Review

Changing aid and diplomatic relations: New development actors and Norway in Africa

Michael Oduro Asante

Department of International Environment and Development Studies, Norwegian University of Life Sciences and Faculty of Social Sciences, University of Bergen, Norway.

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Increased engagements of New Development Actors in Africa since the turn of the millennium have attracted a lot of scholars’ and policy-makers’ attention. While the direct effects of new development actors’ relation with Africa have been examined by many researchers, not much researched work on the indirect effects via the response of third countries have been done. This article explores whether and how Norwegian aid and diplomatic relations has changed, and to what extent it is related to the expansive engagements of new development actors in Africa. This article focuses on China, the largest of the new development actors, engagements in Africa. Scholars, politicians and human right activists alike have criticized China for mixing aid with trade, being driven by a resource scramble claiming for Africa’s natural resources at the expense of Africa’s development and human right interests. Although in Norwegian context, this has been contrasted to Norwegian ‘altruistic’, human rights-driven development engagements. However, lately, Norwegian aid has been increasingly and explicitly linked to economic and business interests influenced indirectly by China. The study argues that, Norway’s relations to Africa have shifted towards being more interest-driven as a consequence of the growing China’s engagements. China has changed global geopolitical and economic landscape and Africa’s role in it. Chinese interests for natural resources until 2014 had driven up international prices especially in the oil sector and China’s improvement of Africa’s infrastructures has facilitated other foreign direct investments. Moreover, aid itself has lost part of its power in diplomatic relations. These changes in Africa have influenced Norway to make policy changes and take initiatives in aid and diplomatic relations to pursue economic interest.

Key words: Aid, diplomatic relations, altruism, self-interest, humane internationalism, China, Norway, Africa.

INTRODUCTION

One of the most significant changes in development cooperation through aid and diplomatic relations since the turn of the millennium is the increased engagements of new development actors that have introduced a new dynamism in international development aid regime and diplomatic relations between and among actors in the international political arena. There are indications that the engagements of the new development actors, which contradict the hitherto dominant Western aid regime, challenge the traditional Western aid pre-eminence,
regulatory hold and practices in the recipients countries (Eggen and Roland, 2013; Elling, 2012; Mawdsley, 2012; Tull, 2006). These new actors such as China, BRICS, multilateral companies, the Gulf States and private companies have embarked on extensive trade, aid, investment and infrastructural developments in Africa (Moyo, 2009). However, most of these new development actors especially China has been described in development aid as motivated by self-interest and is mostly contrasted with Western aid that is perceived as altruistic, focusing on human rights and poverty (Degnbol-Martinussen and Engberg-Pedersen, 2003).

The engagements of these new development actors bring a lot of economic and political consequences to many donor countries in Africa and have triggered debate and subject of research within the international community from Stellenbosch to UK to US and to China itself (Tull, 2006). Their engagements provide greater autonomy and choice for aid recipients and change the game of aid and states’ relations for traditional development actors in Africa. This article focuses on China’s engagements that have become the largest of the new development actors, demonstrated by its embassies in almost all sub-Saharan African countries. China also has special agency called Economic Counselor’s Office of the embassy of China and its main functions include implementation of aid projects in host countries, providing updates on economic information to the MOC and maintaining contacts with Chinese firms in Africa (Rotberg, 2009; Sorensen, 2010). The value of China’s trade with Africa that stood at $10 billion in 2000 grew to almost $300 billion by 2015 and China is seeking to raise the amount to $400 billion by 2020 (Xinhua, 2015).

It has been argued among scholars and practitioners that the game of aid and diplomatic relations in Africa has changed as a consequence of China’s engagements that place emphasis on business investments and extraction of natural resources (Tull, 2006). China mixes trade, aid and investment and has improved Africa’s infrastructure, increased Africa states’ purchasing and consumer power, heightened the prices and competition over Africa’s natural resources especially oil and mineral sectors. These developments have changed the conditions for aid and diplomatic relations and have made African governments more interested in trade and investments than aid. Moreover, China has used its developments in Africa to win the support and goodwill of many African states in the international arena. This could increase competition for the goodwill and support of the African governments in the international political and economic arena. That is, other states may have to compete China for the support and goodwill of the African governments in the international arena.

While the direct effects of China-Africa relations have been subjects of academic scrutiny by many researchers, not much has been done on the indirect effects via the response of third countries. This article explores changes in Norway’s engagements in Africa and identify whether and how the changes are linked or influenced by the China’s engagements on the continent. The argument is that, the conditions for pursuing goodwill and self-interest through aid and diplomatic relations have changed due to China’s increased engagements in Africa. Norwegian policy changes toward Africa the last few years, that have been explicitly and increasingly linked to economic and strategic interests, can be seen in light of these geopolitical and economic shifts. Moreover, Africa’s infrastructure development and boosting prices of raw materials like oil has made investment more interesting for other actors like Norway who hitherto saw Africa not as economically interesting in the period before China’s increased engagements.

In recent times, Norwegian aid and diplomatic relations have been increasingly linked to the debate over mixing their economic interests with development cooperation. The RORG-Netwon on 23rd February 2016, for instance engaged discussions over the motivation for Norwegian foreign policy choices, whether for development purposes or self-interest (RORG-Netwon, 2016). There are also political discussions on whether Norway sticks to the DAC/ODA definition of aid or is seeking to redefine development assistance to create avenues for Norway’s self-interest through aid and diplomacy (Regjeringen, 2016). These debates and discussions suggest that Norwegian aid and diplomatic relations are changing. In a publication by Bergen Tidende in 2007, Alf Morten Jerve (Former research fellow CMI) argued that Norwegian development aid in the developing country has become a tool for political influence and pursuance of Norwegian interest (Cathrine, 2007).

