



- Hasanaat Capital in association with Al Mabroor Investments have developed an attractive structure for individuals, trusts or companies looking to invest in projects managed by Al Mabroor Investments.
- The structure makes use of incentives allowing a tax deduction of 28% for companies and up to 45% for individuals and trusts by taking advantage of the tax deductions allowed by Section 12J of the Income Tax Act.



- The tax incentive was introduced by Treasury to promote investments in the South African economy and is formed in line with Section 12J of the Income Tax Act.
- In order for South African taxpayers to claim the tax deduction, the South African taxpayers must structure their investments through a Section 12J Venture Capital Company (Section 12J VCC).
- The tax deduction is available to any South African taxpayer (individual or entity) who structures qualifying investments through a Section 12J VCC.
- The full amount invested into the Section 12J VCC is 100% deductible from an investor's taxable income in the year in which the investment is made.



Description	Individual/Trust	Corporates
Initial Investment	R1 000 000	R1 000 000
Tax Relief (at highest marginal tax rate)	-R450 000	-R280 000
Net investment (Risk Capital)	R550 000	R720 000
Effective Decrease in Risk Capital	45%	28%

Hasanaat Investment Managers is a multi-asset, multi strategy asset manager that is able to create tailor-made investment solutions for its investors through investments via its Section 12J structure, as well as private equity, property and commodities, both locally and internationally.

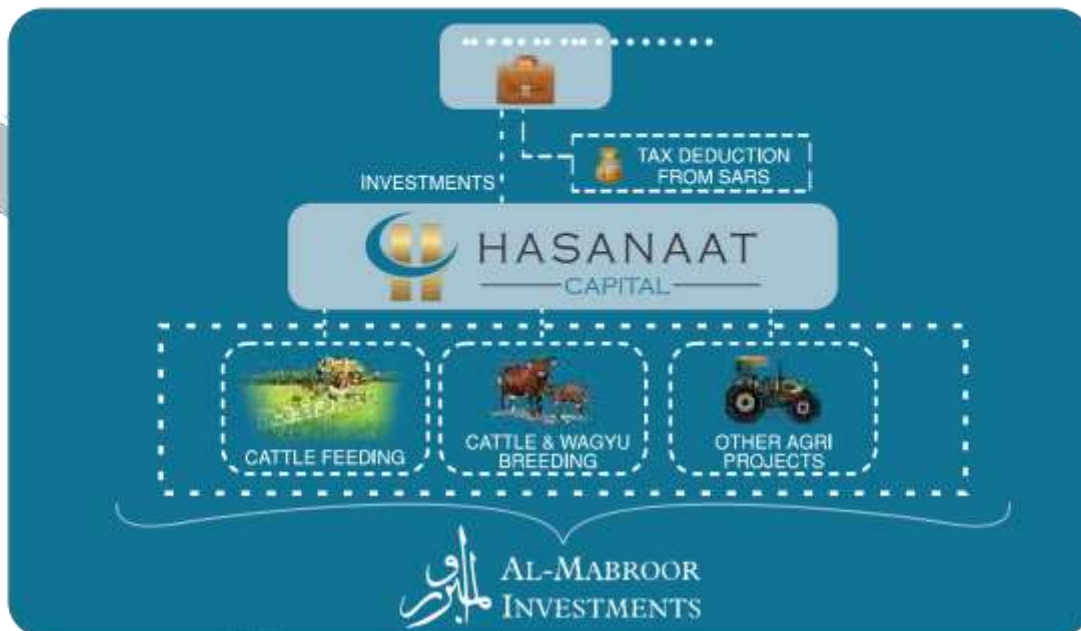


Suhail Mohamed	Director & Investment Committee Member	Bcom Honours (Financial Management), MA (Islamic Banking, Management & Finance)	15 Years' financial services experience across asset management, private equity, Islamic finance & property.
Ozayr Asmall	Director & Investment Committee Member	Bcom, PGD (Finance, Banking & Investment Management)	10 Years' Investment Banking Experience including experience with Macquarie, Rothschild and Bank of Singapore. Founded Belmont Meyer Group in 2012.
Yaseen Badat	Director & Investment Committee Member	BSC, PDFM	12 Years' experience as a financial advisor with Liberty. Consistently ranked amongst the top 35 Liberty advisors.
Anver Moolla	Director	Bcom	21 Years' experience as an independent financial advisor. Over 30 years' experience within the textile and clothing sector.
Imraan Moolla	Investment Committee Member	Bcom Honours	4 Years' experience which includes time spent within PWC's strategy consulting team as well as Kagiso Asset Management Global team.

