

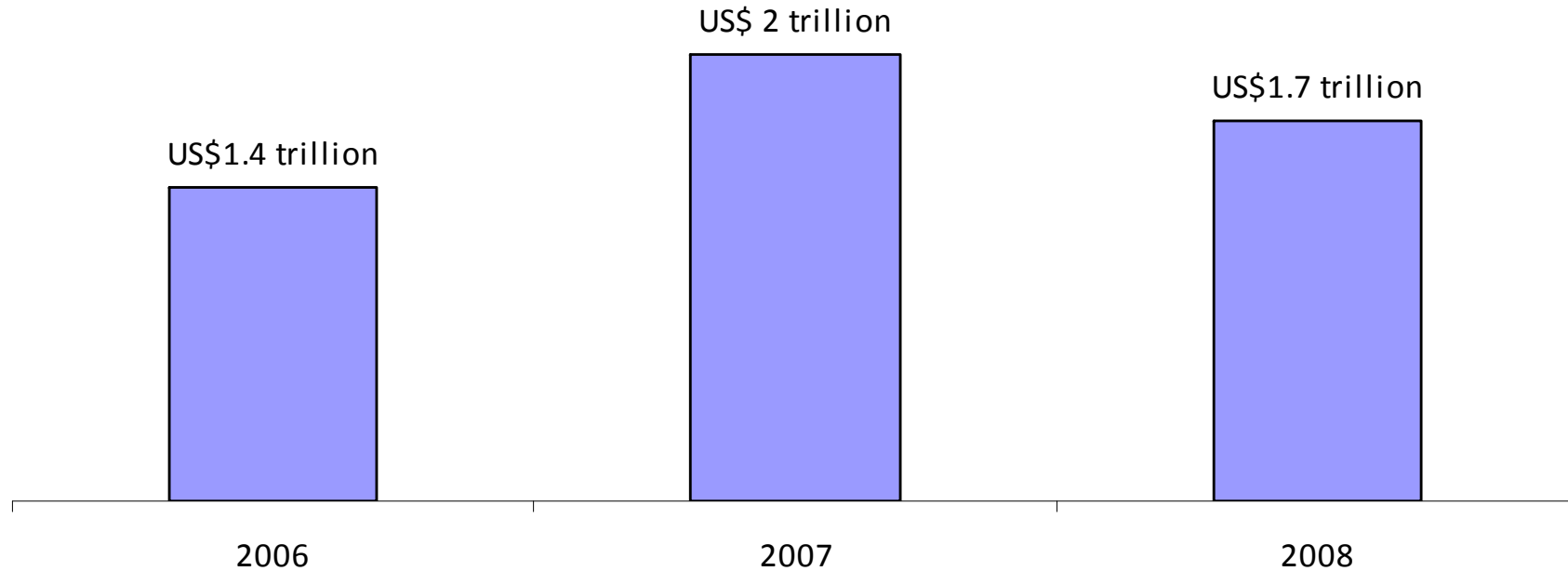
AfriCapital



“Foreign Direct Investment: The Investor Experience”

