



# BUSINESS REPORT

Date: **16th July 2025**

Business Reference: **36415**

About the Business:

## Huge opportunity for a property investor

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A massive opportunity exists for an investment into an industrial property located on the East Rand operating with a blue chip tenant with currently lease ending 28th October 2028 with first right of refusal for a further 6 years. Land size measuring out at 5912 sq.m with operating space under roof inclusive of offices equating to approximately 3819 sq.m.

# Huge opportunity for a property investor



Sector: **Property**

Asking Price:

R **20,000,000**

Monthly Profit:

R **116,059**

Asset Value:

R **19,353,736**

Stock Value:

R **0**

Yearly Net Profit :

R **1,392,705**



# Business Report

## How does the business operate on a daily basis?

5 year lease with first option to renew for a further 5 years

## What Advertising/Marketing is carried out?

None

## How could the profitability of the business be improved?

The premises is under lease.

The setup does allow for the site to be split up into almost 7 smaller factory types

## Give a breakdown of staff/ functions/ length of service?

Invoicing, rental collection, accounting services

## How involved is the Owner in running the business?

100%

## When does the current lease end?

31 October 2028 with first option to renew until end October 2034

## What are the trading hours?

This is a property Company - Trading hours are determined by tenants on site

## What are the main assets of the business?

Building, Borehole, weighbridge,

## Please list the salient points of the property and why it is so attractive?

2 x ERVEN with Power capacity of 1500kVA. 5912sq.m of property with a GLA of 3648 comprising;

1. 2 x ERF (2,143sq.m + 3,769sq.m = 5912sq.m)
2. x separate office / admin buildings both with own entrance (146sq.m + 141sq.m)
3. 2 x transformers (1 on each erven) , 1000kva and 500kva
4. Borehole & JOJO Tanks
5. Weigh Bridge
6. Building 1= 4.5m to eaves , Building 2 = 6m height to eaves
7. Secure Parking
8. Dual access, one from busy arterial and one from secondary road
9. Strategic location, erven not on load shedding grid
10. Electrical installation recently upgraded at a cost of 1.5 Million Rand
11. Demand Meter - Tariff E
12. Zoning - Industrial 1
13. Permitted Coverage 60%
14. Height Restriction - 2 Storeys
15. Mortar strength - 7Mpa
16. Concrete Foundation Strength - 20Mpa
17. Floor Strength - 25Mpa
18. Roofing - Polycarb & IBR

## Strengths?

Location  
Falls outside of loadshedding  
Busy road  
Highly rates tenant

## Weaknesses?

One tenant

## Opportunities?

After tenant exits, the building can be cut up to as much as 7 smaller units with multiple income streams

## Threats?

Service delivery could be considered a threat albeit that the property operates outside of the load shedding schedules as a result of it being located in the middle of high end consumers

## What is the reason for the sale?

Disinvesting