



TEXTILE CITY AT A GLANCE

Located in the region of Moramanga, in eastern Madagascar, the site, where the first textile city of the Southern Indian Ocean lies, will cover an area of 100 to 600 ha with a hundred factories. This totally integrated zone is a new city that will offer all logistic, administrative (Customs, banks, etc....), residential and commercial infrastructure necessary for the residents' daily operations and needs.



INFRASTRUCTURE

- Industrial free zones, equipped and delivered move-in ready
- Freeport
- Heliport
- Duty free zone
- Luxury residences (houses, apartments)
- Hotels and restaurants
- Sports and leisure complex
- Commercial (banks, shopping mall, insurance agencies, etc.) and residential areas
- Medical center and pharmacies
- Parking lot for heavy vehicles



SERVICES

- Administrative (single window), financial, medical, commercial, and logistic services
- Industrial procurement and maintenance services
- Road maintenance services
- Solid and liquid waste treatment services



TRANSPORT

The city will be connected to the port of Toamasina (the country's largest port) by a highway, a national road, and a railway line. Air transport links are ensured via the international airport of Antananarivo, the Capital, and the airport of Toamasina, in the eastern part of the country. A small airfield is operated by the Ambatovy mining company in the city of Moramanga.



TELECOMMUNICATIONS

Madagascar has one of the fastest internet connections in Africa thanks to fiber-optic links (3 submarine cables) linking it to the rest of the world. Textile City will be equipped with the latest telecommunications technologies that will provide operators and residents with fast and secure connections.



Be the next developers and operators of the world-class textile city that will guarantee you multiple benefits through its central position and connections with major economies, preferential customs access to strategic markets, infrastructure and high-end services.



Amazing
TEXTILE
City
in Madagascar



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**THE NEXT INVESTMENT
DESTINATION
FOR TEXTILE BUSINESS**



MADAGASCAR MEANS

- Economic stability with a 5.1% growth in 2018
- A geostrategic location ideally situated between Asia and Africa
- A preferential or duty-free access to strategic markets such as the USA, China, the European Union, Canada, Japan, more than 30 African countries with over 600 million consumers (covering 57% of the African population) thanks to the Tripartite Free Trade Agreement- TFTA.
- A skilled, experienced and competitive workforce (US\$ 60 / month)
- A constantly improving infrastructure quality (roads, ports, etc....)
- An optimal investment security thanks to the Malagasy State's commitment to investment process and the existence of a law that regulates contractual commitments

LEGAL FRAMEWORK

Governed by the Special Economic Zone Act, Textile City's development and management will be ensured by the private sector, with land belonging to the State. The legal and procedural arrangements determining the partnership between the Malagasy State and developers / operators are stipulated in this Act, while compliance is guaranteed by the State, in the interest of all parties.

In concrete terms, the State will provide developers with the land it owns for a maximum period of 30 years. The developers will in turn take care of the management of operations, business development, and the promotion of the Special Economic Zone dedicated to textiles within the limits set by the Act.

MADAGASCAR'S TEXTILE INDUSTRY IN NUMBERS

COMPETITIVE LABOUR COSTS, QUALIFIED HUMAN RESOURCES

• Daily productivity



• Average manufacturing compensation US\$ per hour



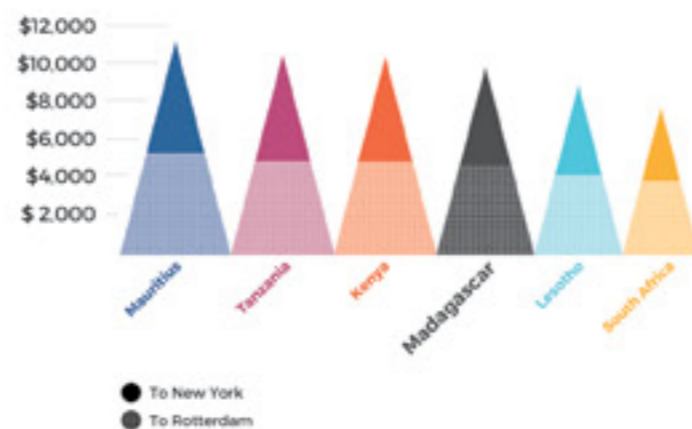
• Minimum wage US\$ per hour



Sources: US Bureau of Labour Services Foreign Labour Statistics Office, ILO, EIU, Global Development Solutions (2016)

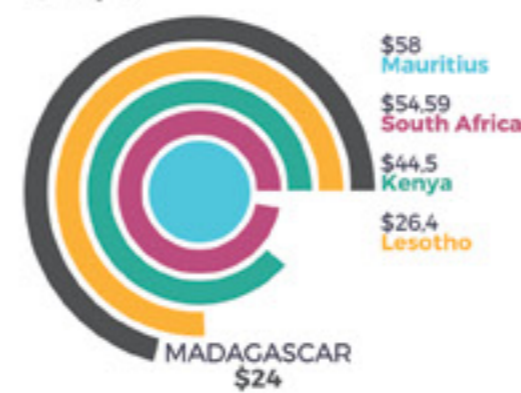
COMPETITIVE FACTOR COSTS

• Average shipping costs for 40ft. container



Source: worldfreightrates.com (2016)

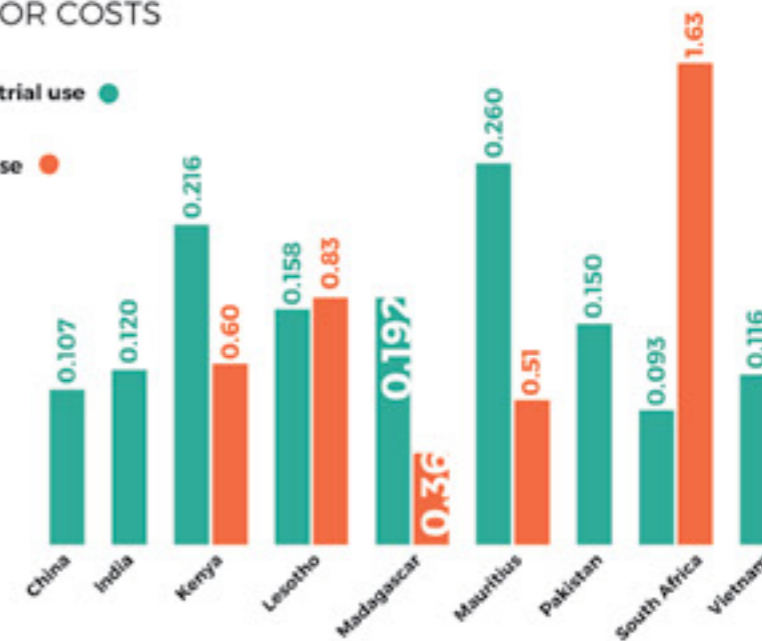
• Lease price of industrial site \$/m2/year



Source: ITC Trademap (2016)

COMPETITIVE FACTOR COSTS

- Electricity charge for industrial use US\$/kWh
- Water costs for industrial use US\$/m³



Sources: energysusecalculator.com (2016) | Local water regulators (2016)



• Imports apparel and garment from Madagascar (US \$ thousand)



WORLD'S BEST KNOWN FASHION BRANDS AND RETAILERS ARE PRODUCED IN MADAGASCAR

