



HUMBER FREEPORT

Freeports

Prospectus published 16/11/2020 inviting bids by 5/2/2021. c10 freeports to be awarded across UK with at least one in each devolved administration. Competition open to all modes of port including rail and air.

Government objectives	Key measures
<div>1</div> <div>National hubs for trade and investment</div> <div> <p>Investment</p> <ul style="list-style-type: none"> • Bring new investment and drive trade • Work with local/international businesses and wider UK to level-up <p>Trade</p> <ul style="list-style-type: none"> • Improve current practices • Outline prospects for trade growth • Specific sectors that benefit </div>	<ul style="list-style-type: none"> • “Customs Zones” (unlimited) and Tax Sites (max 3 totalling up to 600Ha) grouped in a 45km “outer boundary.” Sites can be outside Outer Boundary but need economic rationale. • Customs Zones <ul style="list-style-type: none"> • Relief from payment of duty / VAT until goods exit Customs Zone • Ability to move goods between Customs Zones
<div>2</div> <div>Regeneration and levelling up</div> <ul style="list-style-type: none"> • Harness ideas and investment from private sector • Sustainable economic growth • Supporting emerging industrial clusters • Target sectors present and growing • Align with skills in local market and support for upskilling 	<ul style="list-style-type: none"> • Tax Sites <ul style="list-style-type: none"> • Stamp Duty Land Tax Relief • Enhanced Structures and Buildings capital allowance • Enhanced Plant and Equipment capital allowance • Employers NI relief on salaries up to £25k • Business Rates holiday
<div>3</div> <div>Creating hotbeds of innovation</div> <ul style="list-style-type: none"> • Dynamic environment for innovators • Controlled spaces to develop ideas and technologies • Capability for R&D • Translational research • Testing and application of new ideas and technologies 	<ul style="list-style-type: none"> • Note tax benefits apply within a 5 year window (2021-2026) • Tax benefits targeted at new investment • Freeport Regulatory Engagement Network to drive faster development of new ideas, technologies etc.

