



AFRICAN DEVELOPMENT
BANK GROUP



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Bank Group engagement in Africa and Eastern Africa

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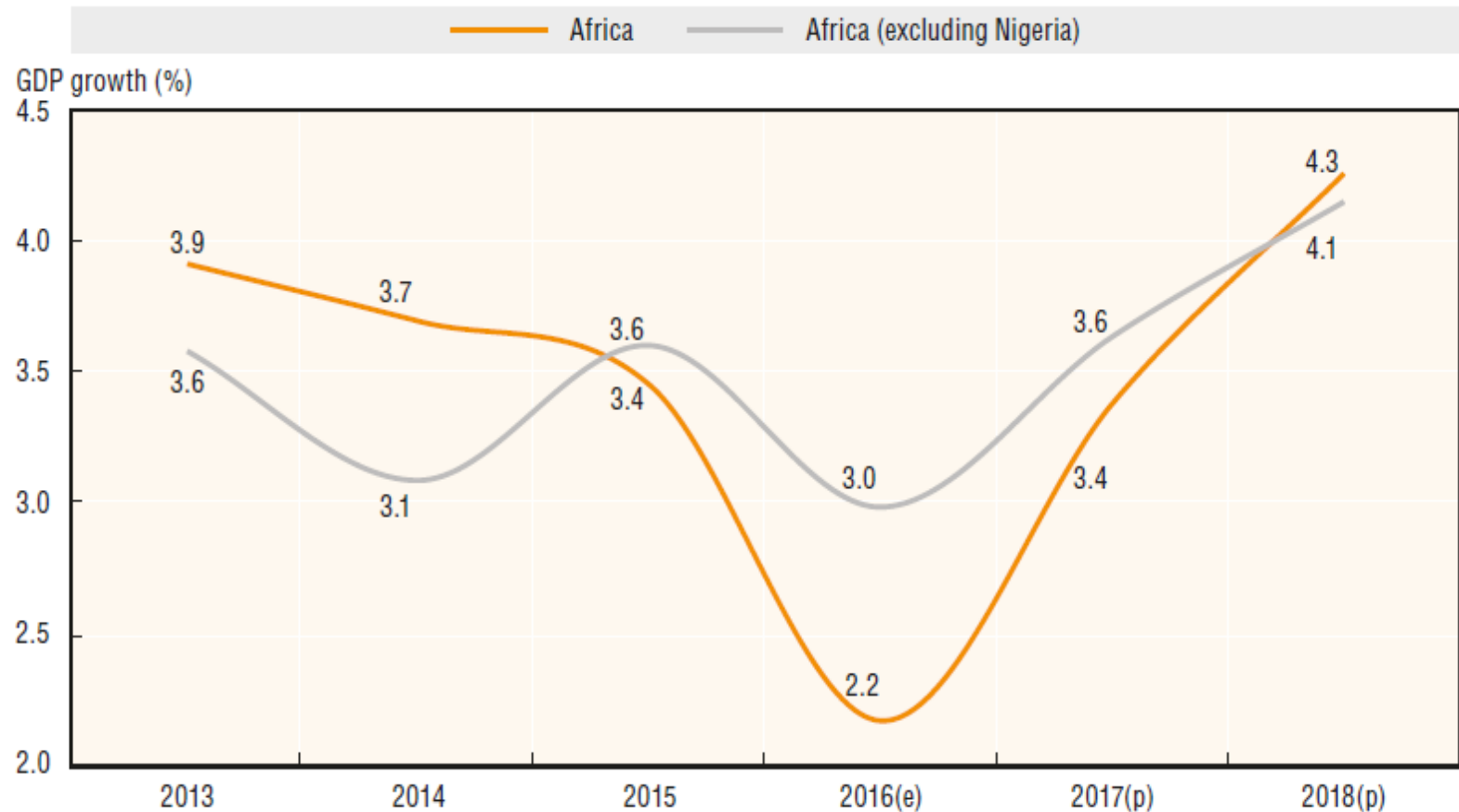
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Format of Presentation


- Growth prospects in Africa
- Bank Group at a Glance
- Approved transport Sector lending in 2016
- Planned transport projects for 2017/18
- Example of ongoing operations and Opportunities
- Conclusion

Africa's growth has slackened,
averaging 2.2% 2016 from 3.4% in 2015, Nigeria 29.3% Africa GDP,

Figure 1.1. Africa's economic growth, 2013-18



Source: Adapted from AfDB Statistics Department data.

