



2023 TRANSUNION NAMIBIA SUMMIT

NAVIGATING FINANCIAL INCLUSION:

A Path to Inclusive Growth



ECONOMIC RECOVERY: where are we now and where are we headed

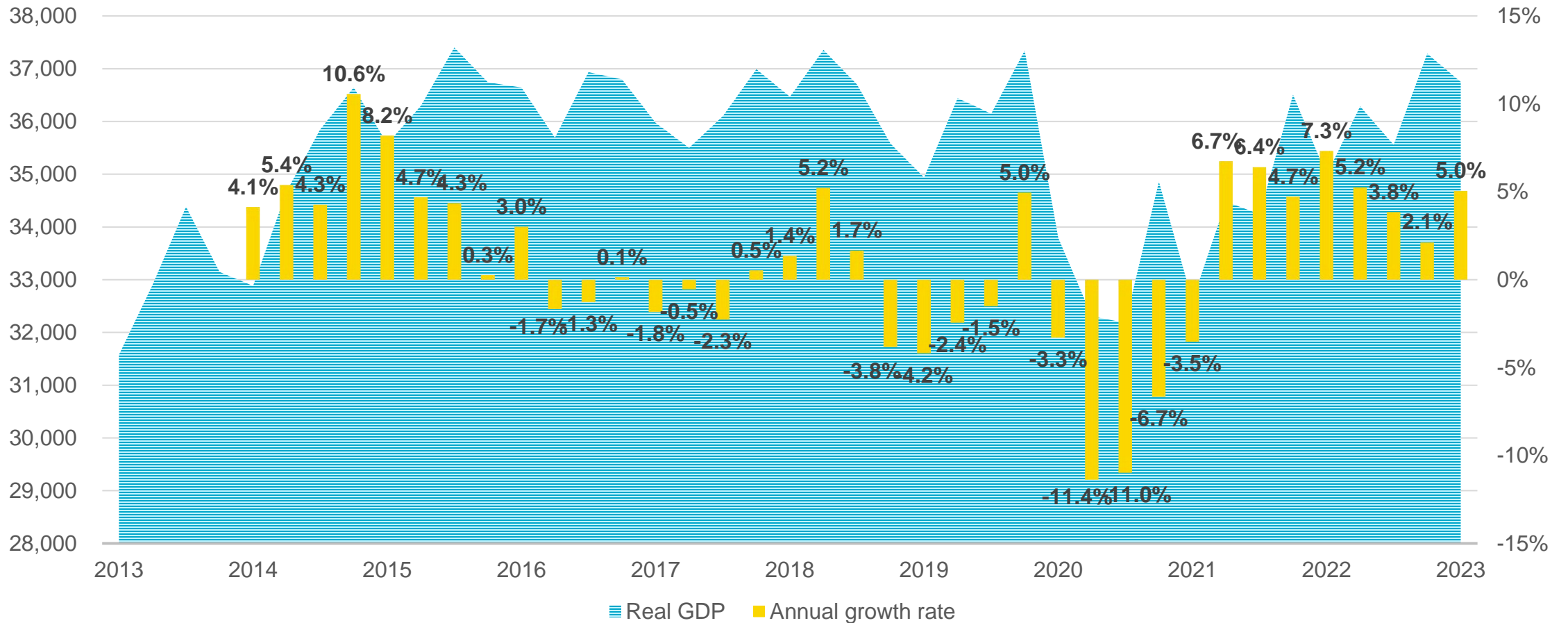
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MACRO ENVIRONMENT

