

Africa's Resurgence and the Role of BRICs on the Continent

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Speaker:

Goolam Ballim, Group Chief Economist, Standard Bank of South Africa



BRIC and Africa

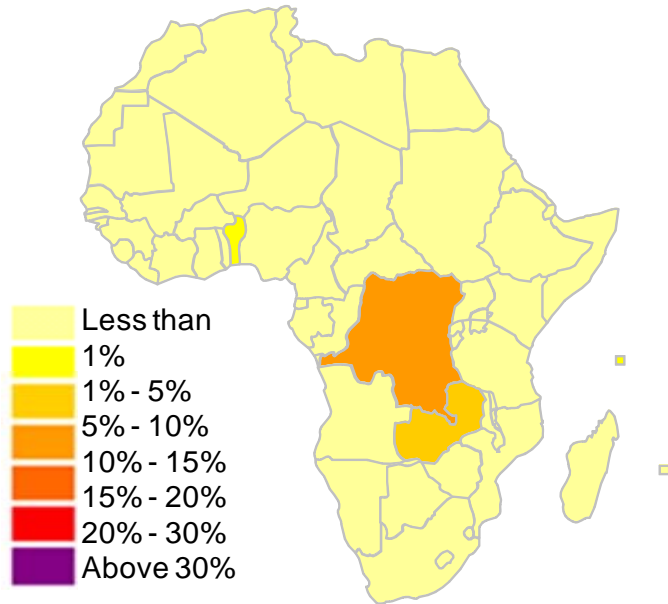
Tectonic shifts fastening their destinies

BRIC - Africa trade in 1980

Share of each country's GDP



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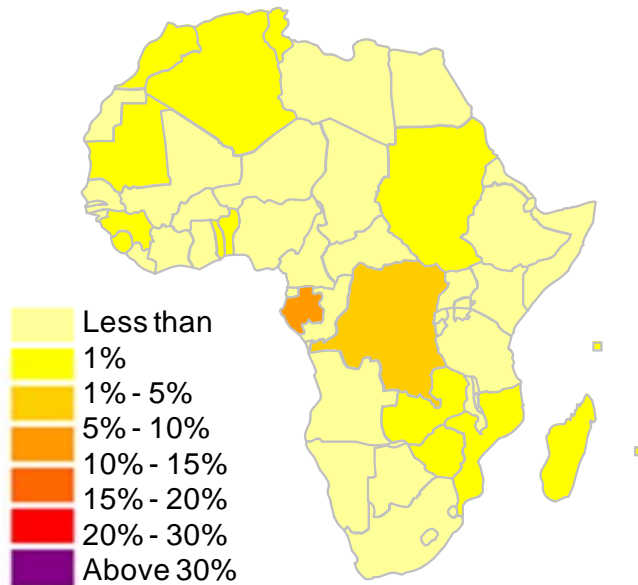
Source: Standard Bank Group.

BRIC - Africa trade in 1990

Share of each country's GDP



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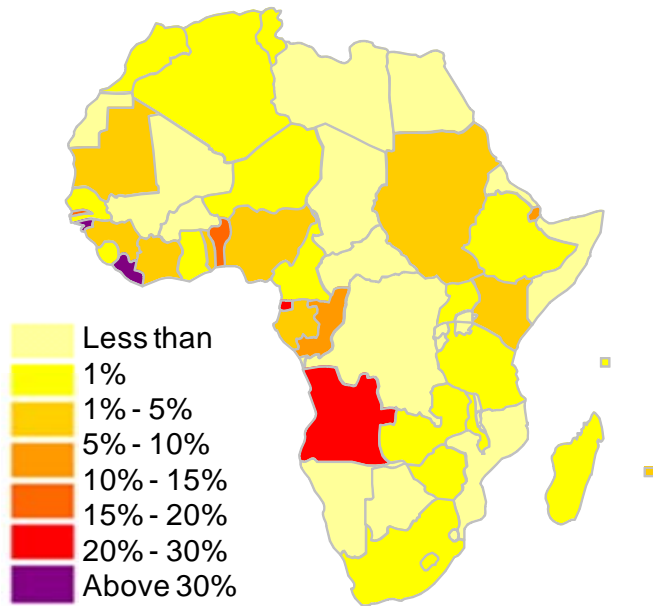
Source: Standard Bank Group.

