



IMPROVING REGIONAL CONNECTIVITY



Hosted By

Cornelder
de Reunio

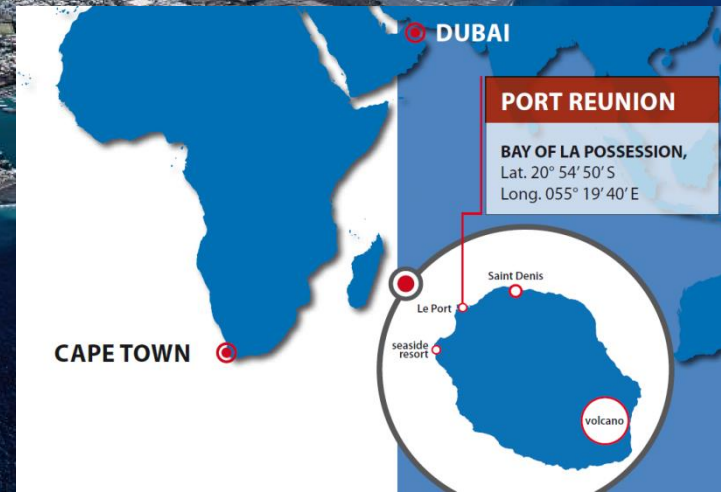


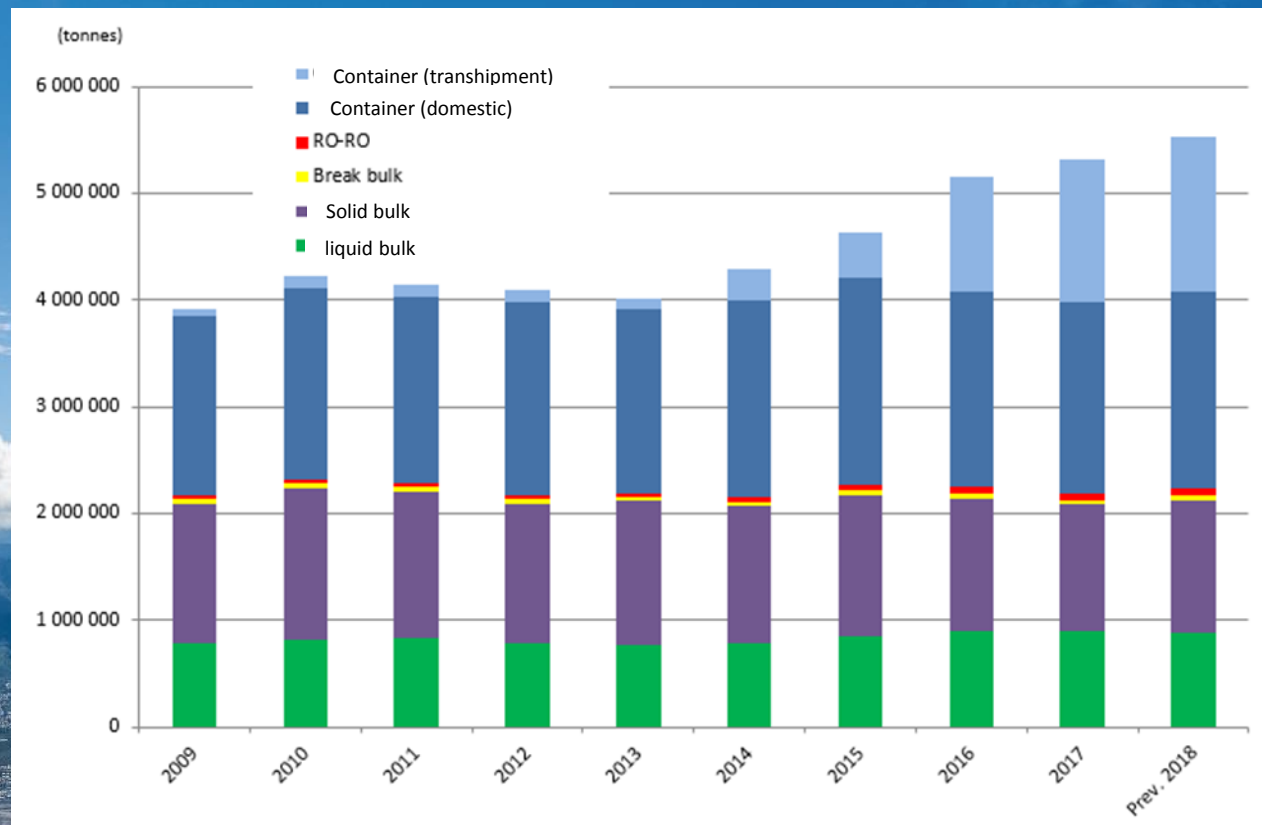
Agenda

- A. Port Reunion:** an European port in the Indian Ocean
- B. African economies** struggling against wind and tide
- C. Developing Asia-Africa connectivity** through maritime networks

A. An European port in the indian ocean

- ✓ An overseas French Department and an outermost European Region: a stable and secure environment.
- ✓ The Port Authority is a French state owned company (GPMDLR) : runs the infrastructures and lends the quay cranes
- ✓ Handling operations: private companies





STATISTICS 2017

- Overall traffic: 5,554 Mt
- Nb of calls: 644
- Container: 331 000 TEUs
- Liquid bulk: 0,889 Mt
- Solid bulk: 1,21 Mt
- Ro-ro : 35 533 vehicles
- Breakbulk: 47,2 kt
- Aggregates: 0,22 Mt

incl. 88 k TEUs transshipment



WEST PORT

Quay length: 3 000 m

Swinging circle: 350 m

Depth: 4,5m-9m

- Fisheries and yatching
- France's 3rd navy base
- Sugar loading facilities.
- Cement, gas and bitument unloading facilities

