

“TICAD8 and Beyond: Japan’s Approach to African Development in an Evolving Global Environment”

“Rising importance of Africa in a global community:
how can Japan become a “chosen” partner?”

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The Multiple Crises Facing Africa

Fall-out from the Ukraine Crisis

- Soaring wheat and oil prices have drastically impacted food and energy supply for the people and economies of Africa

Covid-19

- Economic fallout has pushed 40 million people into extreme poverty
- Low vaccination rates hinder growth recovery
- Limited resources for financial assistance to households and firms

Climate change

- African nations highly vulnerable to extreme weather, e.g. droughts.
- Risk of income loss and food insecurity due to large share of weather-sensitive activities in African national GDPs and employment (e.g. agriculture, herding and fishing)
- 95% of rain-fed agriculture globally is in sub-Saharan Africa

Commitments by Major countries

	meeting	time	Commitment/amount	Contents
Japan	TICAD7	July 2019	"Japan's Contribution for Africa" and Expanding Private Investment to Exceed \$20 Billion Over Three Years	Establishment of Africa Business Council, start-up support, JBIC/FAITH (\$4.5 billion over 3 years), JICA/EPSA4 (\$3.5 billion over 3 years)
	TICAD8	August 2022	(Opening Remarks by Foreign Minister Hayashi at the TICAD Ministerial Meeting (March 2022))	Supporting businesses that solve social issues through innovation, expanding "green" related businesses, strengthening the international economic system based on free and open rules, etc.
China	FOCAC8	November 2021	Financial assistance over 3 years (total \$40 billion), provision of 1 billion doses of vaccines, etc.	10 billion in import support financing, \$10 billion in investment promotion, \$10 billion in financial assistance, \$10 billion IMF/SDR loan, etc.
EU	EU-AU Summit	February 2022	"Africa-Europe Investment Package": 150 billion euros over seven years	Infrastructure investment, energy conversion, green conversion, DX, provision of 450 million doses of vaccines, support for establishment of vaccine production sites, etc.
United States of America	US-Africa Leaders Summit	August 2014.	"Power Africa", the African Electricity Initiative announced during President Obama's trip to Africa in the summer of 2013	Electrification of 6,000 surface households and enhancement of 30,000 megawatts of power generation capacity through collaboration and coordination with the U.S. public and private sectors and partner countries (including Japan)
		Within 2022 (Scheduled)	"Prosper Africa", a comprehensive support package to promote trade and investment in Africa announced in a speech by Bolton in December 2018	Cross-sectional support from relevant U.S. government departments and agencies resulted in 800 contracts in 45 countries and \$50 billion worth of export investment projects.
		Within 2022 (Scheduled)	Build Back Better World (B3W) Partnership, a multi-billion dollar infrastructure investment in developing countries by G7 countries (called for by President Biden at the June 2021 G7 Summit)	As part of B3W, the EU has already announced a "Global Gateway" of 300 billion euros over 7 years in November 2021 (half of which is for Africa as mentioned above). Contribution by the U.S. itself have not yet been announced.
Russia	Russia-Africa Summit	October 2019	92 documents (agreements, contracts, memorandums of understanding, etc.) signed during the summit period, totaling 1.4 trillion rubles (approx. 1.7, 068 trillion yen). Doubled trade with Africa (\$20 billion/year ⇒ \$40 billion/year)	Military cooperation (military technical cooperation agreements concluded with more than 30 countries, dispatch of private military companies, etc.), resource development (bauxite, diamonds, platinum, etc.), nuclear power development, development of special economic zones, etc.

Importance of TICAD8 at this Time

At the time when Africa needs it the most, Covid-19 and the Ukraine crisis risk lowering attention and international cooperation toward Africa



