

FOREIGN PRIVATE INVESTMENT IN NIGERIA 1979-1981

This paper presents the main results of Central Bank of Nigeria's enquiries of foreign private investment in Nigeria in 1979, 1980 and 1981. The enquiries were conducted through questionnaires sent to companies¹ in which the capital was wholly or partly owned by foreigners.

The results are presented under the following headings: flow of foreign private capital, components of net capital flow, cumulative investment by country/region of origin, sectoral investment, short and long-term investment, investment in fixed assets, ownership of capital, and summary.

Flow of Foreign Private Capital

Analysis of foreign private capital flows by country or region of origin is shown in Table 1. Total inflow of capital (from all sources) increased by 5.9 per cent from ₦664.7 million in 1978 to ₦704.0 million in 1979 and by 11.7 per cent to ₦786.4 million in 1980, but declined by 25.6 per cent to ₦584.9 million in 1981. Total outflow of foreign capital increased by 24.4 per cent from ₦332.9 million in 1978 to ₦414.1 million in 1979 but declined by 22.9 per cent to ₦319.4 million in 1980. Total outflow of foreign capital however rose to ₦447.1 million in 1981, representing an increase of 40.0 per cent over the figure for 1980. As a result of these developments, total net capital inflow amounted to ₦289.9 million in 1979, ₦467.0 million in 1980 and ₦137.8 million in 1981.

A regional breakdown of the figures shows that inflow of private capital from companies of United Kingdom origin fell by 11.8 per cent from ₦226.3 million in 1978 to ₦199.6 million in 1979. The inflow of private capital from these companies however increased by 82.9 per cent to ₦365.0 million in 1980 but declined by 64.9 per cent to ₦128.0 million in 1981. Total outflow of private capital of these companies increased by 180.6 per cent from ₦103.8 million in 1978 to ₦291.3 million in 1979 but fell by 83.9 per cent to ₦46.8 million in 1980. In 1981, total outflow of private capital of these companies, rose sharply by 157.7 per cent to ₦120.6 million. Companies of United Kingdom origin thus recorded a net outflow of ₦91.7 million in 1979 and net inflows of ₦318.2 and ₦7.4 million in 1980 and 1981 respectively.

For companies of United States origin, inflow of private capital increased by 114.4 per cent, from ₦126.0 million in 1978 to ₦270.2 million in 1979, but fell by 41.1 and 34.7 per cent to ₦159.1 million and ₦103.9 million in 1980 and 1981 respectively. Outflows of private capital of these companies fell from ₦70.8 million in 1978 to ₦46.8 million in 1979 but increased to ₦158.7 million and ₦231.5 million in 1980 and 1981 respectively. At ₦55.2 million in 1978, net capital inflow of these companies therefore increased to ₦223.4 million in 1979, fell to ₦0.4 million in 1980 and turned into a net outflow of ₦127.6 million in 1981.

Inflow of private capital from companies of Western Europe origin declined by 20.6 per cent from ₦229.7 million in 1978 to ₦182.4 million in 1979, but increased by 23.9 and 44.0 per cent to ₦225.9 million and ₦325.3 million

¹ A total of 932, 812, and 801 companies were contacted in 1979, 1980 and 1981 respectively. The response rates for the three respective years were 57.4, 63.1 and 67.7 per cent. Response from the major companies was quite high, averaging 85.0 per cent for the three years. Estimates were made for non-response.

in 1980 and 1981 respectively. The capital outflows of these companies also fell by 55.4 per cent from ₦121.1 million in 1978 to ₦54.0 million in 1979 but rose by 75.4 per cent to ₦94.7 million in 1980 and declined again by 12.9 per cent to ₦82.5 million in 1981. Net capital inflows of companies of Western Europe origin therefore rose from ₦108.6 million in 1978 to ₦128.4 million in 1979 and to ₦131.2 and ₦242.8 million in 1980 and 1981 respectively. The net inflow for these companies represented contributions of 44.3, 28.1, and 176.2 per cent of total net inflows in 1979, 1980 and 1981 respectively compared with 32.7 per cent in 1978.

Inflow of private capital from companies of other countries has declined progressively from ₦82.7 million in 1978 to 51.8, 36.4, and ₦27.7 million in 1979, 1980 and 1981 respectively. Their outflows of private capital have also fallen from ₦37.2 million in 1978 through the years to ₦12.5 million in 1981. Consequently their net inflows had declined continuously from ₦45.5 million in 1978 to 29.8, 17.2 and ₦15.2 million in 1979, 1980 and 1981 respectively.

Components of Net Capital Flow

The components of net capital flow analysed by country or region of origin are presented in Table 2. Total unremitted profits declined by 14.2 per cent from ₦192.9 million in 1978 to ₦165.6 million in 1979, and by 36.9 per cent to ₦104.5 million in 1980, but rose by 52.6 per cent to ₦159.5 million in 1981. The share of unremitted profits in net capital flow was 57.1, 22.4 and 115.8 per cent in 1979, 1980 and 1981 respectively compared with 58.2 per cent in 1978. The substantial increase in the share of this component in 1981 was as a result of increases of 97.1 and 92.5 per cent in reinvested profits of companies originating from United Kingdom (U.K.) and Western Europe.

At ₦79.0 million in 1979, changes in foreign share capital showed an increase of 359.3 per cent over the level in 1978. In 1980, it declined by 36.1 per cent to ₦50.5 million and declined further by 17.6 per cent to ₦41.6 million in 1981. Companies of U.K. origin accounted for most of the net inflows of this component in each of the three years.

Net inflows of 84.3, 80.6 and ₦204.4 million in 1979, 1980 and 1981 respectively came from trade and suppliers credit. The increase of 153.6 per cent from ₦80.6 million in 1980 to ₦204.4 million in 1981 was due to massive inflow of capital from companies of Western Europe origin, which accounted for 88.2 per cent of total net inflow for this component in 1981.

Other foreign liabilities recorded net inflows of ₦50.0 million and ₦201.1 million in 1979 and 1980, respectively, but a net outflow of ₦282.1 million in 1981. The resultant net outflow in 1981 was due mainly to outflows of capital of ₦200.2 million and ₦87.9 million from companies of United States and United Kingdom origin respectively.

In 1979, companies of the U.K. origin were net creditors to their head office to the tune of ₦126.8 million, but in 1980 they were net debtors, while in 1981 they became net creditors again to the tune of ₦5.7 million. Companies of the U.S. origin were net debtors to their head office during the three years under review, the amount involved being ₦43.7 million in 1979, ₦40.8 million in 1980 and ₦23.1 million in 1981. In contrast, companies of Western Europe origin were net creditors to the tune of ₦2.4 million in 1979,

₦15.0 million in 1980 and ₦3.2 million in 1981. Companies of 'other countries' were net creditors to their head office to the tune of ₦3.5 million in 1979, but were net debtors in 1980 and 1981 to the tune of ₦0.6 million and ₦0.2 million, respectively.

Investment by country of origin

Analysis of cumulative foreign private investment by country or region of origin is shown in Table 3. Cumulative foreign private investment increased by 10.1 per cent from ₦2,863.2 million in 1978 to ₦3,153.1 million in 1979 from where it increased further by 14.8 per cent to ₦3,620.1 million in 1980, and by 3.8 per cent to ₦3,757.9 million in 1981.

Cumulative foreign private investment by companies of the United Kingdom origin fell by 7.7 per cent from ₦1,195.3 million in 1978 to ₦1,103.6 million in 1979, but rose by 28.8 per cent to ₦1,421.8 million in 1980 and by 0.5 per cent to ₦1,429.2 million in 1981. The decline in cumulative investment in 1979 was due to the massive outflow of capital on account of trade and suppliers credit, other foreign liabilities and liabilities to head office. Companies of United Kingdom origin accounted for 35.0, 39.3 and 38.0 per cent of total cumulative foreign private investment for the three years. The proportions of paid up capital to total investment of companies of U.K. origin were 87.7, 71.5 and 77.1 per cent in 1979, 1980 and 1981 respectively as against 69.0 per cent in 1978.

For companies of United States origin, cumulative foreign private investment increased from ₦342.4 million in 1978 to ₦565.8 million in 1979, ₦566.2 million in 1980 and fell to ₦438.6 million in 1981. The fall in 1981 was a result of capital outflow due to 'other foreign liabilities'. The shares of investment of U.S.A. companies in total cumulative foreign private investment were 17.9, 15.6 and 11.7 per cent in 1979, 1980 and 1981 respectively compared with 12.0 per cent in 1978. The proportions of paid up capital of U.S.A. companies in total cumulative investment were 32.8, 42.0 and 64.7 per cent respectively in the three years under review, as against 41.2 per cent in 1978.

Cumulative investment by companies of Western Europe origin increased by 15.2 per cent from ₦847.6 million in 1978 to ₦976.0 million in 1979, and by 13.4 per cent to ₦1,107.2 million in 1980 from where it increased further by 21.9 per cent to ₦1,350.0 million in 1981. Investment by these companies thus accounted for 31.0, 30.6 and 35.9 per cent of total cumulative investment in 1979, 1980 and 1981 respectively. The proportion of equity capital of these companies to total investment declined continuously from 48.1 per cent in 1978 to 45.8 in 1979, 44.4 in 1980 and 40.7 per cent in 1981.