BRIC - Africa trade in 2000

Share of each country's GDP



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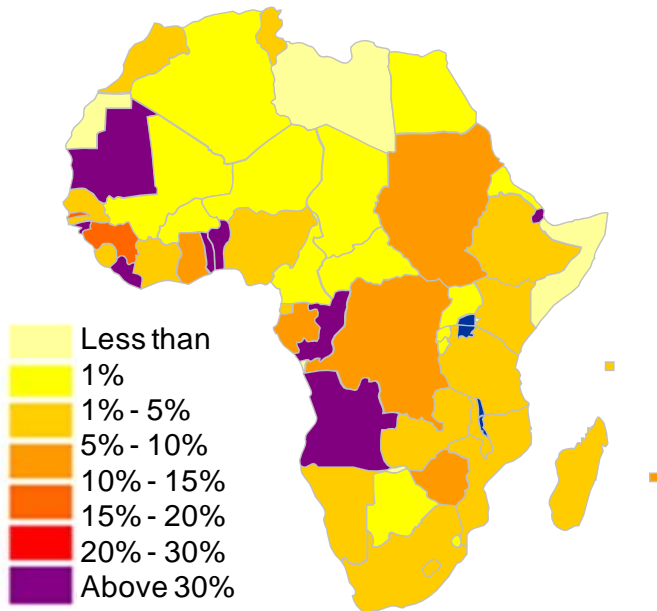
Source: Standard Bank Group.

BRIC - Africa trade in 2008

Share of each country's GDP



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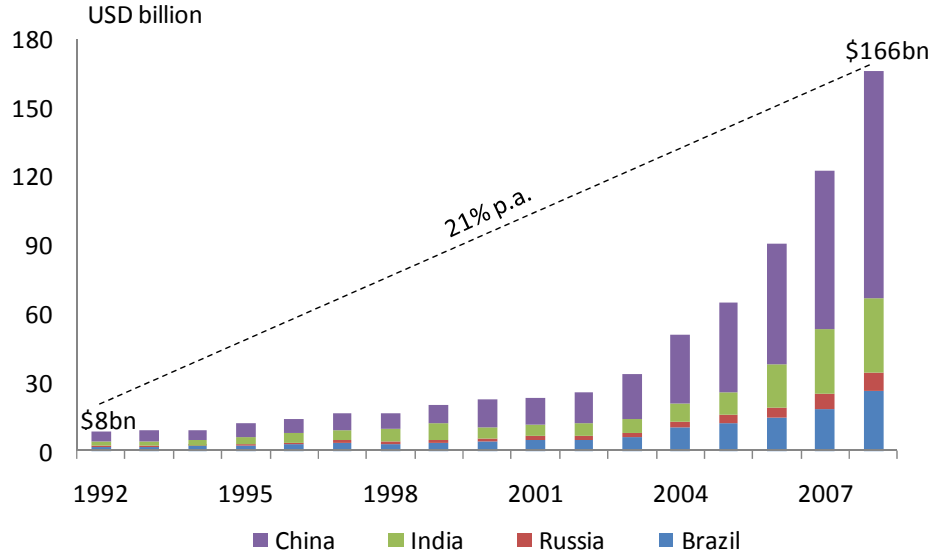


Source: Standard Bank Group.