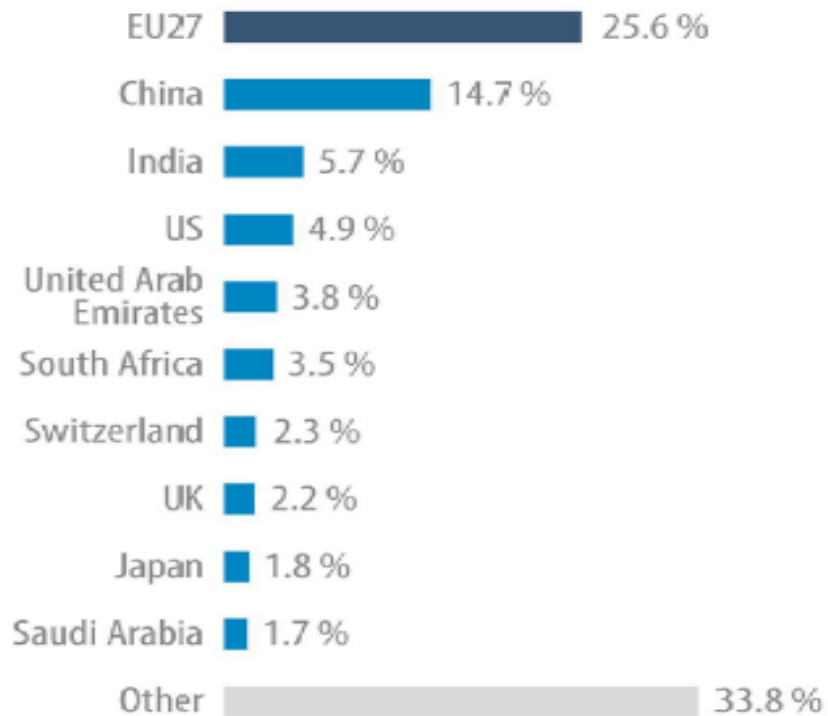
TICAD8 to refocus attention on Africa and enable **African-led solutions** to Africa's challenges in a way that enhances **Human Security**

Why Africa Matters to the World

- Social and economic stability of Africa is critical for global prosperity
 - Potential large-scale provider of food, energy and natural resources
 - Largely untapped frontier for business (a big market)
 - Africa's young, growing population (“youth bulge”) must be empowered economically, socially and politically
 - Poverty creates breeding ground for disease, crime and extremism
- Africa has over one quarter of the seats in the UN and is a vital actor to foster international solidarity to respect peace, liberty, democracy, and human rights
- Africa lags behind in achieving SDGs

Trade and Investment in Africa by Major Countries

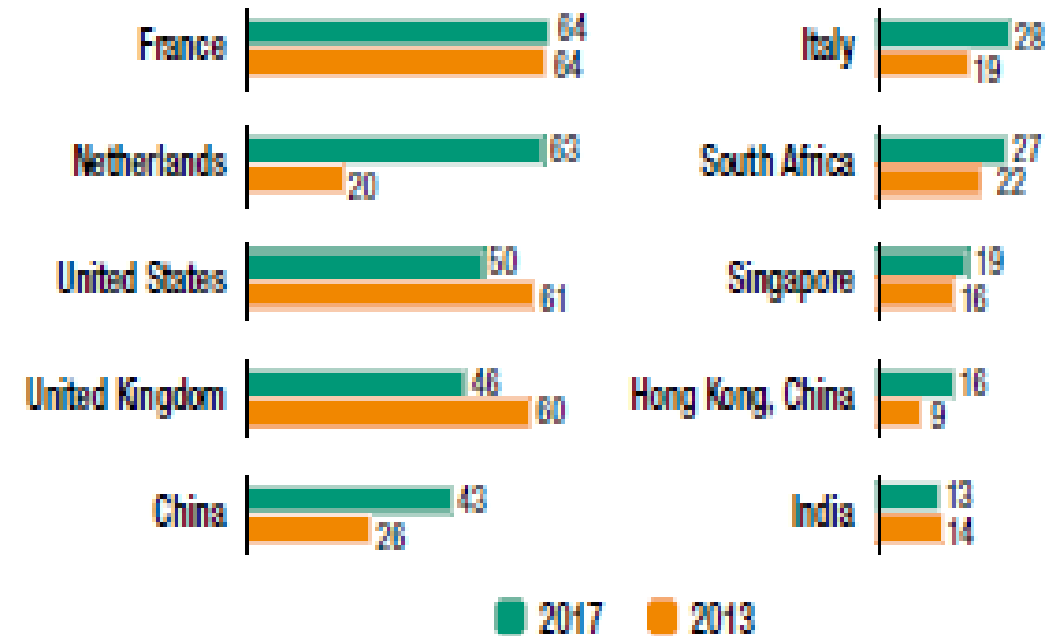
Figure 3 – Trade in goods with Africa, 2020



Source: [IMF](#), 2020.

Africa's GDP is about 3% of world's total, and Africa accounts for less than 1 % of Japan's trade and investment 6

Figure A. Top 10 investor economies by FDI stock, 2013 and 2017 (Billions of dollars)



Source: World Investment Report 2019 UNCTAD

Japan is below Top 10 countries with \$870 million in 2017 and G1.13billion in o2013

FOIP(Free and Open Indo-Pacific)

Free and Open Indo-Pacific

“Diplomacy that takes a panoramic perspective of the world map”

“Proactive Contribution to Peace” based on the principle of international cooperation

Based on the accomplishments of the Abe Administration, Japan intends to further expand these diplomatic concepts