At ₦507.7 million in 1979, cumulative investment by companies of 'other unspecified countries' showed an increase of 6.2 per cent over the level in 1978. In 1980 it increased by 3.4 per cent to ₦524.9 million and by 2.9 per cent to ₦540.1 million in 1981. As a proportion of total cumulative investment, these amounts represented 16.1, 14.5 and 14.4 per cent for the three respective years compared with 16.7 per cent in 1978. The proportion of equity capital to total investment stood at 62.3 per cent in 1979, 62.0 per cent in 1980 and 62.4 per cent in 1981 as against 62.6 per cent in 1978.

Sectoral Investment

The analysis of cumulative foreign private investment by type of activity is shown in Table 4. Total cumulative foreign private investment in the **mining and quarrying** sector increased by 10.8 per cent from ₦421.3 million in 1978 to ₦466.8 million in 1979 and by 45.1 per cent to ₦677.4 million in 1980 from where it declined by 22.4 per cent to ₦526.0 million in 1981. Cumulative investment in this sector accounted for 14.8, 18.7 and 14.0 per cent of total cumulative investment in 1979, 1980 and 1981. Paid up capital contributed 32.4, 28.5 and 52.6 per cent of the sectoral investment in the three respective years compared with 11.2 per cent in 1978.

Cumulative investment in the **manufacturing and processing** sector increased continuously from ₦1,263.4 million in 1978 to 1,402.5, 1,503.9 and ₦1,705.7 million in 1979, 1980 and 1981 respectively. The continuous increase of investment in this sector is attributable to continued protection of the local industries through import restrictions resulting in expansion of domestic production of finished goods to meet local demand. Investment in this sector accounted for 44.5, 41.5 and 45.4 per cent of total investment in 1979, 1980 and 1981 respectively as against 44.1 per cent in 1978. The proportion of equity interest in total sectoral investment stood at 73.2, 72.2 and 67.3 per cent in the three respective years compared with 74.0 per cent in 1978.

Foreign private investment in **agriculture, forestry and fishing** remained at virtually the same level of ₦120.8 million in each of the three years under review. Furthermore, the share of investment in this sector in total foreign private investment has declined from 4.1 per cent in 1978 to 3.8, 3.3 and 3.2 per cent in 1979, 1980 and 1981 respectively. This is so despite incentives such as duty free agricultural import and credit guarantee scheme to mention a few which are available to investors, especially foreign investors in this sector.

In the **transport and communication** sector, foreign private investment continued to be minimal during the three years under review. Investment in this sector increased by 8.8 per cent from ₦55.6 million in 1978 to ₦60.5 million in 1979, and by 2.8 per cent to ₦62.2 million in 1980 but declined by 2.3 per cent to ₦60.8 million in 1981. As was the case in the agriculture, forestry and fishing sector, investment in this sector constituted a declining paltry proportion of 1.9, 1.7 and 1.6 per cent of total foreign private investment in 1979, 1980 and 1981 respectively as against 1.9 per cent in 1978. The contributions of paid up capital (including reserves) to the sector's total investment were 28.9, 32.0 and 58.0 per cent in the three respective years compared with 27.2 per cent in 1978.

Cumulative investment in the **building and construction** sector increased from ₦224.3 million in 1978 to ₦294.3 million in 1979, ₦307.8 million in 1980 and ₦325.9 million in 1981. Investment in this sector accounted for 9.3, 8.5 and 8.7 per cent of total investment in the three respective years compared with 7.8 per cent in 1978. Contributions of paid up capital (including reserves) to total investment in this sector were 25.7, 25.8 and 26.6 per cent in 1979, 1980 and 1981 respectively.

In the **trading and business services** sector, cumulative investment rose from ₦522.5 million in 1978 to ₦550.5 million, ₦693.3 million and ₦767.2 million in 1979, 1980

and 1981 respectively. Foreign private investment in this sector accounted for 17.5, 19.1 and 20.4 per cent of total investment in the three years under consideration. The contribution of equity capital to total investment in this sector stood at 64.2, 57.5 and 57.5 per cent in 1979, 1980 and 1981 respectively.

Cumulative investment in the **miscellaneous activities** declined continuously from ₦258.5 million in 1978 to 257.7, 255.1 and ₦251.8 million in 1979, 1980 and 1981 respectively. Investment in this sector accounted for 8.2, 7.0 and 6.7 per cent of total investment during the three years under review. Paid up capital plus reserves accounted for the bulk of the cumulative investment in the sector in 1979, 1980 and 1981.

Short and long-term Investment (excluding Paid Up Capital and Reserves)

The other liabilities component of total investment contained in Tables 3 and 4 have been further disaggregated into short and long-term components in Table 5. Aggregate short and long-term liabilities for all sectors and all foreign sources increased by 3.8 per cent from ₦1,190.9 million in 1978 to ₦1,236.2 million in 1979 and by 25.2 per cent to ₦1,547.9 million in 1980. However, there was a decline of 4.1 per cent from ₦1,547.9 million in 1980 to ₦1,484.7 million in 1981. The short term component increased progressively from ₦588.2 million in 1978 to 706.8, 807.2 and ₦977.9 million in 1979, 1980 and 1981 respectively. On the other hand the long-term component declined from ₦602.7 million in 1978 to ₦529.3 million in 1979 but increased to ₦740.6 million in 1980 and fell again to ₦506.7 million in 1981.

In the **mining and quarrying sector**, total liability fell from ₦373.9 million in 1978 to ₦315.4 million in 1979 but increased to ₦484.2 million in 1980 and fell again to ₦249.0 million in 1981. Short-term liability increased astronomically by 280.4 per cent from its level in 1978 to ₦60.9 million in 1979, but thereafter fell by 36.1 per cent to ₦38.9 million in 1980 and by 19.8 per cent to ₦31.2 million in 1981. For the same period, long-term liability declined from ₦357.9 million in 1978 to ₦254.5 million in 1979, increased to ₦445.4 million in 1980, but fell to ₦217.8 million in 1981. Other liabilities of all maturities for companies of U.K. origin recorded a drastic decline from ₦188.2 million in 1978 to ₦39.6 million in 1979, but increased significantly to ₦229.2 million in 1980 from where it fell by 37.8 per cent to ₦142.6 million in 1981. For the U.S.A. companies short term liabilities increased from ₦5.0 million in 1978 to ₦50.1 million in 1979 but fell to ₦40.8 million and ₦24.9 million in 1980 and 1981 respectively. Their long-term liabilities also rose from ₦54.9 million in 1978 to ₦179.1 million in 1979. At ₦129.6 million in 1980 the long-term liabilities declined by 27.6 per cent from the level of the preceding year. In 1981, there was a disinvestment to the tune of ₦35.6 million. Companies of Western Europe origin recorded a marginal increase of 0.2 per cent in their short-term liabilities in 1979, but this was followed by a disinvestment to the tune of ₦3.1 million in 1980. There was however an increase in investment by these companies to the tune of ₦5.3 million in 1981. Their long-term liabilities increased by 0.1 per cent from ₦13.9 million in 1978 to ₦114.0 million in 1979, but declined by 24.9 per cent to ₦85.6 million in 1980. In 1981, the long-term component rose by 28.4 per cent to ₦109.9

million. For companies owned by nationals of the unclassified group of countries short-term liabilities fell from ₦0.5 million in 1978 to ₦0.4 million in 1979, but rose to 0.8 and ₦0.9 million in 1980 and 1981 respectively. Their long-term liabilities remained the same at ₦1,030 million in 1979 and 1980 but increased marginally by 6.8 per cent to ₦1,100.0 million in 1981. In the **manufacturing and processing sector** both components continued to contribute to the rise in the ('other liabilities') for the three years under review. Total 'other liabilities' in this sector increased from ₦328.9 million in 1978 to 375.6, 418.5 and ₦558.3 million in 1979, 1980 and 1981 respectively. The short-term liabilities increased by 16.9, 14.0 and 43.6 per cent to 288.9, 306.5 and ₦44.0 million in 1979, 1980 and 1981 respectively, while the long-term liabilities recorded increases of 8.0, 5.0 and 5.6 per cent to 106.7, 112.0 and ₦118.3 million in the respective years. The proportion of short-term funds to total liabilities which stood at 70.0 per cent in 1978 increased to 71.6, 73.2 and 78.8 per cent for the three respective years. In the manufacturing and processing sector, companies from all countries appear to rely more on short-term liabilities than on long-term liabilities.

At ₦7.8 million in 1979, total 'other liabilities', for **Agriculture, Forestry and Fishing Sector**, showed an increase of 69.6 per cent over the level in 1978, but declined by 3.2 per cent to ₦7.5 million in 1980. In 1981 total other liabilities of this sector rose marginally by 0.7 per cent to ₦7.6 million. All the foreign private investment in this sector during the review period came from companies of United Kingdom and Western Europe origin.

In the **Transport and Communication Sector** total 'other liabilities' rose by 61.0 per cent from ₦40.5 million in 1978 to ₦43.0 million in 1979, but declined by 1.6 per cent to ₦42.3 million in 1980 and by 9.0 per cent to ₦38.5 million in 1981. The increase of 6.1 per cent in the total 'other liabilities' in 1979 was due mainly to the 10.0 per cent increase in the short-term component. Similarly, the fall by 9.0 per cent from ₦42.3 million in 1980 to ₦38.5 million in 1981 in the total 'other liabilities' of the sector was traceable to the decline by 17.8 per cent in the short-term component.

