

# Zambia



Area ('000 km <sup>2</sup> ):		752.6
Population (millions):	2000	9.2
Capital city:		Lusaka
Official language:		English
Currency:		Zambia Kwacha
Exchange rate (period average):	1999	ZK2,388.0=\$1
GDP in current prices (millions of dollars):	1999	3,325.2
Exports of goods and services (millions of dollars):	1997	1,180.7
Imports of goods and services (millions of dollars):	1997	1,670.6
Official development assistance (millions of dollars):	1999	340.0
External debt (millions of dollars):	1998	6,865

## Inward FDI: geographical breakdown, by source

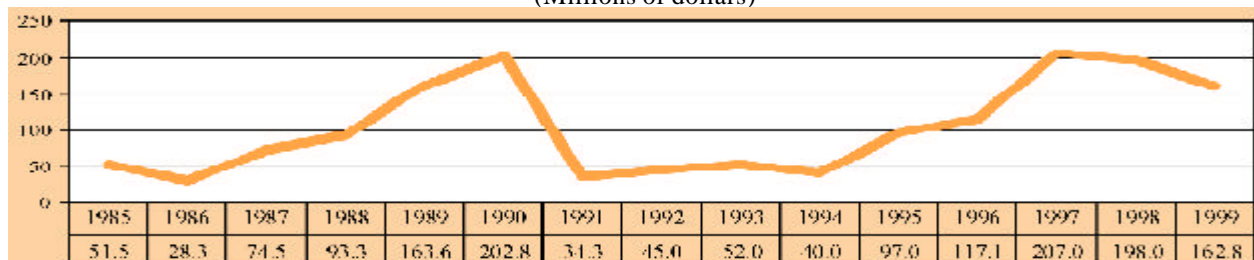
(Millions of dollars)

Region/economy	Inflows	Year	Inward stock	Year
<b>Developed economies</b>				
Belgium/Luxembourg	-12.8	1998	..	..
France	0.3	1997	..	..
Germany	..	..	4.5	1988
Japan	0.8 <sup>a</sup>	1997	288.7 <sup>a</sup>	1998
United Kingdom	16.0	1988	64.1	1994
United States	6.0	1999	46.0	1999
<b>Developing economies</b>				
China	..	..	4.3 <sup>b</sup>	1995

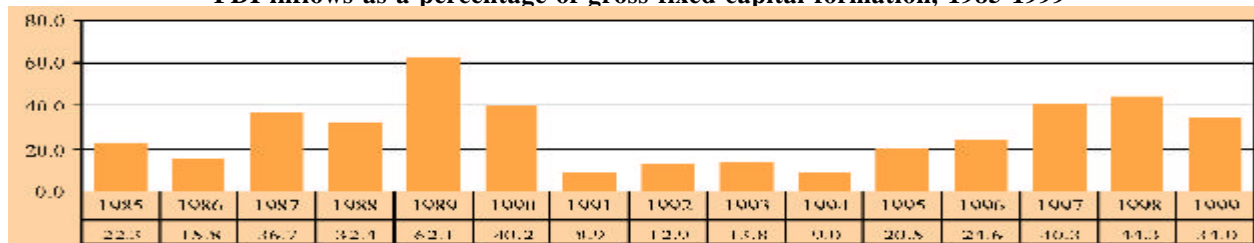
<sup>a</sup> Approval/notified data.  
<sup>b</sup> Approval data.

## FDI inflows, 1985-1999

(Millions of dollars)

