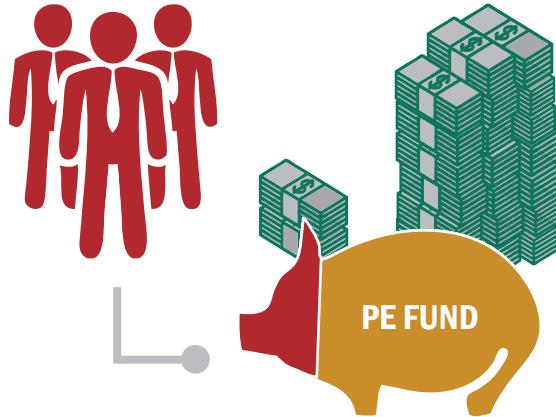


How does private equity in agribusiness work?

PE FIRM



Private equity firm sets up fund and invites investors to participate. Firm typically puts in 3% of initial capital, the investors the rest.

INVESTORS

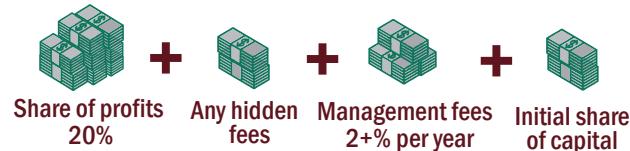


Fund invests in a range of companies for ten years

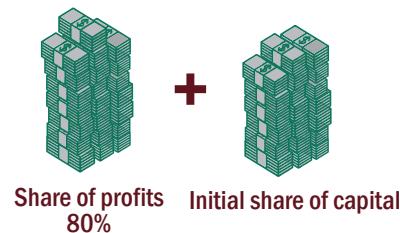


Who gets what?

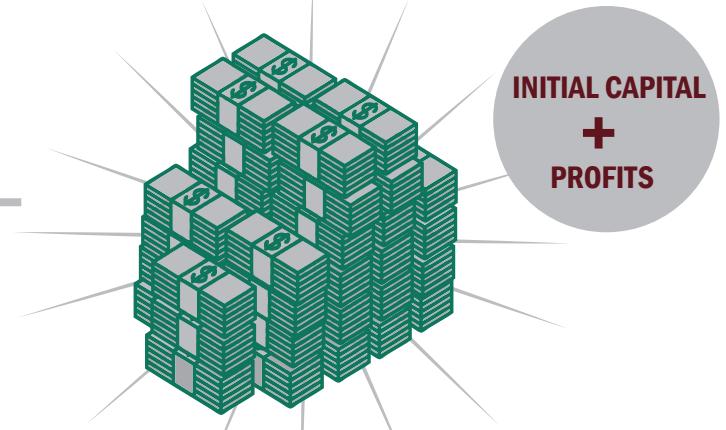
PE FIRM



INVESTORS



After 10 years, the fund pulls out of the companies (sales or listings) and distributes the money.



Fictitious example for illustrative purposes. In agricultural investing, the average rate of return is 14%.
More info: <https://grain.org/e/6533>