Eridanus Green

Information sheet

BACKGROUND

Eridanus Green is an en commandité Partnership and provides the opportunity for investors to become involved and be able to invest in the lucrative renewable energy investment sector. Eridanus Green invests in the renewable energy sector using financial instruments in the form of structured debt and equity funding. The entities that are invested in are carefully chosen by Eridanus Green's investment committee with oversight by Eridanus Green (Pty) Ltd., who is the managing Partner for Eridanus Green with low risk and high income investments being the main considerations.

The demand for investment in the Renewable Energy Sector remains high at all times due to the fact that there is a massive energy crisis in South Africa because of the imminent demise of Eskom.

Energy supply services form an essential part of economic activity in Southern Africa and the world and an unlimited demand for energy services are permanently assured, this ensures that an extremely unlimited pipeline in the agricultural sector exists. Currently, Eridanus Green has a high demand for investments in excess of R40 million ZAR.

Eridanus Green is partners with a wide variety of industry experts that investigate and become involved in potential and qualifying investment projects. Eridanus Green ensures that suitable shareholding, financial control and management oversight are obtained in order to minimize risk and maximize returns for investors.

Eridanus Green has the added competitive advantage of working closely with Eridanus Ltd., which invests in the agricultural sector and has various persons/entities in the agricultural sector, which invests in Eridanus Ltd. This ensures an almost unlimited (*in theory*) pipeline for investment for Eridanus Green as almost all of the investments/investors are in the agricultural sector and are in need for renewable energy supply services.

OBJECTIVES

To enable investors to **deduct** up to 125% of their investment (in the year the investment is made) from their taxable income.

To ensure generation of after-tax returns in excess of 10% for investors.

Eridanus Green's current return to investors exceed the five year South African Government bond interest rate by a considerable margin.

Investment in Renewable Energy through Eridanus Green ensures liquidity and ensures Investors to recover their capital and yield over a period of 5 years.

To ensure investors a long-term high-income investment opportunity and a yearly income from their investment.

KEY FUNDAMENTAL

- Annual returns of not less than 10% after tax
- Deduction of up to 125% of the investment in the year that the investment is made
- Eridanus Green's investors are offered preferential investment when investment opportunities arise
- Long term investment with above average returns
- Yearly income from investment
- To grow and support the Energy and Food Supply business and to ensure dependable energy supply locally.

INVESTMENT DETAILS

- Type of investment: Class A Commitment into Eridanus Green Partnership
- Minimum investment of R 500 000
- Investor Liquidity: Capital distributed after 5 years
- Returns: All excess capital distributed/reinvested yearly
- Eridanus Green (Pty) Ltd management fees: 5% Yearly

KEY INDIVIDUALS

Investment Manager: Cobus Nel (CA) SA Cobus@eridanus.co.za

Managing Partner: Eridanus Green (Pty) Ltd

PROJECT PIPELINE

Eridanus funds energy supply projects at various stages of economic viability and obtain equity, financial and production management in all projects in order to limit risk and maximize profits. Eridanus Green is considering to invest in the following projects:

Potential investments being investigated

Province	Agri	Investment Pipeline
Northern Cape	Lusern irrigation farm	R15 million
Limpopo	Citrus	R8 million

INVESTMENT STRUCTURE

Investors: Class A Commitment into Eridanus Green Partnership

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Eridanus Green Partnership

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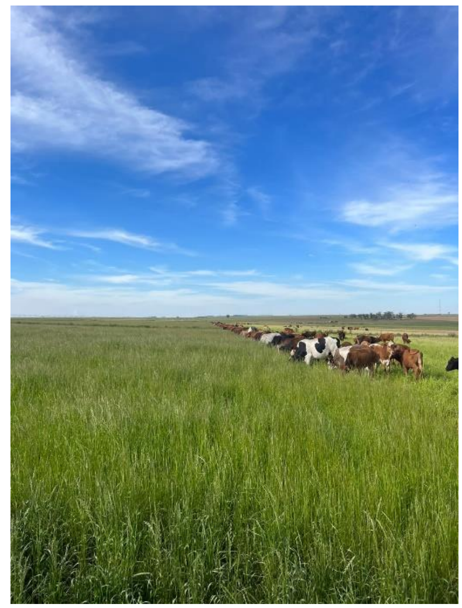
Underlying and potential investments:

- Long term equity/debt funding - Eridanus Green sell the electricity generated to the underlying farmers

- Short term debt funding - Funding provided to develop energy business.

- The investor gets the **125 %** tax break upfront, immidately in the year of the invesment.
- The investor recieves the total excess cash annually/ accumulates annually.
- After 5 years the investor received their capital and profit, which gives a after tax return of approximately **11%**.



Important points to note:

Example of an investment in Eridanus Green

Investors Cashflow:		Year 1	Year 2	Year 3	Year 4	Year 5
Investment	- 1 million					+ 1 million
Tax Break		562,500				
Income		79,777.84	79,777.84	79,777.84	79,777.84	79,777.84
Taxation		-35,900	-35,900	-35,900	-35,900	-485,900
Total	- 1 million	606,377.84	43,877.84	43,877.84	43,877.84	593,877.81
AFTER TAX ROI BEFORE TAX ROI	11% 20%					

- *Above example assuming tax rate of 45% and taxable income in excess of R1,250,000*

LAST WORDS

Due diligence, financial and productivity investigations and personal interviews are conducted prior to placing investment pipelines before Investment Committees.

"FOR FOOD STABILITY, INVEST IN AGRICULTURE"

Contact Information

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