Favourable outlook remains



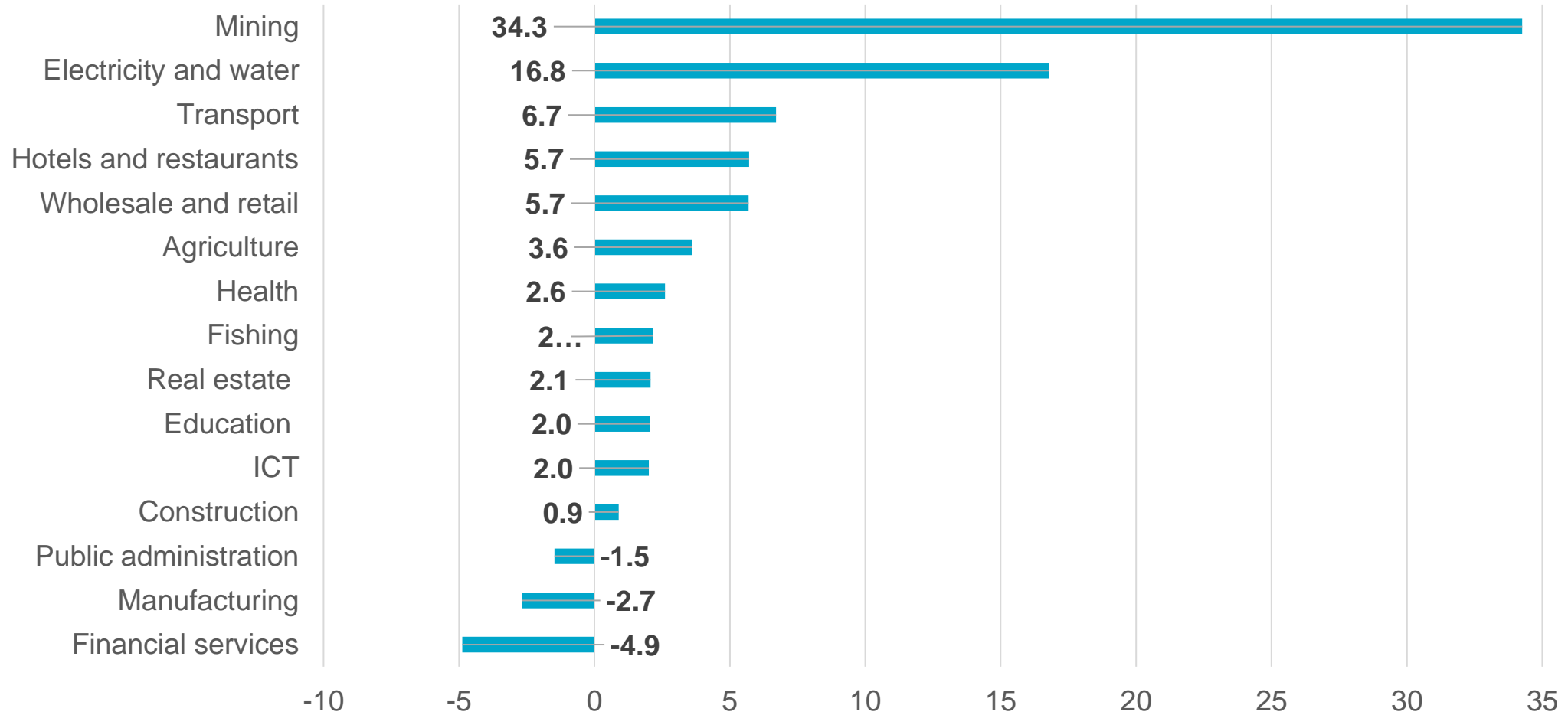
Quarterly annual economic growth rates



Source: Namibia Statistics Agency



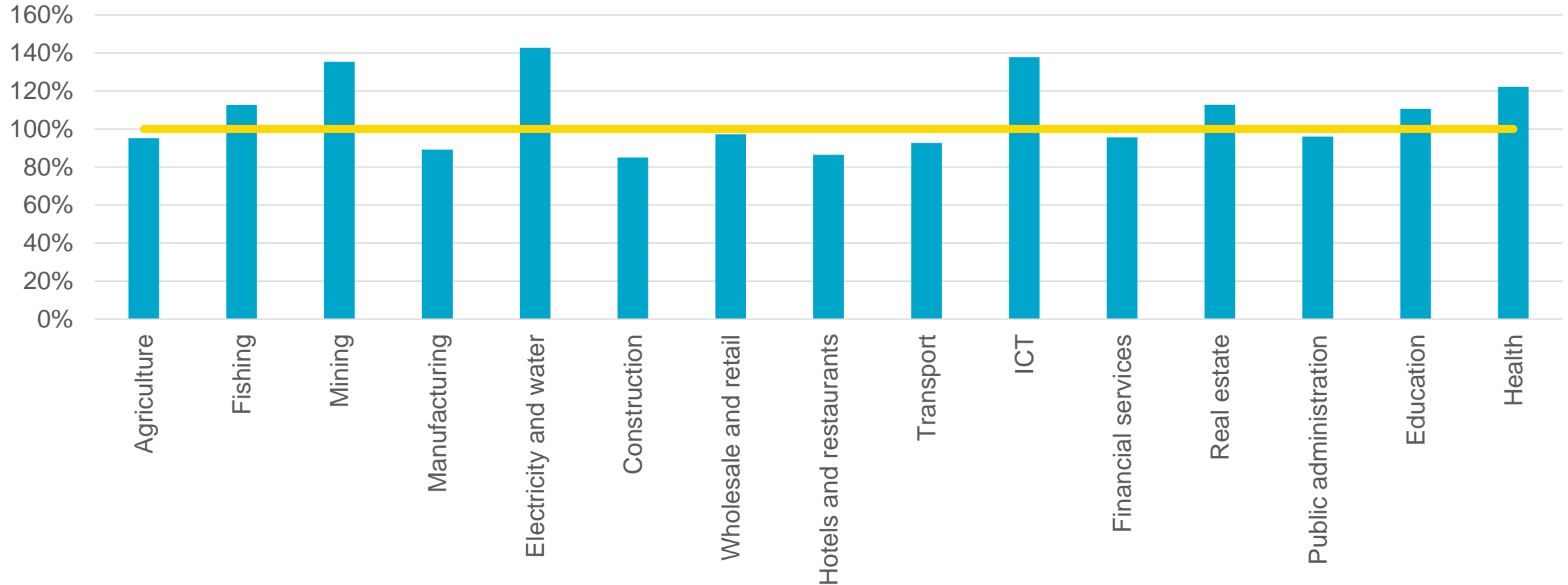
Economic growth by industry – 1Q2023



Source: Namibia Statistics Agency

