

Providing you with financing and liquidity for today's needs,
without sacrificing tomorrow's objectives

Securities Based Lending

Introduction

Momentum Securities (Pty) Ltd is a JSE regulated member and a national credit provider (regulated in terms of the National Credit Act).

A Securities Based Lending facility (SBL facility) provides you with access to a source of liquidity for both your personal and business needs. By using your shares (please refer to the eligibility criteria) in your Momentum Securities portfolio as collateral, you can have access to the funds you need without having to sell your shares.

Through the SBL facility, you can use the gearing power of your share portfolio to access the liquidity you need to act on important opportunities while keeping your long-term investment objectives intact. We accept Top100 listed JSE shares as collateral.

Common uses

- Acquire a second investment portfolio;
- Refinance high interest debt/debt consolidation;
- Pay tuition;
- Taxes;
- Other unexpected expenses.

Benefits

- Streamlined application process: 3-5 days approval process;
- No CGT event: no need to sell your shares in the portfolio in order to raise cash;
- One account: securities and loan consolidated in one account;
- No initial structure/administration charges, market related interest rate;
- No fixed repayment terms;
- No pre-payment penalties;
- Single provider service: your Momentum Securities Portfolio Manager will assist you in the application process.

Terms

- 2 year term;
- Variable interest rate (prime linked);
- Daily margin calls on out of cover and limit;
- Momentum Securities has the right to sell securities if the margin call is not honoured;
- Maximum 50% Loan To Value, typically Top 40 and diversified;
- External payments are only made to your designated bank account;
- Securities used as collateral will be pledged to Momentum Securities

Eligibility

- Natural person, trusts and companies – only South African residents, 18 years and older
- Successful application is subject to affordability and credit checks
- Min portfolio size:
R250 000
- Min loan amounts:
R100 000
- Collateral eligibility:
Local JSE listed Top 100 (by market cap) shares.

Company or Trust

- Latest independent audited / reviewed financial statements, not older than 12 months;
- Completed credit application;
- Other supporting documentation if applicable.

Documentation

Should you wish to apply for an SBL facility, please contact us and provide us with the following:

Natural Persons

- List of your Assets and Liabilities;
- Proof of Income;
- Completed credit application;
- Supporting documentation i.e. bank statement / pay slip.



Contact details



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Please Note This product is only available to South African residents, 18 years and older, and is subject to affordability and credit scoring assessments. Momentum Securities reserves the right to decline a credit application that does not meet its internal requirements. Agreements are subject to the National Credit Act 34 of 2005, and any other applicable legislation in place from time to time. Terms and Conditions are subject to change. No statement made in terms of this communication should be construed as advice.

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