

Newsletter Edition November 2014

I. IN MEDIAS RES

New Investmentfund

On 31 of October 2014 the BTG AlgoTrend Fund has been launched. The trading approach is based on specific algorithms. The trading strategy is based on several sequences of calculated price movements in different time frames. Through a self-learning system and a fully automatic order execution, we are able to react flexibly and continuously on market changes, establishing “splitting” positions and a variable position management, which therefore will offer the investors a very high return expectation. Opening a trading position always takes place only upon reaching calculated trigger levels. The trading system also filters out trading times of big macro-economic data releases or central bank meetings or interest rate policy releases. In certain market conditions positions are also opened against the market trend on the basis of probability calculations.

The AlgoTrend trading system can establish positions in the Forex market as well as other markets (provided that these markets and instruments can be traded through CFD's.).

II. AUTOMATISCHER INFORMATIONSAUSTAUSCH (AIA)

Meanwhile, all member countries of the G-20, the OECD and other countries have decided to obtain the relevant information for the taxation of interest income of the bank accounts and financial portfolios and exchange in the other. All persons who are resident in a Member State participating in the AIA are covered by this regulation. Who e.g. is domiciled Germany and has a banking relationship in Liechtenstein, is affected by this rule.

Here, the personal scope is very broad. In addition to natural persons, legal persons and other legal entities such as trust or foundations are detected. Advanced is the loop still on these legal persons controlling natural persons.

To mandatory reporting the „Financial institution“ are obliged. Whether that only the banks or other financial market participants such as asset managers or investment companies be meant, is included in the updated text is not exhaustive. In any case, the financial data to the national control authority shall be sent, while national tax authorities are to exchange financial data. This is to ensure that foreign (bank) easset in the county of residence of the banking client in taxed. An imposition or collection of taxes by the reporting State is not involved. The tax jurisdiction remains with the State of residence.

What is reported / exchanged?

- a. Name, Address, Country of residence, birth, tax identification number, place of birth
- b. Account Number
- c. Name and (if necessary) identification number of the reporting financial institution, bank account balances and securities custody accounts at December 31,
- d. Total of expenses incurred in the corresponding year, investment income (including interest, dividends) and income from sale of financial assets

Schedule

It is planned to put the AIA as of 01 January 2016 in force. Thus, all financial information with the beginning of 2016 are collected. As of 2017, then the automatic exchange of data is to take place.

III. FINANCE-NEWS

Tax Information Exchange

The agreement between Switzerland and Jersey, Guernsey and the Isle of Man on the exchange of information in tax matters entered into force on 14 October 2014 and will be applicable from 1 January 2015.

Commission delegated regulation (EU) No 231/2013 of 19 December 2012 supplementing Directive 2011/61/EU of the European Parliament and of the Council with regard to exemptions, general operating conditions, depositaries, leverage, transparency and supervision

Directive 2011/61/EU empowers the Commission to adopt delegated acts specifying, in particular, the rules relating to calculation of the threshold, leverage, operating conditions for Alternative Investment Fund Managers (hereinafter 'AIFMs'), including risk and liquidity management, valuation and delegation, requirements detailing the functions and duties of depositaries of Alternative Investment Funds (hereinafter 'AIFs'), rules on transparency and specific requirements relating to third countries. The respective EU / EEA countries have to take into account these requirements while implementation in national law.

IV. FUND PRICES PER 31 OF OCTOBER

Name Fund	NAV per share	Performance ¹	Performance ²	Taxation ³
ACF Fund	CHF 94.18	- 1.94%	- 5.82%	
BTG AlgoTrend Fund Limited	EUR 100.00	n.a.	n.a.	
Scarabaeus Active Fund	EUR 113.04	+ 0.53%	+ 3.84%	G, A, ES
Swiss Quality Portfolio Fund	CHF 102.19	+ 0.27%	+ 2.19%	A
Fidosa Fund BLUE	CHF 109.23	+ 0.91%	+ 8.49%	G
Universal Conservative Fund	CHF 103.12	+ 0.66%	+ 5.95%	G
Universal Stars Fund	CHF 86.21	- 2.03%	+ 0.07%	G

V. USEFUL INFORMATION FROM THE FINANCIAL WORLD

AIF for qualified investors

The Liechtenstein Regulation of 29 January 2013, the Alternative Investment Fund Managers (AIFMV) provides for the establishment of an AIF for qualified investors.

In Art. 66 (1) AIFMV is stated that an "AIF for qualified investors" is an AIF which comply to one of the types of funds according to Art. 62 to 65 and fulfill the requirements of these articles.

Fund types according to Art.62 to 65 AIFMV

- a. AIF for liquid investments comprises an extent of at least 70% of the net asset value (NAV) liquid investments (according to Article 51 UCITSG allowable capital assets; Precious metals, commodities or certificates representing precious metals and commodities, which are liquid and exactly measurable at all times, as well as other fixed assets, which are liquid and exactly measurable at all times).

¹ Performance compared to the previous month

² Performance during the current calendar year (ytd)

³ The income of the investment fund will be taxed in the stated
G = Germany; A = Austria; ES = Spain

- b. AIF for illiquid investments comprises an extent of at least 70% of the net asset value of illiquid investments.
- c. A Flex Fund is an AIF which can combine liquid and illiquid assets in accordance with its investment policy. The details of investment policy are laid down in the constitutional documents.
- d. Leveraged AIF is an AIF for which the AIFM may use a leverage that exceeds three times the net asset value in accordance with Art. 111 of the Commission`s delegated Regulation.

An AIF for qualified investors can be sold to one or more qualified investors only. Qualified investors are:

- 1) Professional investors;
- 2) Private investors which fulfill at least the following requirements:
 - a) A minimum investment of 100'000 EUR or the equivalent value in another currency if the private investor possesses at that time investments, directly or indirectly, with a value higher than 1 million EUR or the equivalent value in another currency;
 - b) Minimum investment of 100'000 EUR or the equivalent value in another currency, if
 - i) The investor indicates in writing in a separate agreement for the investment commitment from the document that he/she is aware of the risks associated with the intended commitment or investment;
 - ii) The AIFM assesses the expertise, the experience and the knowledge of the investor, without having the assumption that the investor has the market knowledge and experience of a professional client;
 - iii) The AIFM is convinced reasonable considering the nature of the proposed obligation or investment of the investor is able to make its own investment decision and understand the risks involved, and this obligation for the relevant investor is appropriate;
 - iv) The AIFM confirmed in writing that he has made the review according to lit. ii and the conditions are present according to lit. iii;
 - c) Conclusion of a written asset management agreement with persons domiciled domestically or abroad, who;
 - i) are approved for asset management service by EEA law; or
 - ii) are approved in third countries by the national supervisory authority for asset management service or are members of a self-regulatory organization recognized by the national supervisory authority and are subject to equivalent money laundering rules under the EEA law.

Investor information regarding AIF for qualified investors must at least meet the requirements for AIF which are distributed to professional investors. To the reduced scope of investor information, in particular the absence of a semi-annual report and the key investor information, will be indicated in the constitutional documents if there is a distribution.

If you want to know more about an AIF for qualified investors, please feel free to contact us.

VI. PUBLISHER

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