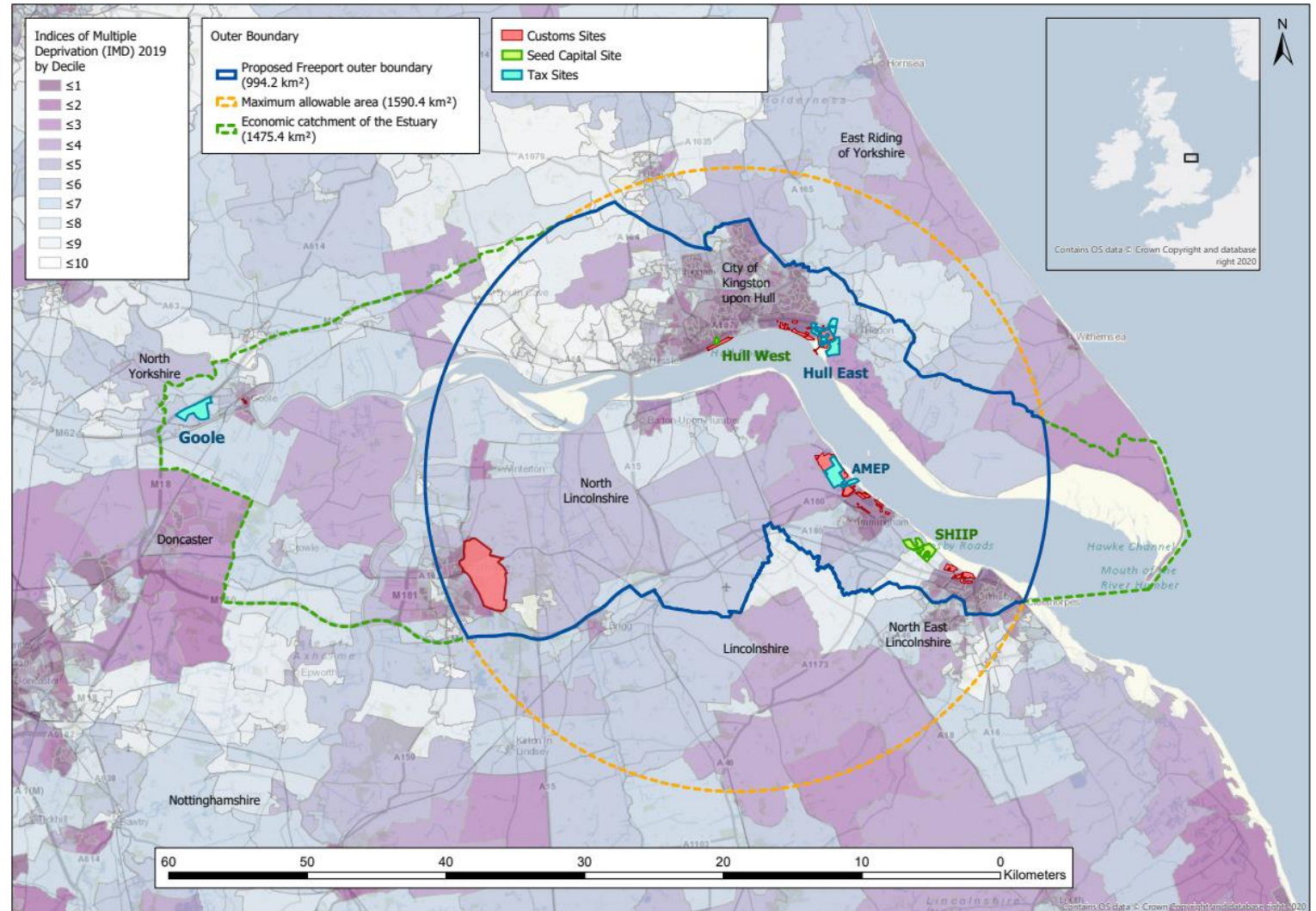
Humber Freeport

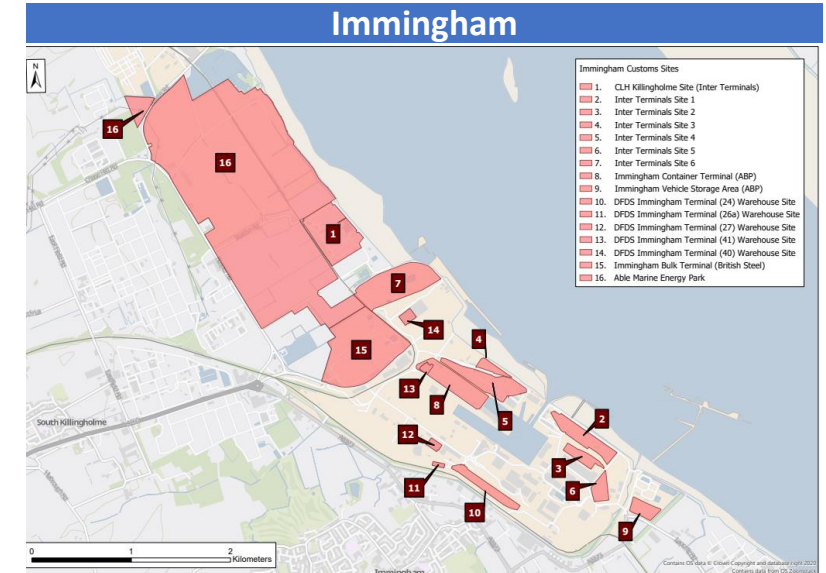
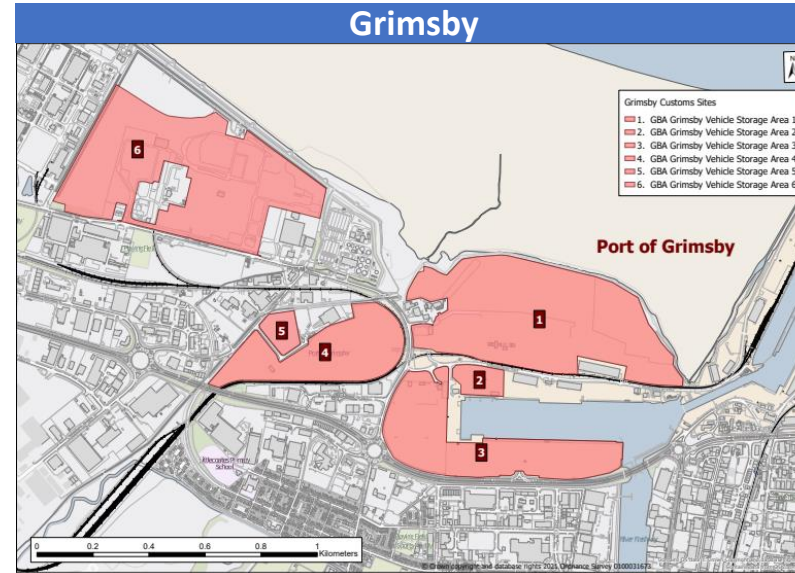
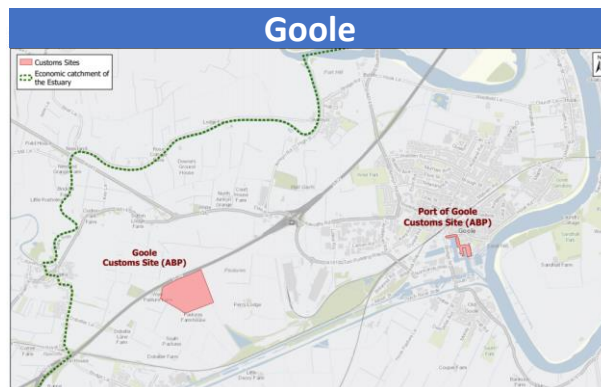
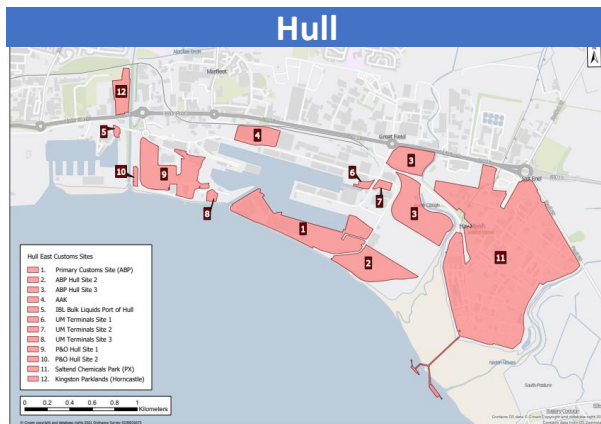
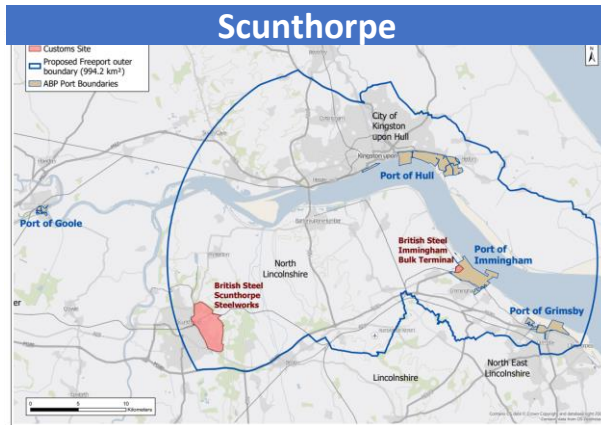
Strategic UK asset

