



# Cash Management Solutions for Corporates and Businesses



**Capricorn Asset Management**  
a member of Capricorn Group



## The importance of setting cash aside

Cash is tremendously helpful when it comes to navigating uncertainty, something the global economy has recently faced frequently. Having cash on hand also makes it simpler for businesses to fund new ventures upfront or, at the very least, get better terms from lenders or investors.

Quick access to operating cash (one day in the case of Capricorn Unit Trust Funds) is a necessity for any company or business to avoid taking out overdrafts or short-term loans.

Cash flow is the lifeblood of companies and businesses and as such, a company or business simply cannot survive without generating sufficient cash, thus cash reserves (typically made up of cash, savings, or other liquid assets) are an emergency fund or cushion. Having cash on hand makes it easier to cover unforeseen expenses or sales shortfalls. Should there be a sudden drop in income or a delay in collecting accounts receivable, the excess cash comes to the rescue. Thanks to these cash reserves, the company can then satisfy its commitments, such as payroll, rent, administrative costs, tax payments, and loan payments even if it experiences a temporary decline in revenue.

New business owners and entrepreneurs should especially maintain extra cash on hand as a backup to cover daily expenses in case onboarding new clients takes longer than expected or there is a delay in revenue generating activities

However, excess cash is idle cash. The company may miss an opportunity to generate additional returns should the cash be left idle, since too much cash on hand may lower the return on assets and thus the extra money could be used to fund profitable endeavours that would bring in more money.

The question now remains as to how to efficiently manage the excess cash until it needs to be utilized?



## We offer two distinct solutions

The **Capricorn Corporate Fund** and the **Capricorn Corporate Income Fund** is a one-stop solution that allows you to manage your company's excess cash effectively and efficiently.

### Achieving returns

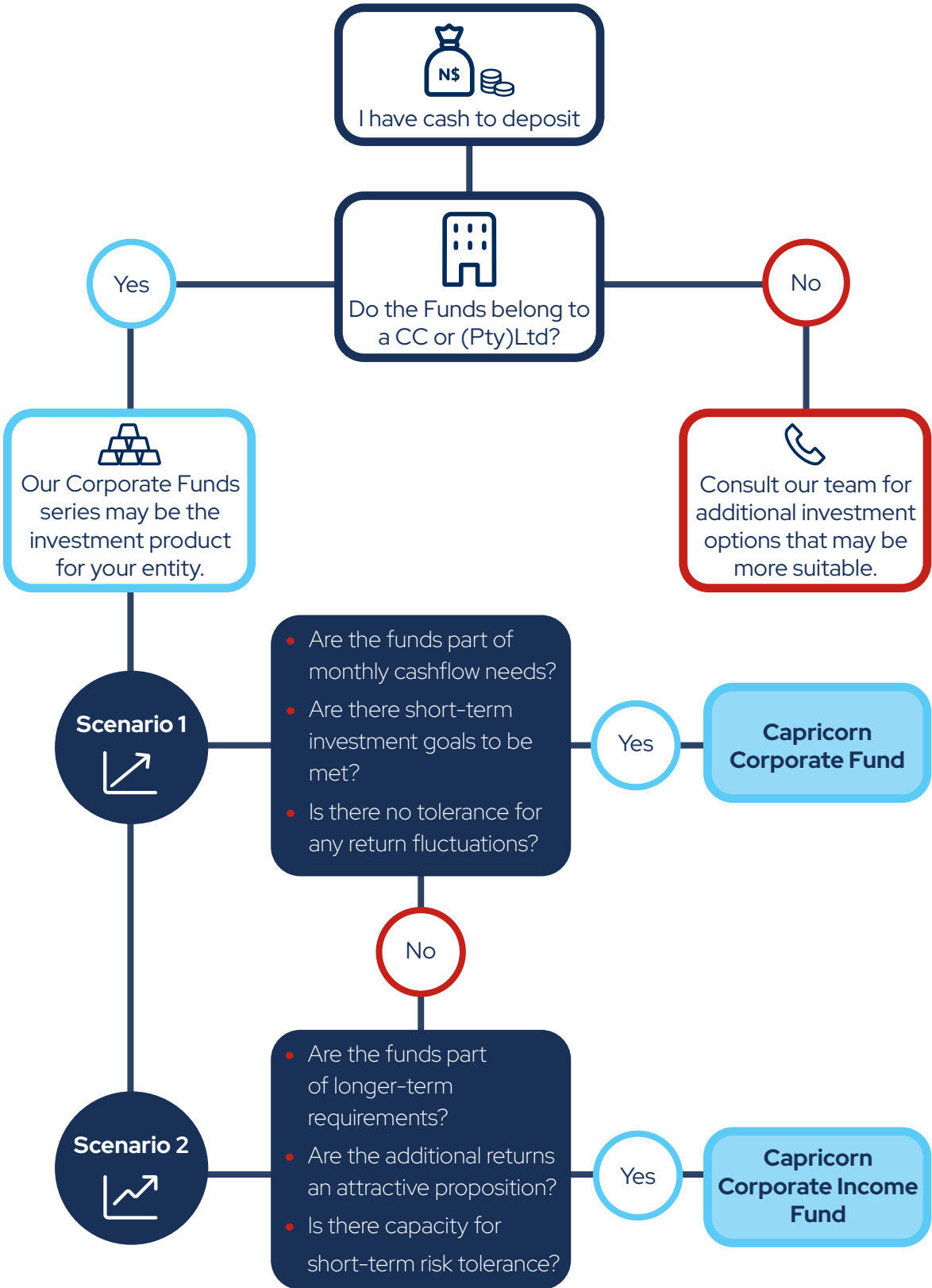
- The returns/distributions are classified as Dividends and therefore tax exempt for Namibian companies.
- We pool all our clients' money and invest in large amounts achieving the maximum possible wholesale rates.
- We actively and continuously monitor the markets and seek out the best possible returns on offer from Namibian and South African banks and Government Treasury Bills.
- We optimize the term structure of the Funds to provide full liquidity for investors whilst taking advantage of the premium available on term investments.
- The bespoke Capricorn Asset Management Money Market model aids fund managers to identify value giving forward looking market expectations.

