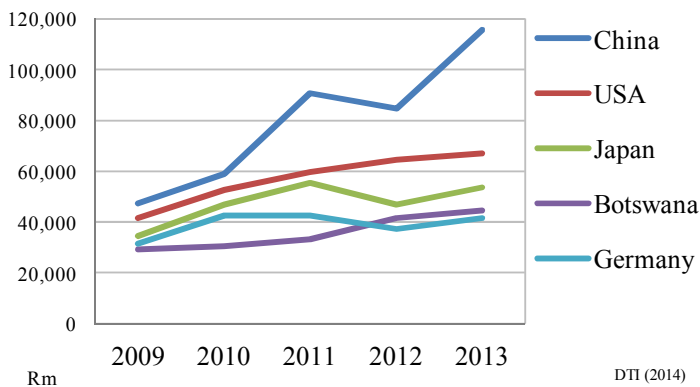


Trade

● **Japan is the 3rd biggest export destination and the 6th biggest import source for South Africa**

Top five South African export destinations



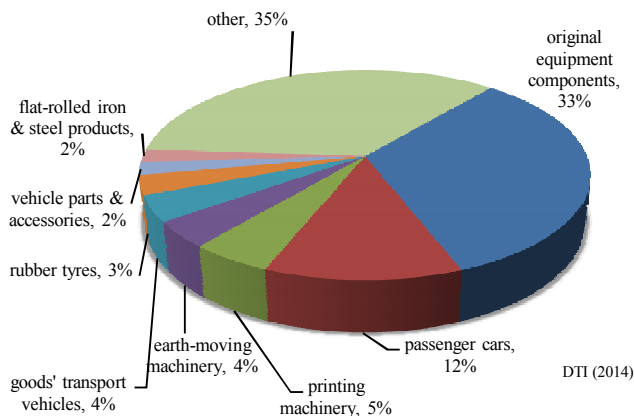
SA Trade Balance by country (2013)

2013
 SA→Japan (R53, 805m)
 Japan→SA (R39,344m)
 Trade balance (+R14,461m)

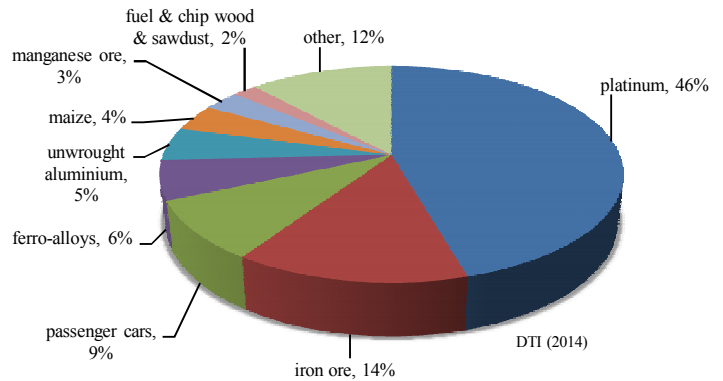
2012
 SA→Japan (R46, 744m)
 Japan→SA (R37,816m)
 Trade balance (+R8,928m)

DTI (2014)

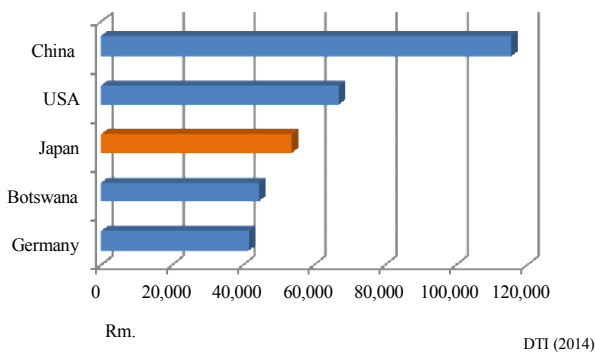
SA Import Items from Japan (2013)



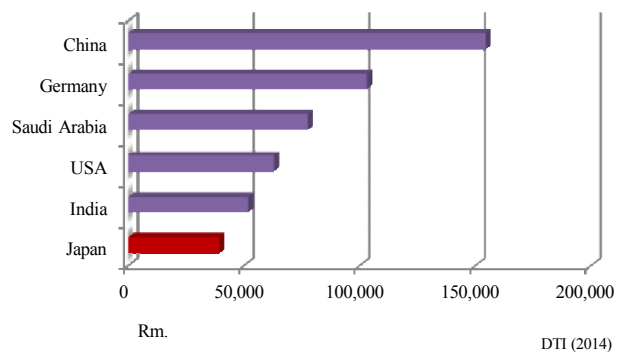
SA Export Items to Japan (2013)



