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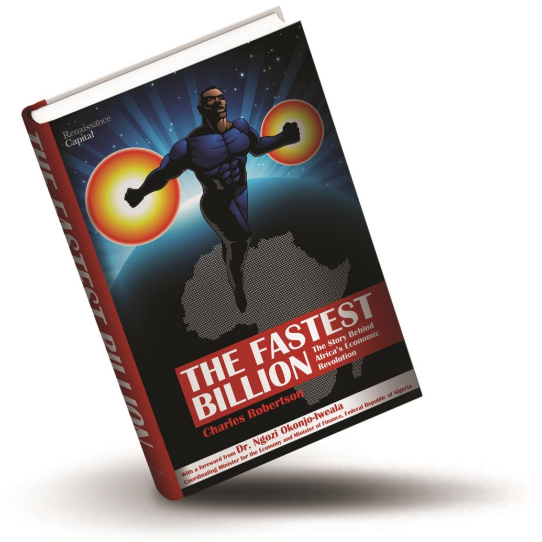

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WHY NOW ?

BETTER GOVERNMENT FINANCES?

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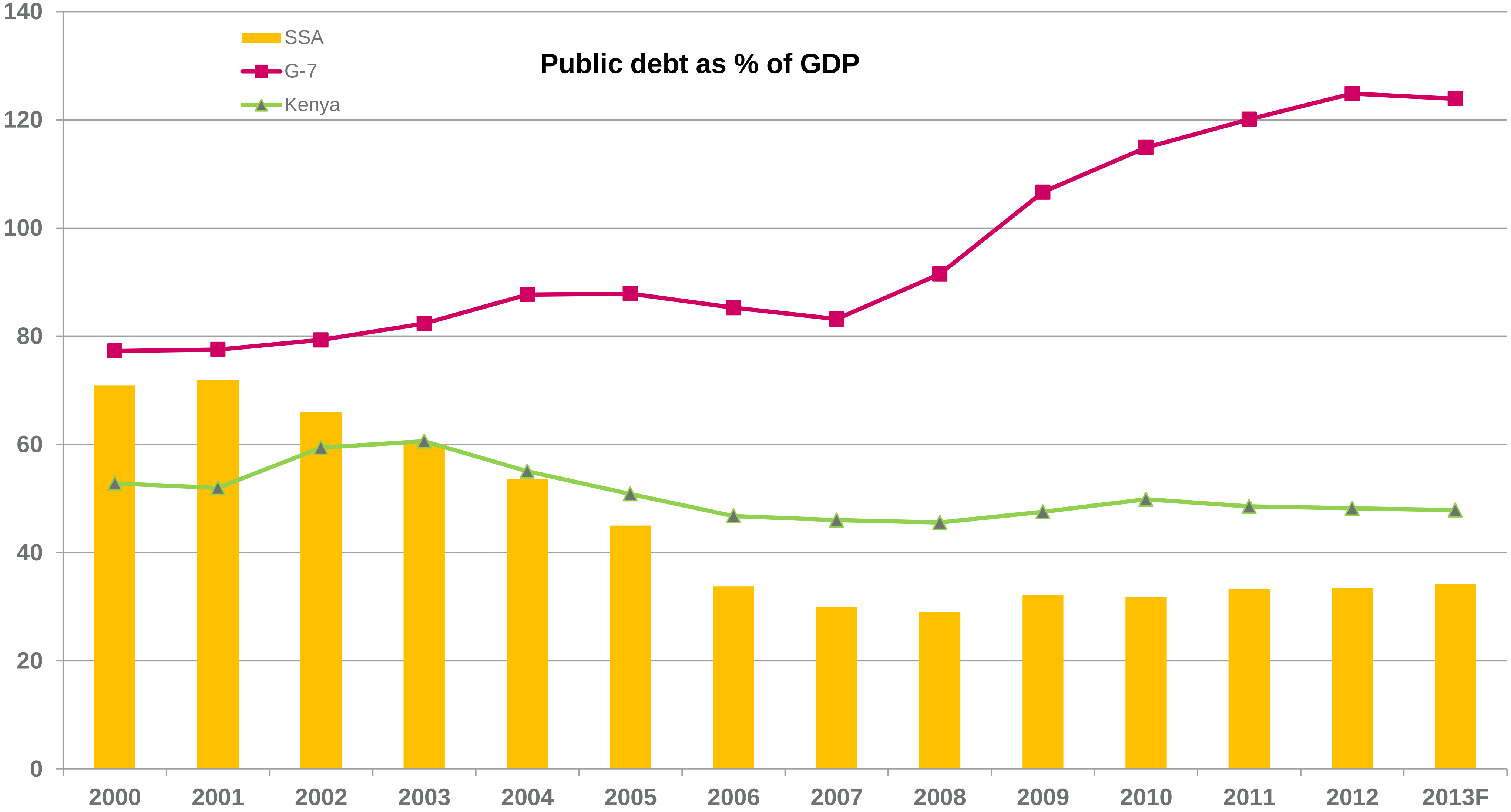
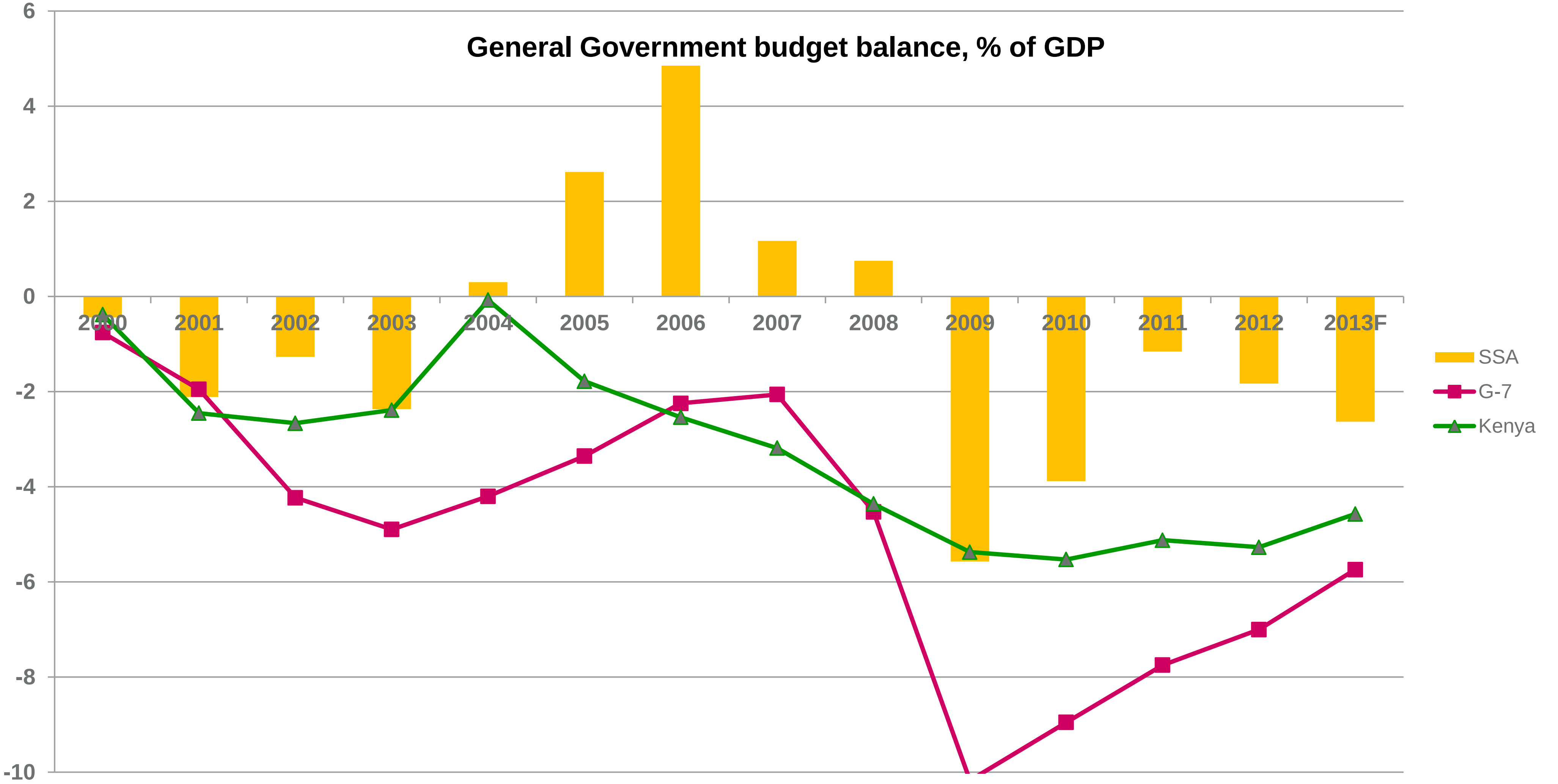


BETTER FISCAL POLICIES?



