



ECONOMIC GEOGRAPHY OF SOUTH AFRICA



COEGA IDZ (SEZ)



WILD COAST SDI

RAJENDRA DAVECHAND



EXAMINATION	YEAR	PRESCRIBED AGRICULTURAL PRODUCT
November 2021 May/June 2022	2021/22	Beef
November 2022 May/June 2023	2022/23	Sugar Cane
November 2023 May/June 2024	2023/24	Maize ✓Done in previous presentations

EXAMINATION	YEAR	PRESCRIBED CORE INDUSTRIAL REGION
November 2021/ May/June 2022	2021/22	Gauteng(PWV)/South-western Cape
November 2022/ May/June 2023	2022/23	Gauteng(PWV)/Durban-Pinetown
November 2023/ May/June 2024	2023/24	Gauteng(PWV)/Port Elizabeth-Uitenhage ✓Done in previous presentations

EXAMINATION	YEAR	PRESCRIBED MINERAL
November 2021 May/June 2022	2021/22	Coal
November 2022 May/June 2023	2022/23	Gold
November 2023 May/June 2024	2023/24	Platinum ✓Done in previous presentations

EXAMINATION	YEAR	IDZ	SDI
November 2021 May/June 2022	2021/ 22	Saldanha Bay	West Coast
November 2022 May/June 2023	2022/ 23	Dube Trade port	Maputo Corridor
November 2023 May/June 2024	2023/ 24	Coega	Wild coast

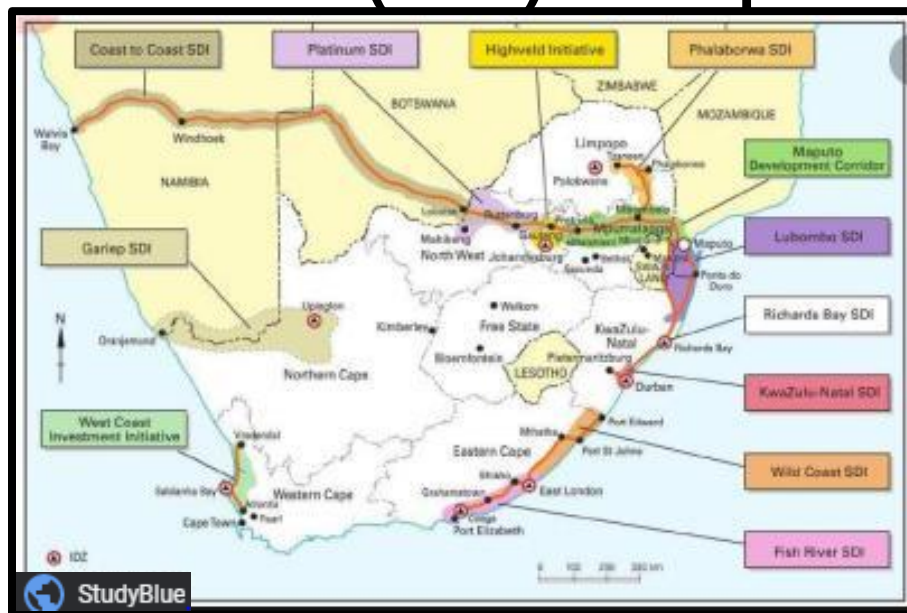


Key facts to concentrate on with regard to the prescribed IDZ's and SDI's

- Definition and difference between an IDZ and SDIs
- Map showing the location of prescribed IDZs and SDIs
- Factors influencing the location of the prescribed IDZs and SDIs
- Main industrial activities
- Factors that favour and hinder the development of the prescribed IDZs and SDIs
- Economic and social impacts



Industrial Development Zones (IDZs) and Spatial Development Initiatives (SDIs)