StatLink  <http://dx.doi.org/10.1787/888933474872>

Source: Statistics Department, AfDB



The Bank Group at a Glance

Africa

Algeria	Libya
Angola	Madagascar
Benin	Malawi
Botswana	Mali
Burkina Faso	Mauritania
Burundi	Mauritius
Cameroon	Morocco
Cape Verde	Mozambique
Central African Rep.	Namibia
Chad	Niger
Comoros	Nigeria
Congo	Rwanda
Cote d'Ivoire	S. Tome & Principe
D. R. Congo	Senegal
Djibouti	Seychelles
Egypt	Sierra Leone
Equatorial Guinea	Somalia
Eritrea	South Africa
Ethiopia	South Sudan
Gabon	Sudan
Gambia	Swaziland
Ghana	Tanzania
Guinea	Togo
Guinea Bissau	Tunisia
Kenya	Uganda
Lesotho	Zambia
Liberia	Zimbabwe

African Development Bank (ADB)

Established in 1964
 Subscribed capital ~65.5 billion UA
 54 African and 26 non-African countries

African Development Fund (ADF)

Established in 1972
 Subscriptions ~27.2 billion UA
 Primarily financed by non-African countries

Nigeria Trust Fund (NTF)

Established by Nigeria in 1976
 Total assets of ~176 million UA

Peer Regional MDBs

Asian Development Bank (AsDB) - 1966
 Inter-American Development Bank (IADB) – 1959

Europe

Austria	Netherlands
Belgium	Norway
Denmark	Portugal
Finland	Spain
France	Sweden
Germany	Switzerland
Italy	UK

North & South America

Argentina	Canada
Brazil	USA

Middle East

Kuwait	Turkey
Saudi Arabia	

Asia

China	India
Korea	Japan



Operational Instruments

Operational Instruments

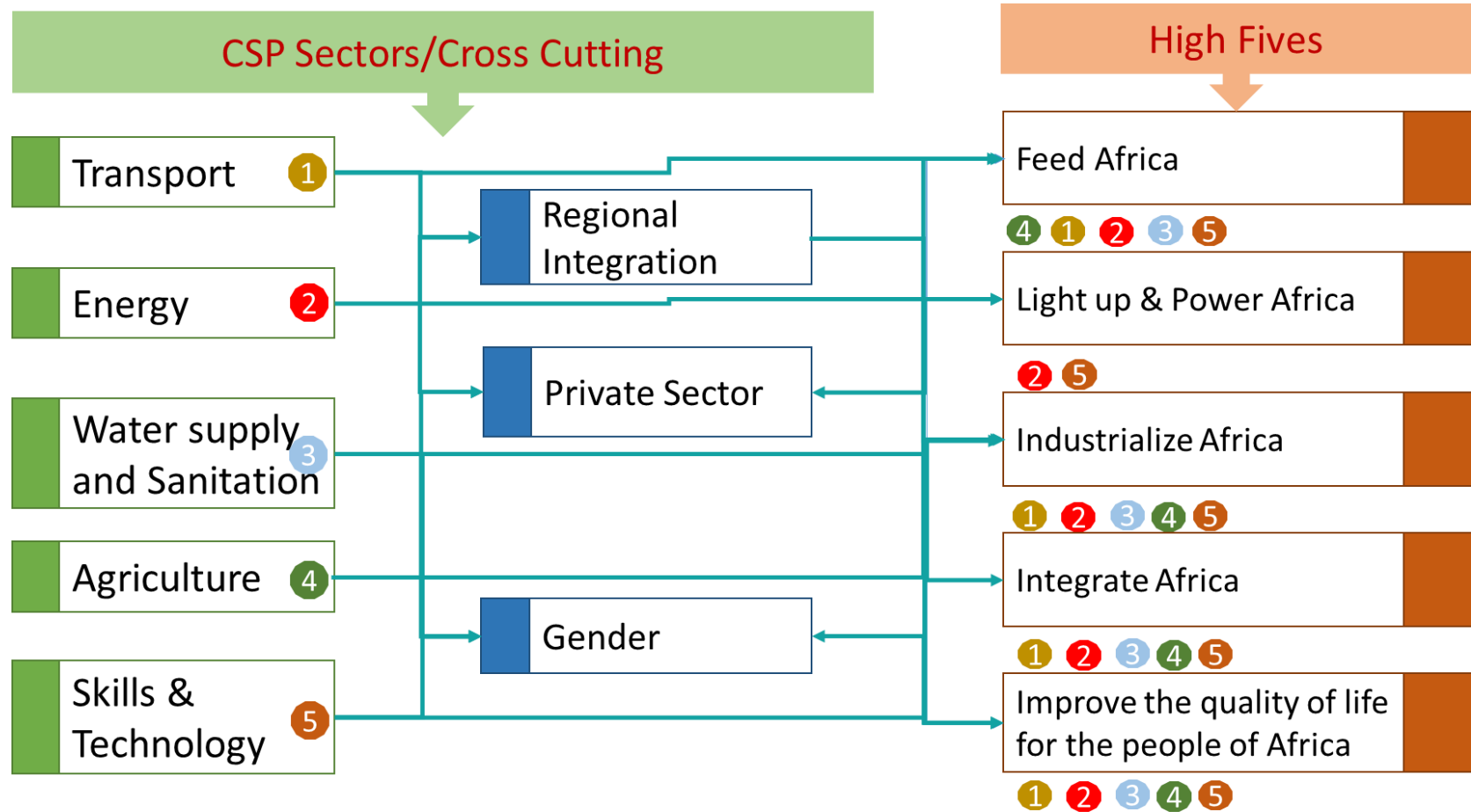
- Advisory Services & Technical Assistance: Grant-financed studies, project preparation, and institution capacity-building support
- Budget Support for economic reforms
- Project Lending: Project Loans, Lines of Credit, Sector Investment Loans

