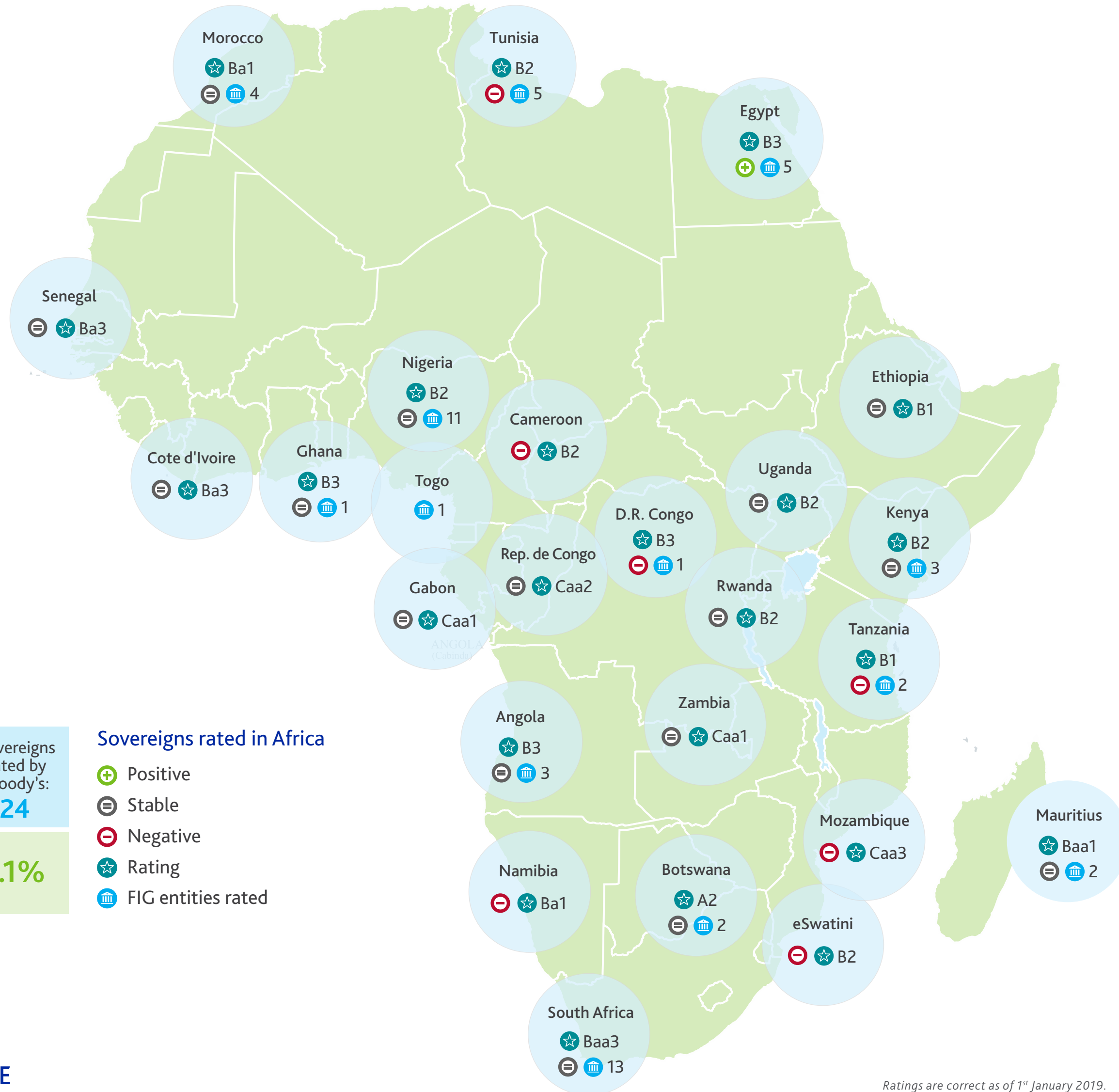


# African Sovereigns and Financial Institutions Overview

While growth across Africa is recovering, it is still below potential. Our stable outlook for African banks reflects expectations of a slight acceleration in growth and stricter regulation that supports financial stability; but risks are tilted to the downside.



