

# AfDB BUSINESS OPPORTUNITIES SEMINAR



## HUMAN CAPITAL, YOUTH AND SKILLS DEVELOPMENT DEPARTMENT

**June 20 - 21, 2017**

**African Development Bank**  
**Headquarters' Building Auditorium**  
**Abidjan, Côte d'Ivoire**



**AfDB BOS**



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# Human Capital, Youth and Skills Development Department

AHHD leads the Bank's efforts to enhance human capital for Africa's economic transformation. It aims at:

- Developing and promoting the adoption of relevant **policies and strategies**;
- Providing multi-sector **expertise** to the regional hubs and African countries;
- Developing **new financing instruments**; and,
- Fostering **strategic partnerships** to leverage resources.

Under discussion:

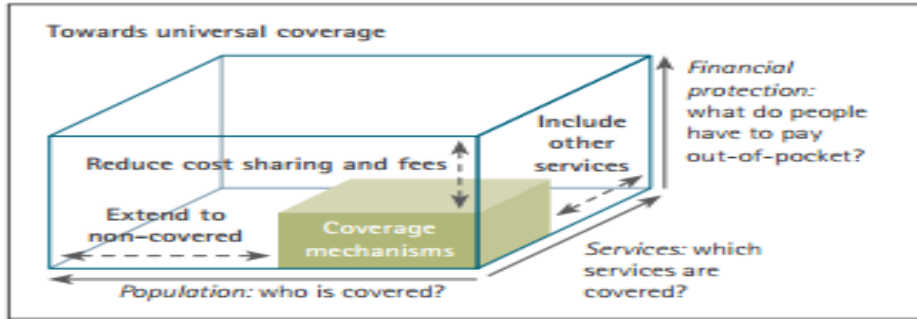
- Develop and implement a pipeline of new **Non-Sovereign Operations** (NSO); and
- Handle complex, **multi-regional operations** i.e. operations that cut across several RECs.

# AHHD assignments/Presentation Outline

- Health and Nutrition
- Education
- Jobs for Youth in Africa (JfYA) Strategy

# Activities in health and Nutrition

## Universal Health Coverage



## Pharma Industry

- ☐ **Strengthening** the regulatory framework and enabling the environment
- ☐ **Promoting** African production of essential drugs; and
- ☐ **Supporting** Public Private Partnerships in RMCs

**+ Facilitating Promoting broader collaboration between public and private health sectors**

## Value for Money

(Norad & GAVI)

- ☐ **Design** of VfM training curricula
- ☐ **Training** of:
  - Senior officials (finance, health, education)
  - CSOs of EAC and ASDC
  - Parliamentarians: ECOWAS and SADC
- ☐ **Scale up** the VfM programme, partnering with African and global academia to make VfM capacity building widespread and sustained in Africa.

## African Centre for Disease Control

- ☐ Strengthening **surveillance systems** (ongoing in Guinea, Sierra Leone and Guinea)
- ☐ Reviewing **systems strengthening plans in 10 countries** of West Africa (Japanese technical assistance funds): The Gambia, Cabo Verde, Guinea, Liberia, Sierra Leone, Togo, Benin, Burkina Faso, Mali, Niger
- ☐ Prepare regional project for the West African Centre fore Disease Control under the coordination of West African Health Organization

## Nutrition

Increase the production and consumption of safe and nutritious food



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# Africa's potential for private sector

Limited Bank portfolio to date, mostly in equity funds where tickets are larger.  
Huge potential.



- **4-7 million health jobs** missing in Africa
- Over the next decade, **US\$ 30-50 billion in new investments** will be needed in healthcare assets to meet the growing demand
- Africa healthcare markets are estimated to reach **US\$ 200 billion** (including South Africa and North African countries) by 2020.
- **Pharmaceuticals** sales (USD25bn out of global 960 bn), expected to grow steadily in Africa (demographic trends; rising medical needs).
- Private sector currently delivers **50% of health services** and absorbs 60% of Total Health Expenditure in Africa.

# The Bank's work in health PPPs

With Health Systems Research Institute India (HSRI) + University of the Witwatersrand (Wits)

Work in Malawi, Zimbabwe and Burkina Faso.



- **Burkina Faso-Biomedical Waste Management:** Common private partner that will provide the BW management to both public and private facilities in Ouagadougou and Bobo Dioulasso. In total, it is envisaged that 997 facilities will be serviced, with 287 in the public and 711 in the private sector.
- **Malawi-Cancer:** Commissioning an experienced private partner who will: recruit, manage and train health personnel; maintain the equipment; ensure the steady supply of drugs; and offer treatment to patients. The private partner will also be required to operate the centre on an autonomous basis to ensure efficiencies.
- **Zimbabwe-Nephrology Services:** Focus will be on introducing a low, fixed tariff for the government patients, i.e. the poor and underprivileged, while charging a higher/variable tariff for private patients.

