



Reduce, Recycle, Renovate, Reuse

A Green Economy is underlined by any action or activity of individuals, businesses and the government that results in improved human well-being and social equity, while significantly reducing environmental risks and ecological scarcities.

The transition to a Green Economy can occur successfully by investing in areas that decouple economic growth from resource use and environmental impacts. The broad nature of Green Economy's challenges and opportunities requires the use of effective methods and tools to support countries in the formulation of targeted policies for the transition towards a more sustainable future.

Green Advisors is pleased to publish the May Edition focusing on the Green Economy in the Nigerian Context. This publication outlines the key indicators to measure the performance of the Green Economy using the Sustainable Development Goals (SDGs) as a benchmark and how well Nigeria has fared. It also suggests means by which the gaps wherever available can be filled to ensure a sustainable future of our economy.

Do have a happy reading!

**GREEN ECONOMY - GLOBAL CONTEXT**

Green Economy concepts and frameworks have influenced discourses and policy in many countries across the world. These include the United Kingdom (UK), France and China with a greater focus on growth, a number of countries in Africa such as Rwanda, Morocco, Ethiopia, Senegal and South Africa with emphasis on its ability to deliver transformations that 'leapfrog' current high-pollution development paradigms and perhaps with a greater link to socio-economic challenges and resilience in the Asia- Pacific region.

|                                 |                     |                                   |                                |
|---------------------------------|---------------------|-----------------------------------|--------------------------------|
| Foster economic diversification | Employment creation | Enhanced access to basic services | Reduced inequality and poverty |
|---------------------------------|---------------------|-----------------------------------|--------------------------------|

**BENEFITS OF A GREEN ECONOMY**

In its scale, the green economy is becoming a significant part of the global economy; revised estimates of global investment in 'clean energy' alone in 2015 suggest a figure of \$348.5 billion with global investments between now and 2040 projected to be \$7.8 trillion.

|  |   |   |   |
|--|---|---|---|
| <b>Efficient and Sustainable Resource Use</b> <ul style="list-style-type: none"> <li>Efficient and sustainable energy</li> <li>Efficient and sustainable water use</li> <li>Sustainable land use</li> <li>Material use efficiency</li> </ul> | <b>Natural Capital Protection</b> <ul style="list-style-type: none"> <li>Environment quality</li> <li>GHG emission reductions</li> <li>Biodiversity &amp; ecosystem protection</li> <li>Culture and social value</li> </ul> | <b>Green Economic Opportunities</b> <ul style="list-style-type: none"> <li>Green investment</li> <li>Green trade</li> <li>Green employment</li> <li>Green innovation</li> </ul> | <b>Social Inclusion</b> <ul style="list-style-type: none"> <li>Access to resource and basic services</li> <li>Gender Balance</li> <li>Social equality</li> <li>Social protection</li> </ul> |
|--|---|---|---|

*Global standards for measuring the performance of Green Growth*

| REGION  | EFFICIENT AND SUSTAINABLE RESOURCE USE   | NATURAL CAPITAL PROTECTION   | GREEN ECONOMIC OPPORTUNITIES  | SOCIAL INCLUSION   |
|---------|--|--|---|--|
| AMERICA | High scores due to higher performance in efficient and sustainable energy use and material use efficiency especially in South America. | Low score due to lower scores in GHG emissions and biodiversity and ecosystem protection | High green growth score due to slightly higher scores in gender balance and social equality for social inclusion especially in South America. | High Score as a result of prioritizing social inclusion policies and spending on social programs |
| EUROPE  | High score   | High score   | High score  | High score   |
| AFRICA  | Low score  | Low score  | Low score   | Moderate score   |
| ASIA    | High score due to good environmental quality and low GHG emissions   | Low score especially in South-East region  | High score due to green investment and employment   | High score due to access to basic services and social equity.                                    |
| OCEANIA | Moderate score   | Low score  | Low score   | High score   |

Source: Global Green Growth Index (GGGI) 2020, Green Advisors Research

**GREEN ECONOMY - NIGERIAN CONTEXT**

| EFFICIENT AND SUSTAINABLE RESOURCE USE | NATURAL CAPITAL PROTECTION | GREEN ECONOMIC OPPORTUNITIES | SOCIAL INCLUSION | AVERAGE SCORE | LEVEL | RANK |
|--|----------------------------|------------------------------|------------------|---------------|-------|------|
| 67.97                                  | 57.23                      | 4.18                         | 36.18            | 27.69         | LOW   | 23   |

Source: Global Green Growth Index (GGGI) 2020, Green Advisors Research

The score table shows that Nigeria has a low average score and ranking of 27.69 and 23 compared to South Africa (48.79 and 4), Egypt (42.66 and 9) and Ghana (41.49 and 11). This is evident in the low score from harnessing the Green investment opportunities which has the potential of \$250 billion.



