www.pwc.co.uk

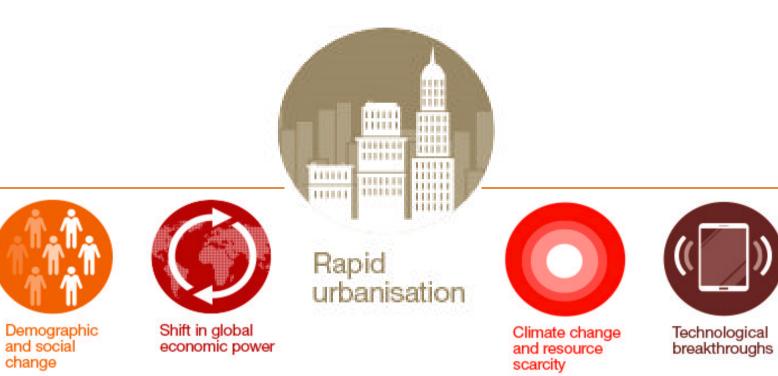
Cities & Urbanisation #1 development tool?

June 2015

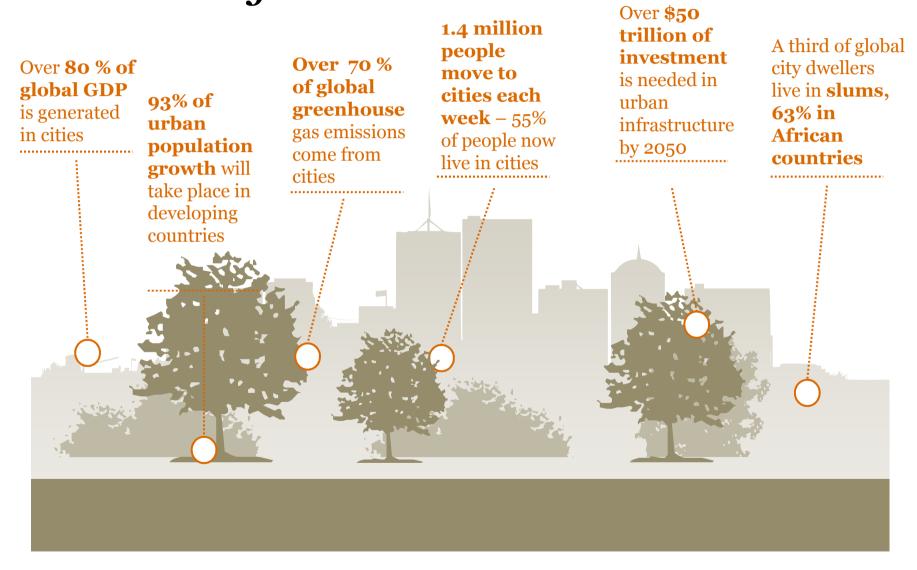




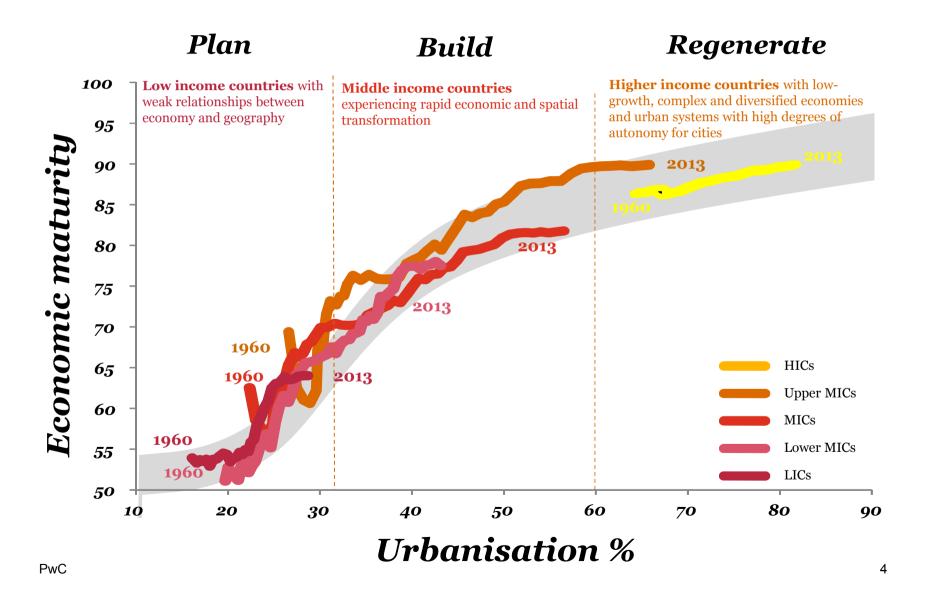
PwC Megatrends



The Urban Age



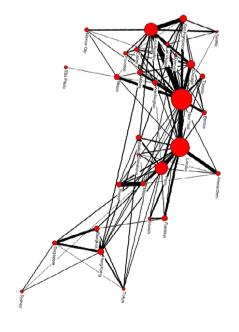
When countries grow, they urbanise - right?