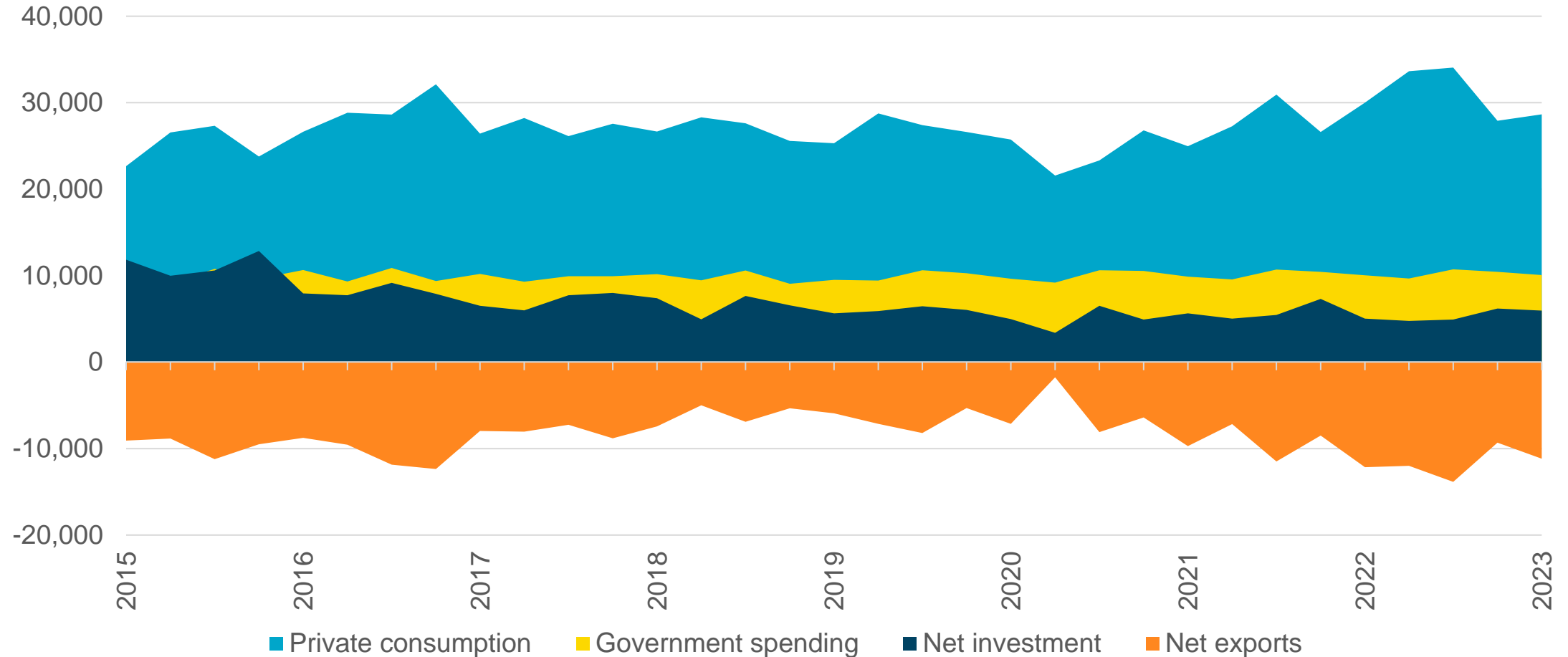


Status of Namibia's economic recovery



Source: Namibia Statistics Agency

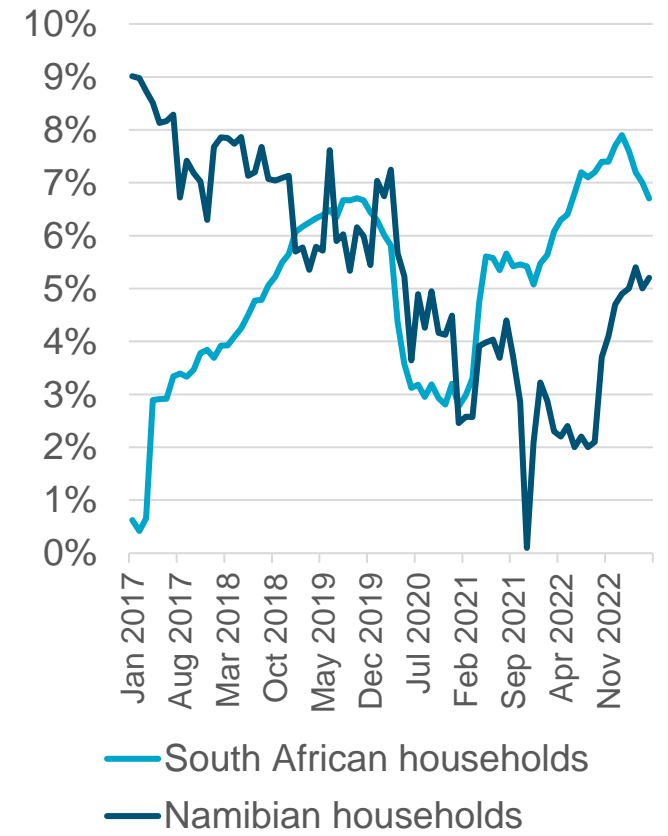
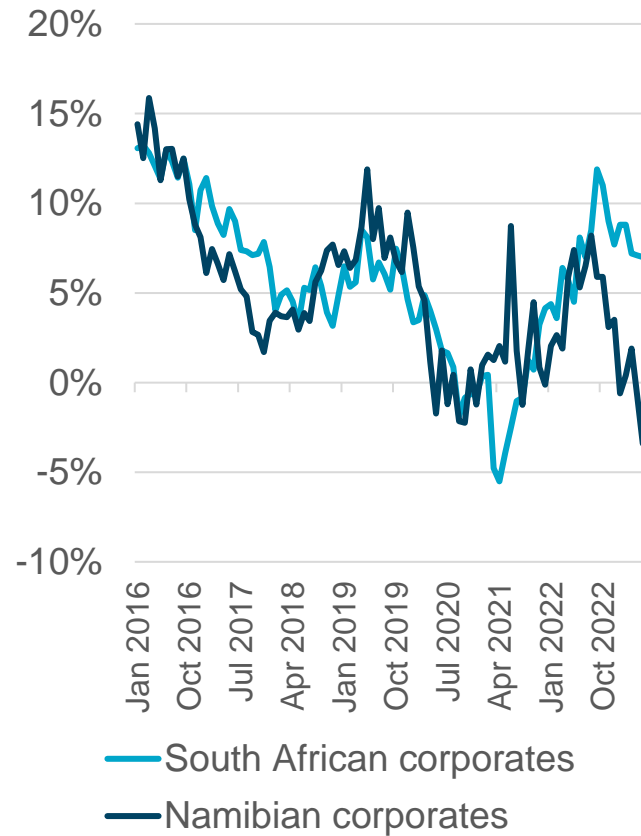
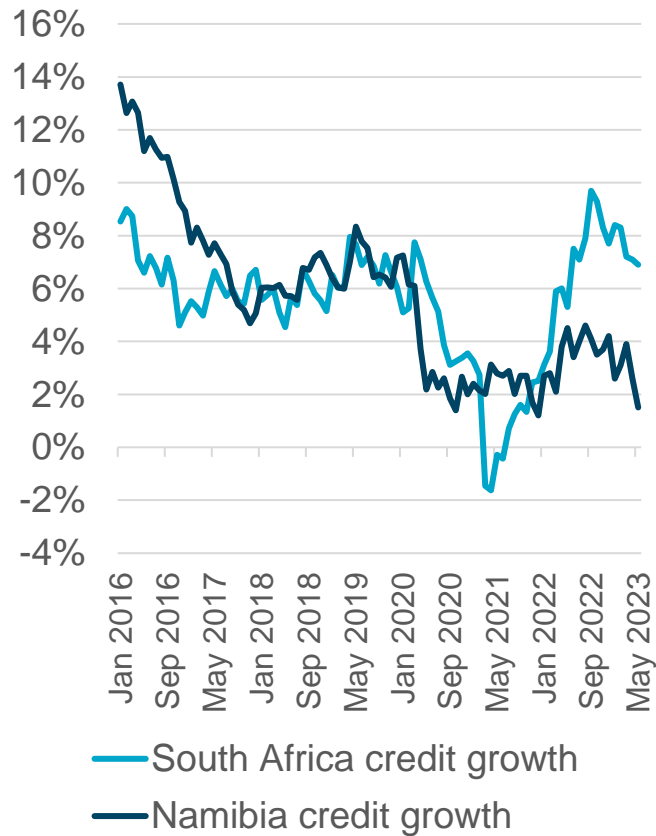
Components of GDP



