

Presentation to the Standing Committee on Finance

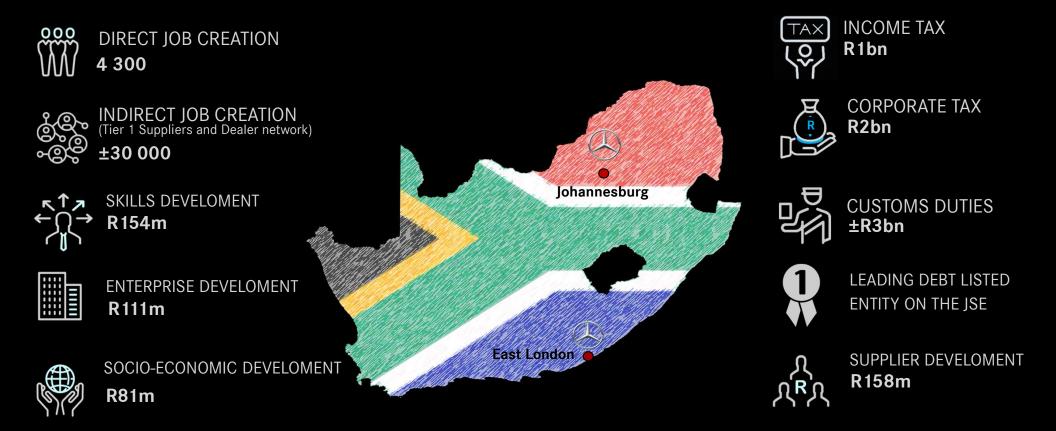
Ambassador Dr. Nozipho January-Bardill, Lead Independent Director of Mercedes-Benz South Africa Andreas Engling, Chief Executive Officer & Executive Director: Manufacturing 18 September 2019

Mercedes-Benz

The best or nothing.



MBSA Contribution to the South African Economy - 2016 to 2018



MBSA faces competition within the Daimler global network



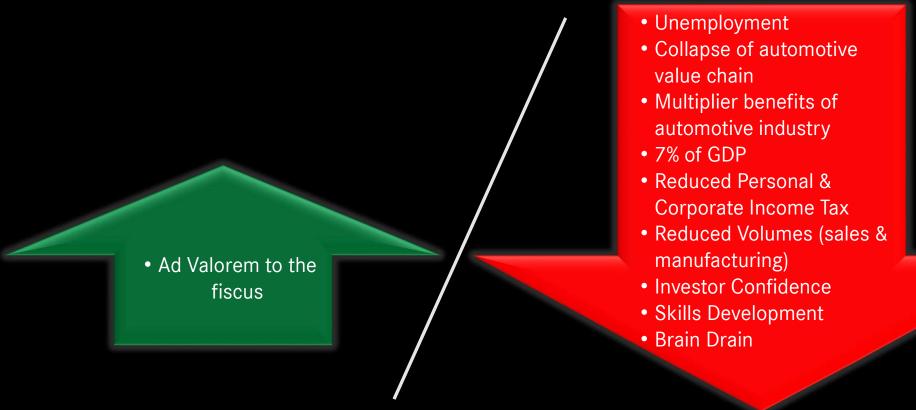
Impact to proposed changes to Ad Valorem...

Destabilisation of Mercedes-Benz and the industry as the proposed changes undermine the competitiveness and future investment decisions in South Africa's automotive manufacturing sector, which contributes **7% of GDP**:

- Significant reduction in production, export volumes
- and local vehicle market, which is already in a declining state.

... proposed changes are not within the spirit of APDP, its successor being the South African Automotive Master Plan (SAAM) policy, which aims to make South Africa's automotive industry globally competitive.

Changes undermine the spirit of the South African Automotive Masterplan



MBSA is a **critical economic lifeline** for the **Eastern Cape**, the most impoverished region of South Africa, with huge potential to catalyse **growth** across multiple sectors.