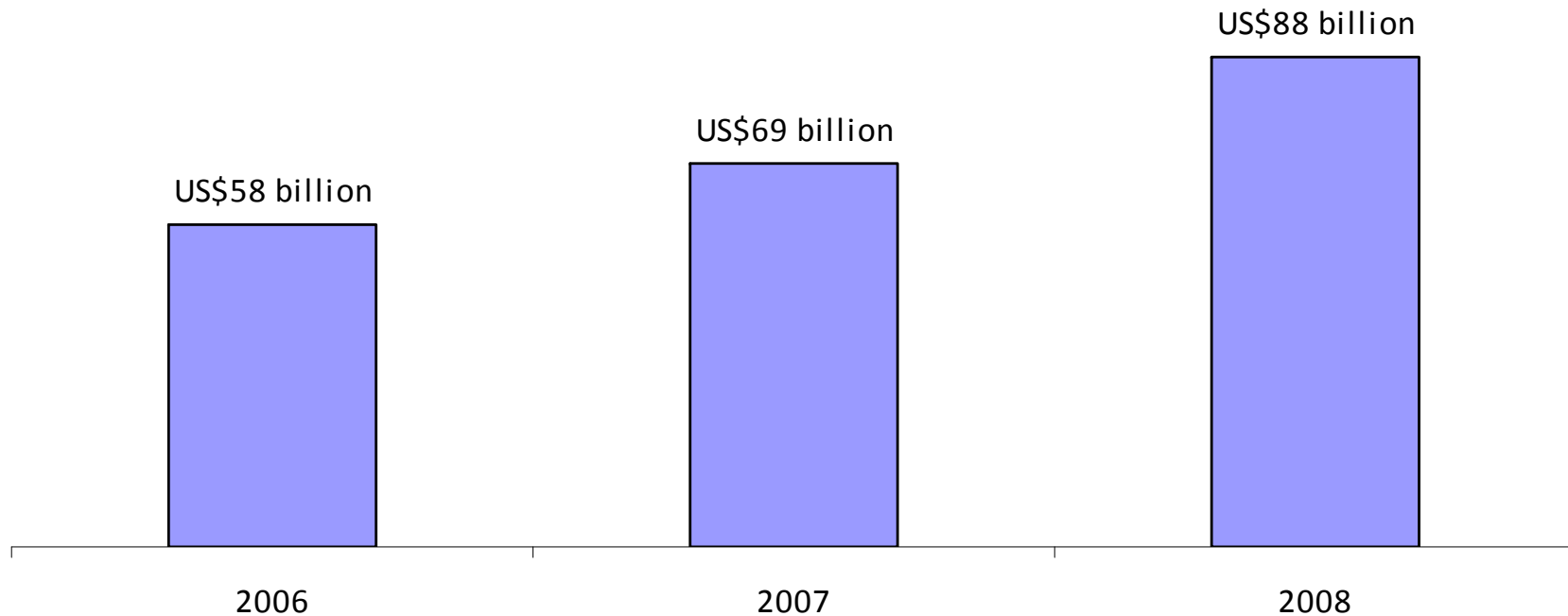
Euromoney Conference

Lagos 29-30 September 2009



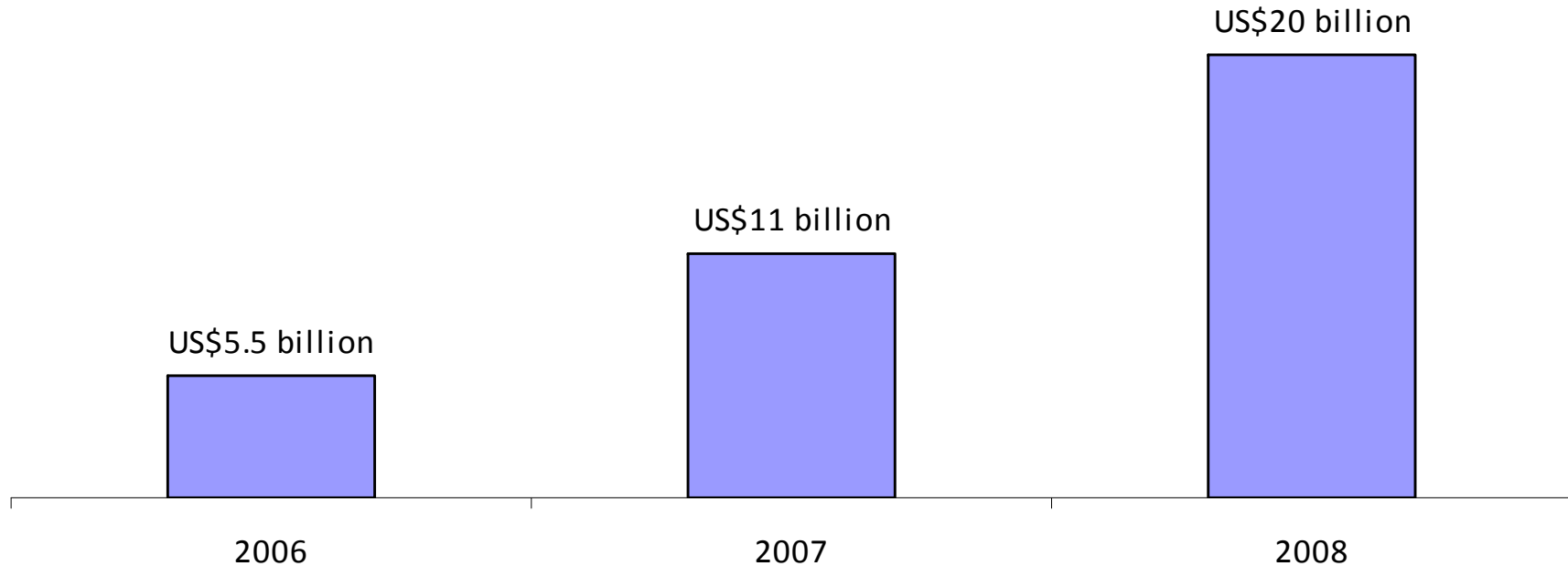
Source: AfriCapital Analysis, UNCTAD World Investment Report

- The global financial crisis has brought an end to the 4-year FDI boom
- Global FDI declined by 15% from US\$2 trillion in 2007 to US\$1.7 trillion in 2008.
- The value of global cross-border M&As declined by 35% in 2008 to US\$673 billion and has plummeted further by 76% in first half of 2009.