Some scholars and diplomats alike have also expressed that China’s growing presence that is changing development environment in Africa has influenced Norwegian development aid to use aid and diplomacy to pursue self-interests. Engberg-Pedersen (Former Director of NORAD) admitted there is a willingness from the Norwegian government to use development assistance for self-interest in recipient countries, from climate negotiations to economic and security (Gunnar, 2010). Diplomats like Veslemøy Lothe Salvesen, Jonas Gahr Støre and researchers like Nina Witoszek have all suggested that there is a change in Norway’s development assistance from altruistic to pursuance of self-interest (Bistandsaktuelt, 2014). Jonas Gahr Støre (Former Norwegian Minister) for instance, expressed that Norway cannot be afraid to promote its own interest in other countries (Elling, 2012). The Norwegian Development and Environment Minister also commented that the idea that development assistance is not for political gains is meaningless (Gunnar, 2010).

These developments and debates have also been heightened by CMI report that “present and review the new Chinese engagements in Africa and identify and
discuss implications for Norwegian foreign and development policies" (Tjønneland et al., 2006). Norway’s Ministry of Foreign Affairs and NORAD commissioned the report in 2006.

The report suggested:

“China’s development will affect the history of the twenty-first century, and perhaps nowhere more importantly than in Africa. The emergence of China introduces new opportunities for Africa, new challenges and new imponderables as well” (Tjønneland et al., 2006).

The fact that the Ministry of Foreign Affairs and NORAD commissioned this report is an indication that there is a growing Norway’s concern over China’s growing engagements in Africa. Why would a small donor country like Norway be interested in conducting a report on China in Africa? Moreover, the Norwegian diplomats in Africa are required by the government to provide regular reports on China’s engagements in their respective ambassadorial countries.

Although, there are debates and discussions over the influence of China’s engagements on Norway’s development aid and diplomacy in Africa, how these engagements affect Norway in Africa, has hardly been explored by researchers and scholars. This article explores how China’s growing developments affect Norway’s diplomatic relations and aid in Africa. The article argues that Norwegian development assistance and diplomatic relations, which is mostly contrasted with China as being altruistic, is changing in character, and kinds of motivation for development support in partner countries. There are developments that seem to indicate that Norway’s interests in investment and trade especially in the oil sector is increasingly shaping its development assistance and diplomatic relations in recipient countries.

Like China, Norway seems to covert business interest, aid and diplomacy through significant increase in diplomatic relations via business and strategic relations with some African states endowed with oil resources.

Using government’s official policy documents, white papers, academic literature, statistical data from different government ministries and departments, organizational website, media reports and articles, as well as interviews of diplomats, researchers, bureaucrats and journalists who are interested in aid and development issues, the author sought to highlight how governments, scholars and other actors in development aid, diplomacy and global political issues understood and expressed how Norway’s development engagements in Africa is changing in response to the growing influence of China in Africa. Using elite interview and a sample size of 21 developed through snowball sampling, diplomats, staff from NORAD and MFA in Norway, researchers and journalist interested in development issues were interviewed using a semi structured type of interview. The interviews were combined with analysis of governmental documents, newspaper report and academic literature that focus on development issues. Using thematic analysis, the data was categorized into main themes, sub-themes, code and meaning unit for the data analysis.

The article has been structured as follows: The first section reflects on the key theory and concepts of interest, aid and diplomacy and explores how aid and diplomacy can be used to achieve national interest. The main drivers of aid and diplomacy identified here include humane internationalism, political, national security interest and economic interest. The second section explores history of China in Africa and discusses the nature and effects of China’s developments in Africa. Africa’s infrastructures have been upgraded, consumer and purchasing power has improved, and become more attractive to investment and Africa’s role in the international arena has become important as a consequence of new development actors on the continent. The third section reflects the history of Norway in Africa and discusses how Norwegian development assistance and diplomatic missions on the continent appears to coincide with the period of increased China’s developments on the continent that have made Africa more attractive for investment and economic benefits. The last section draws conclusions and recommendations from the research findings.

DEVELOPMENT AID AS A TOOL FOR NATIONAL INTEREST

Aid and diplomatic relations can be understood through the lenses of national interest as asserted by Morgenthau (1985) because of the basic motivation for aid and diplomatic relations by most donor countries. According to Morgenthau (1985), interest is the basic motivation that influences the past, present and future of a statesman (Morgenthau, 1985). Critical analysis of Morgenthau (1985) ‘Politics among Nations’ reveals that the behaviors of states in the international arena are mostly influenced by their self-interest, both economic and political interest. Africa’s history and relations with the other parts of the world from the pre-colonial, colonial and to post-colonial period provide a clear example of Morgenthau’s revelations about self-interest.

Economic interest for trade and political motivation for new colonies or territories were key motivations for European explorations and discovery of Africa in the pre-colonial and colonial period. In the post-colonial period, the interest of donor states took precedence over Africa.

1 Interview with Norwegian diplomats
needs because while US uses aid to promote capitalism and global hegemonic aspirations, Britain and France use aid to maintain and to have privilege access, exploitation and control natural resources in Africa (Moyo, 2009). That is, aid is used as a geopolitical strategy by The British, France and other former colonialist to hold on to the grip of their economic and political interest even after ending colonialism which Nkrumah termed as neocolonialism (Nkrumah, 1966). The US during and even after cold war period uses aid in response to the cold war and to fight for world economic and political hegemony (Lancaster, 2007).

Aid was introduced in Africa following the end of colonialism and these many pan-Africanists like Nkrumah (1966)’s belief was meant to achieve the economic and political interest of the colonialist.

‘The loosening of colonialist grips on Africa compelled them to grant independence to African states and that was followed by aid for African’s development. Under cover of aid for Africa’s development the donor countries devised innumerable ways to accomplish objectives formerly achieved by naked colonialism’ (Nkrumah, 1966).

These arguments suggest that, the interest of the donor states is an important motivation for aid and maintenance of diplomatic relations with Africa.

Development aid is an important element of a state’s foreign policy and may be envisioned as a foreign policy objective in its own rights or as a tool to achieve other interest (Stokke, 1989). The main interests or motivations behind foreign aid are categorized into political, security, economic interest and humane internationalism, (Degnbol-Martinussen and Engberg-Pedersen, 2003).

