

Investment multipliers for selected agricultural projects in the Northern Cape

OABS Development was contracted to calculate the investment multipliers for each individual potential project and for the total investment (should all the projects be implemented).

The objective of this macro-economic appraisal was to perform a SAM analysis to ascertain the economic impact of the capital investment in Agricultural operations. This appraisal is based on the application of the Northern Cape Social Accounting Matrix (SAM) which simulates an exogenous investment shock to the economy. The development impact calculated were estimated by assuming that the breakdown of the capital investment for potential agricultural projects will be in accordance with the capital expenditure budget provided by the Northern Cape Department of Agriculture.