# Voices of the African Leaders at TICAD IV

 Overview of the Conference and the JICA Symposium -



10 July, 2008 @ IPD Addis Ababa

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# I. TICAD IV as it happened

(Tokyo Int'l Conference on African Development)

- A Summit-level international policy forum dedicated to African development, started in 1993
- Organized jointly by UN, UNDP, WB and GoJ
- The TICAD process has, throughout 15 years, mobilized international community's interest and commitment to African development and advocated the concept of "ownership" and "partnership"
- 4<sup>th</sup> round convened in Yokohama from 28 to 30 May 2008
- Attended by 41 African heads of state and government from 51 African countries, 34 partner countries, 74 int'l and regional organizations, private sector and civil society – more than 3,000 in total
- Results to be reflected into the discussions at G8 Hokkaido Toyako Summit (7-9 July)



## Theme and Priorities of TICAD IV

## Overarching Concept:

Towards a Vibrant Africa: Continent of Hope and Opportunity

### Priorities:

- Boosting Economic Growth in Africa
- Ensuring "Human Security"
  - Assistance to help achieve MDGs
  - Consolidation of Peace and Good Governance
- Addressing Environmental Issues/Climate Change

## Cross-cutting elements:

- Coordination with AU/NEPAD and RECs
- Use of Asia's experience and promotion of South-South cooperation
- Collaboration with the private sector, private foundations and civil society organizations

# **Outputs of the Conference**

**Yokohama Declaration** 

**Yokohama Action Plan** 

TICAD Follow-up Mechanism

**Summary by the Chair** 

#### < Yokohama Action Plan>

A roadmap for concrete actions by co-organizers, development partners over the next 5 years

<Commitments of GoJ>

### **Africa Specific**

- Doubling ODA for Africa:900 mil USD(2008) → 1.8 bill. USD(2012)
- ◆ ODA Soft Loans for Infrastructure: 4 bill. USD (2008-2012)
- Doubling Rice Production Output (in 10 yrs.):
   14 mil. tons → 28 mil. tons
- ◆ Assist doubling FDI from Japanese private sector: Up to 3.4 bill. USD by 2012

#### Over the World incl. Africa

- Climate Change (Cool Earth Partnership):10 bill. USD (2008-2012)
- Global Fund (HIV/AIDS): 560 mil. USD
- Emergency Food Assistance: 100 mil. US

## **Specific Commitments made by GoJ**

## Japan's initiatives at TICADIV

Doubling ODA without debt relief to Africa by 2012 including doubling bilateral Grants

### Focused areas of cooperation

### Support regional infrastructure development to connect Africa (\*)

- Development of regional road networks, and facilitation of cross-border procedures such as One Stop Border Post (14 points)
- Development of distribution/transmission lines for development of power infrastructure



### Agriculture/Food (\*)

- -Emergency Food Aid worth US\$ 100 million between May and July 2008 (mainly targeting Africa)
- Increase agricultural productivity, including doubling rice production in Africa, development/rehabilitation of irrigation facilities and new crop varieties, and capacity building for 50,000 agricultural leaders



(\*) Up to US\$ 4 billion ODA loan with special focus on infrastructure and agricultural development

### Promote trade and investment

- Assist doubling foreign direct investment from the Japanese private sector to Africa, up to US\$ 3.4 billion by the end of 2012
- -Financial support of US\$ 2.5 billion including the establishment of JBIC Facility for African Investment
- -Dispatching joint public-private sector missions for trade and investment



### Community Development

- -Promote One Village One Product Movement in 12 countries
- -Promote AMV (African Millennium Village) in 12 countries



### Education

- Construction of 1,000 primary schools with approx. 5,500 classrooms
- Training of 100,000 teachers in math and science
- -Improve the management of 10,000 schools through the local community participation ("School for All")



### Health

- -New pledge to the Global Fund (US\$ 560 million)
- -Training of 100,000 health workers
- -Improvement of maternal, newborn and child health
  - · Saving the lives of 400,000 children
  - ·Improvement of maternal health and reproductive health care



### Water

- Development of water facilities to provide safe drinking water to 6.5 million people
- Capacity building of 5,000 water managers/users
- Dispatching Water Security Action Teams to countries to conserve precious water resources



# Cool Earth Partnership —A total of US\$ 10 billion to be disbursed globally over 5 years



# Main Points raised in TICAD IV (1)

- (1) Noted that many African countries have made steady improvement in the consolidation of peace, good governance, economic growth and social development in recent years.
  - Broad consensus was obtained for the need to sustain and accelerate Africa's recent gains.
- (2) Serious concerns were expressed over climate change and spiraling food and oil prices.
- (3) Emphasized the need to avoid a "one-size-fits-all" approach, in recognition of the diversity of the continent.
  - African representatives pointed out the importance of sharing Asia's successful experience.