Investment funds through 'other liabilities' in the **Building and Construction sector** increased by 39.1, 4.6 and 4.7 per cent to 218.5, 228.5 and ₦239.3 million in 1979, 1980 and 1981 respectively. Short-term liabilities as a proportion of total 'other liabilities' for the respective years was 53.6, 53.6 and 56.8 per cent.

The 'other liabilities' component of investment in the **Trading and Business Services Sector** fell by 0.5 per cent from ₦198.4 in 1978 to ₦197.4 million in 1979, but increased by 49.3 per cent to ₦294.7 million in 1980 and by 10.7 per cent to ₦326.2 million in 1981. The fall in 1979 was due to the decline in the short-term funds by 5.3 per cent from ₦187.5 million in 1978 to ₦177.6 million in 1979. The share of short-term liability in total 'other liabilities' for the respective years was 90.0, 87.0 and 88.0 per cent.

For **Miscellaneous Activities**, total 'other liabilities' declined progressively from ₦89.6 million in 1978 to 78.5, 72.2 and ₦65.8 million in 1979, 1980 and 1981 respectively. Short-term liabilities accounted for 73.0, 81.6 and 96.0 per cent in 1979, 1980 and 1981 respectively of total other liabilities in the sector as against 74.1 per cent in 1978.

Investment in The Manufacturing Sector

A further break-down of cumulative investment in the

manufacturing and processing sector by type of industry is presented in Table 6. The Table also provides information on details of investment in fixed assets in the manufacturing sector, also by type of industry. The cumulative foreign private investment in the manufacturing and processing sector increased continuously over the three years. Cumulative foreign private investment in the manufacturing and processing sector increased by 11.0 per cent from ₦1,263.4 million in 1978 to ₦1,402.5 million in 1979, by 7.2 per cent to ₦1,503.9 million in 1980 and by 13.4 per cent to ₦1,705.7 million in 1981. The increase recorded for 1979 was shared by all the 20 industrial sub-groups while, in 1980, with the exception of Tobacco which did not record any increase and textiles which recorded a decline, the increase was shared by the remaining 18 industrial sub-groups. In 1981, investment in metal products fell and that of tobacco remained unchanged while all the other 18 industrial sub-groups recorded increases in their investment.

Analysis of fixed assets (at book value) of foreign companies in the **manufacturing and processing sector** is shown in Table 6. Substantial declines in fixed assets were recorded in the Food, Beverages, Tobacco, Paper and Paper Products and Miscellaneous Industries during 1979, 1980 and 1981, while other industries recorded increases in their fixed assets (at book value). The declines in these five industries were substantial enough to off-set the increases in the remaining industries, resulting in declines in aggregate fixed assets by 8.1 per cent from ₦1,022.0 million in 1978 to 939.2 million in 1979, by 10.5 and 8.2 per cent to ₦840.9 and ₦772.3 million in 1980 and 1981 respectively.

Investment in Fixed Assets

A detailed breakdown of investment in fixed assets at cost and at book value is shown in Tables 7, and 8 while the amount of reserves set aside for depreciation of each type of fixed assets is presented in Tables 9 and 10.

Total fixed assets at cost fell by 2.3 per cent from ₦4,385.6 million in 1978 to ₦4,285.7 million in 1979 and by 4.9 per cent to ₦4,076.3 million in 1980. In 1981, however total fixed assets at cost rose by 3.2 per cent to ₦4,208.0 million.

Investment in real estates at cost fell from ₦1,553.5 million in 1978 to ₦761.6 million in 1979 but increased to ₦1,073.2 million in 1980 and fell again to ₦860.2 million in 1981. Investment in real estate represented 17.8, 26.3 and 20.0 per cent of total investment in fixed assets during the three respective years as against 35.4 per cent in 1978. Investment in machinery and equipment increased by 4.7 per cent from ₦2,154.2 million in 1978 to ₦2,255.1 million in 1979, declined by 9.5 per cent to ₦2,040.8 million in 1980 and rose by 6.7 per cent to ₦2,176.9 million in 1981. The proportion of investment in machinery and equipment in total investments in fixed assets was 52.6, 50.1 and 51.7 per cent, in 1979, 1980 and 1981 respectively compared with 49.1 per cent in 1978. Investment in furniture and fixtures declined by 18.1 per cent to ₦190.8 million in 1979, but increased by 43.1 and 16.5 per cent to ₦273.0 million and ₦318.1 million in 1980 and 1981 respectively. The share of these investments in total investment in fixed assets was 4.5, 6.7 and 7.6 per cent in 1979, 1980 and 1981 respectively as against 5.3 per cent in 1978. Investment in motor vehicles increased by 8.9 per cent from ₦317.0 million in 1978 to ₦345 million in 1979, but fell by 28.2 per cent to ₦247.6

million in 1980. In 1981, investments in these category of assets rose by 17.5 per cent to ₦290.9 million. These investments represented 8.1, 6.1 and 6.9 per cent of total investment in fixed assets in 1979, 1980 and 1981 respectively compared with 7.2 per cent in 1978. Total investment in other assets at ₦733.2 million in 1979 was 473.3 per cent more than the value at the end of the previous years, but declined by 39.7 per cent to ₦441.8 million in 1980 and increased by 27.2 per cent to ₦562.1 million in 1981. These investments accounted for 17.1, 10.8 and 13.4 per cent of total investment in fixed assets in 1979, 1980 and 1981 as against 2.9 per cent in 1978.

Investment in fixed assets continued as in the past years to be concentrated in the mining and quarrying, manufacturing and processing, building and construction and trading and business services sectors. The four sectors accounted for 96.9 per cent of total investments in fixed assets in 1979, 98.3 per cent in 1980 and 97.6 per cent in 1981 as against 90.7 per cent in 1978.

Investment in fixed assets (at book value) analysed by type of activity is presented in Table 8. Total fixed assets increased by 1.5 per cent from ₦2,557.0 million in 1978 to ₦2,595.8 million in 1979 and by 2.3 per cent to ₦2,656.5 million in 1980 but fell by 4.5 per cent to ₦2,537.0 million in 1981. In 1979 fixed assets at book value increased in two and declined in five sectors compared with four and three sectors respectively in 1978. Fixed assets at book value recorded declines in five and increases in two sectors in 1980 compared with 1979 while in 1981 there were increases in four and declined in three sectors compared with levels in the preceding year.

Cumulative reserves set aside for depreciation are shown in Table 9. Aggregate cumulative depreciation as a percentage of fixed assets (at cost) was 39.4, 34.8 and 39.7 per cent in 1979, 1980 and 1981 respectively, as against 41.7 per cent in 1978. Current depreciation as a proportion of fixed assets (at cost) experienced a declining trend from 10.8 per cent in 1978 to 9.2 per cent in 1979 and to 7.2 and 7.1 per cent in 1980 and 1981 respectively.

Investment in fixed assets (at book value) analysed by geographical area of origin is provided in Table 3 column 5. Investment in fixed assets (at book value) increased for companies of Western Europe origin and other unspecified countries in 1979 while it declined for companies from United Kingdom and United States. This situation was directly reversed in 1980. In 1981 companies from United States of America and Western Europe origin increased their investment in fixed assets (at book value) while those companies from United Kingdom and other unspecified countries recorded declines in their fixed assets (at book value).

Ownership and Form of Capital

Ownership of capital analysed by type of economic activity is shown in Table 12. Total capital rose gradually from ₦840.8 million in 1978 to ₦1,177.6 million in 1979, ₦1,574.5 million in 1980 and ₦1,559.8 million in 1981. The proportion of capital held by foreigners has showed a declining trend, falling from 53.5 per cent in 1978 to 24.3 in 1979, 20.7 in 1980 and 12.2 per cent in 1981.

In the **mining and quarrying sectors**, the proportion of capital held by foreigners stood at 66.5, 63.9 and 64.5 per cent for the three respective years, compared with 40.9 per cent in 1978. Non-residents accounted for 7.8, 10.6 and 10.7

per cent of foreigner's held capital in this sector for 1979, 1980 and 1981 respectively as against 1.0 per cent in 1978. In the **manufacturing and processing sector**, foreign capital interest fell from 50.1 per cent in 1978 to 27.0 per cent. in 1979, but increased to 32.2 per cent in 1980 and declined to 30.5 per cent in 1981. Non-residents' accounted for 20.6 per cent of total foreign capital in the sector in 1979, 18.2 per cent in 1980 and 14.9 per cent in 1981, compared with 19.4 per cent in 1978.

Foreign capital interest in the **agriculture, forestry and fishing sector** was 37.0 per cent in 1979, the same as in 1980, but rose to 38.6 per cent in 1981 as against a share of 63.4 per cent in 1978. The foreign capital interest came wholly from the parent company during the three years under review, unlike the situation in 1978 when about 23.2 per cent came from non-residents. In the **transport and communication sector** the foreign share of capital stood at 36.3 per cent in 1979, 38.1 per cent in 1980 and 20.4 per cent in 1981 as against 35.9 per cent in 1978. Non-residents accounted for 36.4, 19.0 and 5.9 per cent of foreign held capital in this sector in 1979, 1980 and 1981, compared with 3.5 per cent in 1978.