# Key Initiatives in Nutrition

## Banking on Nutrition (With Dangote Foundation & Big Win Philanthropy)

- Mainstreaming nutrition as a cross cutting issue across the Bank's portfolio
- Capacity strengthening of the Bank's Staff
- M&E Framework

## African Leader for Nutrition Initiative-ALN (Bill & Melinda Gates Foundation)

- ALN, African led forum of current and former African leaders
- Catalyze and sustain high level political will and leadership on nutrition in Africa
- Secretariat to be hosted by the Bank

## Capacity Strengthening in the ECOWAS Region

- Korea Trust Fund: institutional, organizational & human capacity gaps for nutrition in the West African Region

# Business Opportunities and Pipeline in Health & Nutrition

- **Modernising health services** delivery (ICT, integration)
- **Pharmaceutical industry:** scale up production in Africa
- **Production and marketing of nutritious foods** in Africa (fortified complementary foods, fortified staple foods, bio-fortified foods)
- Increase access to **nutrition information and services** (e.g. mobile technology providers, media)
- Develop the **agribusiness** sector for nutritious foods (horticulture, livestock and fishery)
- **Research on technologies** adding value to nutrition
- Contribution to the forthcoming **Nutrition Trust Fund**

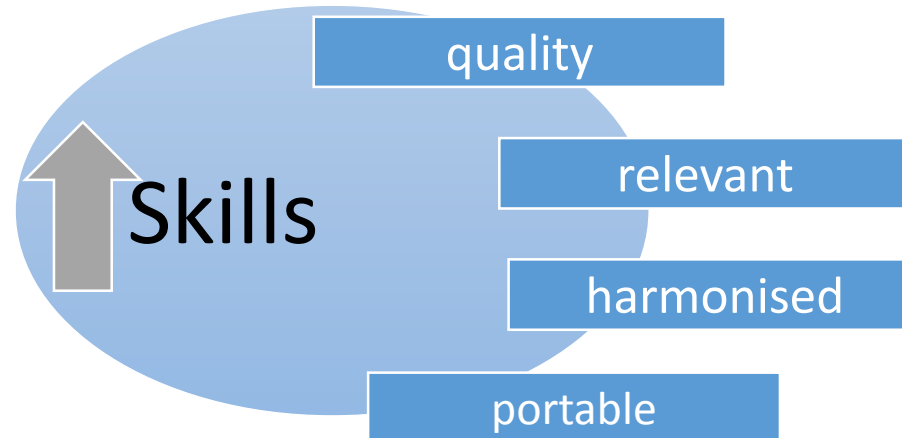
**Projects under preparation in Sudan, Madagascar and regional ACDC project and ongoing discussions regarding 6 NSOs.**



# Activities in the Education Sector:

## Flagship 1: *ELAT* Education and Learning for Africa's Transformation

Build world class education and training systems in Africa to prepare youth for 21<sup>st</sup> century labor markets



## Flagship 2: *STI*

### Science, Technology and Innovation

Support African countries' efforts to develop national STI policies, increase Science Technology Engineering and Mathematics programs to create a critical mass of scientists and researchers, in order to find solutions to national and regional development challenges.

FOCUS

Agriculture / Nutrition

Energy / Infrastructure

ICT

Pharmaceuticals

Green economy

# Business opportunities in Education

- **Private sector expertise in new technologies:** ICT revolution through the ELAT programme
- **Create Corporate Social Responsibilities programs** for education, Science and Research + Contribution to the upcoming African Education Fund
- **Engagement in Non Sovereign Operations:** Education infrastructure in the context of demographic boom and limited public resources: the demand for higher education in Africa is doubling every 12 years, compared to 17 years globally. The Bank will develop a roadmap for private sector financing in Education .
- Engage with the Bank in **Policy dialogue for Smart investments in STI in Africa.** Fourth Africa STI Forum on STI (Egypt, November 2017). Need to improve research relevance to catalyze innovations.

**29 operations contemplated for the period 2018-2020**



# JfYA Strategic Pillars

- The Jobs for Youth in Africa strategy aims to create 25 million jobs and positively impact 50 million youths by 2025.
- In order to achieve these ambitious goals workable, solutions and flagship models have been designed using 3 strategic pillars namely : integration, innovation and Investment



# Integration – Business Opportunities and Pipeline

## Description of flagship areas:

### Agriculture

**Rural Microenterprise:** provide youth with capital, skills training and mentorship to launch agriculture-based micro enterprises

**ENABLE Youth:** Program designed to help young Africans to incubate and secure finance to grow larger scale agri-businesses

**Agro-Industrialization Pipeline:** Developing a pipeline of skilled agro-industrial companies.

### Industrialization

**Skills Enhancement Zone:** develop a skilled workforce aligned to employer needs by creating demand-led training and job placement within industrial clusters.

### ICT

**Computational Thinking:** introduce digital literacy, logical thinking, and complex problem-solving curricula in secondary schools

**Coding for Employment:** develop premier academies to train graduates a suites of IT skills to position youth competitively in the labor markets as potential workforce and entrepreneurs.



