



The Evolution of Trade Agreements in Post-Colonial Africa

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Article Info

P-ISSN: 3051-3340

E-ISSN: 3051-3359

Volume: 02

Issue: 01

Received: 10-01-2021

Accepted: 13-02-2021

Published: 15-03-2021

Page No: 07-09

Abstract

The trajectory of trade agreements in post-colonial Africa represents a complex evolution from colonial-era economic structures to contemporary regional integration initiatives. Since gaining independence in the 1950s and 1960s, African nations have pursued various forms of trade cooperation, ranging from bilateral arrangements to ambitious continental integration projects. This article examines the historical development of African trade agreements, analyzing their successes, challenges, and transformative potential. The study traces the evolution from early post-independence trade partnerships through the establishment of regional economic communities to the recent African Continental Free Trade Area (AfCFTA), highlighting how these agreements have sought to address colonial legacies while promoting intra-African trade and economic development.

Keywords: Immediate, Influence International, Withdrawal

Introduction

The decolonization of Africa in the mid-20th century presented newly independent nations with the challenge of restructuring economic relationships that had been designed primarily to serve colonial interests. Colonial trade patterns had oriented African economies toward European markets, creating extractive relationships that emphasized raw material exports while limiting industrial development and intra-African commerce (Mbeki & Okonkwo, 2022). The evolution of trade agreements in post-colonial Africa reflects ongoing efforts to overcome these structural limitations and create more balanced, development-oriented economic partnerships.

The journey toward economic integration in Africa has been marked by both ambitious visions and practical challenges. Early pan-African leaders like Kwame Nkrumah advocated for continental unity, while others pursued more gradual regional approaches. This tension between continental and regional integration strategies has shaped the development of African trade agreements over the past six decades, culminating in recent efforts to create a unified continental market through the AfCFTA.

Early Post-Independence Trade Initiatives (1960s-1970s)

The immediate post-independence period saw African nations grappling with inherited economic structures that prioritized relationships with former colonial powers. Initial trade agreements often maintained preferential relationships with European nations, particularly through arrangements like the Yaoundé Convention (1963) and later the Lomé Convention (1975), which provided African, Caribbean, and Pacific (ACP) countries with preferential access to European markets (Adebayo, 2021).

However, these agreements, while providing market access, also perpetuated dependency relationships that limited African industrial development. The focus remained on primary commodity exports, with limited provisions for value addition or industrial diversification. Recognition of these limitations led to the emergence of South-South cooperation initiatives and the pursuit of more autonomous trade relationships.

The formation of the Organization of African Unity (OAU) in 1963 provided a platform for discussing continental economic cooperation. The Lagos Plan of Action, adopted in 1980, represented one of the first comprehensive attempts to articulate an African-centered development strategy, emphasizing regional integration and reduced dependence on external markets (Nguyen, 2022).

Regional Economic Community Development (1970s-1990s)

The 1970s and 1980s witnessed the establishment of several Regional Economic Communities (RECs) that became the building blocks of African economic integration. The Economic Community of West African States (ECOWAS), established in 1975, represented one of the most ambitious early integration projects, encompassing fifteen nations with diverse colonial backgrounds and economic structures.

ECOWAS faced significant challenges in its early years, including political instability, infrastructure deficits, and competing national interests. However, it achieved notable successes in facilitating labor mobility and establishing common institutions. The introduction of the ECOWAS Monitoring Group (ECOMOG) demonstrated how economic integration frameworks could extend beyond trade to encompass security cooperation (Okafor, 2023).

The Southern African Development Coordination Conference (SADCC), established in 1980, took a different approach, initially focusing on reducing economic dependence on South Africa during the apartheid era. The transformation of SADCC into the Southern African Development Community (SADC) in 1992 marked a shift toward more comprehensive regional integration, including trade liberalization and infrastructure development.

The Common Market for Eastern and Southern Africa (COMESA), established in 1994, represented an evolution from earlier arrangements like the Preferential Trade Area for Eastern and Southern Africa (PTA). COMESA's approach emphasized trade liberalization and the gradual elimination of tariff barriers, achieving notable success in reducing intra-regional trade costs (Kiprotich & Mwangi, 2021).

Structural Adjustment and Trade Liberalization (1980s-1990s)

The implementation of structural adjustment programs (SAPs) under World Bank and International Monetary Fund guidance significantly influenced African trade policy during the 1980s and 1990s. These programs mandated trade liberalization, currency devaluation, and reduced government intervention in economic activities, fundamentally altering the context for regional integration efforts.

While SAPs aimed to improve economic efficiency and competitiveness, their implementation often undermined regional integration initiatives by prioritizing bilateral relationships with international financial institutions over regional partnerships. The focus on export-oriented growth frequently reinforced colonial trade patterns, limiting progress toward diversified intra-African trade relationships (Hassan, 2022).

