AFRICA AT A TURNING POINT?

Growth, Aid, and External Shocks

Edited by

Delfin S. Go

John Page



Contents

For	Foreword	
Ab	breviations	xxi
Inti	Introduction	
De	lfin S. Go and John Page	
I	Patterns of Long-Term Growth in	
	Sub-Saharan Africa	11
1	Is Africa's Economy at a Turning Point?	13
	Jorge Arbache, Delfin S. Go, and John Page	
2	Patterns of Long-Term Growth in Sub-Saharan Africa	87
	Jorge Saba Arbache and John Page	
II	Aid—Volume, Volatility, and	
	Macroeconomic Management	141
3	Assessing the Macroeconomic Framework	
	for Scaling Up Foreign Aid	143
	Delfin S. Go, Vijdan Korman, John Page, and Xiao Ye	•
4	More and Better Aid: How Are Donors Doing?	195
	Punam Chuhan-Pole and Brendan Fitzpatrick [°]	

5	The Macroeconomic Dynamics of Scaling Up Foreign Aid	235
	Shantayanan Devarajan, Delfin S. Go, John Page, Sherman Robinson, and Karen Thierfelder	
6	Foreign Aid, Taxes, and Government Productivity: Alternative Scenarios for Ethiopia's Millennium Development Goal Strategy	267
	Hans Lofgren and Carolina Diaz-Bonilla	
7	Beyond Aid: New Sources and Innovative	
	Mechanisms for Financing Development in Sub-Saharan Africa	301
	Dilip Ratha, Sanket Mohapatra, and Sonia Plaza	501
Ш	Managing External Shocks	341
8	Have External Shocks Become More Important for Output Fluctuations in African Countries? Claudio Raddatz	343
9	Harnessing Oil Windfalls for Growth in the Africa Region	375
	Julia Devlin, Michael Lewin, and Thilakaratna Ranaweera	
10	Managing Oil Revenue Volatility in Nigeria: The Role of Fiscal Policy	427
	Nina Budina and Sweder van Wijnbergen	
11	Evaluation of the Welfare Impact of Higher Energy Prices in Madagascar	461
	Noro Andriamihaja and Giovanni Vecchi	•
12	Economywide and Distributional Impact of an Oil Price Shock on the South African Economy	485
	B. Essama-Nssah, Delfin S. Go, Marna Kearney, Vijdan Korman, Sherman Robinson, and Karen Thierfelder	
Co1	ntributors	531
Ind	index	