



Research Article

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Nigerian Industrialisation Challenges and Dearth of Galvanization Amidst the United Nations Industrial Development Support

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Abstract

The high rate of economic growth, the provision of basic facilities, and job creation are products of any nation's level of industrialisation. Globally, no nation is considered to have attained a concerted level of a high standard of living in the absence of economic development. Thus, industrialisation that ought to be the bedrock of Nigerian economy has continued on a downward journey in the 21st century, despite several industrial development policies. Therefore, the paper is an attempt to find out how this sector has fared vis-a-vis the structural influence of UNIDO. The study is a qualitative work that adopted a thematic analysis approach. The adoption of Top-Down as a theoretical model of analyses validates the fundamental issues raised that; several industrial development programmes and projects initiated by both UNIDO and successive administrations in Nigeria to help in the revitalisation of industrial landscape in line with the government's goal of emerging among the top 20 most developed economies in the world by 2020 have failed. The major informed findings of the paper are that for the time being, Nigeria still remains a consuming economy of finished products including some raw materials. In addition, her critical construction, engineering and maintenance activities are expatriates-based with little or no regard for local content. These cumulatively resulted in the advancement of the fact that the UNIDO supports have not significantly impacted the development of industries in Nigeria. The discourse conclusively gave birth to subsequent recommendations.

Keywords: Economic Challenge, Development, Implementation, International Organisation, Programmes, Top-Down Theory

1. Introduction

Socio-economic and national development through industrialisation has undoubtedly become a key issue in any international relations discourse. Since the end of the Cold War, some researchers and international players have identified essential characteristics of modern international relations as the growing predisposition of nation-states to embark on one form of economic collaboration and international diplomatic management. This brought the institutionalisation of a traditional form of economic control and industrial development. This could be identified as one of the brains behind the emergence of major economic and industrial development programmes which led to neo-liberalism and industrialisation to mainly cater for food security, employment, income generation, resource conservation and environmental protection which have emerged as global concerns. Therefore, since the emergence of the industrial revolution in England in over two centuries ago, industrialisation has conceivably impacted both socio-economic and political development of the world than any multifarious factor that can be imagined (Encyclopedia of Sociology, 2011).

Consequently, the most identified dynamic driver of collective wellbeing and prosperity of any nation is industrialisation. It can be observed that no country has ever attained a standardised socio-economic development without an advanced and developed industrial sector. To this end, it is emphasised that in order to confirm an unbiased distribution of the economic benefits of industrialisation, a strong commitment was made by the UNIDO “to address the multidimensional causes of poverty, through creating shared prosperity, advancing economic competitiveness, and safeguarding the environment.” This according to UNIDO (2015:4) is vital due to the fact that:

The importance of industrial development for sustainable development was explicitly recognised by the United Nations General Assembly in their proposition concerning the Sustainable Development Goals (SDGs), which includes inclusive and sustainable industrialization as SDG-9, along with fostering innovation and building resilient infrastructure.

It is then conceived that during the 2013 – 2014 period, African States members of UNIDO have been assisted with programmes and projects that will enable them to achieve the organisation’s effort priority areas which include agro-business and “rural entrepreneurship, industrial policy development, trade capacity building, energy, youth employment, investment promotion, institutional capacity development, energy efficiency, and climate change.” Thus, Dankumo, Riti & Ayeni (2015) identified that amongst the countries in West African sub-region and sub-Sahara, Nigeria is one of the most industrialised nations. He further noted that despite the fact that some studies have concentrated efforts on the manufacturing sectoral activities within the country, many of these researches have extensively stressed on some aspects of manufacturing especially

at the regional level, small-scale industries and local crafts.

From the foregoing, this paper will find out UNIDO and Industrialisation in Asia and Africa, origin, situation and challenges facing industries in Nigeria in the 21st century, the impact of UNIDO support, and the possible ways that can make UNIDO stimulates industrial development programmes' implementation in Nigeria.