BANKING STILL HAS ROOM TO BOOM

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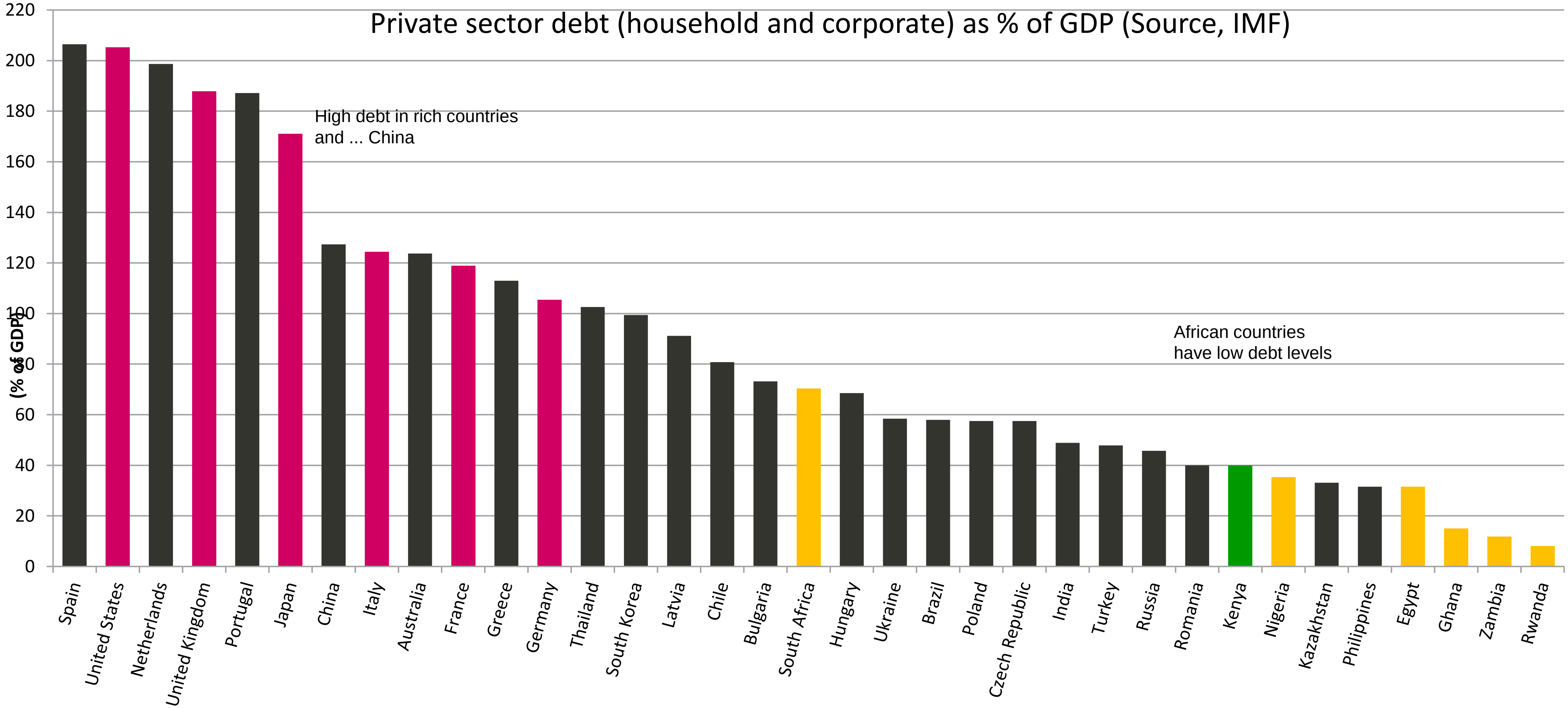
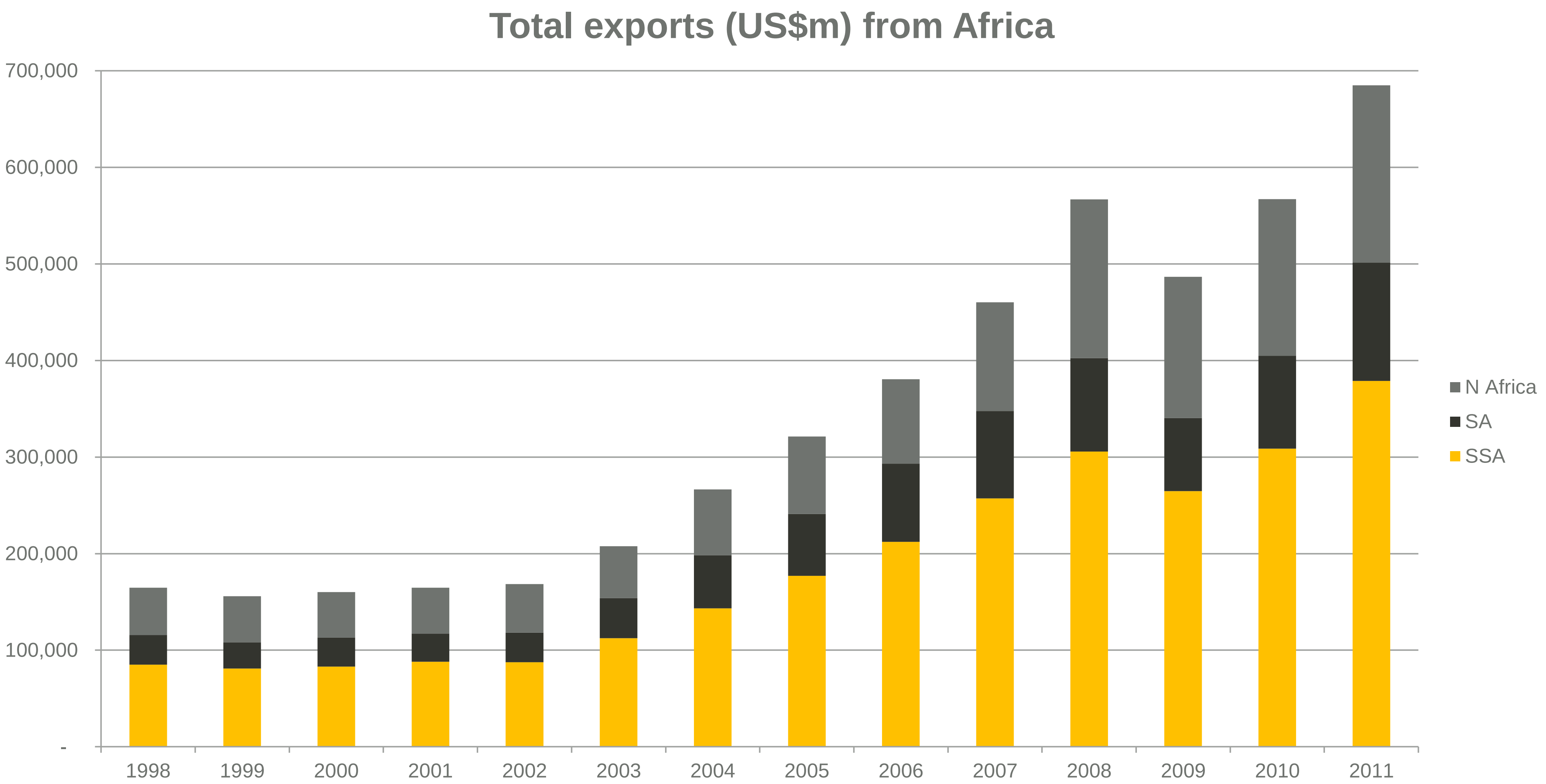


EXPORTS HAVE BOOMED



CHINA RUNS A DEFICIT WITH AFRICA

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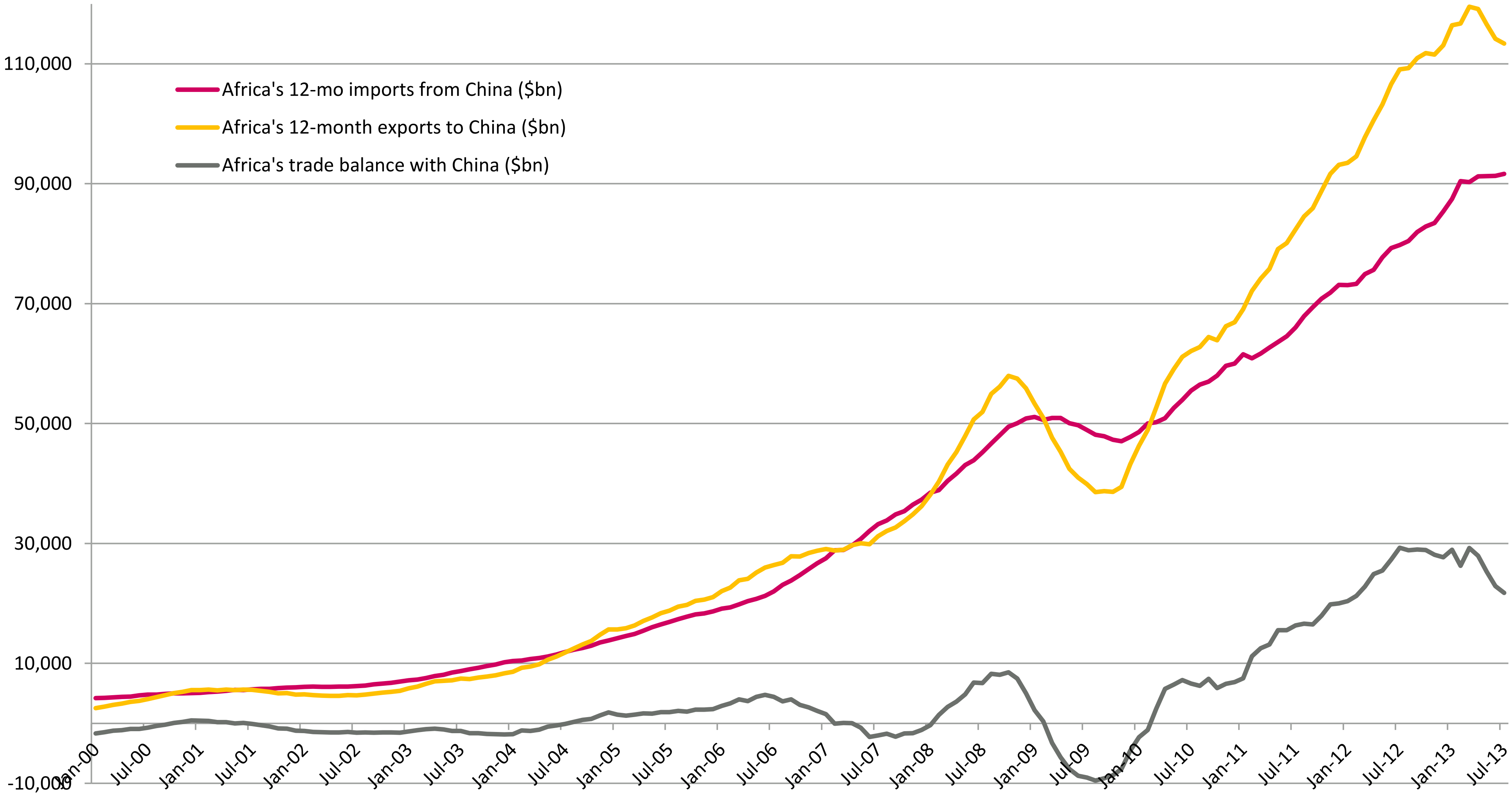

THE RISE OF FOREIGN DIRECT INVESTMENT BEGAN BEFORE CHINA

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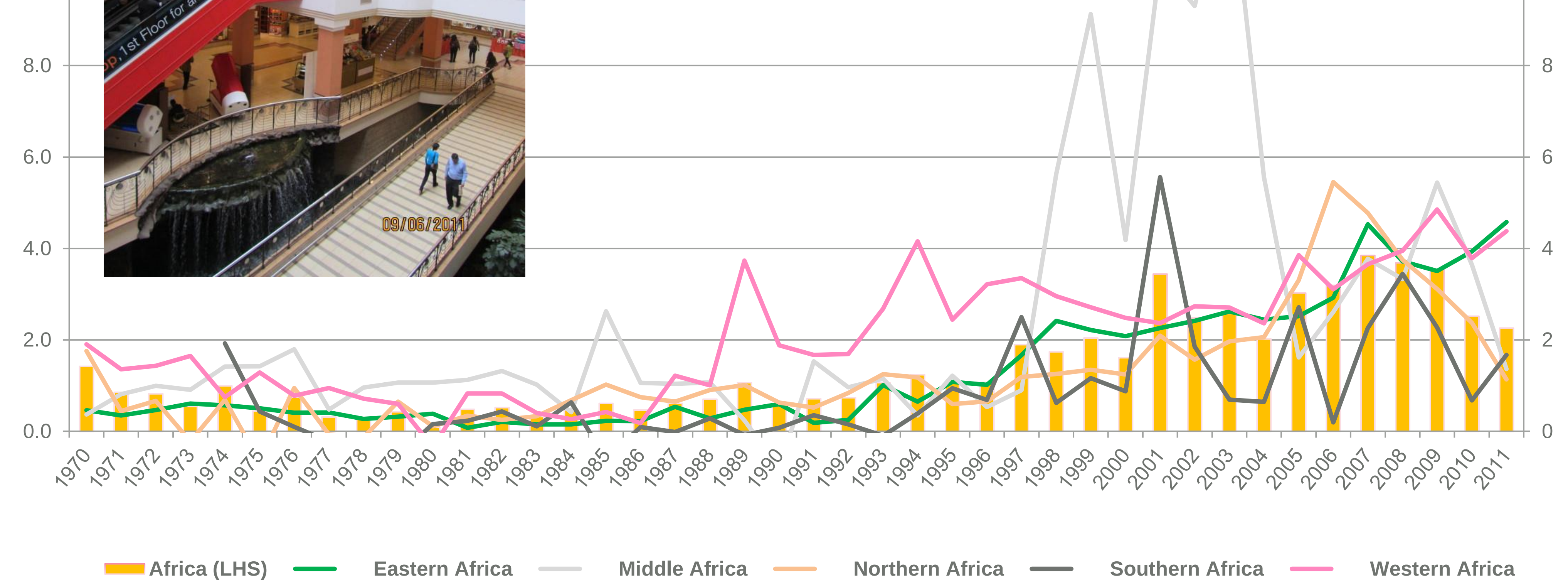

WAS IT NEW OIL DISCOVERIES?