The core of humane internationalism is transfer of resources in a form of aid to promote development from the developed countries to the Third World. That is, an acceptance of the belief that the rich and developed countries have moral obligations to alleviate poverty in poor countries that have access to poor resources (Stokke, 1989). It supports the idea that promoting economic, political and social development and alleviating the poor countries of human suffering, poverty and human rights abuses is a moral obligation of the developed and industrial countries. Successive governments in most Western countries such as Canada, Denmark, Sweden, Norway, etc., often cite humane internationalism as the main motivation for aid in the recipient countries (Stokke, 1989). Humane internationalism is usually combined with some form of enlightened self-interest that acknowledges that development aid to developing countries are in the best and long-term interest of the donor countries (Pearson, 1969).

The notion that aid is solely for the betterment of the Third World countries has been counteracted by some scholars who are of the view that there are sometimes hidden agendas that are camouflaged by altruistic explanations for aid giving by donor states (Stokke and Hoebink, 2009). That is, enlightened self-interest based on broader interest of promoting long and short-term trade and investment opportunities for the donor countries. The developed and industrial countries need stable and prosperous market of the Third World countries to promote trade hence, it is important to promote economic, political and social development of the third world countries through aid.

Politically, aid has the tendency of giving diplomatic advantage or influence in the international arena especially within the organizations such as UN, IMF, World Bank, etc. In the General Assembly of the UN where decisions are mostly concluded by voting, states need alliances and friends in order to gain advantage or support in matters that affect their interest (Karns and Mingst, 2004). African states overwhelming support for China against Taiwan and the restoration of China’s seat in the Security Council of the UN has been linked to China’s engagements in Africa (Sorensen, 2010). Development aid in a form of military aid can also be politically used to form military alliances (Degnbol-Martinussen and Engberg-Pedersen, 2003). Western countries like Norway that talks “altruism” as a key motivation for aid in Africa, can also gain disproportional power and support from recipient states in the international arena through foreign aid. Moreover, Norway has gained greater role and influence over global issues through its enormous support to the UN and other global institutions and organizations.

Economically, foreign aid can offer donor states advantage to enjoy privileged access to resources and market in recipient countries. Regular supply of raw materials and prosperous market for international trade are essential for the rich and the industrialized states’ industrial goods and services. Rich and industrial countries like the Britain and France have been criticized for using foreign aid in their former colonies and Africa to maintain regular access to the resources of their former colonies through aid (Moyo, 2009). China’s engagements in Africa has also been criticized as predominantly motivated by the desire to privilege access to Africa’s abundant natural resources and market. Norway, being an oil producing and fishing producing country, also needs the Africa’s oil resources and market for the state owned oil company, Statoil (now called Equinor) and the fishing industries. This economic motivation could influence Norway’s decisions on aid especially in this era of high competition among states for the Africa oil and market resources.

**DIPLOMATIC RELATIONS AS A TOOL FOR NATIONAL INTEREST**

Diplomatic relation refers to the management of a sovereign state’s relations with other actors such as
states, multilateral institutions, multinational firms or transnational corporations etc. in the international political arena (Denza, 2016). Diplomacy also deals with the means whereby sovereign states negotiate and influence their interests through their representatives, envoys or officials from wide range of domestic ministries or agencies in international political arena (Barston, 2014). These negotiations are usually carried out by lobbying, visits, private talks through the state's formal representatives such as embassies or consulates as well as special institutions and ministries that represent and negotiate particular interests.

Diplomacy in recent times has been defined to incorporate issues like resources, knowledge, transition and oil diplomacy. However the article mainly focuses on diplomatic relations among states that are negotiated bilaterally or multilaterally through formal states representatives like the embassies, consulates and representatives in multilateral institutions. The establishment of diplomatic missions gives the sending state some form of identity and creates an impression of friendly relations in the receiving state (Barston, 2014). Moreover states are able to seek their interest, negotiate trade deals and enjoy privilege advantage over contracts and concessions through diplomatic missions.

Finally, states through diplomatic relations are able to pursue self-interest by instituting changes in the formal representations. Economic interest is an important factor states consider before the establishment or closing down of diplomatic missions (Barston, 2014). Changes in diplomatic missions of a state provide means for the state to alter export performance, seek new economic opportunities and form new political alliances.

**CHINA IN AFRICA, HISTORY AND NATURE OF ENGAGEMENTS**

In recent times, China’s developments in Africa have gained scholarly and international media attention; however, China’s trade relations with Africa date back to the Tang Dynasty (AD 618-907). China’s first diplomatic engagements in Africa was in 1956 when China had diplomatic agreement with Egypt (Le Pere and Shelton, 2007). China’s developments has grown tremendously in Africa from this period and has become one of the largest investors, traders and donor states in Africa (Rotberg, 2009). In 2000, China-Africa relations opened an important chapter when China established a permanent Forum for China-Africa Co-operation (FOCAC) which has become an important Chinese instrument and mechanism for negotiations and co-operation with African states (Tjønneland et al., 2006). China's developments exploded in Africa from 2000 and the engagements are unique from other donor countries.

China’s engagements in Africa are characterized by the financing of large-scale infrastructures that are connected to raw materials vitally needed by the growing Chinese industries. China is noted for supporting Africa with funds to construct and reconstruct the primordial transport systems and poor road networks that have hampered domestic development by increasing cost of domestic and international trade as well as hindering investments flows into Africa (Rotberg, 2009). Examples of China’s footprint projects include railways, hydroelectric dams, thermal power plants, Oil facilities, copper mines in Sudan, Ghana, Zambia, Nigeria, Sudan, Congo and many other places in Africa. These projects in effects have helped to improve infrastructure in Africa and made Africa more attractive for investment.

