FACILITATING INTERNATIONAL TRADE THROUGH EFFICIENT PORTS SERVICE

DR. AB BANGURA, CPA
(FORMER GENERAL MANAGER)
SIERRA LEONE PORTS AUTHORITY



SIERRA LEONE PORTS AUTHORITY SLPA

- ► SLPA established by the 1964 Port Act -Authority to operate, manage and coordinate activities of all Ports in Sierra Leone.
- Transformation from Service Port to a Landlord Port. Outsourced core port activities to private ports operators.
- ▶ SLPA Collaborates with Stakeholders.

SIERRA LEONE PORTS AUTHORITY

- ► SLPA Stakeholders
 - ▶ Freetown Terminal Limited- Container terminal.
 - ► **Nectar Break-bulk** Non-containerised Cargo Terminal.
 - ▶ Customs/ NRA- Government revenue collector.
 - ► African Link- Scanning Facility
 - ► Clearing and Forwarding Agents- Brokers
 - ▶ Dock Labour Companies- Suppliers of labourers
 - ▶ Stevedoring Labour Companies- Stevedoring

SLPA Comparative Advantage

- ▶ Natural Harbour
- ▶ Equidistance b/w Europe & South America
- Shorter Distance to Landlocked Countries
- Good Road Access to Liberia and Guinea
- Improved Capacity:
 - ▶ New Berth 14M Draft
 - ▶ Technical Innovation/ Personnel etc.
 - ▶ New Equipment Cranes; Tracking; Handling

Bolloré Starts Berth Extension Construction



Sierra Leone Seaport Container Terminal Extension In Progress



Sierra Leone Seaport Container Terminal Extension In Progress



Definition of International Trade

- Ensures Fast & Safe Trade across National Boundaries
- ► Objective:
 - ▶ Facilitates Access to Goods and Services across the Globe
 - ▶ At Reasonable Cost
 - **▶** Timeliness
 - ► Reduce Red Tape
 - ▶ Compliance with International & Local Regulations
 - ►IMO/SOLAS/ISPS etc.

Trends In Global Trade

▶ Based on Comparative Advantage

▶ About 80% of Goods Transported by Sea

- ▶ Raw Material from Developing to Industrialized West
 - ▶eg. Coffee/Cocoa etc West Africa to Europe

- ▶ Recently, Raw Material from Developing to the East
 - ▶eg. Minerals (Iron Ore/Timber from Africa to China.

Factors Impacting Int'nal Trade

- ► Cost is Impacted By:
- Distance
 - ► Asia US Europe Africa Corridor
- Transportation
 - ▶ Primarily by Sea
- ▶ Tariffs
 - Customs Clearance etc.
- Enabling Environment
 - ▶ Govt Policies Deregulation/Privatization/Tax Policy

Factors Impacting Int'nal Trade

- ▶ Efficient Port Operation
 - ► Technical Capacity
 - ▶ Infrastructure
 - ▶Terminals etc.
 - ▶ Equipment
 - Cranes; Reach Stackers; Forklifts etc.
 - ▶ Processes
 - ▶ Automation
 - ▶Paperless; Tracking etc.

Impact of Ports Operation

▶ Ports: The link between Sea Transportation and the Consumer

- ▶ Trade Facilitation requires Investment in Ports Facilities:
 - ► Physical Infrastructure
 - ▶ Cargo Handling Capacity
 - ► Transportation Facilities
 - ► Inland Container Depots
 - ► Automation & Streamlining of Processes
 - ▶ Information Communication Technologies
 - ► Environmental Aspects

Result of Investment - KPI

- ► Ship Turnaround Time
- ▶ Turnover Rate
- Berth Occupancy Rate
- ▶ Dwell Time
- ▶ Increase in Port Revenue
- Increase Volume of Cargo Traffic:
 - ► Bangladesh 33% Projected 300% increase in Container Traffic in 15 Years
 - ▶ Sierra Leone 35% Projected 150% Increase within 10 Years
 - ▶Togo 200% -

Impact on International Trade

- ► Fast and Safe Transportation of Goods
 - ► Larger Vessels, Transshipment; Transit Modes
- Decrease in Unit Cost of Goods to Consumer
- Accelerate Growth Rate of Economy
- ▶ Increase Contribution to GDP
 - ▶ Bangladesh 33% Projected 300% increase within 15 Years
 - ▶ Sierra Leone 35% Projected 150% Increase within 10 Years

CONCLUSION

- Direct Relationship Between Efficient Port Operation and the Growth of International Trade
- ► Effective Capacity Building Must Include:
 - ▶ Effective Planning At National and Regional Level
 - ▶ Infrastructure
 - ▶ Technical
 - ▶ Processes
 - ▶ Innovation
 - ▶ Environmental
 - ► Regulatory Compliance

THANK YOU ???