Making urbanisation work for development Three things to get right

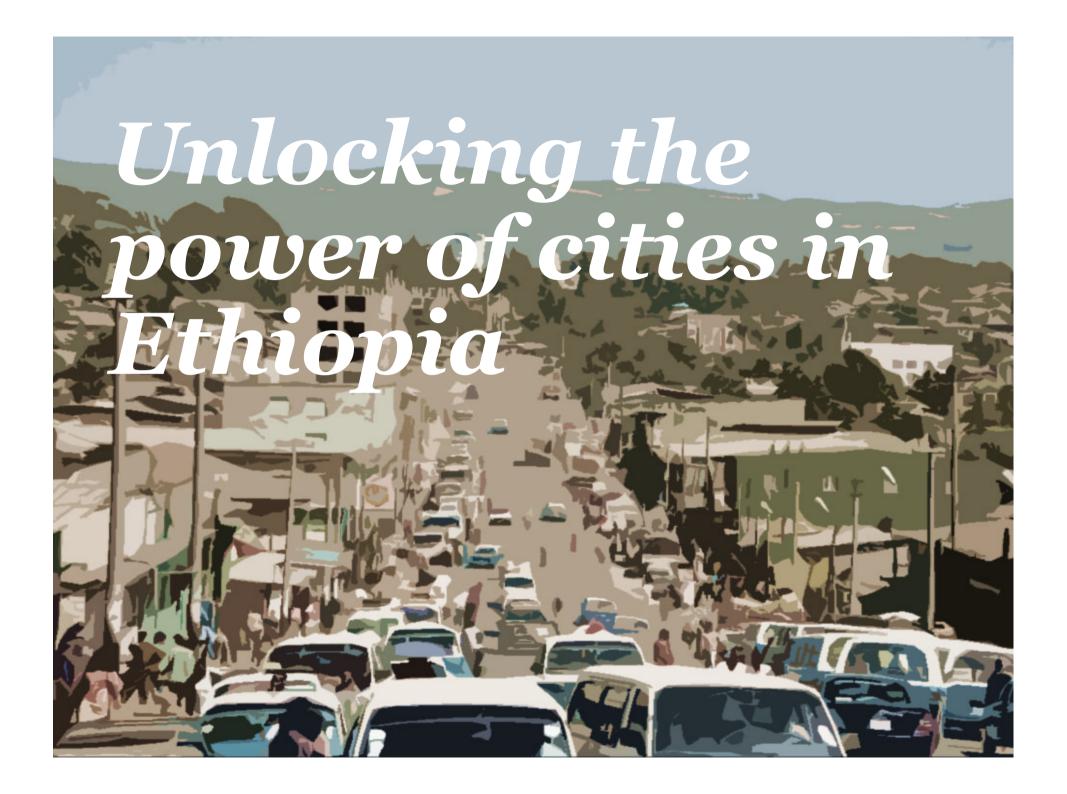
Economies of agglomeration

National urban Rural – Urban systems



Linkages





Project objectives

Supporting Ethiopia's urban transition

Spatial Economic Planning Framework



To develop a framework which Ethiopia can use to design its spatial economic strategy