SA Export Destinations (2013)



SA Import Sources (2013)

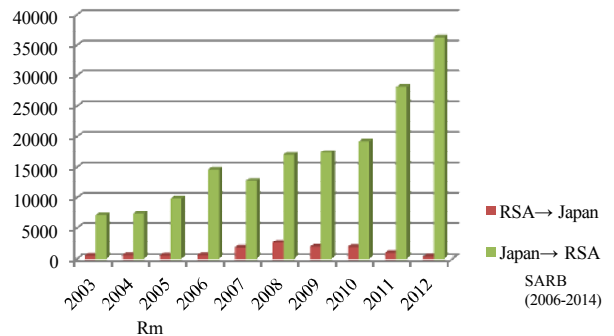


Investment

● The number of Japanese companies in South Africa has increased significantly to **115 in 2012**. **Around 150,000 jobs have been created by Japanese companies**

● One of the characteristics of Japanese investment is to contribute to human resource development in SA:
ex) Toyota new production line for Ses'fikeles (July 2012)

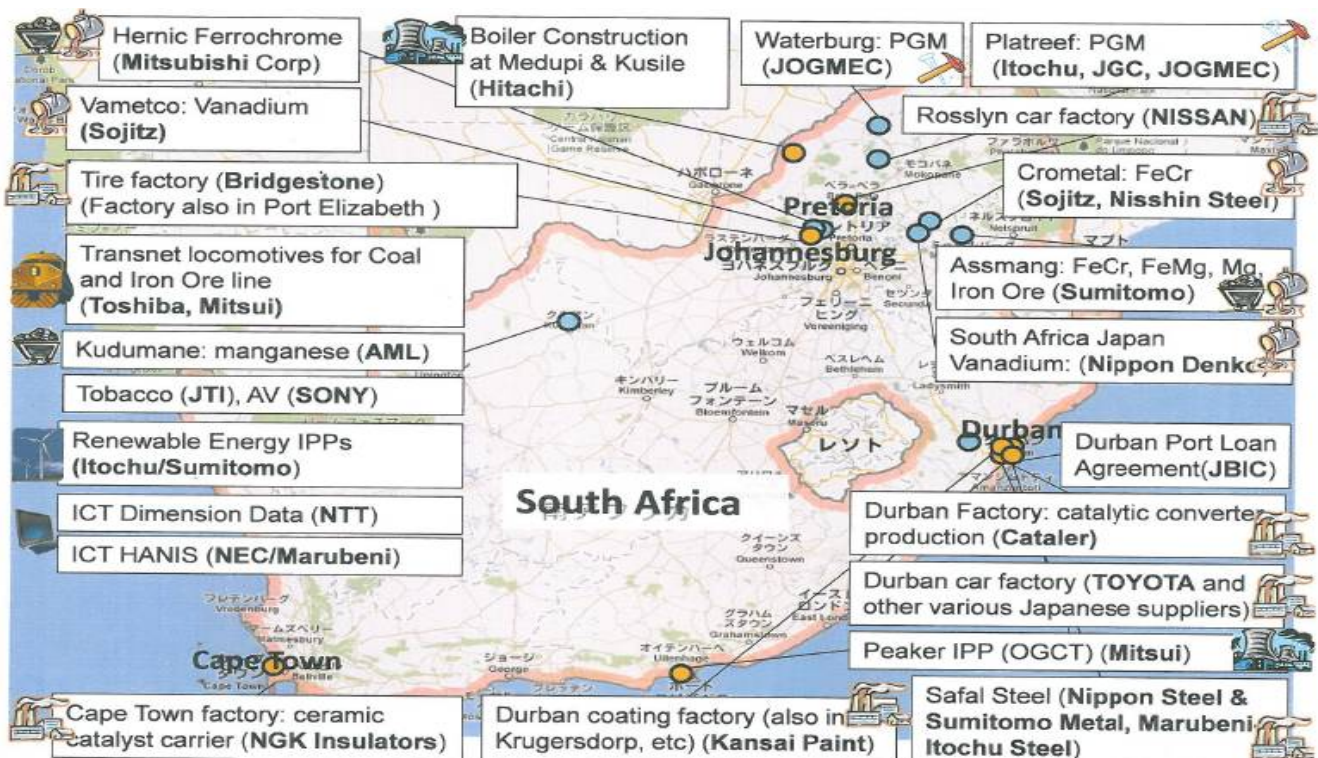
Japanese FDI to SA (stock)



