

Company Overview



VALIDITY

New York



Houston



Los Angeles



Washington D.C.

WHO WE ARE

Founded by legal finance pioneer Ralph Sutton, the team at Validity is dedicated to solving problems by taking risks and offering strategic help. We are passionately committed to the success of our clients and to a transformed U.S. legal system.

Validity offers clients and law firms the financial resources needed to keep their operations running smoothly during lengthy legal battles. Clients frequently use the capital to pay for some or all of the cost of the litigation, such as attorneys' fees, discovery expenses, expert-witness fees, and court costs. Our funding can also be used by clients for working or operating capital or to monetize their litigation assets. Validity's funding is non-recourse: clients are not obligated to repay Validity unless the client's litigation results in a recovery.

THE VALIDITY DIFFERENCE

Validity's investment team is composed entirely of former trial litigators from top U.S. firms such as Kirkland & Ellis, Gibson Dunn, Simpson Thacher, Boies Schiller Flexner, and Baker Botts. Members of the team have clerked for federal judges, including the U.S. Supreme Court. With an average of 18 years prestigious law firm experience, our team is more than a provider of capital: we are a valued litigation partner ready to contribute to legal strategy in coordination with our network of law firms and experts.

We also have one of the longest track records in the industry. With a combined 50 years financing litigation, our team has invested over \$350 million in litigation over the last four years, and our management team has over an 85% success rate on resolved cases.

Our considerable experience litigating and funding cases means we understand what clients want and need from a funder. Validity's goal is to help every client strengthen its case. We do this by sharing all of our own due diligence with our clients—conducted at no cost to the client—and by aiming to close every transaction quickly and smoothly.

At Validity, we exist to serve clients. Where other funders see legal assets, we see people and businesses. We provide unprecedented service, including full transparency on the funding process, and beyond. Validity aims to invest in cases in which the client can realistically recover 50-60% of any eventual monetary award or settlement. We are elite trial lawyers, and we evaluate your claim as potential partners. As a well-capitalized finance company, we have the ability to take and spread litigation risk.



WHAT WE DO

Validity is backed with up to \$400 million of capital commitments from global investment management firm Towerbrook Partners and other institutional investors. Unlike many other funders or brokers, Validity operates as a balance-sheet company, giving clients prompt and reliable access to permanent capital. This means clients can get financing when they need it, quickly and reliably.

We finance business-to-business, commercial litigation in U.S. courts and in arbitration around the globe. No matter the industry or type of commercial claim, if you lack the funds to prosecute a meritorious case or simply want to share the risk of litigation with a party better equipped to bear it, we can help.

Our financing enables clients to hire the best lawyers and experts in the world, who may or may not be available on a contingency basis, to vindicate your claim.

REPRESENTATIVE INVESTMENTS

Validity has committed:

- **\$11 million in funding to a leading international law firm** to help clients of the firm pursue major asset recovery cases for a foreign bank, a patent case for a corporation in the Southeast U.S., and a number of other domestic commercial litigation cases.
- **\$10 million in portfolio funding** to a boutique litigation firm to help handle several hundred million dollars' worth of hurricane-related insurance disputes.
- **\$11.5 million in funding to a multi-national** to support their multi-billion-dollar arbitration claim arising from a failed joint venture in Southeast Asia.
- **\$4 million to an international corporate affinity program** in a breach of contract case with claim value in the tens of millions.
- **\$3.75 million to a biotech manufacturer** locked in the middle of a multi-million-dollar case related to the patent rights to specific breakthrough technology. This case resolved in settlement for over \$25 million.



OUR FUNDING PROCESS

Step 1: Term Sheet.

After executing a non-disclosure agreement to protect your confidentiality, we quickly assess your case and propose a basic financial structure. We promise clear pricing, simple terms, and no hidden fees.

Step 2: Diligence.

We conduct our own due diligence on the merits of your case, at no cost to you. We may ask for information and documentation from you or your lawyers to aid our diligence.

Step 3: Investment.

You can expect the final terms of our agreement in a short, easy-to-understand investment contract. Once our investment committee approves the deal, we close make capital is available to you immediately.

Going Forward.

We stay in close touch and stand ready to offer strategic insight whenever called upon. We are always available to assist in managing case budgets, shaping legal strategy, and any other matters impacting your case. Clients can access up-to-date information 24 hours a day on the status of funding requested and deployed through Validity's client portal.



OUR CORE VALUES

In every client interaction, we are committed to delivering:

Fairness – Validity aims to invest in cases in which the client recovers 50-60% of any final monetary award or settlement. No other U.S.-based funder tracks or publishes this metric for its U.S. cases.

Agility – Clients need and deserve swift funding decisions. Validity produces term sheets within three to five business days.

Clarity – Validity’s term sheets are clear, short, and concise, with no hidden fees.

Ethics – Validity is driven by the highest ethical standards in the industry. Our Advisory Panel is comprised of legal ethics experts who specialize in ethics and focus on the impact of funding on the attorney-client relationship.

Client Service – Our goal is to maximize the speed and ease of every funding transaction. In addition, Validity’s team of elite trial lawyers can provide client’s counsel with strategic legal advice upon request.

