

AFRICA INVESTMENT FORUM

Africa's Investment Market Place

August 2018

High 5s for Africa's Transformation

Light up and power Africa	\$65–90 billion
Feed Africa	\$32–40 billion
Industrialize Africa	\$40 billion
Integrate Africa	\$10 billion
Improve the quality of life	\$5.5 billion
TOTAL	\$153–186 billion

Approx.
\$170 billion
per annum

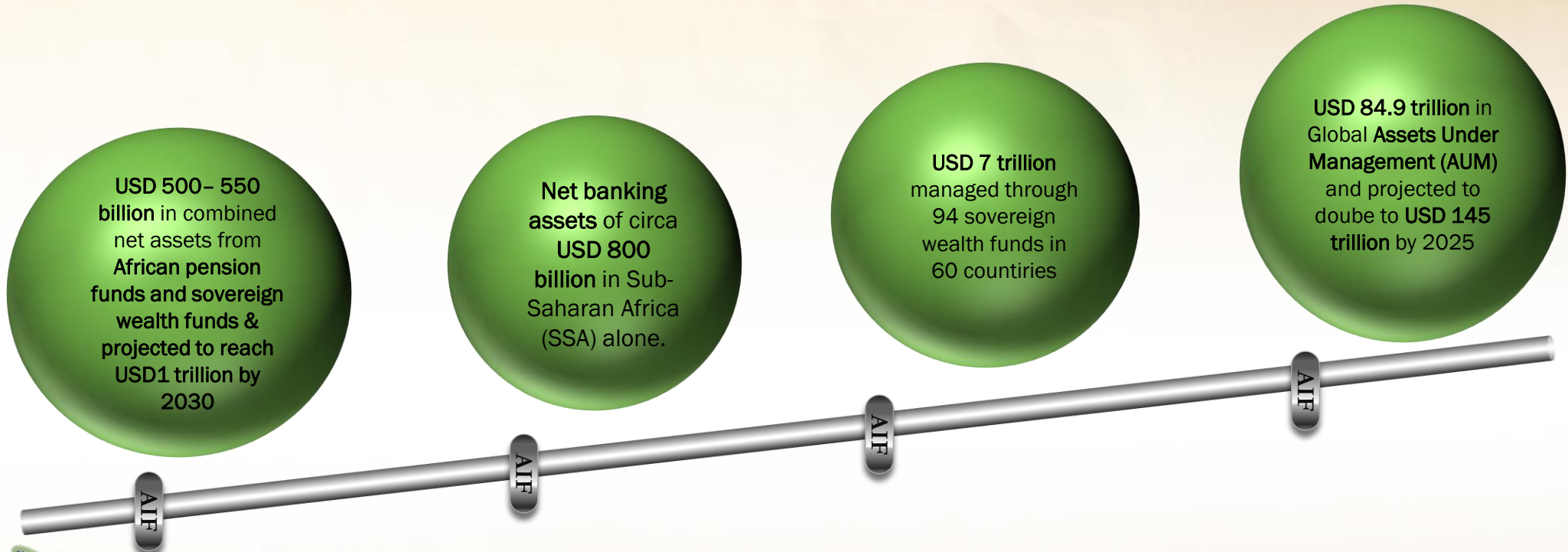
A Need for Collaborative Effort

Africa's infrastructure financing gap is estimated at USD 170 billion annually and continues to expand

The MDB's/DFIs are maximizing their current resources; however, constraints imposed by prudential ratios will limit lending capacity

Addressing the financing gap requires broad based partnerships and collective effort with the private sector to leverage capital at scale

Where is the Capital?



AIF is a leveraging platform that will tilt the balance of capital towards Africa's critical sectors to achieve the SDGs, High 5s and Agenda 2063

Why hasn't this happened?

Information Asymmetry

- Limited information on African markets
- Data paucity

Investment Risk

- Negative perception of investment risk
- Limited availability of tools for credit enhancement and risk coverage

Dearth of Bankable projects

- Poor preparation and packaging of project proposals
- Limited availability of finance for project preparation

Business & Regulatory Environment

- Adverse government actions and unpredictability
- Cumbersome business regulations

Nevertheless, opportunities remain...

Upward Growth Trajectory

4.1% growth projected for 2018 and 2019

Budding Consumer Market

2 billion consumers by 2050

Africa Investment Forum (AIF) – Strategic Intent

SPECIFIC OBJECTIVES

- Advance projects to Bankable stage
- Capital raising
- Accelerate financial closure of deals

WORKSTREAMS

Pipeline Development

- Visibility
- Deal screening

Project Preparation

- Funding - Grants
- Process harmonization

Policy Environment

- Regulatory reforms and consistency
- Advocacy efforts for institutional building

Project Bankability

- Credit enhancement
- Co-guarantee Platform

Investment Promotion

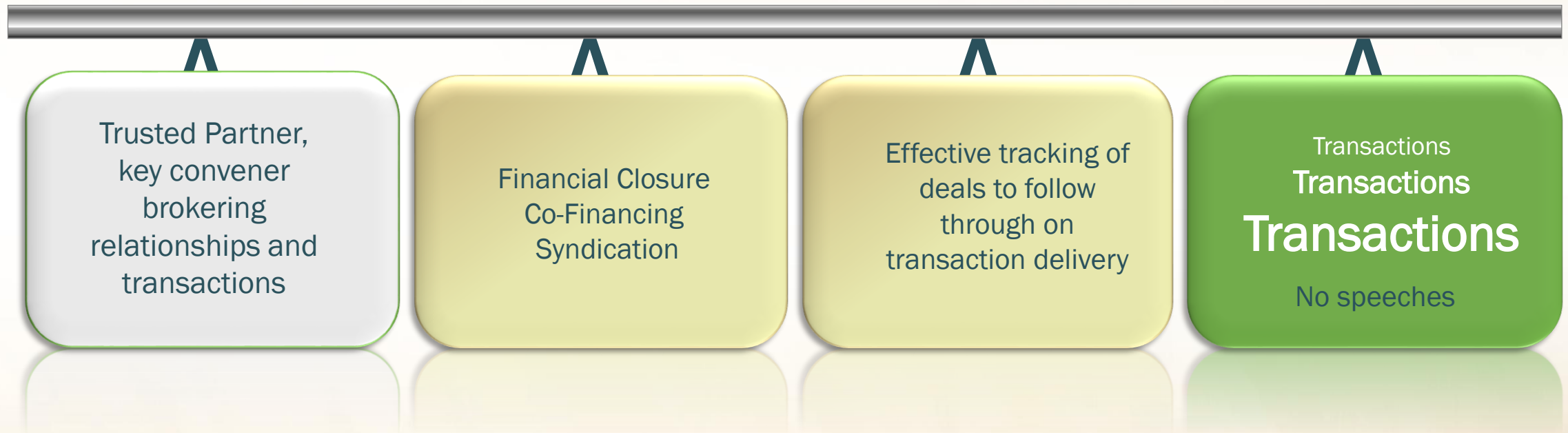
- Partner engagement
- Market Intelligence

What is the AIF?

An enabling mechanism for MDBs/DFIs to do more with less



AIF's Unique Offerings



AIF Partner Clusters





AFRICA

INVESTMENT FORUM

LE MARCHÉ DE L'INVESTISSEMENT EN AFRIQUE
7-9 novembre 2018
Johannesburg, Afrique du Sud



GRUPE DE LA BANQUE AFRICAINE
DE DÉVELOPPEMENT