Industrial Development Zones

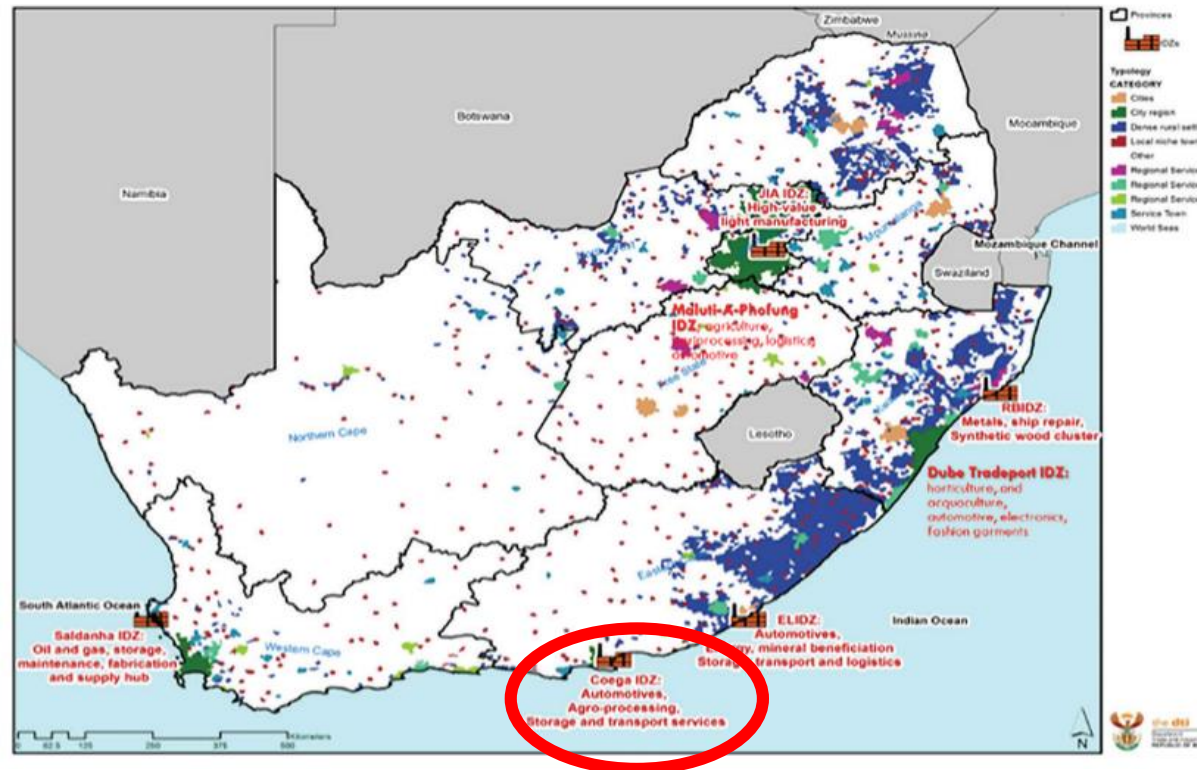
- Aims to encourage manufacturing in areas and use of resources in those areas to produce goods instead of importing them (Benefication).
- They are generally located around transport routes that have international links e.g. harbor, in order to promote exports.

Spatial Development Initiatives

- The aim here is to promote growth in areas that are underdeveloped but have economic potential e.g. creation of new jobs and improved infrastructure to attract foreign investors.



COEGA IDZ (SEZ)



- Located near Gqeberha (Port Elizabeth) in the Eastern Cape province of South Africa.
- The Coega IDZ was developed to attract investment from Metals and Metallurgical, Automotive, Agro-processing, Chemicals, Logistics and General Manufacturing, Services including Business Process Outsourcing, Energy, Trade Solutions and Training and Maritime.
- Aim is to drive local and foreign investment in export-oriented industries and to position South Africa as a trade hub.



Main industries/sectors



Made up of various sectors

- Automotive: assembly and manufacture (Volkswagen, Isuzu)
- Agro-processing (Mediterranean climate, 20 different products)
- Chemicals (e.g. plastics, paints)
- Energy (renewable and conventional)
- Electronics assembly and manufacture
- Metals and metallurgical (Metal industries for refinement and production)
- Business process outsourcing (developed space and world-class infrastructure)
- Logistics (the process of planning and executing the efficient transportation and storage of goods)
- Aquaculture (cultivation of marine animals and plants)
- Maritime sectors (ship repair)
- Training institutions related to the Development Zone activities
- Bulk cargo (Deepwater port)
- Electronics assembly and manufacture



Factors that favour the development of the Coega IDZ



- Transport infrastructure which gives access to international markets (location)
- Accessibility to 3 ports
 - The Deepwater harbour (more cargo) (Ngqura)
 - Gqeberha (Port Elizabeth) nearby
 - East London nearby
- Chief Dawid Stuurman International Airport nearby
- Road, rail and shipping routes to rest of Africa
- Centrally located for trade with east and west countries
- Storage facilities
 - Cargo storage facilities
- Sufficient land. (This will assist agro-processing etc)
- Accessibility to major core industrial regions of South Africa

(Cargo are goods or merchandise conveyed in a ship, airplane, or vehicle)

Clusters dedicated to specific investment sectors ensure maximum efficiencies. Costs are reduced through the sharing of services.

Various initiatives continue to bring in new investment.



