



Dutch Good Growth Fund

Notice proposed transaction 20171130 Oasis Africa VC Fund

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Taking into account the provisions for governing bodies that apply under the 'Freedom of Information Act' ('Wet openbaarheid van bestuur') and the 'Data Protection Act' ('Wet bescherming persoonsgegevens'), the Fund Manager of the DGGF part 'Financing local SMEs' will publish its anticipated transactions.

Views

Parties can express their views on the proposed transaction to the Fund Manager by contacting dggf@nl.pwc.com within 30 days after publication date of the notice. After the transaction has been closed, or after it has become clear that the transaction will not take place, the Fund Manager will respond as soon as possible to these parties concluding on the expressed views by these Parties.

Description (English)

Part of DGGF:

Financing Local SMEs

Name Intermediary Fund (IF):

Oasis Africa VC Fund Limited (Oasis)

Domicile IF:

Oasis is anticipated to be domiciled in Ghana.

Name of manager of the IF:

Oasis Capital Ghana Limited, a Ghana based SME investment management firm.

Nature of the activities of the IF:

Oasis will invest in West African SMEs providing essential services including education, financial services, housing, healthcare, food services and hospitality. The fund will invest in Ghana, Côte d'Ivoire and Senegal. Investments are expected to be approximately 50 percent debt and 50 percent equity depending on the industry and the country. Transaction sizes will vary between USD 0.5 million and 5 million with an average of USD 3 million. Established in 2009, the IF manager Oasis aims to provide risk capital in the form of equity, quasi-equity and profit-sharing instruments to SMEs in Africa. Oasis is currently managing the Ebankese Venture Fund (EVF), a USD 11 million fund investing in education,



financial services, housing and manufacturing in SMEs in Ghana. EVF is now fully invested.

Size of proposed investment:

Approximately USD 3 million / EUR 2,5 million¹

With this investment DGGF is contributing to a final close of Oasis at approximately USD 45-50 million. DGGF supported the first close of Oasis with a commitment of USD 5 million in 2016.

Additional DGGF financing will be provided to invest in young African entrepreneurs in African countries, in the context of the issue of irregular migration. The investment in Oasis will be partially provided from this additional budget.

Intended transaction date:

The Fund Manager has closed the agreement on the initial USD 5 million with Oasis in 2016 and plans to close the agreement for the additional USD 3 million by 31 December 2017.

Expected financial results:

A positive net financial return on the investment is expected.

Expected social impact:

As an SME fund focusing on West Africa with wealth and job creation as its main impact objectives, Oasis' strategy is in line with the DGGF impact mandate. In addition to supporting the financially underserved segments of SMEs in this region, the fund's sector focus on essential services is expected to generate significant additional impact by increasing access to education, health, housing and consumption for the local population. As the first institutional investor in Oasis, DGGF is taking a cornerstone role to enable the fund to reach a viable fund size and to increase the chances of additional investors joining in the future.

ESG compliance:

Oasis Africa Fund focuses on companies providing a wide array of services catering to the growing West-African middle class; services which are currently unavailable (or of poor quality). Oasis has received capacity building training from the DGGF ESG team and its management and staff have shown commitment to continue improving their ESG policies and processes.

¹ Based on the exchange rate on the date of publication.



Tax compliance:

Oasis will be incorporated under the laws of Ghana, which meets the OECD transparency requirements. It invests in SMEs in Ghana and Ivory Coast, which are in principle subject to the statutory tax rates. Oasis is not making use of artificial constructions to lower its taxation or the taxation of the SMEs which it funds and DGGF's investment conditions focus on ascertaining this. Oasis requires SMEs that it finances to comply with local laws and regulations, among others those in respect of tax and Oasis will monitor if the SMEs meet their tax obligations. DGGF will monitor whether Oasis meets their ongoing tax obligations and acts in accordance with the DGGF tax criteria.