China is also noted for mixing its aid in Africa with trade and investments. By 2008, China’s trade and investments in Africa accounted for 11% of trade and investments globally and was growing at roughly 10% per annum (Broadman, 2008). The geographical distribution of Chinese foreign aid in 2009 indicated that about 45.7% were directed through diverse projects in Africa (Xinhuanet, 2011). The Chinese approach of blending aid, trade and investments has received good reception from many governments in Africa and they have demonstrated their willingness to engage relatively more with China. This poses a big challenge for donors whose relationships with African states are dominated by aid because aid alone is becoming relatively less important to Africa.

China’s entry to Africa is guided by policy of non-interference and non-conditionality in the internal issues of the African counterparts. China’s engagements in Africa is anchored on the principles of equality, mutual benefit and respect for the sovereignty of Africa (Tjønneland et al., 2006). China attributes greater importance to sovereignty and does not want to interfere in the domestic affairs of the African partners because China itself has suffered many years of colonialism. China does not attach political conditions and believes that although the political and economic conditions in Africa may not be ideal, they do not need to wait for human rights to be perfect or everything to be outstanding before investing in Africa (Morris, 2008). This policy of not interfering in the domestic affairs of the African states and not attaching political or economic conditions has made China more attractive to many African states. Across Africa, many people arguably hold positive views about China’s development more than the critical judgments by at least two to one (Moyo, 2009).

Commitment to Foreign Direct Investment (FDI) through direct state investments and promotion of private enterprises investment is an important footprint of China in Africa. According to Sorensen (2010), more than 500 Chinese entrepreneurs in 2003 negotiated and sealed 21 cooperation agreements in Africa that are valued over US$1 billion through China-Africa business conference. China supports private companies by providing preferential loans to private enterprises that engage in
profit-making ventures with the local African enterprises. Also, China offers concessional export credits in a form of tied aid linked to promoting or exporting Chinese goods to the African states.

China has succeeded in attracting strong diplomatic relations in Africa through many years of bilateral and multilateral engagements in Africa. However, China’s style of engagements has been criticized by some governments, journalist and researchers. They argued that China’s engagements are not transparent, breed corruption, destroy the environment, abuse workers’ rights, extensively tied to acquisition of Africa’s natural resources and the sale of China’s goods and services. Thus, the nature of China’s engagements is not entirely perfect and may have provided both opportunities for investment and economic growth in Africa but at the same time some problems.

**THE EFFECTS OF CHINA’S ENGAGEMENTS IN AFRICA**

In 2014, the Norwegian government in its white paper entitled *Working together: Private sector development in Norwegian development cooperation*, stated:

“Economic growth has been particularly strong in China, and to some extent in India, and it has had a major impact on the economics of other countries. Growing demand for natural resources has contributed to increased growth in many African countries, especially following major discoveries of coal, oil and gas. But investments in infrastructure, agriculture and tourism have also been important for this growth” (White Paper, 2014: 10).

The statement provides important understanding of economic growth in China and its effects on the African continent. The economic growth in China has led to increased demand for raw materials and market for the finished products. This has led to increased Chinese direct and indirect investments in exploring natural resources in Africa. Many recipient states have become attracted to these investments packages from China other than relying on foreign aid. The game of total dependence on foreign aid is changing and becoming less important to many African states. The governments are turning away from total dependence on Western donors’ aid for survival. Africa’s culture of total dependence on foreign aid in postcolonial period for budgetary support and economic growth has declined. This indicates that donor countries whose diplomatic relations with Africa have been dominated by foreign aid may have to adopt different strategy and initiate policies that are more attractive to Africa. This perhaps explains why Foreign Direct Investment (FDI) to Africa has increased at a time of increased China’s engagements on the continent. It further indicates how China’s engagements have changed the geopolitical scenario for foreign aid in Africa and the need for other states to adopt new strategies in their engagements in Africa.

China’s engagements also led to increased prices and competition for Africa’s natural resources. Until the price fall in 2014, oil, gas and other natural resources had received huge increase due to greater demand for these resources by China for the growing industries. The increased prices of natural resources were also facilitated by improved technology that made petroleum resources more accessible, exploitable, interesting and above all more competitive. The competition for concessions in the resource scramble means developed and industrial states like Norway that are interested in Africa’s rich resources like oil and gas would have to compete with China for access and control of the oil and gas sector in Africa. The competition and increased prices also mean that Africa’s bargaining, consumer and purchasing power have changed and Africa will be in a position to do business in the world market. Africa now has an alternative buyer for the rich natural resources and this has further increased Africa’s bargaining power.

Enormous investment of China in Africa’s infrastructure has become another trademark of China in Africa that has whipped up investment interest of industrial countries and businesses. Africa’s poor infrastructures as well as poor purchasing and consumer powers discouraged many businesses, industrial and Western countries like Norway from investing in Africa. Investment in Africa was seen as a risk not worth taking by these businesses and countries. This led to insignificant FDI to Africa from Western donors and businesses. However, the infrastructural development in Africa as a consequence of China’s engagements has reduced the fear of investment and ‘doing business’ in Africa. Now investment in Africa has become very interesting and FDI to Africa has increased from $13.8 billion between 2000-2003 to $59 billion by 2016 according to United Nations Conference on Trade and Development World 2017 Investment Report (UNCTAD, 2017).

In summary, China’s engagements in Africa have changed Africa economically and diplomatically. Increased prices of rich natural resources in Africa, competition for access and control of the resources due to economic boom, increased purchasing and bargaining power and the availability of an alternative buyer are significant consequences of China in Africa. These changes in Africa have further resulted in shifting Africa’s economic dependence on aid, increased infrastructural development, made investment in Africa more interesting, increased interest in trade and investment from foreign entities and government and finally triggered Africa’ desire for investment other than total dependence on aid. The next section explores how Norwegian aid and diplomatic relations in Africa are shaped by changes in Africa, initiated by the new development actors like China.
NORWAY IN AFRICA HISTORY AND NATURE

Foreign aid forms an important part of Norwegian foreign policy, diplomatic relations and domestic politics. The Norwegian State has two main institutions that are tasked with foreign development responsibilities; Norwegian Agency for Development (NORAD) and Ministry of Foreign Affairs (MFA). The MFA is the part of government that is tasked with foreign relations responsibility while NORAD offers government with advises on spending of aid funds. NORAD also evaluates and monitors Norwegian development assistance globally (NORAD, 2015a).