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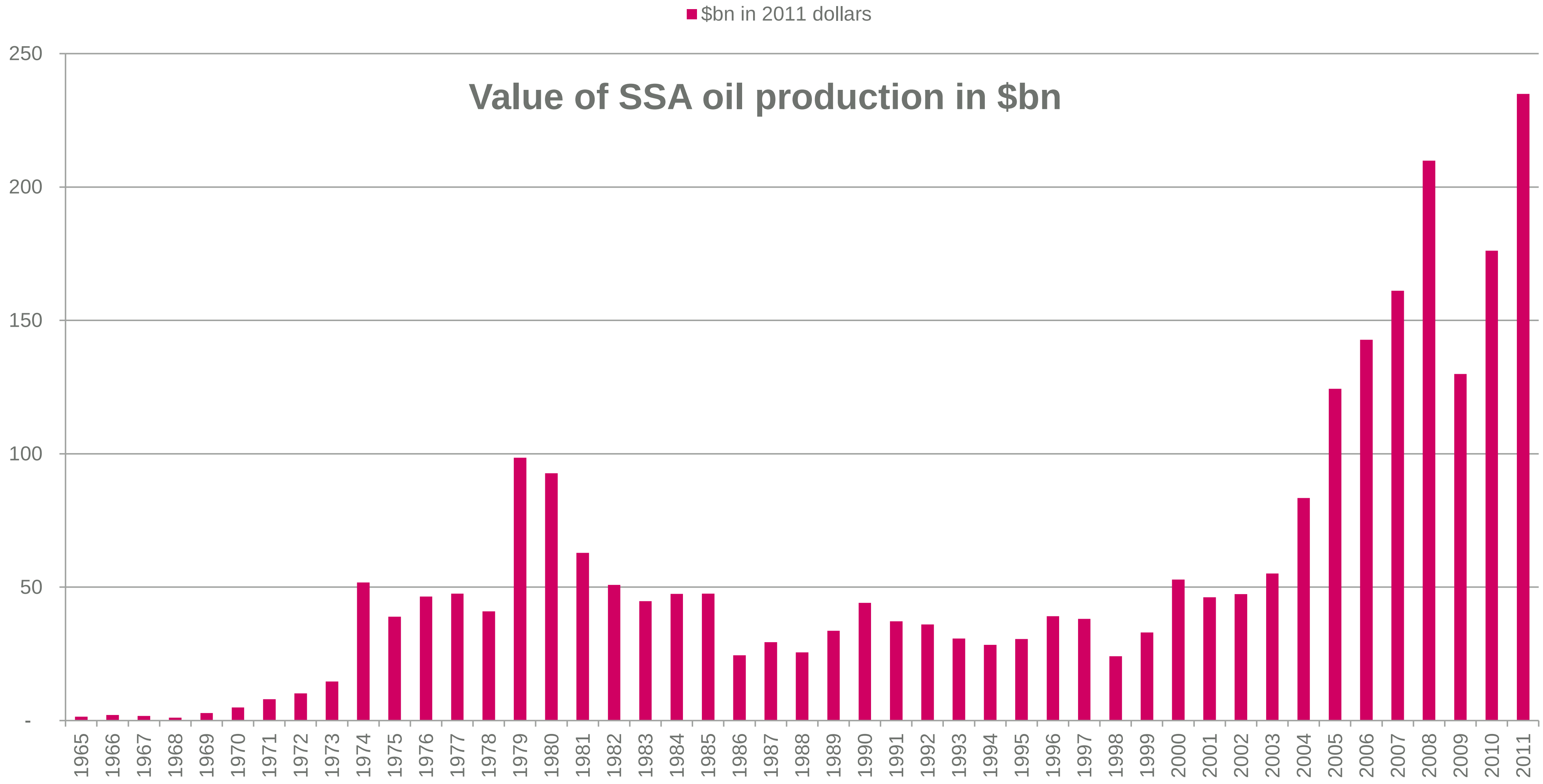
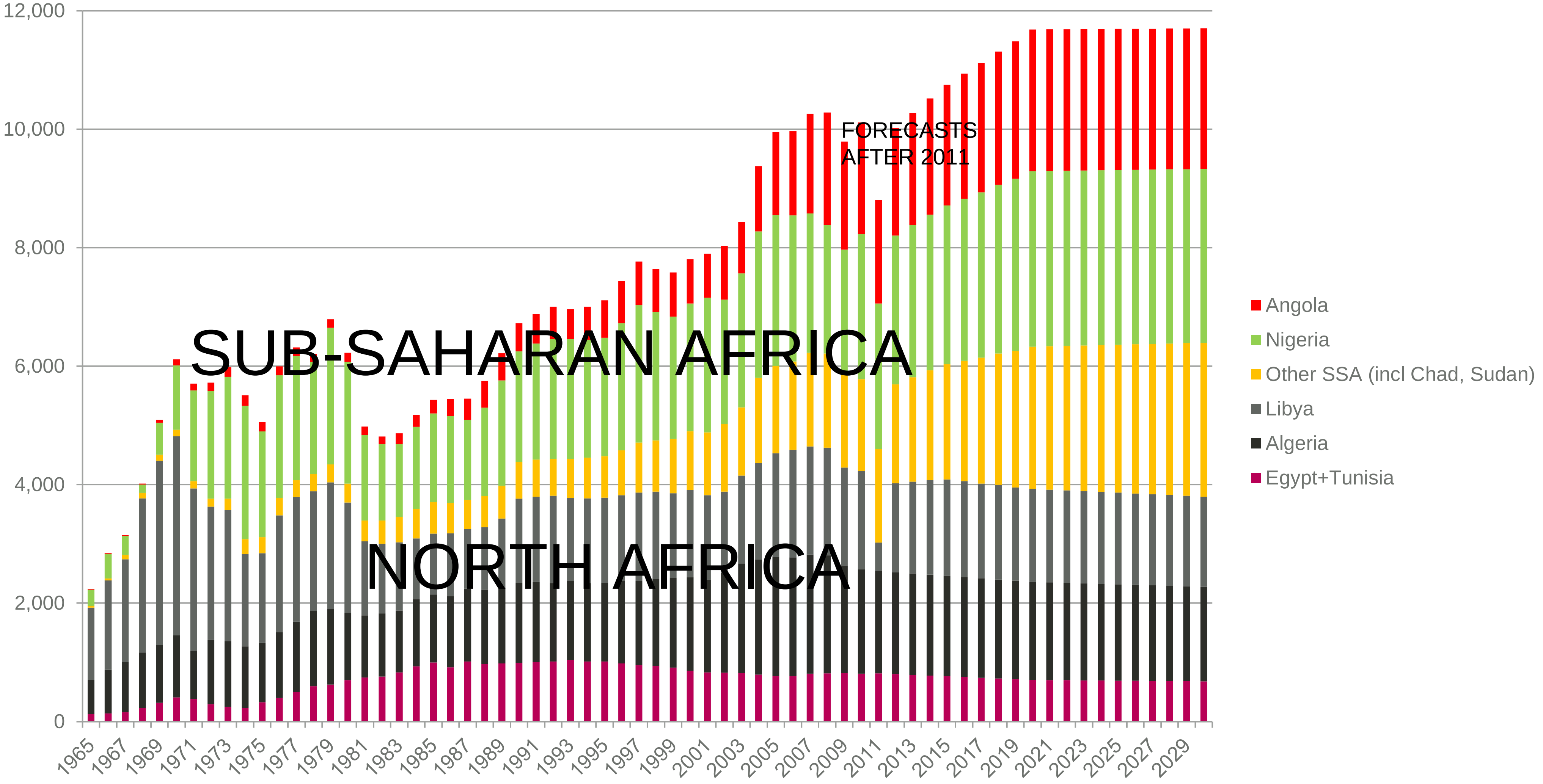


MORE OIL PRODUCTION IS ON THE WAY



IS IT NEW MINING PROJECTS?

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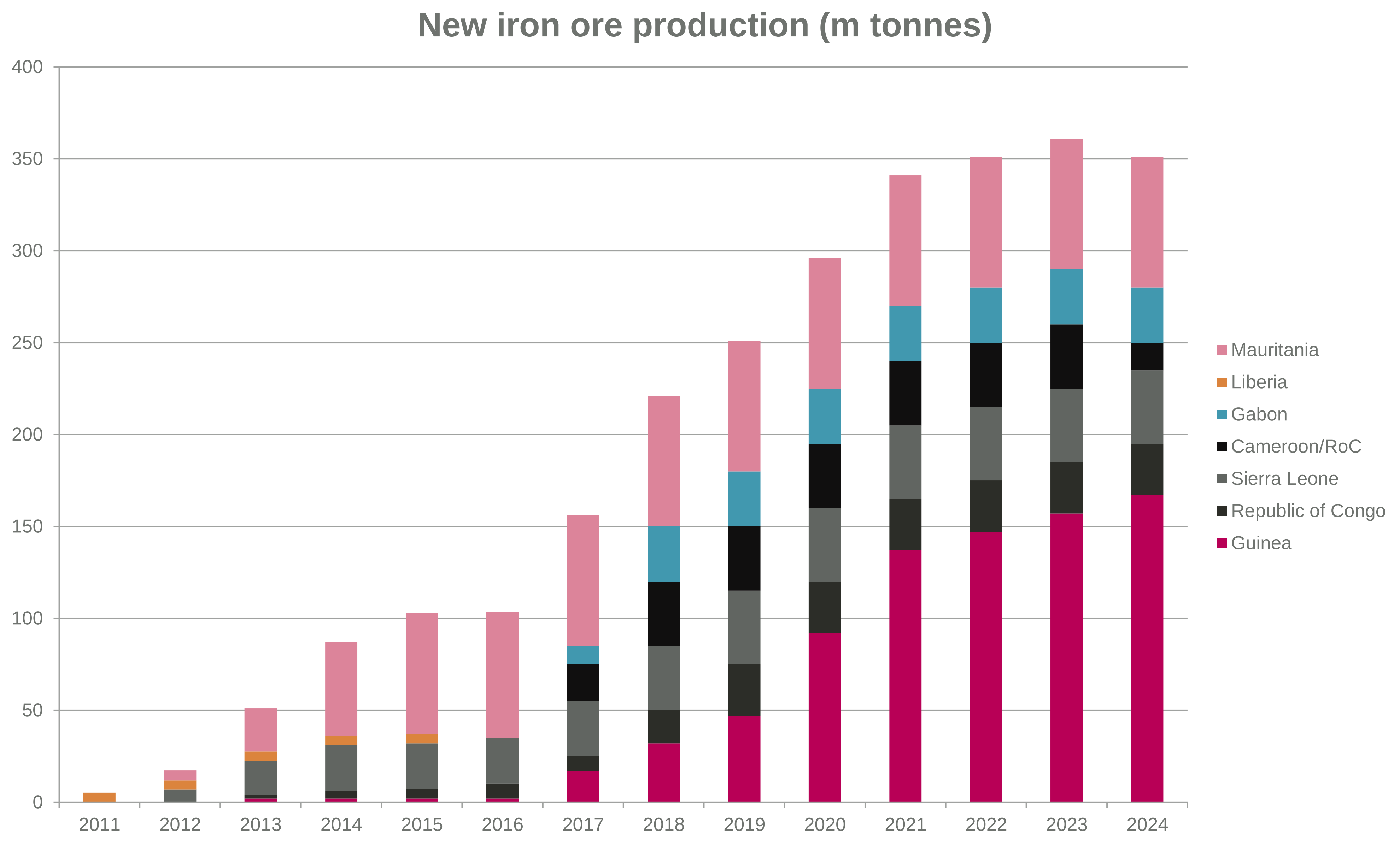

