

Mergence Infrastructure & Development | Debt

31 October 2018 - Issued: 16 November 2018



OVERVIEW

Equity Risk Profile

Low Moderate High



Fund Purpose

Generate long-term capital growth, while promoting socially responsible investing and development

Benchmark

Headline Consumer Price Index (CPI) +3% per annum over rolling 3-years

Investment Vehicle

Segregated / Pooled

Inception date

16 June 2010

Number of Months

100

Fund Size

R 231.97 million

Minimum Investment

R 100 million / none for pooled

Investment Period

3-year lock-in period

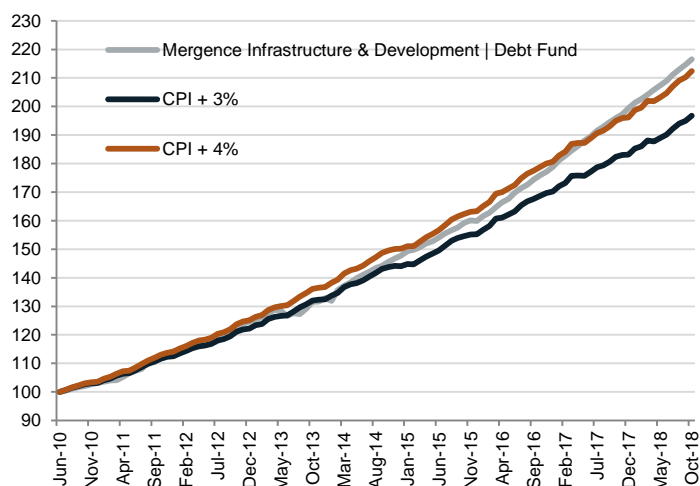
Management Fee

Subject to mandate (usually between 1.00% and 1.50% per annum, excl VAT)

Performance fees

Negotiable

LONG TERM TRACK RECORD



INVESTOR PROFILE

The Fund is suitable for institutional investors:

- who seek exposure through supporting high impact developmental investing in terms of social, environmental and governance criteria;
- who are comfortable with the inherent volatility of the financial markets, and who acknowledge that the effects of impact investing occur over medium to long term time horizons;
- who seek long term capital growth whilst promoting impact and socially responsible investing.

INVESTMENT OBJECTIVE

The Mergence Infrastructure & Development | Debt Fund has a long-term performance target of inflation +3% per annum over the medium to long term by investing in opportunities that create both a positive and measurable social developmental and/or environmental impact.

PERFORMANCE** DETAILS

Period	Fund	CPI + 3%
1 Month	0.86%	0.71%
3 Months	2.56%	1.95%
6 Months	5.22%	4.03%
Year to date	8.62%	7.00%
1 Year	10.53%	7.91%
2 Years (p.a.)	10.96%	7.99%
3 Years (p.a.)	10.80%	8.36%
5 Years (p.a.)	10.48%	8.32%
Since Inception (p.a.)	9.72%	8.34%

** Returns are quoted gross of fees.

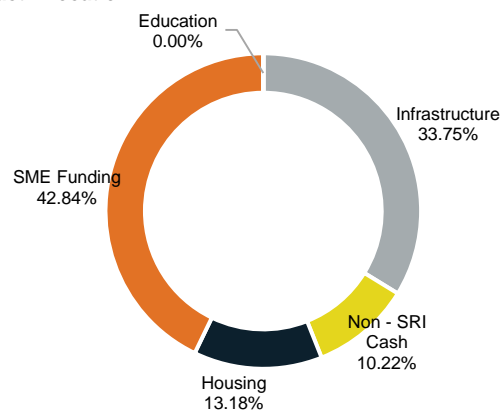
INVESTMENT MANDATE

The Mergence Infrastructure & Development | Debt Fund is a socially responsible fund that invests in projects, businesses, organisations and funds that encourage and enhance growth and development in South Africa. This Fund aims to invest in debt investments issued to create positive and sustainable social and/or economic impact beyond the financial return.

IMPACT REPORTING

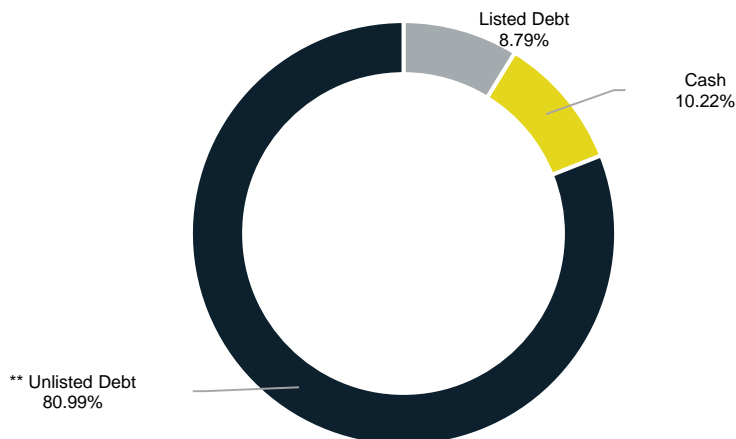
The Fund utilises a detailed process to evaluate and verify the social and environmental impact of each investment. Approved investments will be expected to achieve the Fund's financial return objectives, whilst also satisfying social impact, environmental and governance criteria.

Impact Allocation



FUND STRUCTURE

Asset Allocation



** Unlisted Debt
80.99%

** Target asset allocation for Unlisted Debt of 80%

PORTFOLIO MANAGEMENT TEAM



Mark van Wyk, B Com (Hons), CA (SA)

Head: Unlisted Investments, Portfolio Manager

As Head of Mergence Unlisted Investments, Mark is responsible for overseeing all activities across the unlisted credit and unlisted equity asset portfolios. His career spans more than 18 years in the capital and investment markets. He started his career in property asset management at Sanlam Properties. Mark served his articles at PricewaterhouseCoopers in Cape Town, specialising in structured finance and financial services where he qualified as a chartered accountant. He then spent six years at Mettle Investments, a corporate finance and financial services boutique where he specialised in corporate finance, structured finance, specialist income funds and private equity transactions. Mark joined Mergence in 2010. He spent five years as portfolio manager of the Renewable Energy Debt Fund and the Mergence High Impact Debt Fund, one of only two GIIRS rated funds in South Africa. In 2014, Mark received the ABSIP Award for Best Alternative Asset/Fund Manager.

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