

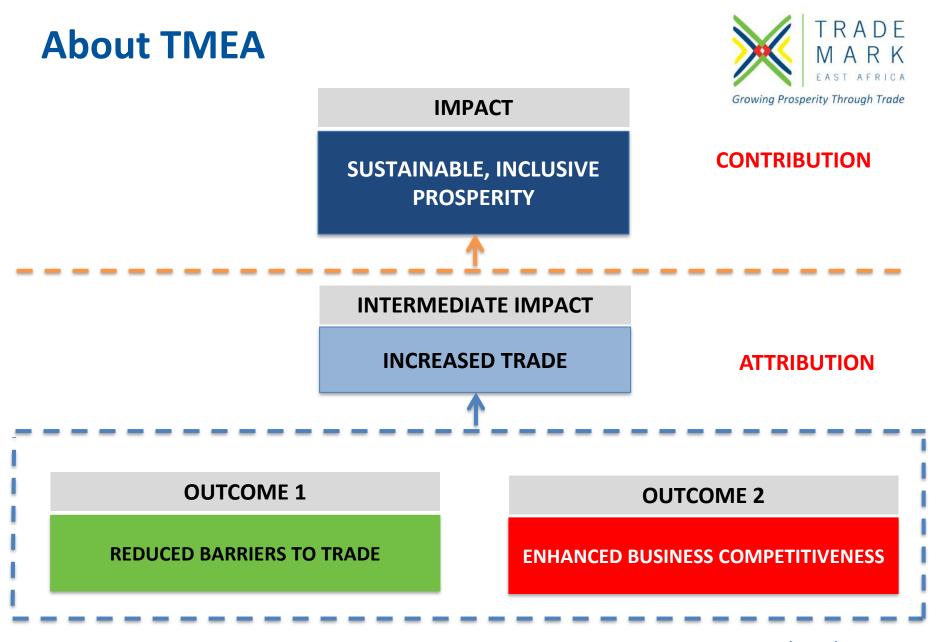


Growing Prosperity Through Trade

### Effect of COVID-19 on Women in Trade in East Africa

**Gloria Atuheirwe** 

IEA Webinar Series 10 September 2020



### **Overall Trade Impact**



- 20% drop in imports at Mombasa port bound for East African countries (mainly from China) in January-February
- Overall decreases in imports for most countries, while exports held steady or increased slightly in most countries.

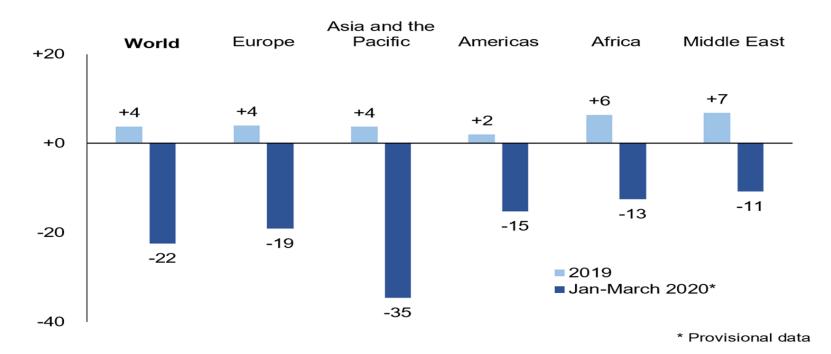
#### • Imports across countries

- Imports bound for Kenya, Uganda and DRC experienced sharp declines
- Imports to Rwanda were slightly less affected yet
- Tanzania is an outlier with imports actually increasing significantly
- Exports varied widely across countries
  - Kenya, Uganda and Rwanda all experienced moderate export increases until March '20
  - Tanzania's exports fluctuated across the period, resulting in an overall 10% decrease
  - DRC decreased slightly