ACTUALLY MOST GROWTH HAS COME FROM SERVICES

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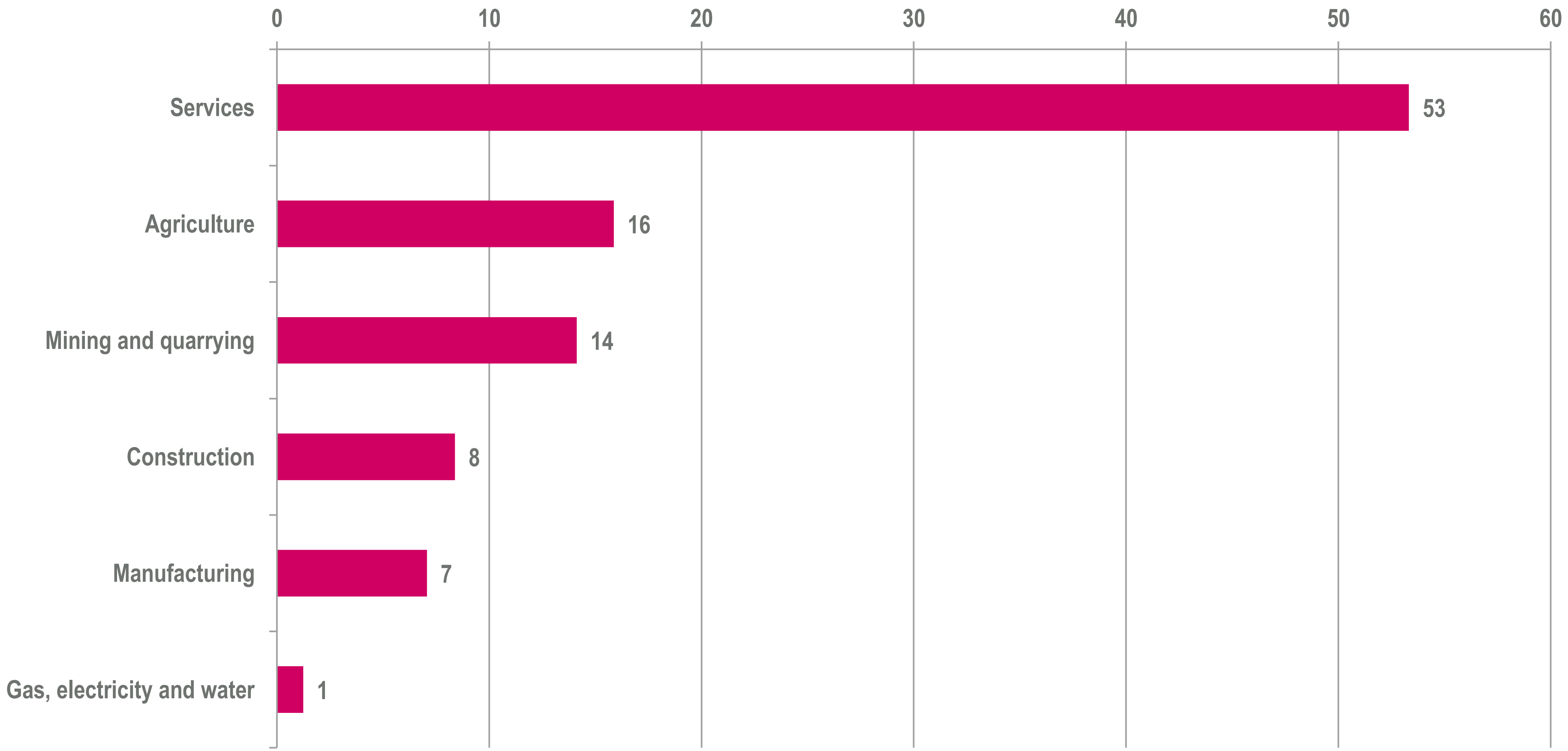
Sector share of change in real GDP, 2002-2009



SO IT WAS TELECOMS ?

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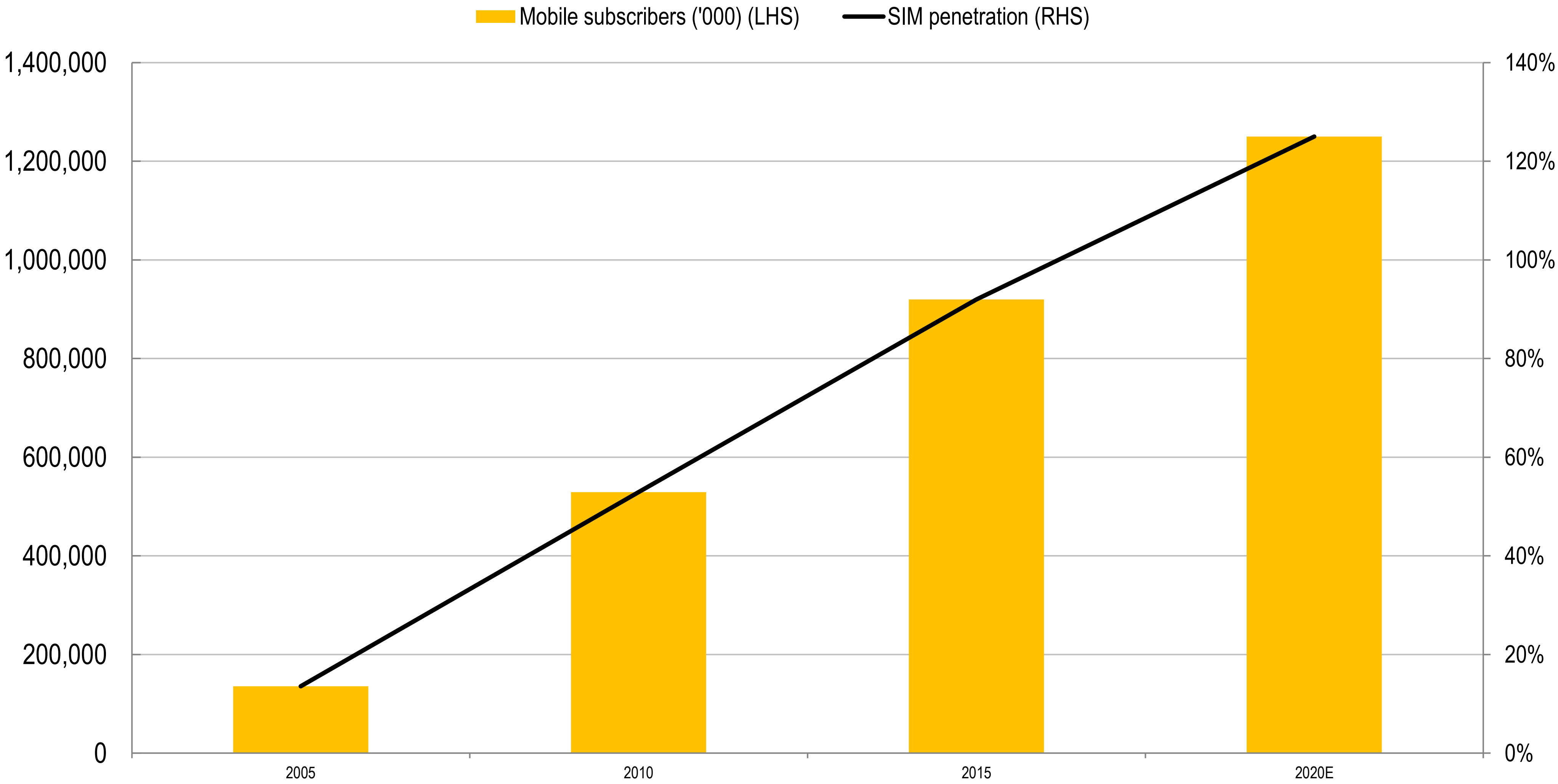

EASE OF DOING BUSINESS REFORMS – DAYS TO START A BUSINESS (WB, 2012)

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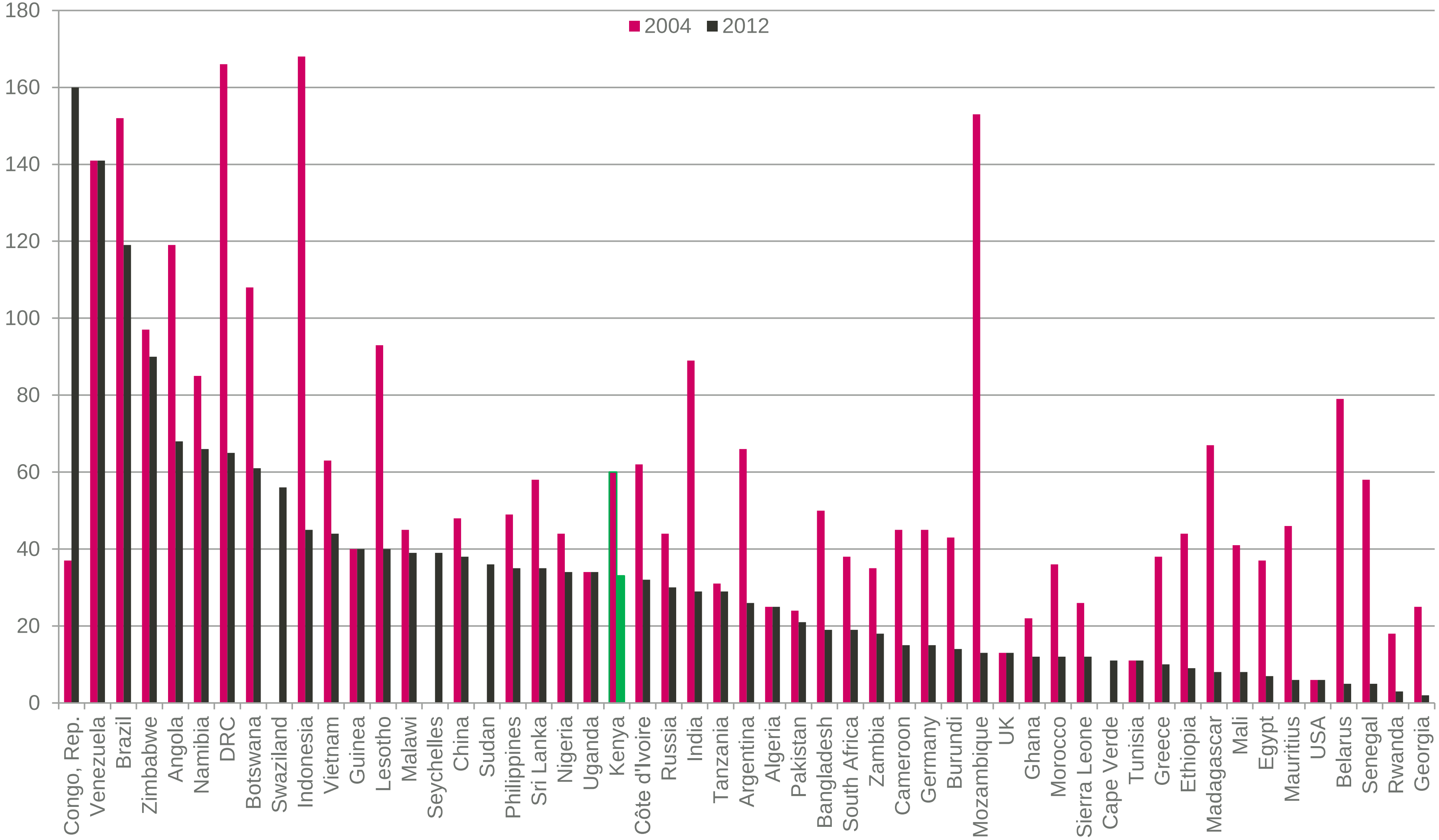
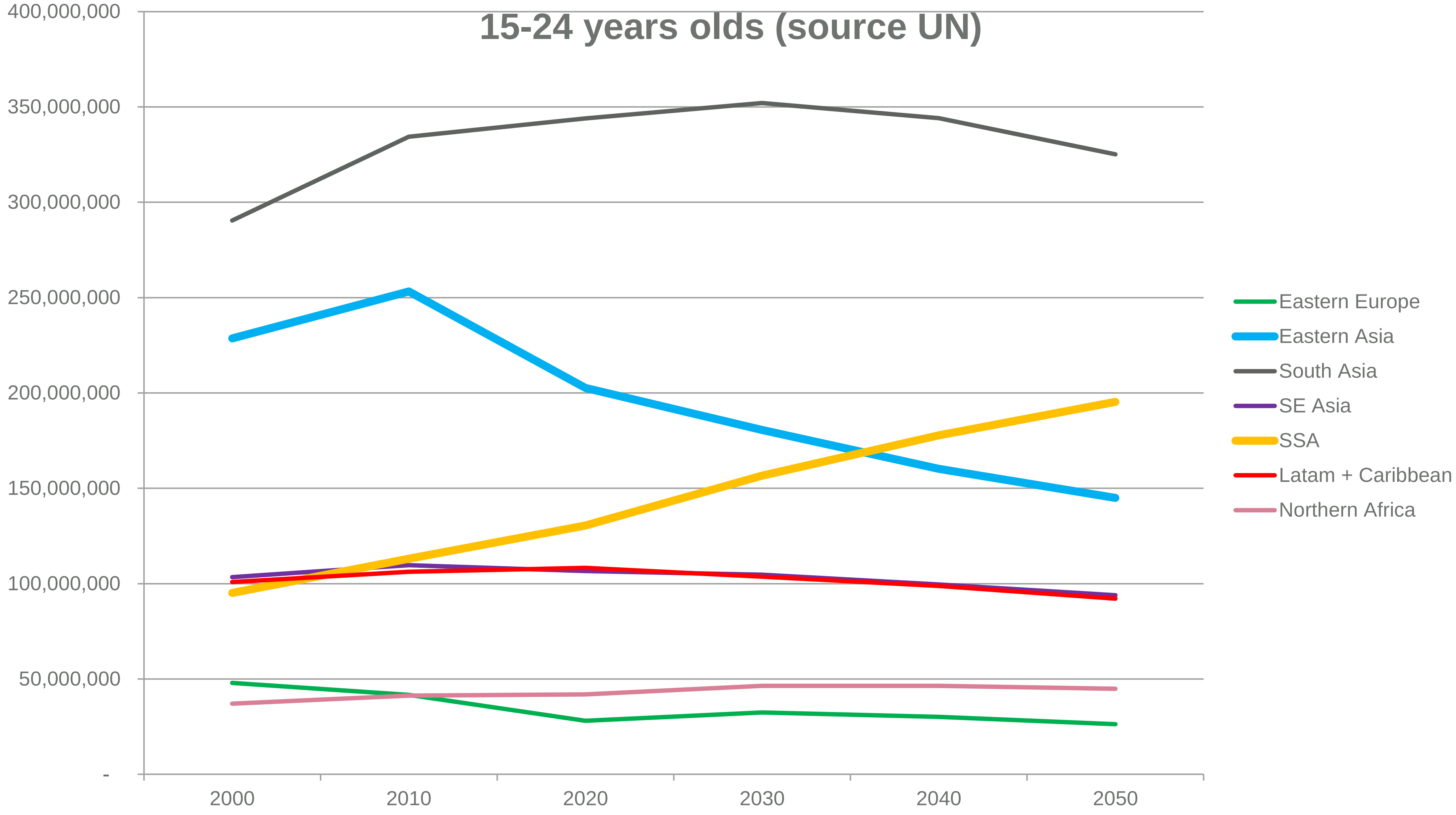


