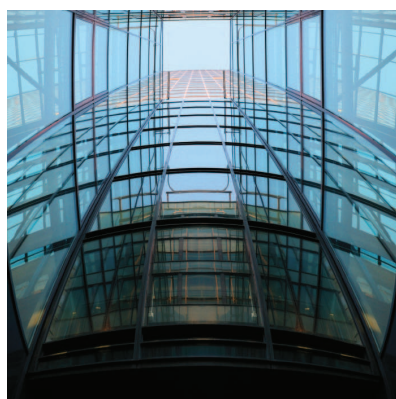


Middle Office functions

■ The Middle Office functions of a Luxembourg alternative investment fund vehicle might be defined as the part of its operations that provides the link between the revenue-generating front office (the generally not-in-Luxembourg-resident fund manager) and the administrative back office (the fund's Luxembourg domiciled central administration). As such, the Middle Office should bridge the frequently wide open gap between the transactional focused asset managers and unassertive accounting and corporate service providers.

Furthermore, the AIFM Directive requires the set-up of a robust and formalized risk and liquidity management as well as enhanced disclosure and reporting requirements. The AIFM Directive driven operational requirements are therefore a new challenge for which many fund managers of up to now less regulated alternative investment vehicles are not prepared. It might be very difficult for these to both focus on generating returns through the execution of their evolving investment strategies and also have the operational infrastructure required to deliver on reporting and transparency.



Fund managers might therefore be confronted with economic constraints, scalability issues, systems needs, human resource requirements and potential knowledge gaps.

Until recently, relying on Luxembourg independent resident directors was mainly driven to anchor the tax residency of the fund vehicle in Luxembourg and to safeguard the interests

of the investors via a strong emphasis on corporate governance. However, given the current and future trends towards an enhanced control environment, experienced Luxembourg directors will be key for optimizing the processes and controls.

As a CSSF regulated Professional of the Financial Sector, PANDOMUS assists the front office determine how projects are to be conducted in line with Luxembourg legal, regulatory and tax compliance considerations, to ensure consistently investor related deliveries and to allow for managers fulfilling their compliance requirements in a more transparent way.

Main components of the PANDOMUS Middle Office outsourcing solution include:

providing seasoned and knowledgeable board members,

setting up proper oversight of delegated activities,

assisting in documenting the risk management processes, enhancing the corporate governance (e.g., conflict of interest, remuneration policy, valuation considerations),

coordinating the information and work flows between the various service providers as well as

assuring an investor/regulator dedicated reporting and remediation framework.

PANDOMUS is therefore uniquely positioned to provide the range of services necessary to ensure alternative fund promoters can manage their real estate and private equity investment portfolios more efficiently via their Luxembourg investment vehicles.



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PANDOMUS is a Luxembourg based service company, which offers high-end & exhaustive Luxembourg company domiciliation services. Pandomus does not have any link with law firms, tax advisors, asset managers or banks.

An independent service provider

As a truly independent service provider, Pandomus does not have any conflict of interest and can thus guide its clients towards those specialists who are the best in their area of expertise. Similarly, Pandomus can work with any service provider, bank or asset manager of its client's choice.

Pandomus is owned by Luxembourg resident partners.

The Formula

We believe that the best marketing is generated by satisfied clients. Thus, we have designed our business plan around a sound and simple philosophy: the clients of PANDOMUS get a good deal. This translates into the following formula:

high quality @ competitive price

We can perform at competitive prices since the company has a lean organization without any financial expenses. High quality is ensured through steadfast partner attention and a flat corporate hierarchy. Each client is allocated to one experienced partner, which emphasizes our personalized approach and ensures that each client faces a decision making person.

We firmly believe that this philosophy is a strong differentiator and that this concept will prove genuinely sustainable.

Our Clients

- Listed multinational companies
- Real Estate companies
- Private Equity and Venture Capital firms
- Financial institutions
- Insurance companies
- Investment and pension funds
- Private companies
- High Net Worth Individuals

Our Expertise

- Private Equity & Venture Capital
- Real Estate
- Intellectual Property (IP) structures
- Securitization Vehicles
- Middle Office
- Risk Management
- Institutional Client Services
- Services for Private Clients
- Liquidation Services

Our Services

- Incorporation and liquidation of Companies
- Company Domiciliation & Office Rental
- Resident & approved CSSF Directors
- Central Administration (SIF & SICAR)
- Accounting & Consolidation (LuxGAAP / IFRS / EVCA / INREV)
- Corporate Secretarial
- Tax Compliance