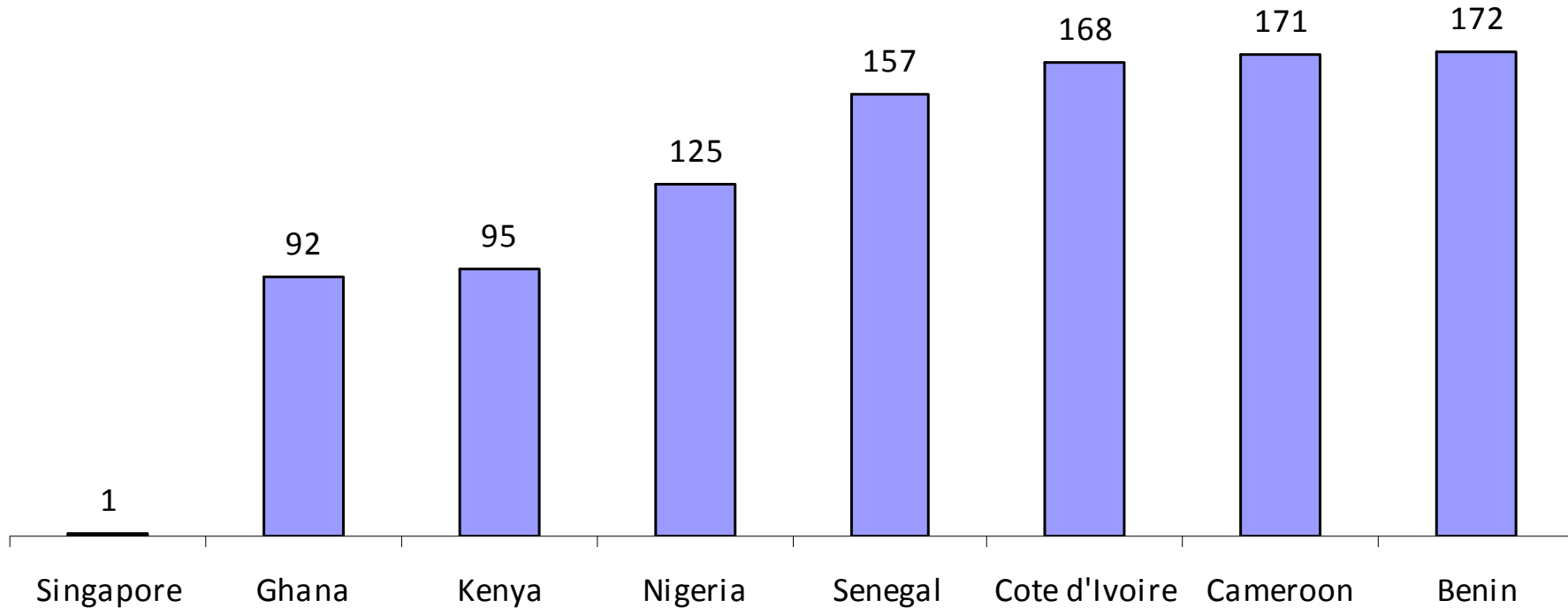
Source: AfriCapital Analysis, UNCTAD World Investment Report 2008

- FDI flows to all developing regions reached a new record level in 2008; Africa had the highest increase of 27%
- The FDI landscape has clearly shifted in favour of developing economies – half of the top 20 recipients of FDI inflows in 2008 were emerging economies.



Source: AfriCapital Analysis, UNCTAD World Investment Report 2008, NIPC

- Nigeria ranks 19th (ahead of Turkey but behind Mexico) in the scale of top 20 FDI recipients for 2008
- The challenge is that about 90% of FDI has traditionally been in oil & gas sector neglecting other productive sectors of the economy



Source: IFC Doing Business 2010 Nigeria

- Nigeria ranks behind Ghana and Kenya in ease of doing business.