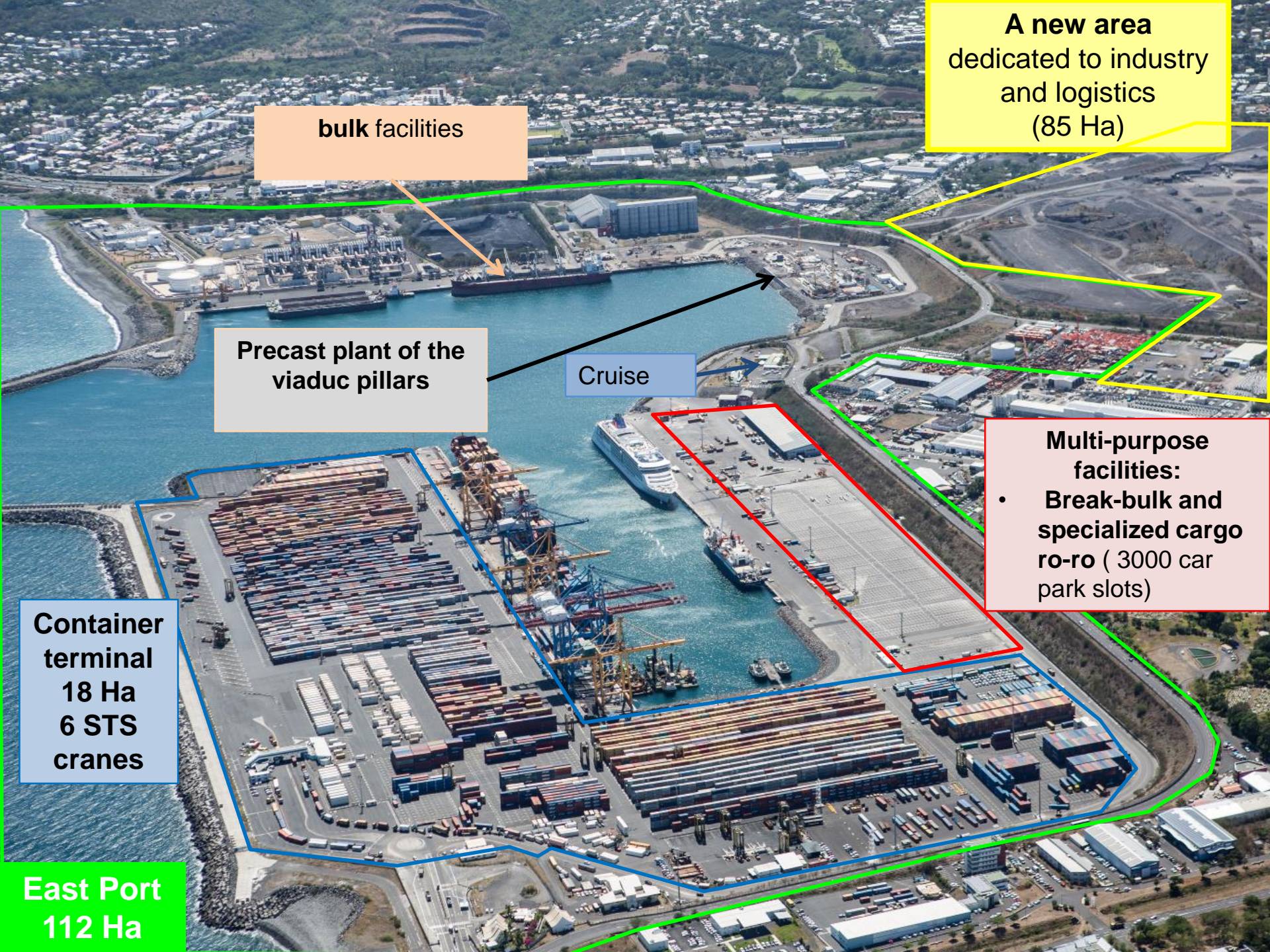
**A new area
dedicated to industry
and logistics
(85 Ha)**

**West Port
69 Ha**

**East Port
112 Ha**

Quay length: 1650 m
Swinging circle: 480 m
Depth : 13m-16 m

- Containers
- Liquid and solid bulks facilities
- Ro-ro and break-bulk
- Cruise



A new area
dedicated to industry
and logistics
(85 Ha)

