

Coast Venture Root Three CVR3

A Subsidiary of Rhiza Capital Inc.

Current Offering: 2018 - 2020

CVR3 is a venture capital corporation registered for the sole purpose of investing funds in a portfolio of start-ups, emerging and expanding eligible small (impact) businesses.

Capital Raising Channels

An appropriately investable company is an Eligible Business Corporation (EBC) that meets the following criteria:

- 1) business is resident in BC
- 2) employs BC residents (75%+)
- 3) falls into one of six sectors: manufacturing, tourism, R&D of tech, digital media, diversification of rural economies, clean tech.

Guaranteed
Financial
Products

Direct Impact
Investment
into CVR3

Social Venture
Exchange
Listing

Impactful GIC
(\$5 M raised to date)

30% Tax Credit Eligible

Launching Late
Spring 2019

Use of Funds



Seed Stage Investments

Portfolio Weight 24%

\$4.8M will be invested into a portfolio of approx. 30 impact ventures at the seed stage of business development. Average cheque size of \$160,000, or 0.80% portfolio weighting.



Growth Stage Investments

Portfolio Weight 28% - 38%

Up to \$7.6M will be invested in approx. 14-19 companies that are poised for scale, demonstrating exceptional growth, traction and/or profitability. Average cheque size of \$400,000, or 2.00% portfolio weighting.



Follow-On Stage

Portfolio Weight 28% - 38%

Up to \$7.6M will be allocated for approx. 7 - 10 follow-on investments in the 30 seed stage CVR3 portfolio companies. Average cheque size of \$800,000, or 4.00% portfolio weighting.



Secondary Reserve

Remainder of Weight

Up to \$5.0M will be allocated to operational costs (MER: 2.5% - 4.0%) and a reserve earmarked to fund the Secondary Liquidity Fund.