



KPMG Asset Management Platform

Hedge Funds

Pioneering the automation of tax compliance and planning with innovative technology

kpmg.com





The demands on the chief tax officer are growing

and now technology is available to assist and enable significant improvements.

The KPMG Asset Management Platform is a leading technology that can help you reimagine cost-effective, innovative ways to execute tax compliance and planning. Informed by our extensive, in-depth tax knowledge of pass-through structures, our Asset Management Platform enables efficiency and transparency, and helps normalize big data so you can save time, improve accuracy, and discover new tax value-adds for your organization. Key features include:

- Complete transparency into the status of tax deliverables and the capability to drill-down into calculations (not a black box)
- Reduced risk of missing tax compliance and investor reporting deadlines
- Increased operational efficiencies across all aspects of tax compliance (data collection, updating investor/tax info, creating reports, and tax filings)
- Shared access for client, KPMG, and authorized third parties
- Reduced rework time and enhanced reporting derived from one tax technology platform supporting all major asset classes for both federal and state
- Improved decision support enabled by scenario planning, modeling, estimates, and data analytics
- Removal of constraints on business growth and profitability by replacing manual processes and legacy systems.

For additional information including a demonstration of the KPMG Asset Management Platform, take a tour of our interactive website at visit.kpmg.us/AMP. For insights from our Asset Management practice, visit us at home.kpmg/us.

Dive into the Asset Management Platform

Data Automation Center

Automate Inflows

Financial Data

Market Data

Investor Data



Hedge Specifics

- 704(c) aggregation (full or partial netting) and lot layering
- Support for diverse allocation configurations of pools, side pockets, incentives, and periods.
- Identification and treatment of wash sales, constructive sales, straddles, 1256 and 988 MTM, qualified dividend income, dividend received deduction, REIT dividend income reclassification, original issue discount and market discount
- Lot-level book and tax basis tracking of investments enabling tax aware investing
- Integration with fund administrators for automated consumption and validation of book data

Asset Management Platform® | Key Features

<ul style="list-style-type: none">• Automated consumption of book data• Data mapping/validations• Book to tax walk• Investment and basis tracking	<ul style="list-style-type: none">• Allocations & Tiering• State withholding & composites• Federal & State Tax Returns• Schedules K-1/K-2/K-3	<ul style="list-style-type: none">• US Withholding (1042/1042-S)• Dynamic report writer• Structure charts• Full Client Access
--	--	--

Data Analytics

- What-if scenarios and planning
- Estimates and data visualizations

Workflow/Collaboration

- Milestones & resources
- Shared document workpapers
- Investor Portal

Compliance & Investor Deliverables

- Tax reports & calculations
- Tax Return, K-1, and K-3 packages
- Investor estimate letters

Tax Return Software

- Integrated mapping with GoRS/CCH
- Federal, State and Local forms
- Electronic filing

Hedge What-if scenario planning

Estimated Capital for LIP 2018 Estimate by Tax Return Summary					
Source	Total Assets	Total Liabilities	Total Net Assets	Total Net Liabilities	Markets
Assets	1,024,512,100	1,279,148	645,349,000	103,870,100	100
Liabilities	1,024,512,100	1,279,148	645,349,000	103,870,100	100
Total	2,048,024,200	2,558,296	1,290,698,000	207,740,200	100

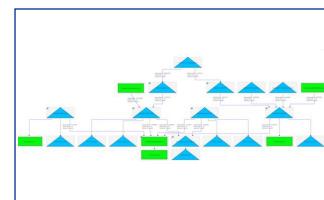
Business intelligence



Securities Tax Computations



Multilevel tiering and complex allocations



Private Equity | Hedge | Real Estate | Funds of Funds | RICs | Energy | Credit | Infrastructure | Family Office | REIT

For additional information including a demonstration of the KPMG Asset Management Platform, take a tour of our interactive website at visit.kpmg.us/AMP. For insights from our Asset Management practice, visit us at home.kpmg/us.

KPMG Securities Analyzer

KPMG Securities Analyzer automates the tax analyses of securities transactions using data feeds that flow into AMP. These interwoven tax calculations provide accurate book-to-tax adjustment results for compliance and enables tax-efficient investing and planning. For example, the calculation of wash sales incorporates basis adjustments for Real Estate Investment Trusts (REITs) and Passive Foreign Investment Companies (PFICs).

