



AFRICA EMERGING MARKETS FORUM

Imagining Africa 40 Years from Now



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The Africa We Want



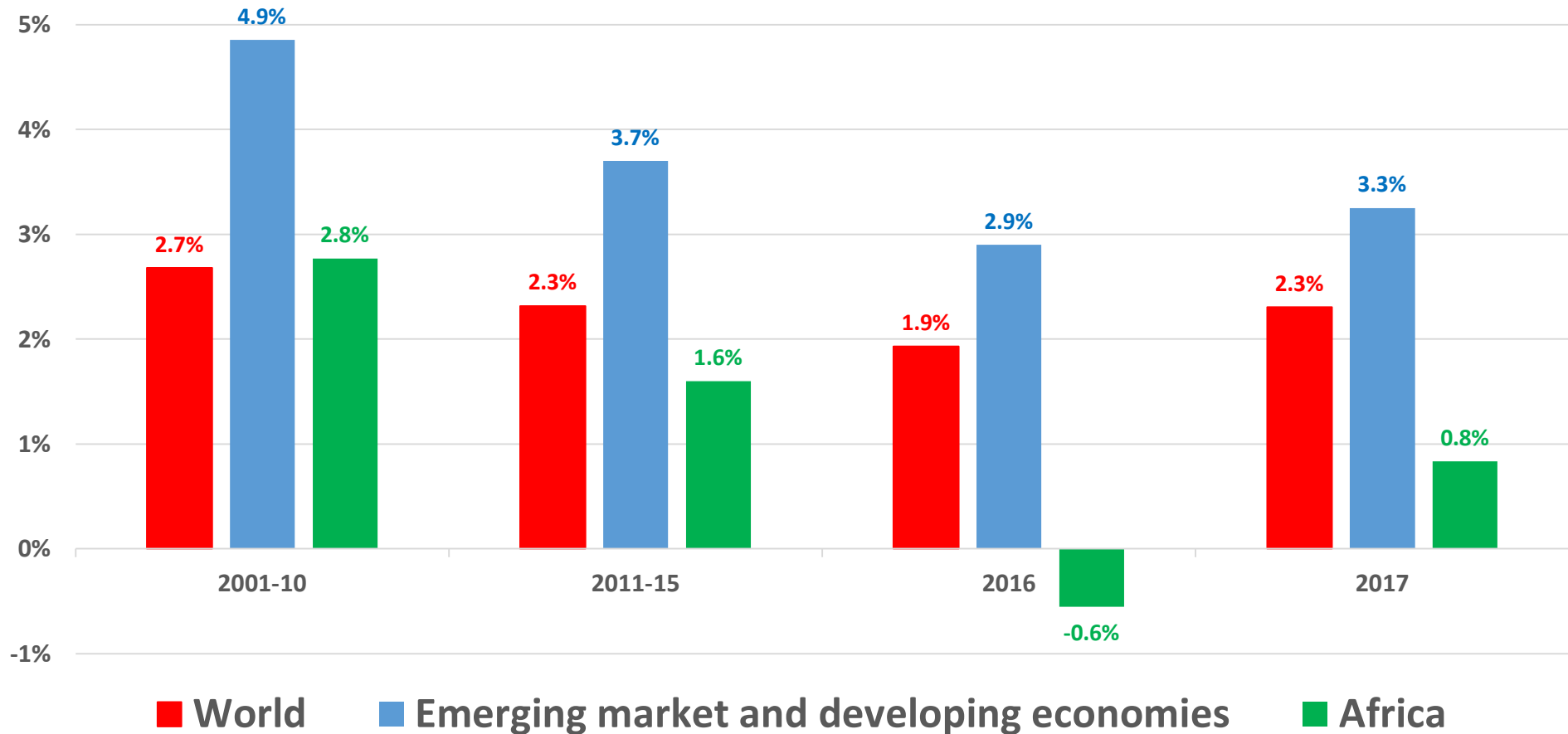
*“An integrated, prosperous and peaceful Africa, driven by its own citizens and representing a dynamic force in the international arena”
– AU Agenda 2063*

We have made strides...

