



Press Release

23<sup>rd</sup> March 2011

**LM Investment Management Ltd selects KMG SICAV-SIF S.A.  
for its Luxembourg funds**

When Australian fund manager LM wanted to significantly boost its EU presence it knew it would have to “go native”.

LM Investment Management is a successful manager; it has a 13 year track record, distribution in some 60 countries and AUD 1 billion under management. To be totally accepted by investors across all European States, however, it still needed that EU feel, structure and presence.

Our objective was to provide LM with a cost and time effective solution which did not involve them in having to replicate their existing Australian infrastructure in Europe.

Working with LM, KMG put together Feeder funds, linking directly into the existing Australian Master Funds. This gives EU investors the comfort and the extra layer of protection of a Luxembourg investment. Meanwhile for LM their investment approach, combined assets and management all remains undisturbed in Australia.

With an eye to 2013 and the distribution problems that may face non EU funds, KMG sought to ensure that the new Feeders should be in a position to obtain their EU passports. “The technical challenges for us” says Paul Pavli, KMG’s Operations Director, “was to obtain an understanding of Australian Legislation so as to be able to make modifications to the underlying funds to ensure that the new Feeders are AIFMD ready.”

LM is absorbing any feeder fund costs to ensure that clients will receive the same returns whether investing via Luxembourg or directly into the Australian Master.

LM founder and CEO, Peter Drake comments: “Many European investors are looking further afield for growth and returns and Australia is the logical choice. Utilising KMG’s Luxembourg structure for our established income funds will allow European advisors and institutions

greater ease of access to the quality Australian investments that we manage. With KMG's platform all the proven legalisation, legal, custodial, audit and administrative infrastructure required to operate soundly exists."

For detail of the LM Australian Income Fund – Currency Protected Lux and other LM funds visit [www.lmaustralia.com](http://www.lmaustralia.com).

—Ends—

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Web site : [www.lmaustralia.com](http://www.lmaustralia.com)

**Notes To Editors:**

**About KMG SICAV-SIF**

<http://www.kmgcavsif.com/>

The KMG SICAV-SIF is an open architecture platform, created exclusively to enable third parties to launch their own fully supported and administered Luxembourg regulated SICAV SIF funds.

SICAV SIFs are onshore, open-ended, Luxembourg-domiciled Specialised Investment Funds. They operate within the framework of the Specialised Investment Funds law of February 2007

The structure can play host to a wide variety of asset types, including both traditional and alternative investment products. There are few restrictions on leveraging, making it ideal for private equity, hedge funds and property funds. The rules are designed to accommodate all investment styles and objectives.

A SICAV SIF is a truly multi-purpose investment vehicle that is operationally flexible and fiscally efficient and is marketable both internationally and within EU member States to institutional investors and individuals who qualify as "well informed investors".

KMG SICAV-SIF hosts a variety of funds for fund managers, IFAs and entrepreneurs, ranging from currency programs to property to commodity trading accounts to fund of funds.

**About LM Investment Management Ltd**

<http://www.lmaustralia.com/>

LM Investment Management Ltd is an independent Australian specialist fund manager, privately owned by its management. Under Australian legislation, LM operates independently as a licensed Responsible Entity under Australian Financial Services License No. 220281. LM has over 13 years' experience in the Australian market and offers

international clients its Australian market knowledge and expertise to identify buoyant themes and investment solutions.

LM manages some AUD 1billion across a range of investment products including cash, capital guaranteed, conservative income, enhanced income and Australian index-based investment solutions.

LM is headquartered on the Gold Coast, Australia and has client service and distribution centres in Sydney Australia, Hong Kong, London, Dubai, Auckland, Johannesburg, Tokyo and Seattle and employs some 90 people.

LM is recognised as a professional lending institution across the business and property sectors of Australia. In selecting and managing the property related assets of its investment funds, LM utilises the significant breadth of Australian property and lending expertise provided by its in-house team. Over the past 13 years, LM has settled loans in excess of AUD5 billion. Lending and asset management are spread across a range of property sectors including residential, commercial, aged care, industrial, retail and construction opportunities throughout Australia's diverse property markets.

### **Key features of the LM Australian Income Fund – Currency Protected Lux**

**Fund structure:** The LM Australian Income Fund – Currency Protected Lux is a dedicated fund of the KMG SICAV-SIF and is a feeder fund for the LM Australian Income Fund – Currency Protected.

**Investment Adviser:** LM Investment Management Ltd

**Global Investment Manager:** KMG Capital Markets Luxembourg S.A.

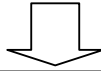
**Reference Currency:** AUD

**Fees:** The Master Fund charges a management fee of 1.5% pa. There will be no advisory fee charged to the Feeder Fund.

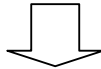
**Minimum investment:** EUR 5,000

## Establishing a SICAV SIF

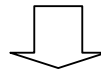
Fill in application form, available at [www.kmgcavsisf.com/Application Form](http://www.kmgcavsisf.com/Application Form). Then focus on investment management and leave everything else to KMG SICAV SIF!



**Incorporation**

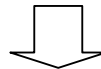


**Custody**

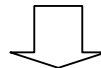


**Transfers**

KMG will process subscriptions and redemptions, and will maintain the shareholders' register.

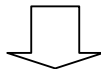


**Administration**

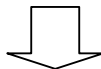


**Domiciliation & Corporate Secretariat**

KMG will provide an address and office for the dedicated fund, organize annual general meetings of shareholders and supply investors with statements.

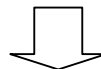


**Day-To-Day Management & Organization**



**Investment Management Services**

KMG will handle order placing and execution, as well as investment performance reports.



**Promotion & Distribution  
Corporate Branding**