



## DESCRIPTION

### REFERENCE: PROPOSAL TO UPGRADE PHAKISA FREEWAY / RACEWAY, ERF 3410 AND 3411 ODENDAALSRSUS

The FDC invites proposals from parties who are interested in upgrading and leasing the above-mentioned premises. The Phakisa Freeway / Raceway is a motor racing circuit located between Welkom and Odendaalsrus, Free State. The size of erf 3410 Odendaalsrus being 200.7982 hectares, and for erf 3411 Odendaalsrus 45.7650 hectares. It is the only oval speedway in Africa. The Phakisa Freeway / Raceway consists of a 4.242 km road course and a 2.414 km oval course. The road course uses the oval's pit lane as its backstraight and crosses the oval's backstretch on two times. The upgrade should be compliant with the Motorsport South Africa (MSA) regulations. The contract will be awarded for the period of twenty (20) years.

The prospective tenant should be prepared to invest at least **R30 million** in the upgrade of the facility on the track to standard and the facilities on site. Shortlisted candidates will be required to provide FDC with proof of available funds.

**Proposal documents have to be accompanied with a fully completed FDC application form, signed at the correct spaces, as well as:**

- Certified company documents relating to the entity; Certified copies of Identity Documents (ID's) of all the members/directors; Valid tax clearance pin.
- Audited financial statements not older than six (6) months and a cash flow for at least twelve (12) months signed approved and stamped by the accountant. If the financial statements are not available, the applicant should submit bank statements for six (06) months, accompanied by an income and expense statement; Next of kin for each member/director's.
- Credit references (two) must correspond with credit references mentioned in the application form; Proof of residential address of all members/directors.
- Lease agreement / latest invoice from landlord – if the entity is currently leasing premises.
- Resolution if more than one member.
- **Business plan which includes the marketing plan; BBBEE minimum level 2.**
- **Rental offer per month for the facility and annual escalation and/or percentage of turnover rental offered.**
- **Quantum of Capital Investment committed by the applicant.**
- The applicant should note: should the tender be awarded, the applicant will be responsible for fire equipment, insurance, security and general upkeep of the premises. Monthly rates and taxes, as well as any municipal charges applicable to the premises will be for the account of the applicant (monthly proof of payment will be required from the applicant).
- The preferred bidder will be responsible for management of Free State Gambling and Gambling, Liquor and Tourism Authority ("FSGLTA") staff stationed at Phakisa precinct. The said staff shall continue to be on the payroll of FSGLTA.
- The successful applicant shall be lease and maintain movable assets on site and annually account for the existence of such movable assets.

The documentation should be hand delivered in a sealed envelope marked for the attention of Mr T Taka, on or before **30/08/2023** at FDC offices situated at 33 Kellner Street, corner of Markgraaff Streets, Westdene, Bloemfontein.

| CONTACT PERSON  | EXPIRY DATE  |
|---|--|
| <p><b>Mr Thabang Taka</b><br/> <b>Email: <a href="mailto:thabang@fdc.co.za">thabang@fdc.co.za</a></b><br/> <b>Phone: (051) 400 1500</b></p> <p><b>Request for FDC application forms can be done via email to <a href="mailto:burnadette@fdc.co.za">burnadette@fdc.co.za</a></b></p> | <p><b>COMPLETED PROPOSAL: DOCUMENTS MUST BE HAND DELIVERED IN SEALED ENVELOPE CLEARLY MARKED: PROPOSAL FOR UPGRADE AND LEASING PHAKISA FREEWAY/RACEWAY BEFORE OR NOT LATER THAN 30/08/2023 AT 12H00.</b></p> |

**Interest parties should Note the following proposal conditions:** The FDC rental policy will apply. FDC does not bind itself to accept the lowest proposal or any other proposal and reserves the right to accept the whole or part of the Proposals. Proposals which are late, incomplete, unsigned or submitted by fax or electronically, will not be accepted.