- *Africa Rising*
- *6 countries with highest GDPs*

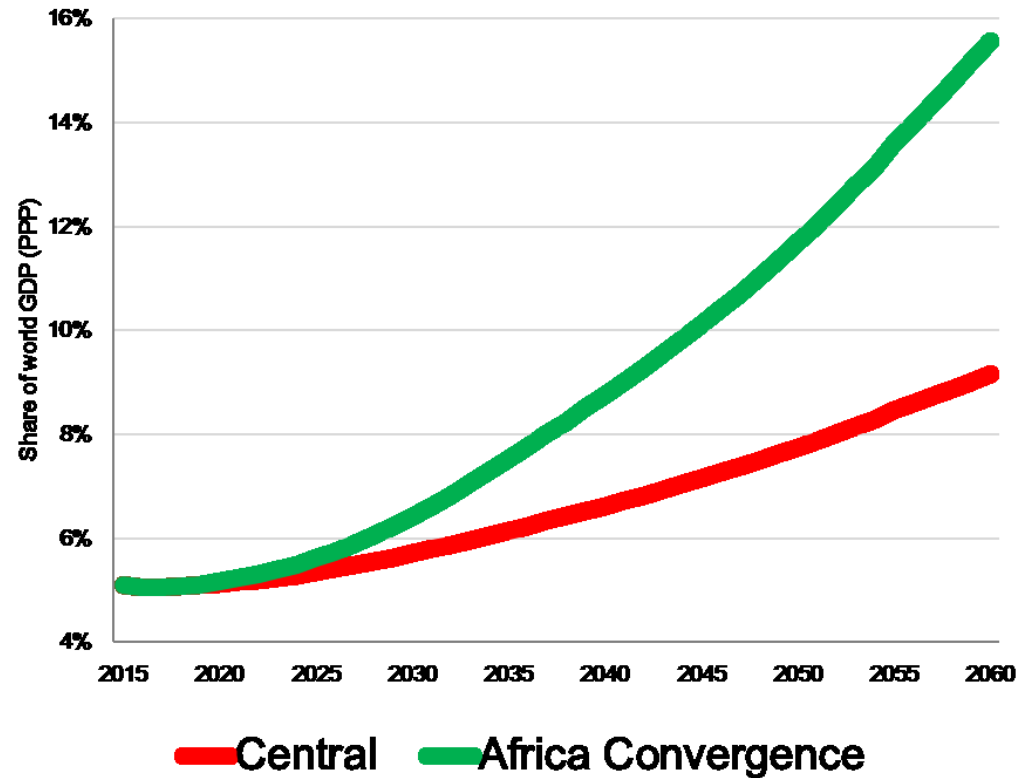
...but we have a long way to go

GDP per capita growth (%)