Overview – Net Commitments (2016)

- Total commitments (1967 – 2016) ~96.10billion UA (5,279 operations)
- Approvals in 2016
 - 6.34 billion UA ADB financing
 - 1.54 billion UA ADF (concession window) financing
 - 0.186 billion UA Other (NTF and Special Funds)

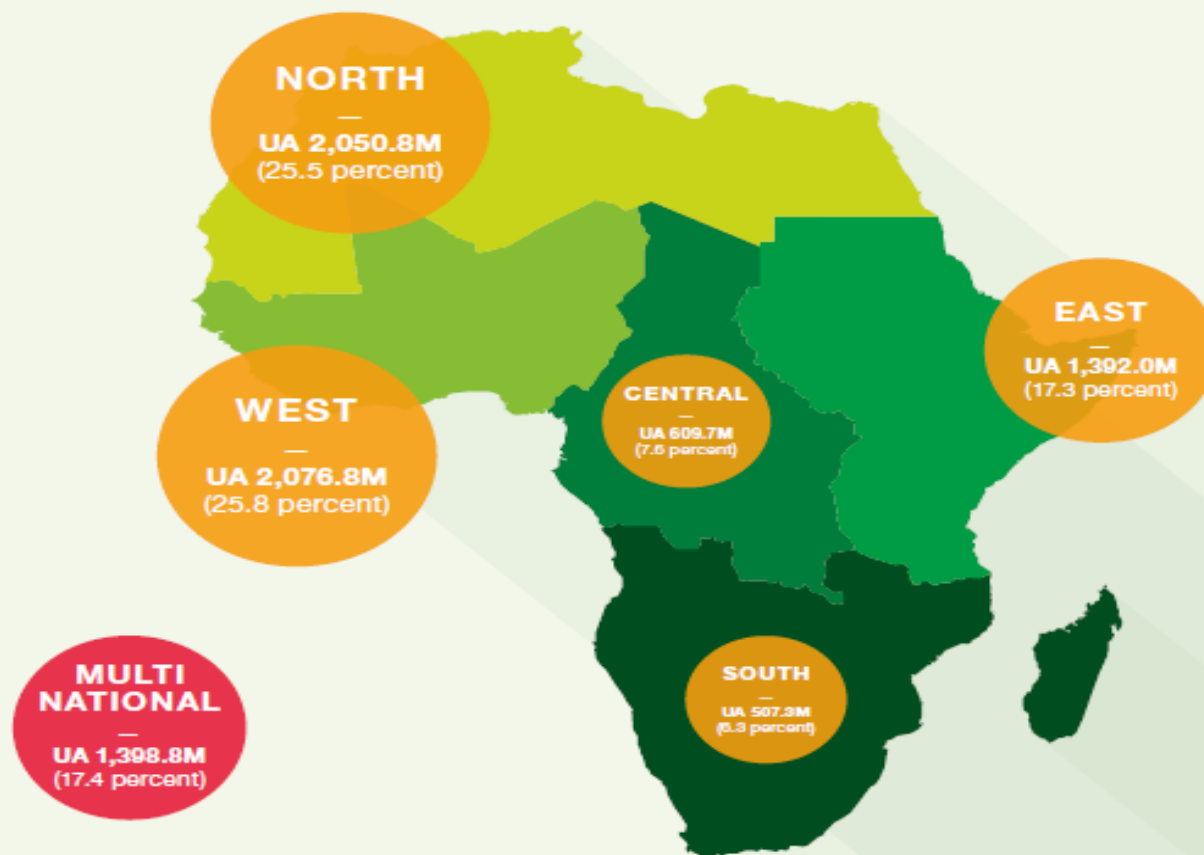


Bank Group Strategy – High Fives



2016 Lending Summary by Region

Total Bank Group Lending Approvals by Region, 2016





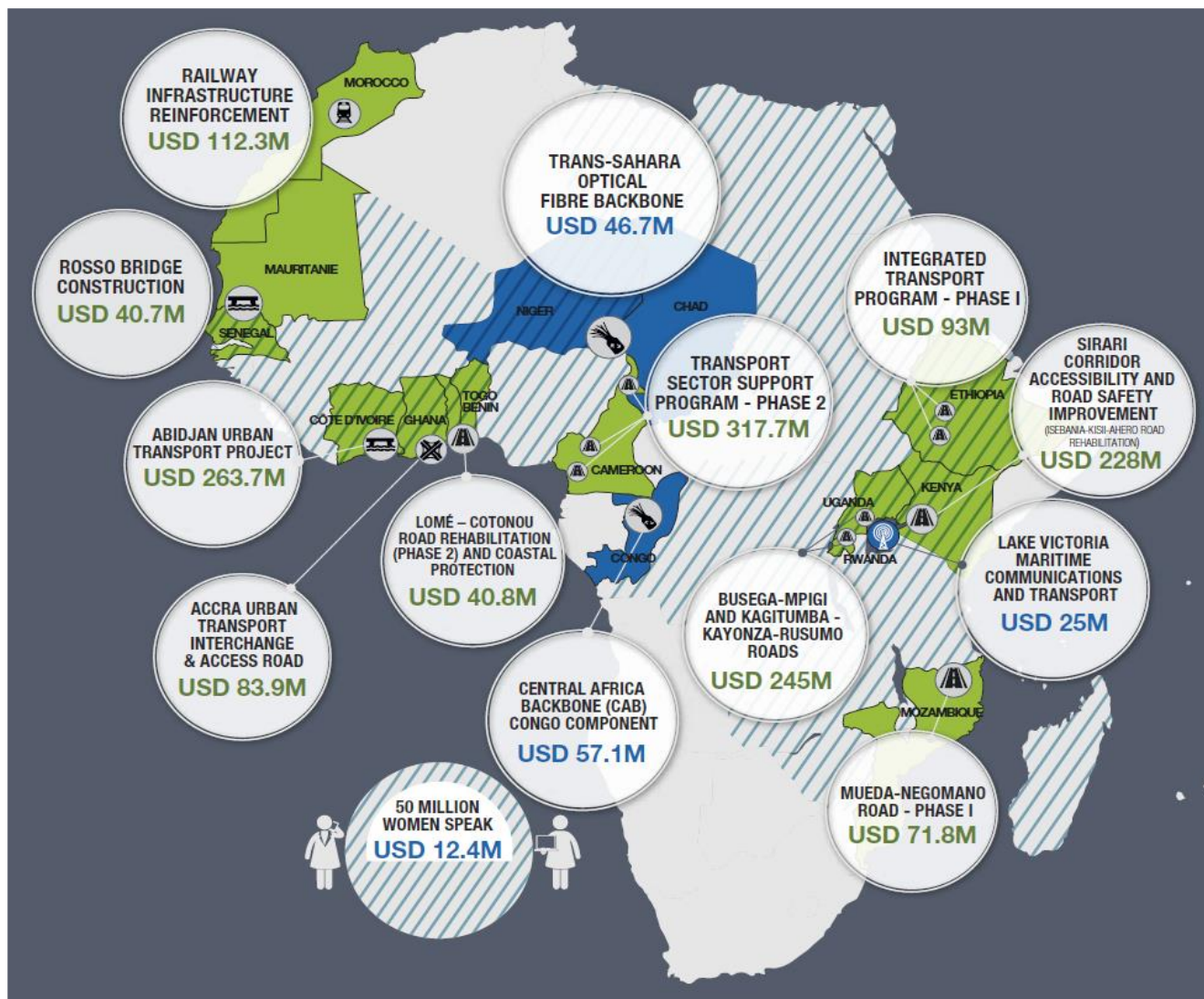
Transport Sector Approved Lending in 2016