PERHAPS IT IS DEMOGRAPHICS



EDUCATION IS A CRUCIAL FACTOR

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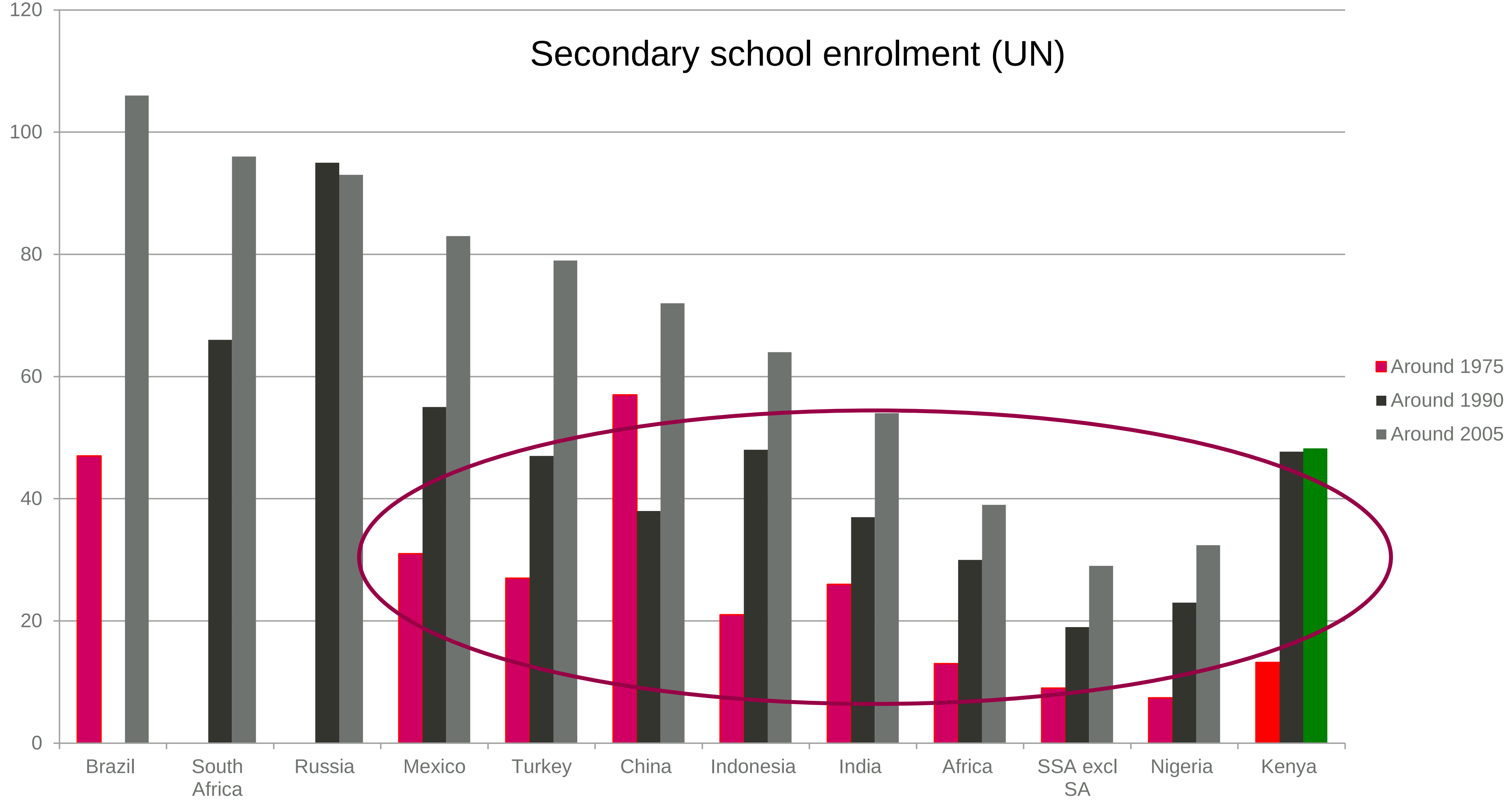

MOST LIVE IN DEMOCRACIES (AFRICA GDP IN 2012)

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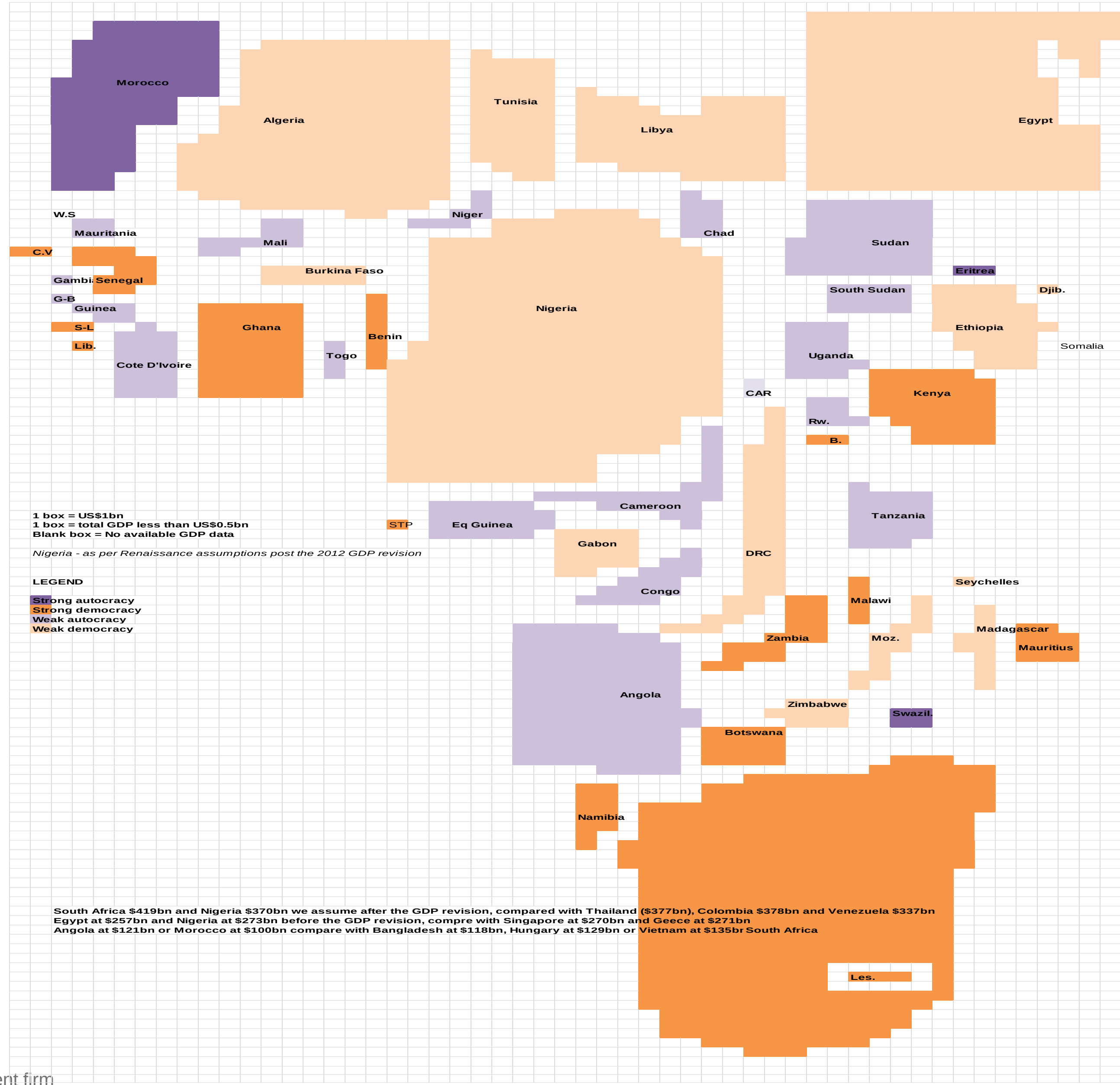
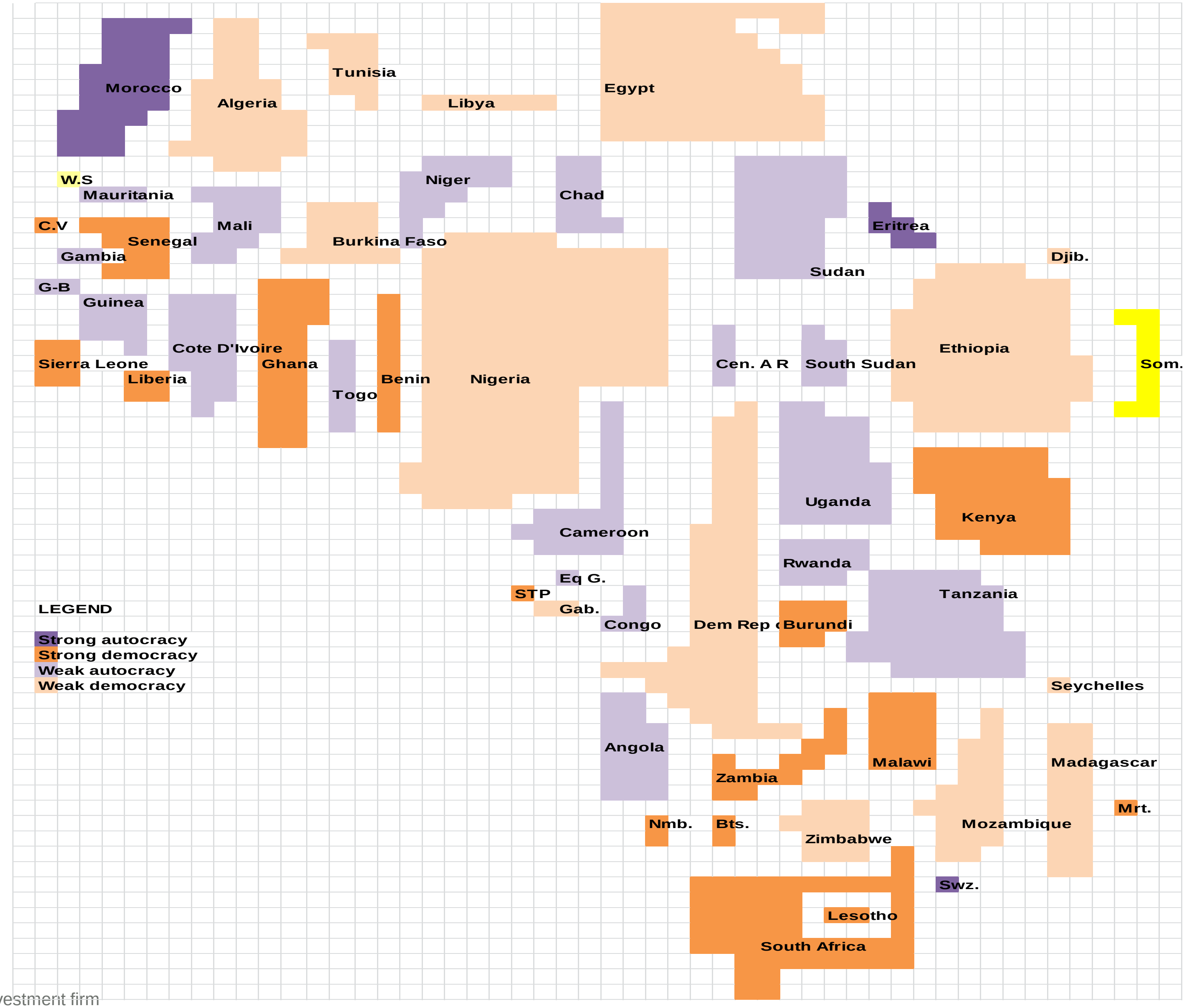