2. Literature Review

2.1 *The Origin, Situation and Challenges of Industrialisation in Nigeria.*

According to Syrquin (1988) cited by Mayer (2018:28), sectoral changes in the alignment of commerce and industry found a centre-piece "in the structural transformation that accompanies economic development." There are some inherent relative factors—policy administration and technology which have been seen to determine various patterns of economic activities across countries. Particularly, Ajayi (2007) and Olayiwola & Lawal (2018) confirmed the history of industrial development in Nigeria to entails substantial craft works in the early stages that metamorphosed into large-scale manufacturing over the years. Thus, Nigeria embraced the factory type industrialisation as the major remedial measure to the challenge of her underdevelopment following the coming of Europeans. This specifically occurred in the wake-up of formal trade contact which brought about the first widely recognised forms of current industrial growth (Ajayi, 2007; Calhoun, Derluguian & Derluguian, 2011; Tignor, 2015).

There is differing view on how developing states particularly the ones in sub-Sahara Africa are incorporated in global economies. According to Metz (1991), this emanated from "the dramatic rise in world oil prices in 1974 [leading] to a sudden flood of wealth that can be described as dynamic chaos because, much of the revenue which was intended for investment to diversify the economy, also spurred inflation and, coming in the midst of widespread unemployment, underscored inequities in distribution". As a consequence, successive governments in Nigeria launched several socio-economic development programmes that ranges from 1st, 2nd, 3rd, and 4th National Development Plans (1962–1968; 1970–1974; 1975–1980; 1981–1985) to the three Rolling Plans (1990–1992; 1993–1995; 1996–1998) respectively (Onah, 2006; Anger, 2010; Jiboye, 2011; Asaju, 2015; NBS, 2015). The country also initiated the 2010 and 20:2020 Vision, and the National Economic Empowerment and Development Strategy (NEEDS). Nonetheless, it has been verified that poverty has been massive, pervasive, and engulf a large proportion of the Nigerian society (IMF, 2005; Okonjo-Iweala, 2012; Ezedinma, 2016).

Following these developments, the need for economic development strategy that will strengthen citizens against poverty, resulted in the emergence of industrialisation in Nigeria. The table 2.1 below shows the profiles of ten individuals who are well known to be pioneer industrialists in Nigeria.

Table 1: Profile of early Industries and Industrialists

S/No	Names	Date of Establishment	Location	Industry
1.	T.A. Odutola	1950	Ijebu-Ode, Ibadan, Kano, Onitsha	Tyre retreading, plantations, tyres, biscuits, brewery
2.	M. Ugochukwu	1958	Lagos, Port Harcourt, Onitsha, Kaduna, Umeze	Tyre retreading, saw milling, foam, biscuits
3.	C.T. Onyekwelu	1963	Onitsha	Gramophone records
4.	J. Ade Tuyo	1955	Lagos	Bakery
5.	S.I. Fawehinmi	1953	Lagos	Furniture, saw milling
6.	J.K. Ladipo	1938	Lagos	Food processing
7.	B.E. Tejuoso	1972	Lagos	Plastic foam
8.	L. Omole	1950	Ilesha	Brewery
9.	S.O. Gbadamosi	1937	Lagos	Singlets, ceramics
10.	F.S. Okotie-Eboh	1958	Lagos, Sapele	Rubber crepe, shoes, cement

Source: Forrest (1994:56)

Furthermore, the table 1 above noted the indication that indigenous companies had begun to move into capital and skill-intensive related to industrialisation. The development emerged in the pre-independence Nigeria and gathered momentum in the 1950s and post-independence with the establishment of Gramophone records in 1963 at Onitsha and Plastic foam in 1972 at Lagos. Consequently, Agba & Odu (2012) recorded the central position of industrialisation to national economic development as a pivotal force that led to the creation of a number of policies targeted at making Nigeria an industrialised nation. Hence, the first industrial approach in Nigeria was aimed at reducing over-dependence on foreign goods and save foreign exchange through the encouragement of manufacturing of goods that were previously imported (Williams, 1965; Famade, 2009 in Agba & Odu, 2012; Mgbemene, Nnaji, & Nwozor, 2016; Ikpe, 2017). This effort by the federal government of Nigeria led to the promulgation of an Indigenization Decree in 1972 –the fore-runner of Nigerian Enterprises Promotion Decrees, that blocked foreigners from investing in certain enterprises and reserved involvement in specified trades to Nigerians. As Asaju (2015) maintained, it was meant to support local industries and build prospects for Nigerian investors to take charge of the manufacturing sector of the country’s economy. Large scale industrialisation in Nigeria was born through the Intercontinental Textile Industry, Atlantic Textile Mill, Lagos, Ajaokuta Steel Company Limited (ASCOL), The Dunlop Nigeria Plc., Michelin, and many other companies in the industrial sub-sectors. Large amount of industrialisation is paramount due to the view of Mgbemene, Nnaji, & Nwozor, (2016:301) that situated it as:

