

Forward thinking supply chains

SAPICS
THE PROFESSIONAL BODY FOR
SUPPLY CHAIN MANAGEMENT

IN ASSOCIATION WITH
saaff

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Together in Partnership: Solving the Logistics Crisis

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'No holds barred' engagements

- **Operation Vulindlela** - joint initiative of the Presidency and National Treasury to accelerate the implementation of structural reforms and support economic recovery; modernise and transform network industries, including electricity, transport
- Business was encouraged to provide their 'warts and all logistics experiences' to Operation Vulindlela in the development of a **Freight Logistics Roadmap** for South Africa



‘No holds barred’ engagements

- Various key sectors unpacked numerous transport and logistics challenges (Auto, Mining, Agriculture, Containers, Intermodal)
- Actively participating in presenting these challenges to the President, resulted in the formation of **National Logistics Crisis Committee (NLCC)**
- Pressure for progress remains from all Stakeholders, media and key commentators:
 - However, Business recognises that Government has responded appropriately with the **Freight Logistics Roadmap and the NLCC**

Unique industry collaboration

- Those in the private sector impacted by logistics challenges have formed a united front in a unique collaboration under **Business For South Africa**
 - Cohesively harness solutions to address current supply chain challenge, and
 - Drive implementation to urgently reverse the current situation
- Solutions must integrate across all areas: road, rail, terminals, and ports
- All companies and associations experiencing disrupted supply chains must actively participate in NLCC through the B4SA initiative
 - Inputs required will be insights, contributions, market/sector intelligence, data and information
- Very important to ensure a **cohesive and tightly managed response**: we do not want to be the “Gate Keepers” of progress!

NLCC and B4SA are aligned as to Priority Projects

- Agreement on **key interventions** that are prioritised based on the strategic filter:
 - Business can add value (resources and expertise) to help implement
 - It can be done in a short-space of time
 - The impact is significant
- **Six Priority Areas agreed**
- Positive response from all sectors of Business to proposed Priority Projects, as well as the immediate, medium and long-term timelines
 - A focus on supply chains – rail and port
 - Urgently address security issues on North Corridor (Coal), Ore Line (Iron Ore and Manganese) and the Container Corridor

NLCC and B4SA are aligned as to Priority Projects

OBJECTIVE: IMPROVE THE EFFICIENCY OF THE FREIGHT LOGISTICS SYSTEM

Initial focus areas

1. Deploy intervention teams to improve operational performance of **rail corridors**
2. Increase availability of **rolling stock**
3. Modernise and upgrade **port equipment**
4. Develop a Network Statement and **standard access agreement** through industry-wide process
5. Finalise a **private sector participation framework** for the rail sector
6. Deploy intervention teams to improve **road transport operations** and border transit, including security and congestion, on the N2, N3 and N4