

Agrarius Sustainability Engineered™

Africa's first JSE listed, Sustainability-linked Sukuk



Investment characteristics

Investment portfolio:

Diversified portfolio of assets across the agriculture sector value chain

Stock exchange:

JSE Debt Market

JSE Alpha Code:

AGRIA1

Type of instrument:

Floating rate, sustainability-linked Asset-backed Sukuk (Debt Instrument)

Status:

Senior Secured

Face value of instrument:

R10 000.00

Profit participation rate:

3 month JIBAR + 4.75%

Profit distribution basis:

Semi-annually commencing 30 September 2023

Issue date:

28 October 2022

Term:

36 months from the issue date

Company description

Agrarius is an agriculture focused investment company offering Shari'ah compliant investment opportunities to investors through its R10 billion JSE listed asset-backed note programme ("Note Programme"), proceeds of which are invested in sustainable and green projects in the agriculture sector value chain. Agrarius is driven and administered by 27four.

Agrarius' objectives and principles

- Investing in the real economy
- Integrating sustainability criteria
- Economic development through job creation
- Utilising technologies and practices
- Supporting food security and a just transition
- Transformation to sustainable agriculture
- Development of rural economies
- Encouraging entrepreneurship

ESG is part of the core DNA

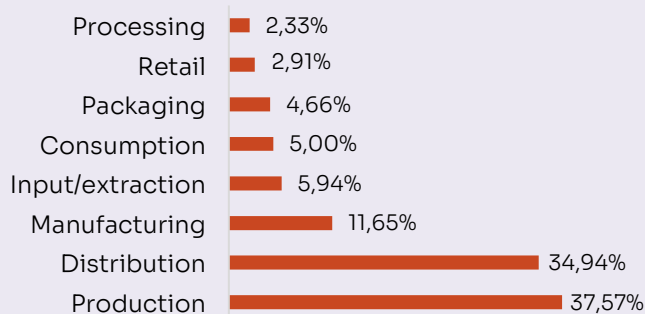
- Built from the ground up on ESG principles
- Investment frameworks that primarily focuses on ESG investing
- Independent verification of our impact focused investing
- Clearly defined penalty rates for the investment team if they miss impact objectives

Portfolio construction

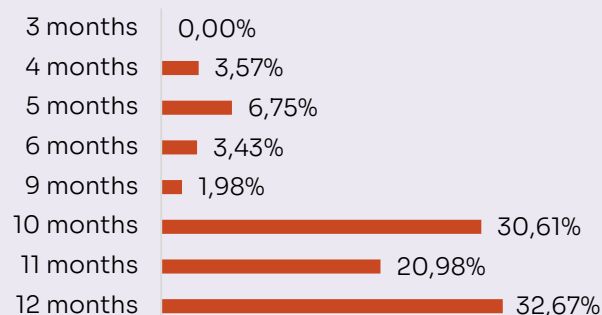
Having systematically captured these investment opportunities we repackage it into investable risk premia. Applying maximum beneficial diversification, we use these new sources of risk premia to

have as many uncorrelated positions as possible in our portfolios. This enables us to build portfolios with reduced risk and a maturity profile that matches the notes cashflow needs.

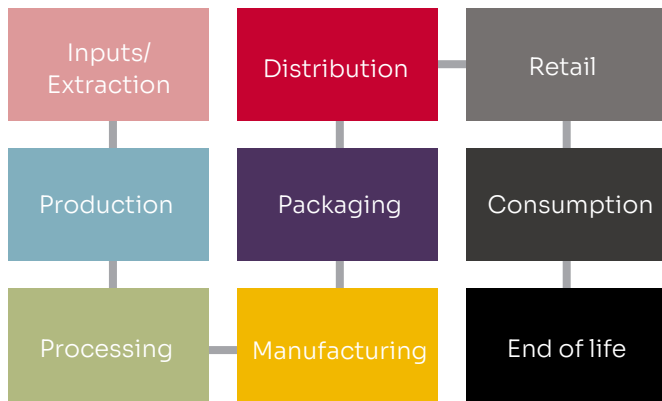
Exposure across the value chain



Length of transaction in months



The agriculture value chain



Why Agrarius

Underserved market

Limited working capital-type solutions in the agriculture sector.

Customisation and innovation

The Agrarius solution can be customised to meet the biologically-driven cash flow of agriculture operations.

Limited competition

There are very few experienced players in the agriculture space. As a consequence, sources of funding for similar solutions are disappearing.

Collaboration

Our funding model is symbiotic to bank and other funding in the sector. Agrarius is not looking to disintermediate traditional bank finance.

Unique risk premia

Agrarius has the objective to invest across the agriculture value chain and repackage the risk premia into different investable formats to build a diversified portfolio to service the issued Sukuk notes.

For investors seeking...

Shari'ah compliant alternatives

Investors that have limited alternative investment opportunities, especially in the regulated space.

Diversification

As a listed debt exposure, there should be more liquidity in the instrument.

Impact investing

Genuine impact investing into the systemically-important agricultural sector, including in rural areas. All investments have independent verification.

Capital preservation

Low risk portfolio of diversified, asset backed debt investments.

Exposure to agriculture

Investing across the entire agriculture value chain.

Inflation beating returns

Capital Growth from real rate return, likely to out-perform inflation significantly.

A medium term investment horizon

12 to 36 months investment horizon.

Regulated agriculture investing

Highly regulated and secure trading environment.

A new asset class

Helping to make Islamic investing accessible to all investors.

Price discovery

Market-driven and transparently-priced instruments.

How to invest

Email
agrarius@27four.com

WhatsApp or call
us on 011 442 2467

Start a
chat



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