...the process of transformational changes of the human society socially and economically from an agrarian society into an industrial one. It involves vast economic and social changes such as a tendency to urbanization, a growing body of wage earners and increased technical and advanced education. Industrialization is the extensive organization of an economy for the purpose of manufacturing.

Therefore, Ikpe (2017) conceived that emerging economies have recognised industrialisation as a basic essential for socio-economic transition and transformation. It is often paramount for new states to provide the factors needed for an industrialised society because, the substitution of manual tools by engines and power tools is the sine qua non of any developed economy.

The importance of industrialisation is likened to public project that serves as a critical tool for accelerating successful development by the way it is described and emphasised (Kerzner & Kerzner, 2017). This made the operationalisation of any development framework to greatly depend on some variables which are found wanting in Nigeria. For instance, Kaplinsky (1997); Sachs (2005) and Mirakhor & Askari (2017), placed politics, social and macroeconomic stability as conditions for sustainable economic and industrial growth through a well-functioning institution rule of law, and the distribution of power within the country. FGN (2015:331) portrayed Nigeria's manufacturing sector as the type that has been plagued by a myriad of challenges, most of which predate the 21st century. It further identified these challenges to include "poor power supply, high cost of inputs and of doing business, multiple taxation, infrastructural deficit, low access to finance, institutional problems with intellectual and property rights, insecurity, low quality of 'Made in Nigeria' goods, poor information flow, and lack of synergy between the educational system and the labour market." So, NACCIMA (2012:12) and MAN (2018:1) validated this statement that "800 industries have crumpled from 2009 – 2011, and 272 firms were also closed in 2016 along 20% capacity operation due to difficult and unstable operating business environment."

As a corollary, Nigeria is seriously handicapped by the dearth of skilled labour, lack of data, good transportation facilities, confused land laws that have complicated the securing of land for factory construction. Also, one amongst the major challenges of industrialisation in the Third World is the prevalent predisposition to still believe that any approach or method originating in the developed world must be 'better' than anything designed to or produced locally.

Furthermore, there is the syndrome of delay and abandonment of industrial development projects. There are the "age-old constraints of [failed] previous industrial policies, and addressing the underlying factors that have held back manufacturing in Nigeria for decades such as, industrial infrastructure, affordable finance, industrial skills, investment climate, standards, innovation, and local patronage" (FGN, 2015:345). The commonest cause of delays and cancellation of industrial development projects and programmes in developing countries, Africa at large and Nigeria in particular is shortage

and mismanagement of funds. For example, Bawa-Bwari (2016) pointed out that the government of Nigeria had spent over \$10bn on the Ajaokuta and Delta Steel Companies, Ovia-Aladja in the last 35 years with empty results (see Appendix III). The integrated plants were envisaged to have multiplier effects on all sectors of the Nigerian economy including manufacturing, education, construction, transportation, and agricultural sectors, among others (Oluyole, 2017).

Also, the source and nature of financing strongly influence project implementation with a high percentage of local equity, as in South Korea, rarely suffer project disruption (UNIDO, 2015). Thus, in the view of Olaoye (2014), the far-reaching “infrastructures normally required to support industrialisation in Nigeria contribute significantly to the total costs, and few countries can make the investment without securing loans.” Akpoti (2018) argued succinctly that:

Ajaokuta Steel Company Limited in Kogi State Nigeria, the second largest in Africa and 12th largest iron ore in the world has not only been under lock and key, but has remained a big centre for massive looting and wastage of the nation’s resources...Russian company had to abandon the project in 1994 because Nigeria fell short of its contractual agreement by not releasing funds needed for the completion of the steel company.

