



UNTITLED

STRATEGIC FIDUCIARY ADVICE

BVI
INVESTMENT
FUNDS

"Investment Fund" is a broad generic term that encompasses all types of funds and collective investment schemes, including mutual funds, hedge funds, fixed-income funds, real estate funds and private equity/venture capital funds. The fund industry worldwide is a hugely important part of the financial system.

An offshore fund is a collective investment scheme established in an offshore financial center, such as the British Virgin Islands, the Cayman Islands, Bermuda, Bahamas or Luxembourg, with international standards and track record, among other advantages.

THESE FUNDS OFFER ELIGIBLE INVESTORS:

- > Significant tax benefits;
- > Regulatory flexibility;
- > Cost competitiveness;
- > Lack of exchange controls; and
- > Compliance with international standards and track record, among other advantages.

UNTITLED HAS EXTENSIVE EXPERIENCE IN THE ESTABLISHMENT OF OFFSHORE FUNDS OF ALL TYPES, STRUCTURES AND SIZES.

WE ASSIST OUR CLIENTS FROM THE BEGINNING OF THEIR PROJECT THROUGHOUT THE LIFE OF THE FUND.

WHY THE BRITISH VIRGIN ISLANDS?

The British Virgin Islands ("BVI") is currently the second largest offshore jurisdiction for fund formation. While 15-20 years ago the BVI had found it difficult to compete with the Cayman Islands to attract the larger and more sophisticated investment managers and with the Bahamas for the family funds and generally the smaller funds, this situation has changed dramatically over the last few years.

The amendments introduced by the Securities and Investment Business Act of 2010, together with some changes introduced by competing jurisdictions has positioned the BVI as the "go-to" jurisdiction in many regions of the world.

TYPE OF FUNDS

There are two types of funds: open-ended and closed-ended funds. On the first one, investors have the right to demand redemption of their shares at regular

and specified intervals. On the second ones, they do not have the right to withdraw.

REQUIREMENTS TYPE OF FUND	INCUBATOR FUND	APPROVED FUND	PRIVATE FUND	PROFESSIONAL FUND	PUBLIC FUND
AUM (Assets Under Management)	Max. US\$ 20MM	Max. US\$ 100MM	No restrictions	No restrictions	No restrictions
INVESTORS	Max. 20	Max. 20	Max. 50 <small>unless the invitation to subscribe is made on a private basis up to a max. of 300 prospective investors</small>	No restrictions	No restrictions
MINIMUM INVESTMENT	US\$ 20,000 by each investor	No restrictions	No restrictions	US\$100,000	No restrictions
SERVICE PROVIDERS	None	Administrator	Administrator, Manager, Auditor, and Custodian	Administrator, Manager, Auditor, and Custodian	Administrator, Manager, Auditor, and Custodian
TIME RESTRICTIONS	Maximum of 3 years <small>it can then be converted in a fund of another type</small>	No restrictions	No restrictions	No restrictions	No restrictions
TIMEFRAME FOR ITS REGISTRATION/ RECOGNITION	It can commence operations 48 hs. after fund documents are lodged with the regulator	It can commence operations 48 hs. after fund documents are lodged with the regulator	4-6 weeks	2-4 weeks	8-12 weeks
SPECIAL CONSIDERATIONS	This type of fund is specially useful for start-up managers with no seed capital	Generally used for family-funds or to structure small funds where all the investors are close to the fund manager/sponsor	Must be only promoted on a private basis	Investors should qualify as professional investors, this type of fund therefore targets High Net Worth Individuals	This is a fund which does not qualify as any other type of fund or whose shares are publicly offered.

ABOUT UNTITLED

Untitled Law is a boutique law firm highly specialized in wealth structuring and investment funds.

As a niche law firm, we provide strategic counsel exclusively in those areas in which we excel and have extensive credentials, deep experience and successful case studies.

OUR OVERALL PROMISE IS:

- > to always make the complex, simple
- > to be pro-active partners to our clients on every level
- > in the case of Private Clients, to walk with them throughout the life of the family.



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