```
South Africa vs. SADCC
shambolic
rather than symbolic. To "kill the
multiracial democracy in Southern Africa.
Pretoria has since been determined to make the front line
appear
prosperous
ideological
ruled
threatened
to succeed.
if the newly-independent radical states were
- the argument
of apartheid
inefficient
inherently
that
states
black
plank
were
dream"
states
of
central
majority-
would
be
allowed
has
shown
Africa
South
SADCC
successive raids before its annual conferences, each designed
demonstrate
initiatives.
November 1981 commandos attacked the Beira-Zimbabwe railway
second conference in Malawi.
```

sabotaged port facilities in Beira itself prior

to
In
line
SADCC's
to sabotage

in

```
hostility
capacity
violent
SADCC
it's
its
to
to
The third SADCC conference, held in the Lesotho capital of Maseru
in January 1983, was marred by SADF raids on Beira's oil
facilities and a Maseru abattoir, both SADCCâ\200\224funded projects.
In
January
Swaziland
was
preceded
Africaâ\200\224Maputo
railway and MNR sabotage of the Swaziland-Maputo line.
another commando raid on
Mbabane,
meeting
annual
South
1985
the
the
by
in
Counting The Cost
Since its formation, SADCC has struggled to create the conditions
for
Ιt
has
and
South African aggression.
economic growth and development in the troubled
done
in the midst of a
downturn
economic
region.
```

```
global
so
cost of Pretoria's
estimates cannot adequately convey the human costs
The
full
incalculable.
Financial
or
the
have
had to bear the additional costs of the rapid escalation of South
African aggression which has resulted in:
loss of SADCC members' potential growth. SADCC
destabilisation
states
is
war
damage such as the South
sabotage
of
Zimbabwe's air
direct
(SADF)
Angola's
Mozambique.
Cabinda
enclave
and
port
facilities
in
African
oil
force,
Defence
refineries
Force
in
Beira,
```

```
pipelines.
month
^{\star} extra defence ggending, including the stationing of one-quarter
and
oil
to
maintain
through
Mozambique. Defence eats up 40% of government spending in Angola.
It costs Zimbabwe about $5 million
transport
guarding
troops
routes
8000
its
а
* the costly care and resettlement of refugees, the burden falling
850,000
displaced Mozambicans.
and Zambia which have sheltered most of
Malawi
the
```

```
additional
front
MNR
land-locked
sabotage
Chicualacuala
economical
Benguela
secure coastal areas.
route
rail
by
transport and energx costs, particularly
line
states.
Since
1983,
for
on
railway have confined Angola's economic development
the sea. Unita and
attacks
SADF
to
bandits has denied Zimbabwe
the
use
line
to
Maputo,
potentially
of
for
the
instance,
the
most
the
to
its
tourism,
```

```
exports
and
lost
Transport
earnings.
following severe delays or the nonâ\200\224arrival of export
Mozambique's
Beira
deserted hotels.
are now dilapidated. The homeless now fill
have caused
problems
orders
once-fashionable tourist resorts around Maputo
to
be
invisible
lost
deliveries.
and
capital's
source
of
а
vital
* lost production, both agricultural and industrial. Angola, once
import
a major exporter of agricultural produce is now forced to
80% of its food: in 1986 alone food production fell by 16%.
[Box or tone
The production of coffee, Angola's main export crop is due to
increase from 231,000 bags in 1986/7 to 314,000 bags in 1987/88.
But this is way below the 4.3 million bags produced in 1972/3
```

before South African destabilisation took off.

During his October 1987 visit to the US, President Joaquim Alberto Chissano announced that Mozambique was producing only "25% of what we were producing in 1973" after MNR bandits had destroyed much of the country's economic infrastructure.

End box/tone]

At its 1988 conference, held in Arusha, Tanzania, SADCC estimated cost that

its members at least \$30 billion. This figure amounts to: from 1980 to 1986 South Africa's destabilisation had - more than the region's total GDP of \$25 billion in 1985 - equivalent to over a third of SADCC countries' total export earnings from 1980 to 1984 - greater than the amount of overseas development assistance received over the same period. to some analysts, these costs are rising at a rate \$4 around billion a year. The price of opposing received According about from has international community. Excluding Tanzania, SADCC received \$8.6 billion in aid between 1980-84. of apartheid the only support greater been than far the

```
goal
SADCC's
of
development.
About 40% of BBC food aid to the region is now "triangular" which
assists
through
Conservative
agricultural
Britain
Government's
SADCC's
should
Regional
not
promotes
consist
agricultural development in the region.
Food Security Project, ensuring that food aid does
of
aid,
press for a long term commitment from the BBC to
commitment to devel0pment
reducing
But,
reflecting
dependency
surpluses
the
over
instead
dumping
own
aid
EEC
but
Aid and Austerity
severe
economic problems and crippling
SADCC members has forced them to seek credit from international
Fund
agencies
is
(IMF).
frequently linked to the 'structural adjustment programmes' which
```

```
the IMF has imposed on the region's governments. In other
words,
British
comes with strings attached.
the World Bank and
assistance to
International
development
Monetary
Southern
British
Africa
facing
debts
most
like
aid
million made available to Zambia in 1987
implementation of a 'structural
to
The
£30
Lusaka's
agreement'
with the IMF. The agreement led to such austerity that food riots
broke
Recent aid to Mozambique (\hat{A}£5 million) and Tanzania (\hat{A}£25
million)
has been tied in a similar way.
in Lusaka and industrial unrest in the
adjustment
copper
tied
was
out
The 'belt-tightening' policies imposed by the World Bank and
tend
unrest
for South African destabilisation.
and occasional political turmoil provides
hit the most vulnerable groups.
resulting
further
```

The

to

IMF social scope

The conditionality of British aid undermines the regional self-reliance at the core of the SADCC ideal and implies that aid will be withheld if IMF and World Bank policies are not implemented. Similar strings are now being attached to EEC funds. A recent grant to Mozambique was made available only after Maputo agreed terms with the IMF and World Bank.