To this end, industrial development demands a high level of skill, technical and organisational know-how, and systemic complexity (supply of capital goods and technical services). Therefore, poor financing, huge capital requirements, and qualitative partnerships have constituted into fundamental challenges of industrialisation in Nigeria. There is absence of capital accumulation, capacity and physical development, and applicable critical infrastructures which enhance productive activities have surfaced as hurdles to Nigerian industrial development. The only aspect of car manufacturing is assembling done by the Peugeot Assembly of Nigeria (PAN) in Kaduna before the year 2000. Furthermore, Onimode (2003:39) and Dankumo et al (2015) identified:

- i. the manipulation of debts and enforcement of policies that cheapen the value of raw materials,
- ii. little attention given to the emerging pattern despite the changing phases of manufacturing and industrial development policies,
- iii. absence of heavy industries and car manufacturing has militated against effective transfer of technology, and
- iv. Overall little level of inter-industrial networks.

Another important factor worthy of mentioning is imbalance trade policy actions put in place by advanced nations to reduce access to importation of high-value machines for developing countries (Kwanashe, 2016). Similarly, Nigerian industries import machineries by purchasing with foreign currencies contrary to obtaining them partially or wholly as done by most developed nations.

2.2 *The UNIDO and Industrialisation in Asia and Africa: A Cross-National Description.*

It is observed that there was significant change after the Second World War particularly 1960s on the assumption that national economic development is characterised by industrialisation, modernised agriculture and critical infrastructure. It is therefore worthy of note that there is no particular nation in the world which can boast to have attained a high level of socio-economic development in absence of an advanced industrial sector. Nevertheless, Bijan (2005); Kniivilä (2007); and Toffler (2013) submitted that China embraced a strategy of development that put the nation in a purposeful economic isolation, industrialisation and dominance. They noted that the country became conscious of her underdevelopment in comparison to Western countries which however made it to commence the reformation of her centrally planned and closed economy in 1978. Comparatively, Cambodia, Tunisia and Vietnam moved in one direction – around foreign direct investment and exports—and sub-Saharan African countries like Angola, Ghana, Kenya, Mozambique, Nigeria, Sierra Leone, the United Republic of Tanzania, Zambia and Zimbabwe moved in another direction of their potential for agricultural development and uncovers the diversity in their profiles in many crops and associated value chains (PricewaterhouseCoopers, 2015 cited by UNCTD, 2018). The realisation brought about a quickened growth rate in the late 20th century to the 21st century with “GDP growth rates as the highest in the world with 9.9 per cent and 10.3 per cent up from 6 per cent in the 1970s” (World Bank, 2014). As Salami & Soltanzadeh (2012) argued, the Republic of Korea’s growth approach utilises the world market’s opportunities by the mobilisation of local investors and institutions. In the view of Fujimoto (2006:1) for example;

Asia has become a global center of manufacturing during the last quarter of the 20th century. At first, Japan was the only major exporter of manufactured goods in Asia. As the yen rapidly appreciated after the Plaza Accord in 1985, newly industrialized economies (NIES) such as Korea, Taiwan, Hong Kong, and Singapore emerged as exporters of relatively standardized goods.

Until recently, the activities of international development organisations in developing countries were widely considered to be peripheral to the mainstream efforts of governments and agencies to resolve the problems of world poverty. This according to Abor & Quartey (2010) is premised on a situation that poor countries have a special feature that stands to establish different role for the government as it particularly affects economic growth. This is because poverty according to development research remains the fundamental challenge for the world economic system (Burns, 2013; UNIDO, 2013; Bankole, 2017).

