

# FCPR ISF (Wealth tax – Venture capital mutual fund )

The law of 21 August 2007 on work, employment and purchasing power (known as the TEPA law) and amended by the finance law for 2007, allows for a reduction in wealth tax for subscribed investment in the capital of an SME, subject to various conditions, and especially for subscribed investment units of venture capital mutual funds.

When the TEPA law first created these vehicles, Naxicap positioned itself in the market by launching a wealth tax – venture capital mutual fund in 2008: Natixis Développement and Création, 2008.

## **THIS VENTURE CAPITAL MUTUAL FUND:**

- Is a savings product offering attractive tax incentives
- Allows high-performance SMEs to boost their private equity and fund growth

## **REGULATORY FRAMEWORK AND TYPE OF INVESTMENTS:**

- At least 75% will be invested in unlisted SMEs with fewer than 250 employees and sales/revenues of less than €50 million or less than €43 million on their Balance Sheet total
- At least 40% of total subscriptions will be invested in enterprises that have been in operation or in existence for less than 5 years

## **TAX STRUCTURE:**

- **At entry:** Subscribers enjoy a wealth tax reduction equal to 50% of the investment ratio in eligible securities defined by Naxicap
- **At exit:** tax exoneration on products and capital gains (excluding social security contributions)  
*Provided they retain the subscribed investment units until 31 December of the fifth year following the year of subscription.*