Our deep knowledge in wash sale and other financial product taxation issues such as constructive sales and straddles, along with our robust, SOC 1 certified, KPMG Securities Analyzer tool, can help even the most sophisticated fund managers improve their portfolio management and tax compliance.

Customized reports

KPMG has developed a number of reports that can be customized to the specific needs of each fund manager. The following is a sample of some information that can be tracked in the KPMG tool:

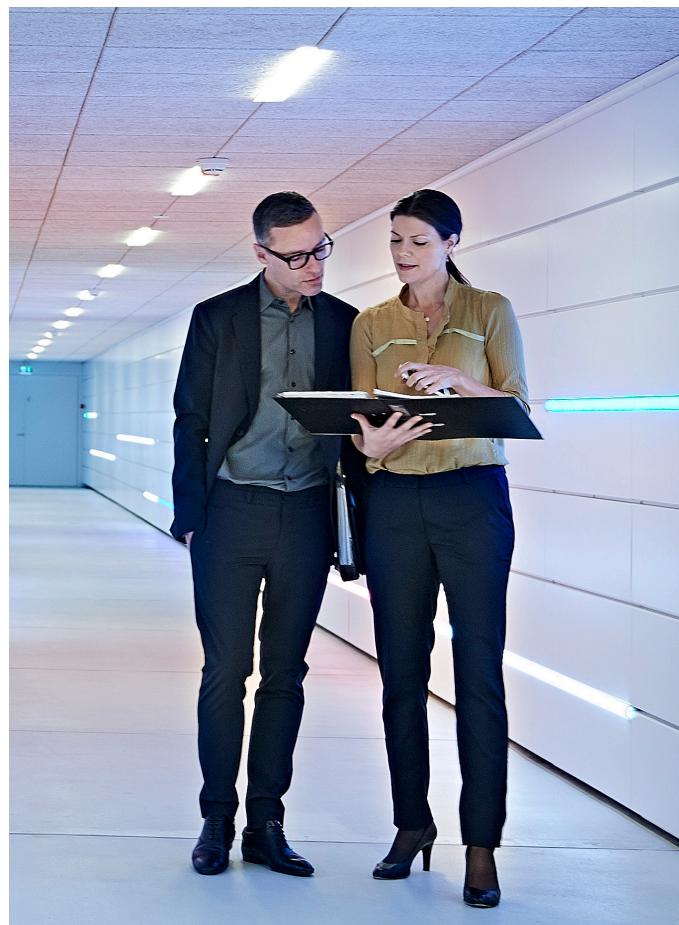
- Investment tax basis tracking
- Holding period tracking and adjustment
- Short term recategorization to long term
- Per-share tax liability calculations including adjustment
- Tax lot relief identification including basis adjustment.

Service options

- KPMG managed service calculations
- KPMG hosted: client self-service calculations
- Client hosted: on-site software installation

Tax calculations

- Wash Sales
- Income Reallocation (REITs/RIC/Other Investments)
- Straddles (Unidentified and Identified)
- Constructive Sales
- IRC Section 263(h) Short Sales
- IRC Section 1256 Contracts with IRC 988 overlay
- Qualified Dividend Income (QDI)
- Dividend Received Deduction (DRD)
- Passive Foreign Investment Companies (PFICs)
- Foreign Tax Credit (FTC)
- Accretion of Original Issued Discount
- Accretion of Market Discount
- Amortization of Bond premium



Securities Analyzer highlights

- SOC 1 annual certification
- Calculate on-demand adjustments for wash sales, REITS, PFICS, straddles, constructive sales, QDI, DRD, and more
- Analyze sufficiently similar securities on options, warrants, convertibles, and equities
- Interwoven cost basis and holding period analytics
- Book-to-tax adjustments flow real-time to your analysis by break period
- Client access to on-demand reports
- Process what-if portfolios for tax aware planning
- Customize reports for downstream automation
- Securities Analyzer Center of Excellence team works closely with client and/or administrator technology leads to automate data ingestion with KPMG Data Automation Center
- Reconciles trade data and corporate actions to ending holdings before processing tax calculations



Metrics that matter

The KPMG Asset Management Platform offers established performance and a depth of client engagement.



