










AGRI-PARK DISTRICT: Chris Hani	PROVINCE: Eastern Cape	REPORTING DATE: 15 April 2016																			
 KEY COMMODITIES <ul style="list-style-type: none"> • Cattle (dairy and beef) • Sheep (wool and mutton) • Grain (maize and sorghum) 	 AGRI-PARK COMPONENTS <ul style="list-style-type: none"> • Agri-hub – Ncorha, including: <ul style="list-style-type: none"> ○ Milk processing ○ Wool processing ○ Red meat abattoir • FPSUs: <ul style="list-style-type: none"> ○ 3x dairies in Ncorha and 3x dairies in Lukhanji (servicing the milk processing facility) ○ Feedlots in the Lukhanji, Tsolwana, Engcobo, Emalaheni, Intsika Yethu, Inkwanca and Inxuba Yethumba local municipalities (servicing the abattoir) ○ Extension services in each municipality 	 STATUS <ul style="list-style-type: none"> • 75% complete: <ul style="list-style-type: none"> ○ Market and technical study complete ○ Financial analysis and completion of feasibility report / business plan still underway 																			
 KEY CATALYTIC PROJECTS <ul style="list-style-type: none"> • Sheep farming cooperatives across the district – to support the proposed mutton and wool processing initiatives • Milk production in the district (Shiloh and Ncorha dairy trusts) – providing context to the establishment of milk processing and additional dairies, to curb the cross-border processing of milk from CHDM • Cattle farming cooperatives across the district to support the beef processing 	 AGRO-PROCESSING BUSINESS OPPORTUNITIES <ul style="list-style-type: none"> • Beef cuts • Liquid milk and concentrated milk products <ul style="list-style-type: none"> ○ Hard and semi-hard cheese ○ UHT milk ○ Milk and whey powder ○ Cream ○ Butter milk ○ Yoghurt ○ Maas ○ Flavoured milk • Scoured wool, yarn and sliver • Mutton cuts 	 KEY ROLE-PLAYERS <table border="1"> <thead> <tr> <th data-bbox="1352 574 1630 614">Public Sector</th> <th data-bbox="1630 574 1899 614">Industry</th> <th data-bbox="1899 574 2206 614">Other</th> </tr> </thead> <tbody> <tr> <td data-bbox="1352 614 1630 975"> <ul style="list-style-type: none"> • DRDLR* • Chris Hani DM* • CHDA* • ECRDA • CDC* • ECDC* • Local Municipalities:* <ul style="list-style-type: none"> ○ Sakhisizwe ○ Intsika Yet ○ Tsolwana ○ Emalahle • DRDAR* • Inkwanca LM • Engcobo LM </td> <td data-bbox="1630 614 1899 975"> <ul style="list-style-type: none"> • Emerging and commercial farmers* • Machinery and equipment suppliers* </td> <td data-bbox="1899 614 2206 975"> <ul style="list-style-type: none"> • CSIR Biosciences </td> </tr> </tbody> </table>		Public Sector	Industry	Other	<ul style="list-style-type: none"> • DRDLR* • Chris Hani DM* • CHDA* • ECRDA • CDC* • ECDC* • Local Municipalities:* <ul style="list-style-type: none"> ○ Sakhisizwe ○ Intsika Yet ○ Tsolwana ○ Emalahle • DRDAR* • Inkwanca LM • Engcobo LM 	<ul style="list-style-type: none"> • Emerging and commercial farmers* • Machinery and equipment suppliers* 	<ul style="list-style-type: none"> • CSIR Biosciences 												
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 INFRASTRUCTURE REQUIREMENTS <ul style="list-style-type: none"> • Agri-Hub (5 000 m²) <ul style="list-style-type: none"> ○ Milk processing (2 000 m²) ○ Wool processing (4 000 m²) ○ Abattoirs, with slaughter capacity of 100 animals per day (33 000 m²) • FPSUs: <ul style="list-style-type: none"> ○ Milk parlours x6, to accommodate 1 250 cattle each (2 500 m² each) ○ Feedlots for cattle and sheep x7 in each local municipality, with a capacity of 600 animals each (7 400 m² each) 	 NEXT STEPS <p>Completion and presentation of the business plan to the client</p>	 POSSIBLE ECONOMIC BENEFITS <p>It is estimated that the AP will generate approximately R64.8 million revenue and create about 30 jobs (at least 8 at the hub and 22 at the FPSUs and for service provision). Revenue per annum and jobs from businesses, operating at full capacity, is approximated as follows:</p> <table border="1"> <thead> <tr> <th data-bbox="1352 1149 1630 1173">Business</th> <th data-bbox="1630 1149 1899 1173">Revenue</th> <th data-bbox="1899 1149 2206 1173">Jobs</th> </tr> </thead> <tbody> <tr> <td data-bbox="1352 1173 1630 1197">Abattoirs</td> <td data-bbox="1630 1173 1899 1197">R 320 million</td> <td data-bbox="1899 1173 2206 1197">75</td> </tr> <tr> <td data-bbox="1352 1197 1630 1220">Feedlots</td> <td data-bbox="1630 1197 1899 1220">R 500 million</td> <td data-bbox="1899 1197 2206 1220">203</td> </tr> <tr> <td data-bbox="1352 1220 1630 1244">Milk Processing</td> <td data-bbox="1630 1220 1899 1244">R 28 million</td> <td data-bbox="1899 1220 2206 1244">26</td> </tr> <tr> <td data-bbox="1352 1244 1630 1268">Wool Processing</td> <td data-bbox="1630 1244 1899 1268">R 16 million</td> <td data-bbox="1899 1244 2206 1268">11</td> </tr> <tr> <td data-bbox="1352 1268 1630 1292">TOTAL</td> <td data-bbox="1630 1268 1899 1292">R 864 million</td> <td data-bbox="1899 1268 2206 1292">315</td> </tr> </tbody> </table> <p>Other possible spin-offs are subsistence farmers graduating to proper emerging farmers, and the creation of other SMMEs in other sectors as the local economy grows.</p>		Business	Revenue	Jobs	Abattoirs	R 320 million	75	Feedlots	R 500 million	203	Milk Processing	R 28 million	26	Wool Processing	R 16 million	11	TOTAL	R 864 million	315
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