Factors that hinder the development of the Coega IDZ

- Strain on electricity
- Poor supply of water
- Congestion at port
- Pollution

This will be more of a challenge as more development takes place

- Distance from mining products (e.g. coal and iron ore)
- Limited investment incentives.



Economic Impacts IDZ and SDI (Note it will apply to all)

- Creates employment
- More people earning and greater income results in larger market for goods
- Multiplier effect/Buying power of locals increases
- Promotes the development of new and existing infrastructure
 - Efficient transport networks to move raw materials and finished goods
- Promotes domestic and international trade
- Contributes significantly to GDP of RSA
- Promotes investment in RSA
- Skills development increases production

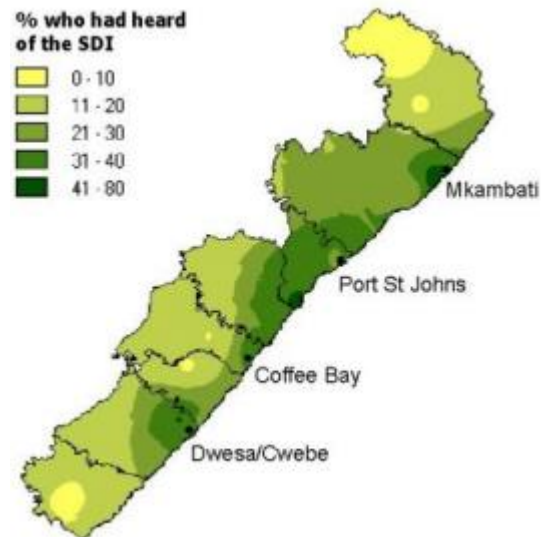
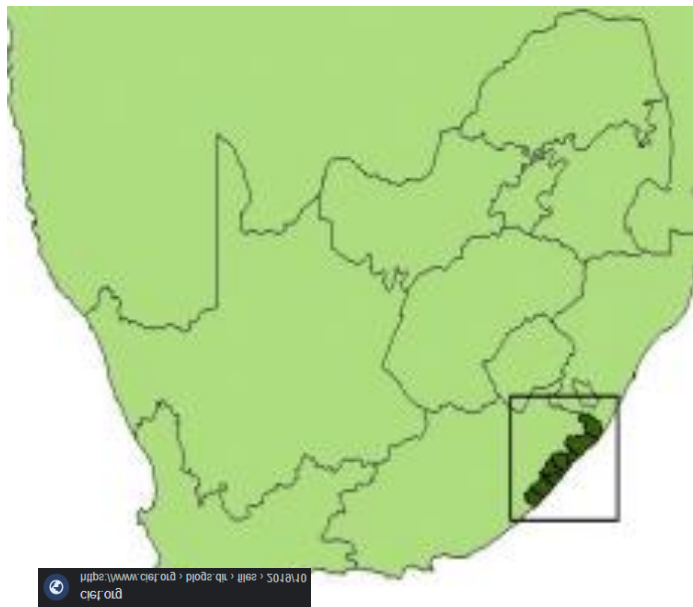


Social Impacts of IDZs and SDIs (Note it will apply to all)

- Availability employment opportunities in industries.
- More investments/greater income to area.
 - Earning potential increases.
- Poverty reduced e.g. through employment.
- Improvement in standard of living/quality of life
- Accessibility to services/facilities e.g. education, health.



Wild Coast SDI



- Located along the coast of the Eastern Cape, in South Africa. The region stretches from East London in the south to the border of KwaZulu-Natal.
- Promote economic growth through public and private investment in the Wild Coast region
- Promote businesses in agriculture and tourism
- Increases employment, particularly of women. .



Some industrial activities/sectors focused on

- Eco- tourism (main motivation of the tourists is the observation and appreciation of nature as well as the traditional cultures prevailing in natural areas)
- Agro-processing (manufacturing goods from agricultural, fisheries and forestry based sectors)
- Allied services (professional as well as non-professional services that support clients)



Gallery | Wild Coast Foods





Specific factors favouring development/location of Maputo Corridor SDI

- The scenic beauty of the Wild Coast (game reserves, ocean, sandy bays, open beaches etc) coupled with its rich cultural heritage, make the region ideal for the development of a strong eco-tourism industry
- Developing N2 Wild Coast Toll Road
- Suitable climate for various agricultural products (pineapples, tea, sugarcane etc)
- Large amount of land available for agriculture





Specific factors hindering development of Wild Coast SDI

Lack of facilities to enable tourism development accommodating high number of tourists.

The lack of community awareness and involvement in tourism development

Challenges regarding development of N2 toll road

Traffic congestion

Pollution

This will be more of a challenge as more development takes place



Sanral's N2 toll road development on Wild Coast fuelling community division