However, this period also saw the emergence of new forms of cooperation, including enhanced focus on infrastructure development and cross-border investment promotion. The New Partnership for Africa's Development (NEPAD), launched in 2001, reflected lessons learned from structural adjustment experiences and emphasized African ownership of development strategies.

Modern Regional Integration Achievements (2000s-2010s)

The 21st century brought renewed momentum to African regional integration efforts, building on accumulated experience and evolving global trade dynamics. The European Union's expansion and the emergence of new

global powers like China created opportunities for more diversified partnership arrangements.

ECOWAS achieved significant progress in establishing a common external tariff and implementing free movement protocols. The West Africa Health Organization and the West African Power Pool demonstrated how regional integration could extend beyond traditional trade measures to encompass functional cooperation in critical sectors (Diabaté, 2023).

SADC made substantial progress in infrastructure development through initiatives like the Regional Infrastructure Development Master Plan, addressing one of the fundamental constraints on intra-African trade. The Southern African Power Pool and the development of regional transport corridors exemplified successful regional cooperation in infrastructure sectors.

The East African Community (EAC) emerged as one of the most integrated regional blocs, establishing a customs union, common market, and monetary union protocol. The EAC's approach to deep integration, including political federation aspirations, represented a unique model within African regional integration efforts.

The African Continental Free Trade Area: A New Era

The signing of the African Continental Free Trade Area (AfCFTA) agreement in 2018 and its entry into force in 2021 represents a watershed moment in African trade agreement evolution. The AfCFTA aims to create a single continental market for goods and services, facilitate investment, and prepare for the establishment of a continental customs union. The agreement builds on decades of regional integration experience while addressing previous limitations through comprehensive coverage of trade in goods, services, and investment. The inclusion of protocols on intellectual property, competition policy, and digital trade reflects contemporary trade agreement trends and Africa's aspirations for economic transformation (Temesgen, 2023).

Initial implementation has focused on tariff liberalization and rules of origin negotiations, with early progress in goods trade liberalization. However, significant challenges remain in areas such as services liberalization, infrastructure development, and institutional capacity building.

Challenges and Structural Constraints

Despite progress in establishing formal trade agreements, several structural challenges continue to limit their effectiveness. Infrastructure deficits, particularly in transportation and energy, significantly constrain intra-African trade potential. The African Development Bank estimates that Africa's infrastructure financing gap exceeds \$100 billion annually, creating fundamental barriers to trade integration.

Institutional capacity limitations at both national and regional levels have hindered effective implementation of trade agreements. Many African countries lack adequate trade facilitation infrastructure, customs modernization, and technical expertise to fully benefit from liberalization measures (Moraa & Kimani, 2022).

Political instability and governance challenges in several regions have disrupted trade relationships and undermined confidence in regional integration processes. Conflicts in regions like the Sahel, the Horn of Africa, and parts of Central Africa have created barriers to economic cooperation and trade development.

Contemporary Opportunities and Future Prospects

The contemporary global trade environment presents both challenges and opportunities for African trade agreement evolution. The COVID-19 pandemic highlighted vulnerabilities in global supply chains while demonstrating the importance of regional trade relationships and food security cooperation.

Digital technology adoption offers new possibilities for trade facilitation, payment systems, and services trade development. The emergence of pan-African digital payment platforms and e-commerce initiatives suggests potential for technology-enabled trade growth that could complement traditional infrastructure development.

Climate change concerns and the global transition toward sustainable development create opportunities for new forms of trade cooperation, including carbon trading, renewable energy cooperation, and sustainable agriculture partnerships. The African Union's Agenda 2063 emphasizes these themes as central to Africa's development vision.

Conclusion

The evolution of trade agreements in post-colonial Africa reflects a gradual but persistent effort to overcome colonial economic legacies and create more balanced, development-oriented trade relationships. From early post-independence agreements that often perpetuated dependency relationships to contemporary initiatives like the AfCFTA that aspire to continental integration, African nations have pursued increasingly ambitious integration strategies.

Success in regional integration efforts has varied significantly across different regions and time periods, with progress often constrained by infrastructure limitations, institutional capacity gaps, and political challenges. However, accumulated experience has contributed to more sophisticated approaches to integration that address both traditional trade barriers and contemporary development challenges.

The AfCFTA represents the culmination of decades of regional integration experience and learning. Its success will depend on addressing persistent structural constraints while capitalizing on new opportunities presented by technological advancement and changing global trade patterns. The agreement's implementation offers the potential to transform not only intra-African trade relationships but also Africa's position in the global economy.

As Africa continues to pursue economic transformation and development, the evolution of trade agreements will remain central to these efforts. The lessons learned from over six decades of post-colonial integration attempts provide valuable guidance for navigating contemporary challenges while pursuing the vision of a economically integrated and prosperous continent.

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