[Indented in tone or boxed:

There is no one better than ourselves that know better our needs and priorities. We must not accept the habit of plans being made outside our region.

Mozambique's President Samora Machel at SADCC's Founding Conference in Lusaka, April 1980.

End of indent or box]

Destructive Engagement

With a few notable exceptions, Britain and the United States have failed to condemn or counter South African aggression. London and Washington have consistently vetoed the most effective response - the imposition of sanctions.

"it

February

1986, British Foreign Minister

In

Howe

rejected the front line states' call for sanctions on the grounds that

South African

now when there was some kind of change." Yet 1986 saw

increasing

repression within

the

townships.

detained

since the State of Emergency was declared.

would be wrong to increase pressure on

Thousands have been killed and over

South African with the

SADF entering

Geoffrey

20,000

Sir

Sanctions Plus

In fact, SADCC's economic vulnerability to South Africa has exploited

sanctions

Department opposed calls for sanctions on the grounds that

Africa

states

sanctions of its own.

retaliate 'against

Washington

apartheid.

Pretoria,

against

London

August

would

front

line

```
the
to
the
US
been
postpone
State
South
with
by
and
Tn
in June 1985, responding to a question on
Similarly,
Mrs Thatcher replied, "Have you looked at how goods are going
get in and out of Zambia and Zimbabwe? Close Beit Bridge and
are
through which the maize went to keep people alive".
you going to do it? When there was drought that's the
sanctions,
to
how
route
Yet within months of her comments Zimbabwe's million tonne
That same year, Zambia also enjoyed a major maize surplus.
helping relieve food shortages - in
South
was
maize
Africa.
SADCC
exists to undermine the argument that sanctions will
hurt
South
alternatives
benefit some of the more vulnerable front line states.
sanctions,
the
with South Africa.
Africa's
to economic dependence. Some sanctions
value of the rand and so improve the terms of SADCC's
especially by creditor banks, would prompt a fall
only
practical
even
Financial
in
```

```
trade
neighbours
offering
could
by
But while politically committed to sanctions, SADCC members
themselves can have little effect. In August 1987 Zimbabwe was
forced to drop plans to impose trade sanctions on South Africa,
including the denial of landing rights to South African Airlines,
in the face of the threat of counter-sanctions.
1986, nearly 10% of Zimbabwe's exports, worth
In
million,
went to South Africa. But 21% of the country's imports worth $205
million came the other way, making Zimbabwe vulnerable to a
cut-
off
of supplies. A shortage of vital machinery and
spare
parts
for
industry, agriculture and mining would cause economic
chaos
and
political
austerity,
```

and social unrest resulting from

\$123

the

Many white Zimbabwean industrialists who maintain close personal and business links with their South African counterparts have not switched from their old sanctions-busting routes. In 1987, about 80% of Zimbabwe's exports still went via South Africa even though it is $200a^200^24300$ cheaper to route a container via Beira than Durban.

Nevertheless, some elements of Zimbabwe's business community, concerned about their economic vulnerability, have established the Beira Corridor Group headed by Dennis Norman, a former agriculture minister debenture

the degree of confidence in SADCC's most vital project.

issue in 1987 was heavily

oversubscribed,

Ian Smith's

government.

The

in

Group's indicating

The tide is turning. About 204,000 tons of Zimbabwe's exports passed through Beira in 1986, an increase of 13% over the previous year. Between October 1986, when Zambia Consolidated Copper abandoned South African routes, and March 1987 Beira also handled 17,000 tons of Lusaka's vital copper exports.

[End Box]

* SADCC's next priority is the reopening of the Benguela Railway which runs from Zambia's copper belt, through Zaire to Lobito on Angola's 1980,

the line has been closed since 1975 as a result of Unita attacks.

Atlantic coast. Apart from a brief interlude

in

in

1987

Dos

Santos

Within

weeks,

since

1975.

September

President

met

of Societe Generale, the Belgian majority

the Benguela line. The Angolan government holds only controlling company's stock but it has paid the salaries employees But representatives of the its secretary Simba Makoni announced a \$400 million ten-year plan develop the Benguela railway through the Lobito Corridor. Traffic on the Benguela railway has been restricted to less а at least the African assurances that the line will be secure. If South Africa succeeds in seizing Cuito currently under siege from the SAD? and Unita, they would be able to strike Angola's central plateau and seize the Benguela. third of the line. The restoration of the track would cost like million but potential sources of finance, Development Bank and the World Bank, require with owner of of executive the strategic fortress Cuanavale, \$280 SADCC's town

```
human
terms,
5 million Mozambicans haveâ\200\231 been
and war, 3.8 million of whom face starvation.
displaced
In
famine
600,000
Zimbabwe's Prime Minister Robert Mugabe estimated that 1
people had died and 8 million refugees displaced since 1980 as
result of South African aggression.
persons in Angola alone.
by
are
1988,
million
In February
affected
There
and
four
According to UNICEF, eight and a half million peasants have been
dislocated
and
with
The relief organisation estimates that from
at least 200,000 people died as a direct result of South
aggression, including the blocking of emergency relief
supplies.
In Mozambique
(food
shortages,
the
deaths
of
four
minutes.
and Angola alone, war-related
disruption of health services, etc)
death
children each year - one
the
120,000
causes
every
dislocation
threatened
```

million

```
half
а
Stranglehold
Pretoria is able to employ its military might and economic muscle
to stifle its neighbours' independent development. In 1985, South
Africa's
greater
than
power
gives
neighbouring
states whose economies have been underdeveloped and distorted
colonial rule.
combined GDP of the SADCC states. Its
domestic product (GDP) was three
stranglehold
apartheid
economic
regime a
gross
times
over
the
the
members continue to depend on South Africa
communications;trade;energy
supplies; and
SADCC
32q
thousands
source of foreign exchange.
migrant workers whose remittances remain
for
of
employment
transport
for
vital
Transport
```

routes

```
and Mozambique provide the most natural,
Angola
efficient
There was not even a direct rail link between Zimbabwe and
Africa
South Africa has been able to force neighbouring states to
trade along its transport network.
a sanctions \hat{200} 224 busting line was built
to the sea for their
land-locked
neighbours.
South
Yet
route
economical
until
1975.
in
South
arteries
track
Africa.
Africa
Mozambique.
Africa
dominates
regional
of the regional economy.
in the whole of sub-Saharan Africa, over 25% is
Through surrogate forces like Unita and the
has sabotaged alternative rail routes through Angola
in
MNR,
transport,
Of the 90,000 km
controlling
of
the
railway
South
```