China dominates flows, but relative terms evenly poised

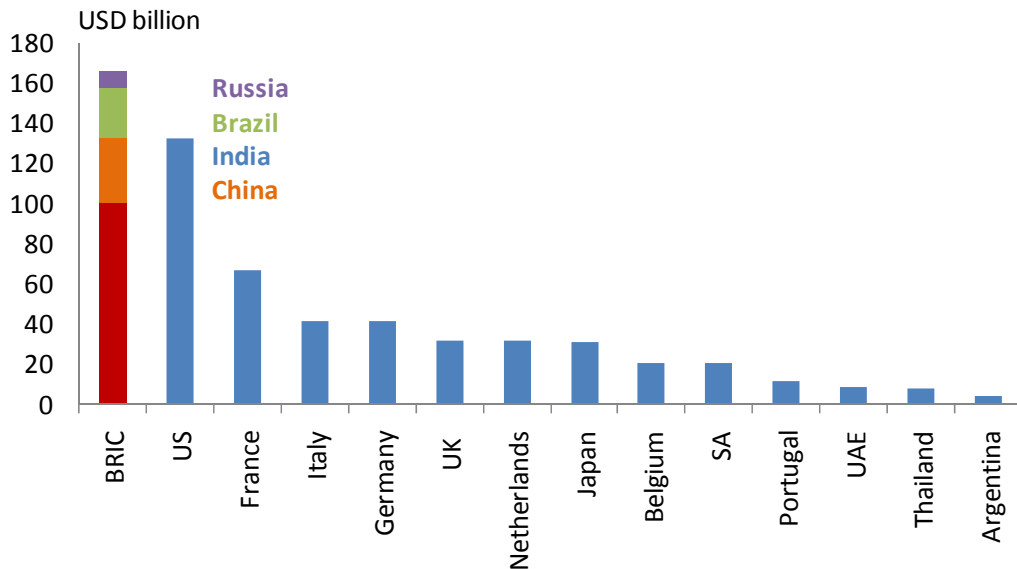


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Sources: IMF, WTO, ISI Emerging Markets, Standard Bank Group.

Africa's top trading partners: BRIC a dominant force



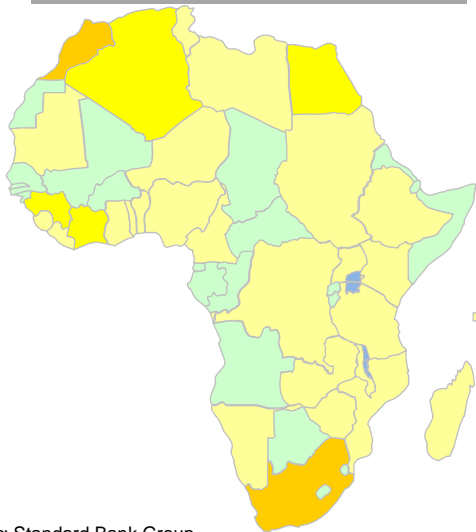
Sources: IMF, WTO, ISI Emerging Markets, Standard Bank Group.

Russia and Africa...

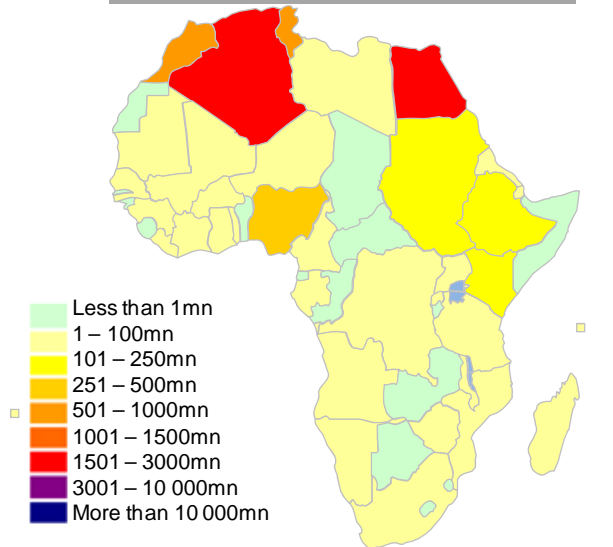


Russia has entered a catch-up phase

African exports to Russia (USD mn)



African imports from Russia (USD mn)



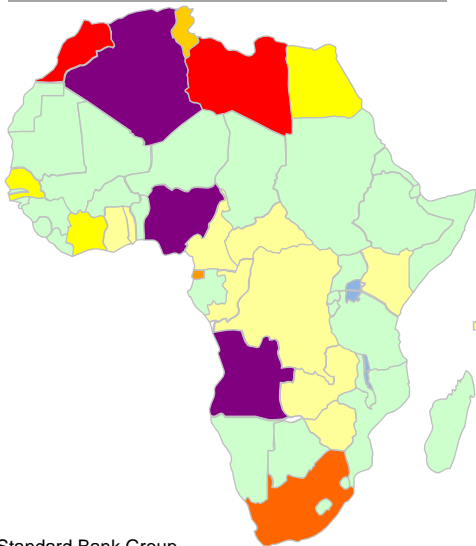
Source: Standard Bank Group.