## **Global Tourism**



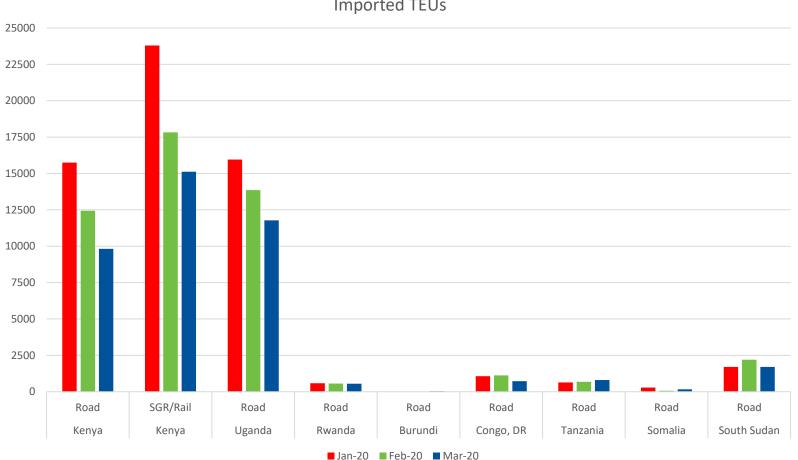
#### International tourist arrivals, 2019 and Q1 2020 (% change)



Source: UNWTO

#### **EAC Imports Jan-March**

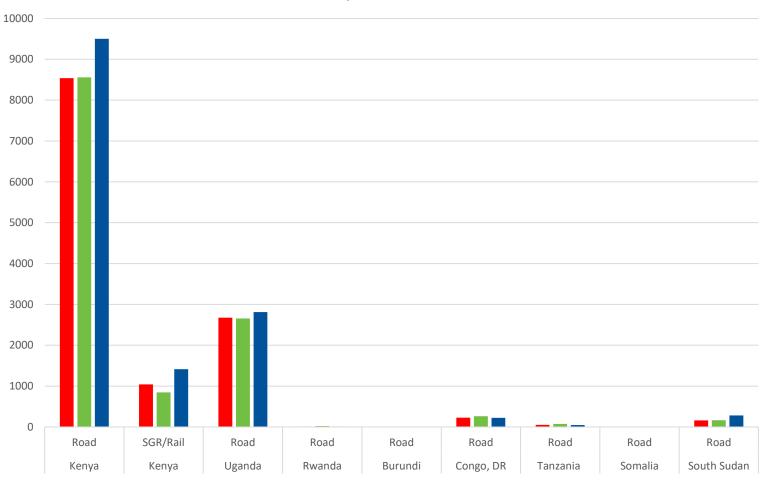




#### Imported TEUs

#### **EAC Exports Jan-March**





■ Jan-20 ■ Feb-20 ■ Mar-20

**Exported TEUs** 

### **Cross Border Trade: Cargo in Trucks**



#### Cross Border Trade: Traffic flow



#### Source: Kenya Revenue Authority

### **Transport Corridor Issues**



 Long tailbacks at borders due to mandatory driver testing and confusion, disputes, deportations

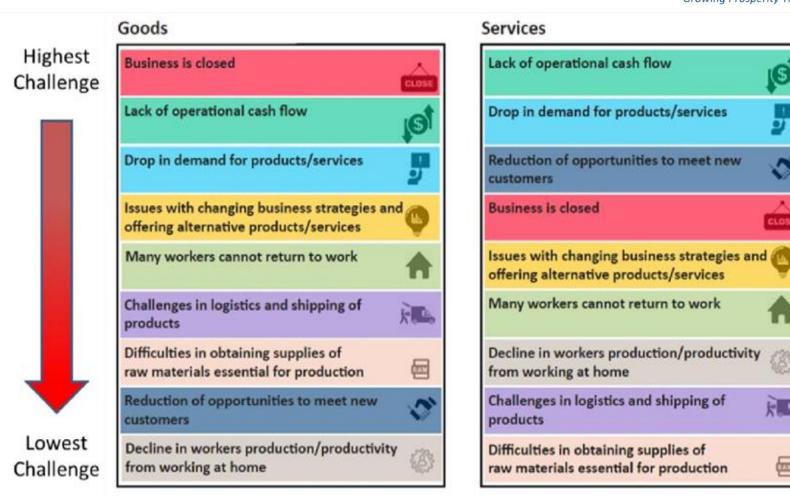
 Mandatory driver relay systems that have raised trade costs heavily, reducing supplies of essential goods to landlocked countries