South and

```
File:wowsadc1
```

```
; April 1988
```

PROGRESS POSTPONED?

The Southern African DevelOpment Co-ordination Conference (SADCC) was formed immediately after the liberation of Zimbabwe in SADCC exists to promote the region's economic development in the face independent are sovereign states but the Lusaka Declaration with neighbours which SADCC was founded affirmed that "economic liberation is recognised vital that they were "free but everywhere in chains." political freedom." SADCC's member South African destabilisation. Pretoria's states as of is SADCC regional main goals: a unique attempt to mobilise national interests develOpment. The Lusaka Declaration outlined its for four * to reduce economic dependence, particularly - but not solely on South Africa * to forge the necessary links for regional cooperation and economic integration * to mobilise-and exploit member states' own resources

* to achieve economic liberation through international

cooperation

```
the
was
1975,
buffer
the
and
states of Rhodesia, Angola
apartheid regime had been
Until
white-ruled
But
after
Mozambique
completed South Africa's encirclement. White South Africa was
traumatised
independent
socialism,
apartheid.
successful liberation struggles
Angola's MPLA, Zimbabwe's
front line states, committed to
the
behind
Mozambique.
Frelimo
in
1980
as
newly
and
to
a serious political and ideological
secure
and
of
multiracialism
liberation
inspired.
threat
Africa
South
black
were
in
The
```

Immediately after Robert Mugabe's ZANU came to power in Zimbabwe,

Tanzania, the front line states of Angola, Botswana, Mozambique, Zambia and Zimbabwe joined with Lesotho, Malawi and Swaziland form Zimbabwe's liberation struggle had exposed their economic vulnerability. But their cooperation. sacrifices also demonstrated the benefits support states' SADCC. shared front line The of

of

the

lethargic international response

food programme has been made all the more urgent in to

Recent years have seen famine in Mozambique of food in Angola. But Malawi, Tanzania produced maize surpluses. The drought renewed

SADCC's

the

light

recent

famine.

severe

shortages Zimbabwe

have

urgency

behind the development of SADCC's Regional Food Reserve and food-swapping arrangements between member states.

SADCC's food security projects aim to reduce reliance on the food aid

of

international power politics. Among SADCC's recent successes are:

highâ\200\224yield strains of sorghum and millet

successful \$16 million improvement programme

produced

subject

the

and

itself

which

flows

ebbs

and

and

the

to

the

is

а

has

a regional early-warning system has been developed to

food shortages and arrange advance relief.

predict

```
woodfuel
```

keen to develop resources

has 69 projects covering coal, electricity,

SADCC

and

renewable energy sources. The region has a surplus of electricity generating

capacity but severe problems with making this

energy

available.

SADCC

Malawi's

unexploited coal reserves not least because SADCC members

cannot afford to spend valuable foreign exchange on fuel imports.

Energy is also a source of SADCC members' economic dependence on South Africa. Landâ\200\224locked Zimbabwe was forced to import 35,000 tonnes of petrol, diesel and aviation fuel at a cost of £8 million in January 1987. The 200-mile Beira oil pipeline through which Zimbabwe usually imported its oil has been sabotaged by Pretoria's MNR surrogates.

like

erosion of forests, desertification and a

Many people still depend on woodfuel, a reliance which has caused the

in

the productivity of land. Access to electricity is also hampered

by South African-sponsored sabotage of supply lines and pylons.

deterioration

pragmatic approach is based on neither

Its

forces. SADCC has resisted Western pressure to

SADCC is not an EEC-type common market or a centralised planning $% \left(1\right) =\left(1\right) +\left(1\right) +\left$

agency.

nor

marxist

-

strictly $\hat{a}\200\224$ commercial, market-based approach to its work, insisting on its right to determine the region's own priorities. But it has set up private sector business councils (at national and regional levels)

trage and

coâ\200\224

ordinated investment.

regionally

industrx

through

market

boost

adopt

A more recent SADCC priority is "investment in production", the theme of SADCC's February 1987 conference in Botswana. SADCC members are beginning to mobilise domestic capital to take advantage of their own natural resources and markets, reduce member states' reliance on primary exports and secure greater self-sufficiency in trade and industry. In September 1987, for instance, Zambia shifted the processing of its iron ore from South Africa to refineries in Zimbabwe.

Avoiding 'Another Lebanon'

is not strategically vital to the

South Africa global whole \$5000 million equivalent to Belgium or Argentina.

economy. contributes only \$40-\$50 billion to total world billion.