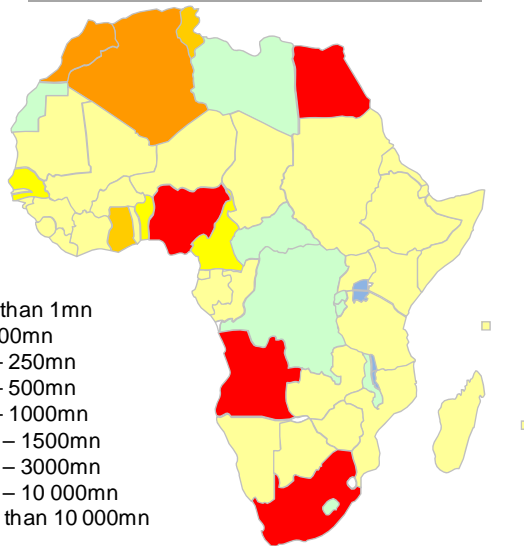
Brazil and Africa...

Brazil-Africa trade concentrated and substantial

African exports to Brazil (USD mn)



African imports from Brazil (USD mn)



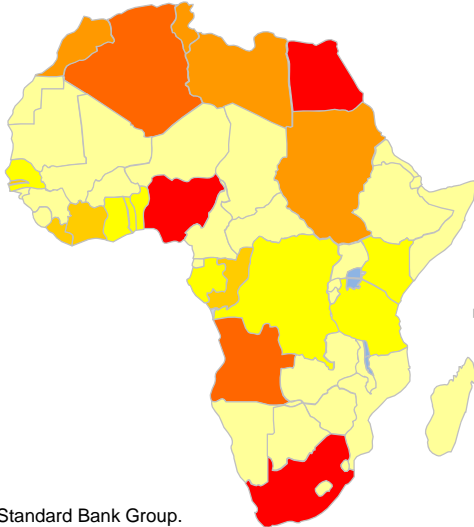
Source: Standard Bank Group.



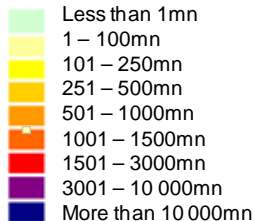
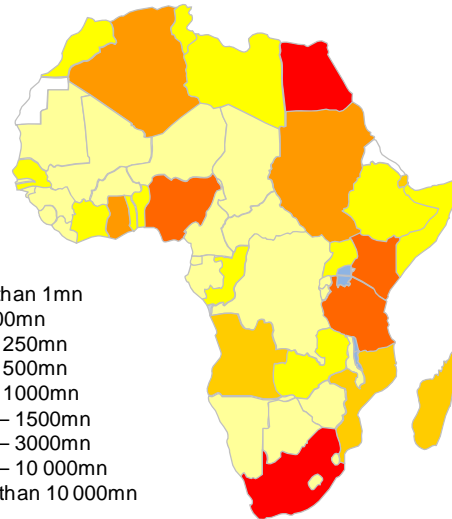
India and Africa...

Energy security and consumer markets draw India to Africa

African exports to India (USD mn)



African imports from India (USD mn)



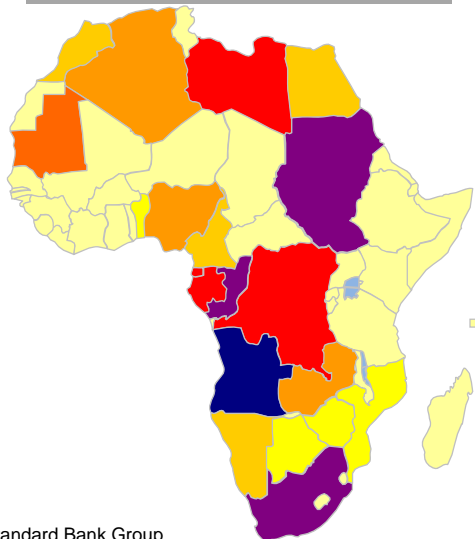
Source: Standard Bank Group.



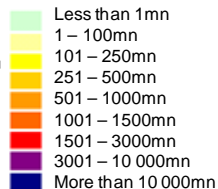
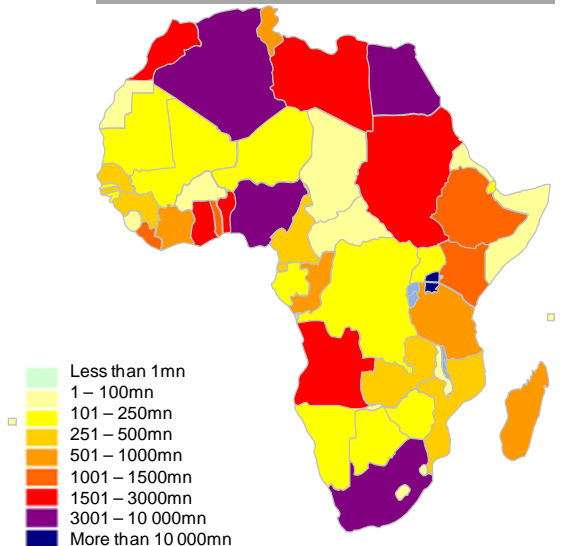
China and Africa...

