

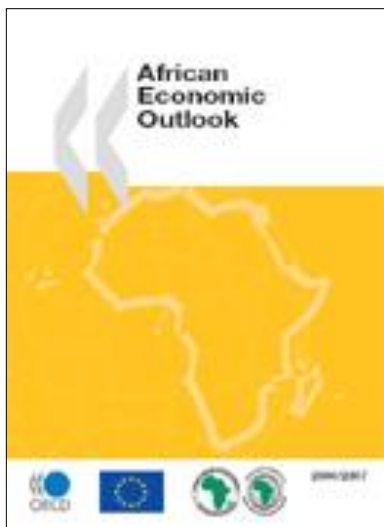
Donors, Aid and Domestic Resource Mobilisation

African Economic Outlook 2010

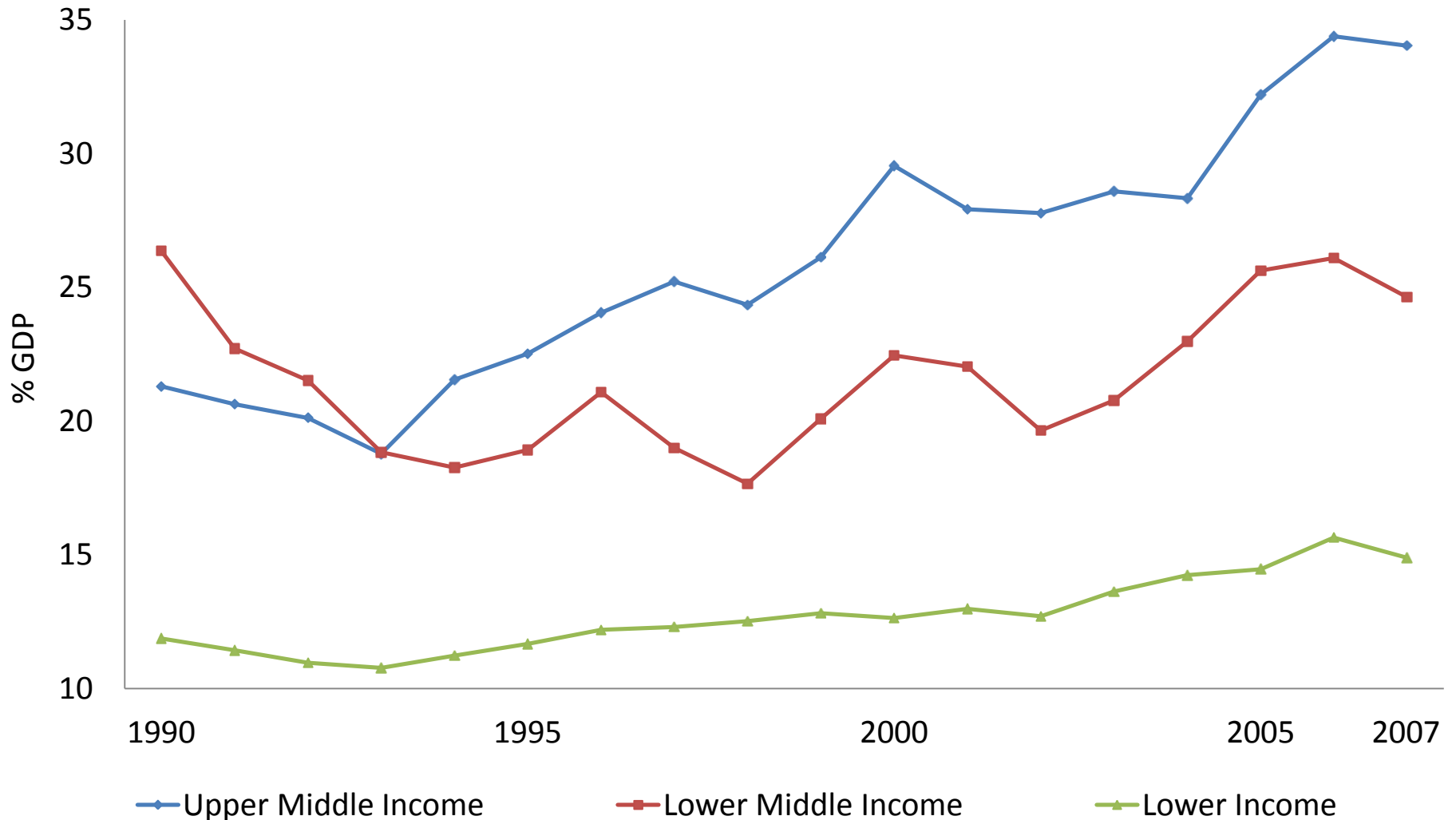
ENHANCING DOMESTIC RESOURCE MOBILISATION IN SUB-SAHARAN AFRICA

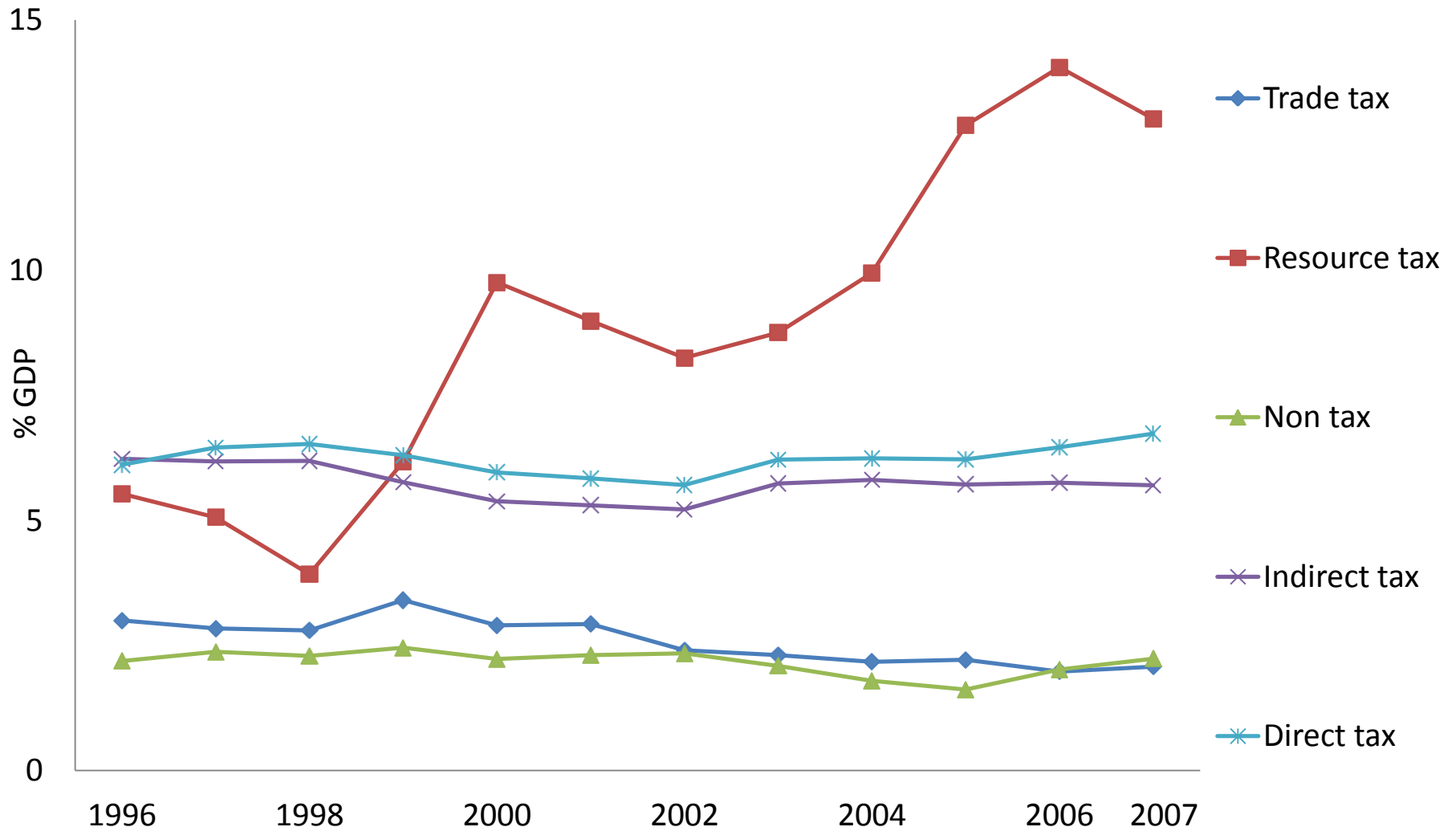
Wilton Park Conference, United Kingdom
29th April, 2010