Foreign capital interest in the **building and construction sector** was 33.7 per cent in 1979, 42.9 per cent. in 1980 and 43.0 per cent in 1981 compared with 50.9 per cent in 1978. The proportion of non-resident capital in total foreign capital in the sector was 34.0, 17.7 and 23.5 per cent for the three respective years as against 19.1 per cent in 1978.

In the **trading and business services sector**, the proportion of capital owned by foreigners fell drastically from 69.2 per cent in 1978 to 7.7 per cent in 1979, 8.8 per cent in 1980 and to 3.8 per cent in 1981. The drastic decline in the shares of capital owned by foreigners in this sector could be attributed to the selling of foreign shares to Nigerians in compliance with the Enterprises Promotion Decree of 1977. Non-residents accounted for 31.8, 35.3 and 11.1 per cent of the foreign capital in the sector for the three respective years compared with 7.4 per cent in 1978.

In the **miscellaneous activities sector**, the proportion of capital owned by foreigners was 52.7, 8.4 and 22.0 per cent in 1979, 1980 and 1981 respectively as against 43.9 per cent in 1978 while non-residents held 90.4, 46.8 and 28.7 per cent for the three respective years in contrast to 6.1 per cent in 1978.

On the aggregate, Nigerian participation in the equity shares of foreign owned/controlled companies increased by 206.9 per cent from ₦290.7 million in 1978 to ₦892.0 million in 1979, and by 39.9 and 3.4 per cent to ₦1248.2 and ₦1,290.8 million in 1980 and 1981 respectively. These increases in Nigerian participation in the equity shares of foreign owned/controlled companies could be attributed to

the compliance with the Nigerian Enterprises Promotion Decree of 1977 by foreign investors.

SUMMARY

This paper has analysed the results of the survey of foreign private investment in Nigeria for the period 1979 to 1981. The results show that net inflow of foreign private investment into Nigeria fell by 12.6 per cent from ₦331.8 million in 1978 to ₦289.9 million in 1979, but rose by 61.1 per cent to ₦467.0 million in 1980 and fell again by 70.5 per cent to ₦137.8 million in 1981. The sharp fall in net inflow of foreign private investment in 1981 was due to an outflow of ₦447.1 million in 1981 as against outflows of ₦414.1 and ₦319.4 million in 1979 and 1980 respectively.

Companies of United Kingdom origin continued, as in the past years, to be the major source of foreign private investment in Nigeria, accounting annually for an average of 37.4 per cent of the total investment during the three years under review. These were followed by companies of Western Europe origin and United States of America which accounted for 32.5 and 15.1 per cent respectively.

On sectoral basis, investment in manufacturing and processing sector accounted annually for 43.8 per cent of total investment, during the three years under review, followed by Trading and Business services sector with 19.0 per cent and Mining and Quarrying sector with 15.8 per cent. Other sectors namely Building and Construction, Agriculture, Forestry and Fishing, Transport and Communication and Miscellaneous accounted for 8.8, 3.4, 1.7 and 7.3 per cent respectively during the years 1979, 1980 and 1981.

Aggregate investment in fixed assets at cost declined by 2.3 per cent from ₦4,385.6 million in 1978 to ₦4,285.7 million in 1979, and by 4.9 per cent to ₦4,076.3 million in 1980 but increased by 3.2 per cent to ₦4,208.0 million in 1981. Aggregate investment in fixed assets at book value also increased by 1.5 per cent from ₦2,557.0 million in 1978 to ₦2,595.8 million in 1979, and by 2.3 per cent to ₦2,656.5 million in 1980 but fell by 4.5 per cent to ₦2,537 million in 1981.

There was a continuous improvement in the average level of indigenous participation in the foreign owned/controlled enterprises in the country. The share of indigenous participation increased from 46.5 per cent in 1978 to 75.7, 79.3, and 82.8 per cent in 1979, 1980 and 1981 respectively. This impressive level of indigenous participation could be attributed to a compliance with the Nigerian Enterprises Promotion Decree 1977 by foreign investors.

STATISTICS & ECONOMETRICS DIVISION
Research Department

FLOW OF FOREIGN PRIVATE CAPITAL BY COUNTRY OR REGION OF ORIGIN 1975-1981

(₤ Million)

Table 1

Country Region of Origin	Inflow ¹ (1)	Outflow (2)	Net flow (1)-(2)
United Kingdom			
1975	214.2	189.5	+ 24.7
1976	205.6	121.1	+ 84.5
1977	320.0	189.2	+130.8
1978	226.3	103.8	+122.5
1979	199.6	291.3	- 91.7
1980	365.0	46.8	+318.2
1981	128.0	120.6	+ 7.4
United States of America			
1975	253.0	17.8	+235.2
1976	39.0	198.0	- 159.0
1977	81.9	170.9	- 89.0
1978	126.0	70.8	+ 55.2
1979	270.2	46.8	+223.4
1980	159.1	158.7	+ 0.4
1981	103.9	231.5	-127.6
Western Europe			
1975	191.6	61.3	+130.3
1976	195.8	132.9	+ 62.9
1977	213.6	127.7	+ 85.9
1978	229.7	121.1	+108.6
1979	182.4	54.0	+128.4
1980	225.9	94.7	+131.2
1981	325.3	82.5	+242.8
Others (Unspecified)			
1975	98.6	13.4	+ 85.2
1976	80.7	22.8	+ 57.9
1977	101.8	31.9	+ 69.9
1978	82.7	37.2	+ 45.5
1979	51.8	22.0	+ 29.8
1980	36.4	19.2	+ 17.2
1981	27.7	12.5	+ 15.2
Total			
1975	757.4	282.0	+475.4
1976	521.1	474.8	+ 46.3
1977	717.3	519.7	+197.6
1978	664.7	332.9	+331.8
1979	704.0	414.1	+289.9
1980	786.4	319.4	+467.0
1981	584.9	447.1	+137.8

¹Excludes undistributed profits of oil prospecting companies.

COMPONENTS OF NET CAPITAL FLOW BY ORIGIN 1975-81
(£ Million)

Table 2

Components	United Kingdom	United States	Western Europe Excluding UK	Others (Unspecified)	Total
Unremitted Profits¹					
1975	+ 75.1	+ 7.9	+ 46.8	+ 17.8	+147.6
1976	+ 92.6	+ 10.9	+ 43.5	+ 20.7	+167.7
1977	+115.9	+ 20.2	+ 41.0	+ 33.3	+210.4
1978	+ 95.3	+ 18.0	+ 48.9	+ 30.7	+192.9
1979	+ 80.5	+ 41.8	+ 27.1	+ 16.2	+165.6
1980	+ 27.9	+ 43.9	+ 26.5	+ 6.2	+104.5
1981	+ 55.0	+ 43.5	+ 51.0	+ 10.0	+159.5
Changes in Foreign Share Capital					
1975	+ 11.6	+ 0.9	+ 11.7	+ 6.0	+ 30.2
1976	+ 25.5	+ 0.3	+ 16.2	+ 21.5	+ 63.5
1977	+ 8.4	- 1.2	+ 15.6	+ 12.6	+ 35.4
1978	- 4.7	+ 8.2	+ 7.8	+ 6.0	+ 17.2
1979	+ 62.7	+ 2.5	+ 12.6	+ 1.2	+ 79.0
1980	+ 20.8	+ 8.7	+ 18.0	+ 3.0	+ 50.5
1981	+ 30.6	+ 2.3	+ 7.3	+ 1.4	+ 41.6
Trade & Supplies Credit					
1975	+ 27.4	+ 56.2	+ 20.5	+ 47.3	+151.4
1976	+ 38.3	- 8.6	+ 42.3	+ 4.7	+ 76.7
1977	+ 31.4	- 1.6	+ 62.8	+ 10.7	+103.3
1978	+ 11.0	+ 58.6	+ 84.5	+ 8.9	+163.0
1979	- 22.0	+ 23.3	+ 69.4	+ 13.6	+ 84.3
1980	- 3.2	+ 29.9	+ 47.6	+ 6.3	+ 80.6
1981	+ 15.4	+ 3.7	+180.2	+ 5.1	+204.4
Other Foreign Liabilities					
1975	- 22.1	+138.0	+ 44.6	- 0.6	+159.9
1976	- 40.4	- 87.9	- 67.0	+ 3.7	-191.6
1977	- 40.2	- 14.2	- 36.8	+ 5.2	- 86.1
1978	+ 18.9	- 26.2	-37.6	+ 0.5	- 44.4
1979	- 86.1	+112.1	+ 21.7	+ 2.3	+ 50.0
1980	+269.4	-122.9	+ 54.1	+ 1.1	+201.7
1981	- 87.9	-200.2	+ 7.5	- 1.5	-282.1
Liabilities to Head Office					
1975	- 67.3	+ 32.2	+ 6.7	+ 14.7	- 13.7
1976	- 31.5	- 73.7	+ 27.9	+ 7.3	- 70.0
1977	+ 15.3	- 92.1	+ 3.3	+ 8.1	- 65.4
1978	+ 2.0	- 3.4	+ 5.0	- 0.6	+ 3.0
1979	-126.8	+ 43.7	- 2.4	- 3.5	- 89.0
1980	+ 3.3	+ 40.8	- 15.0	+ 0.6	+ 29.7
1981	- 5.7	+ 23.1	- 3.2	+ 0.2	+ 14.4
Total					
1975	+ 24.7	+235.2	+130.3	+ 85.2	+475.4
1976	+ 84.5	-159.0	+ 62.9	+ 57.9	+ 46.2
1977	+130.8	- 89.0	+ 85.9	+ 69.9	+197.6
1978	+122.5	+ 55.2	+108.6	+ 45.5	+331.5
1979	- 91.7	+223.4	+128.4	+ 29.8	+289.9
1980	+318.2	+ 0.4	+131.2	+ 17.2	+467.0
1981	+ 7.4	-127.6	+242.8	+ 15.2	+137.8

¹Excludes undistributed profits of oil prospecting companies.