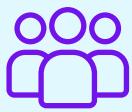
2,602

Total clients



47K+

Entities



3,400

External users



\$247M

Investment to date



Over **40M**

K-1s generated
in 2023



10 years

serving funds



Our people serving you

The KPMG Asset Management Platform, coupled with the power of Securities Analyzer and our tax experience serving asset management firms can help keep your compliance, planning, and reporting on track.

The partners and professionals and professionals of our Pass-through Services practice have extensive experience helping numerous partnership, RIC, and REIT structures overcome their unique tax challenges. Working with our State and Local and Washington National Tax teams, we help you realize tax advantages and maintain compliance by adding clarity through:

- Modeling
- Transactions
- Entity formation structuring
- Tax planning
- Legislative and regulatory developments.

As part of the delivery model, a member of the tax technology team will be available to you throughout the transition planning, client onboarding, and service stages. Some of the key tasks that will be performed during your onboarding includes:

- Understanding your current process, data, and systems
- Identifying key milestones to track
- Reviewing and importing your investor and entity data
- Reviewing system-generated fund/organization charts for accuracy
- Tailoring reports to serve your management team and investor demands.

KPMG Asset Management Platform provides:

Hedge allocations and securities analysis

What-if scenario planning

Greenville Capital Fund I LP 2018 Estimate to Tax Return Summary						
Partner	Actual		Estimate/Hypothetical			
	Ordinary / Normal	Capital Gain/(Loss)	Total Available	Ordinary / Normal	Total Available	
Four LP	39,812.148	251,830	8,065,970	7,814,145	23,421,742	31,215,831
Greenville Capital	39,070,700	1,279,153	49,349,853	39,070,700	117,074,702	156,229,402
Greenville Capital GP LP	49,531,920	1,330,320	45,863,849	44,531,532	112,741,091	166,274,574
LP 1m	24,006,920	767,492	24,722,432	24,004,918	70,235,222	94,240,142
LP 1m	14,007,290	511,662	14,518,942	14,005,285	46,831,463	62,256,785
One LP	31,407,870	1,251,831	30,631,871	31,402,870	117,064,222	156,229,402
Two LP	31,407,870	1,251,831	30,631,871	31,402,870	117,064,222	156,229,402
Total	203,090,998	6,395,766	202,486,764	203,090,998	585,293,512	786,384,512

Greenville Capital GP LP 2018 Estimate to Tax Return Summary						
Partner	Actual		Estimate/Hypothetical			
	Ordinary / Normal	Capital Gain/(Loss)	Total Available	Ordinary / Normal	Total Available	
Greenville Capital Management LLC	21,587,210	644,690	22,231,721	21,587,017	54,913,197	80,500,204
Greenville Capital Management LLC	21,584,371	670,417	21,601,988	21,584,371	60,161,665	82,744,034
Two, GP Member	582,140	8,000	583,140	582,140	2,444,157	3,026,317
Total	44,531,529	1,330,320	45,863,849	44,531,529	121,741,091	166,274,574

Greenville Co-Investors LLC 2018 Estimate to Tax Return Summary						
Partner	Actual		Estimate/Hypothetical			
	Ordinary / Normal	Capital Gain/(Loss)	Total Available	Ordinary / Normal	Total Available	
Total	203,090,998	6,395,766	202,486,764	203,090,998	585,293,512	786,384,512

Business intelligence



Data Automation

Contact us

Jay D. Freedman
Principal, Tax Industry Leader
T: 212-954-3693
E: jayfreedman@kpmg.com

Charles Ferentinos
Partner, Tax
T: 201-307-8093
E: cferentinos@kpmg.com

Ryan Murphy
Principal, Tax
T: 484-557-6799
E: rmurphy@kpmg.com

Some or all of the services described herein may not be permissible for KPMG audit clients and their affiliates or related entities.

Learn about us:  kpmg.com

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavor to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act upon such information without appropriate professional advice after a thorough examination of the particular situation.

© 2024 KPMG LLP, a Delaware limited liability partnership and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved. The KPMG name and logo are trademarks used under license by the independent member firms of the KPMG global organization. USCS015082-1B