Source: Namibia Statistics Agency



Credit growth from commercial banks



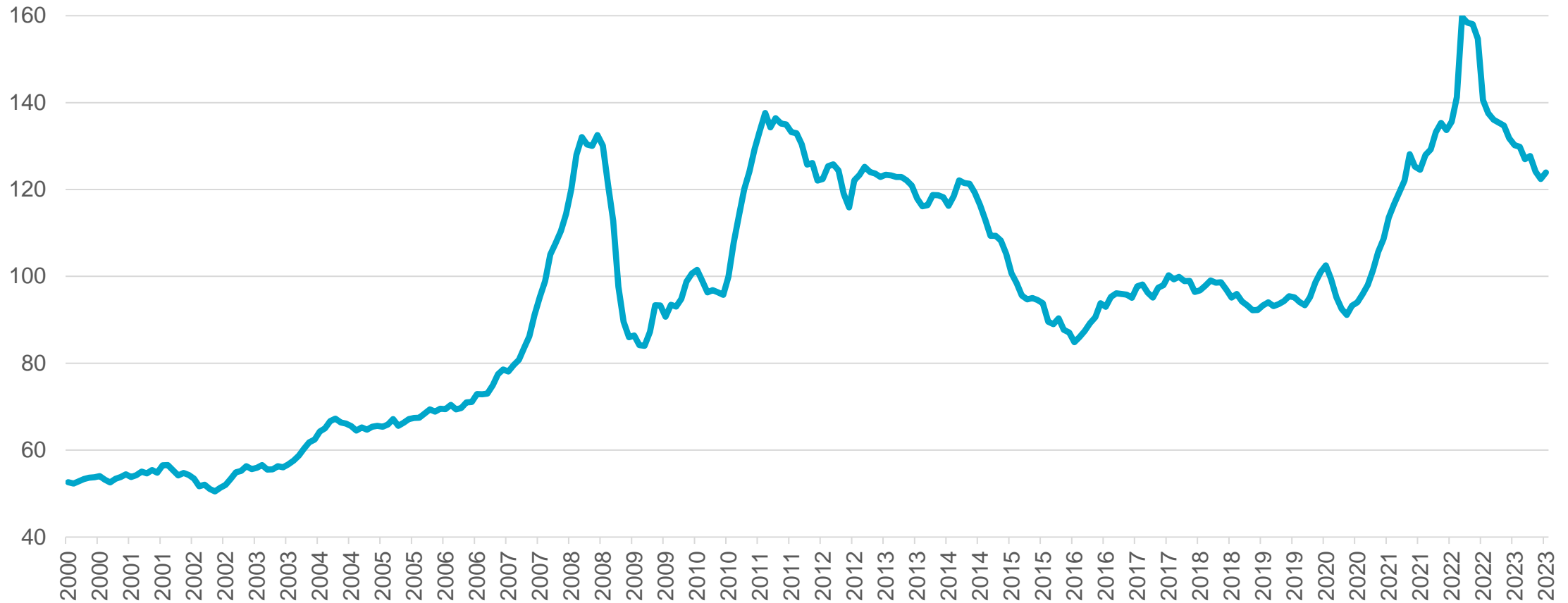
Source: Bank of Namibia

CONSUMER ENVIRONMENT

Household budgets to
remain under pressure



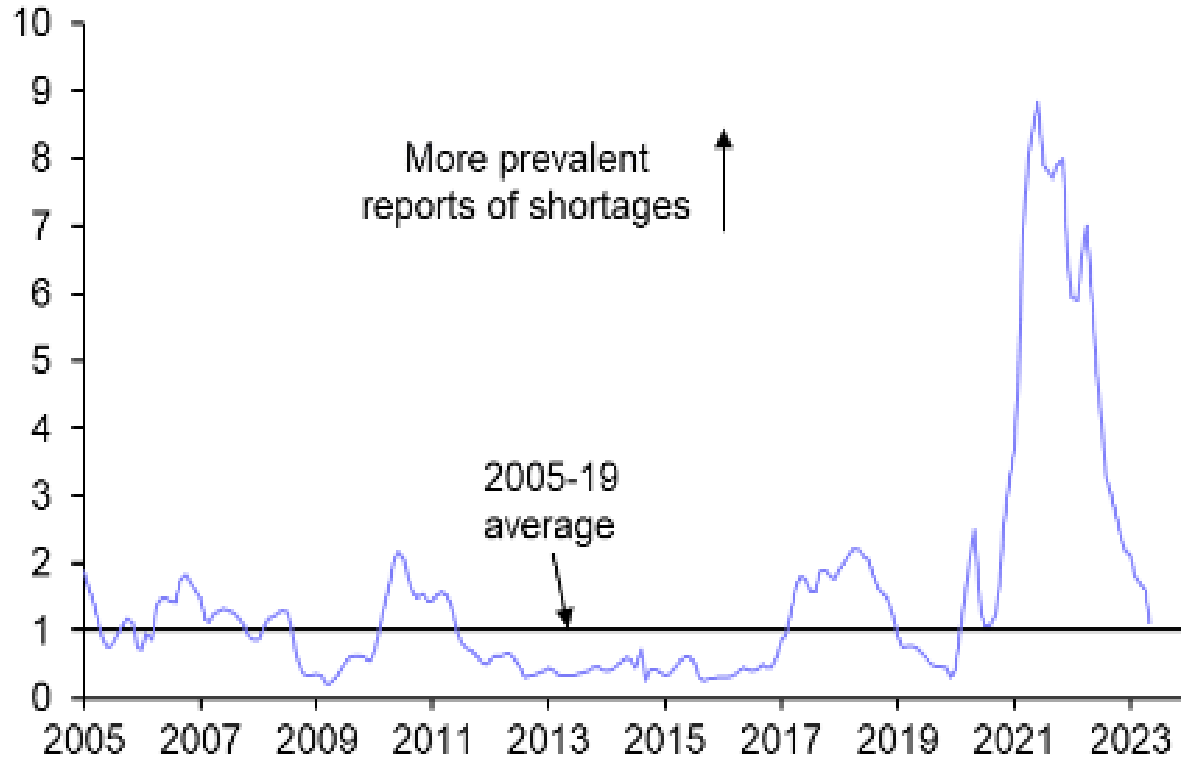
Global food prices are normalising



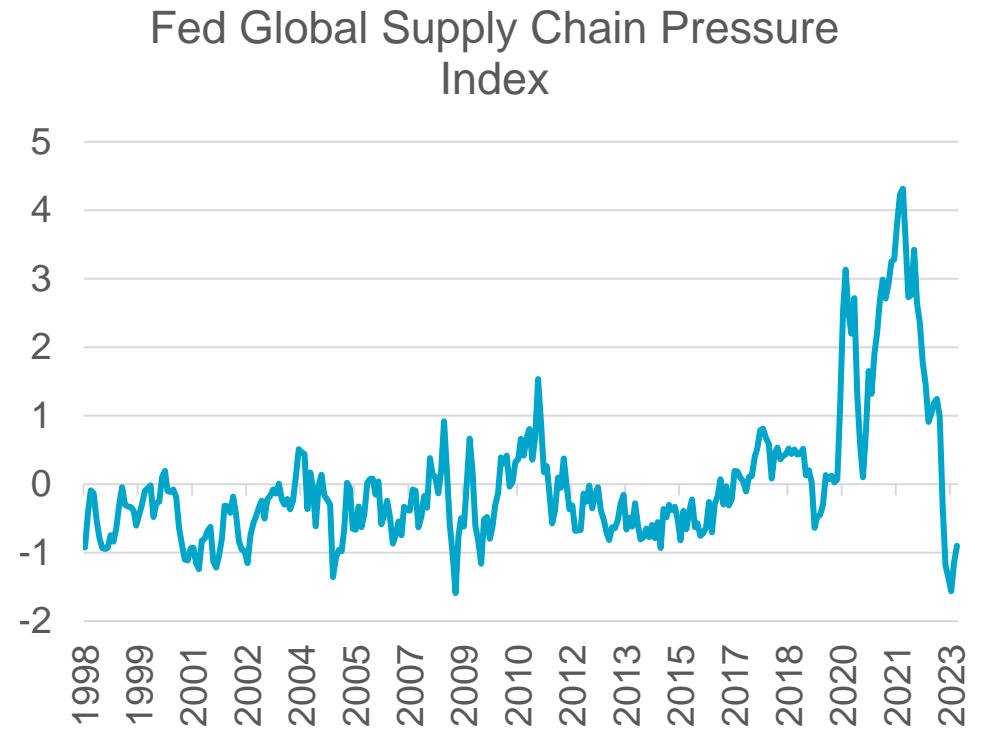
Source: Food and Agriculture Organisation