**CUMULATIVE FOREIGN PRIVATE INVESTMENT IN NIGERIA BY COUNTRY
OR REGION OF ORIGIN, 1975-1981**
(N Million)

Table 3

Country/Region of Origin	Paid-Up Capital Plus Reserve	Other Liabilities	Total (1) + (2)	Percentage Distribution of Total	Investment in Fixed Assets at Book Value	
					Actual (5)	% of Total (6)
	(1)	(2)	(3)	(4)	(5)	(6)
United Kingdom						
1975	491.9	365.6	857.5	37.5	902.2	48.3
1976	610.0	332.0	942.0	40.4	918.6	48.9
1977	734.3	338.5	1,072.8	42.4	1,103.7	50.1
1978	824.8	370.5	1,195.3	41.7	1,430.7	56.0
1979	967.9	135.7	1,103.6	35.0	770.4	29.7
1980	1,016.7	405.1	1,421.8	39.3	945.6	35.6
1981	1,102.3	326.9	1,429.2	38.0	684.4	27.0
United States of America						
1975	84.7	450.5	535.2	23.4	572.6	30.6
1976	95.8	280.4	376.2	16.1	541.8	28.8
1977	114.8	172.4	287.2	11.3	648.5	29.5
1978	141.0	201.4	342.4	12.0	655.9	25.6
1979	185.4	380.4	565.8	17.9	575.4	22.1
1980	237.9	328.3	566.2	15.6	661.7	24.9
1981	283.7	154.9	438.6	11.7	689.4	27.2
Western Europe (excluding U. K.)						
1975	234.5	355.6	590.1	25.8	212.5	11.4
1976	294.2	358.9	653.1	28.0	224.7	12.0
1977	350.7	388.3	739.0	29.2	244.2	11.1
1978	407.5	440.1	847.6	29.6	258.9	10.1
1979	447.2	528.8	976.0	31.0	833.0	32.1
1980	491.9	615.3	1,107.2	30.6	715.6	26.9
1981	550.2	799.8	1,350.0	35.9	871.5	34.3
Others (unspecified)						
1975	174.1	130.6	304.7	13.3	181.9	9.7
1976	216.4	146.1	362.5	15.5	193.1	10.3
1977	262.4	170.0	432.4	17.1	205.3	9.3
1978	299.0	178.9	477.9	16.7	211.5	8.3
1979	316.5	191.2	507.7	16.1	417.0	16.1
1980	325.7	199.2	524.9	14.5	333.6	12.6
1981	337.1	203.0	540.1	14.4	291.7	11.5
Total						
1975	985.2	1,302.3	2,287.5	100.0	1,869.2	100.0
1976	1,216.4	1,117.4	2,333.8	100.0	1,858.2	100.0
1977	1,462.2	1,069.2	2,531.4	100.0	2,201.7	100.0
1978	1,672.3	1,190.9	2,863.2	100.0	2,557.0	100.0
1979	1,917.0	1,236.1	3,153.1	100.0	2,595.8	100.0
1980	2,072.2	1,547.9	3,620.1	100.0	2,656.5	100.0
1981	2,273.3	1,484.6	3,757.9	100.0	2,537.0	100.0

CUMULATIVE FOREIGN PRIVATE INVESTMENT IN NIGERIA
ANALYSED BY TYPE OF ACTIVITY, 1975-1981
(₦ Million)

Table 4

Type of Activity	Paid-Up Capital Including Reserves (1)	Other Liabilities (2)	Total (1) + (2) (3)	Percentage Distribution of Total (4)	Investment in Fixed Assets at Book Value	
					Actual (5)	% of Total (6)
Mining and Quarrying						
1975	126.3	833.3	959.6	42.0	941.5	50.3
1976	154.7	764.2	918.9	39.3	943.5	50.8
1977	369.0	721.8	1,090.8	43.1	1,069.1	48.5
1978	47.3	374.0	421.3	14.7	832.7	32.6
1979	151.4	315.4	466.8	14.8	756.5	39.1
1980	193.2	484.2	677.4	18.7	767.3	28.9
1981	276.9	249.1	526.0	14.0	859.3	33.9
Manufacturing and Processing						
1975	359.4	146.8	506.2	22.1	614.1	32.9
1976	437.9	112.8	550.7	23.6	607.3	32.7
1977	599.8	104.0	703.8	27.8	730.0	33.2
1978	934.5	328.9	1,263.4	44.1	1,022.0	40.0
1979	1,026.9	375.6	1,402.5	44.5	939.2	36.2
1980	1,085.4	418.5	1,503.9	41.5	840.9	31.7
1981	1,147.4	558.3	1,705.7	45.4	772.3	30.4
Agriculture Forestry and Fishing						
1975	15.9	3.3	19.2	0.8	19.3	1.0
1976	18.7	3.2	21.9	0.9	19.4	1.0
1977	71.4	3.6	75.0	3.0	23.7	1.1
1978	113.0	4.6	117.6	4.1	21.7	0.8
1979	113.0	7.8	120.8	3.8	11.6	0.4
1980	113.0	7.5	120.5	3.3	4.1	0.2
1981	113.0	7.5	120.5	3.2	17.3	0.7
Transport and Communications						
1975	10.3	12.5	22.8	1.0	23.8	1.3
1976	13.6	2.6	16.2	0.5	23.9	1.3
1977	29.9	0.7	30.6	1.2	27.4	1.2
1978	15.1	40.5	55.6	1.9	27.8	1.1
1979	17.5	43.0	60.5	1.9	38.4	1.5
1980	19.9	42.3	62.2	1.7	28.8	1.1
1981	22.3	38.5	60.8	1.6	26.6	1.0
Building and Construction						
1975	33.4	77.8	111.2	4.9	92.3	4.9
1976	45.4	77.1	122.5	5.2	97.9	5.2
1977	38.1	83.3	121.4	4.8	125.1	5.7
1978	67.3	157.0	224.3	7.8	94.9	3.7
1979	75.8	218.5	294.3	9.3	456.9	17.6
1980	79.3	228.5	307.8	8.5	655.0	24.6
1981	86.6	239.3	325.9	8.7	331.6	13.1
Trading and Business Services						
1975	373.0	199.4	572.4	25.0	160.2	8.6
1976	472.2	152.6	624.8	26.8	151.9	8.2
1977	216.4	149.1	365.5	14.4	204.1	9.3
1978	324.2	198.3	522.5	18.3	437.9	17.1
1979	353.2	197.3	550.5	17.5	354.4	13.7
1980	398.5	294.7	693.2	19.2	340.5	12.8
1981	441.1	326.1	767.2	20.4	503.1	19.8
Miscellaneous						
1975	66.9	29.2	96.1	8.0	18.0	1.0
1976	73.9	10.1	84.0	3.6	14.3	0.8
1977	137.6	6.7	144.3	5.7	22.3	1.0
1978	170.9	87.6	258.5	9.1	120.0	4.7
1979	179.2	78.5	257.7	8.2	38.8	1.5
1980	182.9	72.2	255.1	7.1	19.9	0.7
1981	186.0	65.8	251.8	6.7	26.8	1.1
Total						
1975	985.2	1,302.3	2,287.5	100.0	1,869.2	100.0
1976	1,216.4	1,117.4	2,333.8	100.0	1,858.2	100.0
1977	1,462.2	1,069.2	2,531.4	100.0	2,201.7	100.0
1978	1,672.3	1,190.9	2,863.2	100.0	2,557.0	100.0
1979	1,917.0	1,236.1	3,153.1	100.0	2,595.8	100.0
1980	2,072.2	1,547.9	3,620.1	100.0	2,656.5	100.0
1981	2,273.3	1,484.6	3,757.9	100.0	2,537.0	100.0

FOREIGN PRIVATE INVESTMENT (CUMULATIVE) IN THE MANUFACTURING SECTOR¹
ANALYSED BY TYPE OF INDUSTRY, (1975-81)
 (₦ thousand)