The regional economy of Southern

a market, the

than that of

As larger

region's

population
its

Nigeria

and

is

health of

Africa

as

the

of

100

is

trade

of GDP

in

concern

Lebanon'

```
'another
the region
The aid which is trickling into SADCC partly
the
But
anyone's
interest.
reflects
Western
region's
infrastructure, given the economic potential of a
post-apartheid
Southern Africa. SADCC also represents an avenue for non~colonial
powers
spread
influence,
raw
materials.
generate goodwill and secure access to
minimize the destruction
and the Scandinavian
countries
valuable
hardly
Canada
like
is
of
to
to
to SADCC members up to 1991. However, SADCC has
The 1988 Arusha conference heard that over $1000 million has been
pledged
far
secured
vital
regional projects. Even this ambitious target only goes some way
destabilisation
since 1980.
repairing the damage caused by South African
of the $6.4 billion it needs
for
34%
493
```

```
so
by
the
has
```

to

it

13

recently the value of much Western aid to SADCC Unfortunately, been reduced United States also provided \$15 million in covert aid and groundâ\200\224toâ\200\224air Stinger missiles consistently claimed railway, $SADCCa^200^231s$ only railway route to the Atlantic. counter-effect of power donated about \$30 million to SADCC yet responsibility attacks on politics. rebels in Benguela Angola. Unita Unita The has the for has

SADCC's central goal of regional self-reliance would be promoted by freeing British aid from conditions imposed by the IMF and World Bank where the region's governments consider the social costs of structural adjustment programmes to be too high.

Tied Aid é Associated Financing

Despite Mrs Thatcher's enthusiasm for the free market, recipients of British aid are not free to shop where they like. Britain's bilateral aid programme is increasingly tied to the purchase of British goods and restrictions on trade.

SADCC members are forced to buy British goods rather than purchase each others products from within the region. According to recent studies, these restrictions reduce the value of aid by about 25%.

Under "associated financing" deals, donors from the industrialised countries of the North compete for involvement in development projects. Companies in the donor countries often link up with bureaucratic interests in the receiving countries. Projects are then all too often chosen according to the interests of certain groups and the ease with which they can be financed rather according to proven need.

The construction of prestige projects - like the presidential residences and Kamzu academy of Malawi's President Banda - leads to huge commercial debts, suck in imports and contribute little to economic development.

SADCC's trade and industry programme exists to prevent such distortions by ensuring that the region's own resources are used in develOpment projects wherever possible. As the second largest industrial power in Southern Africa, Zimbabwe is able to produce many goods needed throughout the region. But goods which could be produced within SADCC are still imported from Europe or the United States. Zimbabwean exporters cannot compete with the credit arrangements of associated financing schemes enjoyed by exporters from the industrialised North.

Not only does associated financing prevent SADCC members developing their industrial base. It also assists European and North American penetration of regional markets on which SADCC members' own industries depend.

Restrictions on the procurement of goods need to be loosened to allow SADCC members to buy products from each other and project aid linked to exploiting SADCC's own industrial capacity. Norway already supports "import support schemes" which allow aid to be used to buy goods from within the region and which therefore promote trade between SADCC members.

```
1986
the
was
under
assisted
the Third Lome Convention has the EEC
Railway Corridor must be financed by funds diverted
secured £69 million in credit from Britain in March
broader and long-term Eurogean commitment is
Only
the
Beira Corridor programme and SADCC's attempts to link Malawi with
the Tanzara rail network. This means that major projects like the
Nacala
from
other urgent projects within SADCC's member states.
Angola
1988
but
а
In
November
proposal to set up a new budget line to assist SADCC's resistance
to "campaigns of economic and political destabilisation conducted
effectively
vetoed the proposal with the support of the Commission's
British
president who feared a "dangerous precedent".
The EEC's longâ\200\224term advance commitments fail to take into account
SADCC's
and
costly incidents of Pretoria's
aggression. The BBC should follow
the example of other donors and increase its support for SADCC in
line with the rising costs of South African destabilisation.
ever increasing needs in the face of more
South Africa." However, the European
European Parliament
Commission
presented
frequent
needed.
with
Unfortunately, Britain is unlikely to set the pace. When
Britain's commitment to SADCC is criticised, Government
representatives refer to an additional £103 million contributed
through the EEC (European Economic Community) between 1986-1998.
while in 1980 British ODA to Southern Africa made
```

17.7% by 1984. The government has responded to calls to

under

```
aid
between
commitments.
of all EEC ODA, its share had been nearly
just
t.o
increase
current
shifting
existing
halved
simply
money
by
up
British aid to SADCC through the EEC should be expanded to
BBC
to
depriving
members'
national projects of scarce funds. Britain should
a new line in the EEC's annual budget to permit a
response
aggression.
the unforeseen, additional costs of
allow
SACCC
also
rapid
South African
maintain its commitments
without
British Food Aid
While the United States and EEC have dumped their own grain
mountains
on the region, Britain has pioneered "triangular
deals"
through which grain surpluses are purchased
SADCC for use in the region's famine \frac{200}{224} stricken areas.
In 1986 Britain provided 21,500 tonnes of maize for famine relief
in Mozambique, every sack of which was purchased from Zimbabwe.
Mozambique got the grain and Zimbabwe received £4.5 million from
the sale of its surplus maize.
food
from within
```

```
The apartheid economy also exhibits many of the weaknesses of the
SADCC
rather
than
from Western
technology
its
neighbours.
member states. It is heavily dependent on
industrial
exports and on foreign inputs
finance to energy and migrant
mineral
labour
from
and
be
So South Africa's economic relationship with its majority-ruled
neighbours is one of interdependence. In many ways, South
Africa
would
imposed wholesale
counter-sanctions. They would cause the loss of vital revenue and
jobs within South Africa and further aggravate existing
tensions
within
businesses
would quickly lose regional markets to European competitors.
the South African establishment. For example,
shooting itself in the foot if
it
British Aid 59 SADCC
African aggression has aggravated the
South
economic
crisis and increased the urgency of aid and assistance to SADCC'S,
member
SADCC
and
of
Pretoria's economic embrace.
states. Yet Britain has remained lukewarm
consistently
criticised
region's
efforts
towards
```