Analysis that supports growth



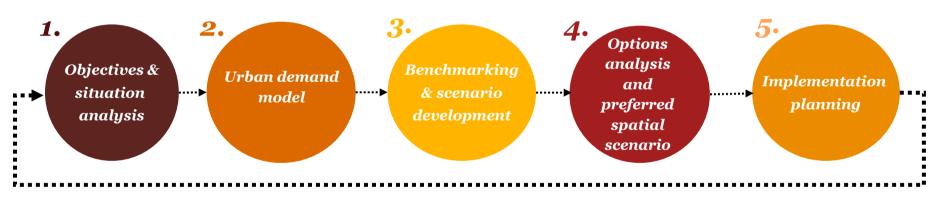
To underpin this with analysis tools that link economic and urban strategies

A preferred spatial economic strategy



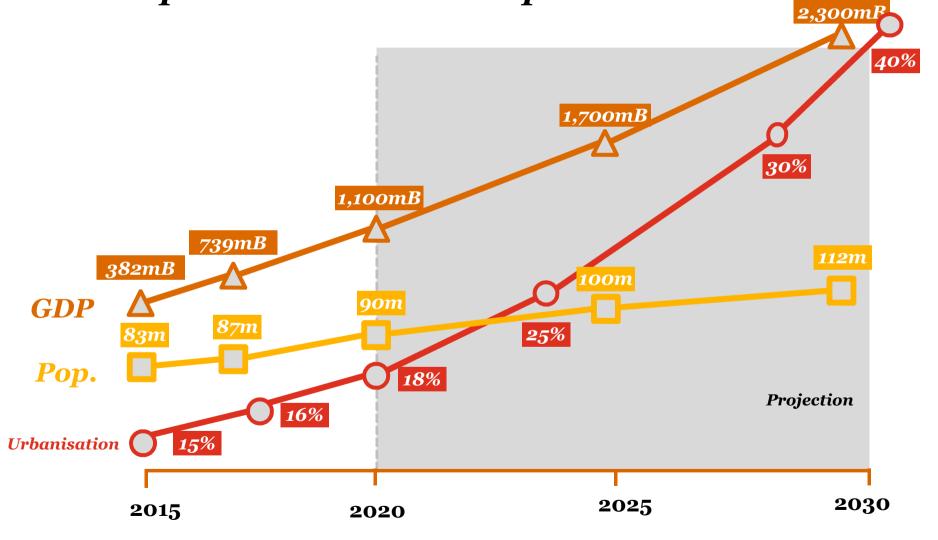
To use scenario analysis to help inform planners and policymakers of the tradeoffs and opportunities

Introducing the 5-stage Spatial Economic Planning Framework used to inform this work