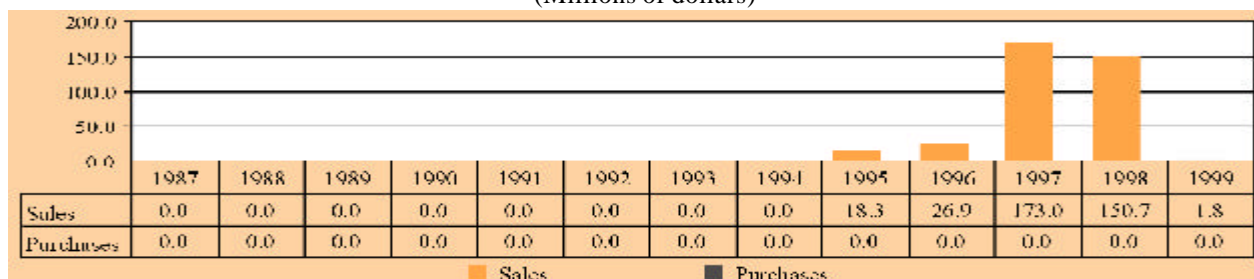


## FDI inflows as a percentage of gross fixed capital formation, 1985-1999



## Cross-border M&As, sales and purchases, 1987-1999

(Millions of dollars)



## Largest cross-border M&amp;A deals, 1987-1999

Acquired company	Industry	Acquiring company	Home economy	Value (\$ million)	Year
Evander Gold Mines Ltd.	Mining	Harmony Gold Mining Co., Ltd.	South Africa	96.7	1998
Zambia Oxygen (Zambia) <sup>a</sup>	Business services	African Oxygen Ltd.	South Africa	60.0	1997
Zambia-Chambishi Cobalt <sup>a</sup>	Mining	Anglovaal Ltd.	South Africa	50.0	1998
Zambia Consolidated-Elec <sup>a</sup>	Electronic & electrical equipment	Copperbelt Energy Consortium	United Kingdom	50.0	1997
Zambia Consolidated Copper <sup>a</sup>	Mining	Cyprus Amax Minerals Co.	United States	28.0	1997
Zambia Consolidated Copper-Chibuluma <sup>a</sup>	Mining	Investor Group	South Africa	17.5	1997
Maamba Collieries Ltd. (Zambia) <sup>a</sup>	Wholesale trade-durable goods	Benicon Mining(Pty)Ltd.	South Africa	17.5	1997
Zambia Sugar Co. (Zambia) <sup>a</sup>	Food & kindred products	Tate and Lyle PLC	United Kingdom	14.5	1995
National Milling Co. (Zambia) <sup>a</sup>	Investment and commodity firms, dealers,exchanges	Investor Group	Namibia, <sup>b</sup>	11.0	1996
Northern Breweries (Zambia) <sup>a</sup>	Food and kindred products	Lonrho Zambia(Lonrho PLC)	Zambia <sup>b</sup>	9.0	1996
Lintco-Ginning Operations (2) <sup>a</sup>	Agriculture, forestry & fishing	Lonrho Zambia(Lonrho PLC)	Zambia <sup>b</sup>	6.0	1996
Refined Oil Products (Zambia) <sup>a</sup>	Oil and gas; petroleum refining	Unilever PLC	United Kingdom	3.8	1995
Zambia Venture Capital Fund	Investment and commodity firms, dealers,exchanges	African Development Bank	Supranational	2.0	1998
Scaw Ltd. <sup>a</sup>	Metal and metal products	BK Engineering and Casting Ltd.	India	2.0	1998
Khal-Amazi Ltd.	Agriculture, forestry & fishing	Plantation & General Invest	United Kingdom	1.8	1999
Agip (Zambia) Ltd. (Zambia) <sup>a</sup>	Oil and gas; petroleum refining	Agip Petroli International BV	Netherlands	0.9	1996
Central Breweries <sup>a</sup>	Food and kindred products	Zamanglo Industrial Core Ltd.	South Africa	..	1994
International Cartons, Package Ltd.	Business services	Nampak Ltd.	South Africa	..	1993
Kafironda Ltd. (Zambia) <sup>a</sup>	Chemicals & allied Products	AECI Explosives	South Africa	..	1997
Lusaka Breweries (Zambia) <sup>a</sup>	Food and kindred products	South African Breweries Ltd.	South Africa	..	1994
Metal Fabricators of Zambia <sup>a</sup>	Machinery	Phelps Dodge Outokumpu Copper	Finland	..	1996
Northern Breweries (Lonrho)	Food and kindred products	Central African Holdings	Uganda	..	1997
Zambia Consolidated-Chambeshi <sup>a</sup>	Mining	Binani Zinc Ltd.	India	..	1997
Zambia Sugar Co. (Zambia) <sup>a</sup>	Food and kindred products	Commonwealth Development Corp.	South Africa	..	1995