China footprint is deep and broad

African exports to China (USD mn)

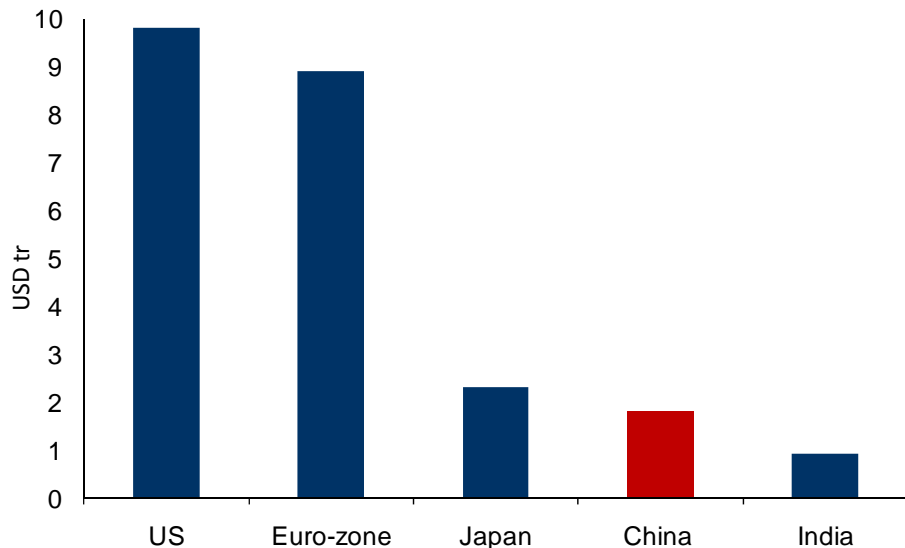


African imports from China (USD mn)



Source: Standard Bank Group.

China's aggregate consumption is low...

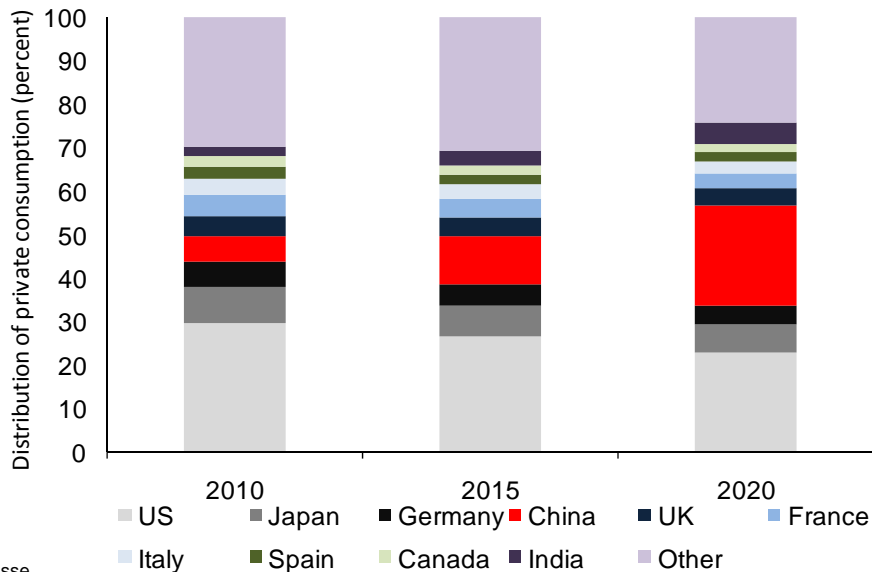


Source: Bloomberg.