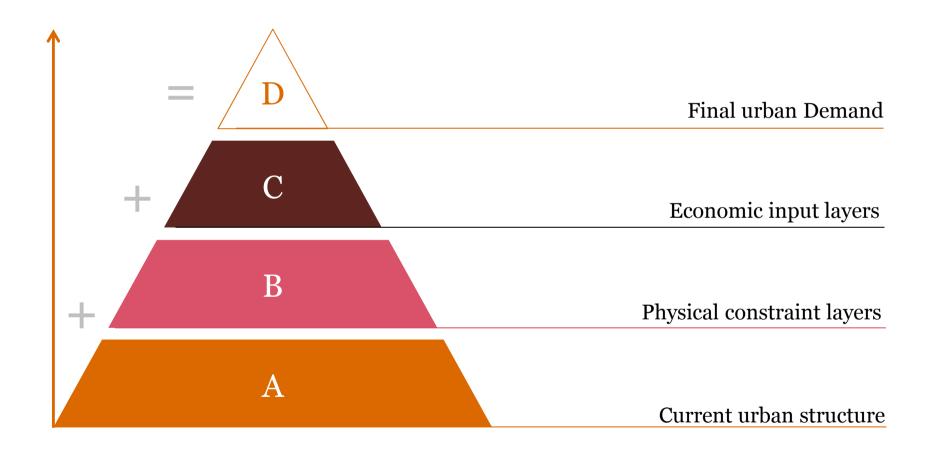


To be revisited and updated at each 5 year GTP cycle

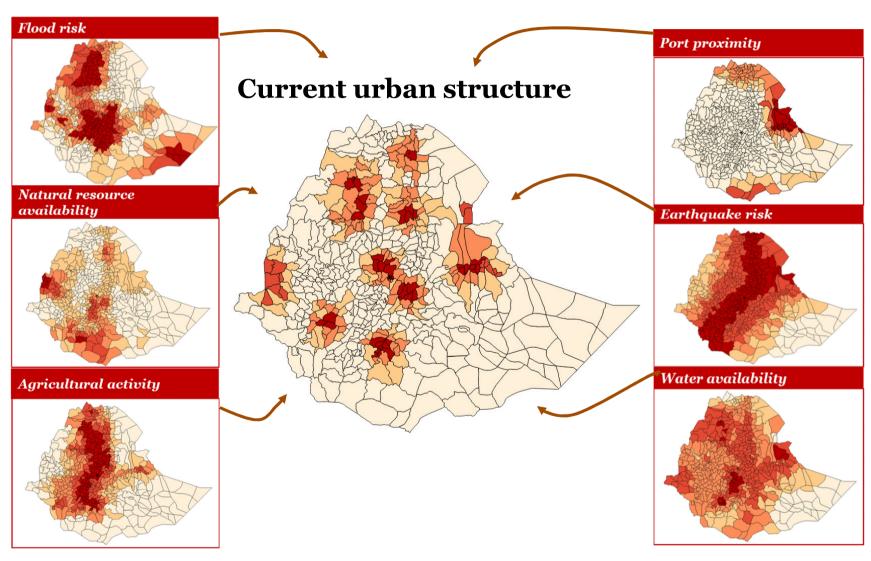
Stage 1: Population, urbanisation and economic development trends in Ethiopia



Stage 2: Spatial urban demand model



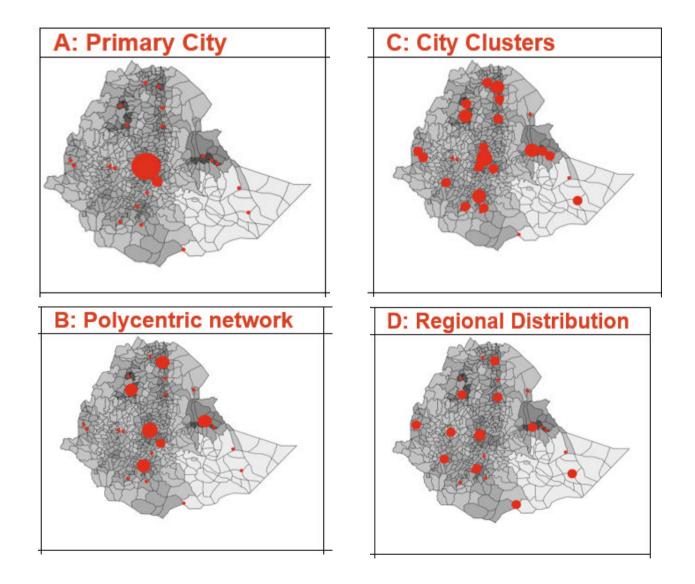
Stage 2: Layering demand drivers and constraints