Table 6

Type of Activity	1975			1976			1977			1978			1979			1980			1981		
	Paid-Up Capital + Reserves	Other Liabilities	Total	Paid-Up Capital + Reserves	Other Liabilities	Total	Paid-Up Capital + Reserves	Other Liabilities	Total	Paid-Up Capital + Reserves	Other Liabilities	Total	Paid-Up Capital + Reserves	Other Liabilities	Total	Paid-Up Capital + Reserves	Other Liabilities	Total	Paid-Up Capital + Reserves	Other Liabilities	Total
Food	33,973	17,253	51,226	42,946	13,775	56,721	68,216	12,239	80,455	76,352	20,027	96,379	84,422	28,327	112,749	88,456	35,987	124,443	92,900	56,236	149,136
Beverages	18,377	4,754	23,131	27,949	55,185	83,134	38,957	4,440	43,397	68,156	3,201	71,357	78,846	4,925	83,771	86,118	6,543	92,661	94,375	5,608	99,983
Tobacco	26,392	6,477	32,869	21,712	6,341	15,371	26,843	5,329	32,172	64,703	14,328	79,031	65,464	13,823	79,287	65,464	13,823	79,287	65,464	13,823	79,287
Textiles	93,074	31,944	125,018	114,236	25,097	139,333	120,383	10,662	131,045	282,446	66,645	349,091	291,251	61,830	353,081	294,356	54,903	349,259	296,421	56,216	352,637
Footwear & Wearing Apparel	5,047	2,144	7,191	11,922	7,362	19,284	20,031	3,865	23,896	6,623	7,319	13,942	7,652	9,766	17,418	7,729	10,347	18,076	7,743	12,085	19,828
Wood and Cork	1,186	211	1,397	5,700	725	4,975	7,453	429	7,882	10,620	2,341	12,961	10,716	2,348	13,064	10,859	2,516	13,375	10,940	2,537	13,477
Furniture and Fixtures	12,603	2,229	14,832	7,057	1,949	9,006	9,286	1,353	10,639	35,049	9,984	45,033	35,452	10,682	46,134	36,577	10,343	46,920	37,084	10,452	47,536
Paper & Paper Products	8,296	1,294	9,590	9,869	642	10,511	13,811	803	14,614	14,051	9,490	23,541	14,757	9,071	23,828	15,077	9,049	24,126	15,788	9,957	25,745
Printing and Publishing	1,978	1,037	3,015	4,130	1,201	5,331	5,172	76	5,248	23,908	7,165	31,073	31,582	4,641	36,223	34,624	3,440	38,064	37,883	2,116	39,999
Leather and Leather Products	2,971	347	3,318	3,703	300	4,003	5,320	933	6,253	5,067	4,531	9,598	6,149	5,130	11,279	7,065	5,652	12,717	7,674	7,614	15,288
Rubber Products	4,034	3,520	7,554	5,196	1,198	6,394	7,938	1,691	9,629	13,712	48,005	61,717	19,070	48,953	68,023	19,804	48,953	68,757	20,593	50,815	71,408
Chemicals	42,516	19,811	62,327	23,619	6,639	30,258	30,090	1,491	31,581	90,243	23,537	113,780	108,546	19,470	128,016	119,148	20,451	139,599	127,677	29,916	157,593
Products of Petroleum and Coal	14,675	4,038	18,713	26,957	517	27,474	31,681	547	32,228	2,345	1,452	3,797	2,492	1,433	3,925	2,655	1,239	3,894	2,707	1,239	3,946
Non Metallic Mineral Products	40,928	10,263	51,191	56,336	6,385	62,721	62,544	7,288	69,832	87,342	16,152	103,494	90,696	18,196	108,892	94,339	18,708	113,047	99,330	20,619	119,949
Basic Metal (Iron and Steel)	8,933	8,712	17,645	10,244	3,918	-14,162	20,354	5,025	25,379	16,499	6,789	23,288	24,416	6,372	30,788	31,851	2,982	34,833	33,742	5,379	39,121
Metal Products	12,948	5,572	18,520	7,658	10,112	17,770	15,527	12,751	28,278	27,384	37,620	65,004	32,433	49,628	82,061	33,779	58,947	92,726	35,734	54,252	89,986
Machinery (Except Electrical)	4,590	6,271	10,861	3,275	271	3,546	6,994	1,460	8,454	6,053	5,197	11,250	6,917	5,809	12,726	7,762	6,326	14,088	8,827	10,675	19,502
Electrical Machinery	1,044		1,044	736	1,191	1,927	15,434	1,961	17,395	16,325	17,586	33,911	17,737	23,450	41,187	18,774	24,654	43,428	20,359	24,690	45,049
Transport Equipment	10,356	12,878	23,234	10,699	21,930	32,629	48,100	23,390	71,490	5,055	2,004	7,059	12,016	23,362	35,378	22,274	49,379	71,653	36,290	144,176	180,466
Miscellaneous	15,492	8,012	23,504	22,357	12,131	34,488	45,682	8,287	53,969	82,548	25,530	108,078	86,241	28,469	114,710	88,640	34,303	122,943	95,858	39,937	135,795
Total	359,413	146,767	506,180	395,813	154,901	550,714	599,816	104,020	703,836	934,481	328,903	1,263,384	1,026,855	375,685	1,402,540	1,085,351	418,545	1,503,896	1,147,389	558,342	1,705,731

¹ Figures on paid-up capital and on other liabilities in this Table do not include the Nigerian Shares.

**FOREIGN PRIVATE INVESTMENT (CUMULATIVE) IN THE MANUFACTURING SECTOR
ANALYSED BY TYPE OF INDUSTRY, (1975-81)**

Type of activity	Fixed Asset (at Book Value)						
	1975	1976	1977	1978	1979	1980	1981
Food	39,563	39,790	47,053	170,168	75,506	69,578	67,613
Beverages	123,836	123,772	130,760	138,635	56,101	51,808	45,268
Tobacco	21,056	20,152	38,198	84,285	71,247	44,330	35,898
Textiles	80,699	81,872	99,362	181,021	236,456	195,275	159,659
Footwear & Wearing Apparel	6,403	6,406	8,282	18,393	11,665	10,107	8,977
Wood and Cork	1,823	1,753	2,320	19,782	8,749	7,478	6,147
Furniture and Fixtures	8,660	8,836	9,962	29,085	30,896	26,234	21,522
Paper & Paper Products	6,728	6,742	9,361	33,580	15,957	13,517	11,679
Printing & Publishing	3,094	3,178	4,073	14,135	24,258	21,282	18,110
Leather & Leather Products	165,990	154,853	177,402	4,534	7,553	7,110	6,949
Rubber Products	4,380	4,579	9,968	25,236	45,555	38,443	32,330
Chemicals	43,392	43,620	50,629	72,552	85,732	78,052	71,351
Products of Petroleum & Coal	10,607	10,552	15,434	3,796	2,761	2,179	1,788
Non Metallic Mineral Products	42,169	42,623	54,121	70,180	72,884	63,172	54,281
Basic Metal (Iron and Steel)	6,031	6,269	10,294	18,913	20,619	19,474	17,711
Metal Products	7,672	8,013	10,483	24,848	36,807	51,875	40,767
Machinery (Except Electrical)	2,023	2,016	4,185	1,810	8,523	7,877	8,830
Electrical Machinery	17	633	1,711	27,680	27,583	24,281	20,396
Transport Equipment	23,279	23,615	24,081	1,473	23,558	40,062	81,707
Miscellaneous	16,640	17,981	22,357	81,869	76,821	68,738	61,306
Total	614,062	607,255	730,036	1,021,975	939,231	840,872	772,289

**INVESTMENT IN FIXED ASSETS AT
COST ANALYSED BY TYPE OF ACTIVITY, 1975-1981**
(₦ 000)

Table 7

Type of Activity	R/E	M/E	F/F	M/V	Other	Total
Mining and Quarrying						
1975	413,784	801,932	6,368	12,627	90,656	1,325,367
1976	428,041	844,118	7,101	17,450	116,605	1,413,315
1977	198,349	1,427,239	14,102	191,354	100,871	1,931,915
1978	143,872	677,462	17,839	82,635	66,921	988,729
1979	28,630	828,610	22,072	13,609	505,264	1,398,185
1980	26,168	899,991	30,057	9,148	353,059	1,318,423
1981	25,050	927,844	33,934	12,409	419,664	1,418,901
Manufacturing & Processing						
1975	370,221	385,571	31,049	33,732	4,558	825,131
1976	443,944	454,510	52,598	41,390	6,165	998,607
1977	445,712	604,928	182,096	74,585	11,948	1,319,269
1978	829,907	849,387	158,555	75,055	9,005	1,921,909
1979	534,227	697,559	53,186	47,902	54,638	1,387,512
1980	529,457	448,450	79,187	40,279	31,818	1,129,191
1981	470,609	602,269	117,063	54,930	65,326	1,310,197
Agriculture Forestry and Fishing						
1975	30,425	19,177	1,026	1,733	860	53,221
1976	31,942	20,466	1,063	1,892	1,433	56,796
1977	26,816	9,903	1,061	4,974	35	42,789
1978	15,656	8,803	818	4,017	3,351	32,645
1979	6,471	9,711	216	700	351	17,449
1980	6,465	2,058	216	791	351	9,881
1981	6,345	1,541	1,975	10,265	1,268	21,394
Transport and Communication						
1975	19,756	18,672	1,782	12,473	1,482	54,165
1976	20,817	20,863	1,889	14,487	1,571	59,627
1977	20,562	8,139	8,390	12,497	—	49,588
1978	8,083	21,477	10,881	11,830	1,923	54,194
1979	7,580	12,792	3,974	27,182	14,374	65,902
1980	5,604	12,570	3,999	15,684	13,698	51,555
1981	6,159	2,200	4,698	18,627	11,483	43,167
Building and Construction						
1975	15,675	81,931	4,376	28,695	2,071	132,748
1976	23,002	114,544	5,720	39,777	2,356	185,399
1977	59,536	88,650	13,210	63,651	1,097	226,144
1978	26,463	136,084	8,174	57,933	621	229,275
1979	25,158	510,761	24,418	166,414	92,353	819,104
1980	288,183	464,858	68,114	126,792	5,744	953,691
1981	26,945	443,117	41,267	135,870	14,890	662,089
Trading and Business Service						
1975	135,095	89,710	30,037	10,294	5,182	270,318
1976	388,498	108,107	48,034	34,157	10,840	587,636
1977	145,040	127,218	32,475	51,913	12,261	368,907
1978	351,564	357,272	20,784	68,206	46,014	843,840
1979	157,753	178,274	85,267	86,065	40,497	547,856
1980	215,414	203,984	89,471	53,384	26,821	589,074
1981	323,073	185,918	116,183	55,998	38,280	719,452
Miscellaneous Activities						
1975	29,245	16,134	3,466	3,010	896	52,751
1976	33,400	12,559	2,966	1,399	1,243	51,567
1977	19,902	14,235	3,133	2,790	130	40,190
1978	177,955	103,750	15,974	17,285	73	315,037
1979	1,773	17,430	1,628	3,159	25,727	49,717
1980	1,885	8,896	1,907	1,529	10,275	24,492
1981	1,970	13,987	2,937	2,753	11,187	32,834
Total						
1975	1,014,201	1,413,127	78,104	102,564	105,705	2,713,701
1976	1,367,644	1,575,167	119,371	150,552	140,213	3,352,947
1977	915,917	2,280,312	254,467	401,764	126,342	3,978,802
1978	1,553,500	2,154,235	233,025	316,961	127,908	4,385,629
1979	761,592	2,255,137	190,761	345,031	733,204	4,285,725
1980	1,073,176	2,040,807	272,951	247,607	441,766	4,076,307
1981	860,151	2,176,876	318,057	290,852	562,098	4,208,034