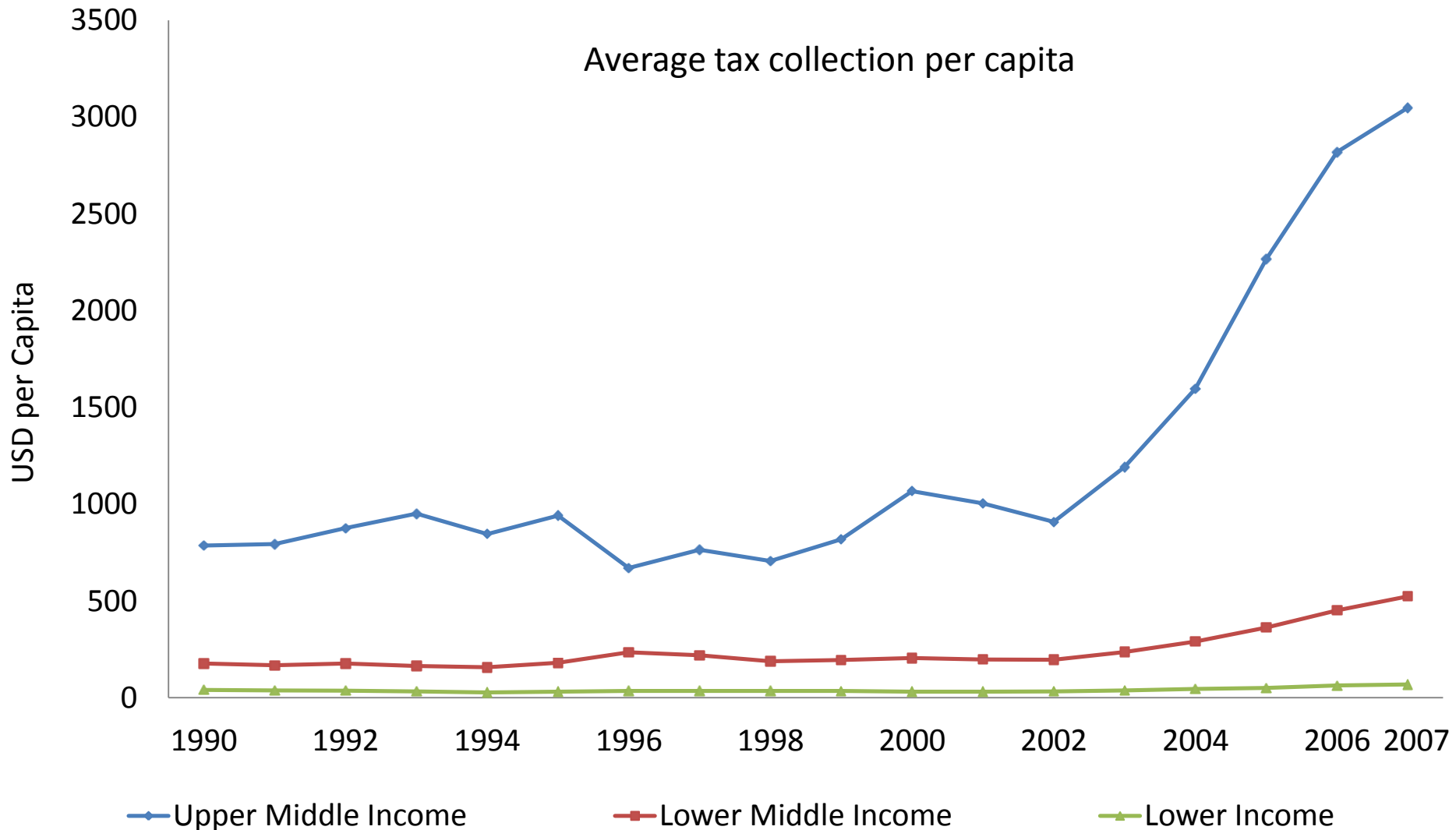




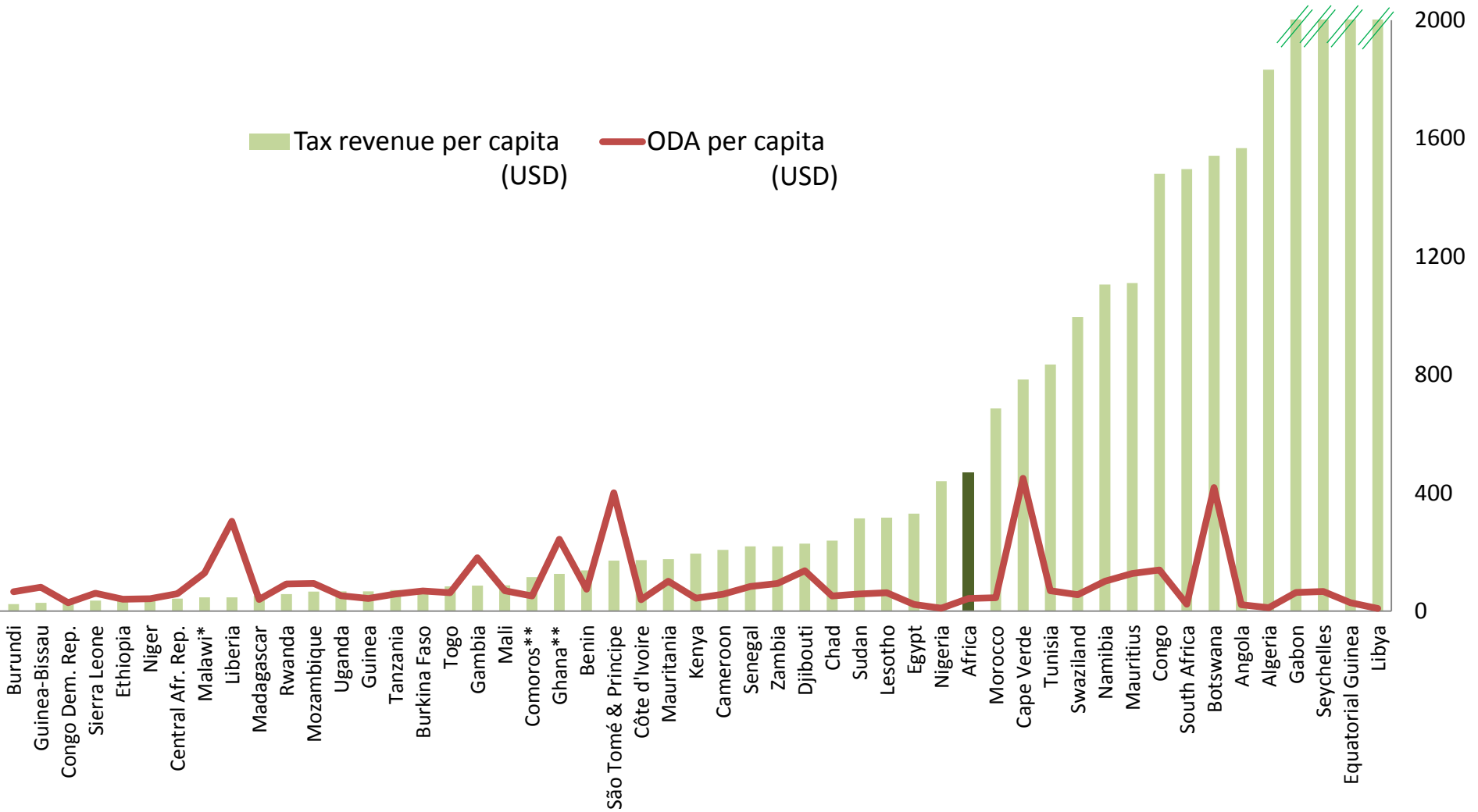
- 9th edition covers 50 African countries
- Annual flagship report: economic, social and political evolution of the African continent
- Unique partnership: AfDB, OECD Development Centre, UNECA , UNDP and an established network of African think tanks
- Focus on Public Resource Mobilisation in Africa, incl.:
 - ✓ Descriptive analysis
 - ✓ Identifying policy challenges and options
 - ✓ Best practices for peer learning
 - ✓ Based upon original data from country surveys (1995-2008)
- Available at www.africaneconomicoutlook.org



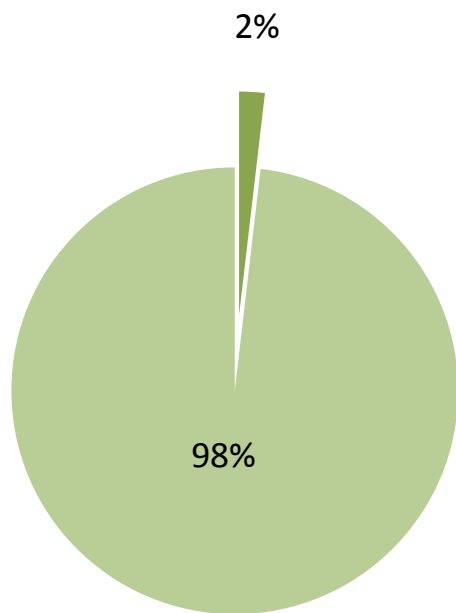




Tax Revenue versus ODA (2008)



