

NAV Uplift as Yield

By SKGP, SKGP Strategic Partners Pre Yield Asset Series ©

2025 SKGP Strategic Partners

This paper is part of the public Pre Yield Asset framework developed by SKGP Strategic Partners.

Executive

Traditional finance defines yield through operational cashflow. Revenues appear, expenses clear, and the residual becomes distributable yield. This is the foundation of credit, private equity, and infrastructure investment.

But early stage real assets do not operate through revenue. They operate through structure. This is why SKGP Strategic Partners introduced the Pre Yield Asset classification and the concept of NAV uplift as yield across its public architecture.

NAV uplift becomes the structural equivalent of yield in systems that form value before operations. It is the measurable outcome of governance, sequencing, technical verification, and jurisdictional clarity. It is also the only way to evaluate the earliest stages of minerals, agriculture, energy, geothermal, industrial corridors, and logistics linked systems. NAV uplift is yield in the pre yield world because it reflects value creation generated by structural progress rather than operational income.

Why Traditional Yield Fails in Early Stage Systems

Institutions struggle to evaluate early stage real assets because legacy models assume.

- Revenue streams
- Operating history
- Comparable company analysis
- Discounted cashflow
- Market share
- Margin structures

None of these apply to early stage real asset formation.

In the public SKGP classification this is the architectural classification error. The early stage of minerals agriculture energy and industrial corridors is a structural phase not an operational one. Because these systems do not generate operational cashflow institutions historically treat them as non yield assets or speculative risk. This is incorrect. The absence of revenue does not mean the absence of value formation. NAV uplift captures this missing value.

What NAV Uplift Represents

NAV uplift represents the measurable strengthening of an early stage asset as it progresses through governance, sequencing, and structural gates. NAV uplift arises from.

- Improved information quality
- Higher certainty
- Verified geological or physical data
- Regulatory advancement
- Concession stability
- Jurisdictional legibility
- Integration with national systems

- Structured Exploration
- Reduction of binary risk
- Yield is the return produced by change.
- In early stage systems the change that matters most is the increase in structural certainty.

NAV uplift becomes yield because it is the measurable, repeatable output of structured progress before revenue begins.

Why NAV Uplift is a Technical Concept, Not Narrative Motion

In the legacy exploration world movement in value often came from narrative or market speculation. This made early stage assets unpredictable and incompatible with institutional requirements. SKGP's public PYA architecture replaces narrative driven value with structured uplift. NAV uplift becomes a technical output of.

- Governance integrity
- Gate progression
- Structured Exploration
- Jurisdictional alignment
- Standardized reporting
- Legible sequencing

Once the asset is embedded in institutional frameworks NAV uplift is not discretionary. It is structural. It is repeatable. It becomes the form of yield appropriate for pre yield systems.

How NAV Uplift Compounds

While SKGP does not disclose internal compounding models publicly, the concept of compounding uplift appears across public PDFs in the form of.

- Structured progression
- Capital velocity
- Information driven improvement
- Multi pillar integration
- Jurisdictional strengthening
- Industrial corridor alignment

Each structural improvement becomes the base for the next improvement. NAV uplift becomes cumulative because each gate removes uncertainty in a way that cannot be reversed. This is how early stage real assets compound value even when operational yield has not begun.

Why NAV Uplift is the Correct Yield Measure for PYA Systems

- Pre Yield Assets behave like infrastructure in formation.
- Infrastructure generates value long before revenue.
- Exploration, early agricultural systems, geothermal mapping, energy corridors, and industrial nodes follow this same structural logic.

NAV uplift is appropriate because it measures.

- Certainty, not price

- Structure, not story
- Governance strength, not management hype
- Jurisdictional durability, not market cycles
- Physical verification, not volatility
- Engineering approvals and sovereign integration create structural uplift before throughput.
- **Logistics linked systems**

NAV uplift aligns perfectly with institutional requirements

- It's measurable
- tied to structural facts
- emerges from governance
- results from clear sequencing
- can be tracked across gates
- is not speculative

NAV uplift is the yield that institutions can recognize in pre yield systems.

NAV Uplift as a Multi Pillar Concept

Across SKGP's public materials NAV uplift appears naturally in all five PYA pillars.

- **Minerals**
 - Verification of geological information leads to stepwise NAV strengthening.
- **Agriculture**
 - Land systems gain NAV through soil data, water rights, corridor alignment, and structural preparation.
- **Energy and geothermal**
 - Reservoir mapping and regulatory alignment create pre operational uplift.
- **Industrial corridors**

NAV uplift therefore behaves consistently across all PYA categories.

NAV Uplift vs Traditional Yield

- Traditional yield is backward looking.
- NAV uplift is forward structural.
- Traditional yield depends on operations.
- NAV uplift depends on structure.
- Traditional yield relies on cashflow.
- NAV uplift relies on certainty.
- Traditional yield is reactive.
- NAV uplift is progressive.
- Traditional yield fits companies.
- NAV uplift fits physical systems.

This is the fundamental insight SKGP Strategic Partners introduces into the public domain through the PYA framework.

Why NAV Uplift Can Be Treated as Yield by Institutions

Institutions require..

- Legible progression
- Measurable risk reduction
- Clarity
- Governance

- Standards
- Reconcilable information

NAV uplift satisfies all of these requirements. It provides institutions with a yield like structural improvement that can be incorporated into allocation logic and portfolio analysis without relying on traditional operating metrics. NAV uplift is the natural yield of systems that form value before operations.

Conclusion

NAV uplift is the yield of the pre yield world. It is the structural output that emerges when early stage real assets advance through governance, sequencing, verification, and alignment. SKGP Strategic Partners identifies this explicitly in its public Pre Yield Asset framework and introduces the language needed for institutions to treat early stage real assets as a coherent category. NAV uplift bridges the gap between early stage formation and institutional recognition by providing a measurable value output that does not rely on revenue.

Through SKGP's architecture NAV uplift becomes the yield that defines the earliest stages of national systems, industrial corridors, mineral supply networks, agricultural systems, and geothermal and energy foundations. This is one of the core technical pillars that allows exploration and early development to become a structured, investable asset class.