



OMNI BRIDGEWAY LIMITED

Equity Analysis (25 March 2025)



Contents

Introduction.....	1
Operating Performance.....	1
Balance Sheet Highlights.....	1
Ratio Analysis	2
Recent Updates	2
Outlook	2
Risks	2
Valuation	2
Technical Analysis	3
Investment Summary	4

Introduction

Omni Bridgeway Limited is an Australia-based company involved in legal finance and risk management, including dispute and litigation finance, from case inception to post-judgment enforcement and recovery. The Company provides solutions, including arbitration financing, judgment enforcement, dispute funding, distressed asset recovery, bankruptcy, commercial, intellectual property, investor recoveries, class/group actions, appeals, and whistleblower.

Recommendation	Speculative Buy	
Risk Profile	High	
Current Market Price (AU\$)	1.390	
52 Week Low-High (AU\$)	0.670 - 1.585	
Market Capitalisation (AU\$)	396.50 million	
Outstanding Shares	282.58 million	
PE (TTM)	-	
EPS (AU\$) (TTM)	-0.256	
Dividend Yield/Frinking	-	
Ex-Date/Pay-Date	01 Sep 2020/25 Sep 2025	
Enterprise Value (EV)/Sales (LTM)/(FY-1)	8.0x	5.9x
EV/EBITDA (LTM)/(FY-1)	47.0x	17.5x
Price/Book Value (LTM)/(FY-1)	1.5x	-

Performance Chart



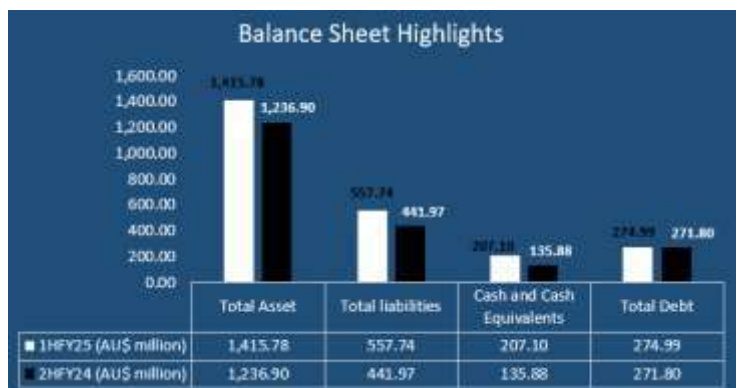
Operating Performance



Source: Company Reports, Chart Prepared by Kapitales Research

- Total revenue of the company in 1HFY25 was AU\$65.36 million compared to AU\$15.54 million in 1HFY24.
- In 1HFY25, the company's net loss was AU\$32.62 million compared to AU\$47.62 million in 1HFY24.
- Cash provided from operating activities was AU\$70.30 million in 1HFY25 compared to AU\$61.34 million cash used in 1HFY24.
- Cash provided from investing activities was AU\$28.42 million in 1HFY25 compared to AU\$67.68 million in 1HFY24.
- Cash from financing activities was AU\$7.32 million in 1HFY25 compared to AU\$10.92 million in 1HFY24.

Balance Sheet Highlights



Source: Company Reports, Chart Prepared by Kapitales Research

Compared to 2HFY24, in 1HFY25:

- Total asset increased by 14.46% to AU\$1,415.78 million.
- Total liabilities increased by 26.19% to AU\$557.74 million.
- Total debt increased by 1.17% to AU\$274.99 million.

Ratio Analysis

Fiscal Quarters	2Q FY2024	3Q FY2024	4Q FY2024	1Q FY2025	2Q FY2025
Return on Assets (ROA) %	-4.46%	1.71%	1.67%	0.39%	0.36%
Return On Equity %	8.19%	-0.71%	-0.72%	4.53%	4.36%
Return on Total Capital (ROTC) %	-5.13%	1.97%	1.93%	0.47%	0.46%
EBITDA Margin %	-256.15%	38.59%	38.59%	9.71%	9.71%
Gross Profit Margin %	-109.88%	59.77%	59.77%	59.44%	59.44%
Net Income Margin %	-	-59.28%	-59.28%	-49.90%	-49.90%
Asset Turnover	0	0.1	0.1	0.1	0.1
Days Outstanding Inventory (Avg)	-	-	-	-	-
Current Ratio	2.5	2.1	2.1	3.9	3.9
Days Sales Outstanding (Average Receivables)	-	-	-	-	-
Days Payable Outstanding (Avg)	270.9	305.4	287.8	-	-
Cash Conversion Cycle (Average Days)	-	-	-	-	-