Free and Open Indo-Pacific

A key for stability and prosperity of the international community is dynamism that is created by combining
“Two Continents” : Asia that is rapidly growing and Africa that possess huge potential of growth; and
“Two Oceans” : Free and open Pacific Ocean and Indian Ocean
 ⇒ broaden the horizon of Japanese foreign policy by envisioning the above as an overarching, comprehensive concept

Africa

- Full of potential
 - population around 1.3 billion (17% of global population)
→ around 2.5 billion in 2050
 - account for 30,000,000 km² (22% of global area)
 - high economic growth rate (4.8% on average (2000-2016))
 - rich in natural resources and promising markets
 - ⇒ progressing as a “developing continent” whereas still facing challenges including by poverties and terrorism.
- ↓
- Japan will provide nation-building support in the area of development as well as politics and governance, in a way that respects the ownership of African countries, and not by forcing on or intervening in them.

◆ The Indo-Pacific region is facing various challenges such as piracy, terrorism, proliferation of WMD, natural disasters and attempts to change the status quo. Under such circumstances, Japan aims to promote peace, stability and prosperity across the region to make the Indo-Pacific free and open as “international public goods”, through ensuring rules-based international order including the rule of law, freedom of navigation and overflight, peaceful settlement of disputes, and promotion of free trade.



Asia

- Increase of awareness of confidence, responsibility and leadership, as well as democracy, the rule of law and market economy taking root in ASEAN and South Asian countries
 - ⇒ Currently expanding its success to Africa and bring out the potential of Africa as a “global main player” through a free and open Indo-Pacific.
- ↓
- Japan will further promote quality infrastructure development, trade and investment, and enhance business environment and human development, strengthening connectivity in ASEAN region. Japan will expand ASEAN’s success to other regions such as the Middle East and Africa.

Goals of TICAD8 (August 27-28, 2022)

“TICAD should set out a pathway for African development overcoming COVID-19 challenges and promote the growth of the world with private sector businesses as a driving force for a resilient economy.”

Excerpt from the Chair’s Summary of the TICAD Ministerial Meeting, March 26-27, 2022

- Achieving sustainable and inclusive growth with reduced economic inequalities
- Realizing a sustainable and resilient society based on human security
- Building sustainable peace and stability through supporting Africa’s own efforts

*For more information, please visit [MOFA’s website on TICAD ministerial meeting](#)

Leading the world with trust

Human Security: Aiming for a society where all people can protect themselves from various threats and live their daily lives in security and with dignity.

Quality Growth: Promoting sustainable growth with less disparity and without harming the environment.



People

A society where all can live healthy, safe lives

- Education
- Health
- Social Security



Prosperity

A prosperous, sustainable economy at harmony with nature and prepared for promoting social development

- Agricultural and Rural Development
- Private Sector Development
- Urban and Regional Development
- Ensure Access to Affordable and Clean Energy
- Development of Transport Infrastructure



Peace

A peaceful, just society without fear or violence

- State-Building to Prevent the Outbreak and Recurrence of Conflicts
- Governance Support
- Gender Equality and the Empowerment of Women and Girls



Planet

Care for the Planet

- Environmental Conservation and Management
- Water Resources Management
- Disaster Risk Reduction
- Climate Change