AFRICA IN 2010 BY POPULATION



CORRUPTION LINKED TO PER CAPITA GDP

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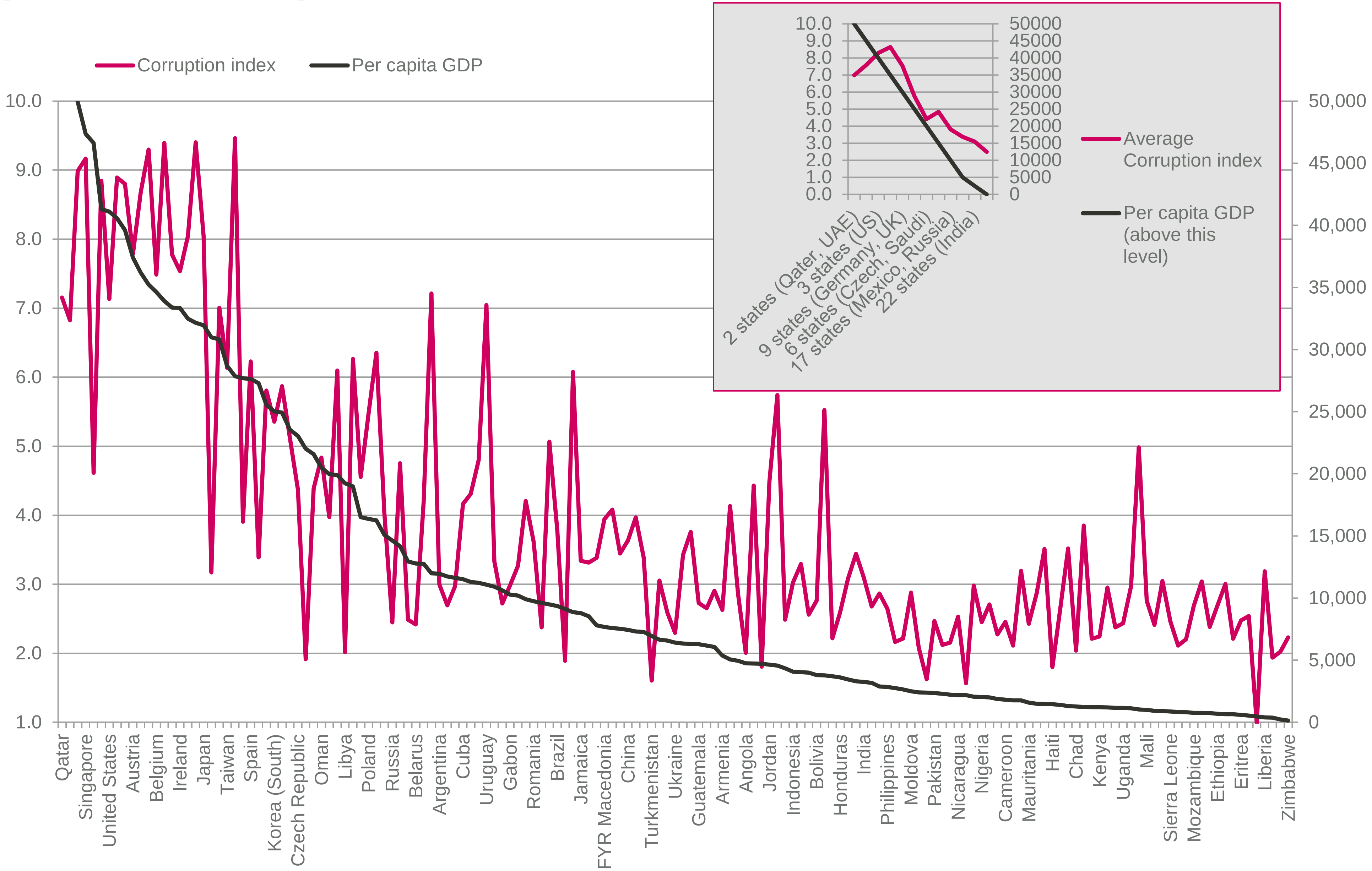

A TYPICAL FORECAST WOULD BE THIS

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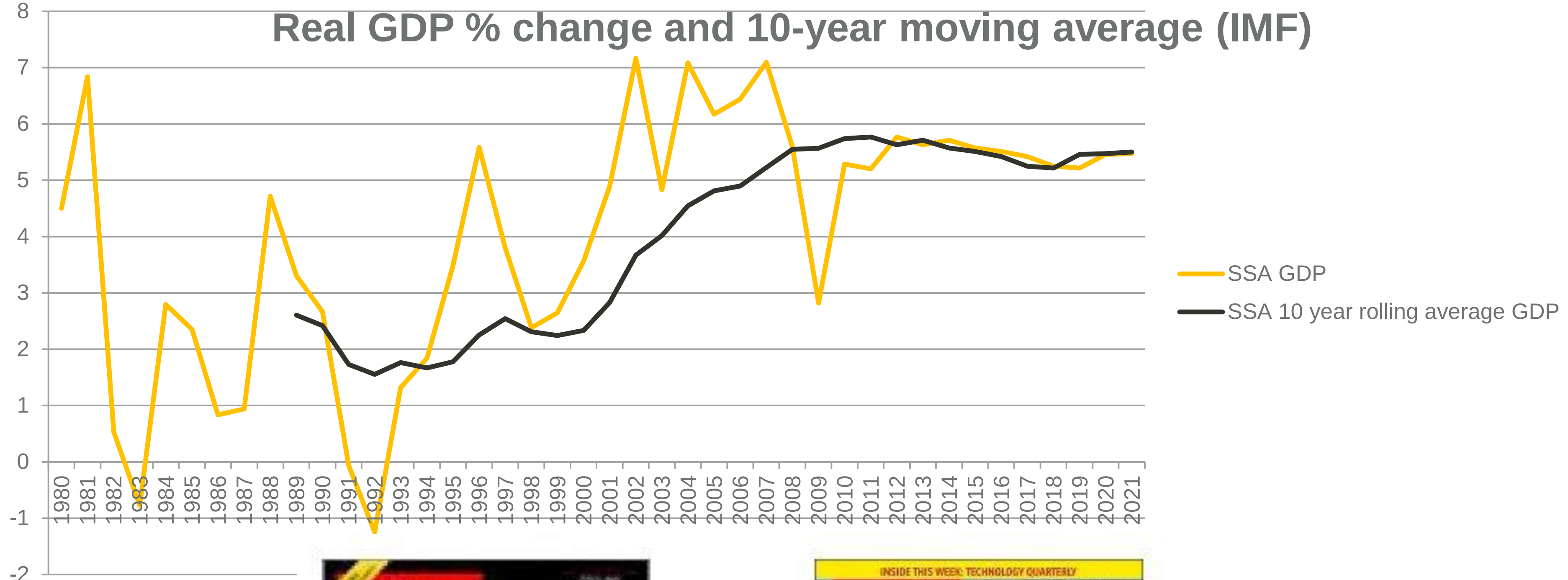
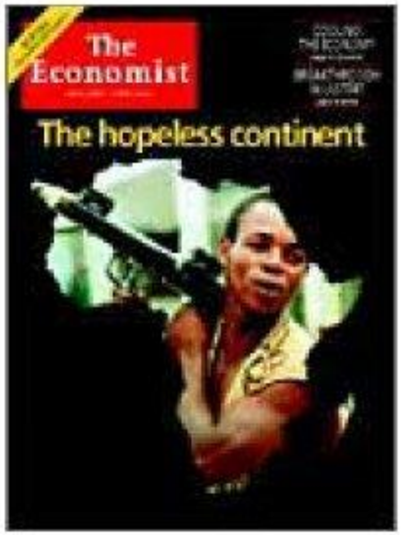
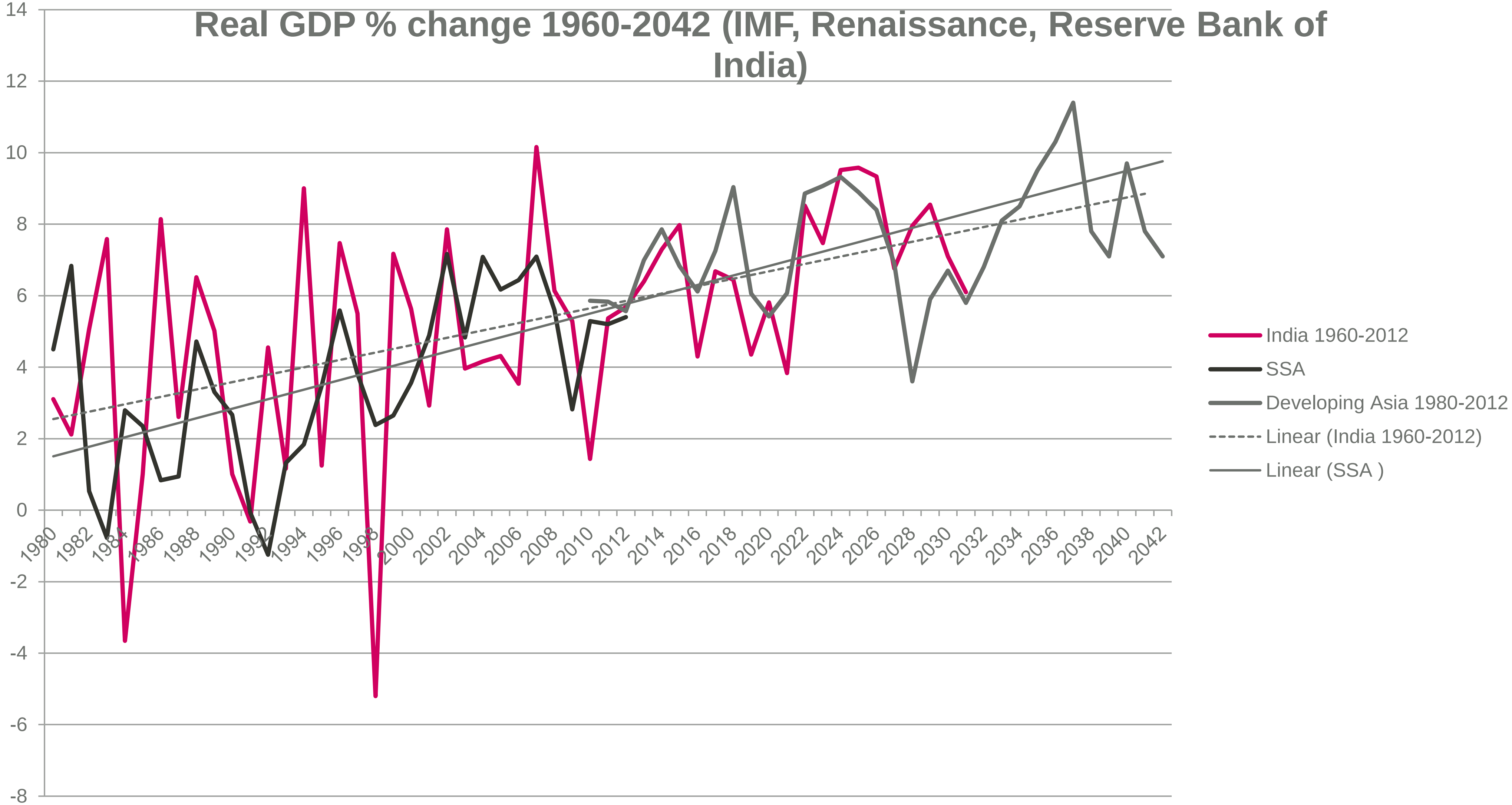