Shipping costs are easing



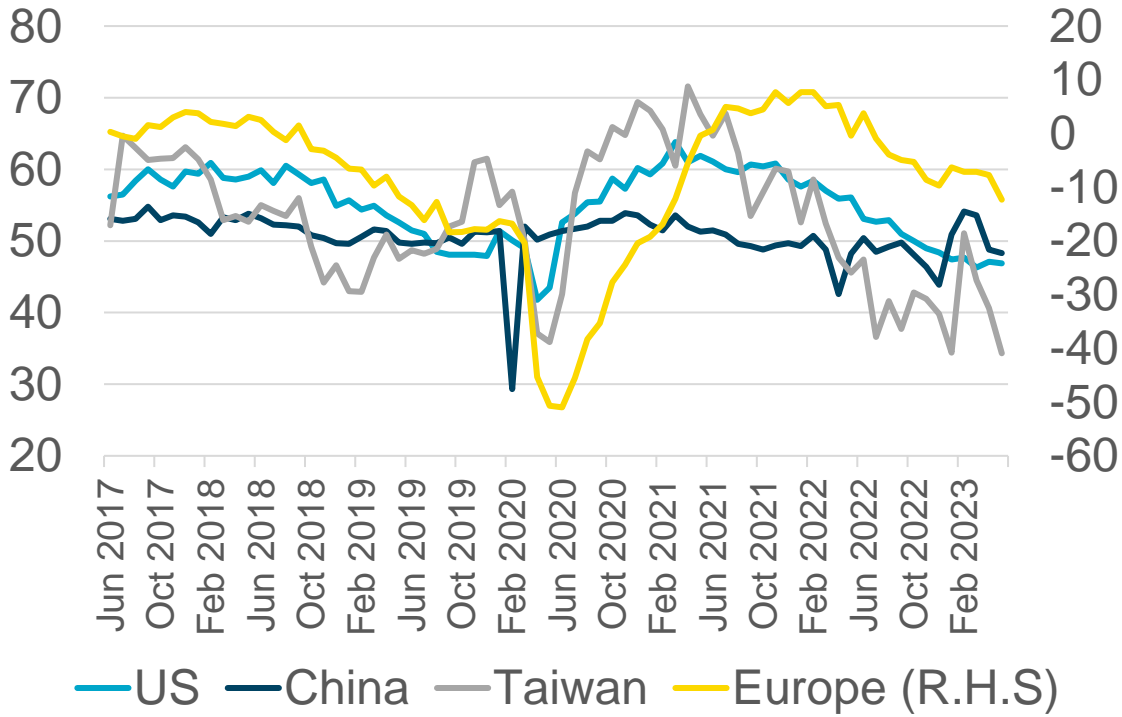
Source: Capital Economics



Source: Federal Reserve

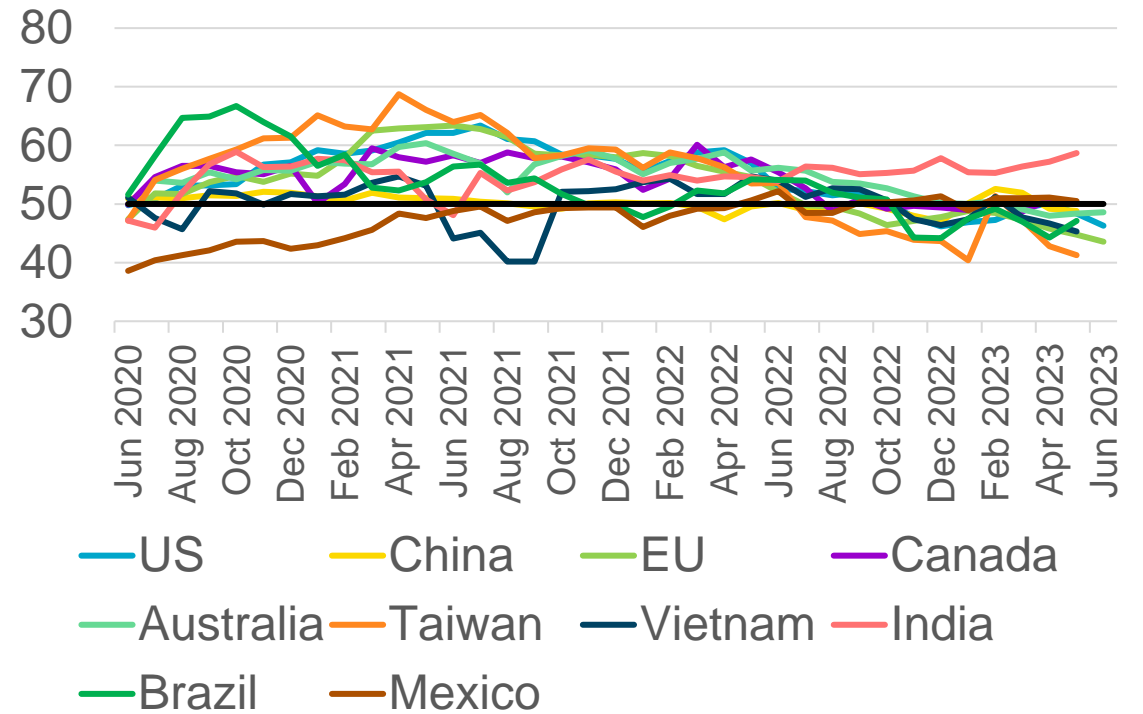
Weak external environment

Factory orders



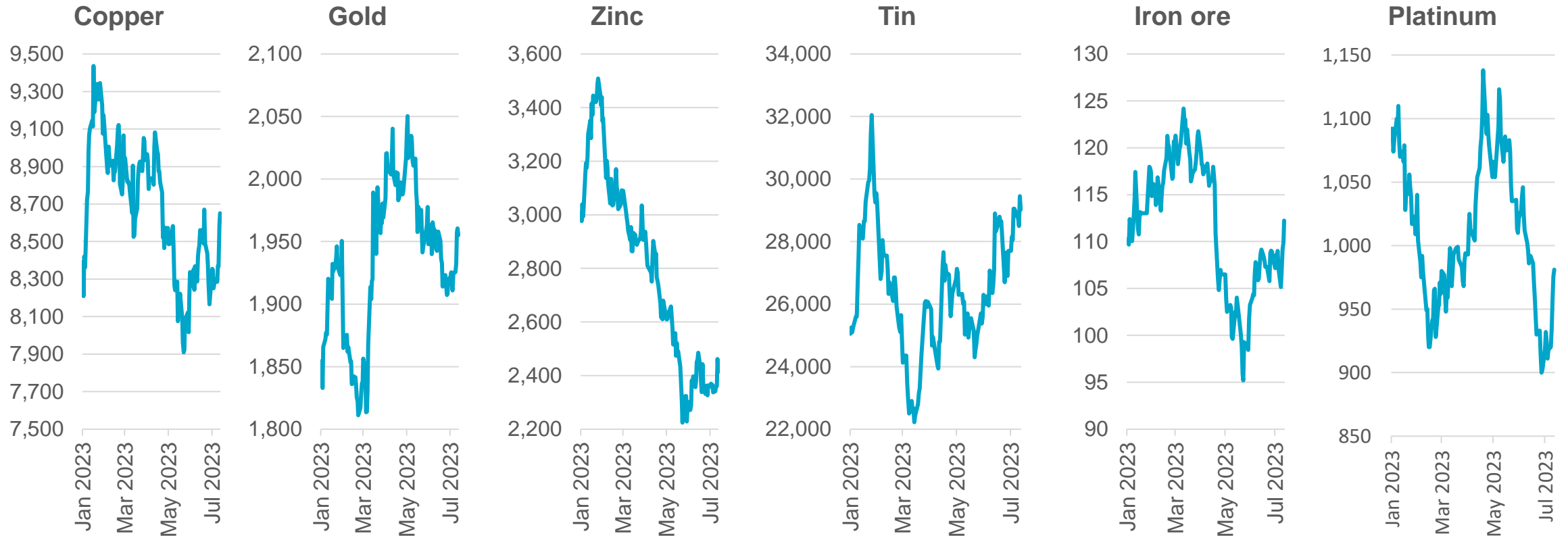
Source: Bloomberg

Manufacturing PMIs



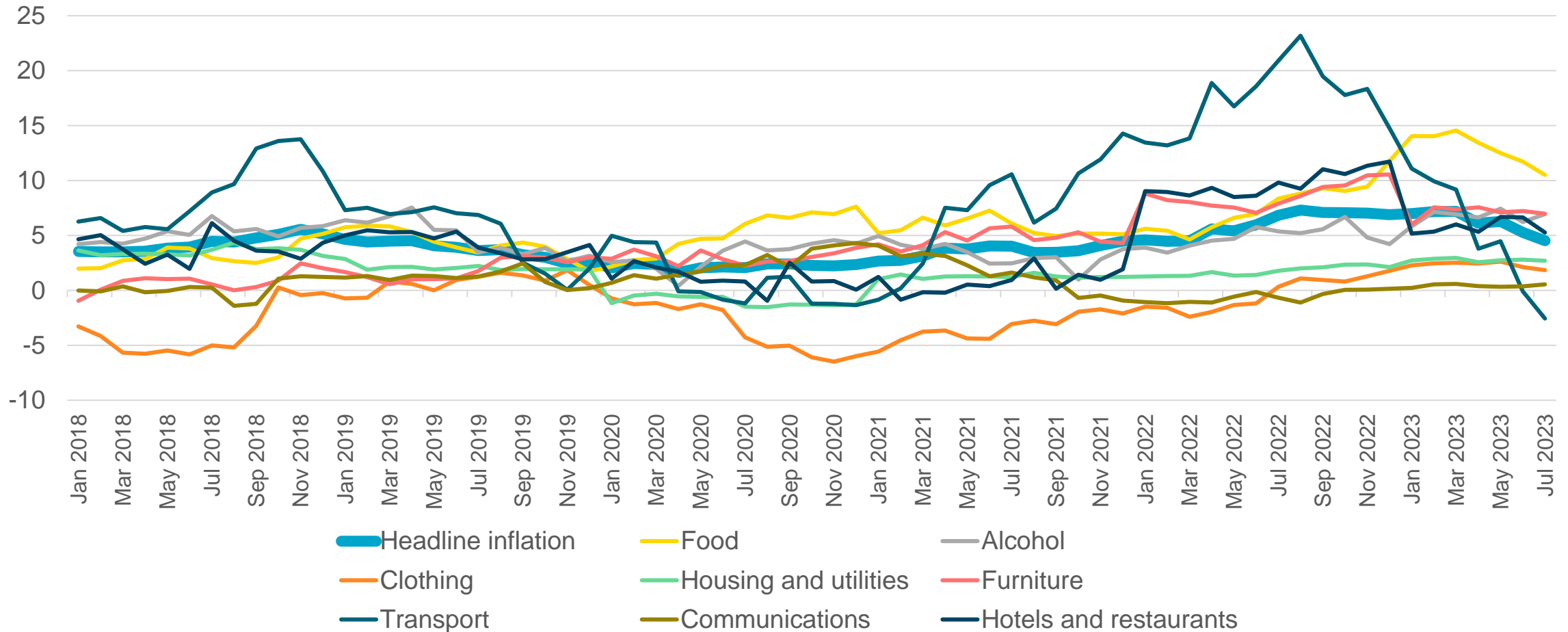
Source: Bloomberg

Lower demand for commodities



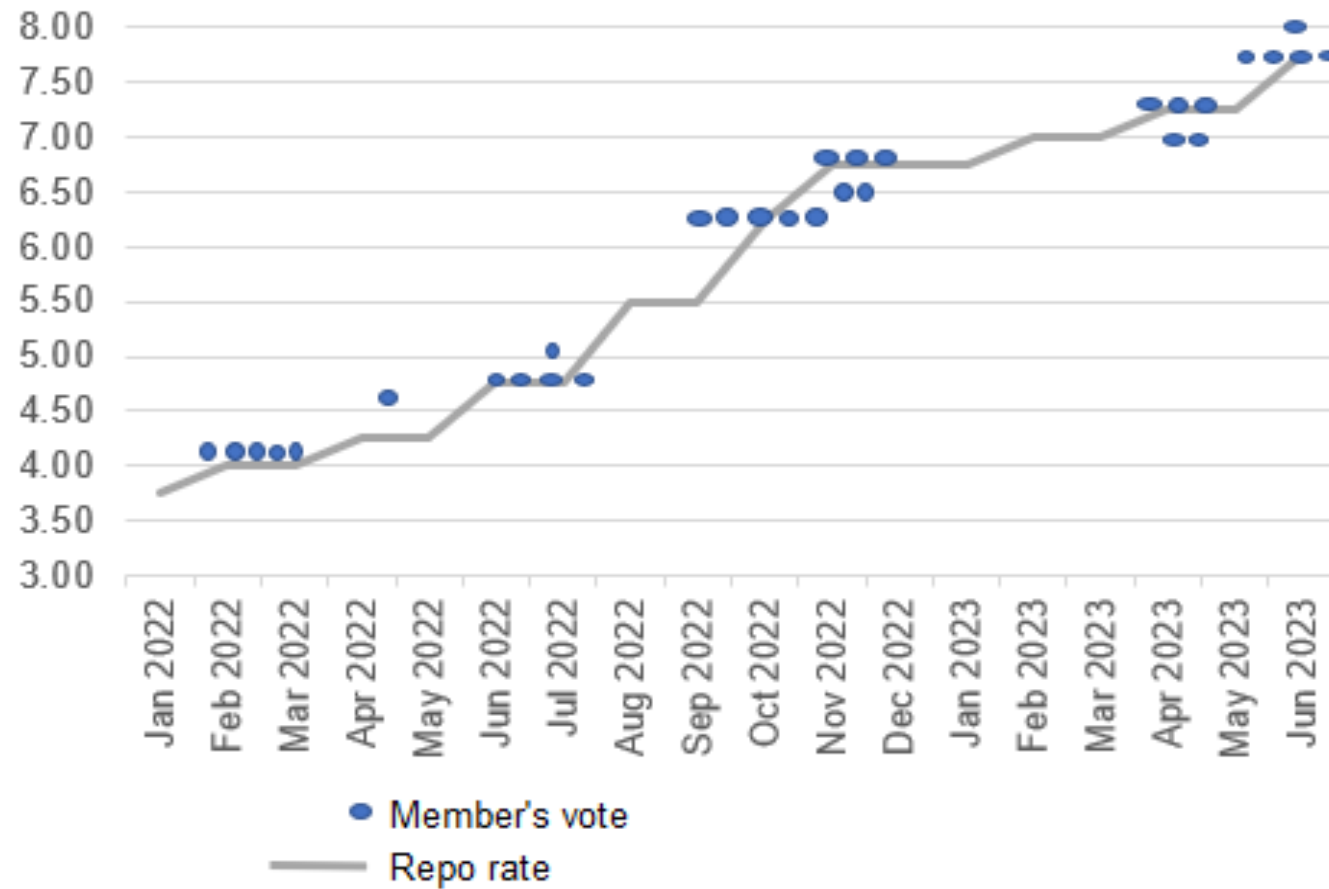
Source: Bloomberg

Inflation expected to moderate further



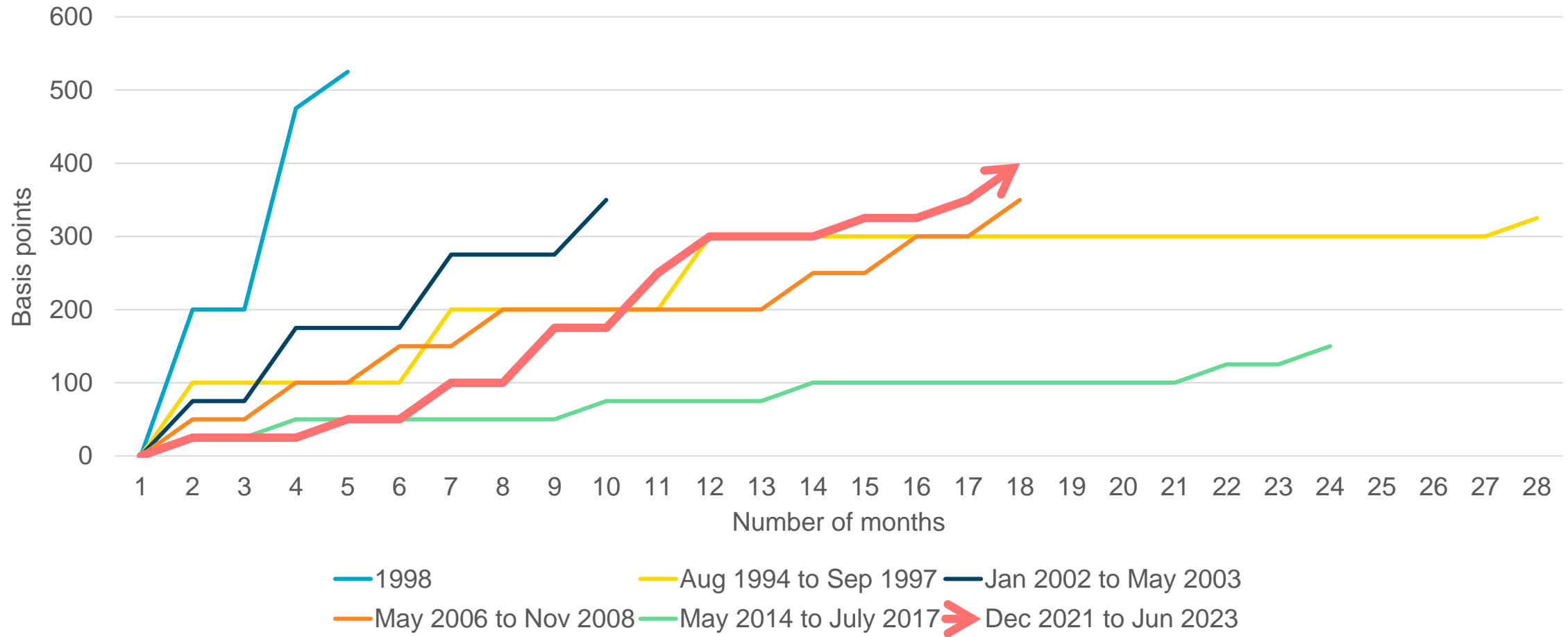
Source: Namibia Statistics Agency