Source: Koyfin, Chart Prepared by Kapitales Research

Recent Updates

On 25 February 2025, Omni Bridgeway Limited has announced that they have achieved Financial Close on its Secondary Market Transaction, first announced on 18 December 2024. The deal establishes Fund 9 as a continuation fund, backed by Ares Management Corporation. An initial AU\$275 million payment from Ares has been received, fully repaying OBL's AU\$250 million debt and covering transaction costs, with the remainder allocated to working capital.

Outlook

Omni Bridgeway Limited is poised for financial stability following the successful closure of its Secondary Market Transaction, strengthening liquidity and reducing debt. With Ares Management Corporation backing Fund 9, OBL secures long-term capital for growth. However, its future performance remains subject to market conditions, FX fluctuations, and industry risks. The company continues to focus on litigation finance and portfolio expansion, but investors should consider inherent uncertainties and seek professional advice before making investment decisions.

Risks

The company has exposure to the following risks-

- Market Competition
- Consumer preference risk
- Operational risk
- Technological Advancements

Valuation

Omni Bridgeway Limited (ASX: OBL)

Equity Analysis

(25 March 2025)

Relative Valuation Based on EV/EBITDA Multiple	
Omni Bridgeway Limited	OBL
EBITDA (FY25E AU\$mn)	61.00
EV/EBITDA Multiple (NTM) (Peer Mean) (approx)	9.16
Implied EV (AU\$ mn)	558.76
Cash (AU\$ mn)	207.10
Debt AU\$ mn)	274.99
Minority Interest (AU\$ mn)	-
Implied Market Cap (AU\$ mn)	490.87
Shares Outstanding (million)	282.58
Target Share Price (AU\$)	1.737
Current Market Price (AU\$) (25 March 2025)	1.390
Rating	Speculative Buy

Source: Koyfin, Analysis by Kapitales Research

Technical Analysis



Source: TradingView, Analysis by Kapitales Research

Company Name	Ticker	Sector	CMP (AU\$)	Advisory Date	Rating	Target 1 (AU\$)	Target 2 (AU\$)	Stop Loss (AU\$)
Omni Bridgeway Limited	OBL	Financials	1.390	25 March 2025	Speculative Buy	1.540	1.650	1.245

The stock of financial services company OBL settled at AU\$1.390 on 25 March 2025 after a decline of nearly 0.71% from previous day's closing. It is currently trading between its 52-week price levels. The stock is trading above the significant exponential moving averages (EMA) of 20 and 50 weeks on a weekly time frame, indicating bullishness for the midterm. The stock is trading above its central pivot (AU\$1.295), holding a bullish momentum on a weekly time frame chart. RSI (14 weeks) is at 58, holding a bullish momentum in the index.

Based on these facts, buying can be initiated at the current market price (CMP) level for the potential targets of AU\$1.540 (previous swing resistance) and AU\$1.650 (previous swing resistance) in the coming days. Investors can book either full or partial profits at target one and wait for the stock to achieve target two (depending on their risk appetite).

Investors are advised to keep a strict stop loss at or below AU\$1.245 (previous swing support) to protect their investments in case of an unfavourable movement in the stock due to any uncertain event.

Please Note: It would be in the best interest of investors to trail their stop-loss upward if the stock is moving in our favourable direction.

Investment Summary

Omni Bridgeway Limited offers a strengthened financial position with the recent Secondary Market Transaction, securing up to AU\$320 million in proceeds. Debt reduction and improved liquidity enhance its operational flexibility, while backing from Ares Management Corporation reinforces investor confidence. As a leader in litigation finance, OBL continues to expand its portfolio, leveraging strategic capital deployment.

Considering all the above factors and the current trading level, we recommend a "Speculative Buy" rating on the stock at the current market price of AU\$1.390 as of 25 March 2025 (after-market hours).

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Disclosure: The information mentioned above has been sourced from the company reports and a third-party database, i.e. Koyfin. Investors are advised to use strict stop-loss to protect their investments in case of any unfavorable/uncertain market events.