Recent Direct Investments by Japanese Companies in SA

Company	Description	Date
Yamaha Music Gulf	Open Johannesburg representative office	Apr-13
Mazda	Establishment of Mazda Southern Africa Pty (Ltd)	Jul-13
Yusen Logistics	Open Johannesburg representative office	Sep-13
Mizuho Bank	Open Johannesburg branch	Oct-13
Sumitomo Rubber Industry	Acquisition of Apollo Tyres South Africa	Dec-13
Mitsubishi Hitachi Power Systems	Establishment of Mitsubishi Hitachi Power Systems Africa (PTY) Ltd.	Feb-14
PwC	Open Japan Desk	Feb-14
JVC Kenwood	Open Johannesburg representative office	Mar-14
Maekawa MFG	Open Cape Town representative office	Mar-14
Hankyu Hanshin Express	Open Johannesburg representative office	Apr-14
Asahi Shimbun	Open Johannesburg correspondent office	Apr-14
JX Nippon Oil & Energy Company	Open Johannesburg representative office	Apr-14
Sompo Japan	Open Johannesburg representative office	Apr-14
Sumitomo Corporation	Establishment of Africa Sumitomo Pty (Ltd)	Apr-14

Japanese Economic Activities in SA



Grassroots Grant Program

- **The Grant Assistance for Grass-Roots Human Security (GGP)** scheme was first introduced in 1989
- **The scheme prioritizes human security for vulnerable and marginalized people within society**, and one of its characteristics is direct benefits to local residents.
- Since 1990, the Embassy has implemented **573 GGP projects**, amounting to JPY 3.2 billion (approximately US\$ 30 million), in South Africa, whose focus includes **education, health services, vocational training, and other basic human needs.**
- In the Japanese Fiscal Year 2013, the Embassy of Japan funded 11 projects through the GGP which contributed to development at the local level in the fields of education and health. The total amount of funding in the FY 2013 was approximately ZAR 11.2 million.

Human Resource Development

- **JICA South Africa office has been engaging mainly in human resource development** in the areas of infrastructure development, industries, science and technology, health and disabilities, as well as regional cooperation in collaboration with DBSA.
- **More than 1300** South Africans participated in training courses in Japan.
- Currently **10 Volunteers** are dispatched mainly in ICT and Science and Technology, while **9 experts** are dispatched to various departments and State Owned Enterprises (as of July 1, 2014).

Exchange of people

- Japan has financed **511 South African youth** to teach in Japan through the Japan Exchange and Teaching (JET) Programme since 1997.
- There are 67 Japanese government-financed South African students (as of April, 2014).

Financing Facilities

- **JBIC (Japan Bank for International Cooperation) has financed more than \$1.2 Billion in South Africa since 2007.**
- Following are JBIC Financing Facilities:
 - Loans:** Providing both untied and tied loans to infrastructure projects
 - Export Credit Line:** Financing RSA companies to promote exports from Japan to SA

2007	Export Credit Line to ESKOM: Financing of ESKOM power generation equipment and transformers from Japan	300 mil USD
	Untied Loan to DBSA	200 mil USD
	Loan to ESKOM for Power Transmission Installation	170 mil USD
08	Loan to ESKOM for Power Transmission Installation	75 mil USD
	Loan to TRANSNET for Durban Port Project	350 mil USD
09	Loan to The Standard Bank of South Africa Limited for Facilitating Trade Finance	150 mil USD
	Export Credit Line to DBSA	100 mil USD
13	Credit Line to DBSA for Renewable Energy Project (GREEN)	50 mil USD

Science Technology

- Since Japan and South Africa signed **the Science and Technology Cooperation agreement in 2003**, more than **50 joint researches** have been conducted under the bilateral agreement.
- Approximately **over 9.8 million US dollars** have been funded to the various Japan - South Africa joint researches, which focus mainly on **life science** and **bioscience** areas and also include **astronomy, climate change, and earthquake.**