JICA's Policy in Africa

People Focused & Human Security

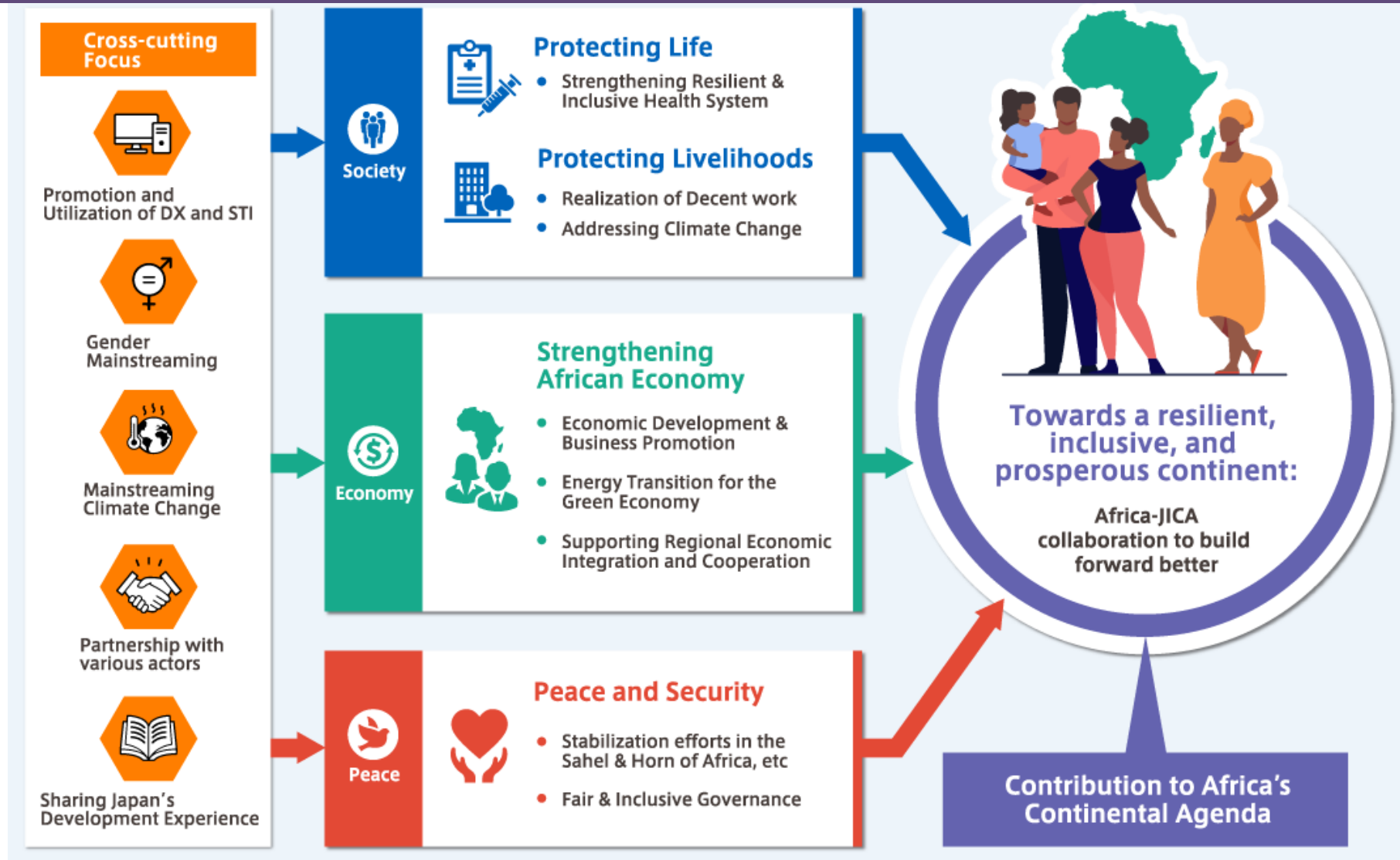


Africa's Ownership & Co-creation with Africa

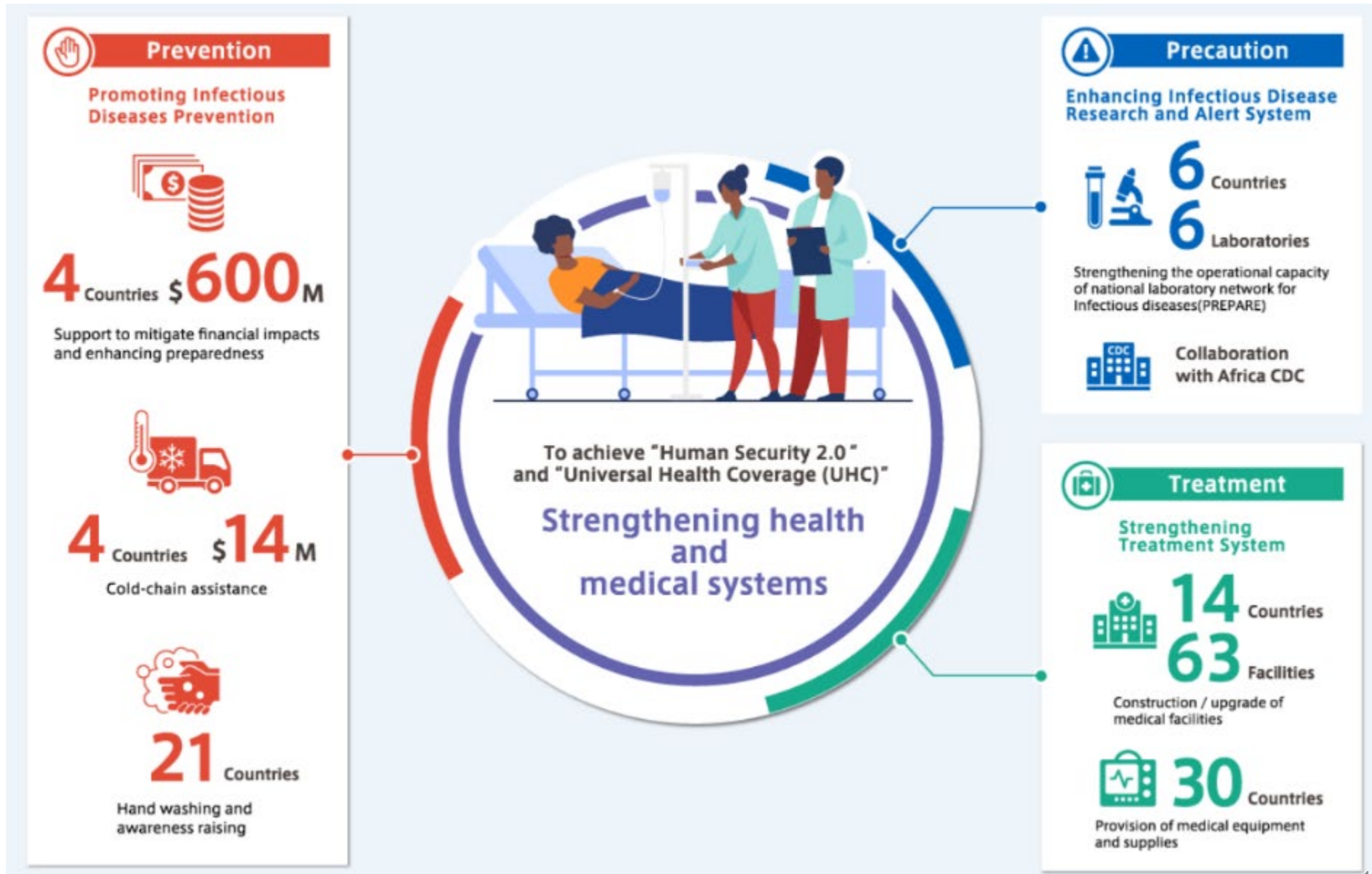


Long-time Commitment & Quality Growth

Towards a resilient, inclusive, and prosperous Africa



Fighting COVID-19 and strengthening healthcare



Prevention: "Last one-mile" support for vaccination

Providing cold chain and medical equipment to establish an effective and safe vaccination system and to contain further spread of COVID-19