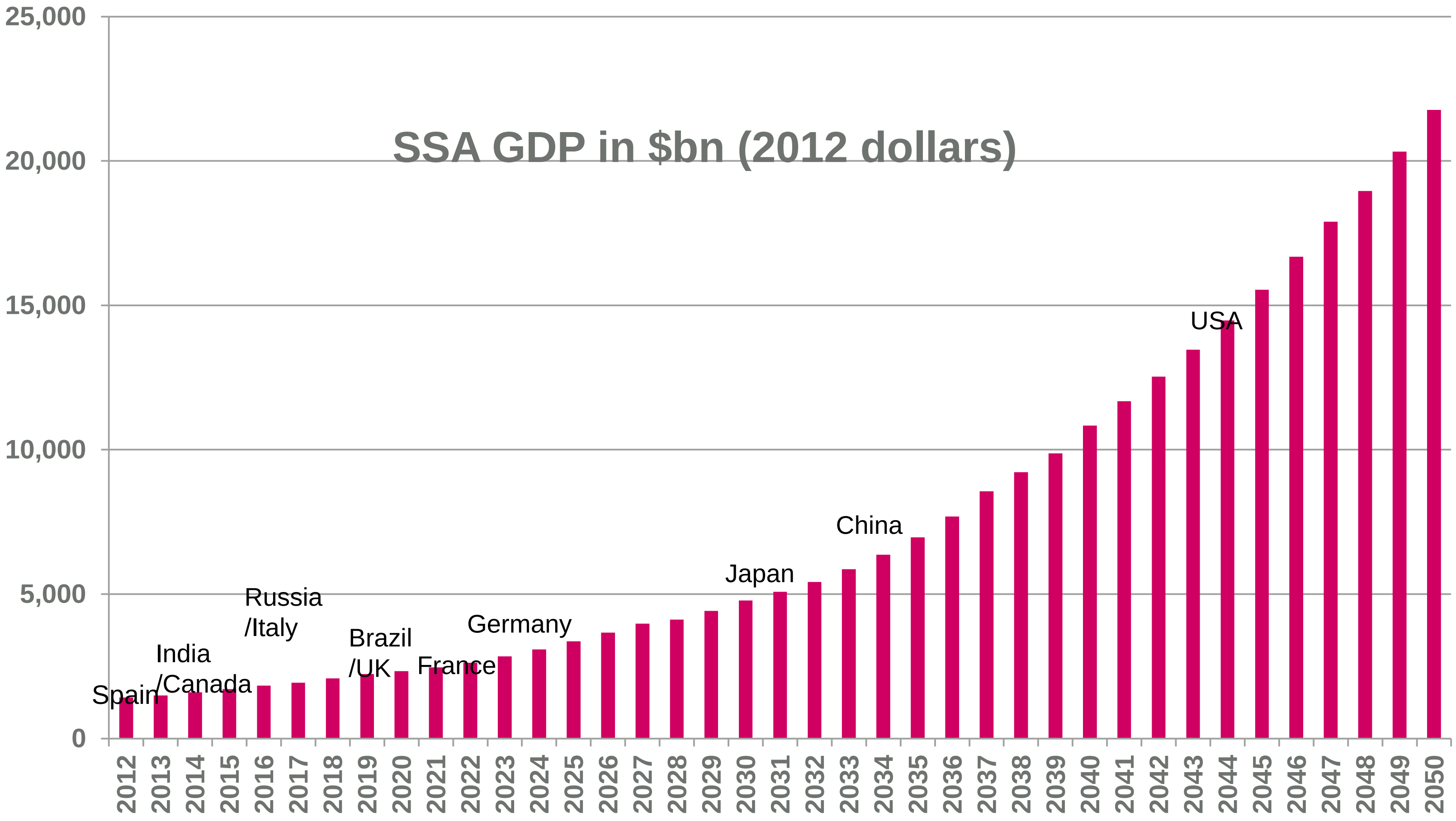


OURS IS THIS ….AFRICA AS INDIA AS ASIA



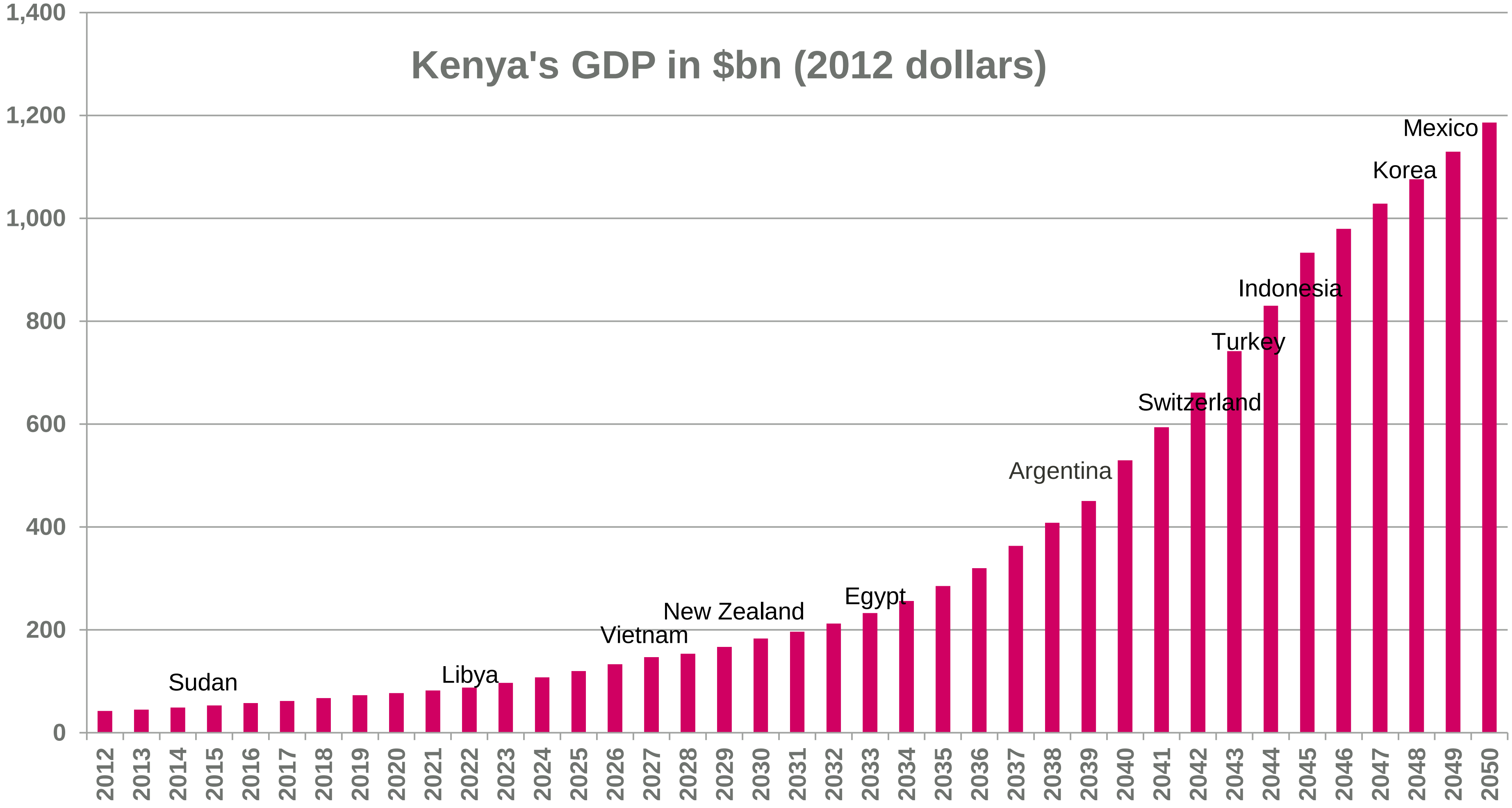
FASTEST BILLION - SSA

When will SSA overtake the 2012 GDP of the following?



FASTEST BILLION - KENYA

When will Kenya overtake the 2012 GDP of the following?



