



### Practice Funding for PI & FI cases:

- £50 million initial facility
- Provided through international hedge fund
- Funding for disbursements & WIP
- Funding for RTA, EL, PL & FI (Financial Irregularity) Cases
- Draw down of £1500 for RTA's & £2000 for FI, EL & PL cases
- ATE insurance provided via Law Link as coverholder
- 15.9% interest rate
- 10 cases per month minimum
- Funding application available via Law Link

### Term Loan for PI cases

- Funds via High Street lenders and/or EFG Scheme
- 3-5 year term
- Available to firms with a good track record of settlements and 3 years' accounts
- Personal Injury cases only
- Typical loan value of £500k - £750k
- ATE policies via Ultra
- Monthly capital & interest payments
- Ring fenced business with agreed business plan & cash flow forecast required
- 9% pa typical rate of interest
- Admin/monitoring fees apply

### Commercial Litigation Funding Scheme:

- Disbursements and WIP funded via client loan
- Case values of £25k and above
- 65% probability of success required
- Fully insured ie nothing to pay for the client if they lose
- Opens up cases where the client could not pay otherwise
- Often cheaper option for the client than contingency fee arrangement
- Each case individually underwritten
- One off funding fee and annual interest rate apply

**ATE  
INSURANCE**

**RECIPROCAL  
BUSINESS**

**FUNDING  
FOR  
SOLICITORS**

## INSURANCE & FINANCE SOLUTIONS



### CMC Factoring scheme:

- CMC submits case to solicitor
- Solicitor approves case and notifies factoring company
- CMC receives 75% of invoice in 2 days
- Interest only chargeable on money drawn down
- Solicitor pays invoice in full on 90 days
- CMC receives balance of invoice less cost of factoring eg 5%
- CMC receives prompt, reliable payment, enabling cash flow planning
- Solicitor often able to increase number of cases accepted
- Solicitor receives 3 months' free credit
- Existing WIP can be funded (cases could be settled by the time the solicitor has to pay the referral fee to factoring company)

### Profit costs funding scheme:

- can use any costs draftsman but must observe approved protocol
- the costs bill represents the collateral for the funding
- need promise to pay from the third party or a court order
- 65% of costs bill funded, not including VAT or success fee
- payment by BACS in 48 hours
- cost of 8% for 90 days funding
- can be extended at 3% per month
- improved cash flow for solicitor
- success of the scheme is based on success at settling cases
- no insurance or medical tie in
- enables solicitor to take stronger position with insurer as 65% of invoice has been paid
- used with CMC factoring scheme, can improve major elements of cash flow for solicitor by 6 months or more

### **FOR MORE INFORMATION CONTACT:**

Mark Carpenter

Law Link (ATE) Ltd

Telephone 0161 777 1102

Mobile 07786 868274

Email mark.carpenter@lawlinkltd.com

Alternatively see our website for full details including application form at [www.lawlinkate.co.uk](http://www.lawlinkate.co.uk)

**ATE  
INSURANCE**

**RECIPROCAL  
BUSINESS**

**FUNDING  
FOR  
SOLICITORS**

## INSURANCE & FINANCE SOLUTIONS