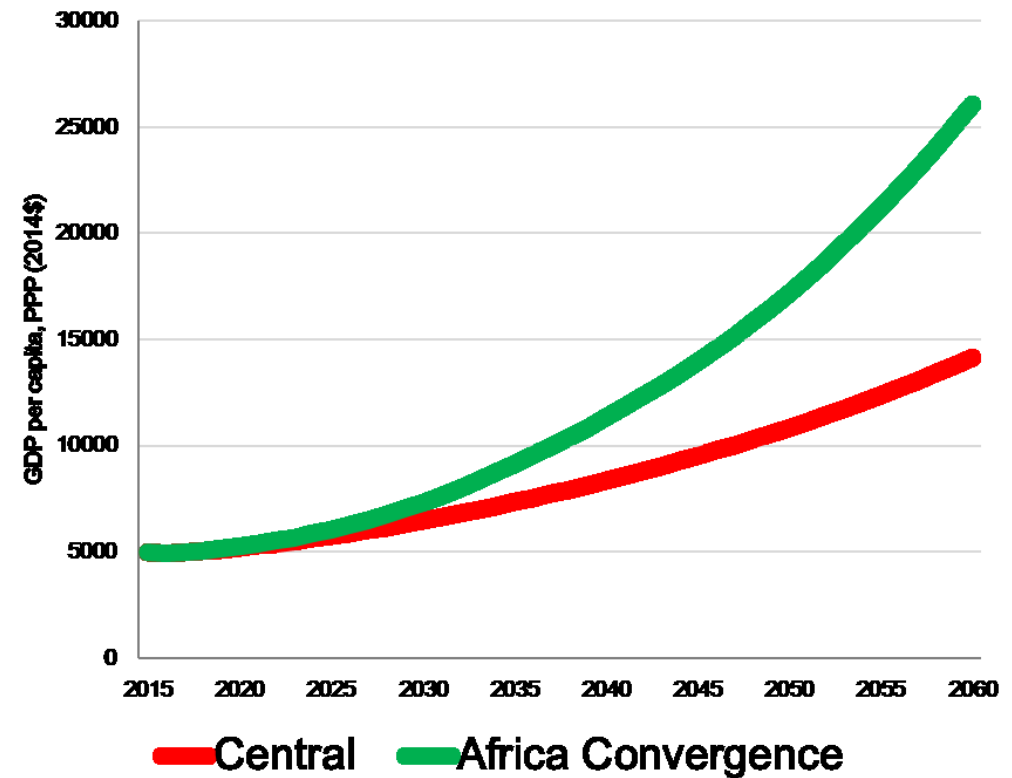


We must work harder to catch up

Share of world GDP—70% higher



Per capita GDP—80% higher



**In order to catch up, we must pursue
economic transformation**

Transformation = Growth + **DEPTH**

D

Diversification
of economic
production
and exports

E

Export
Competitiveness

P

Productivity
increases

T

Technological
upgrading

H

Human
well-being
improvements

Transformation and convergence are possible



- *Growing labor force*
- *Abundant natural resources*
- *Fastest growing middle class*

How do we get there?



*It is what countries do--
the policies of their
governments,
the responsiveness of
their entrepreneurs,
the integrity of their
institutions
—that makes the
difference.*