THE AVIATION BOOM

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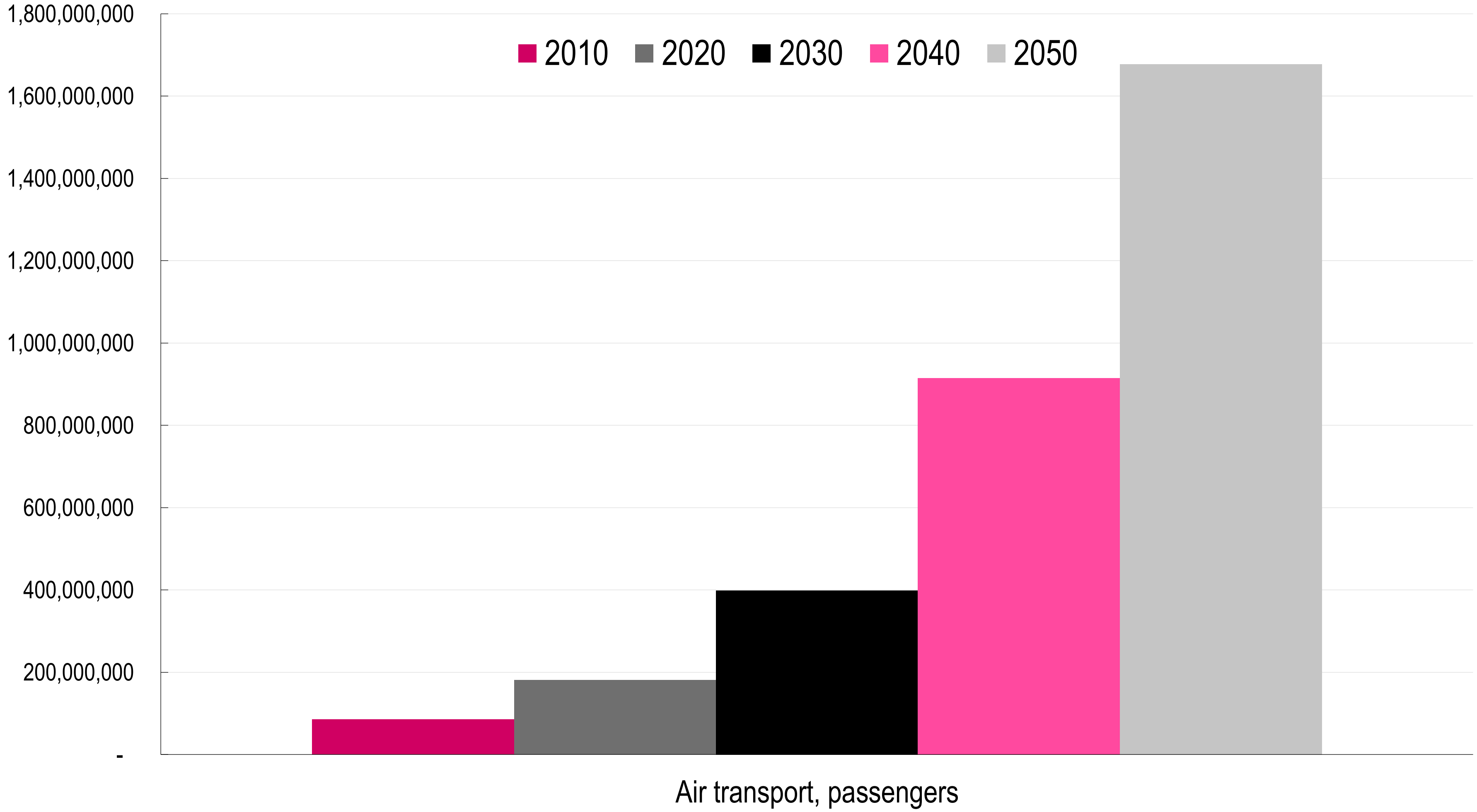
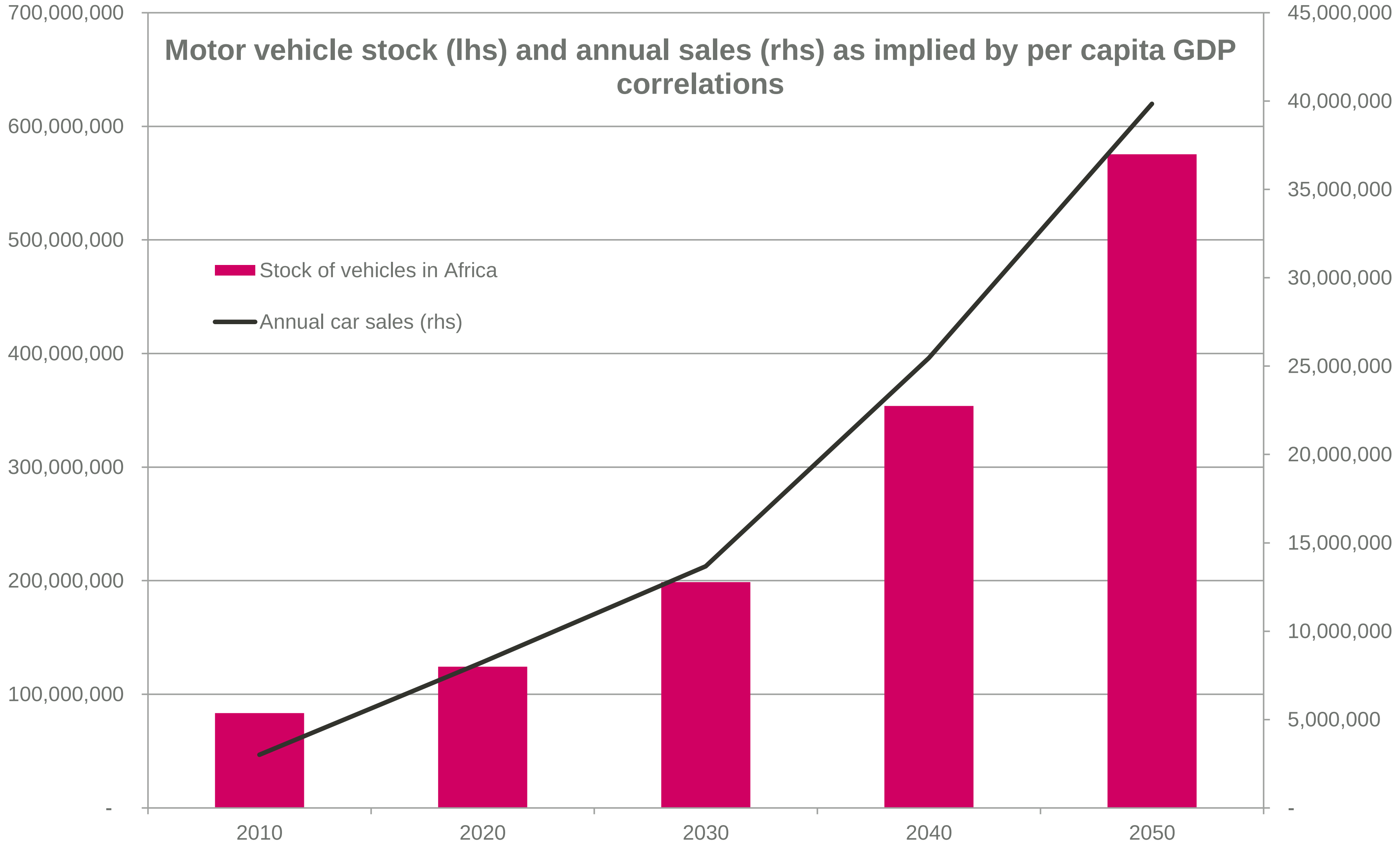
Air passenger traffic in Africa as implied by per capita GDP correlations



MOTOR VEHICLE SALES



KENYA'S CHALLENGES

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Identifying competitive advantages – perhaps IT, tourism, horticulture - and making these a focus of integrated long-term policy thinking

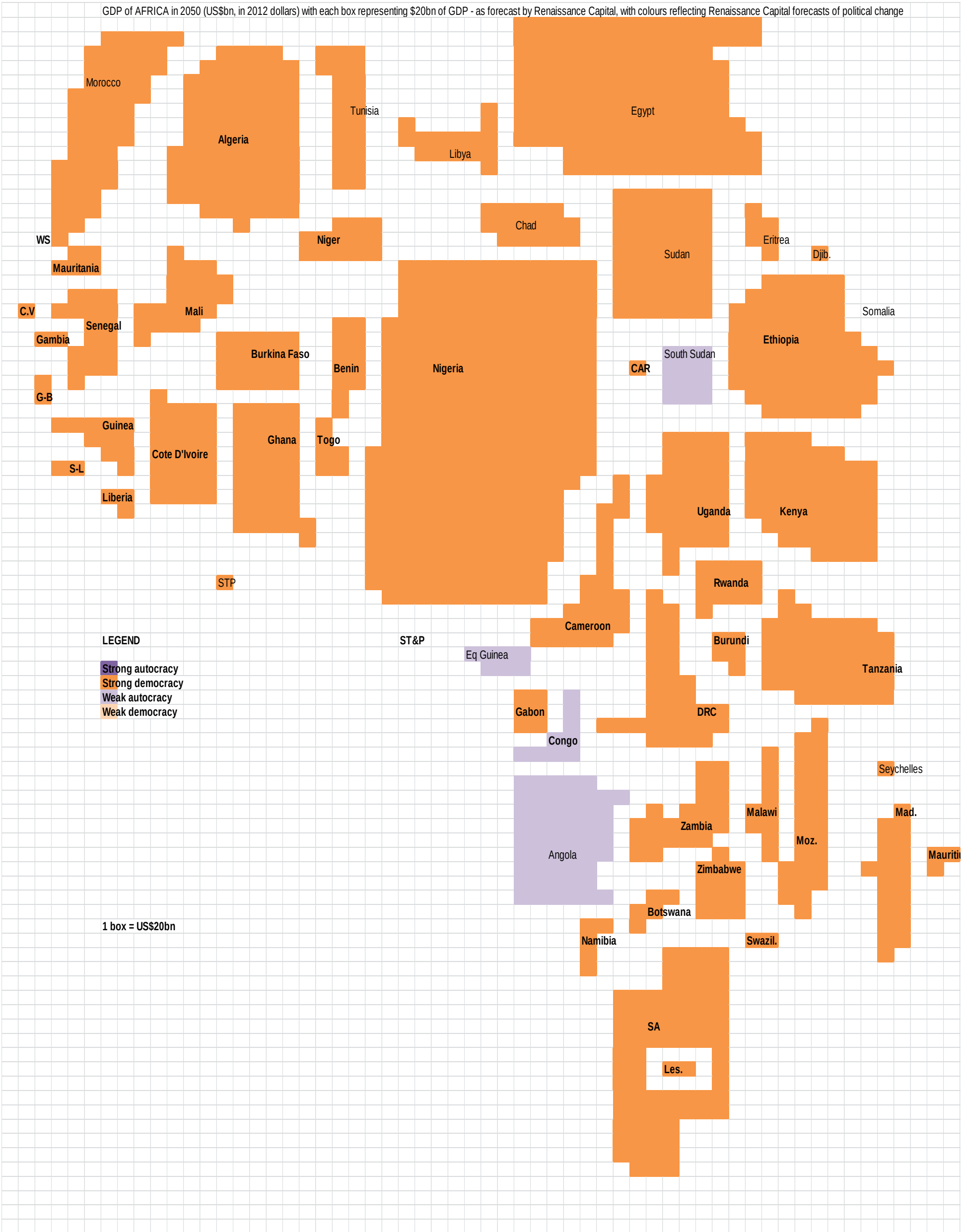
Delivering the energy and transport infrastructure required to support these sectors (as per Vision 2030) and recognise that demands on that infrastructure may be far higher than expected today.

Keep investing in education, particularly primary and secondary education

Try to do all this while avoiding excessive twin deficits that could destabilise the economy !

With east coast location, a cheap currency policy as followed by many in Asia could see Kenya become a competitive manufacturing location. Continue to grow domestic savings through the domestic pension industry, reducing reliance on foreign capital. And hope the neighbourhood grows too.

AFRICA GDP IN 2050



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