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## Ongoing implementations, and countries in pipeline :

### RURAL MICRO ENTERPRISE

TOTAL INVESTMENT: ~(USD) 54 MILLION

CURRENTLY IMPLEMENTED IN (2016):  
MALAWI, NIGERIA

COUNTRIES IN PIPELINE (2017): BURKINA FASO

### ENABLE YOUTH FLAGSHIP

TOTAL INVESTMENT: ~(USD) 764 MILLION

CURRENTLY IMPLEMENTED IN (2016): DRC,  
CAMEROON, GABON, MALAWI, NIGERIA,  
SUDAN, ZAMBIA

COUNTRIES IN PIPELINE (2017): BENIN,  
BURKINA FASO, CENTRAL AFRICAN REPUBLIC,  
COTE D'IVOIRE, GUINEA BISSAU, LIBERIA,  
MADAGASCAR, MALI, MAURITANIA,  
MOZAMBIQUE, SENEGAL, SIERRA LEONE,  
ZAMBIA

### ICT FLAGSHIP

TOTAL INVESTMENT: ~(USD) 206 MILLION

CURRENTLY IMPLEMENTED IN (2016): CARPE  
VERDE, ETHIOPIA, SENEGAL

COUNTRIES IN PIPELINE (2017): COTE D'IVOIRE,  
KENYA, NIGERIA, RWANDA

# Innovation and Investment – Business Opportunities and Pipeline



## Enabling Youth Employment INDEX

- **The Africa-wide Enabling Youth Employment Index** is an index that has been developed to measure youth employment outcomes and enabling policies at country levels.
- Official launching launch of the first index is stipulated for 3<sup>rd</sup> quarter in 2017.

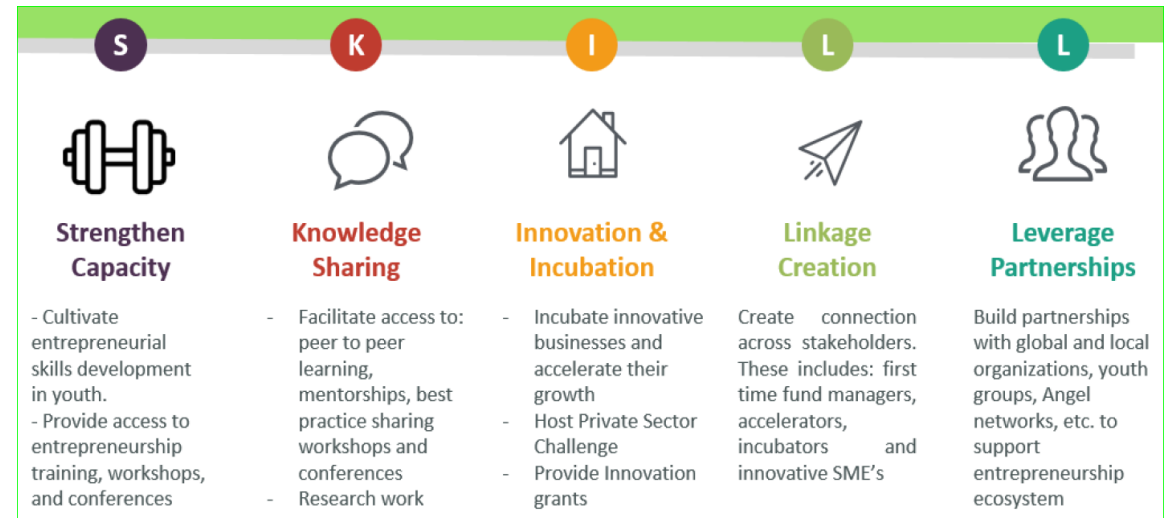
## Innovation Lab

- The aim of the lab is to strengthen entrepreneurship ecosystem in Africa, by incubating promising and innovative businesses enterprises and providing them the necessary support to scale.
- The JfYA Innovation Lab will be launched in the 3<sup>rd</sup> quarter of 2017.
- Focus on migration hotspots



## Youth Entrepreneurship and innovation trust fund

- **The bank has put in place the YEI multi-donor trust fund as a** financial and operational instrument to enable successful reach to youth businesses
- The trust fund will serve as a channel for mobilizing resources and promoting investments, which will catalyze the creation of a sustainable ecosystem for youth entrepreneurs.





## Areas of Partnerships

### Implementation partners

Programmatic Design and Implementation with Governments: Partners can support implementation of programs in various countries and help refine design of future programs

### Knowledge partners

Knowledge Generation and Dissemination: The Innovation and Information Lab will work with partners to collect, analyze, and disseminate data – building a strong evidence base on best practices to address youth unemployment

### Co-funders

Financing: The Bank will pool resources with other public, private, and philanthropic institutions to support projects that drive youth employment and information collection and dissemination

***THANK YOU***



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