Sector Priority Areas

- *Reinforcing Technical Assistance to support RMCs develop coherent strategies;*
- *Leading on the development of infrastructure Asset Management;*
- *Operationalizing Urban and Municipal Development Fund;*
- *Providing Advisory Support to Develop infrastructure Markets & Private Sector Participation;*
- *Developing Innovative Infrastructure financial structuring and regulation.*



List of Transport & ICT Projects Approved in 2016/17





Transport Sector Planned Projects for 2017/18

Country	Project	Amount (USD)
Cote D' Ivoire	Air Cote D' Ivoire Aircraft Acquisition Program	60
Multinational (Guinée-Sierra Leone)	Coyah-Farmoriah Road Project	57
Multinational	Chad-Cameroun Rail Road Study	5.6
Tunisia	Support the implementation of the National Strategic Plan (PNS) "Tunisie Digitale 2020"	79
Burkina Faso	Upgrading of the Cu2a Community Road, Gounghin-Fada N'Gourma-Pégéga-Niger Border Section	90
Tunisie	Support to North– East Road Connectivity Project	90
Zambia	North-South Corridor Transport Improvement Project (Serenje-Mpika Section)	215
CAR	Central African Backborne Fibre Optic Project (Projet Dorsale à fibre optique d'Afrique Centrale (CAB) - Composante RCA)	20
Kenya	Jomo Kenyatta International Airport (JKIA) 2 nd Runway Project	167
Multinational (Cameroon-Chad)	Regional Road network Integration Project for the Lake Chad Basin and Building of the Bridge on Logone River between Yagoua and Bongor	69



Sector Examples: Roads/Railways/Ports/City

Kenya – Roads – USD 4bn

- Full network: 160,000 kms
- Bitumen: 14,000 kms
- Additional Construction 20,000 kms