In the submission of Otsuka & Sonobe (2006) and Yong (2013), since the early 19th century, livelihoods in modern societies have been built on the fundamentals of the economy through industrial revolution. Such a radical transformation of industrial structure

could be regarded as an engine and alternative route of any nation's high sustained economic development (Kim, Shim, & Kim, 1995; Imhanlahimhin, 2000). This is consequent upon the fact that industrialisation has facilitated the lifting of hundreds of millions of people around the globe out of poverty over the last 200 years with employment generation which multiply in high standard of living and rural development (Kaygusuz, 2011; Akwara, Akwara, Enwuchola, Adekunle & Udaw, 2013; Ibumajo, 2019). Yong (2013) agreed with the fact that the nations that have experienced steady economic growth with the aid of industrial development, international related-oriented services and trade were altogether the ones that struggled to reduce poverty most effectively. Subsequently:

Industrialisation is...part and parcel of the complex modernisation process. With industrialisation, socio-economic development is attributed to great advancement in technological innovation. This technological innovation that necessitates industrialisation rests in the area of large-scale energy production as well as metallurgy production. From a broad perspective, industrialisation is the organisation of an economy in a manner that allows for large-scale manufacturing (Yong, 2013).

Harris (2000) contended that the designs of imperial and colonial power which governed the world in the 19th and early 20th centuries made little provision for economic and social progress in what is referred to as the developing world. Colonial regions as designed by the Europeans were only made to be suppliers of foreign industrial raw materials, cheap labour and to lay the foundation for their industrial take-off in (the North America or Western Europe) mid-19th century (Acemoglu & Robinson, 2012; Ofor, 2018). Thus, wealth has not been equally distributed throughout the world. This resulted in the considerable differences that exist between and within countries, societies and regions and it has made development and growth to elude important segments of the population (Imhanlahimhin, 2000; Yong, 2013). Emphatically, Acemoglu & Robinson (2012:130,131) placed Africa as:

...part of the world with the institutions least able to take advantage of the opportunities made available by the Industrial Revolution. For at least the last one thousand years, outside of small pockets and during limited periods of time, Africa has lagged behind the rest of the world in terms of technology, political development, and prosperity.

On the other hand, industrialisation represents a development that involves economic and social change and the advantage of this process is "the transformation of a society from the pre-industrial stage into industrial stage" (www.ukessays.com). Japanese manufacturing firms benefited by shifting their production facilities mainly to ASEAN countries and in the 1990s, China developed as a main exporter of certain labour-intensive goods (Fujimoto, 2006).

Nonetheless, UNIDO was created in 1966 and charged with the primary responsibility

of promoting sustainable industrial development throughout the developing world in collaboration with its 171 Member States (see Appendix II). It became a specialized agency with a well-defined organisational structure of the United Nations in 1985 and its headquarters is in Vienna, and it is represented in 35 developing countries through its field offices (UNIDO, 2015) (see the structure in Appendix I). The organisation has assisted countries with transiting economies in the struggle against global economic marginalisation. Illustratively, Gelb (1999) essentially noted that sub-Saharan Africa ended the 20th century as the most aid-dependent and heavily indebted region in the world and that its economic history over the past decades can be interpreted as a process of marginalisation. In strong terms, Imhanlahimhin (2000:3, 4) asserted that industrial revolution:

...gave birth to a large middle class, political modernization through the extension of the franchise, the growth of political parties, social development, the rule of law, specialization and differentiation in different sectors of the economy (both public and private), efficiency and effectiveness, administrative competence, effective political control over administration, and the general growth and development of the economy.

Accordingly, Ali (2007); Ali (2007b) cited by Rauniyar & Kanbur (2009:3) and PAUL & Ofuebe (2020) reiterated the fact that the findings from Asian Development Bank (ADB) studies have shown that the current industrial development processes and strategies constructed an original economic situations and opportunities that are uneven. Consequently, the More Developed Countries (MDCs) emerged from vibrant economic sector and with the industrial revolution (Imhanlahimhin, 2000:3). For that reason, “UNIDO focuses its technical cooperation activities on its main thematic priority of industrializing the world” in line with the current Sustainable Development Goals (SDGs).