 Delays in clearance of goods and customs paperwork due to diminished workforce/working from home



# **Continental Scenario: Goods Vs Services**





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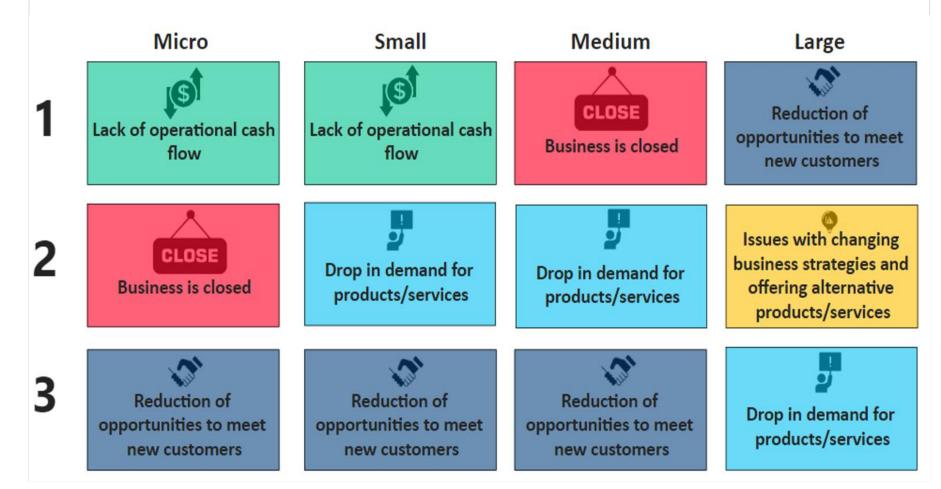
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# **Challenges faced versus Business** Scale





## **Global trends for Women in Trade**



- COVID-19 is **deepening pre-existing inequalities-** women's lives will be affected disproportionately and differently from men.
- Globally, female-owned businesses were 5.9 percentage points more likely to close their business than male-owned business
- Women are predominantly in **industries faced with a high number of closures;** hotels, cafes and, education and child-care services, wellness, grooming,
- Higher gender gap, with women **spending more than 6 hours** per day in such activities, significantly more than men.

#### **The Challenges in East Africa**



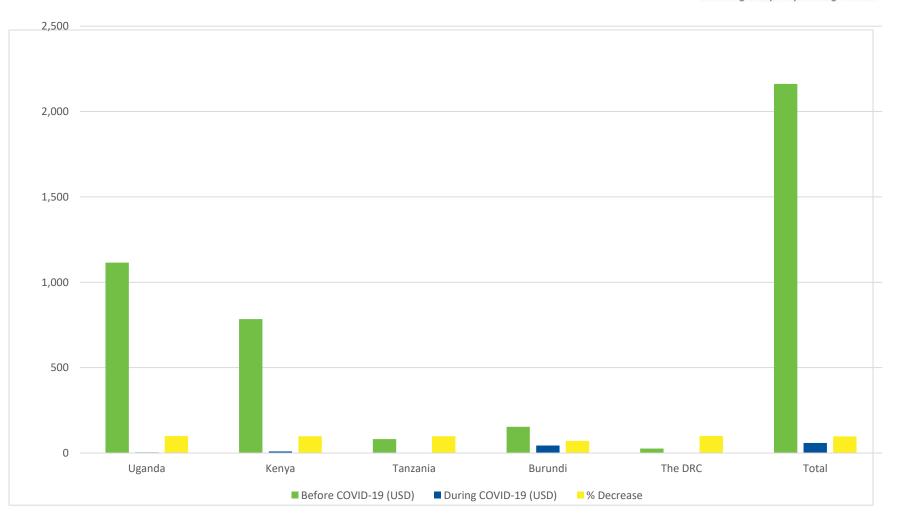
**Proportion (%)** 0 20 40 60 80 100 Border closure 100 **Restriction of movement** 100 **Diminishing clients** 100 Lack of products 100 81 Death Failure to pay back loans 100 **Business closure** 100 Use of informal routes reborn 100 Border closure 60 **Restriction of movement** 78 **Diminishing clients** 64 Lack of products 48 Death 2 Failure to pay back loans 64 **Business closure** 78 Use of informal routes reborn 14