Norwegian engagements in Africa dates back to the activities of the Norwegian missionaries, whaling and shipping in Africa during the colonial period (Jørgensen, 1990). From this early interaction in Africa, Norway’s aid and diplomatic relations in Africa were distinct in so many ways.

Norway’s foreign direct investment (FDI) to Africa was relatively low. Relations between Norway and African states were dominated by aid with less emphasis on foreign direct investment (Tostensen, 2002). Data obtained from NORAD indicate that about 40 to 50% of Norwegian development assistance before the year 2000 were directed towards different kinds of aid projects in Africa (NORAD, 2014). The distribution pattern of the data further indicates relatively less support to private and public-private partnerships ². Tostensen (2002) argued that a strong note of ambivalence was present in the Norwegian relations with Africa during this period because of the poor market and volatile economic situations in Africa. The risks of investment posed by poor infrastructures, weak institutions, unreliable investment environment, intra and inter-state conflicts as well as autocratic leadership made Norwegian Government less positive towards the promotion of FDI in Africa.

Development assistance from Norway was concentrated in few countries and regions especially countries in the Eastern and Southern Africa. Norway concentrated on few countries and sectors in her development assistance to ensure effective aid and development cooperation (Stokke, 1989). The Norwegian government selected priority countries, also known as partners of development, main recipients or programme countries, and gradually regions such as South African Development Co-operation Conference (SADCC). These countries and regions enjoyed a higher concentration of Norway’s development assistance and long-term development co-operation (Stokke, 1989). Some of these partners of development in Africa were Tanzania, Kenya, Uganda, Mozambique, Zambia and Botswana. There were also countries, such as Angola, Zimbabwe and Madagascar, outside the priority countries that also enjoyed long-term development co-operation with Norway during these period (Stokke, 1989).

The main motivation for this concentration of development assistance and co-operation according to successive Norwegian government was rooted in the Norwegian altruistic principle of supporting the poorest people in the poorest country (Stokke and Hoebink, 2009). Norway’s relations development engagements in Africa is driven and motivated by the moral obligation to promote global common good such as economic stability, political stability and international security ⁳. Some researchers however, argue that the concentration of Norway’s development aid in Southern and Eastern Africa might have been motivated by the desire to gain identity and allies in these countries⁴. Their argument was based on the Norwegian establishment of diplomatic missions in countries like Botswana, Mozambique, South Africa and Zimbabwe immediately after their independence.

Norwegian development assistance has also been noted for its emphasis on multilateral support. Norway has consistently supported multilateral institutions and has disbursed a larger portion of its development assistance multilaterally. In 1969 Norway developed a guideline that suggested that Official Development assistance (ODA) should be divided equally between bilateral and multilateral channels and this became effective in 1972 (Selbervik and Nygaard, 2006). Data obtained from NORAD on partner allocation of Norway’s development assistance between 1960 and 1999 indicate that multilateral institutions received 42% with UN agencies and World Bank being the biggest recipient of this support (NORAD, 2015b). Subsequent Norwegian Government has rhetorically maintained altruism as a key motivation for support to the multilateral institutions. The 2011–2012 White paper to Parliament entitled, Norway and the United Nations, Common Future and Common Solutions, has supported the government’s rhetoric. The White paper emphasized the idea that Norway’s support to UN since its creation in 1945 has been global development and the maintenance of international peace and security in the developing countries (MFA Norway, 2012). On the contrary, it has been argued that security interest has also been an important motivation for huge support to the multilateral institutions such as UN, NATO, World Bank, etc.⁵

Being a small country, Norway arguably has a desire to ensure its interest and security in the international arena by asserting a greater influence in the multilateral institutions through its support⁶. Development aid through the UN agencies is linked with the idea that the UN could guarantee global peace and security especially in the unstable Third World countries. One Norwegian journalist argued that:

¹ Interview with diplomats, MFA and NORAD staff, journalist and researchers
² Interview with researchers
³ Interview with researchers
⁴ Interview with journalist and researchers

“Norway has always been a small country and we have to trust the support of bigger powers when it comes to military threat from others……… for decades Russia and Soviet Union have been the main challenges of Norway when it comes to security and because of that Norway links up to the NATO’s security alliance through enormous support for multilateral institutions.”

Enlightened self-interest has also been indicated as an important motivation for Norway’s enormous development support to the UN agencies. Enlightened self-interest based on the broader understanding that development aid through the multilateral institutions and organizations promotes development, peace, economic and political stability in the developing countries that are essential for the Norwegian industries to grow in the developing world.

Norwegian engagements in Africa before the increased China’s engagements on African continent were less focused on investment and concentrated on few countries in Africa due to risk of investment. The continent lacked the needed economic and political environment essential for investments due to poor infrastructure, poor market, low purchasing and consumer power. The situation however changed following the increased engagements of new development actors like China that has improved the economic and political environment and made Africa attractive to investment. In recent times, there are indications and discussions that suggest that Norwegian aid and diplomatic relations in Africa has changed in character and kinds of interest behind them. The next section explores these changes in Norway’s development cooperation in Africa.

CHANGING NORWEGIAN DEVELOPMENT AID AND DIPLOMATIC RELATIONS

There are indications that seem to suggest that the character and kinds of motivations behind Norwegian development aid and diplomatic relations have changed since the turn of the millenium.

