

Moroccan Investment Development Agency

Investment projects bank

Project Teaser

Sports Center



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Sector

Real Estate: Multi-purpose Real Estate

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Overview

In order to ensure an effective promotion of investments in Morocco initiated by both local and foreign institutions, Invest in Morocco (the Moroccan Investment Promotion Agency) has created a projects/opportunities bank to facilitate the contacts between projects sponsors and their future partners.

Projects teasers will be also made available via Invest In Morocco's website and will help the prospective partners to get a global overview of the investment opportunity while ensuring the confidentiality required by the sponsor at initial stages.

If the prospective partner decides to go further in the opportunity analysis, he can ask Invest In Morocco to arrange him a meeting with the project sponsor.

In order to maximize the added value of the projects bank, the matchmaking process is not limited to strategic and financial partnerships but covers virtually all possible opportunities like commercial agreements, mergers & acquisitions, joint ventures, representation agreements...

We hope that this projects bank will help investors to develop strong relationships and enhance the value creation in all economic sectors.

Project presentation

	Summarized data
Opportunity/Project	Prepared land sale dedicated to the construction of a sports complex
Industry/sector	Real Estate
Project size (in Million MAD)	103,66 Million MAD (about 12 Million USD)
Project components	Prepared and equipped land plots totaling 10,3 Hectares
Opportunity localization (city/region)	Lakhyayta, between Casablanca and El Jadida cities
Project Target Return (IRR or ROI)	
Current project status (study/appraisal phase, initiation, operational)	Initiation

Key project facts (perspectives, sector outlook...) :

- Located near the “economic capital” of Morocco and to one of the fastest growing industry poles, the new city of Lakhyayta represents a brand new urban architecture concept adopted by the Moroccan Government with the focus set on ecology and transportations optimization. With integrated economic and social facilities, this new city will cover a total area of 1 301 Hectares and will have 58 000 housing units, green spaces, food industry zone, a population of 300 000 and create more than 61 000 jobs ;
- The current project will be dedicated to recreational and entertainment activities and will host a sports complex to satisfy the needs of the new city population and to overcome one common weakness that prevailed in previous urban development (focus only on housing units). For this purposes, the project sponsor has already prepared and equipped about 10 Hectares with the necessary infrastructures and adopted a detailed and clear set of technical specifications to be respected by future land acquirers. Sales are planned for 2015.

Project initiator/sponsor

	Summarized data
Main businesses/activities	Real estate development
Institution type (company, fund, holding...)	Group
Size (average revenues in MAD)	5 000 Million MAD (about 560 Million USD)
Origin of capital (Moroccan, Foreign, Mixed)	Moroccan Government

Key project sponsor facts (performances, positioning, expertise...) :

- The sponsor is one of the most important real estate operators with the oldest presence in the sector and a well recognized expertise gained through several decades of successful projects, mainly in social housing ;
- The business model of the sponsor relies on a high integration level of the real estate value chain (design – construction – marketing) and a strong partnership network with both public and private sector operators in addition to international firms. It has also an ambitious development plan to increase the social and medium standing offer given the huge gap in these segments that is estimated at 1 Million units ;
- The development model of the sponsor is designed around a holding architecture, with central headquarters defining the overall strategy and regional and special subsidiaries created to deal with all the operational issues to ensure an effective and efficient project implementation.

Seeked partnership

	Summarized data
Possible or sought partnership(s)	Joint Venture
	Sleeping Partner (minor share ownership without active management role)
	Joint SPV controlled by the external partner
	Shares acquisition
	Company acquisition or diversiture
Special conditions for the partnership	X Others: Investors and developers
	• Investors with recognized expertise and track record in sport facilities management and development
	• Solid financial situation and technical know-how
Next steps	• Discussing the partnership conditions
	• Finalizing contracts

Expected partnership benefits:

- The project will offer a modern sports and recreational facility near to the most dynamic economic region of Morocco and will allow future city population (especially youth) to benefit from an adequate and affordable entertainment offer addressing local needs while respecting sustainable development considerations ;
- The investors who will acquire and develop the land plots will also benefit from a very strong demand given the prevailing youth proportion in the Moroccan population that would be replicated in the new city and the growing interest for outdoor sports activities that are becoming a natural part of the Moroccan lifestyle ;
- Future investors will benefit from an incentive package offered by the Moroccan Government within investment agreements and including tax and financial incentives.

**For next steps or more details about the current document,
please contact the Matchmaking Manager:**

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