ROLE OF ODA AND DONORS



■ Technical cooperation to "Public Sector Financial Management" in Africa

■ Total technical cooperation to other sectors in Africa

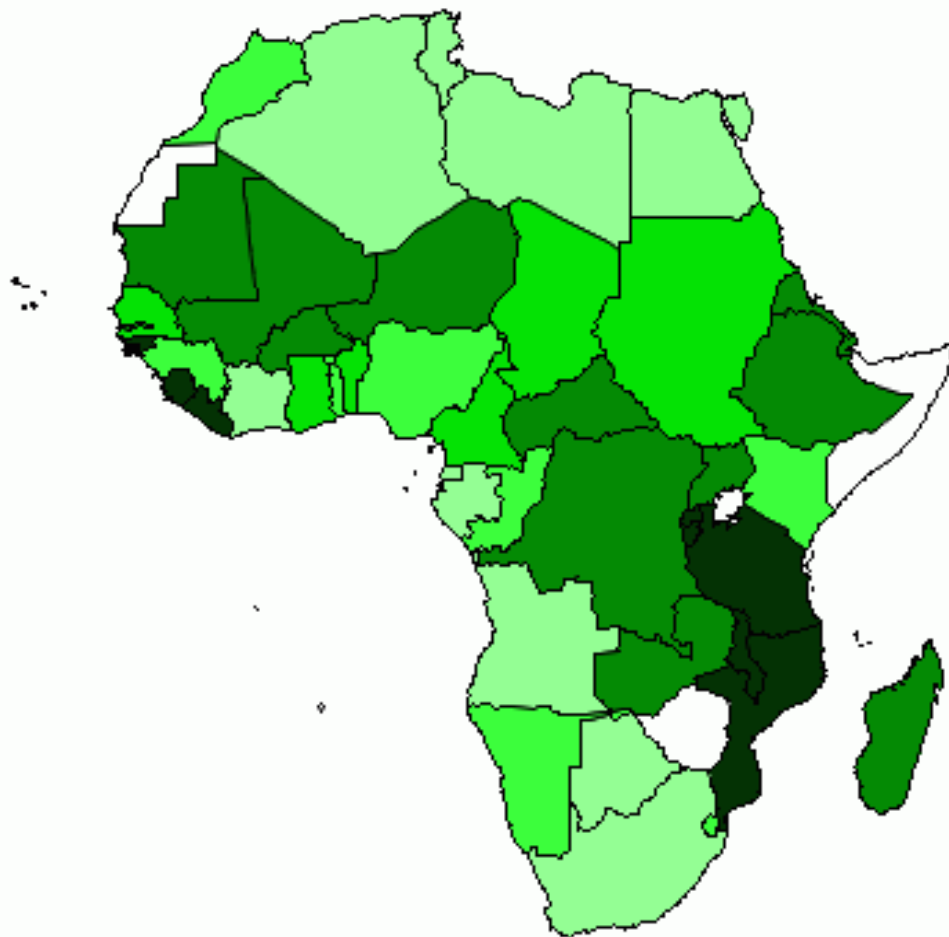
- Deliver on their pledges of policy coherence
- Step up their financial and technical support to tax administrations
- Need to engage with in a dialogue with African Countries to built support and multi-lateral collaboration for internationally agreed standards against tax havens
- Step up financial and technical support to tax administrations
- Administrative capacity today is a prerequisite to opening policy options for more progressive tax policies in the medium-run.
- Trade liberalisation is purposively sequenced with domestic tax reform.
- Support for urban property taxes
- Aid-funded goods and services should be taxed by recipient governments