<sup>a</sup> Privatization.<sup>b</sup> The ultimate parent company in United Kingdom

## BITs, 1 January 2000

Economy	Date of signature
China	21 June 1996
Germany	10 December 1966
Switzerland	3 August 1994

## DTTs, 1 January 2000

Economy	Date of signature
Canada	16 February 1984
Denmark	13 September 1973
Finland	3 November 1978
France	5 November 1963
Germany	13 May 1973
India	5 June 1981
Ireland	29 March 1971
Italy	27 October 1972
Japan	19 February 1970
Kenya	27 August 1968
Netherlands	19 December 1977
Norway	14 July 1971
Poland	19 May 1995
South Africa	22 May 1956
Sweden	18 March 1974
Switzerland	30 May 1961
Tanzania, United Republic of	2 March 1968
Uganda	24 August 1968
United Kingdom	22 March 1972

## Largest foreign affiliates, 1999

Company	Home economy	Industry	Sales (\$ million)	Employment	Year of establishment
Dunlop Zambia Limited	United Kingdom	Tires and inner tubes	8 770.7	448	1964
Galaun Holdings Ltd.	India	Holding companies	8.4	100	1995
Colgate Palmolive (Zambia) Ltd.	United States	Manufacturing industries	6.4	150	..
Turnpan (Zambia) Ltd.	United Kingdom	Construction and mining equipment	5.2	50	..
Securicor (Zambia) Ltd.	United Kingdom	Detective/security services	1.0	2 300	..
N E I Zambia Ltd.	United Kingdom	Electronic parts and equipment	0.2	165	..
Austral Services Ltd.	United Kingdom	Tires and inner tubes	0.06	8	..
Dimon Zambia Ltd.	United States	Tobacco farms	..	350	..
Barclays Bank of Zambia Ltd.	United Kingdom	Commercial banks	..	1 557	..
Nanga Farms Ltd.	United Kingdom	General farms	..	1 335	1993
Chilanga Cement Plc	United Kingdom	Cement hydraulic	..	750	1994
Cutlet Hammer (Zambia) Ltd	United Kingdom	..	..	60	..
Copperbelt Energy Corporation P L C	United Kingdom	Electric services	..	520	..
E C Mining Ltd.	Japan	Industrial machinery and equipment	..	5	..
Exide Zambia Ltd.	United Kingdom	Motor vehicle parts	..	45	..
Kawambwa Tea Company (1996) Ltd.	United Kingdom	Forest nurseries	..	360	..
Gec Zambia Ltd.	United Kingdom	Household appliance stores	..	35	..
Sandvik (Zambia) Ltd.	Sweden	Machine tools metal cutting	..	30	..
Avery Zambia Ltd.	United Kingdom	Electrical appliances	..	21	..
A M I (Zambia) Ltd.	Belgium	Transport	..	..	..
Achelis (Zambia) Ltd.	Germany	Distributive trade	..	..	..
Marunouchi Manufacturing and Distributing Co., Ltd.	Japan	Distributive trade	..	..	1970
Pfizer Ltd.	Netherlands	Pharmaceutical preparations	..	..	..
Powerlines Ltd.	Switzerland	..	..	..	..
Standard Chartered Bank Zambia Ltd.	United Kingdom	Banking	..	..	..
YKK Zippers (Swaziland) (Pty) Ltd.	Japan	..	..	..	1976

## Other relevant information

- **Membership of relevant international agreements as of April 2001:** ICSID, MIGA, TRIMS, GATS, TRIPS
- **Address and website of investment promotion agency:** Zambia Investment Centre  
Los Angeles Boulevard, P.O.Box 34580, 10101 Lusaka; Tel: (260-1) 25 52 40/3; Fax: (260-1) 25 21 50; <http://www.zic.org.zm>
- **Fortune 500 investors:** ABB, Barclays, Invensys, Mitsubishi.
- **Member of WAIPA as of March 2001:** Yes