Policies Matter

Accelerate demographic transition

Reduce vulnerability to commodity prices

Increase savings and investment

Accelerate productivity growth

Reduce conflict and fragility

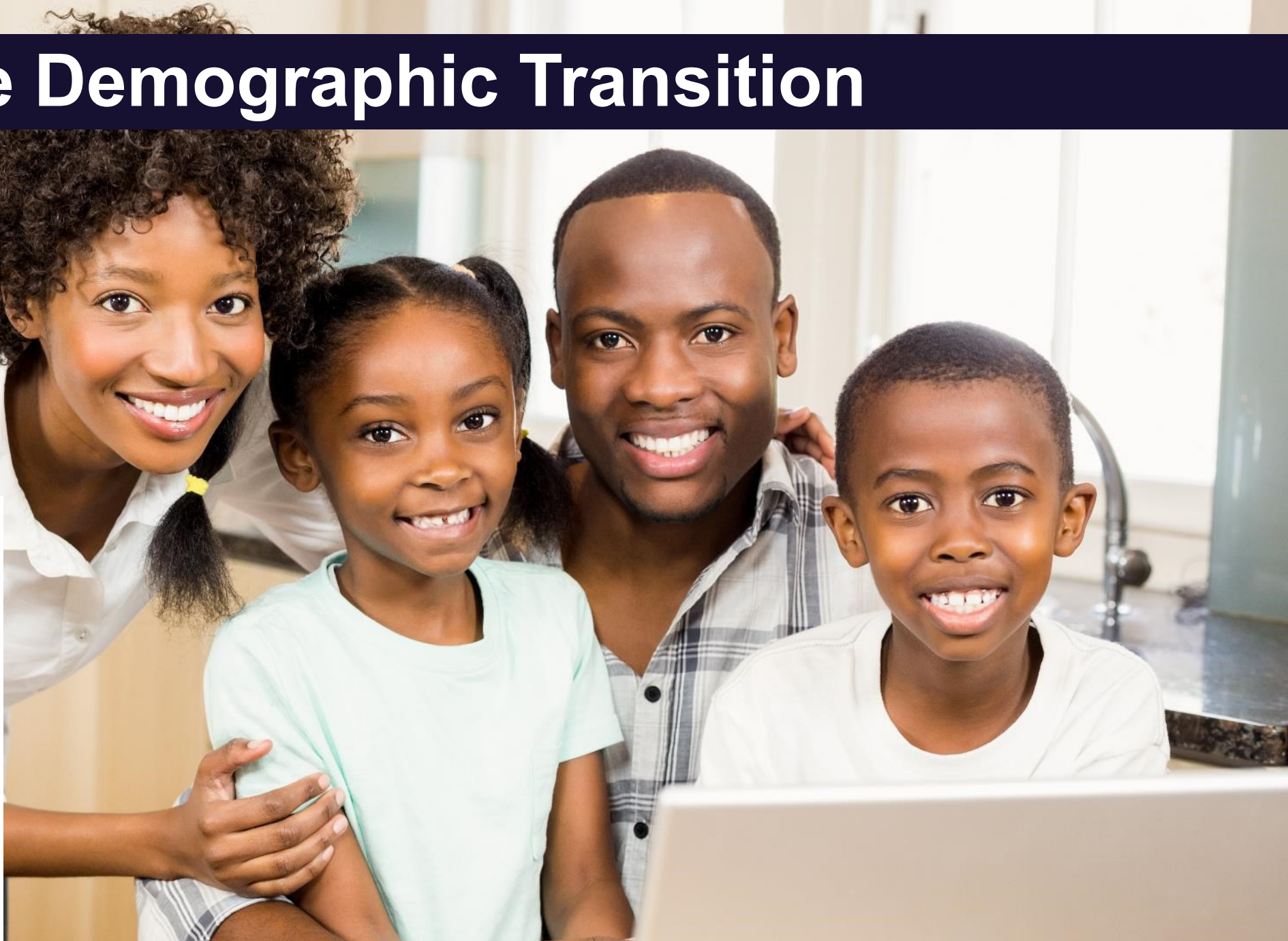
