

OFC – advantages as a dual offshore jurisdictional financial consultancy -White Paper

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Introduction

Offshore Financial Consultants is a leading dual offshore jurisdictional financial consultancy. OFC is customarily used for secondary market transactions of all types including equity, capital markets transactions, mergers and acquisitions and in restricted and control securities.

Absence of tax

OFC Hong Kong and OFC Cayman have no direct taxes of any kind. There are no corporation, capital gains, income, profits or withholding taxes. Under the terms of the relevant legislation, it is possible for exempted companies, unit trusts and limited partnerships to register with and apply to the respective governments for a written undertaking that they will remain tax-free for a minimum period (20 years in the case of exempted companies and 50 years in the case of unit trusts and limited partnerships).

Absence of exchange controls

There are no exchange control restrictions or regulations in Hong Kong or the Cayman Islands. Funds can be freely transferred in and out of both jurisdictions in unlimited amounts. Both the Hong Kong and the Cayman Islands dollar are pegged to the US dollar and the latter is freely accepted and used within the local economy.

Reliable legal system

Both jurisdictions laws derive from English common law, supplemented by local legislation. The court system is well developed and experienced.

Availability of banks and professional services

Out of the world's 50 leading banks, over 40 have a presence in the Cayman Islands and even more in Hong Kong. All the leading accountancy firms are represented as well.

Speed and cost

OFC prides itself on efficiency with no lengthy regulation or filing procedures, transactions can be brought to market very quickly. The cost of forming and maintaining Cayman entities is competitive and usually minimal in the context of most transactions.

Advantages of Blockchain & Distributed Ledger Technology

1. It is immutable: you cannot falsify the blockchain; it is an important element of trust.
2. It is time stamped.
3. It is decentralized: it is a peer to peer mechanism with the ability to limit the access.
4. It is abundant: there is no limit in creating blockchains.
5. It is transparent: everybody can have access to the successive operations.
6. There is no intermediation any more. The blockchain code is law.

The OFC Sky Fund & Crypto Assets

Exempted Crypto Assets are now becoming a common vehicle for private funds. They are also sometimes used in master-feeder open-ended fund structures.

OFC Sky Fund is operated based on English common law and therefore interpreted according to English case law.

Program Access: Available only through OFC's Managed Account – The OFC Sky Fund.

Program Objective: To generate consistent capital appreciation by employing a diversified ensemble of algo-systematic alpha strategies at a level of risk similar to long-term global equities (~20% annualized volatility).

Investment Universe: Primarily IPO Futures & Crypto Futures Contracts

Style: 100% Algo-Systematic.

Strategy Description: Markets are marginally inefficient in many small ways that can be profitably hunted, validated, and exploited through novel quantitative methods. These inefficiencies primarily arise from investors expressing non-wealth maximizing investment preferences; regulatory constraints and frictions; agency effects; institutional rigidity; commercial hedging; and the inertia of traditional investment heuristics.

The OFC Sky Fund takes the other side of these wealth compromising trades by deploying a diversified ensemble of long/short algo-systematic FinTech strategies derived from advanced algo-statistical methods and machine learning tools.

1. Program assets include all monies invested in The OFC Sky Fund.
2. Returns are calculated from the gross returns of The OFC Sky Fund net of 2% management fee and 20% incentive fee as Returns are calculated from the gross returns of The OFC Sky Fund Futures Program Composite net of 2% management fee and 20% incentive fee as well as all trading and administrative expenses.

The OFC Sky Fund Mandate Highlights

StrategyManaged Fund | Region Global

Program Assets: \$798 Million USD

Incubation Period: October 19, 2019 – November 30, 2020

Robust Program Inception: 12/1/2019

Return in first year: 39.41%

Return in second year: 36.88%

Program Access: Available only through OFC's Managed Account – The OFC Sky Fund.

Min. Subscription

Fund: \$1,000,000

Managed Account: \$2,000,000

Liquidity: Daily*

Redemptions: Quarterly

Redemption/Subscription Notice: 15 Days

Reporting: Quarterly

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