EXPORT 101 Road Map from zero to Hero



Ricky Tillay

SOUTH AFRICA60 MILLION POTENTIAL CUSTOMERS



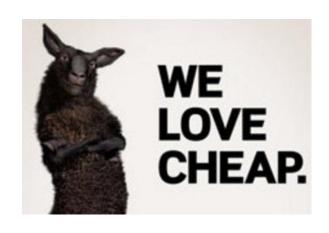
Why export?

THE GLOBAL MARKET

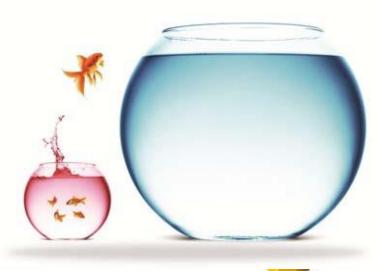
7.8 BILLION POTENTIAL CUSTOMERS



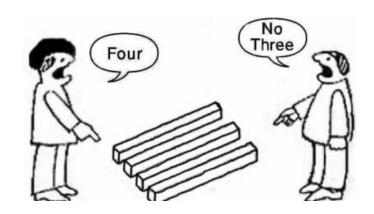
PERSPECTIVE makes a difference















What do customers want?



PARACETAMOL Panado Grandpa Disprin



Emerging exporter







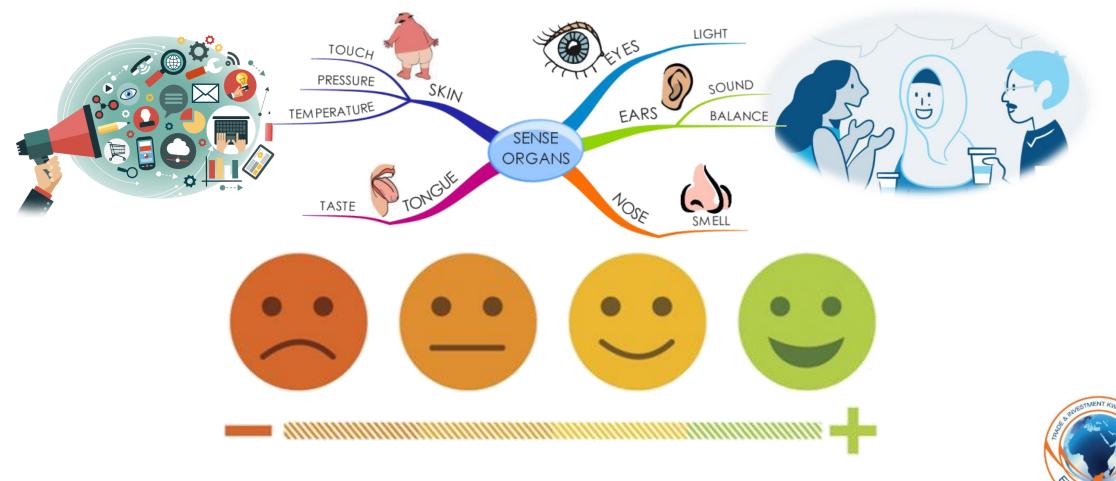




Create a desire for your products in your target customers

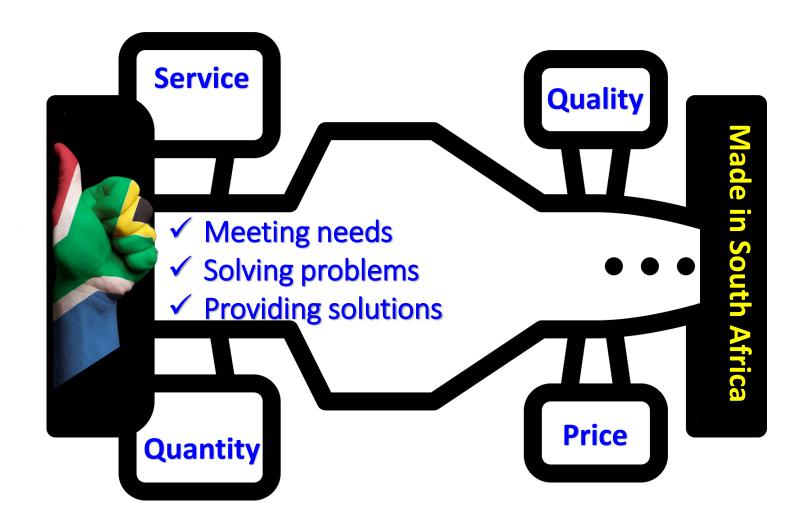
Create conversations

Create relationships





Create value





Packaging

Attract consumers

colours

Regulations

Marketing

Language

Culture

designs





Packing

palletized

Cartons or crates

Outer protective layer

Safety

Standards

Maximum loading

Environmental impact

Logistics



Protection - Theft / Evaporation / Contamination / Spillage / Dropping / Crushing / Impact / Oxidation / Corrosion / Rusting / Condensation / Breaking / Chipping / Bending