• East Africa - Railways

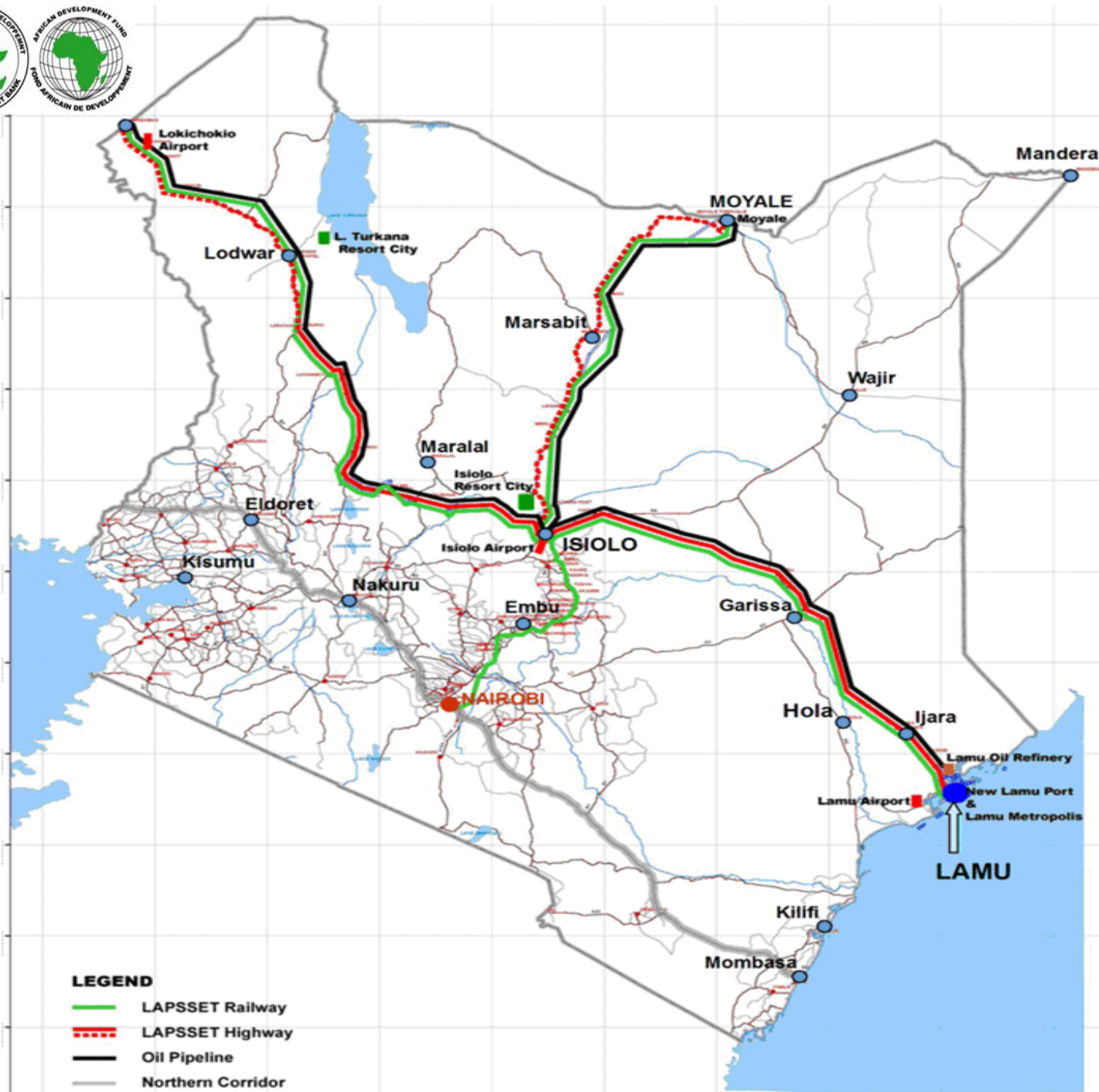
- Dar-es-salaam to Kigali
- Mombasa to Kigali – USD 5 billion