Photo: SATREPS project on earthquake observation

(GOSAT)

Japan – SA Strategic Cooperative Partnership

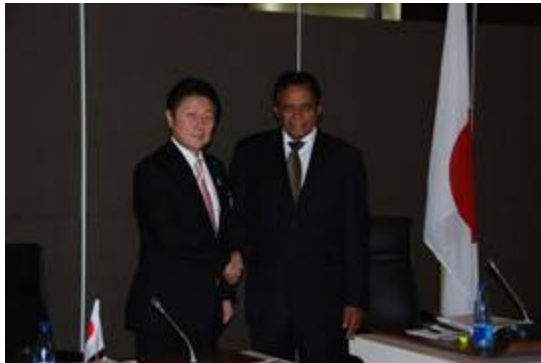


Photo: Deputy Foreign Ministers at the 12th Partnership Forum (March 2013)

- Senior Vice Minister Matsuyama and Deputy Minister Ebrahim had the 12th Partnership Forum meeting at South Africa in March 2013.
- The Forum meeting was an important milestone in the evolution of the bilateral relationship between the two countries and provided an opportunity for exchanging views on bilateral and multilateral issues of mutual interest.

Two-Way Exchange between Leaders

(Japan → SA)

- **Mr. Toshiyuki Kato (Jan. & Aug. 2012)**
Parliamentary Vice Minister for Foreign Affairs
- **Mr. Takahiro Yokomichi (Sep. 2012)**
Speaker of the House of Representatives
- **Mr. Isao Matsumiya (Oct. 2012)**
State Minister of Economy, Trade and Industry
- **Mr. Isshu Sugahara (Feb. 2013)**
State Minister of Economy, Trade and Industry
- **Mr. Masaji Matsuyama (March 2013)**
Senior Vice-Minister of Foreign Affairs
- **Mr. Shimpei Matsushita (September 2013)**
Parliamentary Secretary of Land, Infrastructure, Transport and Tourism
- **Mr. Yoshitaka Sakurada (November, 2013)**
Senior Vice Minister of Education, Culture, Sports, Science and Technology

(SA → Japan)

- **Ms. Ruth Nozabelo Bhengu (Jan. 2013)**
Chairperson for the portfolio committee on Transport
- **Ms. Hendrietta Ipeleng Bogopane – Zulu (March 2013)**
Deputy Minister for Women, Children and Persons with Disabilities
- **Ms. Susan Shabangu (May 2013)**
Minister of Mineral Resources
- **Mr. Jacob Gedleyihlekisa Zuma (June 2013)**
President of Republic of South Africa
- **Ms. Lulu Xingwana (September 2013)**
Minister of Women, Youth, Children & People with Disabilities
- **Mr. Derek Andre Hanekom (October 2013)**
Minister of Science and Technology
- **Ms. Edna Molewa (October 2013)**
Minister of Water and Environmental Affairs

TICAD V (June 1st - 3rd, 2013)



(Main Pillars)

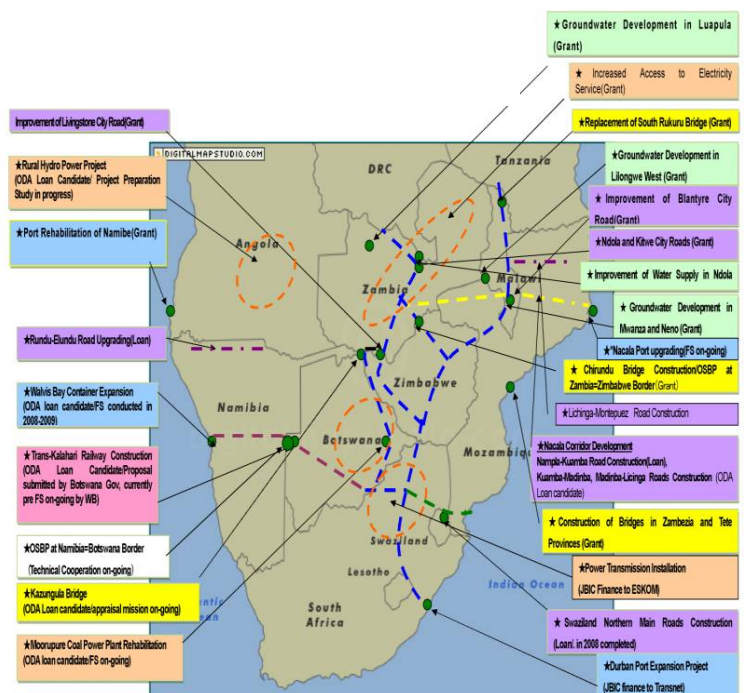
- Robust and Sustainable economy
- Inclusive & Resilient Economy
- Peace and Stability