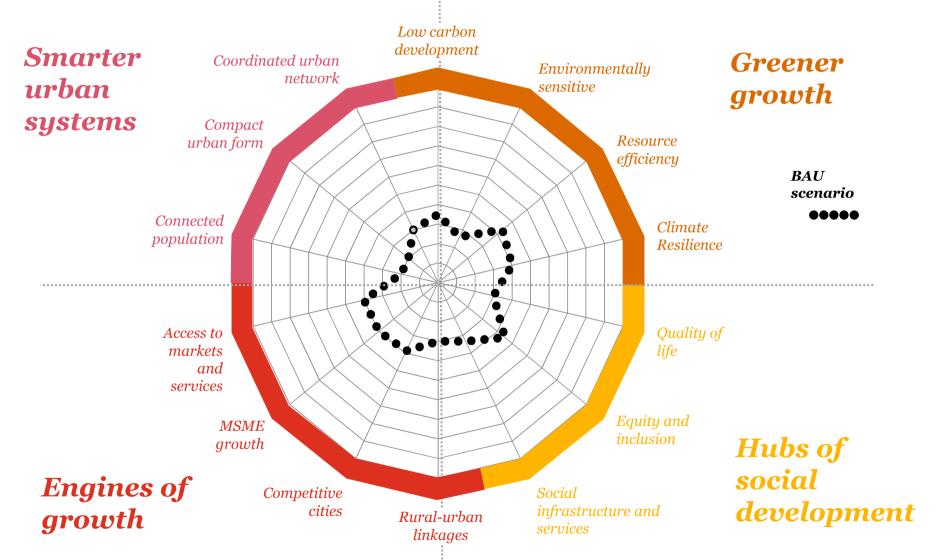
Stage 3: Economic transformation storiesStructural transformation and urbanisation



