

OFFSHORE HEDGE FUNDS	JERSEY	BRITISH VIRGIN ISLANDS	CAYMAN ISLANDS
Summary at a Glance			
Total hedge funds incorporation costs (excl. Government fees)	US\$21,900	US\$21,900	US\$21,900
Subsequent renewal costs	US\$10,700	US\$11,010	US\$13,150
Types of fund	<ul style="list-style-type: none"> • Unclassified Fund • Expert Fund • Unregulated Eligible Investor Fund 	<ul style="list-style-type: none"> • Professional Fund • Private Fund • Public Fund 	<ul style="list-style-type: none"> • Licensed Fund • Administered Fund • Registered Fund • Exempt Fund
How long to incorporate a hedge fund?	24 hours	24 hours	24 hours
How long to launch the hedge fund?	<ul style="list-style-type: none"> • 12 weeks for Unclassified and Expert Funds • 4 weeks for Unregulated Funds 	<ul style="list-style-type: none"> • 8 weeks for Public Funds • 4 weeks for others 	<ul style="list-style-type: none"> • 12 weeks for Licensed Funds • 4 weeks for others
Do you visit the country for hedge fund incorporation?	No	No	No
Minimum investment	<ul style="list-style-type: none"> • Unclassified Funds: 	<ul style="list-style-type: none"> • Professional Fund: 	<ul style="list-style-type: none"> • Licensed Fund:

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OFFSHORE HEDGE FUNDS	JERSEY	BRITISH VIRGIN ISLANDS	CAYMAN ISLANDS
	none <ul style="list-style-type: none"> • Expert Fund: US\$100,000 or "Expert investors" • Unregulated Eligible Investor Fund: US\$1,000,000 or "Eligible investors" 	US\$100,000 <ul style="list-style-type: none"> • Private Fund: none • Public Fund: none 	none <ul style="list-style-type: none"> • Administered Fund: none • Registered Fund: US\$100,000 • Exempt Fund: none
Regulatory Authority	Jersey Financial Services Commission (JFSC)	BVI Financial Services Commission ("FSC")	Cayman Islands Monetary Authority ("CIMA")
Incorporation subject to Government approval?	No unless is a "collective investment fund"	Open-ended vehicles: yes Close-end vehicles: no	Open-ended vehicles: yes, but exceptions. Close-end vehicles: no
Local registered address required?	Yes	Yes	Yes
Local directors required?	Yes	No	No
Resident registered agent required?	No	Yes	No
Resident manager required?	Yes	No	No

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Legal considerations			
Minimum number of directors required?	<ul style="list-style-type: none"> Unclassified and Expert Fund: 2 Unregulated Eligible Investor Fund: not regulated 	2	2
Minimum number of resident directors required?	<ul style="list-style-type: none"> Unclassified and Expert Fund: 2 Unregulated eligible investor fund: not regulated 	0	0
Corporate directors allowed?	Yes	Yes, except for public funds	Yes
Individual directors allowed?	Yes	Yes	Yes
Minimum number of managers required?	<ul style="list-style-type: none"> Unclassified Fund: 2 Expert Fund: 1 Unregulated eligible investor fund: not 	0	0

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	regulated		
Resident manager required?	<ul style="list-style-type: none"> Unclassified Fund: 2 Expert Fund: 0 Unregulated eligible investor fund: not regulated 	0	0
Must the managers have a license?	<ul style="list-style-type: none"> Unclassified Fund: no Expert Fund: yes Unregulated eligible investor fund: not regulated 	Yes	No
Minimum number of representative required?	0	1	0
Minimum number of resident representative required?	0	1	0
Public register of shareholders and directors	Yes	No	No

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OFFSHORE HEDGE FUNDS	JERSEY	BRITISH VIRGIN ISLANDS	CAYMAN ISLANDS
Tax and accounting considerations			
Corporate tax payable	0	0	0
Audited financial statements	Yes	Yes	Yes
Local audit firm required?	No	No	Yes
Annual tax return to be submitted	Yes	Yes	Yes
Access to how many double tax treaties	31	2	0
Withholding tax payable	0	0	0
Can the hedge fund hire expatriate staff in the country?	Yes	Yes	Yes

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Logistic considerations			
Can invoice/sign sales contracts with local clients	No	No	No
Can rent office premises in the country	No	No	No
Employment visa fees (US\$)	US\$3,950	US\$3,950	US\$3,950
<u>Average monthly salary in Hedge Funds</u> (US\$)	US\$75,000	US\$75,000	US\$75,000
English spoken rate	94.6%	75%	95%
Literacy rate (%)	-	98%	99%
Computer literacy rate (%)	48.6%	46.9%	70.6%
GDP per capita (US\$)	US\$57,000	US\$42,300	US\$43,800
Population (in million)	95,732	31,912	53,737
Unemployment rate	1.7%	8.7%	4%
Inflation rate (2013)	3.7%	2.2%	1.2%

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OFFSHORE HEDGE FUNDS	JERSEY	BRITISH VIRGIN ISLANDS	CAYMAN ISLANDS
Estimate of engagement costs			
Healy Consultants engagement fees	US\$19,200	US\$19,200	US\$19,200
Company secretary and legal registered office fees	US\$2,700	US\$2,700	US\$2,700
Estimate of Government registration fees	US\$570 + 1,624 (applicable only to unclassified and Expert Funds)	For Professional and Private Funds <ul style="list-style-type: none"> under 50,000 shares: US\$2,050 above 50,000 shares: US\$2,800 	US\$4,391
Estimate of total outgoings in Year 1	US\$22,470	US\$23,950	US\$26,291
	 draft invoice - Jersey hedge fund 1	 draft invoice - BVI hedge fund 14 10 21	 draft invoice - cayman islands hedge fund

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