- Accelerating Economic Growth
- Tackling New Challenges in Africa

“After the Great East Japan Earthquake and Tsunami last year, there were outpourings of support from African countries, including South Africa. ... Japan is still on the path of reconstruction, but despite the difficulties it faces, Japan is even more committed to supporting the development of Africa.”

by H.E. Mr. Takahiro Yokomichi
Speaker of the House of Representatives

Infrastructure Projects in Southern Africa supported by Japan



Recent Developments

Water Sector Cooperation

- In September 2011, the Department of Water Affairs of RSA and Ministry of Land, infrastructure, Transport and Tourism of Japan signed the Joint Resolution on water resources management.
- The Resolution helps to provide fruitful engagement between the two departments. In September 2013, both departments revised the Resolution to extend areas of cooperation.

Mining Indaba 2014

- Vice Minister Isozaki of Economy, Trade and Industry of Japan visited Cape Town in February to deliver a speech on “Japan’s new assistance package for Africa”, and also to have bilateral meetings with African Ministers of Minerals including H.E. Ms. Shabangu of South Africa.
- Since 2010, Japan has been taking the opportunity of the Mining Indaba to engage with African leaders at the ministerial level .

The Centre for Japanese Studies (CJS)

- CJS was established in the beginning of 2011 at the Gordon Institute of Business Science (GIBS) , University of Pretoria in Johannesburg. During the past three years, CJS has hosted a number of events, such as the CJS Distinguished Speaker series, Cool Japan series, Forums, various business-related seminars, academic seminars and symposiums, Japanese language lessons and art exhibitions.

- **Major events in 2013;**

- (1) Seminar “Sustainable Solid Waste Management: Promoting Environmentally Sound Disposal and 3R”

by Michikazu Kojima, Institute of Developing Economies (co-hosted by the Embassy of Japan)

- (2) Cool Japan 18 “After 3.11”, public lecture *by Prof. Kengo Kuma,*

- (3) Seminar “Enhancing Business Commitment in South Africa toward and beyond TICADV”
co-hosted by JETRO, CCIJ and the Embassy of Japan

The Visit of Crown Prince

- The Crown Prince of Japan paid a visit to RSA in December 2013. He attended a memorial service for the late President Mr Nelson Mandela, and commented on Mr Mandela’s achievement. He was accompanied by former Prime Minister Mr Yasuo Fukuda.

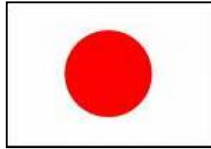


Photo: Bilateral meeting between Vice Minister of Japan and Minister of Mineral Resources of South Africa (Feb 2014)



Photo: CJS distinguished speaker series by Dr. Nel Marais on “A post-election South Africa”

Bilateral Framework for Dialogue and Cooperation



Japan – SA Partnership Forum

From 1998 at Ministerial level. Oversees comprehensive bilateral relations in trade and investment, development cooperation, science and technology, culture and arts, and dialogue on international issues.

The 12th meeting of the Forum was held in March 2013 in South Africa between Senior Vice Minister for Foreign Affairs Mr. Masaji Matsuyama and DIRCO Deputy Minister Mr. Ebrahim Ismail Ebrahim.

Joint Trade Committee

Established in 2004 to discuss issues such as promotion of trade and investment, development of SMEs, and improvement of the business environment. The 4th Committee meeting was held in March 2013 in SA.

Science and Technology Joint Committee Meeting

More than 50 joint research projects are being conducted under the framework of the Science and Technology Cooperation Agreement of 2003. The 4th Committee meeting was held in Tokyo in October 2012.

Japan – SA Business Forum

Established in 2001 between BLSA and Keidanren to enhance cooperation between the business communities.

The 7th Japan – SA Business Forum was held in Tokyo at the time of TICADV in June 2013.



社団法人日本経済団体連合会
Nippon Keidanren

Consultation on Development Cooperation

The Yen Loan Seminar was held in June 2010 in Pretoria. The most recent meeting was held in February 2013 in South Africa.