

# Industrial Policy for meeting the Sustainable Development Goals in Africa



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# Sustainable Development Goal 9



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- **Build resilient infrastructure, promote inclusive and sustainable industrialization and foster innovation**
- **Manufacturing = economic development + employment + social stability**

# Take home message

## *Critical reflection*

SDGs= (S)Development = Industrialisation

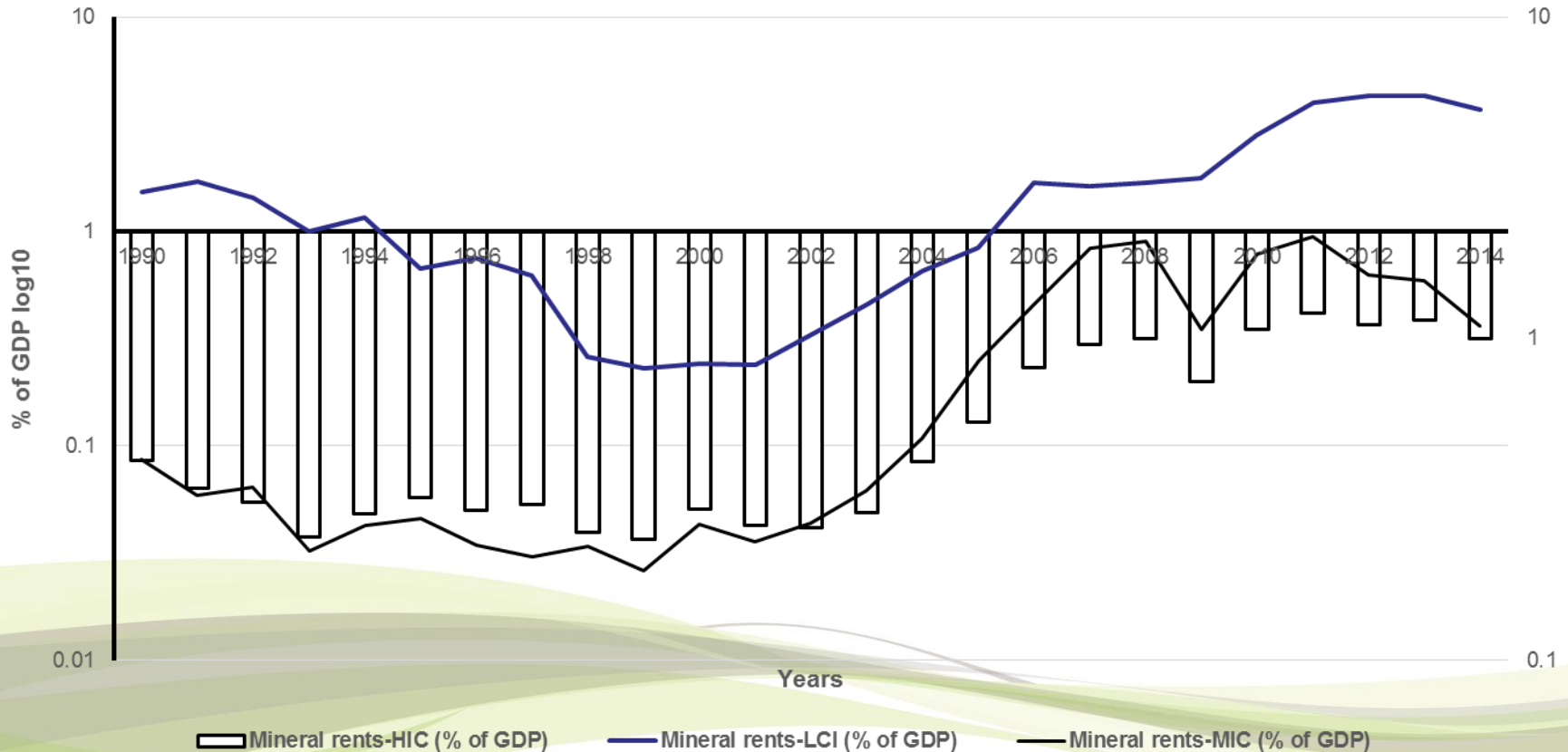


- **Industrial policy lives on and it works**

# Background

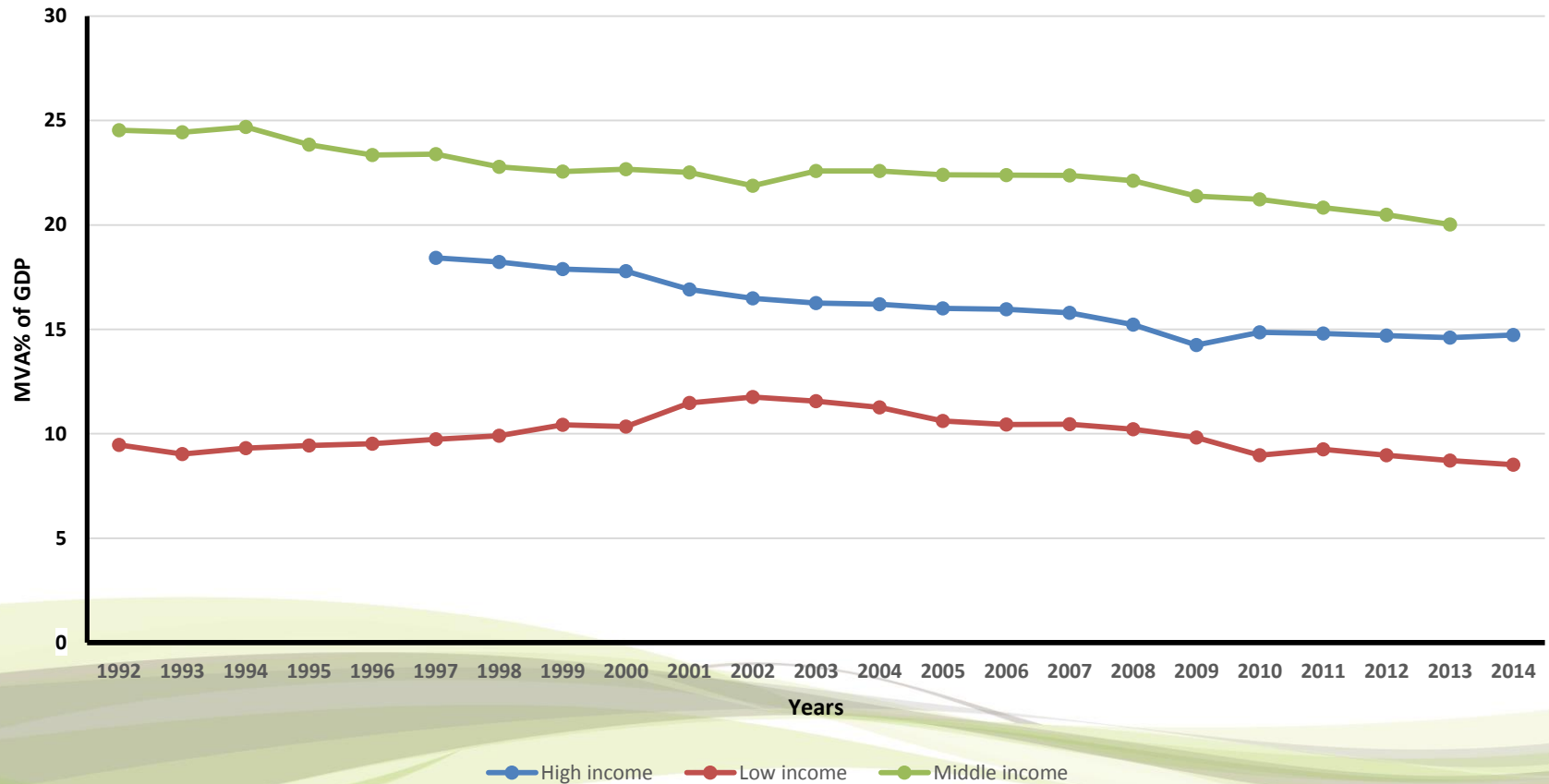
- Economic development= Industrialisation**

Comparison of mineral rents (% of GDP) between LIC, MIC and HIC



# Manufacturing is good for income

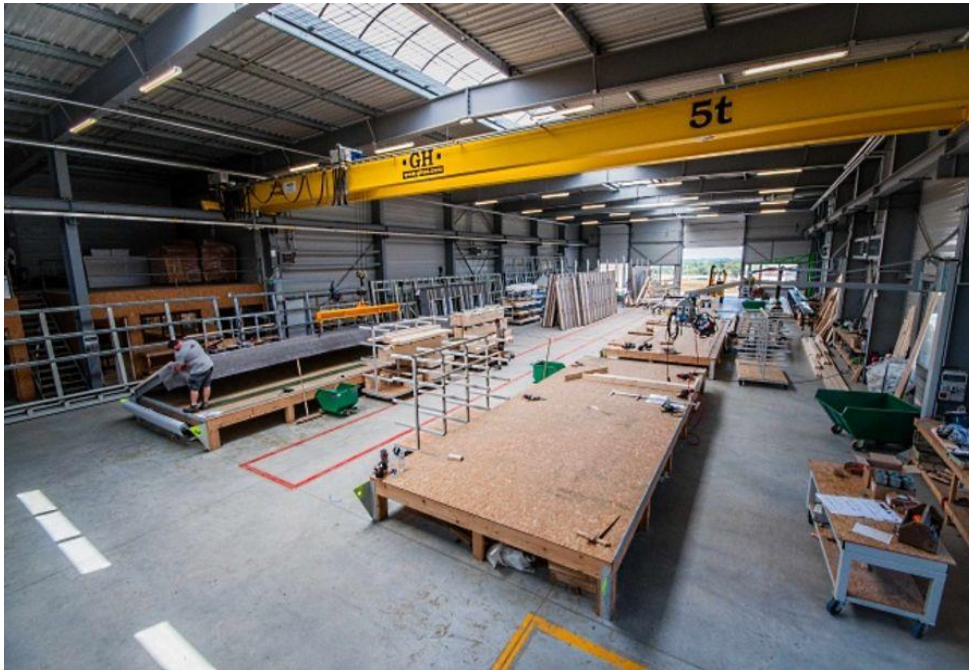
Comparison of MVA (% of GDP) between HIC, MIC and LIC



# Advice to Africa



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**Prebisch-Singer hypothesis**

**Resource curse thesis**

**Primary resources price  
volatility challenge**

# How to industrial? Role of the state



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**The market can drive  
industrialisation**

**The government lacks  
information to intervene**

**State interventions leads to rent  
seeking**

**State can intervene to address  
market imperfections**

**State can intervene to create  
markets**

**Development = structural change**

**SDG= Double structural change**

# Why industrial policy for SDGs

- **Industrial policy has a history**
  - (i) Britain-Calico Acts (1700, 1721)**
  - (ii) The USA**
  - (iii) The High Performing Asian Economies**
  - (iv) China-the capitalist state**
  - (v) GREEN ECONOMY**
  - (vi) Africa?**



# Conclusion: How for Africa



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- **Good industrial policy is limited temporally and in scope**
- **Big swings produce big hits or big misses**
- **Policy agility-** Strength of freight train agility of a Mini Cooper (motor-bike)



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**NGIYABONGA,  
MEDASE,  
ASANTE SANA  
THANK YOU**

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