One significant change in Norway’s engagements in Africa is the growing FDI and expanded operations of Norwegian controlled enterprises in Africa. Until the turn of the millennium, FDI from Norway to Africa was very insignificant and concentrated largely in Europe and to some extent America (Figure 1). Foreign Direct Investment from Norway to Africa increased substantially from 2000 through increased numbers of Norwegian private companies operating in Africa and direct investment in Africa by the Norwegian government. The establishment of Norfund and Innovative Norway has been very instrumental in this regard. Norfund invests in projects that offer growth, profitable and local development opportunities in most sectors of the economy. These sectors include energy, agriculture, banking, industrial, etc (Norfund, 2016). A total of about NOK 6.04 billion in 490 companies were Norfund’s investments in Africa by the end of 2014 and 81% of Norfund’s new investment globally was in Africa (Norfund, 2016). Such projects include the hydroelectric plant at Bugoye in Western Uganda and Bio2Watt biogas project outside Pretoria South Africa. Moreover, Norway has sought to promote investment opportunities for Norwegian businesses through its various diplomats in Africa.

“As ambassadors, we represent the national interest of our country and one of such interest is to promote the development and investment opportunities for our Norwegian companies. We used national and...”

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7 Interview with a journalist.
8 Ibid
Through states visit, Norway has promoted its business interest and sought business opportunities for Norwegian companies. In 2011 for example, Minister for Development and a Minister of Industry from Norway went on a joint expedition to Africa. The trip was supposed to be about the ILO commitment to “decent work”, but a fellow traveler could find that mapping of business opportunities took all the space (Bistandsaktuelt, 2014).


“Economic growth has been particularly strong in China, and to some extent in India, and it has had a major impact on the economies of other countries. Growing demand for natural resources has contributed to increased growth in many African countries, especially following major discoveries of coal, oil and gas. But investments in infrastructure, agriculture and tourism have also been important for this growth” (White Paper, 2014: 10).

The aforementioned statement indicates the growing importance of China’s engagements in Africa and its consequences on other donor countries.

“One can say that China has taught us a lesson that we can reduce poverty and promote development in Africa by increasing investment and supporting Norwegian companies to grow in Africa, but we do not seek to promote our commercial interest at the expense of the African resources as China has been accused of. Our aim is to help reduce poverty in Africa”.

The growing infrastructural development in Africa, economic and political stability has minimized the risk and made Africa more attractive to investment hence Norway’s growing investment in Africa.

“China has invested hugely in Africa’s infrastructure such as energy, roads, electricity, etc., that are important attractive mechanisms for investment. Norway is now interested in Africa because China has set Africa in a stage that has attracted Norway”.

One cannot talk about Africa’s economic and political stability without mentioning the important role of China’s engagements in changing the economic and political environment for trade and investments. Moreover, as Lomøy (Director Norad) in Bistansaktuelt (2016) stated, aid is gradually losing its importance for power within the international political arena and Norway would have to promote its economic interest through investment rather than aid.

Norway’s development assistance in Africa has, in recent times, expanded beyond the priority countries. Norwegian aid and diplomatic relations has shifted from concentrating more on Southern and Eastern parts of Africa. Development aid from Norway and diplomatic relations has been expanded to the Western and Northern parts of Africa. The expansion is linked to Norway’s developmental interest of promoting international political and economic stability. Norway has an interest in assisting the unstable parts and reducing poverty on the continent. Expansion of development aid to the Western and Eastern Africa is in line with the altruistic motive of supporting poverty reduction in many parts of Africa.

The expansion could also be linked to Norway’s economic interest in Africa. “The mechanisms intended to support Norwegian business interests are another illustrations of aid and diplomatic relations being extended beyond the priority countries.” Norway has an interest of protecting its businesses in Africa that are threatened by instability and terrorism.

“There is a shift in Norwegian aid and diplomatic relations in Africa from emphasis on Southern and Eastern African countries to Northern and some Western African countries. The main idea is emphasis on unstable parts of Africa because of the threat of terrorism which can disturb Norwegian businesses like Statoil in Africa”.

The turn of the millennium also coincided with the War on Terror following the September 11 attack in the US. This led to increased importance of security considerations in the global aid and diplomatic relations among states. Moreover, some transnational co-operations and businesses including Norwegian companies began to experience attacks in Africa and this has further heightened security issues in Norway’s foreign policy. The terror attacks on Statoil gas plant in Algeria in 2013, and 2016 is an example of these attacks (Berglund, 2016).
There have also been some important changes and expansion in Norway’s diplomatic missions and development co-operation in Africa. These changes in Norway’s diplomatic presence in Africa are linked to resources of interest by Norwegian government and businesses. The government has closed down some of its diplomatic missions in some countries like Zambia, Eritrea, Tunisia and Zimbabwe that have hitherto enjoyed many years of friendly diplomatic and development cooperation with Norway. During these developments, new Norwegian embassies have been opened in some countries like Ghana, Algeria, South Sudan, etc. The geographical locations, the trend and the timing of these changes raises questions over the motive for such changes. An important trend of these new diplomatic missions is their locations to energy and natural resources countries. Algeria, Ghana and South Sudan countries that have discovered oil in commercial quantities while Statoil has invested in Algeria oil resources. The location and trend of these new embassies raise questions over whether Norway’s interest in oil and energy resources is becoming an influencing factor in determining changes in diplomatic missions in Africa. The relocation of Norwegian embassy from Tunisia to Algeria on Statoil’s request because of its investment in Algeria seems to support the notion that Norway’s interest in oil is affecting its diplomatic missions (Solholm, 2007). It appears Norway is seeking to establish strong diplomatic presence in oil resource countries to ensure concessions, support and opportunities for Norwegian businesses. Under secretary of State at the Foreign Office, Sven Syedman, suggested that Norway “has economic interest in oil and gas, particularly in Algeria and Libya. Statoil is an important part of this” (Solholm, 2007).

Norway has established or strengthened strategic relations with Angola, Ghana, Mozambique, Sudan, South Sudan, Tanzania and Uganda through the Oil For Development programme (OFD), (NORAD, 2011). Although Norway argues that the OFD aims for the sustainable development of oil in the partner countries, the programme can also be viewed as a covert way of winning contracts for Norwegian companies in Africa by gaining trust for the Norwegian model of oil management and exploration.