Adapt to climate change

Reduce inequality




Accelerate Demographic Transition

Africa's transition to low fertility & low infant mortality is proceeding slowly



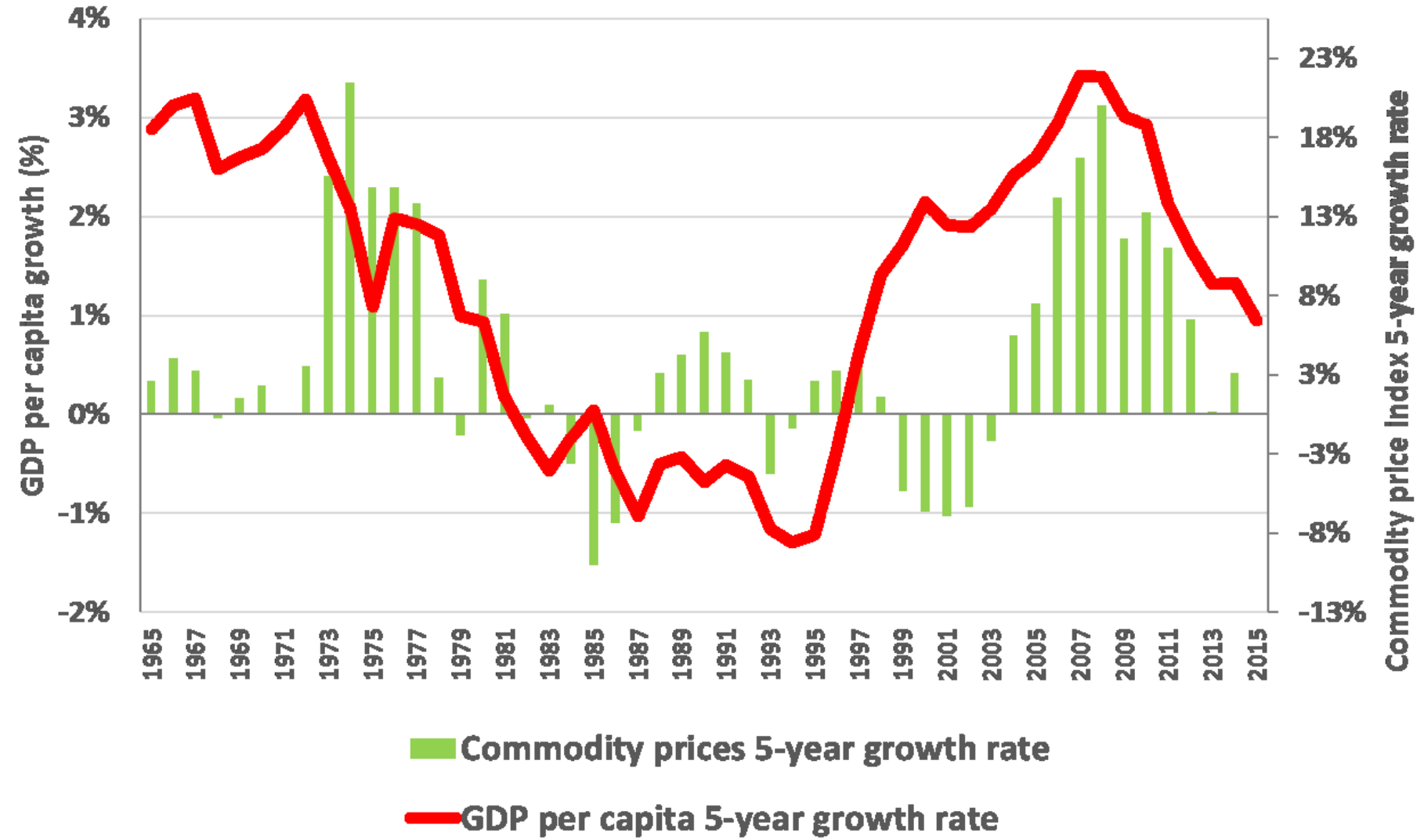
Reduce our vulnerability to commodity prices



