

OFFSHORE HEDGE FUNDS	JERSEY	BRITISH VIRGIN ISLANDS	CAYMAN ISLANDS
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<b>Summary at a Glance</b>			
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"> <li>• Unclassified Fund</li> <li>• Expert Fund</li> <li>• Unregulated Eligible Investor Fund</li> </ul>	<ul style="list-style-type: none"> <li>• Professional Fund</li> <li>• Private Fund</li> <li>• Public Fund</li> </ul>	<ul style="list-style-type: none"> <li>• Licensed Fund</li> <li>• Administered Fund</li> <li>• Registered Fund</li> <li>• Exempt Fund</li> </ul>
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"> <li>• 12 weeks for Unclassified and Expert Funds</li> <li>• 4 weeks for Unregulated Funds</li> </ul>	<ul style="list-style-type: none"> <li>• 8 weeks for Public Funds</li> <li>• 4 weeks for others</li> </ul>	<ul style="list-style-type: none"> <li>• 12 weeks for Licensed Funds</li> <li>• 4 weeks for others</li> </ul>
Do you visit the country for hedge fund incorporation?	No	No	No
Minimum investment	<ul style="list-style-type: none"> <li>• Unclassified Funds:</li> </ul>	<ul style="list-style-type: none"> <li>• Professional Fund:</li> </ul>	<ul style="list-style-type: none"> <li>• Licensed Fund:</li> </ul>

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OFFSHORE HEDGE FUNDS	JERSEY	BRITISH VIRGIN ISLANDS	CAYMAN ISLANDS
	none • Expert Fund: US\$100,000 or "Expert investors" • Unregulated Eligible Investor Fund: US\$1,000,000 or "Eligible investors"	US\$100,000 • Private Fund: none • Public Fund: none	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"> <li>Unclassified and Expert Fund: 2</li> <li>Unregulated Eligible Investor Fund: not regulated</li> </ul>	2	2
Minimum number of resident directors required?	<ul style="list-style-type: none"> <li>Unclassified and Expert Fund: 2</li> <li>Unregulated eligible investor fund: not regulated</li> </ul>	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"> <li>Unclassified Fund: 2</li> <li>Expert Fund: 1</li> <li>Unregulated eligible investor fund: not</li> </ul>	0	0

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	regulated		
Resident manager required?	<ul style="list-style-type: none"> <li>Unclassified Fund: 2</li> <li>Expert Fund: 0</li> <li>Unregulated eligible investor fund: not regulated</li> </ul>	0	0
Must the managers have a license?	<ul style="list-style-type: none"> <li>Unclassified Fund: no</li> <li>Expert Fund: yes</li> <li>Unregulated eligible investor fund: not regulated</li> </ul>	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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<b>Tax and accounting considerations</b>			
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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<b>Logistic considerations</b>			
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
<a href="#">Average monthly salary in Hedge Funds</a> (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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<b>Estimate of engagement costs</b>			
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"> <li>under 50,000 shares: US\$2,050</li> <li>above 50,000 shares: US\$2,800</li> </ul>	US\$4,391
Estimate of total outgoings in <b>Year 1</b>	US\$22,470	US\$23,950	US\$26,291
	 draft invoice - Jersey hedge fund 1	 draft invoice - BVI hedge fund 14 10 20	 draft invoice - cayman islands hedge fund

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