Interest rates to remain high for some time



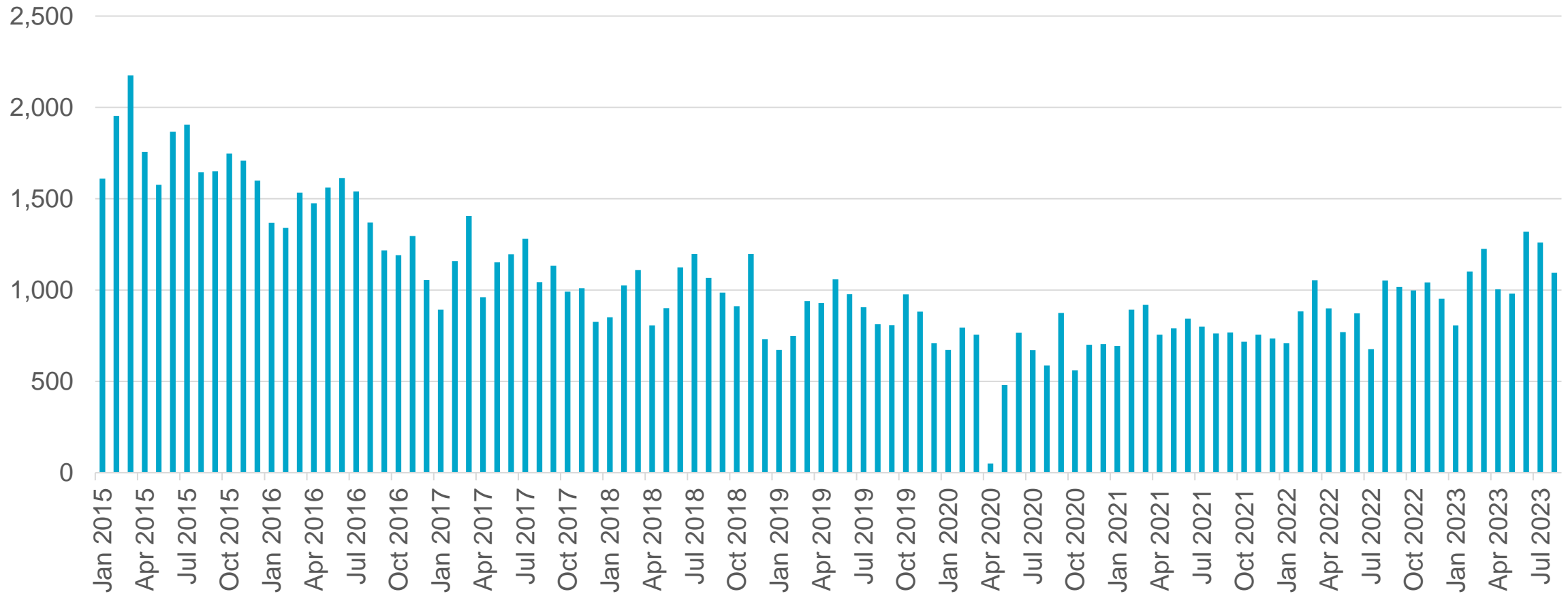
Source: Bank of Namibia

Rate hiking cycles in Namibia



Source: Bank of Namibia

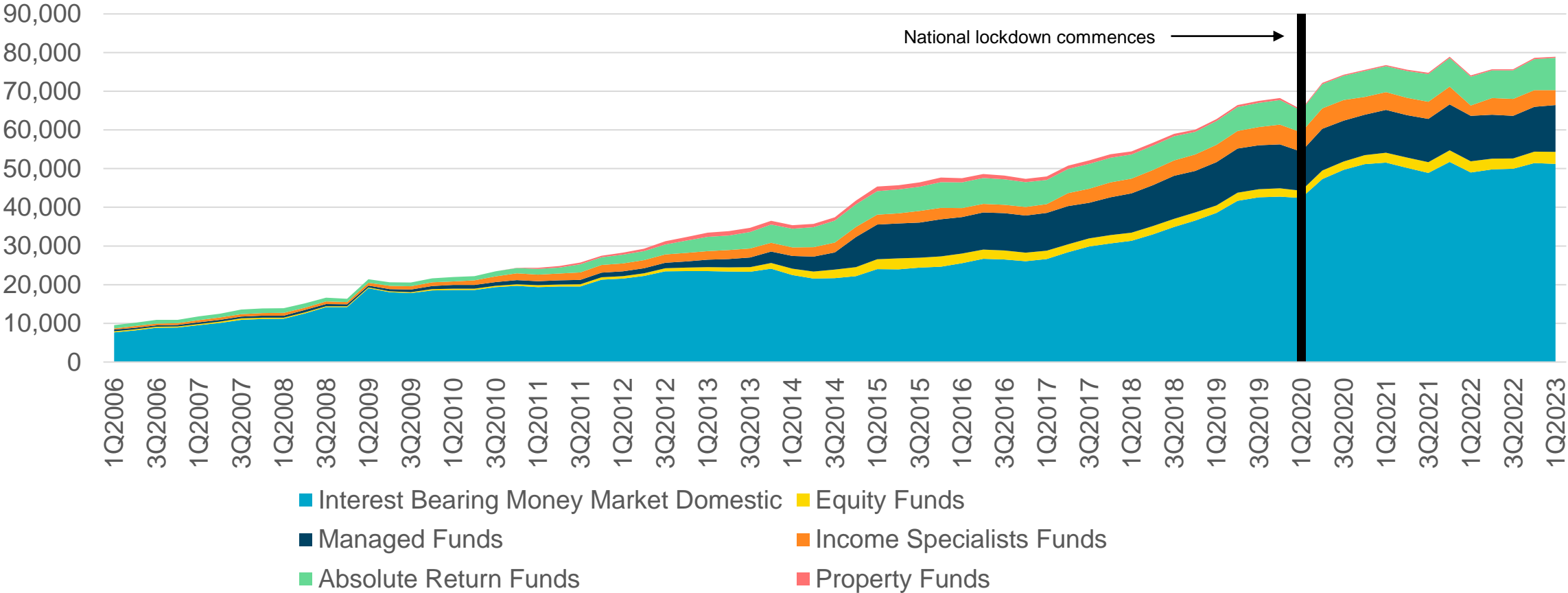
Vehicle sales back to pre-pandemic levels



Source: NASSIA



Safety nets



Source: NASSIA

Regulation concerning consumers

1

Minimum taxable income threshold lifted from N\$50,000 per annum to N\$100,000 per annum effective April 2024.

2

Corporate tax will reduce from 32% to 31% in FY 2024 and 30% in FY 2025.

3

FY 2023/24's Budget increased social grants: old age, disability and orphan/vulnerable children.