Biggest port complex in the UK, Humber can deliver growth at scale

Accelerates decarbonisation of the UK

Estuary's economic reach is nationwide





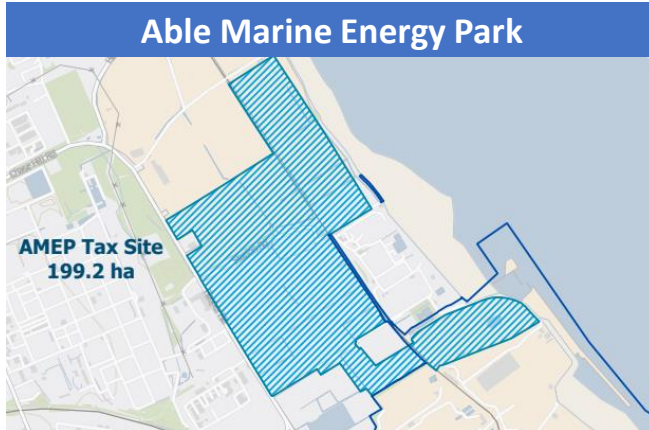
- Network of custom sites across the region supporting businesses of all sizes and full range of cargo types handled on the Humber Estuary
- Benefit from deferral of duty, import VAT
- Scope to transit to other customs sites

Custom sites

Tax sites

Selected across Humber region to deliver against Government objectives. Sites under multiple ownerships. Unifying themes of decarbonisation and innovation