bulk facilities

**Precast plant of the
viaduc pillars**

Cruise

**Multi-purpose
facilities:**

- **Break-bulk and
specialized cargo
ro-ro (3000 car
park slots)**

**Container
terminal
18 Ha
6 STS
cranes**

**East Port
112 Ha**

WEST PORT

Navy bassin

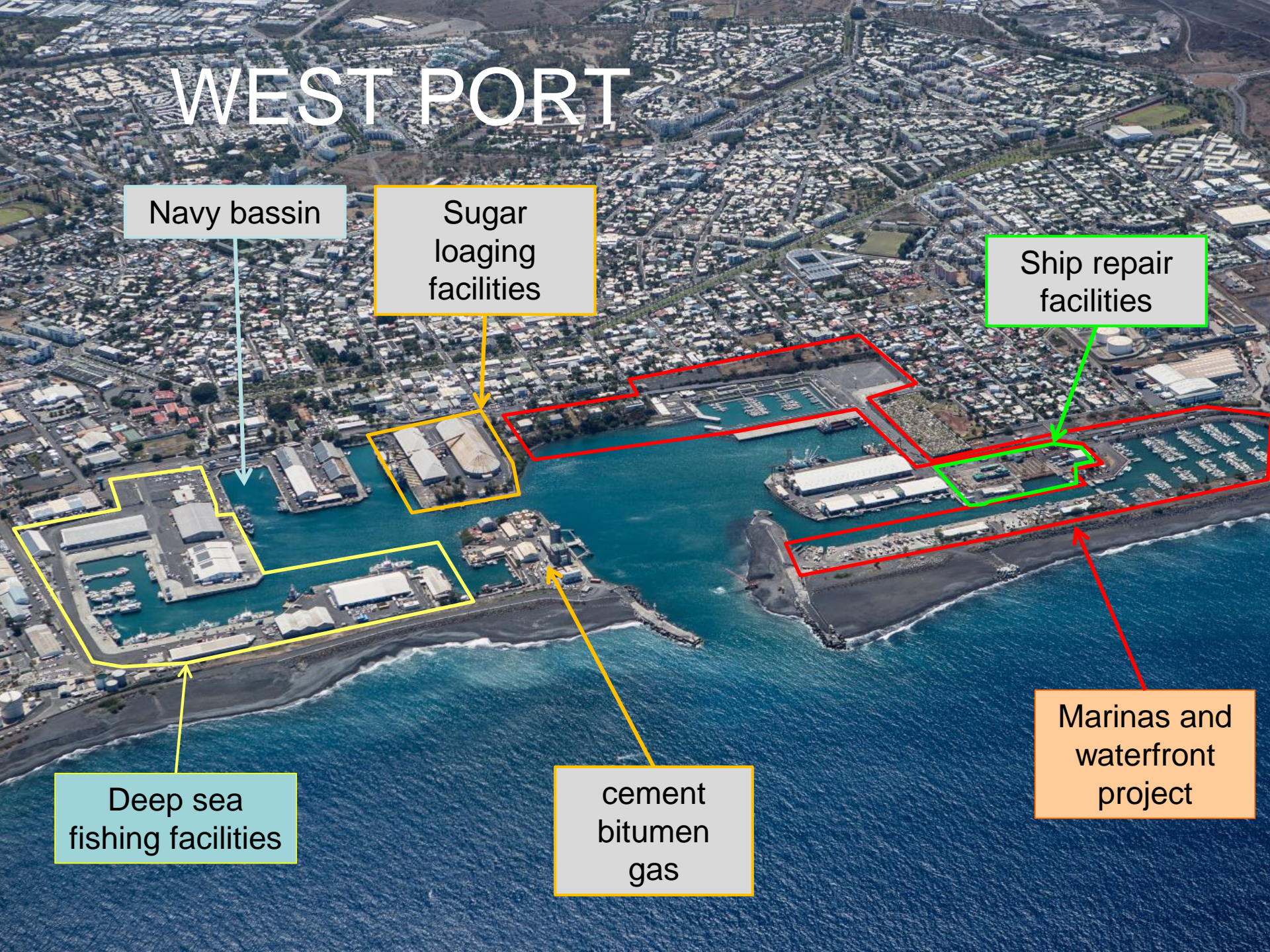
Sugar
loaging
facilities

Ship repair
facilities

Marinas and
waterfront
project

cement
bitumen
gas

Deep sea
fishing facilities



Agenda

A. Port Reunion: an European port in the Indian Ocean

B. African economies struggling against wind and tide

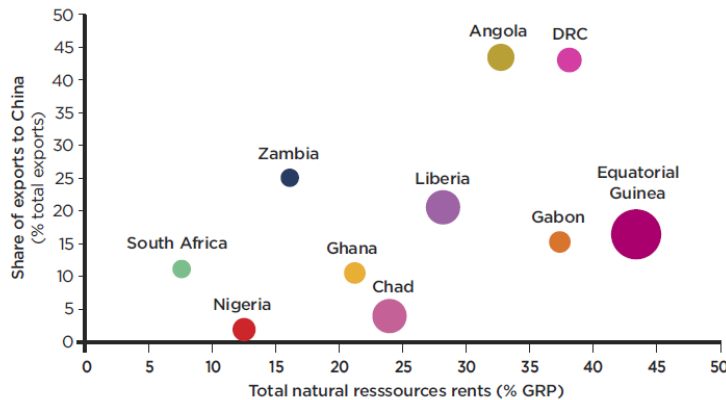
C. Developing Asia-Africa connectivity through maritime networks

A. African economies struggling against wind and tide

➤ Adverse winds hampering trade between sub-saharan African (SSA) and Asian economies

- Sluggish global growth has triggered off a fall in commodity prices, down 45% in two years.
- Shock to commodity prices has affected exporting countries including Africa.
- Fall in african government spendings.
- Weak outlook in FDI between Asia and Africa

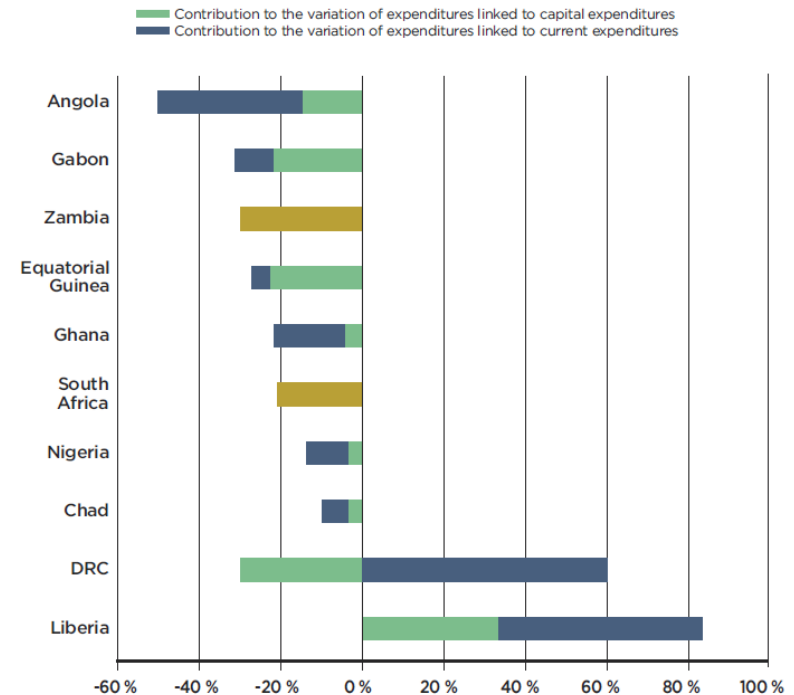
Declining growth: dependence on commodities and China



Size of the bubble = decrease of growth between 2013 ans 2016 (% GDP)

Sources : IMF, World Bank, Coface

Government spending cuts between 2013 and 2016



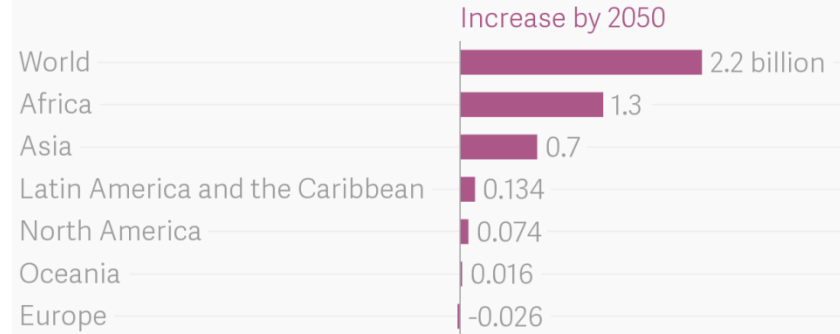
Sources: BMI, (details not provided for South Africa and Zambia), nationals, Coface calculation

B. Unique development potential

➤ Positive outlook

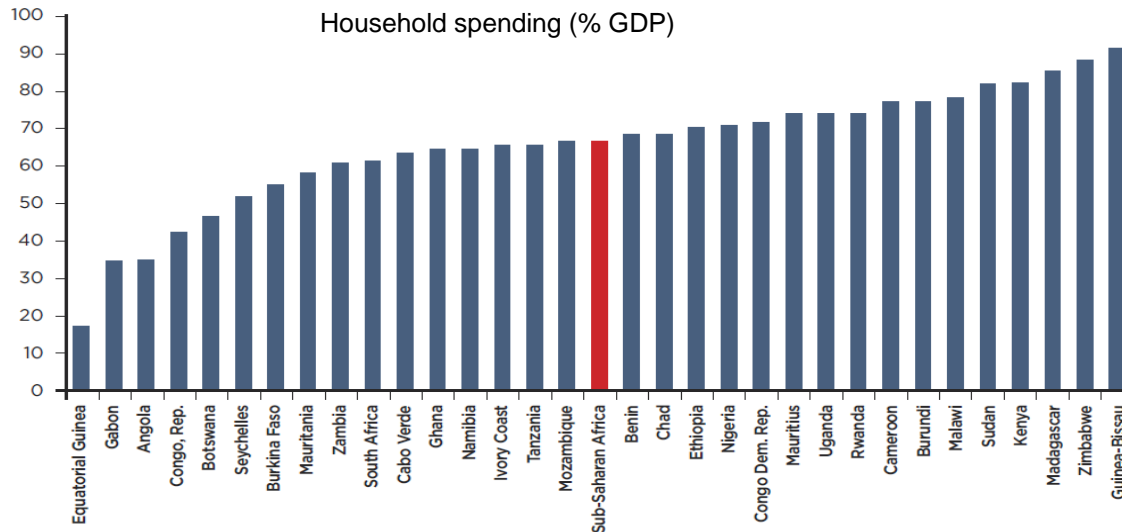
- With an additional 1.3 billion people on the continent by 2050, Africa will account for the highest population growth spurts compared to other continents

