



# RELIANT *Life Shares*

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## **Life Settlement Market Update – Q4 2013**

Market activity in the life settlement space continues unabated. Below please find a brief recap of some of the more noteworthy developments.

- Miravast Asset Management, the firm that provided medical and actuarial review for Berkshire Hathaway's \$300 million portfolio purchase in July, has lowered the minimum investment amount for their Bermuda-based life settlement fund from \$15 million to \$5 million. Bill Taylor, president and director of Miravast I GP Ltd. told [The Deal](#) that the minimum was lowered to appeal to a wider range of institutional investors.
- A November 7<sup>th</sup> SEC filing reveals that Apollo Global Management LLC (NYSE: APO) deployed more than \$443 million in Financial Credit Investment I LP, its first life settlement fund. The fund has already returned \$15 million to investors as of September 30, 2013. As we reported in September, Apollo is seeking to raise another \$700 million for its second life settlement fund, Financial Credit Investment II LP.
- According to a November 12<sup>th</sup> press release, Sundance Strategies Inc. (OTC BB: SUND) completed a \$15 million private offering to finance and re-insure portions of its existing portfolio of "net insurance benefits" in life insurance policies. The raise will bring the value of the portfolio to over \$500 million.
- A Registration Statement filed on November 12<sup>th</sup> shows that investment adviser City National Rochdale LLC, a subsidiary of City National Bank, plans to merge their Alternative Total Return Fund LLC, a life settlement fund, with their Fixed Income Opportunities Fund, which invests primarily in high-yield bonds. Shareholders in the life settlement fund would enjoy lower expenses and more liquidity for their shares, as the Fixed Income Opportunities Fund trades on the New York Stock Exchange under ticker symbol RIMOX. According to the filing, City National Rochdale managed about \$20 billion in assets for individual and institutional investors as of June 30.
- CNBC reported on December 3<sup>rd</sup> that a group of investors dropped a lawsuit filed against Life Partners Holdings, Inc. (NASDAQ GS: LPHI) after the U.S. District Court denied a motion for class certification. The Court disagreed with a key allegation that Life Partners' medical consultant used an unreasonable method of estimating life expectancies, stating in a 34-page order that an after-the fact analysis of the insured's deaths was not enough to establish that the consultant's methods were flawed.
- J.G. Wentworth has gone public. On November 8<sup>th</sup>, JGWPT Holdings Inc., the parent company of J.G. Wentworth LLC, commenced trading on the New York Stock Exchange under the ticker symbol JGW. Although J.G. Wentworth is no longer active in life settlements, the structured settlements giant posted revenue of \$467.4 million in 2012, up from \$253.3 in 2011.