Donors, Aid and Domestic Resource Mobilisation

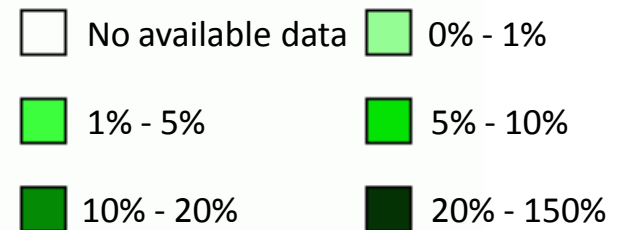
African Economic Outlook 2010

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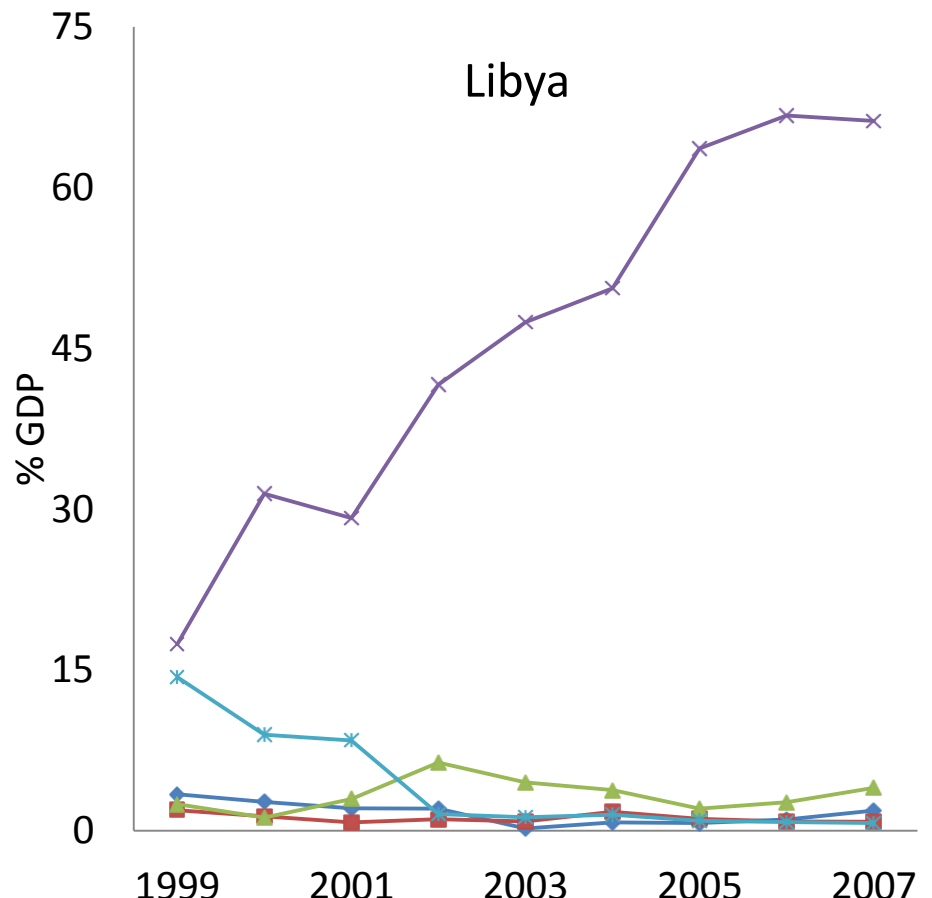
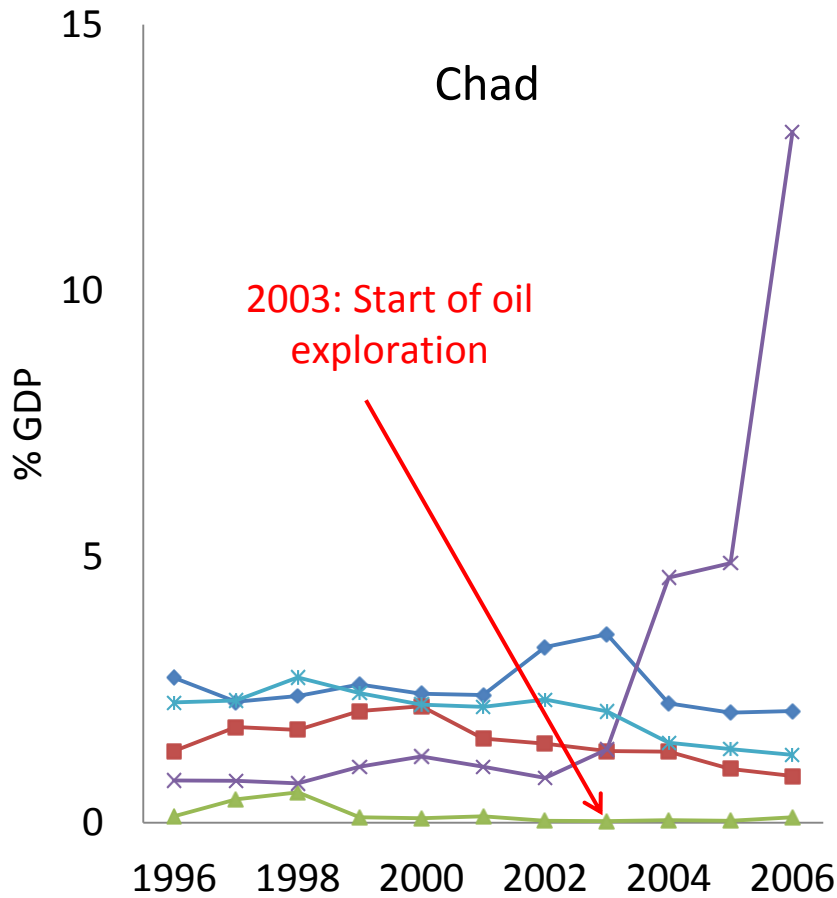




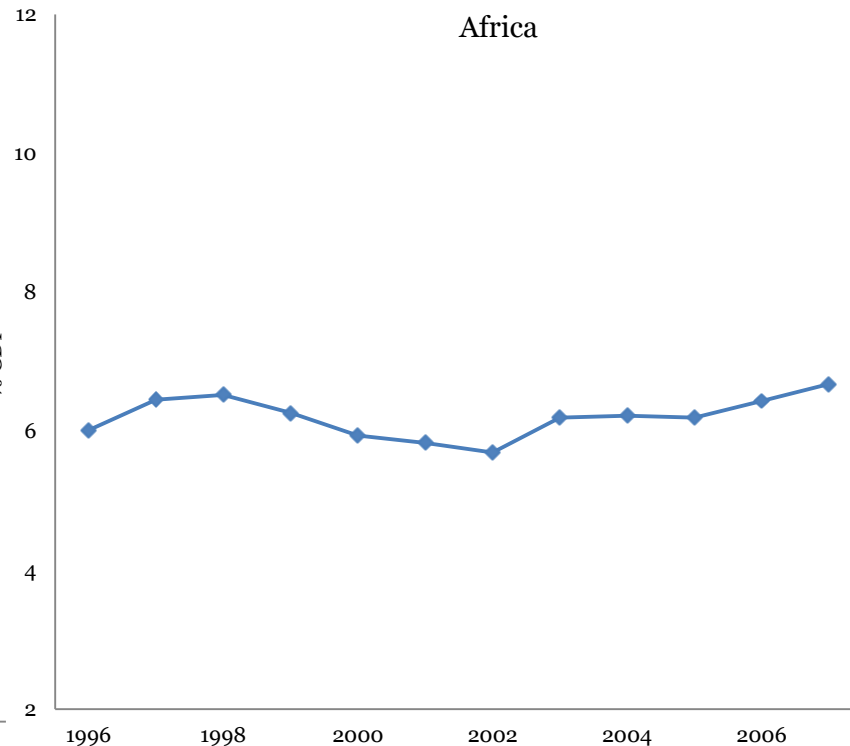
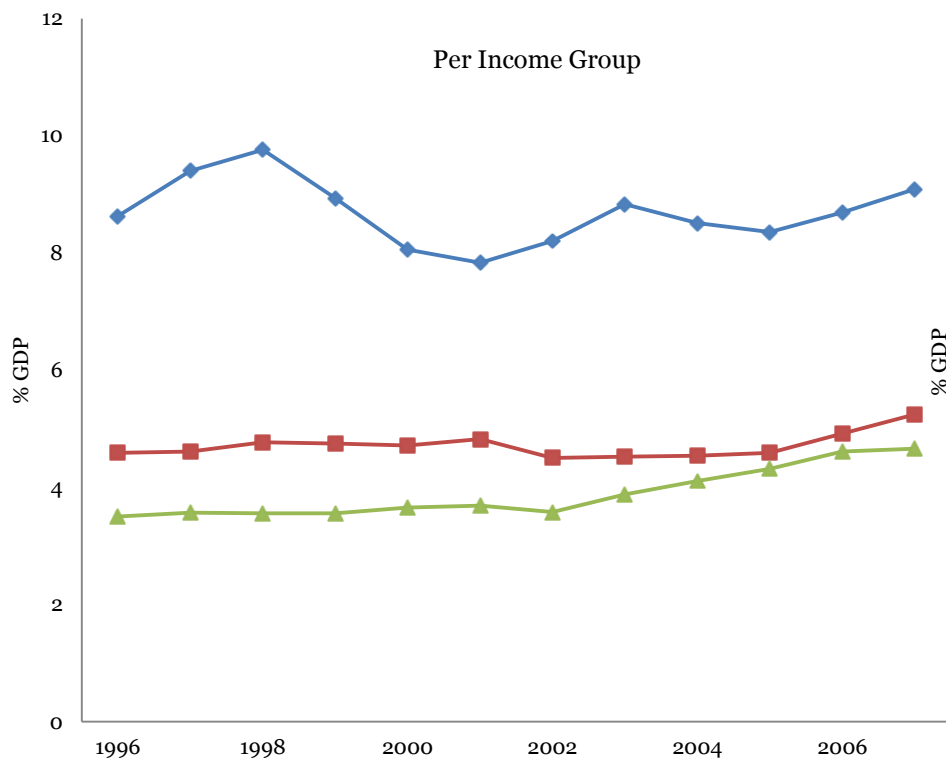
% Gross National Income



