

Fund Fact Sheet

Mergence Infrastructure & Development | Debt

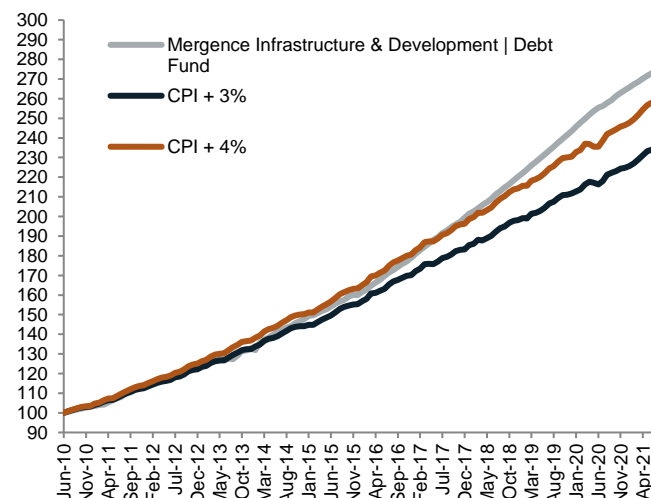
31 December 2021 - Issued: 24 January 2022



OVERVIEW

Fund Purpose	Consistent income generation through socially responsible investing and development in infrastructure assets.
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	138
Fund Size	R 369,9 million
Minimum Investment	R 100 million / none for pooled
Investment Period	3-year lock-in period
Management Fee	Subject to mandate
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 steady income generation 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%
Year to date	6,74%	8,47%
1 Year	6,74%	8,47%
2 Years (p.a.)	7,64%	7,31%
3 Years (p.a.)	8,61%	7,06%
5 Years (p.a.)	9,54%	7,40%
Since Inception (p.a.)	9,44%	7,99%

** Returns are quoted gross of fees.

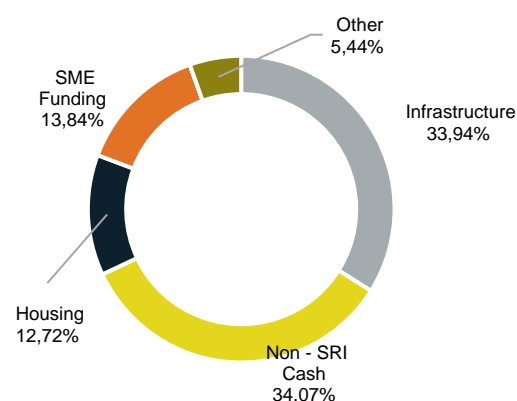
INVESTMENT MANDATE

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

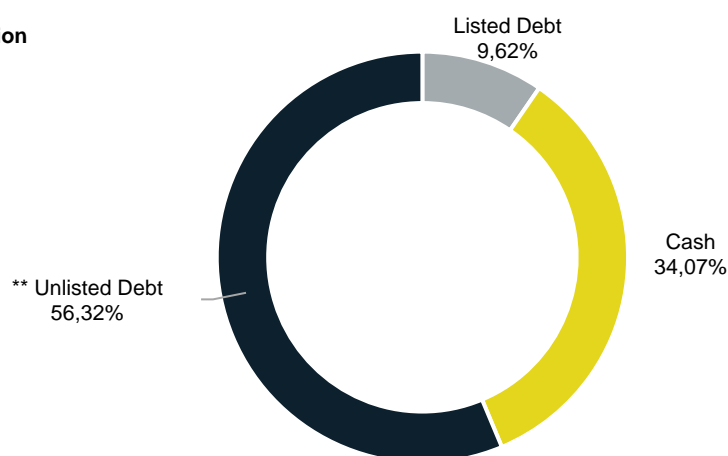
The Fund utilises a detailed process to evaluate and verify the social and environmental impact of each investment. Approved investments will be expected to achieve the Fund's financial return objectives, whilst also satisfying social impact, environmental and governance criteria.

Impact Allocation



FUND STRUCTURE

Asset Allocation



** Target asset allocation for Private markets (unlisted) Debt of 80%

PORTFOLIO MANAGEMENT



Kasief Isaacs, BCom Hons, CA (SA)

Senior Investment Principal

Kasief joined Mergence in February 2015 to bolster the private equity capabilities of the Private markets Investments team. He has a BCom (Hons) from the University of the Western Cape. He helped develop the Mergence Infrastructure & Development | Equity Fund where, as senior investment principal his focus is on infrastructure within the region. With over 17 years of experience, Kasief is a qualified CA with a specific focus on energy, infrastructure and impact. Before joining Mergence, Kasief led PwC's South African Renewable Energy practice and has advised developers and investors from South Africa, Spain, Italy, Germany, China and as well as the United States on the SA renewable energy market including participation in the REIPPP programme, project acquisitions, private PPAs, and BEE structuring and funding.



Bulelwa Ntshingwa, BCom (Accounting), PGDA (Development Finance)

Investment Principal

Bulelwa joined Mergence in 2020 with a strong background in private equity and asset management, spanning 17 years and a demonstrable track record in managing the entire deal process. She has sat on the boards of various portfolio/investee companies while Investment Principal at PAPE Fund Managers (Private Equity Firm) and Managing Partner and Founder at Stem Investment Management (an independent advisory and investment firm in Cape Town focusing on renewable energy and infrastructure). Earlier in her career, Bulelwa was an associate for Inspired Evolution Investment Management (First Cleantech PE firm in Africa) and equity analyst for various companies including Eskom Pension & Provident Fund and Old Mutual. She holds various non-executive leadership positions for NGOs. She has a BComm (Accounting) from UCT and a Postgraduate Diploma in Development Finance from Stellenbosch University.

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