Reduce, Recycle, Renovate, Reuse

CLOSING THE GREEN ECONOMY GAP THROUGH COLLECTIVE ACTION

|   |   |  |
|---|---|--|
| <br><b>GOVERNMENT</b> <ul style="list-style-type: none"> <li>• Collaboration with other nations to close the gap in institutional capacity in implementing the broad green economy concept.</li> <li>• Intensify on the Knowledge sharing and awareness of green economy in Nigeria on issues such as economic benefits and potentials that green economy offers, and on environmental and economic benefits of the concept of cleaner production</li> <li>• Financing and coordination by environmental institutions to support mainstreaming of green economy into government policies.</li> </ul> | <br><b>BUSINESSES</b> <ul style="list-style-type: none"> <li>• Technical capacity and resource mobilization for comprehensive implementation strategies for climate change mitigation and adaptation, biodiversity, industry, tourism, agriculture, fisheries, water sanitation and transport that have already been adopted by the countries.</li> <li>• Corporate social responsibility among companies, private sector organizations and non-governmental organizations.</li> </ul> | <br><b>INDIVIDUALS</b> <ul style="list-style-type: none"> <li>• Understanding the need to manage resources better in everyday life.</li> <li>• Support activities that would aid better waste disposal, water, sanitation and hygiene (WASH), alternative power sources, vegetation and conservation and other activities that would aid low Green House Gas Emissions in the environment.</li> </ul> |
|---|---|--|

HOW CAN GREEN ADVISORS ASSIST?

|  |  |
|--|--|
| <b>ADVISORY SERVICES TO GOVERNMENT AND BUSINESS</b>                    | <ul style="list-style-type: none"> <li>• RESTRUCTURING TO AID FORMULATION OF SUSTAINABILITY POLICIES AND PRACTICES AT ALL LEVELS</li> <li>• PREPARATION OF INVESTMENT DOCUMENTS FOR CAPITAL RAISE</li> </ul>   |
| <b>CAPITAL RAISE SERVICES TO GOVERNMENT AND BUSINESSES</b>             | <ul style="list-style-type: none"> <li>• AID GREEN FINANCING BY FACILITATING VARIOUS INVESTMENT SOURCES BOTH LOCALLY AND INTERNATIONALLY</li> </ul>  |
| <b>RESEARCH AND COLLABORATION WITH GOVERNMENT MDA'S AND BUSINESSES</b> | <ul style="list-style-type: none"> <li>• FACILITATE CAPACITY BUILDING AND TRAINING IN IMPLEMENTATION, MONITORING AND EVALUATION OF GREEN ECONOMY PROJECTS</li> <li>• PROVIDE EXTENSIVE RESEARCH ON THE FEASIBILITY OF GREEN PROJECTS AT ALL LEVELS</li> <li>• FACILITATE INVESTMENT SUMMITS BOTH LOCALLY AND ABROAD TO DRIVE HOME THE NEED FOR A GREEN ECONOMY THEREBY AIDING THE NEEDED COLLABORATIONS</li> </ul> |

ECONOMIC UPDATE

| MACROECONOMIC INDICATORS                     | MAR' 2021        | APR' 2021      | % CHANGE |
|--|------------------|----------------|----------|
| <b>GDP GROWTH RATE(%)</b>                    | (3.62) (Q3, '20) | 0.11 (Q4, '20) | 103.03   |
| <b>MPC RATE(%)</b>                           | 11.5             | 11.5           | -        |
| <b>FOREIGN RESERVES (US\$ BILLION)</b>       | 34.53            | 35.23          | 2.03     |
| <b>GLOBAL NATURAL GAS PRICE (US\$/MMBTU)</b> | 2.639            | 2.931          | 11.07    |
| <b>GLOBAL OIL PRICE (US\$/BARREL)</b>        | 62.45            | 66.76          | 6.90     |
| <b>CBN FOREX RATE(US\$/NGN)</b>              | 380.69           | 380.00         | (0.18)   |
| <b>INFLATION (%)</b>                         | 18.17            | N/A            | -        |

Source: CBN, [WWW.OILPRICE.COM](http://WWW.OILPRICE.COM), Green Advisors Research

FINANCIAL MARKET HIGHLIGHTS

| MARKET INDICATORS                        | MAR' 2021 | APR' 2021 | % CHANGE |
|--|-----------|-----------|----------|
| <b>NSE ALL SHARE INDEX (POINTS)</b>      | 39,045.13 | 39,461.20 | 1.066    |
| <b>MARKET CAPITALISATION (TRILLION)</b>  | 20.37     | 20.54     | (0.83)   |
| <b>AVERAGE TREASURY BILLS YIELDS (%)</b> | 3.65      | 4.37      | (19.73)  |
| <b>AVERAGE TREASURY BONDS YIELDS (%)</b> | 10.42     | 12.70     | (21.88)  |
| <b>EUROBOND YIELDS (%)</b>               | 6.23      | 5.81      | (6.74)   |

Source: Nigerian Stock Exchange, FMDQ, Green Advisors Research

DISCLAIMER

Green Advisors Limited reserves the right to monitor and review the content of any electronic message or information sent to or from a Green Advisors Limited's employee e-mail address without informing the sender or recipient of the message. Any opinion or other information in this message or its attachments that does not relate to the business of the Green Advisors Limited is personal to the sender and is not given or endorsed by Green Advisors Limited. Your feedback is very important to us. Please do not hesitate to call or email our contact persons.

CONTACTS:

Dare Ogunbona  
[dare@greenadvisorsng.com](mailto:dare@greenadvisorsng.com)  
+234 805 087 5780

Olumide Arokodare  
[olumide@greenadvisorsng.com](mailto:olumide@greenadvisorsng.com)  
+234 803 220 5650