managed execution and security</b> | Loan execution and security are handled by lawyers                                                          | <b>2025</b>      |
| 4  | <b>Case-linked drawdowns</b>                 | Funds are released to a law firm only where specific cases have been identified                             | <b>Inception</b> |
| 5  | <b>Data-driven monitoring</b>                | Loans are monitored by specialist technology providers, with a monthly review                               | <b>2024</b>      |
| 6  | <b>Conservative loan-to-value</b>            | Loans are written at an average LTV of 40%                                                                  | <b>Inception</b> |
| 7  | <b>Independent security trustee</b>          | Security is held by an independent trustee                                                                  | <b>Inception</b> |
| 8  | <b>Independent accountant review</b>         | An independent accountant reviews the law firms' audit reports, the loan book and the security ratio        | <b>Q1 2026</b>   |
| 9  | <b>No connected-party lending</b>            | No lending to directors or connected parties                                                                | <b>Inception</b> |
| 10 | <b>Commission disclosure</b>                 | Payment of introducer commissions is disclosed, with a target level stated as a percentage of subscriptions | <b>Inception</b> |
| 11 | <b>Exposure limits</b>                       | Limits per law firm and per litigation case type, so no single matter dominates the book*                   | <b>Inception</b> |
| 12 | <b>Regular investor reporting</b>            | Regular reporting on the loan book, security cover and arrears                                              | <b>Inception</b> |
| 13 | <b>Direct security over the loan book</b>    | Security is held directly over the loan book, not reliant on insurance or bonds to cover borrower default   | <b>Inception</b> |

*\*Exposure limits apply to funded matters. Justizia / Plevin claims are excluded, as they were recovered rather than funded.*

## Important information

Safeguards reduce risk but do not remove it. Capital is at risk and returns are not guaranteed.