NAME	Tax effort incl. Resource rents	Tax effort excl. Resource rents
(oil)Angola	2.02	0.39
(oil)Congo, Rep.	1.82	0.42
(oil)Nigeria	1.76	0.44
(oil)Algeria	1.72	0.53
(oil)Equatorial Guinea	1.12	0.08
(oil)Chad*	0.92	0.28
(oil)Sudan	1.17	0.58
(oil)Gabon	1.07	0.54
Botswana	0.8	1.21
Namibia	1.17	1.63
Swaziland	1.69	2.16
(oil)South Africa	1.04	1.62
* data for 2006		

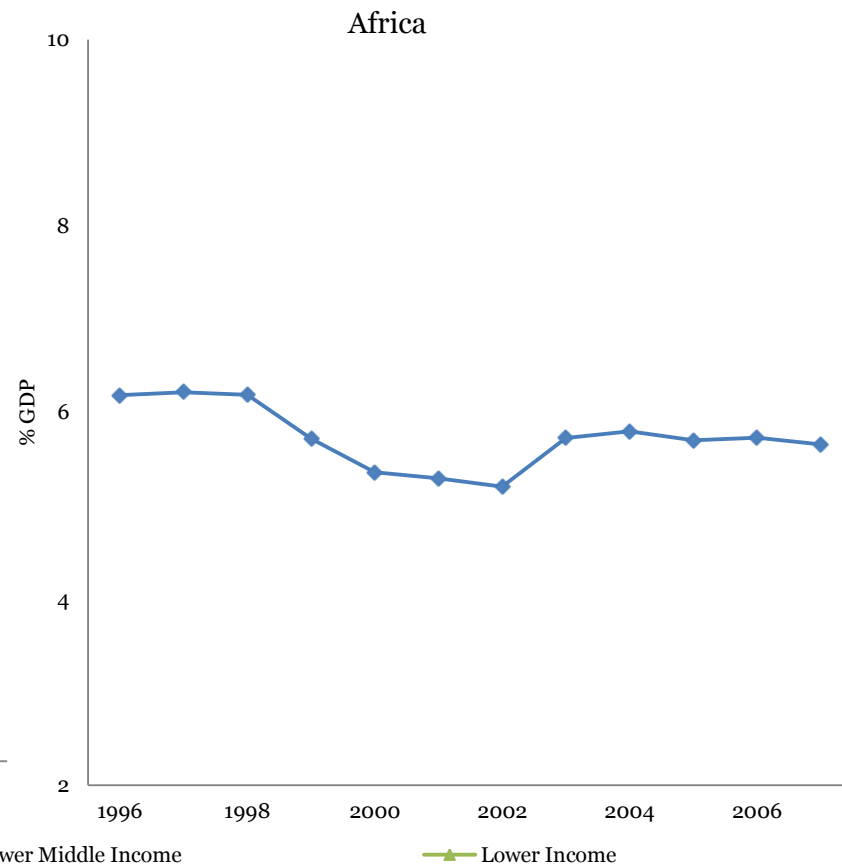
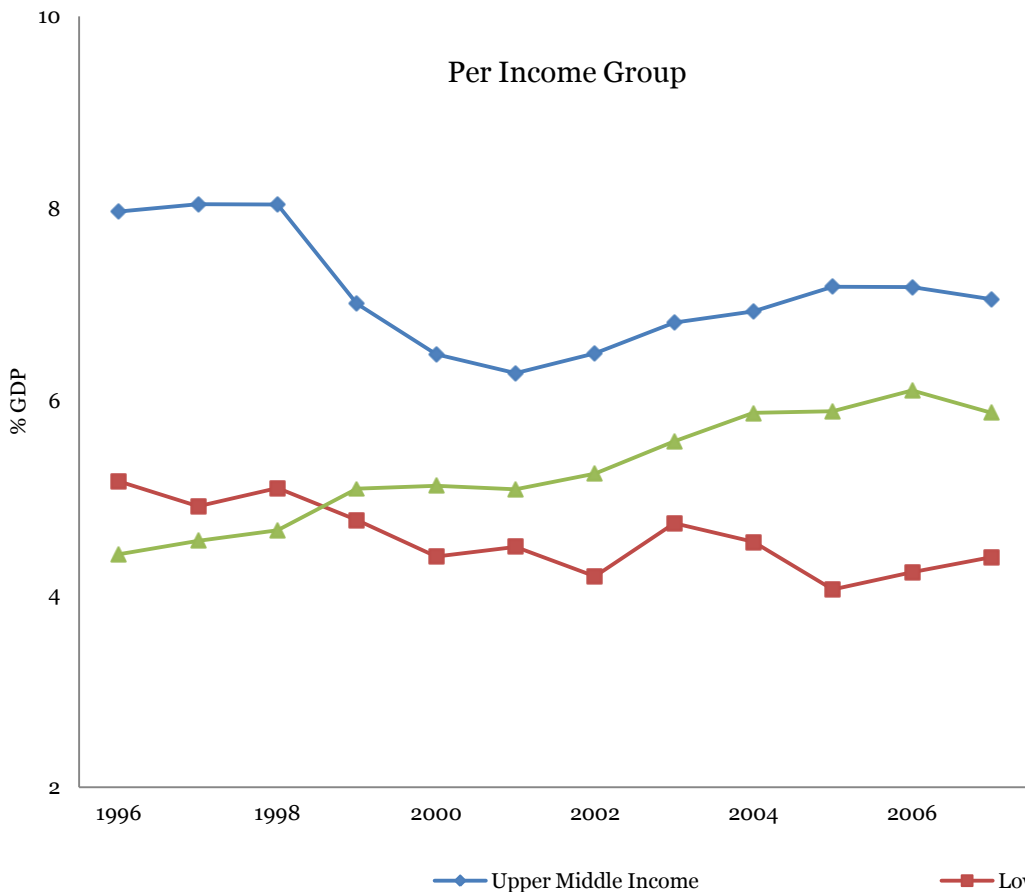