African Banks outlook: **Stable**

FIG entities rated by Moody's: **53**

Sovereigns rated by Moody's: **24**

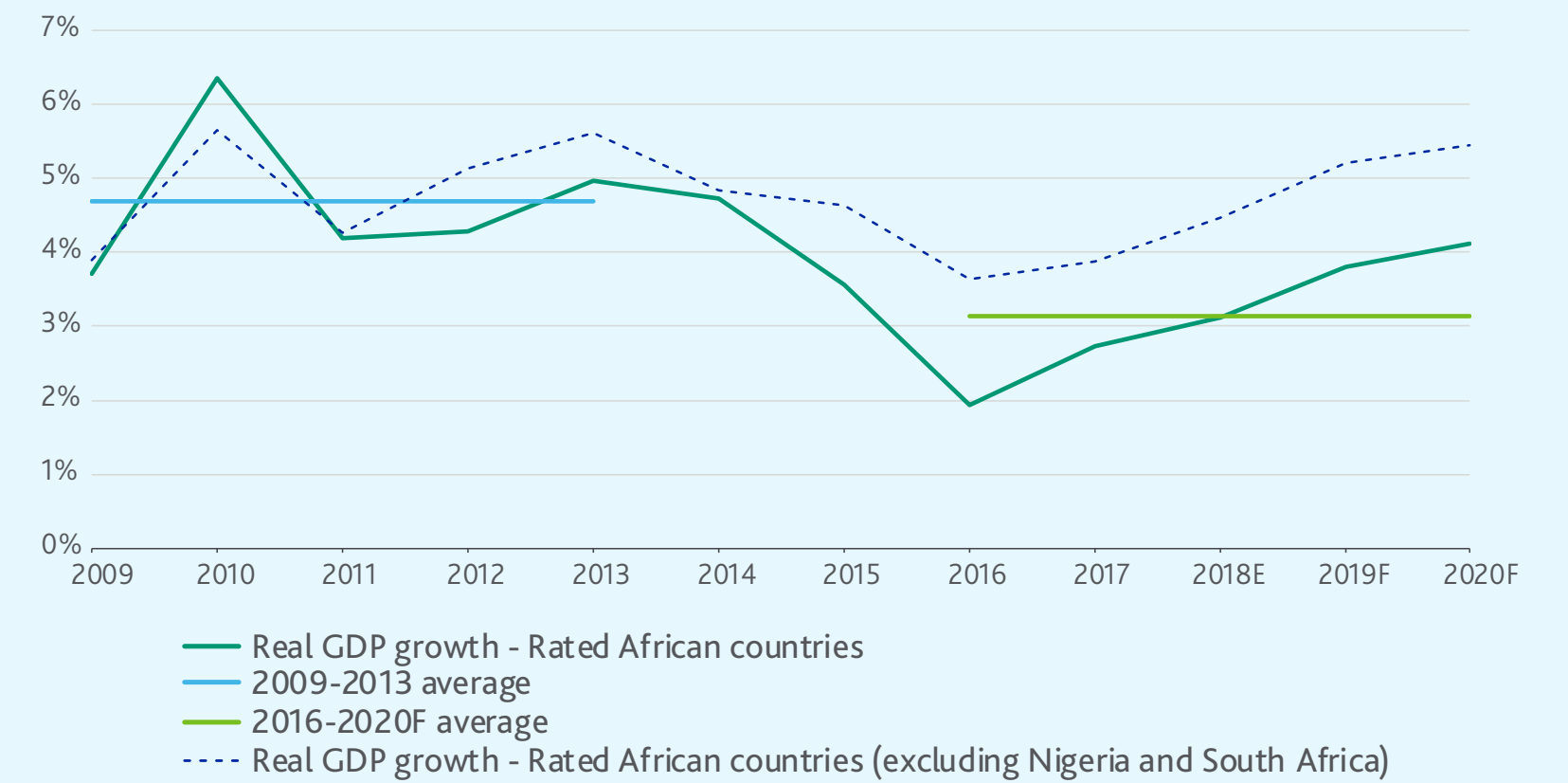
Real GDP growth across sovereigns in Africa rated by Moody's 2018E: **3.1%**

- Sovereigns rated in Africa**
- ⊕ Positive
  - ⊖ Stable
  - ⊗ Negative
  - ★ Rating
  - 🏦 FIG entities rated