4

Importation of non-commercial second hand cars now capped at 12 years (previously 8 years).

Economic outlook

(Annual percentage changes unless specified)						
	2021	2022	2023	2024	2025	2026
Real GDP growth	3.5	4.6	3.1	2.5	2.9	3.0
CPI inflation	3.6	6.1	5.9	4.6	4.9	4.9
Exports of goods (\$ bn)	3.6	4.2	4.2	4.3	4.4	4.6
Exports of services (\$ bn)	0.7	0.9	1.0	1.0	1.0	1.1
Imports of goods (\$ bn)	5.5	6.4	6.1	6.3	6.5	6.8
Imports of services (\$ bn)	0.9	0.9	0.9	1.0	1.0	1.0
Exports of goods	14.1	16.7	0.7	1.8	3.3	4.9
Imports of goods	35.2	15.6	-4.5	2.4	3.6	4.1
Current account (\$ bn)	-1.2	-1.5	-0.8	-0.8	-0.9	-0.9
Current account balance (% of GDP)	-9.9	-12.3	-6.8	-6.7	-6.7	-6.5
Exchange rate per USD (year average)	14.8	16.4	18.6	18.8	18.8	19.2
External debt total (\$ bn)	8.3	9.0	9.5	9.9	10.3	10.8
Government balance (% of GDP)	-8.1	-5.2	-4.1	-4.0	-4.0	-4.0
Government debt (% of GDP)	67.6	66.7	68.3	69.7	70.2	70.1
Population (million)	2.5	2.6	2.6	2.6	2.7	2.7
Nominal GDP (\$ bn)	12.4	12.6	11.9	12.6	13.6	14.3
GDP per capita (\$ current prices)	4,918.8	4,906.6	4,582.4	4,772.0	5,049.8	5,242.1

Source: Oxford Economics Africa

Thank You