break

```
out
its
to
at SADCC's Lusaka conference,
Britain
refused
In
1984,
provide
rehabilitation of
slowly."
South
was to punish the victim.
The
further money for SADCC while existing
funds
Mozambique's railways were being
spent
African-basked MNR but the British
slow pace of progress was due to sabotage
government's
for
to
the
"too
the
response
by
Yet
can
should
commitment
similar take-up problems.
follow
the
support
Britain
its
experienced
doubled
even where attacks delay or halt specific projects,
still
initiatives.
be transferred to other
```

```
SADCC
simply
from $50 million to $100 million when it
example of Italy which
Ву
states
line
Zimbabwe)
prices).
million in 1986.
fell
Aid
1986, British bilateral aid to SADCC and
the
had declined to 55% of its 1980 value. Aid to
states (Angola, Botswana, Mozambique, Tanzania, Zambia
front
the
from £100 million in 1980 to £57
SADCC fell from £133 million in
t.o
million
1980
to
line
front
and
(1980
£75
last Labour Government, British ODA commitments to
* In 1985 British overseas development assistance (ODA) stood
only 42.6% of its 1980 peak. During the period of 1977-79,
under
the
Southern
African
Conservative Government was elected. From 1980-82, British ODA to
SADCC
$104.7 million.
members fell to $173 million. By 1983-85 it had shrunk
countries
totalled
```

million.

\$250.4

1979,

In

```
huge swathes of Mozambique. The war-torn country
Attacks by the MNR rebels have aggravated the famine which
still
threatens
was
short
needs
(831,000 tonnes) from April 1987 to the May 1988 harvest. In 1987
faced
starvation.
million people out of a population of 14 million
by more than a third (284,000 tonnes) of its
grain
still
In December 1986 Mozambique's Department of Food Security
projected a shortfall of 160,000 tonnes in basic grains until the
next harvest in May 1987. With basic needs estimated at 357,000
tons, expected supplies amounted to no more than 196,000 tonnes.
By the time the May harvest arrived drought and war had ensured
that it was the lowest for 30 years. Only 21,000 tonnes of maize
and 19,000 tonnes of paddy rice were marketed.
End Tone or Box]
its
South Africa's military occupation of southern Angola in
of
prevent
recovery.
disastrous 50% drop in the price of oil
severely reduced Angola's foreign exchange earnings.
surrogate army Unita has continued to
The
support
economic
in
1986
have SADCC countries escaped the debt crisis which
Nor
afflicts
many developing countries. At the end of 1985, SADCC's collective
debt
region's
gross domestic product (GDP).
$14 billion, equivalent to 50%
totalled
the
of
of
```

[In Tone Or Box:

of

```
prices which cut the
commodity
on mineral and agricultural exports. Increases in
The poor economic performance of SADCC members was largely due to
depressed
members
dependent
the
cost
their
balance of payments difficulties, forcing SADCC countries to seek
even more credit. When severe shortages followed the collapse
oil
long-term
credit until it joined the International Monetary Fund (IMF).
prices in early 1986, Angola was unable to secure
imported manufactured goods
aggravated
earnings
further
In May 1987 Mozambique agreed a package of new economic
with the IMF which it too joined in 1984. The package includes
$45
million
pay
will need about $1 billion a year in foreign aid until well
the next decade.
million loan for industrial investment and $700
for essential imports. But the IMF predicts that
measures
а
to
Mozambique
into
```

Britain's commitment to SADCC is likely to remain shaky as long as it sees aid to Southern Africa as a means of avoiding sanctions. The government seems prepared to treat the wounds of destabilisation but won't confront the bully.

SADCC's programmes are vulnerable to South African attack as long as Pretoria continues its hidden war against its neighbours. But Mozambique's President Chissano recently stated that "we cannot wait until we have won the war before we start rehabilitate the economy." SADCC remains committed to the long march to economic independence.

Britain could increase the real value of aid and boost trade within SADCC by pressing fellow EEC members to replace national procurement restrictions with broader European or SADCC-wide criteria. Britain should also press for more open access to the BBC for SADCC members' exports and preferential access for SADCC products in the event of South African countersanctions.

Regional self-reliance would be further promoted by using British project aid funds to develop industry within SADCC in order to reduce the region's imports.

Keeping the

Peace?

The British government has sent military advisers to train officers in the armed forces of Zimbabwe, Mozambique, Lesotho and Swaziland. Officers from other SADCC states also attend military training courses in Britain.

In a deal announced shortly after Samora Machel's death in October 1986, Britain supported the formation of a $600 \hat{a} 200 224 \text{strong}$ battalion, partly funded by the giant Lonhro Corporation, to guard the Nacala railway line. The British Army also doubled the number of Mozambican officers at its training centre in Nyanga, Zimbabwe.

Britain's military support for Mozambique and the other front line states is neither exceptional nor sufficient. In September 1987 President François Mitterand committed France to the defence the Nacala railway line which is more vulnerable to attack than the well-guarded Beira line. A number of French firms are involved in Nacala's rehabilitation.

Britain's commitment is also tied to the government's determination to to offset the clamour for sanctions against South Africa. At the Commonwealth summit in Vancouver, Canada, in August 1987, the British government proposed additional military and technical aid to the front line states as an alternative to economic measures.

About 300 former British servicemen are currently serving in the SADF. Alan Gingles, Sandhurst graduate and former member of the Ulster Defence Regiment, was one of them. He was killed by his own mine while planting the device on a railway line in Mozambique. A white ear found in a nearby tree and notes for a novel about Northern Ireland were the only clues to his identity.

The British government has failed to halt the recruitment of British mercenaries and exâ\200\224servicemen into the SADF. Nor has Britain taken any action over South Africa's '5 Citizenship Amendment Act. Since it was passed in 1984 half a million British passport holders are subject to conscription. One in every ten troops patrolling the townships is a British passport holder, enjoying the full rights of British citizens.

