

# Term Sheet

## Hemp – Carbon & Industrial

### Description of Business

*The Project focuses on investing in carbon offset projects, making the generation and sale of carbon credits the primary funding component of the underlying agricultural business model.*

### Business opportunity

*To grow hemp at scale to create marketable carbon credits and socio-economic benefits through industrialising & monetising the agricultural hemp value chain.*

### Capital required

*\$100m*

### Projected ROI

*In \$ Millions*

*\$75m/annum over 10 years @ 10% discount rate. (Convert to NPV = c.\$100m)*

*(1 million carbon credits @ \$75 each): (est. land requirement per 1m carbon credits = 200 000 hectares)*

*CAPEX – 100*

*OPEX – 228*

**Net Profit \$547m.**

**Target over 10 years:**

- *Capital Expenditure (CAPEX) & Operational Expenditure (OPEX): Estimated at \$500 million.*

**Revenue Generation:** *Anticipated revenue from the sale of 120 million carbon credits at \$75 each per annum = \$9bn/annum;*

**ROI**

*300x capital*

**Investment period**

*20 years*

**Funders**

*IDC/ private funding*

**Stakeholders**

*Agriculture/ECDC/Izenzo*

**Benefits**

*Capitalisation of a new agricultural type*

*Sustainable Funding model*

**Socio-economic benefits**

*Job creation*

*Entrepreneurship*

*Stimulating economic growth*

*Training & Up-skilling*

*Food security*