... but may become world's largest consumer body by 2020



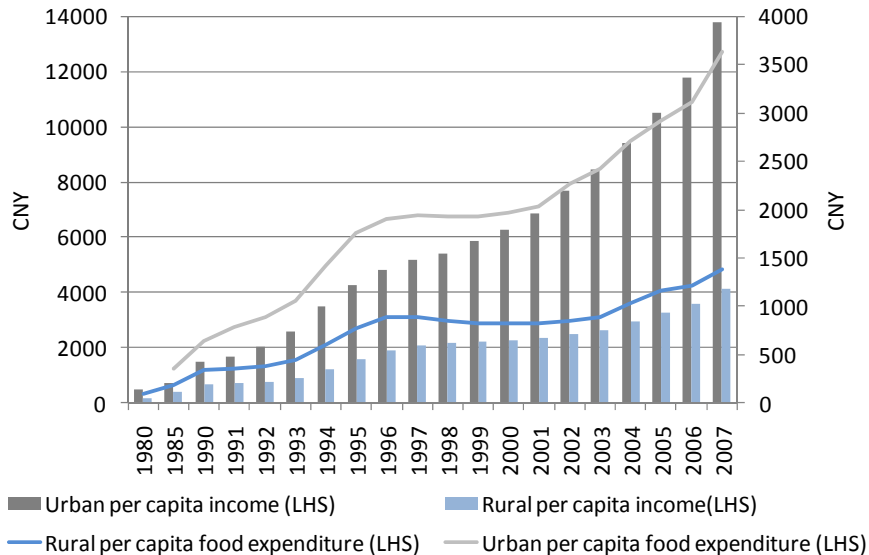
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Source: Credit Suisse.

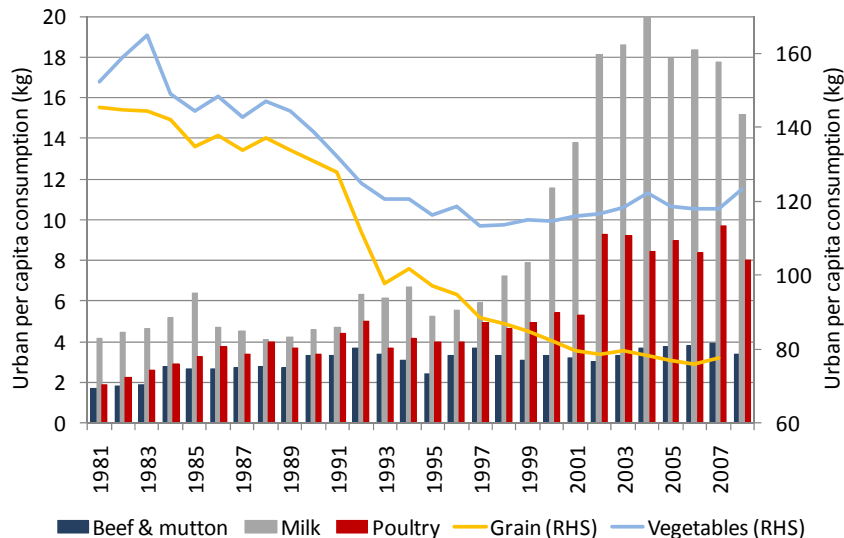


China's rising food challenge



Source: Bloomberg, China National Statistics Bureau, US Department of Agriculture.

Changing urban consumption patterns

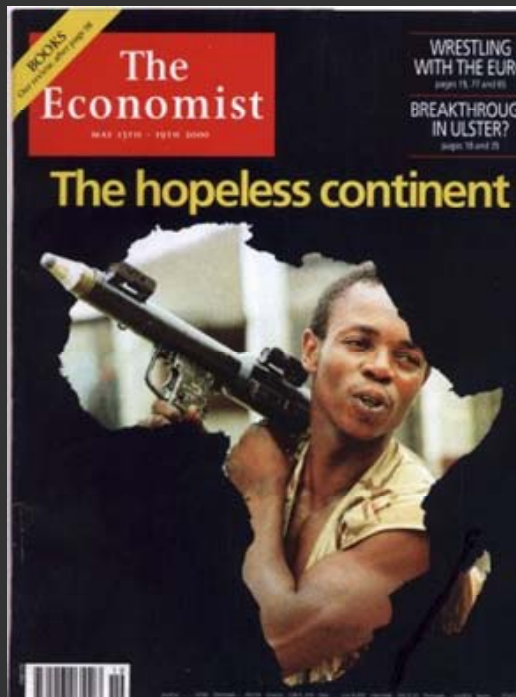


Sources: China National Statistics Bureau, US Department of Agriculture.



So, what does this mean for Africa?

- The world is being remade; the BRICs and Africa are at the helm of shifts to the emerging south.
- The BRICs are reversing Africa's marginalized position in world trade.
- Africa must seize the moment to ensure it benefits proportionately from relations with the BRICs



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