Kenya

Uganda



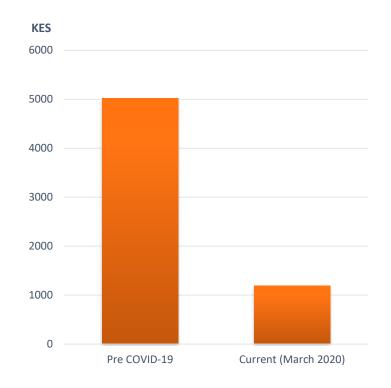
### Impact on profit across EAC



#### Impact on Profits for women traders at Busia border



UGX 350000 300000 250000 200000 150000 50000 0 Pre COVID-19 Current (March 2020)



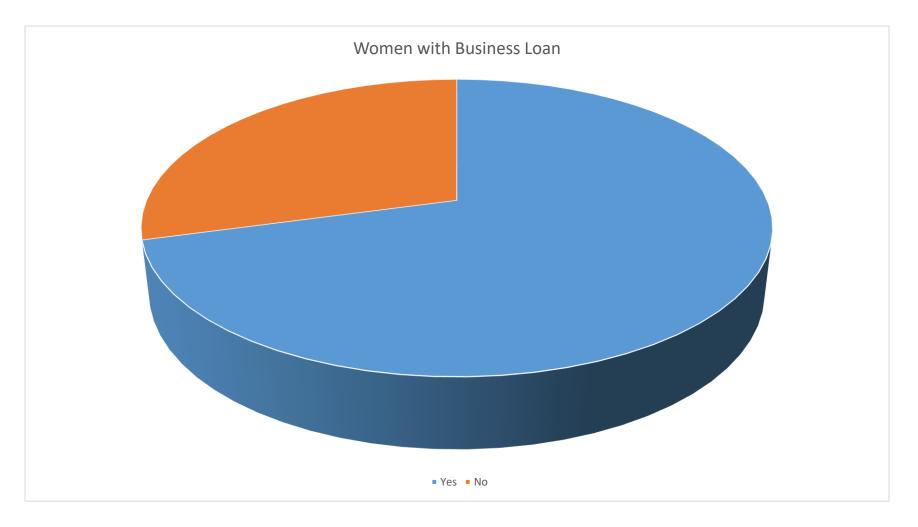
#### **Increased use of informal routes**





#### **Women Traders: Financial Status**







#### Impact - border closure/export ban.





店務工幅日

Losses worth 10MUgsh/ USD2800

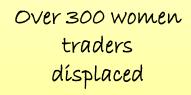


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#### **Displacement- Kasarani**



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### **Increase in SGBV**



- A Ugandan woman small scale cross border trader from Busia border aged 38 was crossing the border illegally using porous routes with a small consignment of tomatoes worth Ugx 130,000/- at 5am,
- Meets three men who sexually assault, in the process she losses her goods
- She seeks help at the womens resource centre Busia and thereafter at the health centre to test for HIV test and get counselling
- She is too scared to file a case at the police for fear that her husband will get to know and divorce her

## Women's voices..



- "We are no longer saving like we used to do before. We are focusing on food, we are like birds—we don't store anything away".
- "It becomes frustrating when there is no food and couples fight even over something as basic as salt".
- "Children are not in school and there is an increase in teenage pregnancy. Some are being lured into sex by a chapatti, worth Ush1,000 [\$0.27]"
- •"Many women have reverted back to commercial sex. What can they do? There are many truck drivers who can stay for up to 3weeks. Women are lured in exchange for rent payment and other supplies, and this is risky because they can be infected <sup>21</sup> with this coronavirus."

# **The Opportunity**

- Rebuilding Trader Capacity/Economic Resilience
- Advocacy and Dialogue
- Data and Analysis

- Facilitate Safe Trade
- Leverage Technology- Digital Trade
- Strengthening domestic and regional networks/Cooperatives





