



TOP 8 REASONS TO INVEST AT COEGA

World class infrastructure

1

- Including bulk water and sewer networks, bulk storm water systems, major roads arterials and internal road/ street, telecommunication sleeve networks, electrical substations (HV and MV), overhead power lines (HV and MV), return effluent systems (future for irrigation and fire), street lighting, road infrastructure such as signage, sidewalks, landscaping, social facilities, meeting venues, and many more - just what you would expect and more from the World class industrial development zone.
- The CDC infrastructure is relatively new when compared to older municipal infrastructure.
- CDC has robust internal governance structures thus negating corruption; strong supply chain processes to ensure minor and mega infrastructure project are implemented on time, within scope and on budget

Easy access to rail, road, air, and sea network

2

- Rail line that connect from Coega to Gauteng and to other areas in South Africa.
- The travelling distance by road from Coega IDZ to Port Elizabeth (PE) international airport is approximately 25km or 20minute travelling time.
- The flight duration from PE to OR Tambo Airport in JHB is 1 hour 40 minutes. The route is serviced by the national carrier (SAA), British Airways, and other low cost carriers.
- The Coega IDZ is adjacent to the N2, the national highway, which has under one major renovations to promote trade by road.
- The distance to Port Elizabeth city centre is approximately 20 km with 15 minute drive.

Integrated logistics services

3

- Connectivity with Emerging Markets in Africa and rest of the world.
- Linked to the Northern Hemisphere Shipping Routes.
- Regionally Connected Feeder Routes through sea.
- Port of Ngqura, the deep port with a container capacity of +2m TEU's (combined with Port of Port Elizabeth).
- Port of Port Elizabeth with a container, car, break-bulk and bulk terminals.
- Linked to all major In land road transport routes

Speed of Delivery and Flexibility of mega and minor infrastructure projects

4

- World class Geographic Information Systems (Spatial Planning, Geographic Drawing Management).
- ICT Enabling Solutions (Supply Chain – Procurement, Payment Management & Budget).
- Customs Control Areas (CCA) - Logistics and Automotive Zone 1 and 2.
- Customs Control Areas.
- Customs compliance infrastructure management.
- Progressive labour practices and expertise in delivering mega and minor infrastructure projects.

One Stop Shop Investor Services Centre

5

- Employment/ labour relations/ industry regulations.
- Visa applications, work and study permits, application for municipal services.
- Public and private road transport network in place.
- Environmental Authorisation issued to the Coega IDZ for special industrial development purposes.
- Construction management and operational SHE management plans are in place.
- SHE monitors programme implemented in the IDZ during construction and operation all phases (waste management, water monitoring, air quality monitoring, storm water and effluent monitoring, monitoring of alien plant eradication programme, open space management plan).
- Healthcare Facilities (CDC clinic) providing services during construction and operational phase. Facilitation of environmental approvals and licence requirements for project development (EIA's, Basic Assessment, Air Quality Licence, Waste Licence and OEMP).
- Customs services to assist with all SARS Customs registrations and permit processes in preparation for approval of facility for Operational phases. Customs Control Area (CCA)
- Training and process evaluation to enable new investors to comply with Customs regulatory requirements. Implementation and monitoring of cargo management into and out of the CCA's and IDZ.
- Incentives: Assist all investors to ensure optimal use of all necessary incentives available to industry (IDZ, Municipal, and Sector Specific Incentives).

Incentives framework

6

- Labour (safe & stable workforce, zone labour agreements, human capital environment) SEZ incentives (CCA-duty free zone-customs/ VAT, 15% corporate tax, building allowance, employment incentives, 121 tax allowance).
- The APDP consists of 4 pillars: Import Duty: frozen at 2012 levels (25% on light vehicles and 20% on components) through to 2020, Vehicle Assembly Allowance (VAA): sliding scale based on volume commencing at 10% for 10 000 units to 18% at 50 000 units from January 2016 and Production Incentive (PI): catalytic converters will be frozen at the 2017 level of 65%.
- Costs, 50%- 70% of qualifying Competitiveness Improvement costs).
- Production Incentive Programme (PIP) (available to manufacturers of clothing and textiles, footwear, CMT operators, non-automotive leather and leather goods manufacturing: tax free cash benefit, calculated on the Manufacturing Value Addition, Rate: 7.5% to 31 January 2016).

- Aquaculture Development and Enhancement Programme (ADEP) (cash incentive grant-maximum benefit of R40million, grant ranges from 20-45% of the qualified investment in Land & buildings and Plant and equipment including work boats).
- Research and Development (S11D) additional tax allowance on legible R&D expenses, (benefit equates to 14% of legible expenses, R140 000 benefit per R1 million in qualifying R&D costs)
- Export promotion incentives SA based companies (new market development) (individual participation schemes and Group Schemes).
- Infrastructure support (cash incentives grant, calculated on the approved infrastructure development costs, benefit is calculated 10% (minimum) and 30%, maximum incentive: R30 million per project).
- Municipal incentives options (connection fee funds for electricity, water, sewage, building plans rebates.
- Affordable land rates per square metre.

Injecting scarce and critical skills into the local market by implementing training and development interventions

7

- Systems for Skills Development.
- Advanced systems for registering work-seeker and competency based recruitment functionality.
- Advanced labour management systems in place.
- Co-ordinated transport services.
- Induction training capacity.
- Occupational healthcare services.
- Central wage payment services.
- Skills training.
- Construction Village facilities.
- Internationally recognised university (NMMU) for research and development.
- Apprenticeship training centre (construction, manufacturing and MEI)

Nelson Mandela Metro City Life Style

8

- The Nelson Mandela Municipality where Coega IDZ is located - East of Cape Town (750KM), midway between Cape Town and Durban (1000KM), and South-East of Johannesburg (1300KM).
- Offers low living costs to expatriates.
- Incorporates major economic hubs of Port Elizabeth, Uitenhage and Despatch.
- Population of approximately 1.2 million people (ranked 6th in SA).
- South Africa's fifth largest city.
- GDP of \$4.53-billion (2013 est.). NMB contribute 31% to the provincial GDP.
- A friendly, homely atmosphere makes this the ideal city for a family orientated lifestyle.
- **Shamwari Game Reserve** - Best private game reserve in the Eastern Cape, one of the biggest private game reserves in the Eastern Cape (less than 90 minutes from Port Elizabeth).
- Addo Elephant Park - South Africa's third largest national park, less than 90 minutes from Port Elizabeth.