“There may not be a direct benefit from the oil for development programme at the moment but I believe that the programme is a way of building more trust in the Norwegian skills and knowledge in oil exploration and management. Norway through the oil for development programme is gaining identity in Africa as a successful oil producing country. This will create more opportunities for Norwegian companies to gain trust from African countries that have oil and even those that are yet to discover oil. In a way the companies gain advantage if they have to bid for any concession in Africa”\(^{17}\)

The programme has been cited as being influential in the South Deep Water Tano block oil and gas exploration concession in Ghana that was awarded to Aker ASA. Norway’s assistance in restructuring the oil and gas sector and training of Ghanaian staff through the OFD shaped the decision to award the contract to Aker ASA (Daily Guide, 2013; Sonecto Institute, 2013).

Since its emergence, security interest has been a key consideration in Norwegian development assistance to multilateral organizations such as the UN, NATO World Bank, IMF etc. Multilateral organizations received about 47% of Norway’s development assistance from 2000 to 2015 (NORAD, 2016). It has been argued that Norwegian interest of protecting its businesses in Africa against terrorism and unstable parts of Africa has shifted the focus of Norway’s security interest from the threat of Russian aggressiveness\(^{18}\). The threat of Russia’s aggressiveness among other factors influenced Norway to support NATO security alliance to guarantee its military protection from any threat from the East. However there seems to be a shift from emphasis on Russian aggressive threat to increasing emphasis on terrorism and fragile states that are seen as threat to Norwegian business interest abroad\(^{19}\).

“Norway has huge investment and economic interest in Africa’s oil resources. There is huge income from Statoil engagements in Angola and Algeria. Norwegian income from Statoil engagements in these countries is bigger than Norwegian aid to these countries and the only big threat to these economic resources is terrorism”\(^{20}\).

Oil and energy resources have become more profitable because of China and with enormous profits coming from Statoil engagements in Africa, there is the need to ensure regular access and control of these resources and this has necessitated the emphasis on security interest. On the contrary, some emphasize enlightened self-interest as the motivation factor for support to the multilateral organizations. Supporting developing countries through these multilateral institutions to ensure stability in Africa will help Norway in the long run because economic and political stability are required for trade and investments in Africa\(^{21}\).

The expansion of aid beyond the priority countries increased Norwegian FDI to Africa and the changes in Norway’s diplomatic missions in Africa are some indications of change in the directions and kinds of interests behind Norway’s development assistance in Africa. These changes could be linked to the increased China’s growth that among other factors has changed the geopolitical scenario for other development actors.

\(^{17}\) Interview with a journalist (Development today)

\(^{18}\) Interview with diplomats, researchers and journalists

\(^{19}\) Ibid

\(^{20}\) Interview with a journalist

\(^{21}\) Interview with diplomats, MFA and Norad staff
CHANGING DEVELOPMENT AID AND RELATIONS IN ERA OF CHINA’S GROWTH

Changes in Norwegian aid and diplomatic relations in Africa can be interestingly linked to the changing economic and political environment in Africa as a consequence of the activities of the new development actors like China that has changed the geo-political scenario in aid and diplomatic relations in Africa. An important note in Øyvind Eggen and Kjell Roland book, ‘Western Aid at a Crossroads: The End of Paternalism’, is that Western development aid is increasingly losing its hegemonic hold on recipient countries and has become less useful to poor countries because of its perceived attempts to transform recipient countries and societies according to Western models (Eggen and Roland, 2013). The authors argue that new development actors, such as China, style of engagements are more attractive to recipient countries and offers collaboration without paternalism. The CMI report in 2006 that reviewed China’s engagements in Africa and identified implications for Norwegian foreign and development policies also reiterate that China’s development will affect the history of the twenty-first century, and China’s growth does not only introduce new opportunities for Africa but also new challenges for other donor countries in Africa.

As noted in the previous section, Norwegian development aid in Africa has changed in directions and kinds of interest behind development co-operation in Africa. These changes could be linked to the changes in Africa as a consequence of China’s engagements because of the timing and the strategic nature of the changes. The shift in Norwegian aid and diplomatic relations coincided with the period of oil booming and infrastructural development in Africa, which among other factors were initiated by China and the new development actors. The strategic nature may be viewed in terms of how the changes by Norway are directed closer to African states with abundance of oil resources to benefit from this economic growth in Africa’s investment opportunities and available market.

Norway’s Foreign Direct investment to Africa has increased in recent times and this suggests the impacts of China’s engagements on Norwegian aid and diplomatic relations. Norway established Norfund in 1997 and Innovation Norway in 2004 and these institutions have become the main driving wheels for Norwegian investment and promotion of Norwegian private cooperation in Africa. These illustrate that Norway has become economically interested in Africa as a result of booming economic environment. Moreover, some Norfund funded projects has been criticized and compared to China’s model of resource exploitation and workers abuse in Africa. Norwegian-owned plantation company, Green Resources has been criticized for violating Norfund’s investments directives by seizing huge hectares of lands and not respecting the compensatory measures for peasant farmers (Bistandsaktuelt, 2014). In Mozambique for example, Norfund investments in Monapa banana project that was funded through aid, has been criticized for destroying many lands and introduction of the devastating Panama disease in Africa (Hanlon, 2018). This illustrates how the Norwegian investments are also been criticized for resource destruction, a criticism China has suffered in Africa. These negative models of Norfund funded project raises questions over whether Norwegian politics in Africa is in the process of becoming like China’s?

Norway’s increased FDI to Africa coincides with the period of China’s enormous investments in Africa’s infrastructure and oil industry. Roads, railways, pipelines, plants, hydroelectric dams, etc. that are essential to investors have been built while old ones have received facelift. These developments have perhaps eroded the risks of investing in Africa, which for years scared Norway and other states, and changed donors’ skepticism about investing in Africa. With booming industries and economy, investment in Africa is now perceived as a risk worth taking.