Source: Moody's Investors Service

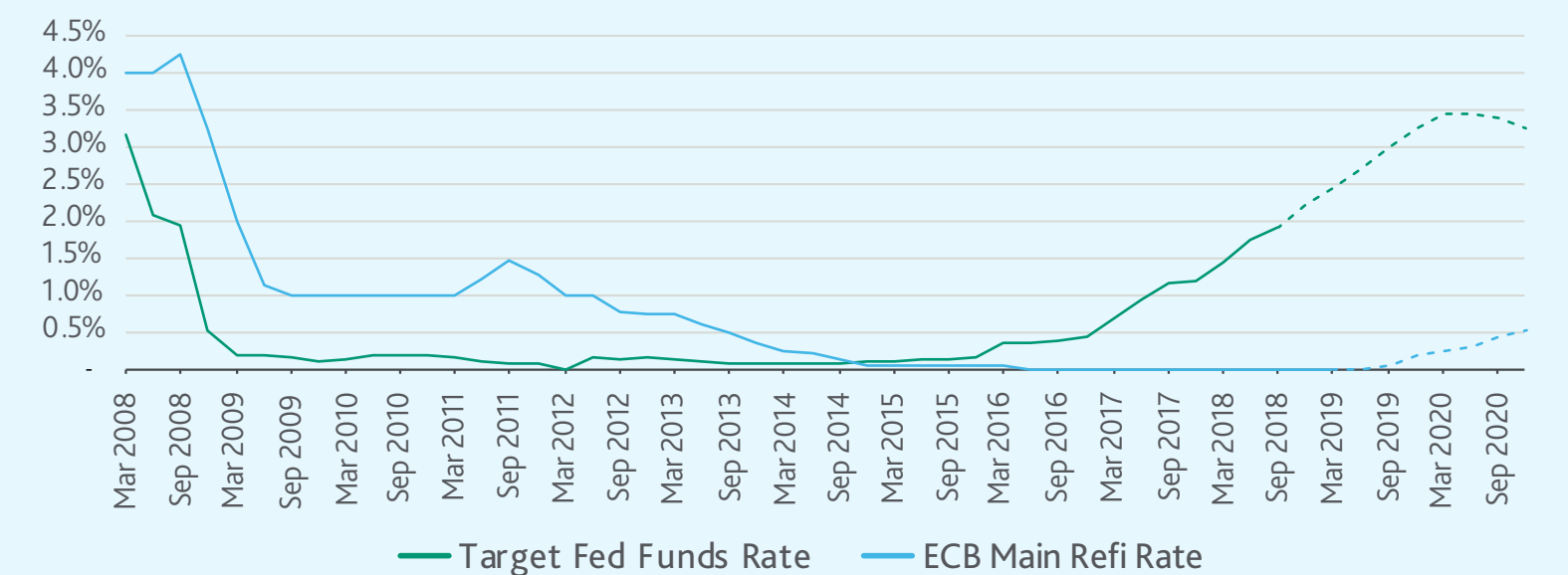
Ratings are correct as of 1st January 2019.

Growth in Africa is recovering, but is still below potential



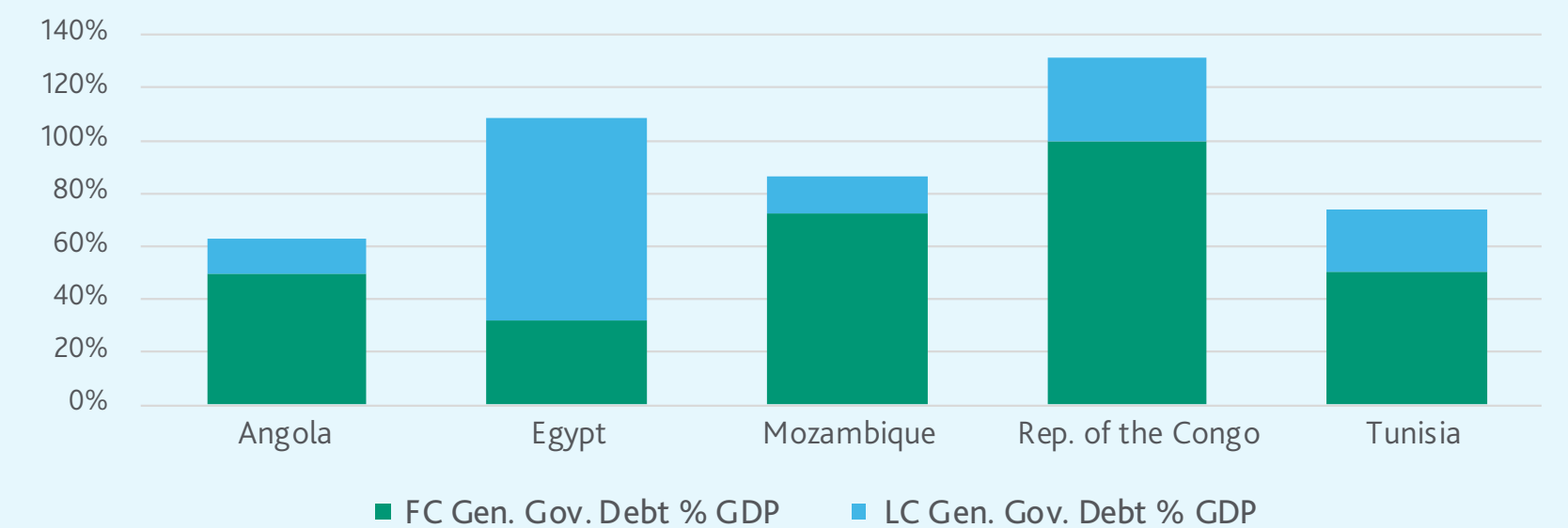
Source: Moody's Investors Service

Rising risks: tightening financial conditions increase funding costs in Africa



Source: Moody's Investors Service

Higher government debt (especially foreign currency denominated) is amplifying risks for African nations



Source: Moody's Investors Service