*We need to reduce
dependence on
commodities*

*And reduce
vulnerability with
strong macro
management and
policies to promote
export diversification*

(2) Reduce vulnerability to commodity prices

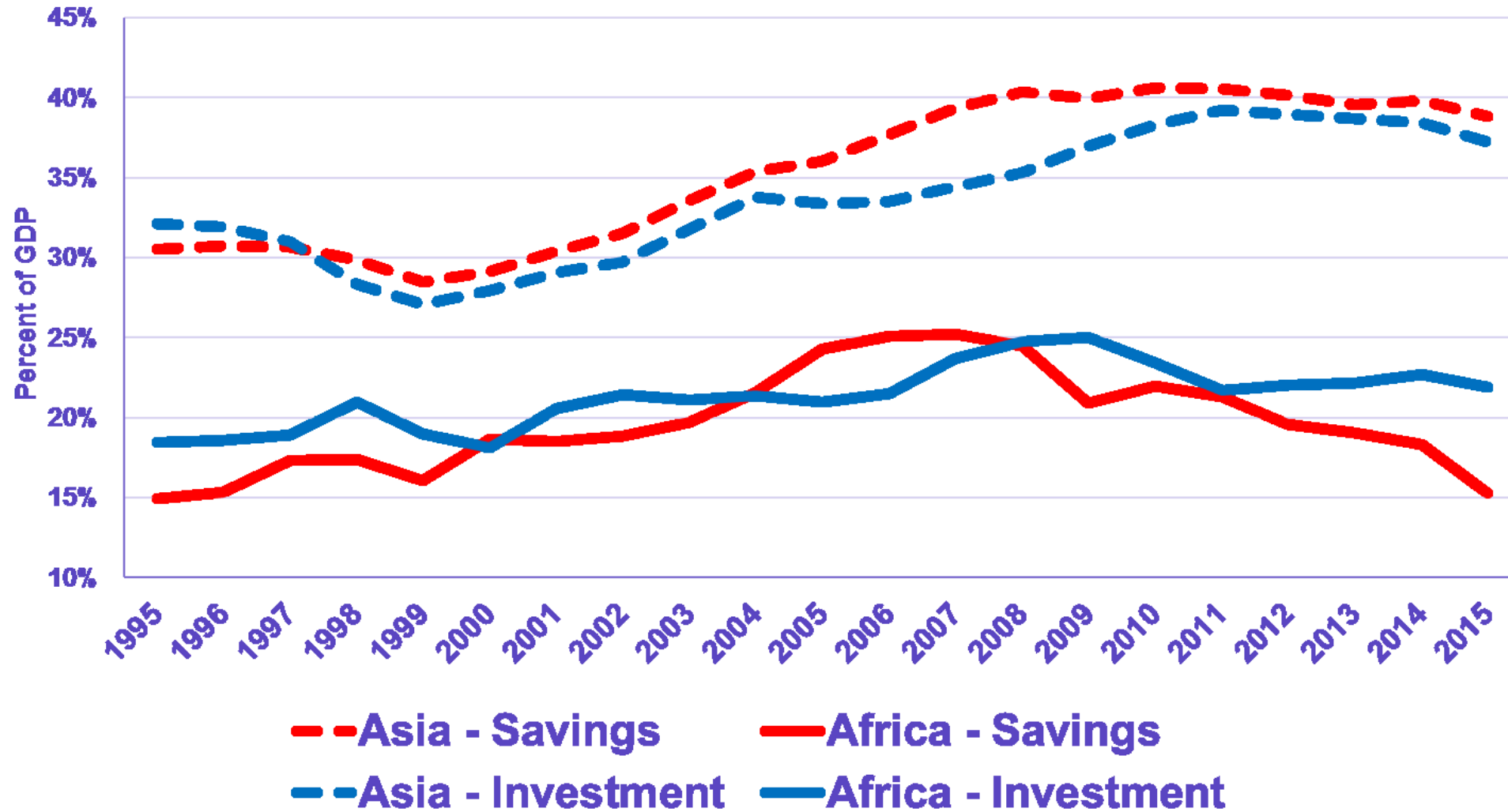


Increase Savings and Investment

Compared with Asia, savings and investment rates are low. Africa will not converge with the rest of the world at these rates