◆ Direct tax
 ■ Indirect tax
 ▲ Non tax
 × Resource tax
 ✱ Trade tax

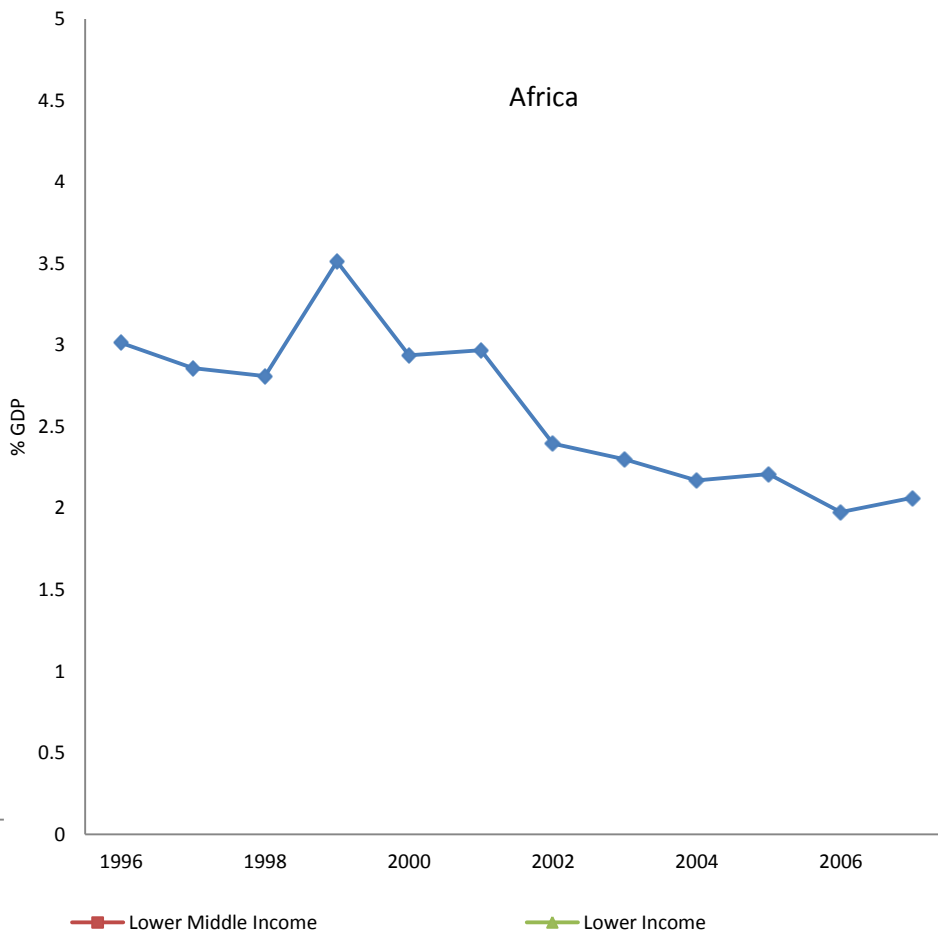
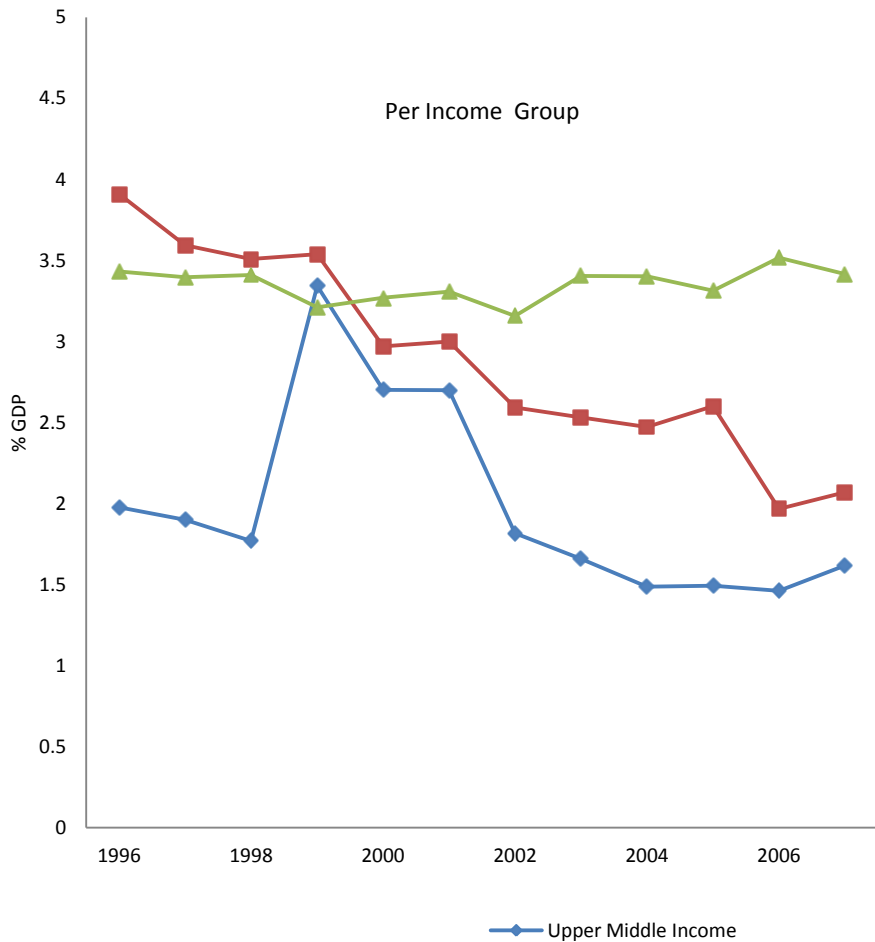