Stage 3: Spatial growth scenarios

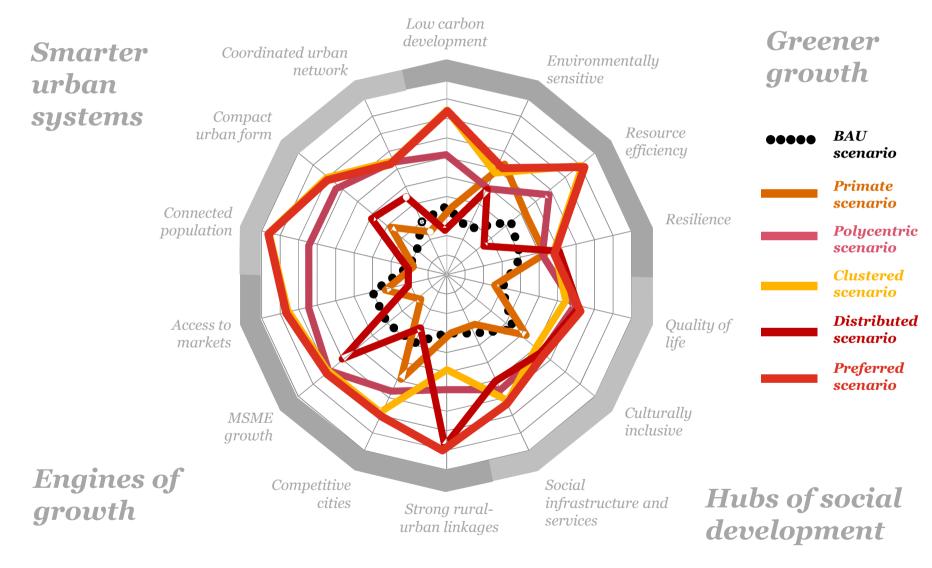


Stage 4: The Performance Assessment Framework

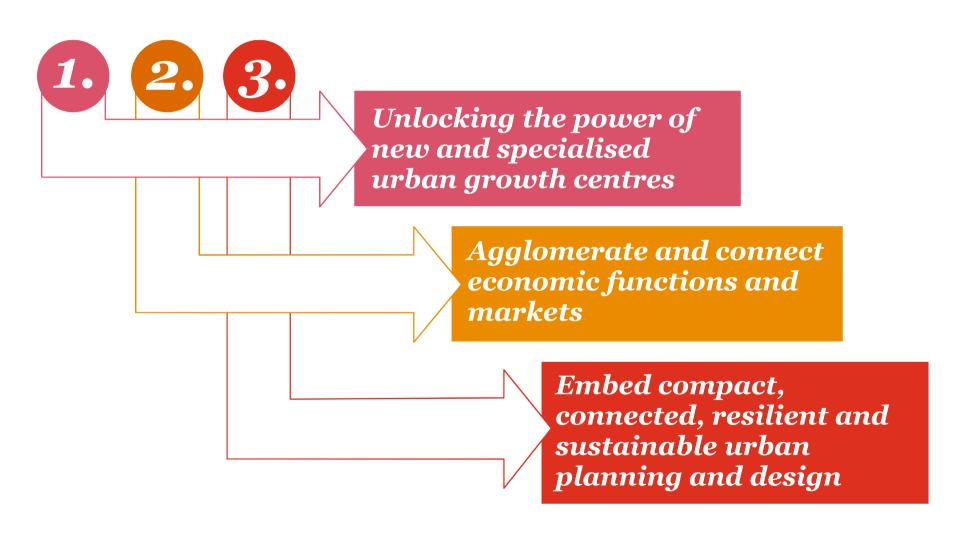


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Stage 4: Scenario analysis



Stage 4: Preferred strategy: Three directions



Mek'ele-Kombolcha Industrial Corridor An industrial corridor seeded by a Logistics SEZ in Kombolcha and diversified Industry into manufacturing and refining. Lake Tana Development Area Agriculture A biodiversity-based area of tourism and commercial Tourism development. Dire Dawa-Jijiga International **Trading Cluster** Extractives A transportation cluster Logistics and connected to Djibouti. trade Possible growth of extractives. Gambela Regional Export Hub

Addis Ababa National Capital Region



Services Manufacturing international

Trade

Agriculture

A multifunctional, crosssectoral economic hub of significance.

Agricultural commodity

regional export hub

Jimma Economic Cluster



Extractives Agriculture

A centre of primary industries, acting as a coordinating node for the agriculture and extractives sectors.

Awasa Economic Cluster

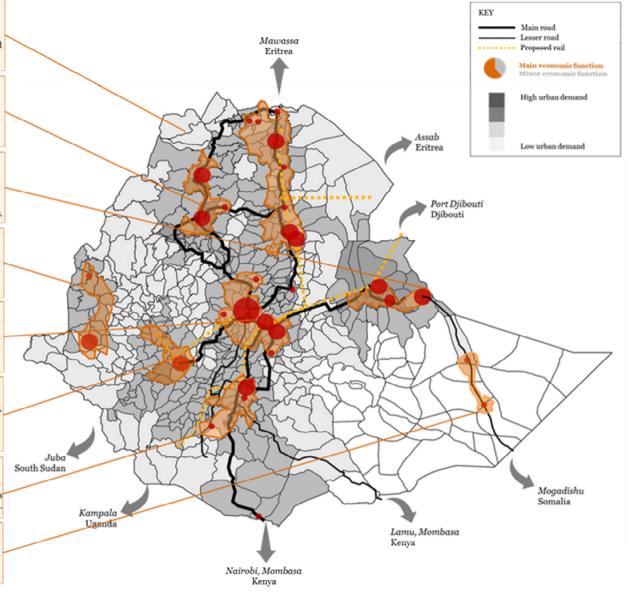


A production centre of industrial and precious minerals Extractives with good connections to Kenya.

Degeh Bur - Kebri Dehar Corridor



A regional livestock and Livestock agricultural market hub with oil Extractives and gas potential and logistical connections to Somalia.



Stage 5: Implementation priorities



Priorities for donor programming?

Spatial economic planning

Key research and knowledge gaps

Improving the enabling environment

Unlocking finance and investment

Equitable and inclusive transition

Cities as market systems?

Important notices



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