Note: Data on fixed assets have not been disaggregated into foreign and Nigerian components.

R/E = Freehold and leasehold real estates;

M/E = Machinery and equipment;

F/F = Furniture and Fixtures;

M/V = Motor Vehicles.

**INVESTMENT IN FIXED ASSETS AT BOOK VALUE
ANALYSED BY TYPE OF ACTIVITY 1975-81**
(₦ thousand)

Table 8

Type of Activity	R/E	M/E	F/F	M/V	Other	Total
Mining and Quarrying						
1975	349,922	524,944	3,723	7,826	55,085	941,500
1976	350,288	526,049	3,603	7,712	55,825	943,477
1977	150,403	748,046	5,761	130,587	34,256	1,069,053
1978	134,848	600,928	9,836	76,325	10,737	832,674
1979	8,905	377,800	17,496	7,630	344,701	756,532
1980	9,192	454,993	20,905	6,684	275,551	767,325
1981	7,672	486,044	21,382	8,084	336,093	859,275
Manufacturing and Processing						
1975	340,516	241,697	16,352	14,628	869	614,062
1976	330,935	243,827	16,772	14,773	948	607,255
1977	319,197	257,361	126,629	18,194	8,655	730,036
1978	605,110	306,050	91,905	15,891	3,019	1,021,975
1979	407,409	431,519	30,071	23,269	46,963	939,231
1980	469,682	275,189	5,738	16,591	22,372	840,872
1981	289,580	342,896	63,096	16,707	60,010	772,289
Agriculture Forestry and Fishing						
1975	9,298	8,161	665	532	627	19,283
1976	9,351	8,215	667	553	647	19,433
1977	15,374	4,554	423	3,304	23	23,678
1978	13,161	5,306	346	1,753	1,159	21,725
1979	3,168	8,133	21	82	214	11,618
1980	3,176	573	21	139	214	4,123
1981	5,476	1,071	1,037	9,310	455	17,349
Transport and Communications						
1975	1,927	11,304	1,286	8,733	550	23,800
1976	1,941	11,272	1,209	8,876	562	23,860
1977	12,287	3,885	6,242	5,026	—	27,440
1978	4,896	6,366	8,582	7,398	597	27,839
1979	4,899	6,246	2,215	12,711	12,330	38,401
1980	3,006	5,597	2,157	6,823	11,233	28,816
1981	4,450	1,098	3,132	9,145	8,730	26,555
Building and Construction						
1975	13,144	59,173	2,149	17,711	173	92,350
1976	13,961	62,955	2,263	18,613	188	97,980
1977	33,021	66,252	3,916	20,929	1,022	125,140
1978	21,254	50,510	2,334	20,384	389	94,871
1979	15,360	269,645	3,969	80,391	87,544	456,909
1980	273,722	275,685	52,298	50,793	2,477	654,975
1981	8,265	240,195	22,136	55,458	5,541	331,595
Trading and Business Services						
1975	66,458	58,944	26,640	4,433	3,724	160,199
1976	58,738	57,226	26,751	5,219	3,963	151,897
1977	107,305	51,527	12,180	28,564	4,564	204,140
1978	225,018	155,638	3,382	22,355	31,489	437,882
1979	129,678	120,690	27,388	44,116	32,451	354,323
1980	153,845	127,909	10,379	27,750	20,619	340,502
1981	248,447	114,361	86,248	24,869	29,190	503,115
Miscellaneous Activities						
1975	12,381	3,833	1,091	894	—	17,999
1976	10,944	2,124	568	437	199	14,272
1977	15,168	5,556	802	587	127	22,240
1978	76,643	29,823	10,196	3,362	19	120,043
1979	940	13,159	1,098	2,477	21,082	38,756
1980	1,108	7,028	758	928	10,080	19,902
1981	922	11,857	1,705	1,861	10,524	26,869
Total						
1975	793,646	908,056	51,906	54,557	61,028	1,869,195
1976	796,158	911,668	51,833	56,183	62,332	1,878,174
1977	652,755	1,137,181	155,953	207,191	48,647	2,201,727
1978	1,080,930	1,154,621	126,581	147,468	47,409	2,557,009
1979	570,360	1,227,192	82,258	170,676	545,285	2,595,771
1980	913,731	1,146,968	143,556	109,708	342,546	2,656,508
1981	564,812	1,197,522	198,736	125,434	450,543	2,537,047

Note: Data on Fixed assets have not been disaggregated into foreign and Nigerian components

R/E = Freehold and leasehold real estates

M/E = Machinery and equipment

F/F = Furniture and fixtures

M/V = Motor vehicles

CUMULATIVE RESERVES FOR DEPRECIATION 1975-1981

('000 thousand)

Table 9

Type of Activity	R/E	M/E	F/F	M/V	Other	Total
Mining and Quarrying						
1975	63,862	276,988	2,645	4,801	35,571	383,867
1976	77,753	318,069	3,498	9,738	60,780	469,838
1977	47,946	679,193	8,341	60,767	66,615	862,862
1978	9,024	76,534	8,003	6,310	56,184	156,055
1979	19,725	450,810	4,576	5,979	160,563	641,653
1980	16,976	444,998	9,152	2,464	77,508	551,098
1981	17,378	441,800	12,552	4,325	83,571	559,626
Manufacturing and Processing						
1975	29,705	143,874	14,697	19,104	3,689	211,069
1976	113,009	210,683	35,826	26,617	5,217	391,352
1977	126,515	347,567	55,467	56,391	3,293	589,233
1978	224,797	543,337	66,650	59,164	5,986	899,934
1979	126,818	266,040	23,115	24,633	7,675	448,281
1980	59,775	173,261	22,149	23,688	9,446	288,319
1981	181,029	259,373	53,967	38,223	5,316	537,908
Agriculture Forestry and Fishing						
1975	21,127	11,016	361	1,201	233	33,938
1976	22,591	12,251	396	1,339	786	37,363
1977	11,442	5,349	638	1,670	12	19,111
1978	2,495	3,497	472	2,264	2,192	10,920
1979	3,303	1,578	195	618	137	5,831
1980	3,289	1,491	195	653	137	5,765
1981	869	470	938	955	813	4,045
Transport and Communications						
1975	17,829	7,368	496	3,740	932	30,365
1976	18,876	9,591	680	5,611	1,009	35,767
1977	8,275	4,254	2,148	7,471	—	22,148
1978	3,187	15,111	2,299	4,432	1,326	26,355
1979	2,681	6,546	1,759	14,471	2,044	27,501
1980	2,598	6,973	1,842	8,861	2,465	22,739
1981	1,709	1,102	1,566	9,482	2,753	16,612
Building and Construction						
1975	2,531	22,758	2,227	10,984	1,898	40,398
1976	9,041	51,589	3,457	21,164	2,168	87,419
1977	26,515	22,398	9,294	42,722	75	101,004
1978	5,209	85,574	5,840	37,549	232	134,404
1979	9,797	241,116	20,449	86,023	4,809	362,194
1980	14,461	189,173	15,816	75,999	3,267	298,716
1981	18,680	202,922	19,131	80,412	9,349	330,494
Trading and Business Services						
1975	68,637	30,766	3,397	5,861	1,458	110,119
1976	307,760	50,881	21,283	28,938	6,877	435,739
1977	37,735	75,691	20,295	23,349	7,697	164,767
1978	126,546	201,634	17,402	45,851	14,525	405,958
1979	28,075	57,584	57,879	41,949	8,046	193,533
1980	61,569	76,075	79,092	25,634	6,202	248,572
1981	74,626	71,557	29,935	31,129	9,090	216,337
Miscellaneous Activities						
1975	16,864	12,301	2,375	2,316	896	34,752
1976	22,456	10,435	2,398	962	1,044	37,295
1977	4,734	8,679	2,331	2,203	3	17,950
1978	101,312	73,927	5,778	13,923	54	194,994
1979	833	4,271	530	682	4,645	10,961
1980	777	1,868	1,149	601	195	4,590
1981	1,048	2,130	1,232	892	663	5,965
Total						
1975	220,555	505,071	26,198	48,007	44,677	844,508
1976	271,486	663,499	67,538	94,369	77,881	1,474,773
1977	263,162	1,143,131	98,514	194,573	77,695	1,777,075
1978	472,570	999,614	106,444	169,493	80,499	1,828,620
1979	191,232	1,027,945	108,503	174,355	187,919	1,689,954
1980	159,445	893,839	129,395	137,900	99,220	1,419,799
1981	295,339	979,354	119,321	165,418	111,555	1,670,987