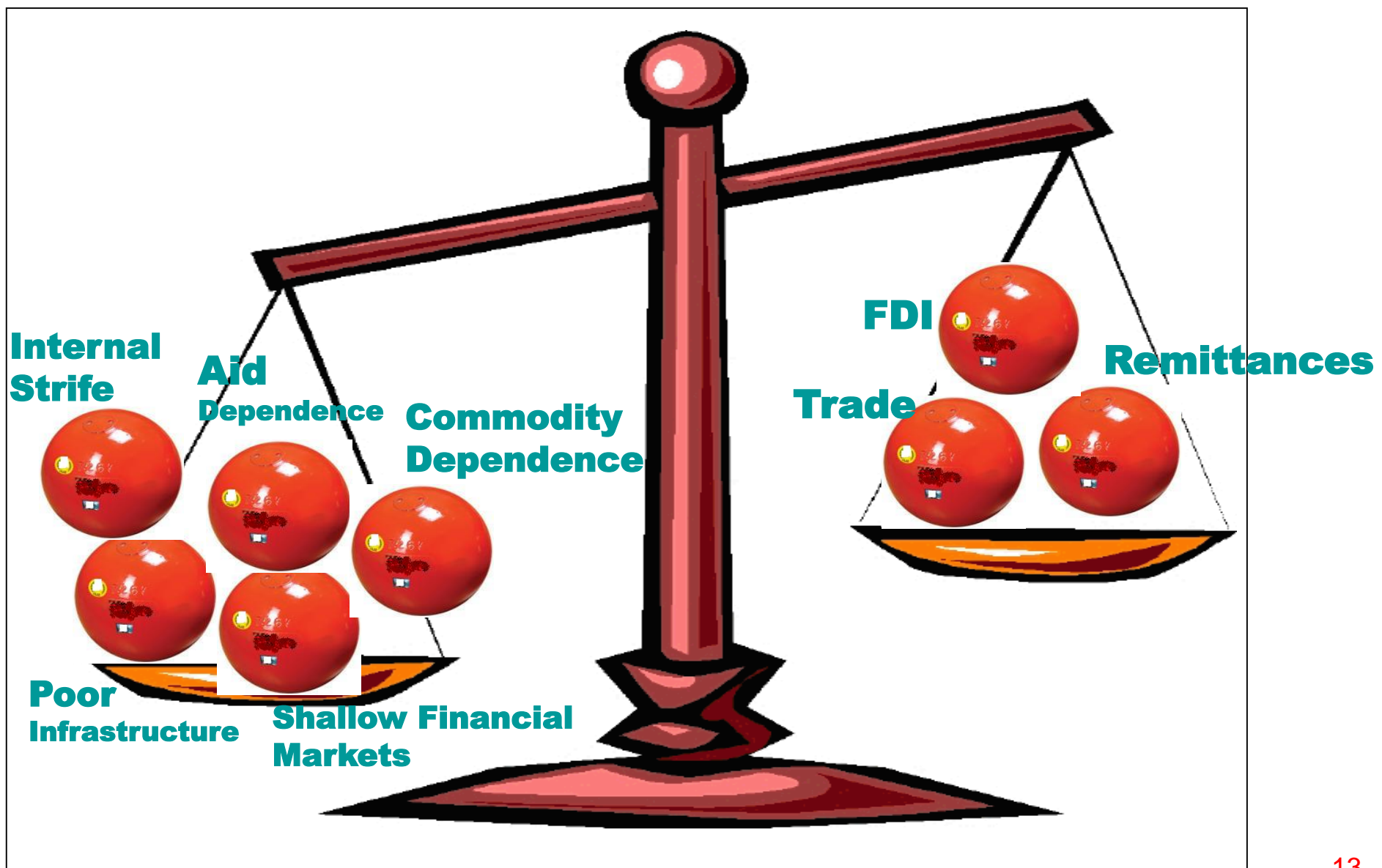
- **Kenya-South Sudan-Ethiopia (LAPPSET) - USD 29.24bn**
 - Lamu Port (USD 3.5 bn – 30 berths);
 - Railway (USD 7.1bn - 1720 kms to Juba);
 - Pipeline (USD 5 bn – 500,000 barrels per day);
 - Oil refinery (USD 2.5b, to refine 120,000 barrels daily)
 - Airports (3 Airports), Road (USD 1.4 b),
 - Resort cities (Lamu/Isiolo/Lokichogio – USD 1.2b) PPP

- **Konza Tecno city (USD 15.5 bn)**





Conclusion - Financing challenges



Are there prospects for investments in Africa?

- In this environment, fostering public and private investment, notably in infrastructure, is a priority.
- Africa has experienced some modest growth with a number of countries graduating from Low Income to Middle Income, for instance, Kenya, Tunisia, Egypt, Morocco, etc.
- Countries like Zambia, Kenya and Ghana have successfully floated Eurobonds in the recent past.
- Private sector is gradually expanding in these countries and AfDB is promoting more commercial instruments to them as opposed to concessional funding for infrastructure.
- Korean contractors and private investors can take advantage of improving investment climate in Africa and invest in infrastructure through project finance/ PPP arrangements.

THANK YOU