More than half of global population growth will happen in Africa



△ T L △ S | Data: UN World Population Prospects: The 2017 Revision

Poids des dépenses des ménages dans le PIB (% , 2014)



Source: World Bank

➤ Positive outlook

- Household consumption, accounting for two-thirds of GDP on average in sub-saharan African economies, could support growth.

Agenda

A. Port Reunion: an European port in the Indian Ocean

B. African economies struggling against wind and tide

C. Developing Asia-Africa connectivity through maritime networks

➤ **The emergence of a range of ports**

➤ **Liner shipping service network:**

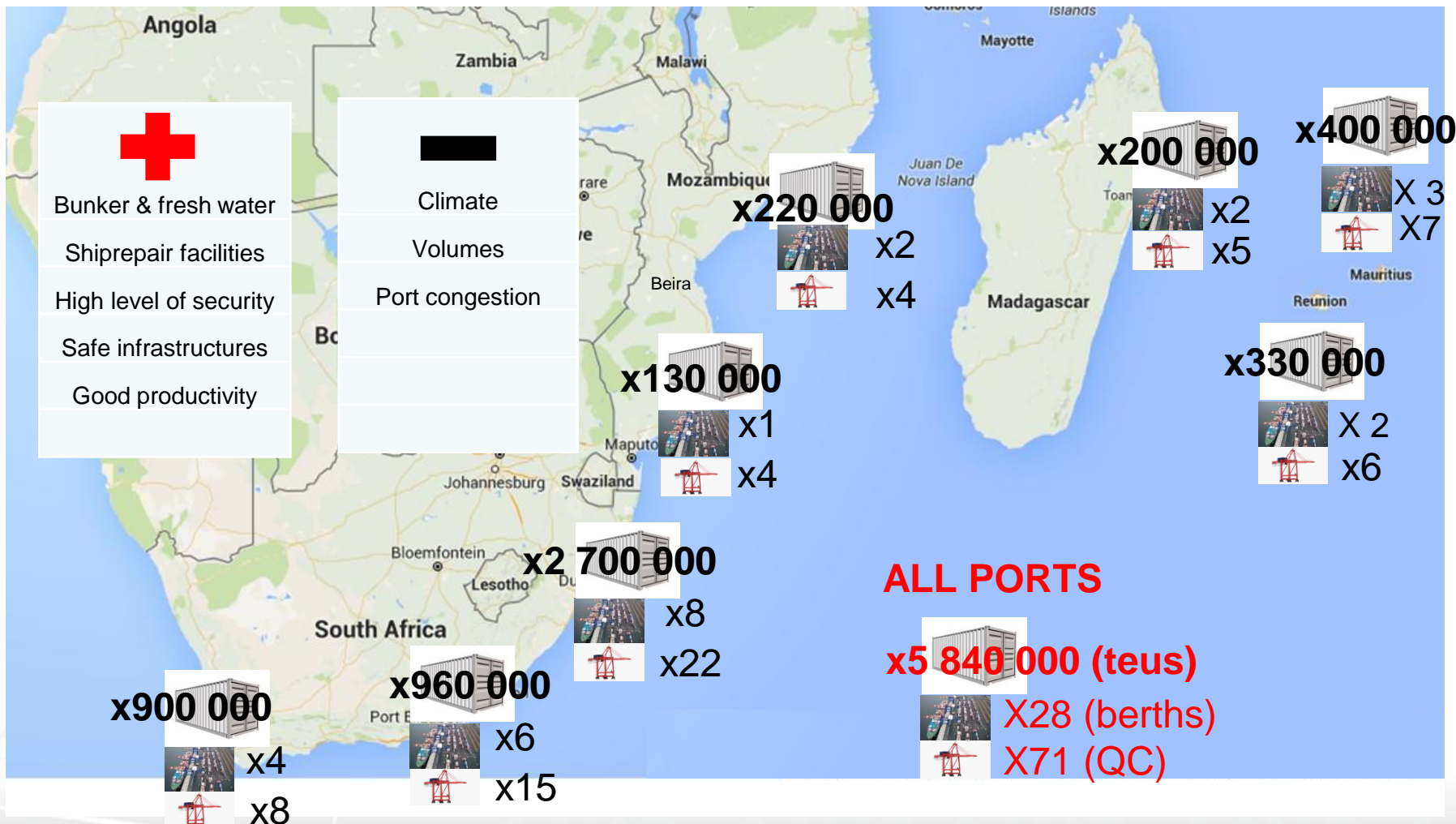
An improved connectivity through hub and spokes and relay services

➤ **The industrial port zone of PORT REUNION**

➤ **Port Network:**

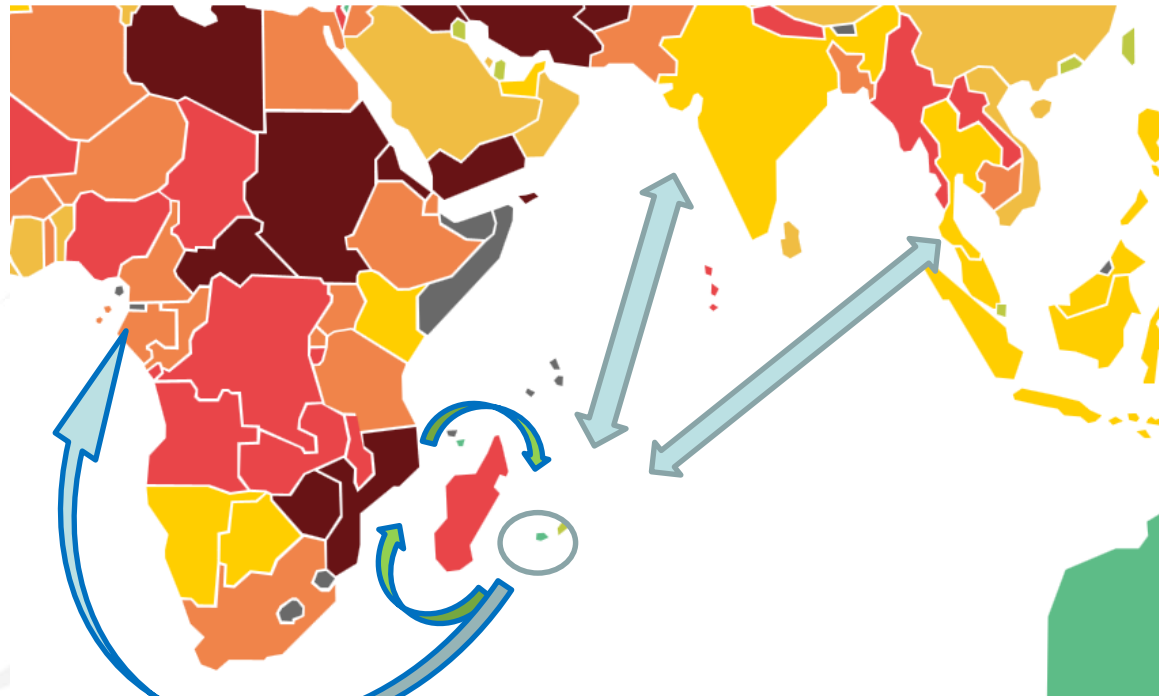
PAIOI, Indian Ocean islands port regional network