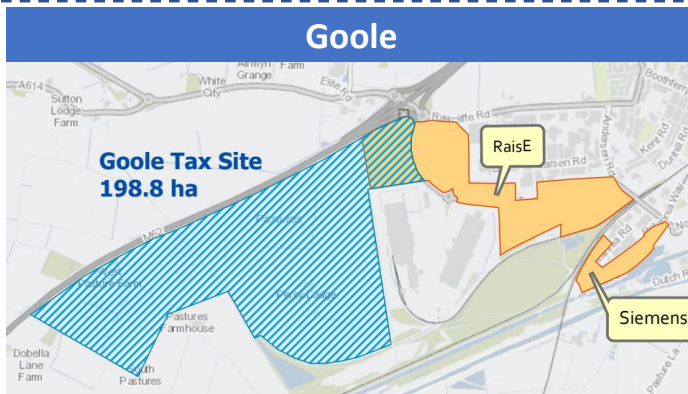
Able Marine Energy Park



Centred on Able's proposed Marine Energy Park

- Scope for rapid development if OWMIS bid is successful
 - Bid proposes substituting site if OWMIS bid is unsuccessful and ABLE cannot find alternative funding
- Development of offshore wind manufacturing
- Site includes portion of current ABP coal stock yard which can be redeveloped once coal trade ceases

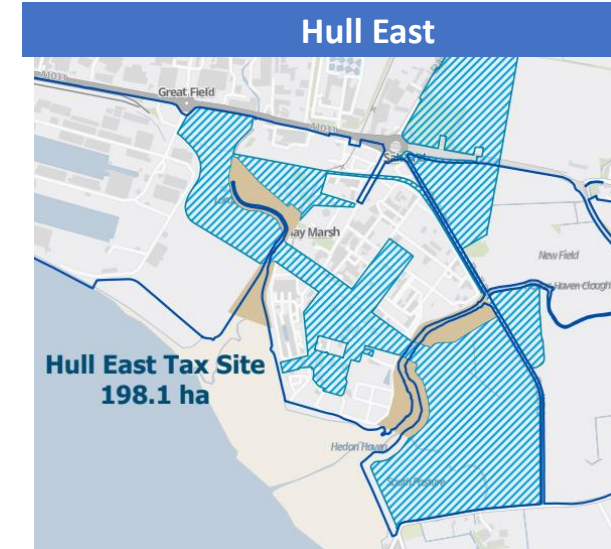
Goole



Unique opportunity to co-locate supply chain for Siemens rail factory (under construction)

- Large undeveloped site with excellent transport links
- Ideally situated to address deprivation in Hull, Goole, Scunthorpe as well as East Yorkshire (Doncaster, Wakefield)
- Rail Innovation centre (RaisE) under construction with planned second phase

Hull East



Site encompasses HIEP, Yorkshire Energy Park, Saltend Chemical Park and eastern portion of Hull Docks

- Location of proposed Equinor hydrogen plant
- Opportunity to decarbonise Saltend Chemical Plant and create exportable surplus of hydrogen and decarbonised chemical products
- Yorkshire Energy Park offers immediate developable opportunities inc. incubar spaces
- Saltend proposed site for Pensana plc rare earth processing plant which forms part of the magnet / battery supply chain for offshore wind and electric vehicles

Innovation and Governance

Key aspects of the bid

Innovation	Governance
<ul style="list-style-type: none"> • Collaborative working group established with Universities of Hull and Lincoln • Leveraging existing strengths of Local Enterprise Partnerships <ul style="list-style-type: none"> • E.g. Greater Lincolnshire Logistics • Building on strong innovation focus within region: <ul style="list-style-type: none"> • Offshore Renewable Energy Catapult • CATCH centre • RaisE supporting rail clustering • Proposed R&D centre in Hull under consideration by major blue chip investor supporting medtech clustering • LHOFT project • Freeport Governance body to allocate part of any surplus / business rates recycling to innovation • Innovation liaison group to be established at represented on freeport board • Freeport Regulatory Engagement Network 	<ul style="list-style-type: none"> • Proposed Company Limited by Guarantee with members comprising key companies, local authorities and LEPs • Independent Chair with 'gravitas' to be recruited • Small focused team to support delivery of key objectives including programme management, compliance and promotion • Board comprising key stakeholders including ABP as SHA representing all river users • Other members to give balance of public / private sector skills including innovation • Broader business and innovation liaison groups • Public Funds Committee to provide accountability and oversight of use of public money such as grants, recycled rates • Service agreements with Local Authorities and key site users covering responsibilities of parties to deliver freeport proposals

Strong coalition of supporters