WAR ON WANT

REPORT ON BRITISH AND EUROPEAN AID TO THE SOUTHERN AFRICAN

DEVELOPMENT CO-ORDINATION CONFERENCE

by

Mike Allen and Paul Goodison

DRAFT COPY ONLY

STRICTLY NOT FOR QUOTATION

```
Trade
of
half
SADCC trade still
Over
Africa
although precise figures are complicated by BLS membership of the
customs
from
South
SADCC
members was four times higher than the total value of intraâ\200\224SADCC
Africa. The value of trade between South Africa and
In 1984 about 30% of SADCC
through
imports
passes
union.
South
came
many
alternative
South African products cannot compete on
While
world
market,
secured
through easy credit and attractive discounts. South African firms
operating in neighbouring states will import goods from their own
homeland
states
or on the world market.
rather than buy more cheaply from other African
custom in neighbouring
states
the
is
Energx
Africa supplies high-grade coal, electricity
products to most of its neighbours. It provides all
products required by Botswana, Lesotho
well
essential supplies
```

```
and
```

South
oil
petroleum
(BLS)
as
Zimbabwe.
electricity
Swaziland too.

South

Africa

currently

needs and most of the requirements of

Botswana

to meets

Malawi, all

of

refined of the Swaziland and Lesotho's and

Zambia

the old Portuguese colonial authorities,

Cahora Bassa Dam in Mozambique. Under an arrangement

Yet South Africa itself receives vital electricity supplies from the agreed with own energy goes first to South Africa and then back to Maputo. Maputo is African electricity of the regional colonial rule.

not directly linked to Cahora Bassa but to the South $200\224$ a further example of the distortion

economy resulting from South

African-centred

Mozambique's

Migrant Labour

remittances of its migrant workers provide 600,000 SADCC nationals work in South Africa. Lesotho's Approximately wage source of income. The country receives an estimated £150 from 150,000 migrant workers - over half the country's - who earn a living in South Africa. Swaziland, Malawi, and their citizens working in South Africa's mines, on its farms as domestic workers. Mozambique also gain vital revenue from the The main million workforce Botswana of and remittances does migration not only increase Labour Africa through reliance on wage remittances. The resulting labour shortages in areas like Mozambique's Tete and Zambezia provinces have led soil fertility wages of migrant workers. Another vicious circle. and, therefore, an increasing dependence on the deteriorating cultivation dependence practices, poor

on

```
Africa,
because
Thirdly,
South
regime's economic crisis and the plummeting value of the rand.
[End box]
of their close trade and currency
BLS have themselves suffered from
links
the
with
apartheid
Rand Aid?
is
over £1300 million
the region's kind uncle,
first glance, it may seem as if South African Premier
distributing customs
and purchasing neighbours' exports. But each year
receives
Αt
W.
Botha
union
revenue
South
Africa
purchases of its own goods; at least £150 million in charges
for
the
70 million for 'invisible' services like insurance, tourism, and
maintenance.
£900
million
to
redress
imbalance
p.29,
Apartheid's Second Front).
use of transport routes and facilities; and a further £60
its neighbours. SADCC is
from
in all, South Africa Inc.
around
business
neighbouring
gains
in
figures
```

```
Hanlon,
profit
(1982
from
from
All
the
P.
his
5
for
Pretoria
address to the opening session of the
February 1988 P.W. Botha signalled the
In
parliament
on
further
efforts by South Africa to break out of its isolation,
repeating
his
call
African
countries.
seems keen to revive its
Southern African States (Consas - an abortive
neighbouring states into a South African-dominated confederation)
through
coâ\200\224operation,
highlighting Lesotho's Highland Water Scheme, the Sua Plan
soda
ash
in
the modernisation of Maputo harbour.
project in Botswana and South African firms' involvement
Constellation
attempt to
insidious contribution
conference
regional
Southern
regional
start
white
its
```

of

```
of
а
to
"Weaving the Fabric"
front
SADCC was the nail in the Consas coffin. Although
the
membership
Lesotho,
Malawi and Swaziland means that all nine majority-ruled states of
Southern
line states, the additional
Africa can present a common front to Pretoria.
initiated
states
member
to
SADCC's
monarchy
Zimbabwe. This political diversity forces SADCC members to
their
programmes.
attention and energy on practical and
conservative
and
focus
mutuallyâ\200\224beneficial
Swaziland's
Mozambique
regimes
radical
Angola,
range
```

The organisation is less rhetorical than functional. SADCC does not even take a position on sanctions against South Africa as its members are divided on the issue. Each member recognises that SADCC first needs to develop its own infrastructure and resources to withstand the inevitably damaging impact of Pretoria's punitive counter $200\224$ sanctions.

from

the

of

Finance Minister Abdul Osman has already asked

In what should be an important precedent for other creditor nations, Italy has cut Mozambique's debt interest repayments. The Italian government's move, announced in January 1988, will reduce the interest rates on Maputo's debt from 10-12% to 1.5%. Mozambique's the British government to follow Italy's example and reduce interest payments are expected to follow Italy's example. The Soviet Union has written off the interest on Mozambique's debts to Moscow. Britain should on Mozambique's government should Africa but support moves to reduce the burden of debt on SADCC members. debt The only increase bilateral aid to Southern its debt. The Scandinavian states and reschedule and cut the repayments. interest Holland follow Italy's example and on

not

23

The British Government has been slow and stingy in its response to the acute crisis facing SADCC members as a result of South African destabilisation. The following policies would help restore a reputation already tarnished in the eyes of much of the world by the British Government's hostility to sanctions.

:1:

Britain should end its opposition to comprehensive mandatory economic sanctions and increase bilateral aid to levels comparable to those of 1980-1982.

Development assistance to SADCC should be additional 39 economic sanctions against South Africa and reflect both SADCC's own priorities and assist de-linkage from South Africa.

British aid to SADCC through the EEC should be further expanded to allow the BBC to maintain its commitments without depriving national projects of funds.