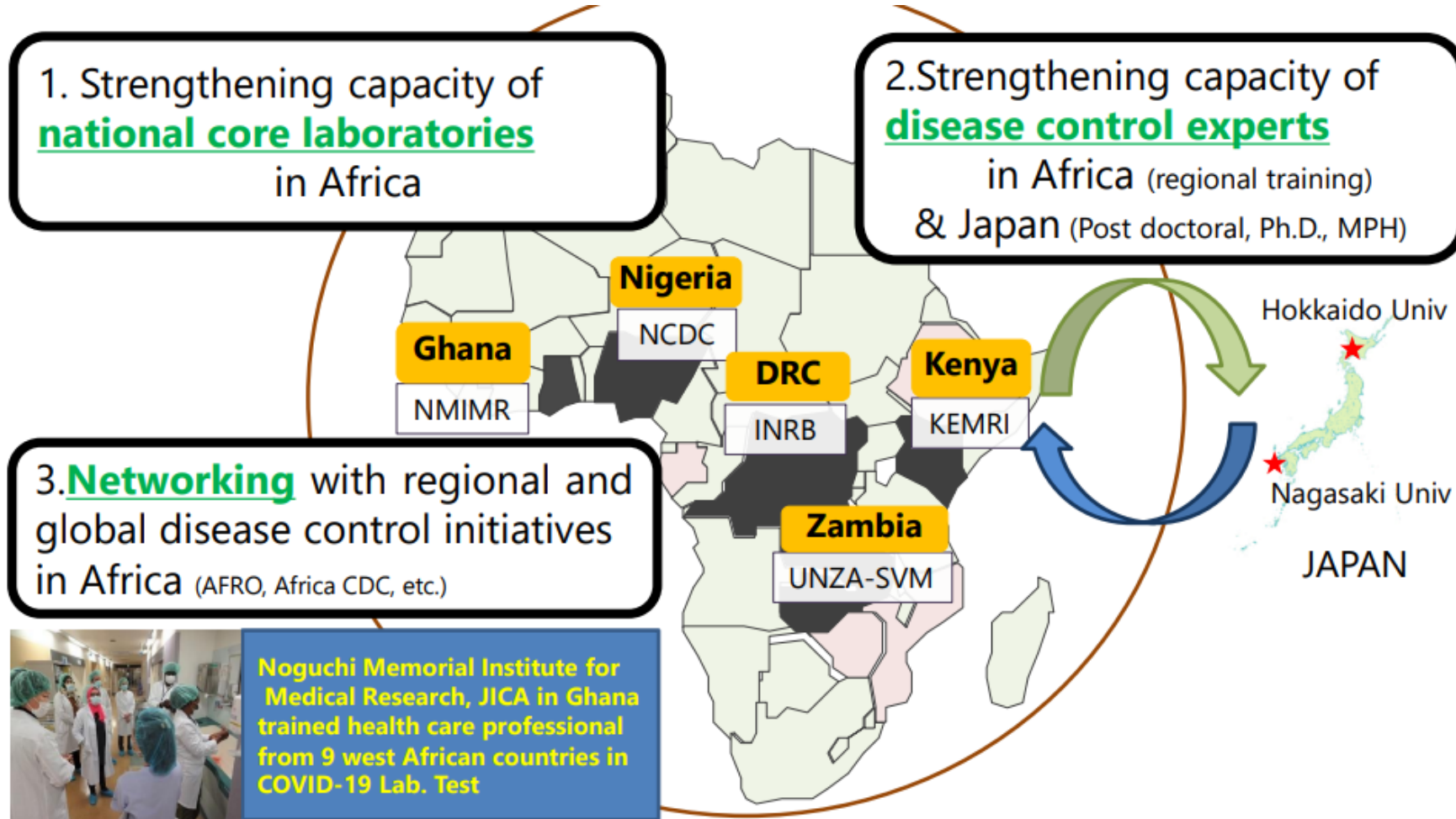


- Countries: Ghana, Senegal, Mozambique, Malawi
- Equipment procurement and technical guidance

Society:

JICA's Initiative for Global Health and Medicine (3)

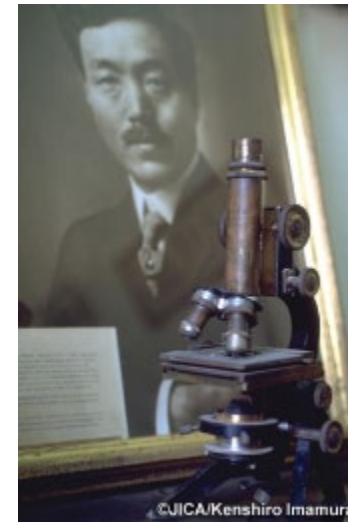
Precaution: PREPARE (Partnership for Building Resilience against Public Health Emergencies through Advanced Research and Education)



Precaution: Noguchi Memorial Institute for Medical Research (Ghana)

Core base for infectious disease testing, research, and human resource development in Ghana and West Africa region

- Established in honor of Dr. Noguchi, a Japanese medical researcher who passed away in Ghana
- Partnering with JICA for over 40 years since its inception in 1979
- Serves as the most important national and regional laboratory for COVID-19 PCR tests in Ghana and West African region



Treatment: Cairo University Pediatric Hospital (Egypt)

Providing advanced medical care services at affordable cost to Egyptian children from all over the country



- Supporting the construction of Cairo University Pediatric Hospital and its capacity building since 1979.
- Known as the "Japanese Hospital" by Cairo locals.

Production of Medical and Pharmaceutical Products including Vaccine Manufacturing



April 7, 2022

Signing of a loan agreement to support COVID-19 responses in Africa (Private Sector Investment and Finance)

Contributing to strengthening Africa's healthcare sector including support to COVID-19 vaccine manufacturing in the continent

On March 30, the Japan International Cooperation Agency (JICA) signed a loan agreement of up to \$200 million with the African Export-Import Bank (Afrexim) to support COVID-19 responses through Private Sector Investment and Finance. The loan will be co-financed with the Sumitomo Mitsui Banking Corporation (SMBC) and Mitsubishi UFJ Financial Group (MUFG) (*1).

COVID-19 pandemic has significantly affected the entire African continent. Social and economic activities have been hindered due to the pandemic, which in 2020 resulted in its worst historical GDP growth rate, recording negative 1.7% in Sub-Saharan Africa (source: IMF) and negative 1.1% in North Africa (source: African Development Bank). In order to recover smoothly from the pandemic, provision of health and medical services, including COVID-19 vaccination, is essential. Also, COVID-19 revealed that Africa lacks medical and pharmaceutical products as well as infrastructure such as hospitals, and Africa's healthcare system is quite fragile (*2). Thus, strengthening the healthcare system is critical for Africa.



Signing ceremony

Afrexim is a multilateral financial development institution which has 51 member states in Africa. It has been supporting Africa in mitigating the impact of COVID-19 since it broke out, and will deploy the loan to advance the development of local production capacities for vaccines and medical products, with the overarching ambition to promote the self-reliance of African countries in their response to the pandemic and reduce their dependence on non-African products and international supply chains.