(3) Increase *savings* & *investment*—Unleash private sector

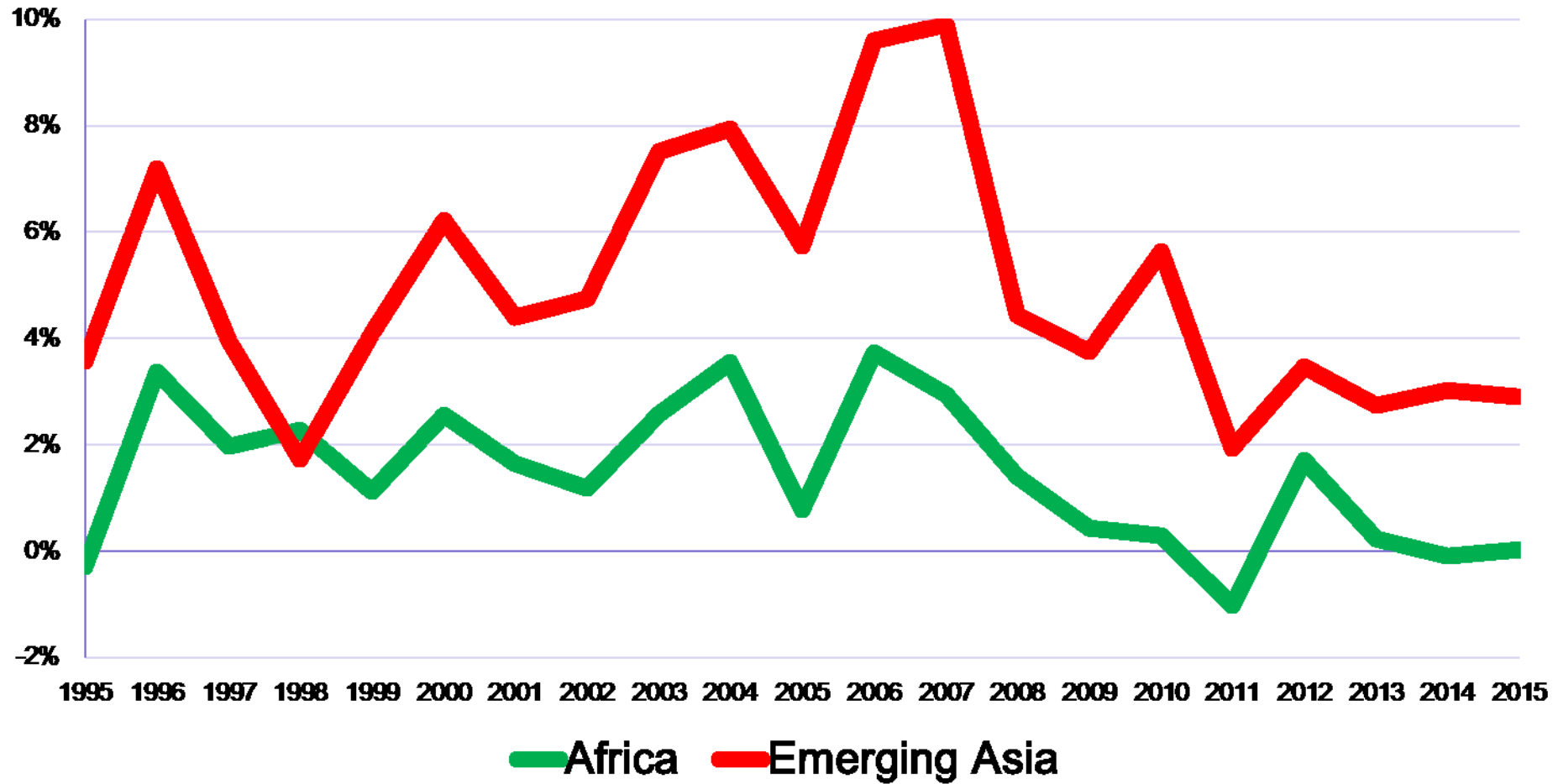


A smiling man with glasses, wearing a dark sweater over a collared shirt, is seated at a desk in a modern office. He is looking towards the camera. In the background, another person is visible working at a desk. The office has large windows and a grid-patterned wall.

Accelerate Productivity Growth

Sustained per capita income increases will increasingly depend on productivity increases, but for 20 years, total factor productivity (TFP) growth has been far below other emerging market and developing countries in Asia.

(4) Accelerate productivity growth



**Policies matter...but capable
states and transformative
leadership matter *even more.***

What do we mean by capable states?

- *Security over sustained period*
- *Enabling environment for economic growth*
- *Equitable distribution of growth*
- *Tackle corruption*



The key to a capable state is transformative political leadership

Lessons from Asia

1. A grand sweeping vision that unifies the populace
2. Nurturing businesses and entrepreneurs to compete in global markets
3. Mobilizing all stakeholders to support the vision of a national future
4. Sustaining legitimacy and earning trust

Leadership for the Africa We Want



*How do we nurture
the visionary
leadership essential
for Africa's
transformation?*

Measuring Progress



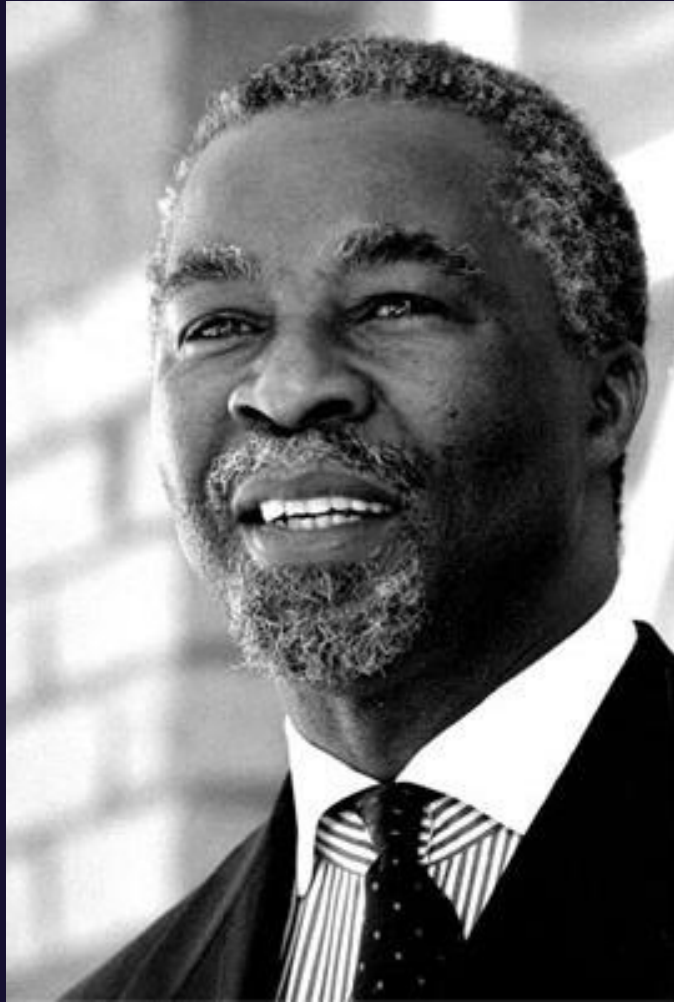
*NEPAD and
the APRM:
Missed
opportunities?*

The Consensus

1. Think African
2. More women in political leadership
3. Empower and nurture young people
4. Foster the next layer of leadership
5. Leave a positive legacy



A Reflection



“We are afraid to speak frankly to one another about the wrong things we are doing, and I think if we don’t do that we will meet again a century later to discuss the same question.

...A real, critical, truthful, self assessment... would be an important assessment to producing the kind of leadership which Africa wants.



Yes Africa Can!



THANK YOU

