

LMDF in short

LMDF's vision is to contribute to the reduction of poverty by financially supporting organizations that reinforce small entrepreneurs and people excluded from the traditional financial system by stimulating entrepreneurship.

The Fund facilitates access to responsible finance by building sustainable links between investors, microfinance institutions and ultimate beneficiaries. Investing in LMDF is investing in the long term and accept that the financial performance may be lower than the one produced by purely financial investments, while taking in account its high social impact.

What are the investment objectives?

Investing in microfinance institutions (MFIs) located in Asia, Africa and Latin America with the intention of financing debt instruments proposed to their customers. The Fund may also invest in capital or issue guarantees in favor of MFIs.

And social objectives?

Contribute effectively with measurable effects on the financial inclusion of people without access to traditional banks. The Fund focuses on MFIs:

- acting for the development of women and the poor
- which have a focus on rural areas
- which actively work on developing projects for youth

How to invest?

You can subscribe quarterly to LMDF through the main banks in Luxembourg with a notification period of 5 working days preceeding the 31 March, 30 June, 30 September or 31 December.

Simply go to your bank and inform them of your wish to invest in LMDF. Your bank advisor will find the Fund under its ISIN code :

ISIN CODE LU0456967404

Private investors

Risks and return

LMDF minimizes its risks by a diligent selection of investments and risk diversification.

For the Class C Shares, restricted to private investors and non-for-profit associations, the counterparty risk, meaning the risk that the microfinance institution does not meet its financial obligations to the Fund, is covered by a loss compensation provided by Class A Shares, whose capital is subscribed by the Luxembourg Government and ADA.

It is important to note that the counterparty risk coverage does not include risks related to the country, currency, liquidity, operational or valuation risks. The risk coverage is not a guarantee that the net asset value per Class C share will never decrease.

Investors are requested to refer to the Fund's Prospectus for a detailed description of these risks and the instruments that the Fund uses to mitigate such risks.

Conditions and fees

Entry fees: According to distributor
Exit fees: Max: 2%, Act: 0%

Terms and operation

Type: SICAV Part II
Compartment: Unique
Launch: Dec. 2009
Ref. currency: Euro
Distribution policy: Capitalisation
Subscription: Quarterly, notification 5 days
NAV calculation: Quarterly
Redemptions: Quarterly, notification 45 days
Min. of invest.: No minimum
Target assets: EUR 25 Mio.
Manager: Kaspar Wansleben
Contact: +352 27 47 35
Website: www.lmdf.lu

Important information

This material comprises information relating to Luxembourg Microfinance and Development Fund – Social Venture Capital Sub-Fund. It is not LMDF's sales prospectus. An investment in LMDF may only be made on the basis of the current prospectus and the latest available annual and semi-annual reports. Such documents are available free of charge at the registered office of LMDF at 2, place de Metz, L-1930 Luxembourg and on the internet site www.lmdf.lu. If you are in any doubt about the contents of the present material, annual or semi-annual reports or the prospectus you should consult your stockbroker, bank manager, solicitor, accountant or other financial adviser. The typical investor in LMDF is an individual or institution who has an interest in microfinance as an instrument for the advancement of marginalized populations in developing countries. The typical investor is aware that LMDF seeks dual objectives, social impact and financial return. The typical investor is willing to invest for the long term and accepts a possibly lower return on investment than available from purely return-oriented investment vehicles. There can be no guarantee that the objective of LMDF will be achieved. LMDF has been authorized to distribute its shares publicly in the Grand Duchy of Luxembourg. Every potential shares applicant living in a territory other than the Grand Duchy of Luxembourg cannot consider these documents as an invitation to buy or apply for these shares, unless in that territory such an invitation can be carried out within full compliance of the law, without any registration or other modalities, or unless this person is to comply with the legislation in effect in the concerned territory to obtain all governmental or other required authorizations and to subject him- or herself to all applicable requirements. None of LMDF's shares have been registered under the United States Securities Act of 1933 or registered or qualified under applicable state statutes and LMDF has not been registered under the United States Investment Company Act of 1940. None of the shares may be offered or sold, directly or indirectly, in the United States or as part of a transaction not subject to these laws, securities laws in effect in the United States or to any US Person or on their behalf, except as part of an exemption to the transferable securities laws in effect in the United States or as part of a transaction not subject to these laws.
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