### The difference

- The Capricorn Corporate Income Fund assumes higher credit risk than the Capricorn Corporate Fund since it has a wider investable universe than a traditional money market fund and is permitted to invest in locally originated unlisted corporate Debt Capital. This makes the Fund a unique income fund that takes advantage of these bespoke Namibian credit opportunities.
- The returns of the Capricorn Corporate Income Fund may fluctuate as it is positioned to achieve higher returns for corporates with funds that have longer term investment horizons.
- The Capricorn Corporate Fund will distribute its income monthly whilst the Capricorn Corporate Income Fund will distribute income in March, June, September and November.



# Let's help you choose the most applicable solution



## Tax Implications

We maximize the returns to be received in the form of a monthly and quarterly **dividend that is tax exempt for Namibian companies.**

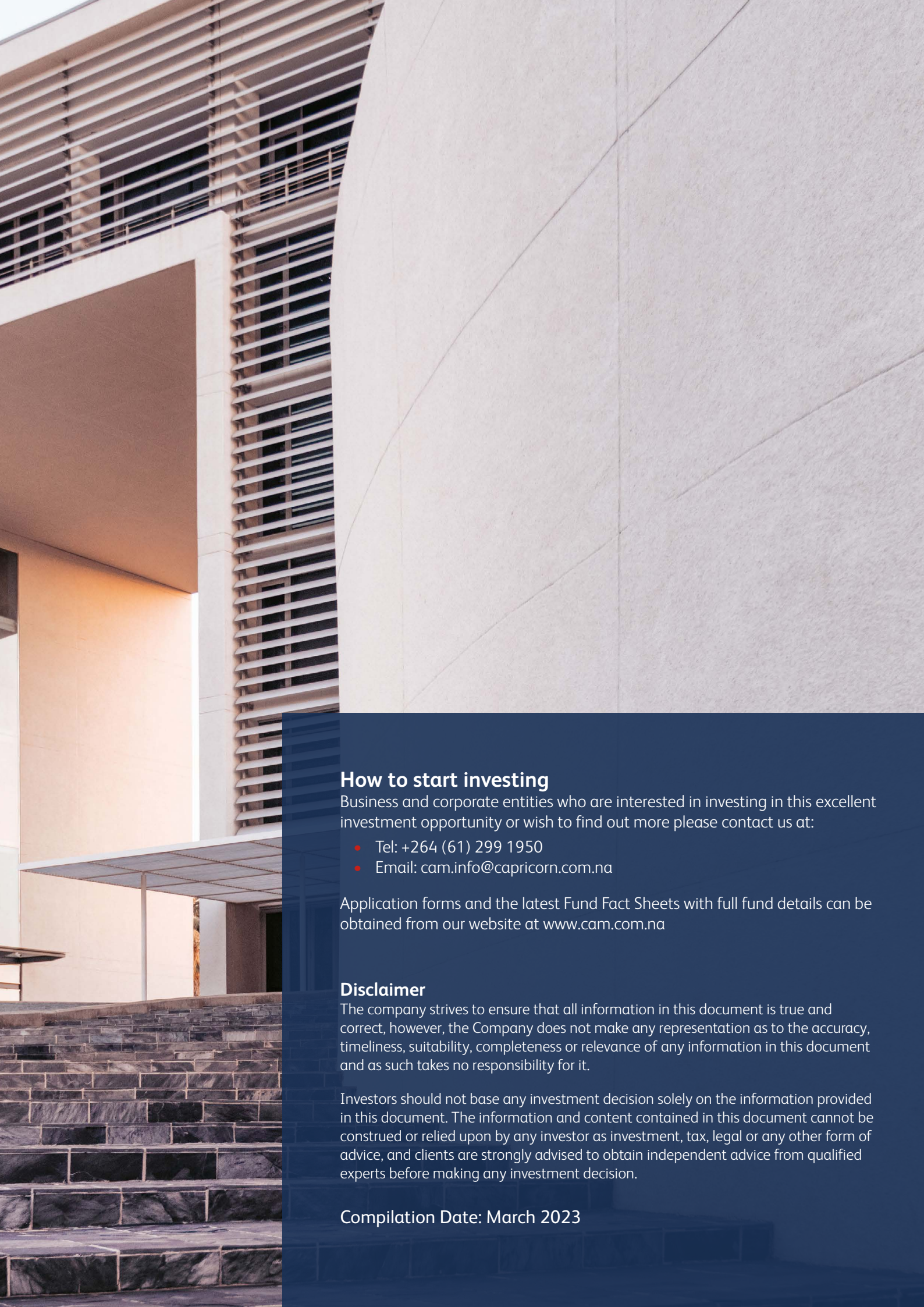
Fund	Distribution
Capricorn Corporate Fund	Monthly
Capricorn Corporate Income Fund	Quarterly

## Fees

Fee type	Capricorn Corporate Fund	Capricorn Corporate Income Fund
Initial Fees	0%	0%
Transaction Fees	0%	0%
Annual Management Fees	0.50% (retail class B)	0.60% (retail class B)
Taxation	0%	0%

## Added Value

- You gain access to **Capricorn Online**, our digital platform that enables you to generate statements, view balances and transact. In addition, multiple users can be allowed access from your team.
- Your funds are **available on call** (within one day).
- It's easy to **transfer** funds to us,
  - Simply load your Fund details as a beneficiary on your Internet Banking account and receive same-day value, thus no interest lost.
  - Use our digital platform, Capricorn Online, to effect a same-day collection from your nominated bank account (Maximum N\$1 000 000 per day)
- To **withdraw** funds simply,
  - Use Capricorn Online to effect a withdrawal before 12:00 for same-day value.
  - Send us an email instruction to effect a withdrawal before 11:00 for same-day value.



## How to start investing

Business and corporate entities who are interested in investing in this excellent investment opportunity or wish to find out more please contact us at:

- Tel: +264 (61) 299 1950
- Email: [cam.info@capricorn.com.na](mailto:cam.info@capricorn.com.na)

Application forms and the latest Fund Fact Sheets with full fund details can be obtained from our website at [www.cam.com.na](http://www.cam.com.na)

## Disclaimer

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