The emergence of a range of ports



risk mitigation opportunities related to development projects in sub-saharan africa (SSA)

COFACE COUNTRY RISK ASSESSMENT MAP



SEARCH BY
COUNTRY RISK
ASSESSMENT



**Reunion Island
is the closest low risk
zone between Asia and
SSA**

**Reunion Island
ideally located to become
an advanced logistical
place between Asia an
SSA.**

**Reunion Island
provides top rated
infrastructures, a safe
trading place and modern
IT connections**

Agenda

A. Port Reunion: an European port in the Indian Ocean

B. African economies struggling against wind and tide

C. Developing Asia-Africa connectivity through maritime networks

➤ The emergence of a range of ports

➤ **Liner shipping service network:**

An improved connectivity through hub and spokes and relay services

➤ The industrial port zone of PORT REUNION

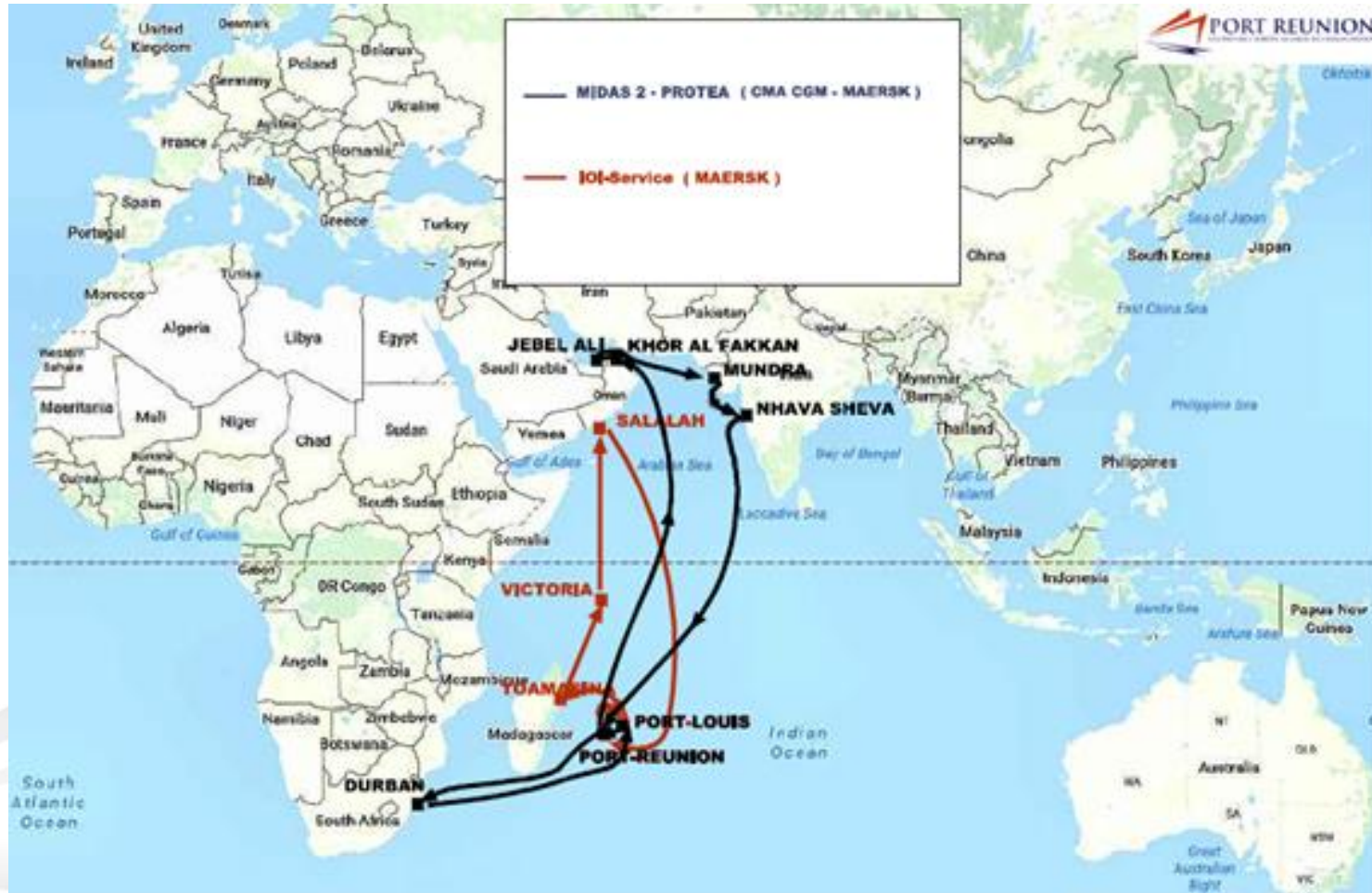
➤ Port Network:

PAIOI, Indian Ocean islands port regional network

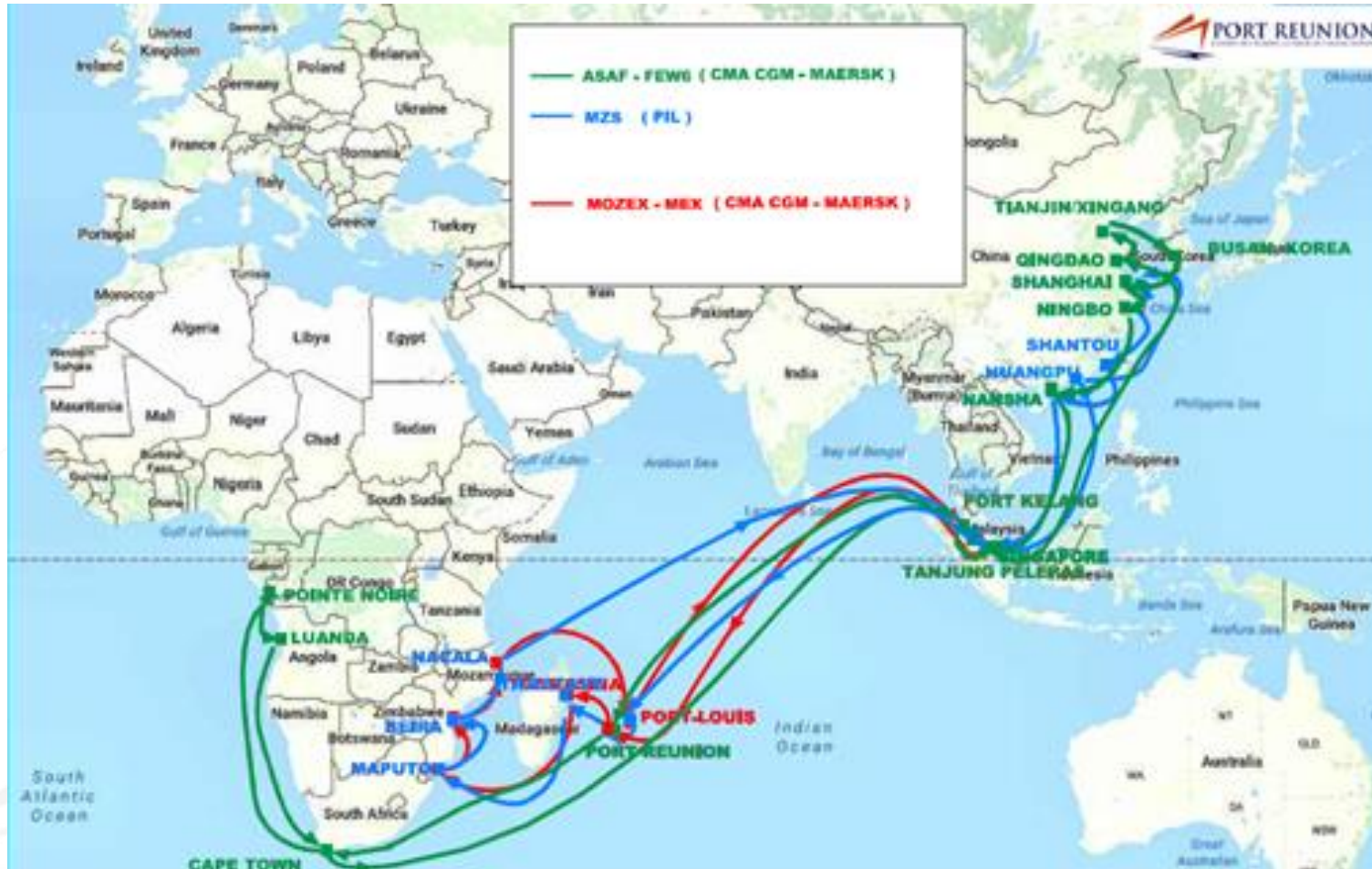
Weekly mainline services linking Europe and Indian Ocean



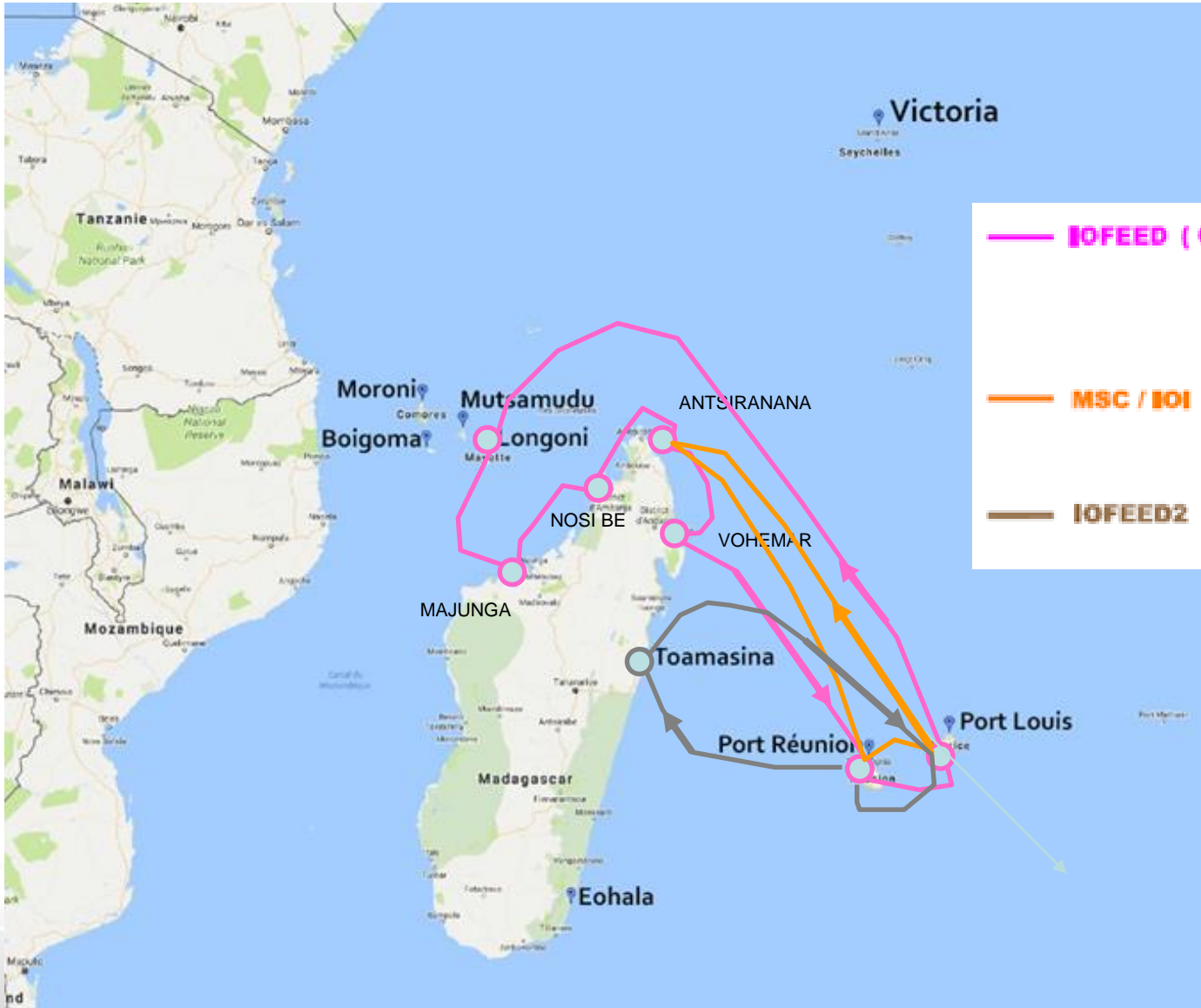
Weekly services linking ME and Indian subcontinent and Indian Ocean