◆ Upper Middle Income
 ■ Lower Middle Income
 ▲ Lower Income

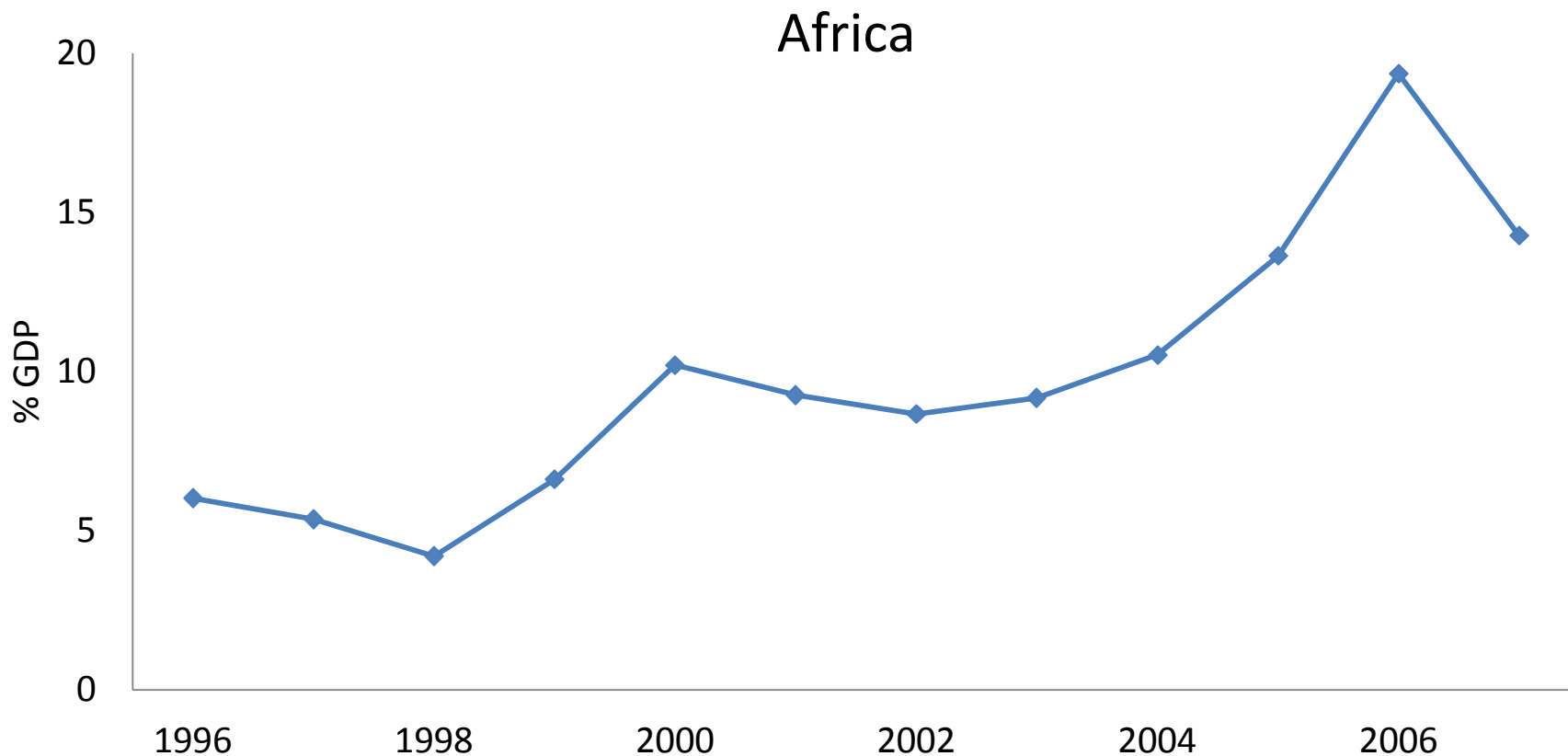
Success stories: South Africa, Zambia, Tunisia, Botswana, Morocco



Success stories: South Africa, Zambia, Mozambique, Rwanda, Senegal, Mauritius, Mauritania, Morocco, Burundi, Burkina Faso, Djibouti, Kenya, Lesotho



Success stories: Lesotho, Republic of Congo, Swaziland, Botswana



Resource rich countries: Angola, Botswana, Republic of Congo, Algeria, Gabon, Eq. Guinea, Libya, Nigeria, Chad