Geographic and diplomatic changes linked to the desire to have access and control of oil and energy resources is a remarkable shift in Norway’s diplomatic and development co-operation in Africa that can be seen in light of this geopolitical and economic shift by China. The closing down of some Norwegian missions and the establishment or relocation of new embassies in Africa are notable cases. The closing down of embassies in Zambia, Eritrea and Zimbabwe and the establishment of new embassies in countries like Ghana, Algeria, South Sudan are interesting cases of reference. One notable linkage about these new Norwegian embassies is their link to oil and energy resources. The link to oil resources indicates Norway’s investment and business interest in African oil resources through the establishment of closer diplomatic missions with oil-discovered countries in Africa. The fact that Norway relocated its embassy in Tunisia to Algeria upon the influence of Statoil suggests that diplomatic changes have become important considerations for Norwegian economic and business interest in Africa. Moreover, the increased presence of Statoil in countries such as Angola, Nigeria, Tanzania, Mozambique, Libya and its recent share in South Africa’s Tugela South exploration suggest competition and increased interest in oil resources.

Norway’s strategic expansion of diplomatic missions and partnership further illustrates an interesting shift in Norway’s engagements in Africa. The strategic growth in energy and oil export cooperation through partnership all indicate how Norway has changed from a small oil exploring country into an important player in the industry. Until the price boost in the oil industry in 2000, Norway had little or no relations in some oil-resourced countries in Africa. Although, Statoil was in Nigeria and Angola before 2000, the scale of its growth in the industry has
escalated since the oil boost. Norway seems to be adapting to the changing geopolitical scenario through the establishment of embassies in the interest of its oil businesses.

Through the establishment of diplomatic missions and the OFD programme, Norway is strengthening its bilateral cooperation and promoting the identity of Norway’s oil-success history in Africa. The OFD can be viewed as a covert way of creating business opportunities for Norwegian oil industries in partner countries. Through the programme, a strong trust in Norwegian technical and managerial skills in oil management and administration can be built. The oil producing states in Africa will develop trust for the Norwegian oil experts and Norwegian model of oil exploration. Trust in Norwegian model of oil exploration will ensure control and opportunities for Norwegian businesses.

Economic growth in China and the need for Africa’s rich natural resources have driven the prices of oil and gas higher in the global market. To ensure regular access and supply, a successful oil exploring country could be influenced by the increasing oil profits to get closer ties with countries that have abundance of these resources. Barston (2014) argues that states are able to negotiate better and gain disproportional advantage over concessions in businesses and trade through closer diplomatic ties with other states. This suggests that Norway’s economic interest of tapping into the boosting oil profit could be a key factor in the diplomatic changes in Africa.

Security interest continues to be an important driving force of Norway development cooperation. However, there appears to be a shift from emphasis on Russia’s aggressive threat to emphasis on terrorism and unstable parts of Africa. As noted earlier on, there were suggestions that Soviet aggressive threat influenced Norway’s enormous support and strong diplomatic relations with international institutions and organizations such as the UN, World Bank and NATO. Following the fall of the Soviet Union and the emergence of war against terrorism, Norway now emphasizes terrorism and unstable parts of Africa as the main motivation for its support to UN and NATO. Although Norway talks of the desire to promote global peace and security as the motivation for its support to the unstable parts of Africa, it could also be argued that the emphasis on terrorism and unstable parts of Africa are means by which Norway can protect its economic and business interest in Africa. Norway needs to protect its investments in Africa’s energy resources that are regularly being threatened by instability and terrorism. By emphasizing on supporting the unstable parts of Africa and war on terrorism, Norway could protect Statoil operations in Algeria, Libya, Nigeria and other parts of Africa from threat of militant groups, terrorism and instability. This could ensure regular access and profits from Africa’s oil and energy resources that has become more profitable as a result of China’s investment.

CONCLUSION

Norwegian aid and diplomatic relations in Africa have gone through several changes. Norway’s early interaction with the Southern Africa countries was driven by missionary activities and the interest of Norwegian fishing businesses. Development cooperation became dominated by solidarity for states in Africa under colonial rule. Through its influence in the UN and support to Africa, Norway assisted in the liberation struggle and established good diplomatic ties with some Southern and Eastern Africa states. When the balance of power in the international system changed into bipolar order characterized by cold war between USSR and US, security interest was a key consideration in Norway’s support to NATO. Norway sought to enhance its military capability against the threat of the Soviet Union during the cold war.

Following the end of the cold war, Norwegian development cooperation became dominated by the desire to gain disproportional power in the international arena. There are suggestions that Norway through various programme aid initiated by World Bank and UN, sought to promote economic and political stability in many Third World countries with enlightened self-interest that economic and political stability of the Third world is essential for Norway’s long term interest. The activities of new development actors like China in Africa that has changed economic and political environment in Africa has changed Africa and the global order from unipolar into multipolar system. The Norwegian government’s white paper meld, St. 35 (2014-2015) admits the role China has played in the economic and infrastructural development in Africa. Strategic changes in Norways’ diplomatic missions in Africa and increased FDI indicate Norway’s economic interest and business strategies to benefit from the economic boom, investment opportunities and available market in Africa that among other factors have been exploded by China and other new development actors on the continent.

Norwegian development cooperation has shifted in character, and kinds of interests and this has been linked to the changes in Africa, global economy and the global aid regime due to increased activities of new development actors. The engagements of new development have made Africa attractive to investments, trade and business opportunities for Norway’s economic and business interest. Norway’s shifts in aid and diplomatic relations could be seen in the light of the changing geopolitical landscape and economic conditions in Africa. The shifts suggest economic interest driven engagements and diplomatic policy from Norway.

It is important to note that shifting aid paradigm and

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22 Interview with researchers and journalist.
diplomatic cooperation is deceptive; the rationale for foreign aid and establishing development cooperation are not only motivated by the desire to support recipient states but also the long and short term interest of the donor states.

CONFLICT OF INTERESTS

The author has not declared any conflict of interests.

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