Weekly mainline services linking Far East and Africa



Feeder services



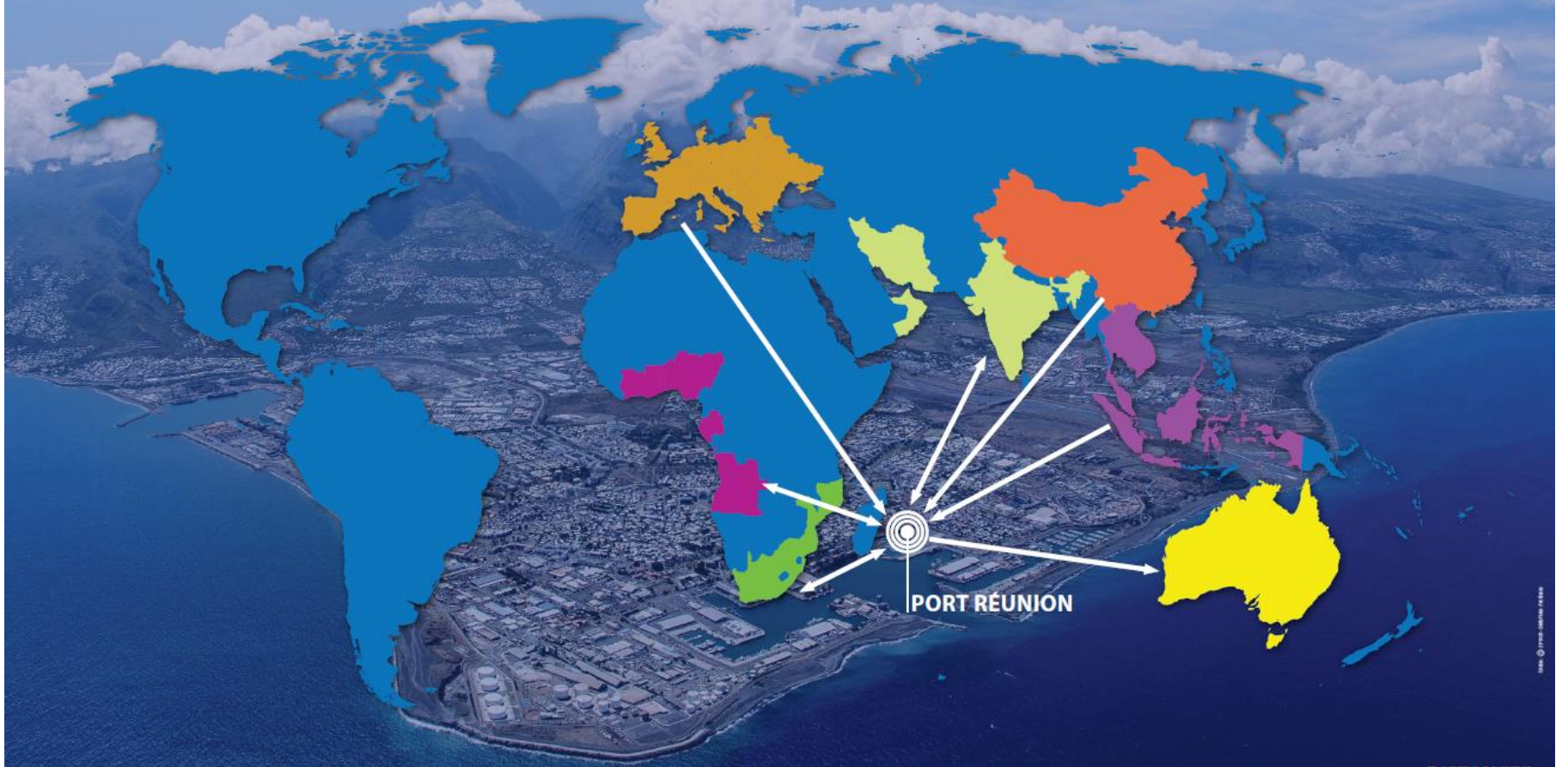
IOFEED (CMA CGM)

MSC / IOI

IOFEED2 (Mascareignes) (CMA CGM)



A NEW HUB IN THE INDIAN OCEAN



South Africa and East Africa **4 days**

Australia **9 days**

Indian Sub Continent and Middle East **10 days**

South East Asia **12 days**

Europe **16 days**

China **16 days**

West Africa **16 days**

DISTANCES

www.port-reunion.fr

Agenda

A. Port Reunion: an European port in the Indian Ocean

B. African economies struggling against wind and tide

C. Developing Asia-Africa connectivity through maritime networks

➤ The emergence of a range of ports

➤ Liner shipping service network:

An improved connectivity through hub and spokes and relay services

➤ **The industrial port zone of PORT REUNION**

➤ Port Network:

PAIOI, Indian Ocean islands port regional network

THE INDUSTRIAL PORT ZONE OF PORT REUNION

- 4330 employees working for 344 companies
 - 2 Billion € of turnover
- 431 Million € of Economic Added Value generated



Agenda

A. Port Reunion: an European port in the Indian Ocean

B. African economies struggling against wind and tide

C. Developing Asia-Africa connectivity through maritime networks

➤ The emergence of a range of ports

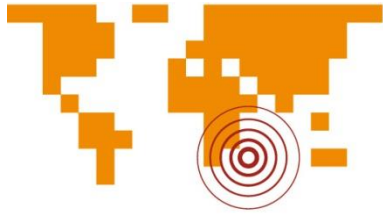
➤ Liner shipping service network:

An improved connectivity through hub and spokes and relay services

➤ The industrial port zone of PORT REUNION

➤ **Port Network:**

PAIOI, Indian Ocean islands port regional network



paioi
Ports Association
of Indian Ocean Islands

Indian Ocean Islands port regional network

➤ **Members**

- **Seychelles Port Authority**
- **Mauritius Port Authority**
- **Toamasina Port Authority (SPAT)**
- **Port Réunion**
- **Port of Ehoala (Madagascar)**
- **Port de LONGONI (Mayotte)**
- **Port of Mutsamudu (EPPAM)**

➤ **Actions**

International cooperation

- **Indian Ocean Commission (IOC)** considers PAIOI as its executive maritime arm

Cruise in the Indian Ocean

- promote and streamline cruise facilities.
- create and update data on the port network.