Britain should support a new line in the EEC'S annual budget to meet the cost of South African aggression and press for a long term commitment from the BBC to SADCC's Regional Food Security Project.

Procurement restrictions on British aid to SADCC should be loosened and national procurement restrictions replaced with broader European or SADCC-wide criteria.

Britain should press for open access to the EEC for SADCC members' exports and preferential access to the EEC for products displaced by South African counter-sanctions.

Regional self-reliance would be promoted by freeing British aid from harsh conditions imposed by the structural adjustment programmes of the IMF and World Bank.

Regional self-reliance would be further promoted by using British project aid funds for industrial development within SADCC.

Britain should extend credit and cut interest payments on SADCC members' debt.

Military assistance to the front line states should be increased in proportion to the increase in South Africanâ\200\224 sponsored aggression.

Steps must be taken to halt the recruitment of British service personnel and the conscription of British passport holders into the SADF.

```
Breaking The Bonds
the
But
gloom
strides have made in some of the most crucial sectors.
meeting was not all doom
Arusha
and
as
great
Transport and communications have always held pride of place in
SADCC's
improve
Africa's 'squeeze card'.
own transport facilities in order to
programme
its
It is imperative
priorities.
remove
SADCC
for
to
South
* The volume of SADCC traffic using South African ports fell from
75% in 1980 to 58% in 1987. By late 1987, Zambia's copper exports
were
through
Tanzania, 20% via Beira.
from South
re-routed
Africa
being
away
80%
Mozambique
earnings
increase in trade through the reconstructed port of Beira.
in 1988 compared to $45 million in 1986, reflecting
is expected to earn $135
```

million

from

transport

an

* Around \$2 billion has been devoted to the rehabilitation of the Beira, Dar and Nacala railway routes. The upgrading of the Nacala railway line and container terminal are on schedule and the first phase of the Beiraâ $200\224$ Machipanda Railway completed.

capacity

Nacala port, which handles Malawi's trade, operated at 84%

* of its

The

rehabilitation of the Beira and Nacala corridor routes will allow SADCC countries to reduce traffic through South Africa to nil by

1992.

investments.

thanks

SADCC

1987

in

t:o

[Box or tone:

SADCC's Jugular

The 188-mile roadâ\200\224and-rail link through Mozambique's Beira corridor is a lifeline to the land-locked SADCC states of Malawi, Zambia and Zimbabwe. Through its MNR proxies, South Africa has previously closed the Zimbabwe-Maputo railway, denied Malawi access to the Indian Ocean along the Nacala and Beira routes and forced SADCC states to use outlets through South Africa.

African

The

The Beira line is crucial to SADCC's goal of reducing dependence

on

South

step

selfreliance.

Zimbabwean

freight daily but has recently averaged only 1400 tons. Operating at

of

SADCC's regional traffic and triple Mozambique's foreign exchange earnings.

full capacity the port of Beira would be able to take 60%

transport routes as a

line can carry

Beira

first

3500

tons

of

to

Western finance, secured through SADCC, is paying for heavier rails, reconstructed berths and a deeper harbour entrance to allow in ships of up to 50,000 tons. Mozambique's Beira Corridor Authority plans to triple the ports' capacity by 1990.

states only

Harare government and control of Zimbabwe's economy. Since 1980, the government has acquired a controlling redundancies and unemployment. The ownership in major .August the South African-owned retail and leisure giant. 1987, bought a third of the shares in Delta like Central African gradually companies reducing Pharmaceuticals South African independence interest in and, in Corporation, German the West by that sanctions report confirmed ineffective. sanctions" by the most advanced industrial countries would an immediate effect on the South African economy and at the time protect the front line states from retaliatory sanctions Pretoria. recently be "targetted have same by by the front confirmed

```
Starnberger
Institute
line
that
Institute
would
The
According
weakening
sanctions
Switzerland, including:
to
\circ f
by
the report, published in 1987,
would
the
Britain, the US, West Germany, Japan,
apartheid
an
follow
regime"
"irrecoverable
selective
and
France
```

- * a refusal to roll over loans and a ban on new ones which would bring South Africa to the brink of bankruptcy and prompt a massive flight of capital
- * trade sanctions, particularly a ban on imports of South African minerals and capital goods

The most immediately effective contribution Britain could make to SADCC would be to end its opposition to comprehensive mandatory economic sanctions against South Africa. The imposition of sanctions remains the only meaningful option for those committed to ending apartheid, halting South African aggression and securing regional peace and development. British development assistance to SADCC should not be an alternative but additional â\200\23039 economic sanctions against South Africa.

Interdependence

```
is
```

Africa

the region's economic

enjoys South Africa's considerable profit from regional trade. In 1987, South trade

```
imposing
its own retaliatory sanctions, South Africa would be jeopardising
invisible
earnings
trade, like transport insurance and port charges.
surplus with SADCC members was $1.3 billion.
trade surplus along with its
powerhouse
hefty
from
and
South
South African investments in neighbouring states would also be at
risk.
of
private
private
stock.
receives
repatriated profits and dividend payments.
in Zimbabwe, 25% of the country's
interests own around $1
South Africa
substantial
billion
Africa
stock
worth
total
Each
year
sums
```

15

```
Britain Claims to be more generous than
Western
donors but seven of SADCC's nine member states are members of the
Commonwealth,
and
responsibility.
Commonwealth
countries
including
have
bettered British aid to Tanzania.
has been eclipsed by other nations. Eight countries
Italy, Sweden, Netherlands, Denmark and Norway -
Despite these ties, British aid to
to which it has an
countries
historic
other
most
debt
The
in
the
produced
of mild
a package
sanctions
the face of the international campaign
EEC
decline in British ODA to the region was only
for
halted
1985
sanctions.
When
against
Pretoria in September 1985, the British government responded with
a £107 million increase in bilateral aid to Southern Africa.
* Since 1980 the British government has committed £30 million
SADCC transport projects. But it was only in the face of a fierce
international campaign for sanctions that the British
Government
expanded
```