# Main Points raised in TICAD IV (2)

- (4) Strong call for strengthening basic infrastructure (roads, ports, power) with special emphasis on regional infrastructure.
- (5) High expectation for promotion of investment and trade for economic growth.
  - African representatives emphasized the private sector's critical role in growth. Enhanced public-private partnership was urged.
- (6) Noted that growth of the agricultural sector in Africa and rural reform measures were vital for economic growth and food security.

# II. JICA Symposium on Africa-Asia

- A TICAD side event titled "Economic Development in Africa and the Asian Growth Experience" held on 27 May
- Eminent African Leaders invited as panelists:
  - H.E. Kikwete of Tanzania
  - H.E. Meles of Ethiopia
  - H.E. Chissano of Mozambique
  - Dr. Kaberuka of ADB
  - Mme. Ogata (moderator)
- Prof. Stiglitz also joined via video message and provided basis of discussion
- An opportunity to hear African leaders views on the relevance of the Asian experience for Africa, with particular focus on the role of the state in promoting growth and maintaining equity





## **Initial Remarks from the Panelists (1)**

## Prof. Stiglitz

- Sustaining widespread growth for a long period remains a challenge for Africa
- Need to get the balance right b/w state and market
- Policy debate and space in Africa has been narrowly circumscribed
- Africa can benefit from the Asian experience including those pertaining to industrial policy

### President Kikwete

- History of industrialization in Tanzania colonial period, nationalization, reform after mid 1980s
- Lessons from Tanzanian experience:
  - Need to have right government policies, strategies and measures for growth
  - Need for an active role of government in promoting growth and industrialization by creating an enabling environment
- Private sector being the engine of the growth; there is a need to promote public-private partnership thru dialogue

## **Initial Remarks from the Panelists (2)**

### P.M. Meles

- Failure of the policy orthodoxy ("getting the basics right") applied in Africa
- Need for more policy space for government to design and implement a pragmatic policy/strategy based on the Asian experience
- Two areas of intervention where government can make a difference – infrastructure and technological capacity bldg.

## (Former) President Chissano

- Simultaneous challenges in the post-conflict situation peace and security, democratic institutions and national economy
- The state must lead but the process of reconstruction has to be participatory and inclusive

## **Initial Remarks from the Panelists (3)**

### Dr. Kaberuka

- 4 characteristics of Asian growth: export-led, private sector-led, emphasis on education and stability of political and state system
- Highlighted some notable aspects of state behaviour in Asia that addressed market failures while avoiding state failures
- Three priority areas: redistribution, trade promotion and infrastructure
- Sequencing of policies in time and place is important

## **Main Points from the Discussion (1)**

- 1. (while recognizing the role of the private sector as being the engine of growth...) General consensus on the importance of good leadership to guide the economy and the need to give the government more policy space to design its own "pragmatic" policies and strategies reflecting each country's unique situation
  - "State failures should be admitted as being as much a part of the game as market failures" (P.M. Meles)
- 2. Growth needs to be inclusive and participatory
  - Lessons of Mozambique as much as of Asia including Japan (Pres. Chissano, Dr. Kaberuka, Mme. Ogata) 15

## **Main Points from the Discussion (2)**

## 3. Priority areas of development should be given to:

- infrastructure development
- Investment and trade promotion
- technological capacity bldg.
- agricultural development

## 4. Lessons to learn from Asia and Africa in terms of;

- how to foster (weak) domestic private sector;
- how to strengthen public-private relationship;
- how to support private sector without causing state failures;
- how best to sequence policies;
- how to overcome the dilemma of interventionist policy vs. resource constraints;
- how to manage impact of international market volatility (ex. soaring prices)

# **Concluding Remarks by Mme. Ogata**

- Benefits of growth should be shared across the society at large
- Africa is already on the path of solid and steady growth and should continue to strive: no need for "miracle"
- Need to strengthen mutual learning process between Africa and Asia

# Thank you for your kind attention