Exchange of good practices

- Training.
- Benchmarking port's KPI

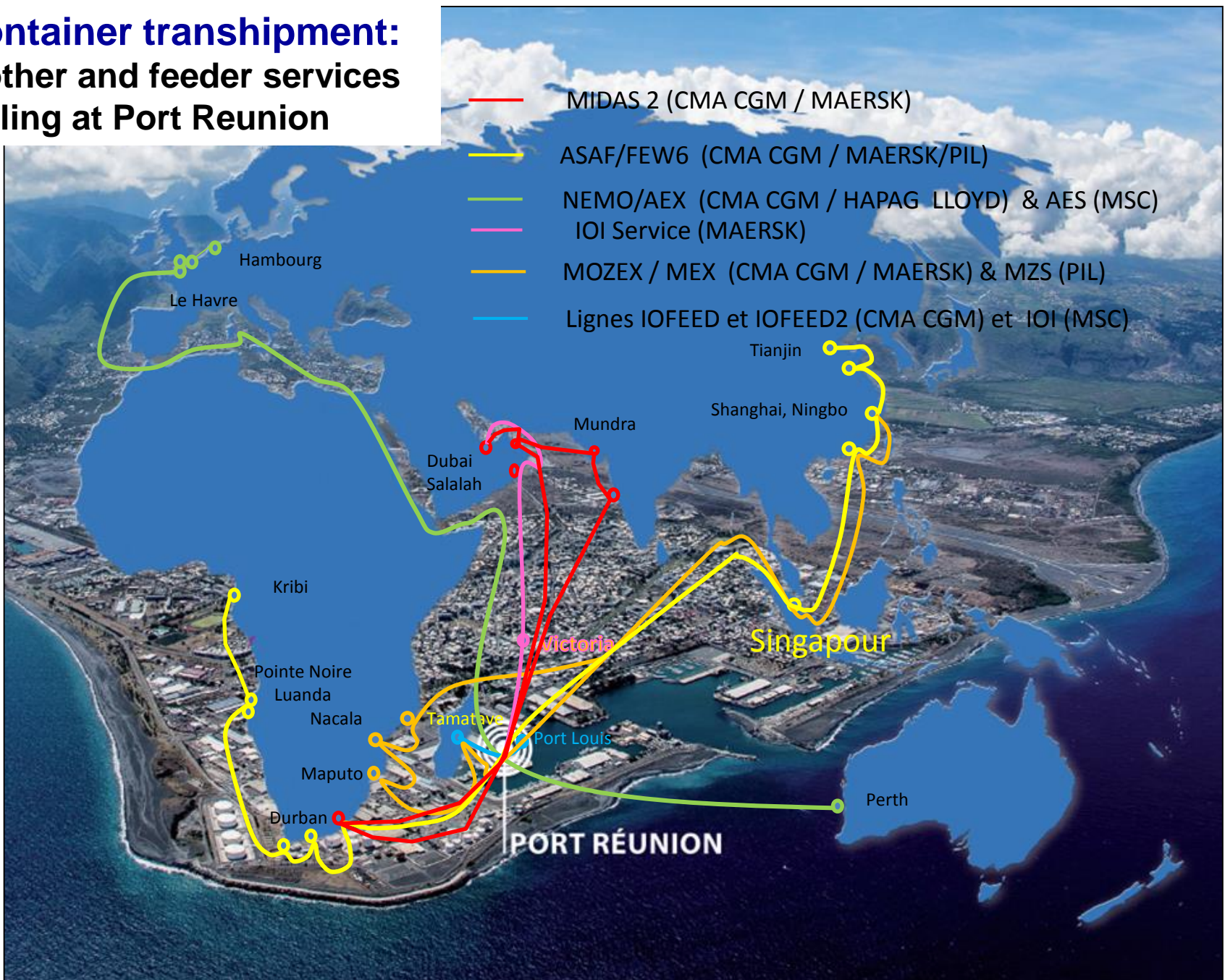


THANK YOU FOR YOUR KIND ATTENTION

henri.dupuis@reunion.port.fr
<http://www.reunion.port.fr>



Container transshipment: Mother and feeder services calling at Port Reunion

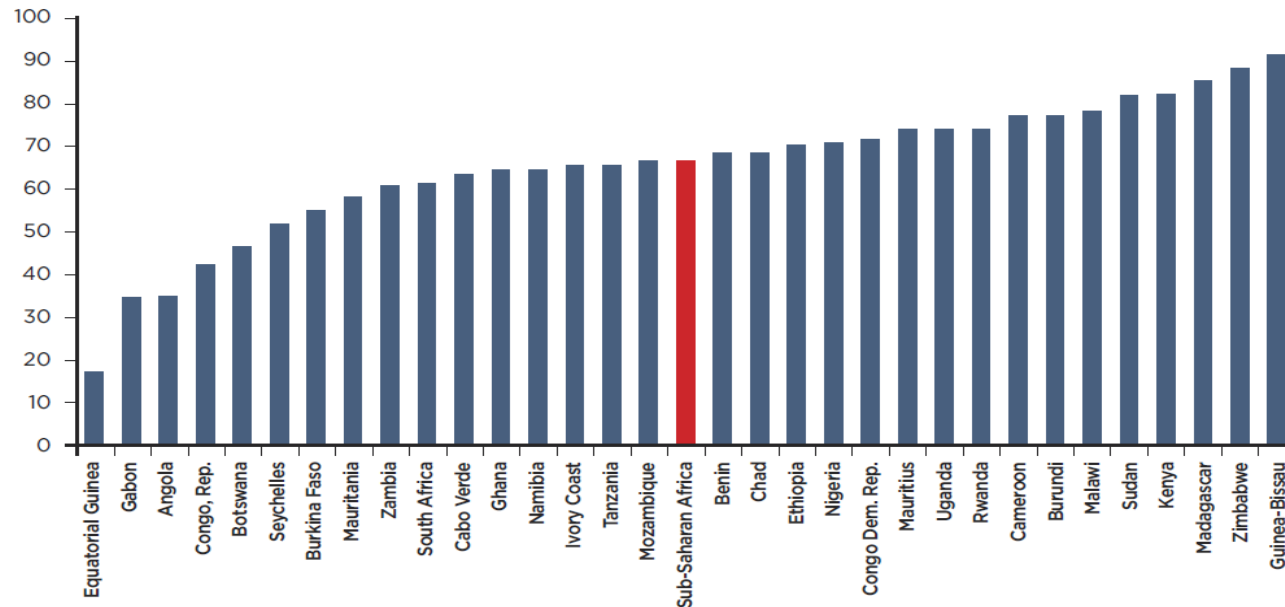


B. African economies struggling against wind and tide

➤ Positive outlook

- Household consumption, accounting for two-thirds of GDP on average in sub-saharan African economies, could be buoyant to the medium term.
- Development opportunities on retailing, information and communication technologies (ICT).

Household spending (% GDP)



Source: World Bank