JICA's loan will be used to manufacture medical and pharmaceutical products including vaccine manufacturing lines, development of supply bases for those products, and development of medical and health facilities such as hospitals, through Afrexim. It will also mobilize Japanese commercial banks' capital within the continent. This will lead to creation of a stronger healthcare system as well as smoother recovery of social and economic activities from COVID-19. It is also aligned with Sustainable Development Goal 3 (Good health and well-being), Goal 9 (Industry, innovation and infrastructure), and Goal 17 (Partnerships for the goals).

(*1) The SMBC-JICA Sustainable Finance Framework, which was launched on March 30, 2021, will be applied to this loan agreement. SMBC's loan will also be used for social and economic recovery from COVID-19 in Africa.

(*2) Africa heavily relies on imported vaccines, where 99% of vaccine doses (COVID-19 vaccines, flu vaccines, and others) are imported.

Home-Grown Solutions Accelerator Program

Expanding home-grown solutions for pandemic resilience by creating a platform and providing business consultation



- Initiated by AUDA-NEPAD in 2020 at the onset of the pandemic
- Supported five selected companies from the East Africa Community (EAC) as a pilot, and expanding to the continent level to partner with 10-15 companies
- REVITAL, a Kenyan manufacturer of essential medical supplies and consumables, succeeded in receiving \$7 million in investment

Enhancing food security and nutrition

Prevention: IFNA (Initiative for Food and Nutrition Security in Africa)

A framework for collaboration to accelerate the implementation of food and nutrition security policies in all African countries



- Launched at TICAD6 (2016), expanding through TICAD7 (2019) and Tokyo Nutrition for Growth (N4G) Summit (2021)
- Co-chaired with AUDA-NEPAD
- Partners: WHO, UNICEF, World Bank, JIRAS, FAO, IFAD, AfDB, WFP₂₁

CARD (Coalition for Africa's Rice Development)

Doubling rice production in sub-Saharan Africa using a climate resilience-focused approach

- Launched at TICAD4 (2008)
- Succeeded in doubling rice production in Sub-Saharan Africa over 2008-2018 to 28 million metric tons
 - 48 projects in 17 countries (a total value of JPY56 billion)
 - Trained 1400+ African experts
- Renewed at TICAD7 (2019)
 - New target: doubling rice production in sub-Saharan Africa over 2019-2030 to 56 million tons
 - “RICE” (Resilience, Industrialization, Competitiveness, Empowerment) approach
 - 32 CARD member countries could potentially be self-sufficient rice producers.



Helping Africa mitigate and adapt to climate change

Cross-cutting: Fight against climate change

[Background]

- Climate change, biodiversity loss, environmental degradation, disaster risks, ocean and related maritime challenges : major challenges affecting Africa's sustainable development
- African countries are to implement Nationally Determined Contributions (NDCs) in collaboration with various partners.
- COP27 to be held in Egypt in 2022



[JICA's cooperation]

1. Promoting the implementation of the Paris Agreement
2. Co-benefit climate change measures

Economy: Energy transition for the green economy

Renewable Energy projects

Leveraging Japan's experience and technologies



Geothermal in Kenya (Photo: Toyota Tsusho)



Wind power in Egypt (Photo: JICA)



Geothermal in Ethiopia (Photo: KARIBE Taro)



Off-grid solar electrification in Tanzania

Building long-term economic resilience and stability

African Business Education (ABE) Initiative for Youth

A scholarship program to provide opportunities to study at Japanese universities and to partner with Japanese companies

- Launched at TICAD5 (2013)
- Targeting all African countries
- 1,500 participants since 2014
- 400 Japanese companies accepting African youth as interns