FINDING INTERNATIONAL BUYERS

Individual and National exhibitions





Foreign market agent

Individual and Group Outward mission



Buying houses



Sampling





Individual and Group Inward Mission







Indirect Exporting



E-Commerce

Alibaba, e-Bay, Gmarket and Amazon





Seller's roles and obligation

INDENT or SALES contract	Banking rules - Commerical ¹ - SARB ²	Contract of Carriage	Contract of Insurance	VAT	Customs clearance	other
Seller	Beneficiary Resident	Shipper	Insured	Vendor	Exporter Importer Reg., Lic., surety. accreditation & penalty	☐ Barriers to export
Buyer	1) Applicant 2) Non resident	Consignee	Insured	Qualifying purchaser		
Goods		☐ Verification of the gross mass			☐ Prob. & Restrict. ☐ Tariff heading ☐ Origin	
Price					☐ Valuation	
Incoterms	☐ Payment method ☐ Payment terms	☐ Procurement of carriage ☐ Unloading, THC (C + D) ☐ Limited liability	☐ Clause A,B,C ☐ Clarified in the sales contract	☐ Zero rate ❖ C + D ❖ E + F ☐ STD rate ☐ Docs ☐ Tax fract.	☐ Valuation	☐ Mandatory local laws may override incoterms (e.g. VAT)
Pre-inspection						☐ Exports
Payment	☐ Method ☐ Terms ☐ Risk ☐ SAD box 28					
Mode		☐ Breakeven point ☐ Transport doc				☐ Route☐ Intl sanctions & transit laws
Documents	☐ Bank docs ☐ Straight B/L ☐ "To order" B/L			□ Tax invoice ❖ Currency	☐ Invoice ☐ Cert. of origin ☐ Packing list ☐ Other	
Dispute						☐ Type of resolution☐ Place of resolution

THE ROLE OF THE FREIGHT FORWARDERS

Documents required to export and import (number)

- Bank documents
- Customs clearance documents
- Port and terminal handling documents
- > Transport documents

CUSTOMS DECL

Time required to export and import (days)

- Obtaining all the documents
- > Inland transport and handling
- Customs clearance and inspections
- Port and terminal handling
- Ocean transport time



Cost required to export and import (Rands)

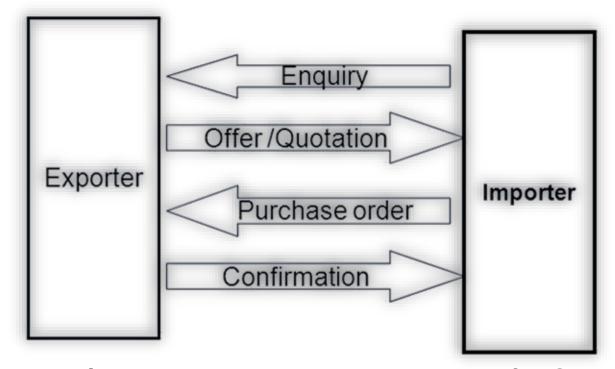
- > All documentation
- Inland transport and handling
- Customs clearance and inspections
- Port and terminal handling
- > Freight











Sales Contract issues to consider?

- 1. When does the transfer of ownership/title take place?
- 2. What am I liable for?
- 3. Who pays charges or taxes that arise during transit?
- 4. What if the shipment is lost or damaged?



Business plan	Marketing plan		
 How much you need? Why do you need it? How will you pay it back? When will you pay it back? 	 What are you selling? Who are you? Who do you want to sell to? Why should they buy from you? 		



Export plan

- 1. What is your target market (country)?
- 2. How will you enter your chosen market?
- 3. Do you have sufficient resources in your company to support your international expansion?
- 4. What are the risks?



Keep learning...exploring...discovering...VALUE CHAIN





Salt & Vinegar



SPAR (



PURPLE SWEET POTATO = NOODLES

SOURCE OF FIRRE