September 1985 when Britain began to push 'positive measures'

from £12

of

```
regional
that
two-
thirds of British pledges to SADCC have been made available.
levels
comparable to those of 1980-1982 and ensure that such aid assists
projects
package
programme of sanctions.
should increase bilateral aid to SADCC states to
which address SADCC'S own needs and priorities. Such
should
to
its support for SADCC, increasing its
in 1983 to £35 million in 1987. It
as 32 alternative to sanctions
a supplement rather
deveIOpment
commitment
substitute
million
only
than
is
be
Euro-Aid
The Commission of the European Community supported the formation
of SADCC and the EEC has funded a number of vital projects.
rehabilitate
belt
Tanzara railway link between
Salaam.
the Tanzanian port of Dar es
contributed
February
Zambia's
million
to
copper
1987,
$22.1
EEC
```

```
the
and
the
In
Individual
commitments
pledged
between Zambia and Dar.
EEC members have also
SADCC. In September 1987,
a further $12 million to repair the vital
oil
made
their
own
for
instance,
specific
Italy
pipeline
the
work
between
1980 and 1985 the EEC failed to fund
But
SADCC's
vital
network. Transport rehabilitation receives only 40% of the
allocation to the region. The BBC has shown little commitment
de-linkage. It is co-financing the Lesotho Highland Water
which will serve South Africa's industrial heartland.
most
transport
EEC's
to
Scheme
rehabilitation
Mozambique's
of
```

Shared practical problems are addressed through sector-based programmes. Each SADCC member has a specific responsibility. Mozambique is in charge of rehabilitating transport, its most crucial source of income and the key to regional co-operation and de-linkage. Botswana relies on beef exports for much of its foreign earnings so it is responsible for developing animal disease control. Angola, a major oil producer, supervises SADCCâ\200\230s energy programme.

In drawing on the national resources and expertise of its members, SADCC's action-based programmes operate without a huge bureaucracy. SADCC has only a very small central staff based in the Bostwanan capital, Gaborone.

had to withstand South Africa's "total onslaught."

SADCC's survival is itself a major achievement. It has not only

T+

born in the midst of a world economic recession which brought a collapse of prices for the region's exports and severe cuts development assistance.

was on in

SADCC members have resolved to "weave a fabric of regional cooperation" to disentangle themselves from South Africa's economic tentacles. The combined wealth of the front line states is only just over a quarter of South Africa's. But their economic vulnerability is not a natural state of affairs. European colonial powers, business corporations and the apartheid regime itself combined to bind neighbouring states to South Africa's economy.

Southern Africa is a fertile region and rich with valuable minerals - coal, chrome, copper, platinum, diamonds, nickel, iron, bauxite and gold. Minerals account for over 60% of regional export earnings. The rest are largely agricultural products. But the collapse of world commodity prices has brought about an acute shortage of foreign exchange, the funds required to pay for imports of manufactured goods. Unable to pay for machinery, spare parts and other vital resources, most SADCC countries are unable to

own

production. It is a vicious circle.

their dependence on imports by

expanding

reduce

their

Aid cannot compensate for the decline in the region's power. So a key SADCC priority is the rebuilding of the economy,

to

local industry and reduce its economic dependence.

its rich base of raw materials

exploiting

purchasing
region's
develop

Problems

```
most
recent
years
recent conference, held in
SADCC's
January 1988, reflected the organisation's problems and progress.
In
by
deteriorating
and
Angola
African-
sponsored banditry.
each country has been
9; trade. On top of
Mozambique
South
continue to suffer
in
particular
Arusha,
Tanzania,
terms
adversely
affected
this,
```

from

is Africa workers increasingly able to use South migrant organisation and unemployment within the apartheid economy made stable experienced South African employers. workforce is now a more attractive as an economic sanction. Rising wages, dispensable. workers migrant more many proposition deportation the of union have and for In 1986 South Africa threatened to repatriate Mozambican migrant miners whose repatriated wages provided up to one-third of their homeland's foreign exchange. In February 1988 Pretoria announced the repatriation of 1000 Malawian miners on the grounds that they were "Aids carriers". was forced to back Pretoria mining employers' organisation. Plans to repatriate But of Mozambican miners following opposition from the Chamber of Mines, the

Mozambique's migrant miners have folded as the Chamber feared the disruptive effect of the sudden loss of a skilled and experienced

```
section of the workforce. About half of them (about 30,000)
now be allowed to stay although fresh recruitment is banned.
expulsion
down
the
all
on
[Box:
Rand Zone and Customs Union
Lesotho
Botswana,
African-dominated customs union. Lesotho and Swaziland? use
South
value
Botswana's
of the rand.
currency, the Eula, is also closely tied to the
Swaziland (BLS) are part
their own currency
African
rand
and
and
the
the
as
of
South
the
of
fate
have been bound to South Africa's customs union
they
BLS
when
customs
ensures that there is a free flow of trade between BLS and
Africa
union.
but high tariffs are imposed on imports from outside
were still British protectorates. The
since
1909
```

```
union
South
the
collects
Pretoria
redistributes between the members. This revenue is a vital source
of
the Lesotho and Swaziland governments' revenue and about a
third
for Botswana.
income for each of the BLS states. It provides about half
and administers the tariff revenue
which
hidden
dominates trade and production within the union.
There
are
economy
inevitably
businesses in the BLS states can compete with their South African
counterparts
their
machinery and manufactured goods.
costs. Firstly, the
from which
developed
nearly
import
must
they
most
all
high tariffs on imported goods protect South
industries and force BLS states to buy South
Secondly,
own
which
made elsewhere. So South African firms, unable to compete on
world market, enjoy a local captive market.
may be more expensive and of poorer quality than
African
Africa's
goods
products
```