Note: Data on Fixed assets have not been disaggregated into foreign and Nigerian components

R/E = Freehold and leasehold real estates

M/E = Machinery and equipment

F/F = Furniture and fixtures

M/V = Motor vehicles

**RESERVES FOR DEPRECIATION DURING REPORTING PERIOD
ANALYSED BY TYPE OF ACTIVITY, 1975-1981**

Table 10

Type of Activity	R-E	M E	F F	M/V	Other	Total
Mining and Quarrying						
1975	3,302	84,231	1,707	1,604	38,651	129,495
1976	16,130	96,247	2,509	5,801	45,768	166,455
1977	2,266	99,461	1,512	3,238	—	106,477
1978	3,726	4,848	8,121	3,411	13,505	33,611
1979	6,506	64,189	590	694	33,807	105,786
1980	12,966	46,525	1,135	1,689	12,840	75,155
1981	4,276	27,318	8,245	1,727	11,454	53,020
Manufacturing and Processing						
1975	8,597	30,947	3,277	6,687	1,806	51,314
1976	12,385	38,846	4,097	8,991	2,324	66,643
1977	59,430	83,970	20,102	10,343	1,173	175,018
1978	61,121	133,777	19,045	25,133	5,779	244,855
1979	20,308	48,535	5,713	8,413	2,527	85,496
1980	20,765	42,674	5,794	5,270	2,163	76,666
1981	22,135	60,636	16,305	13,430	1,478	113,984
Agriculture Forestry and Fishing						
1975	928	791	105	376	80	2,280
1976	1,010	853	110	396	80	2,449
1977	650	2,148	290	566	—	3,654
1978	625	4,440	397	2,312	404	8,178
1979	458	838	56	163	88	1,603
1980	466	844	56	163	98	1,627
1981	175	102	300	1,031	156	1,764
Transport and Communication						
1975	148	1,518	148	1,765	49	3,628
1976	184	1,686	184	2,008	65	4,127
1977	1,349	1,098	80	1,081	—	3,608
1978	442	2,233	1,152	4,910	1,521	10,258
1979	617	1,631	797	3,393	1,451	7,889
1980	568	1,574	741	3,005	1,606	7,494
1981	327	519	719	2,053	1,367	4,985
Building and Construction						
1975	591	6,501	465	2,916	283	10,756
1976	793	9,346	642	5,801	337	16,919
1977	1,892	31,958	2,614	25,551	328	62,343
1978	3,218	33,601	2,118	18,955	87	57,979
1979	11,365	58,460	7,790	23,061	19,708	120,384
1980	13,613	32,938	4,449	13,687	446	65,133
1981	6,126	51,290	4,282	15,536	1,747	79,081
Trading Business Services						
1975	4,229	9,309	2,923	5,801	832	23,094
1976	7,287	10,151	5,775	7,869	865	31,947
1977	3,088	8,757	6,945	11,833	1,229	31,852
1978	17,492	34,803	6,107	12,650	6,006	77,058
1979	9,593	24,527	16,567	17,198	1,688	69,573
1980	6,629	25,620	22,508	7,693	2,391	64,841
1981	11,336	16,363	10,102	6,004	2,134	45,939
Miscellaneous Activities						
1975	721	1,794	346	408	122	3,391
1976	757	1,780	323	414	125	3,399
1977	4,301	6,160	358	2,409	—	13,228
1978	11,632	18,249	4,792	6,197	100	40,970
1979	423	3,225	152	144	88	4,032
1980	470	495	239	238	67	1,509
1981	372	377	283	400	210	1,642
Total						
1975	18,516	135,091	8,971	9,557	41,823	223,958
1976	38,546	158,909	13,640	31,280	49,564	291,939
1977	72,976	233,552	31,901	55,021	2,730	396,180
1978	98,256	231,949	41,733	73,568	27,403	472,909
1979	49,270	201,405	31,665	53,066	59,357	394,763
1980	55,477	150,670	34,922	31,745	19,611	292,425
1981	44,747	156,605	40,236	40,281	18,546	300,415

**CURRENT RESERVES AS PERCENTAGE OF FIXED ASSETS
AT COST, ANALYSED BY TYPE OF ACTIVITY, 1975-1981**

Table 11

Type of Activity	R/E	M/E	F/F	M/V	Other	Total
Mining and Quarrying						
1975	0.8	10.5	26.8	12.7	42.6	9.8
1976	3.8	11.4	35.3	33.2	39.3	11.8
1977	1.1	7.0	10.7	1.7	—	5.5
1978	2.6	0.7	45.5	4.1	20.2	3.4
1979	22.7	7.7	2.7	5.1	6.7	7.6
1980	49.5	5.2	3.8	18.5	3.6	5.7
1981	17.1	2.9	24.3	13.9	2.7	3.7
Manufacturing & Processing						
1975	2.3	8.0	10.6	19.8	39.6	6.2
1976	2.8	8.5	7.8	21.7	37.7	6.7
1977	13.3	13.9	24.5	13.9	9.8	13.3
1978	7.4	15.7	32.5	33.5	64.2	12.7
1979	3.8	7.0	10.7	17.6	4.6	6.2
1980	3.9	9.5	7.3	13.1	6.8	6.8
1981	4.7	10.1	13.9	24.4	2.3	8.7
Agriculture Forestry and Fishing						
1975	3.1	4.1	10.2	21.7	9.3	4.3
1976	3.2	4.2	10.3	20.9	5.6	4.3
1977	2.4	21.7	27.3	11.4	—	8.5
1978	4.0	50.4	48.5	57.6	12.1	25.1
1979	7.1	8.6	25.9	23.3	25.1	9.2
1980	7.2	41.0	25.9	20.6	27.9	16.5
1981	2.8	6.6	15.2	10.0	12.3	8.2
Transport & Communication						
1975	0.7	8.1	8.3	14.2	2.7	6.7
1976	0.9	8.1	9.7	13.9	4.1	6.9
1977	6.6	13.5	1.0	8.7	—	7.3
1978	5.5	10.4	10.6	41.5	79.1	18.9
1979	8.1	12.8	20.1	12.5	10.1	12.0
1980	10.1	12.5	18.5	19.2	11.7	14.5
1981	5.3	23.6	15.3	11.0	11.9	11.5
Building & Construction						
1975	3.8	7.9	10.6	10.2	13.7	8.1
1976	3.4	8.2	11.2	14.6	14.3	10.7
1977	3.2	36.0	19.8	40.1	29.9	27.6
1978	12.2	24.7	25.9	32.7	14.0	25.3
1979	45.2	11.4	31.9	13.9	21.3	14.7
1980	4.7	7.1	6.5	10.8	7.8	6.8
1981	22.7	11.6	10.4	11.5	11.7	11.9
Trading & Business Service						
1975	3.1	10.4	9.7	56.4	16.1	8.5
1976	1.9	9.4	12.0	23.0	8.0	5.4
1977	2.1	6.9	21.4	22.8	10.0	8.6
1978	5.0	9.7	29.4	18.5	13.1	9.1
1979	6.1	13.8	19.4	20.0	4.2	12.7
1980	3.1	12.6	25.2	14.4	8.9	11.0
1981	3.5	8.8	8.7	10.7	5.6	6.4
Miscellaneous Activities						
1975	2.5	1.1	10.0	13.6	13.6	6.4
1976	2.3	14.2	10.9	29.6	10.1	6.6
1977	21.6	43.3	11.4	86.3	—	32.9
1978	6.5	17.6	30.0	35.9	137.0	13.0
1979	23.9	18.5	9.3	4.6	0.3	8.1
1980	24.9	5.6	12.5	15.6	0.6	6.2
1981	18.9	2.7	9.6	14.5	1.9	5.0
Total						
1975	1.8	9.6	11.5	19.2	39.6	8.3
1976	2.7	10.1	22.2	2.2	34.3	9.0
1977	8.0	10.2	12.5	13.7	2.2	10.0
1978	6.3	10.8	17.9	23.2	21.4	10.8
1979	6.5	8.9	16.6	15.4	8.1	9.2
1980	5.2	7.4	12.8	12.8	4.4	7.2
1981	5.2	7.2	12.7	13.8	3.3	7.1

