

CONTENTS

AUTHORS	ix
ACKNOWLEDGMENTS	x
OVERVIEW	xi
GLOSSARY OF TERMS	xx
ABBREVIATIONS AND ACRONYMS	xxi
1. INTRODUCTION	1
2. CHINA'S GROWING TIES WITH SUB-SAHARAN AFRICA	3
3. METHODOLOGY	9
Existing Information Sources	9
A New Project Database	11
4. THE EMERGENCE OF CHINESE INFRASTRUCTURE FINANCE	16
Headline Numbers	16
Sector-by-Sector View	19
<i>Power</i>	21
<i>Rail</i>	23
<i>Roads</i>	23

<i>Information and Communication Technology</i>	24
<i>Water and Sanitation</i>	25
Country-by-Country View	25
<i>Nigeria</i>	25
<i>Angola</i>	26
<i>Ethiopia</i>	27
<i>Sudan</i>	28
5. ECONOMIC COMPLEMENTARITIES BETWEEN CHINA AND SUB-SAHARAN AFRICA	29
The Infrastructure Side	30
The Natural Resource Side	37
6. THE FINANCING PERSPECTIVE	52
The Role of China Ex-Im Bank	52
Financing Terms	58
Country Indebtedness	62
7. THE CHANGING LANDSCAPE OF INFRASTRUCTURE FINANCE	66
Other Non-OECD Financiers	66
Comparison of OECD and Non-OECD Finance	68
8. CONCLUSION	73
BIBLIOGRAPHY	75
ANNEXES	
Annex 1. Methodology for Searching Factiva Database	79
Annex 2. Methodology for Creating Project Database	82
Annex 3. Summary of Chinese-Funded Infrastructure Projects by Sector	85
Annex 4. Summary of Chinese-Funded Infrastructure Projects for Selected Countries	110
Annex 5. Summary of Chinese-Funded Natural Resource Projects	120

BOXES

1	A brief history of Sino-African engagement	5
2	Chinese involvement in petroleum sector development in Nigeria, Angola, and Sudan	49

FIGURES

1	Chinese trade with and foreign direct investment in sub-Saharan Africa	4
2	Chinese foreign economic cooperation in sub-Saharan Africa, 2002–05	10
3	Chinese-financed infrastructure projects in sub-Saharan Africa that could be validated from different sources, 2001–07	15
4	Estimated value of Chinese infrastructure finance commitments in sub-Saharan Africa, 2001–07	17
5	Number and size distribution of Chinese-financed infrastructure projects in sub-Saharan Africa, 2001–07	18
6	Confirmed Chinese infrastructure finance commitments in sub-Saharan Africa by sector, 2001–07	22
7	Confirmed Chinese infrastructure finance commitments in sub-Saharan Africa by country, 2001–07	26
8	Percentage value of multilateral civil works contracts in sub-Saharan Africa captured by foreign contractors according to their country of origin, 2005–06	35
9	Sectoral and geographic distribution of multilateral civil works contracts	36
10	Trends in sub-Saharan African share of exports of selected natural resources going to China and other major trading partners, 2001–06	38
11	Sub-Saharan African share of China's imports of selected natural resources, 2001–06	39
12	China's oil imports by source, for all regions and for sub-Saharan Africa, 2001–06	40
13	Natural resource exports to China by selected sub-Saharan African countries, 2001 and 2006	42

14	Country shares of Chinese natural resource investment and finance commitments into power and transport in sub-Saharan Africa, 2001–07	47
15	Chinese infrastructure finance commitments in sub-Saharan Africa by source and type, 2001–07	53
16	Commitments by China Ex-Im Bank, 2001–06	54
17	Structure of “Angola mode” arrangement	56
18	Average grant element of Chinese lending to selected sub-Saharan African countries, 2002–06	62
19	Non-OECD infrastructure finance in sub-Saharan Africa, 2001–07	69
20	External infrastructure finance in sub-Saharan Africa, 2001–06	69
21	External infrastructure finance by sector in sub-Saharan Africa, 2001–06	70
22	Sectoral specialization of external sources of infrastructure finance in sub-Saharan Africa, 2001–06	71
23	Geographic specialization of external sources of infrastructure finance in sub-Saharan Africa	72

TABLES

1	Estimated upper bound of Chinese infrastructure finance commitments in sub-Saharan Africa, 2002–05	11
2	Chinese financing commitments into infrastructure projects in sub-Saharan Africa, by year of commitment and status at end of 2007	19
3	Top 10 Chinese infrastructure project contractors active in sub-Saharan Africa, 2001–07	20
4	Economic complementarities between China and sub-Saharan Africa	29
5	Indicators of infrastructure development in sub-Saharan Africa and other developing regions	30
6	Impact of unreliable infrastructure services on the productive sector	32

7	Estimated annual infrastructure investment and maintenance needs to meet Millennium Development Goals in sub-Saharan Africa, 2005–15	34
8	Shifting patterns of Sino-African trade in selected natural resources	41
9	Chinese investment commitments in natural resource sector in sub-Saharan Africa, 2001–07	45
10	Chinese-financed infrastructure projects linked to Chinese natural resource development projects	48
11	Chinese-financed infrastructure projects backed by natural resources, 2001–07	57
12	Chinese grant-financed infrastructure projects in sub-Saharan Africa, 2004–07	59
13	Average terms of all Chinese official loans to various sub-Saharan African countries, 2002–06	61
14	Financing terms offered by China and other creditors to sub-Saharan Africa and all developing countries, 2002–06	63
15	Comparison of debt relief with Chinese loan commitments, 2000–07	65
A3.1	Overview of Chinese financing commitments in confirmed power projects in sub-Saharan Africa, 2001–07	86
A3.2	Overview of Chinese financing commitments in confirmed transport projects in sub-Saharan Africa, 2001–07	93
A3.3	Overview of Chinese financing commitments in confirmed ICT projects in sub-Saharan Africa, 2001–07	100
A3.4	Overview of Chinese financing commitments in confirmed water projects in sub-Saharan Africa, 2001–07	106
A3.5	Overview of Chinese financing commitments in confirmed multisector projects in sub-Saharan Africa, 2001–07	109
A4.1	Chinese financing commitments in infrastructure projects in Nigeria, 2001–07	111

A4.2	Chinese financing commitments in infrastructure projects in Angola, 2001–07	114
A4.3	Chinese financing commitments in infrastructure projects in Ethiopia, 2001–07	116
A4.4	Chinese financing commitments in infrastructure projects in Sudan, 2001–07	118
A5.1	Chinese financing interests in confirmed natural resource projects	121