

**AGRI-PARK DISTRICT:
Amajuba**

PROVINCE: KwaZulu-Natal

REPORTING DATE: 15 April 2016

KEY COMMODITIES

- Maize
- Cattle
- Vegetables

AGRI-PARK COMPONENTS

- Agri-hub - Dannhauser
 - Maize storage and milling
 - Beef abattoir
 - Vegetable packing house
- FPSUs:
 - Maize – some storage, ploughing, irrigation and harvesting training, maize grading
 - Cattle – feedlot, collection points, cattle transport, grazing fields
 - Vegetables – green houses, some storage, quality control, fertiliser supply

STATUS

- 75% complete:
 - Market and technical study complete
 - Financial analysis and completion of feasibility report/high level business plan underway

KEY CATALYTIC PROJECTS

- Amajuba red meat project
- Senzangakhona livestock project
- Mpondokazishe livestock project
- Elandsklip agricultural project (maize and vegetables)
- Amesbury agriculture project (grazing and cropping)

AGRO-PROCESSING BUSINESS OPPORTUNITIES

- Immediately:**
- Maize storage and milling
 - Abattoir
 - Vegetable packing house
- Future (after about five years)**
- Soya bean processing
 - Cattle feed-lot

KEY ROLE-PLAYERS

Public sector	Industry	Other
<ul style="list-style-type: none"> • KZNDARD* • DRDLR* • Amajuba District municipality* • Local municipalities (Newcastle, Dannhauser and Emadlangeni)* • ADA 	<ul style="list-style-type: none"> • Grain SA • ARC • SA Grain Information System • National Emergent Red Meat Producers • Red Meat Research and Development SA • SA Meat Industry Company • SA Red Meat Abattoir Association 	<ul style="list-style-type: none"> • District Agriculture Management Committee (DAMC)* • District Agri-park Operating Task Team (DAPOTT)* • Provincial Agri-park Operating Task Team (PAPPOT)* • Equipment and machinery suppliers

INFRASTRUCTURE REQUIREMENTS

- Agri-hub (minimum of 23 500 m²)**
- Maize storage and milling (1 500 m²)
 - Beef abattoir (21 000 m²)
 - Vegetable packing house (1 000 m²)
- Farmer production support units (FPSUs)**
- Maize – some storage, ploughing, irrigation and harvesting training, maize grading (10 000 m²)
 - Cattle – feedlot, collection points, cattle transport, (15 000 m²)
 - Vegetables – green houses, some storage, quality control, fertiliser supply (10 000 m²)

NEXT STEPS

Completion and presentation of the business plan to the client

POSSIBLE ECONOMIC BENEFITS

It is estimated that the AP will generate approximately R6.5 million revenue and create about 20 jobs (at least 14 at the hub and six at the FPSUs).

Revenue per annum and jobs from businesses, operating at full capacity, is approximated as follows:

Business	Revenue	Jobs
Maize milling	R 1.4 million	6
Beef abattoir	R 41.0 million	35
Greenhouses	R 4.5 million	60
Feedlot	R 1.2 million	5
Vegetable Packing house	R 1.3 million	8
TOTAL	R 49.4 million	114

Other possible spin-off are subsistence farmers graduating to proper emerging and commercial farmers, and the creation of other SMMEs in other sectors as the local economy grows