Al Mabroor was founded in 2011 by Wiaan Smit as a property investment company. In 2012 he launched the highly successful buffalo breeding project and followed this up with the launch of the Al Mabroor Cattle Feeding Project. He has since launched a Wagyu breeding project as well as having set up and successfully managed a vehicle finance business.

The business is set up on a purely profit sharing basis meaning that it only earns when its clients earn. Wiaan is supported by a team of specialists which include farmers, scientists and bankers. Al Mabroor's current AUM is approximately R1 billion

- Investors would invest funds into Hasanaat Capital.
- Hasanaat would then invest in various investment opportunities in the agricultural sector .
- Using its many years of experience of managing similar projects, Al Mabroor would manage these underlying investments.
- At the end of the tax year, the investor/s would receive the section 12J tax deduction.



The Al Mabroor Cattle Feeding Project which was launched in 2014 has consistently delivered inflation beating, double digit returns. With an ever increasing global population, world-wide demand for food continues to grow, making investment in this sector highly lucrative.

By partnering with reputable feedlots such as Morgan Beef and Douglas Beef, Al Mabroor has created an opportunity for investors to participate in the multimillion-rand beef industry. These state of the art facilities mitigate risk by vaccinating and microchipping animals whilst ensuring maximum growth through scientifically researched feeding methods.

Young calves, weighing approximately 200kg, are purchased and placed on a feedlot for approximately 120 days. Over this period, their weight increases by between 100 and 120 kg at which time they are sold off to an abattoir.

Example:

<b>Total Investment</b>	<b>R1 000 000</b>
Cattle purchase: 110 200kg animals @ R32/kg	R704 000
<b>Feed and Farming Costs</b>	<b>R296 000</b>
Cattle Sales (Assuming 2.5% mortality, average weight of 310kg) @ R32/kg	R1 063 920
<b>Total Profit</b>	<b>R63 920</b>
Al Mabroor Profit share (15%)	R9 588
<b>Investor Return</b>	<b>R54 332</b>
Investor Percentage Return for the Period	5,43%

	2015	2016	2017	2018	2019	2020
<b>Total Investment</b>	17,4	17,6	17,1	17,2	16,2	15,6

Launched in 2017, this is the latest addition to the Al Mabroor Investment portfolio. Global demand for Wagyu has increased by an average of 10% p.a over the past 5 years.

Wagyu accounts for less than 1% of total beef consumed in South Africa vs a global average of 5% and up to 12% in Australia. We therefore see this as a high growth opportunity within both the local and export market.

Projected returns on a R100 000 investment

Profits per Annum	Year 1	Year 2	Year 3	Year 4	Year 5	Total
	0	15 000	15 000	15 000	75 000	120 000



The Al Mabroor team are currently investigating various opportunities within the beef industry as well as other opportunities within the broader agricultural sector.

The focus of this fund would be to generate maximum capital growth for its investors. It is anticipated that approximately 25% of profits earned will be paid out as an annual dividend. This however is subject to the availability of opportunities and may be increased or decreased with the investors' best interest in mind.

Minimum Investment Amount	R200 000
Investment Term	> 5 Years
Targeted Annual Return	15% - 16%
Performance Fee	0%
Upfront Raising Fee	3% of Capital Investment
Annual Management Fee	1,5% p.a of Assets Under Management

- Significant tax deductions
- The deduction will reduce the investor's tax liability which will have positive cash flow implications & reduce investment risk.
- Managed by Al Mabroor's specialist team of investment managers.
- Underlying investment portfolio has a proven track record
- Sufficient investment pipeline
- Less likely to be affected by poor economic growth
- Highly liquid assets ensure that management can act quickly in the event of changing market conditions

- Hasanaat Capital is a licensed Financial Services Provider (FSP Number 49471) and registered Venture Capital Company (VCC-0131)
- This document is not a prospectus. To view our prospectus, please visit [www.hasanaat.co.za](http://www.hasanaat.co.za)
- Venture Capital Investments are medium to high risk investments with a minimum investment period of 5 years.
- This document is for information purposes only and does not constitute tax, financial or investment advice
- To view the full prospectus, please visit our website

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