Economy: Regional economic integration & cooperation

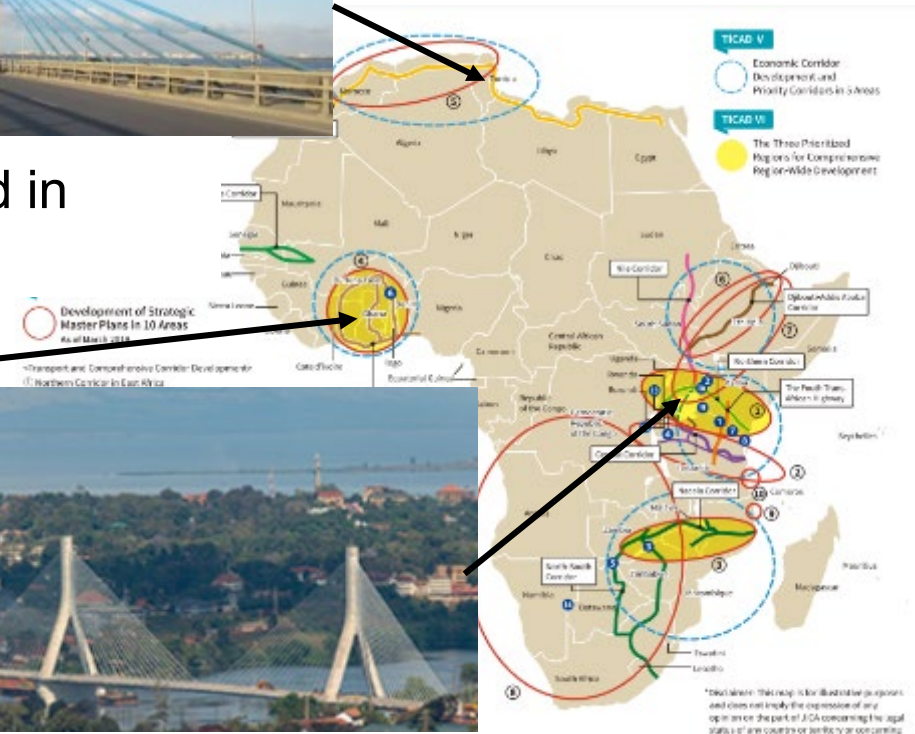
Corridor Development Initiative

Promoting economic growth more effectively through infrastructure development and regional integration

- Incepted at TICAD5 (2013)
- Three priority corridors
- Integrated Corridor Approach: adopted in PIDA-PAP 2 (2021-2030)



Rades-La Goulette Bridge
(Tunisie)



The Tema Motorway Interchange
(Ghana)



“Source of the Nile Bridge”
(Uganda)

Project NINJA (Next Innovation with Japan)

Creating ecosystems to foster African entrepreneurs who can resolve social issues



- Launched in January 2020
- Business plan competition held in response to COVID-19 in February 2021 successfully connected African start-ups and Japanese private sector

Cross-cutting: Digital transformation

[Background]

- Internet economy in Africa could expand to \$180 billion by 2025, up from \$115 billion in 2020, on the back of improved connectivity, a growing talent pool, rapidly growing urban population and economic integration (source: IFC).
- African startups are pushing innovation in fintech, healthtech, media and entertainment, e-commerce, e-mobility, and e-logistics
- Due to COVID-19, digitization of economic society is drastically progressing internationally including Africa

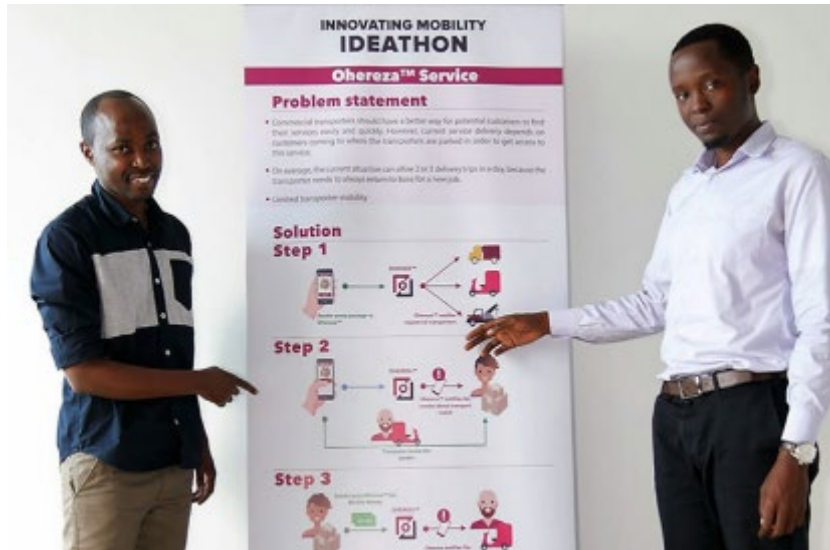


[JICA's cooperation]

1. **Mainstreaming of digital transformation**
2. **Data-driven development in Africa**

”ICT Innovation Ecosystem” in Rwanda

Support for the expansion of digitalization in Africa to enable business growth



- Project builds capacity of young Rwandan entrepreneurs who need learning, information, financing, etc., in order to launch their start-ups and businesses.
- The goal is to establish an “ICT Innovation Ecosystem” that connects entrepreneurs, partners, mentors, and investors to accelerate innovation.

Conclusion

- Africa has been severely affected by the crises of the COVID-19 pandemic and the Ukraine-Russia war.
- It is time to reinforce the support to protect African people's life, freedom and dignity and to help them recover from the crises.
- TICAD8 will be an important occasion to highlight the concept of Human Security and Quality Growth as well as to foster international solidarity towards global peace.
- JICA, one of the world's largest bilateral development institutions, has been working with African people for more than 60 years, and will accelerate cooperation to support Africa "build forward better" towards a resilient, inclusive and prosperous continent, in collaboration with trusted partners especially Japanese private sector.