3. Methodology

Though the research is a qualitative one, it utilised both primary and secondary data collection method. This followed the visitation of the researchers to dilapidated major industrial estates in some parts of Nigeria for a primary data which includes some of the pictures that have been represented in the appendixes. The pictures validated one of the major findings that “Nigeria still remains a consuming economy of finished products including some raw materials” thereby facilitating the death of local industries. Thematic approach was adopted in the discussion of issues raised. Basically, analysis occurs both within the descriptive and inferential analysis and the qualitative description with thematic text are often between the two approaches (Creswell & Creswell, 2003).

We thematically described the synthesis of UNIDO support and the development of industries in Nigeria with the review of several literature. The soundness and dependability of this study is manifested in the adoption and application of the “Top-Down Theory.”

4. Theoretical Framework and Application

The “Top-Down” policy implementation theory is adopted for this study. The first attempt at presenting the model was accomplished by Pressman & Wildavsky (1973); Van Meter and Van Horn (1975); Bardach (1977), Mazmanian & Sabatier (1983; 1989) and Gholipour, Jandaghi & Fallah (2012). It was popularised in the 1980s by Sabatier, Mazmanian, Nakamura & Smallwood, and Edwards. These scholars “emphasised the importance of policy design that provided explicit policy directives, clear statements of administrative responsibilities, and more direct actions with fewer veto points.”

According to them, the model presents the most vital role in implementation of public policies by identifying the variables that affect plans. These are nature, structural and background variables. As Edwards note, four reasons which include resources, bureaucratic structure, communication, and enforcement trends influence policy implementation (Edwards, 1980 in Gholipour, Jandaghi & Fallah, 2012). The model represents a command-and-control system from the government of the day to the project.

This is because; development process itself is dictated by factors like innovation, creativity and flexibility which reorganisation becomes very important for achievement of genuine results of any developmental efforts. Therefore, the UNIDO support is very functional to successful development of industries in developing economies at large and Nigeria in particular. The top-down theory is applied in this study to defend the fact that comprehensive industrial development policy is formulated on the one hand at the —top level organisation of UNIDO and while in another development, its execution and assessment is carried out at the national level of member states respectively.

This however, applies in greater or lesser extent to all programmatic fields of activity that contains a number of individual programmes, which are implemented in a holistic manner to achieve effective outcomes and impacts. This is realised through UNIDO’s four enabling functions that entail technical cooperation; analytical and research and policy advisory services; normative, standards and quality-related activities; and partnerships convention for knowledge, networking, transfer and industrial cooperation.¹

5. UNIDO and Its Impact on Nigerian Industrialisation: A Discussion

Industrial revolution that brought a dramatic breakthrough in England around 1750 has still not extended to Africa though the whole regions in the continent have been ravaged by a standing vicious circle of the persistence and re-creation of empty economic and political frameworks. In the same vein, there was a financial assistance of €12 million from the European Union (EU) and UNIDO which was meant to assist the Federal Government

¹ The top-down model sees the starting point of implementation as this decision and identifies the central actors as most influential in producing the desired effects of the decision.

of Nigeria in implementing its strategic economic structures like Vision 20:2020, National Economic Empowerment and Development Strategy (NEEDS), Transformation Agenda, and Economic Recovery Growth Plan (ERGP) of the President Buhari’s administration with the mandate of coining policy structures to develop competitiveness, economic expansion and diversification in the non-oil-related industries. However, UNIDO stated that “Nigeria lacks an internationally recognised National Quality Infrastructure (NQI) with the capacity to ensure safety, integrity and marketability of goods and services, and the removal of technical barriers to local, regional and international trade.”

Remarkably, despite UNIDO financial and policy support, local manufacturing sector in Nigeria is technologically far behind China, India, Taiwan, Indonesia, Korea, Brazil, and Mexico basically because the country has not enjoyed any foreign policy support in her quest for accelerated industrial development. It is worrisome to know that the sector added only 4.2% to the GDP in 2010 and the progression since then is 7.6% as Purchasing Managers Index (PMI) indicated (FGN, 2015). Nigeria had only 5,300 miles of accessed roads and estimated 1,770 miles of railway track at the time of independence which is not being regularly extended and maintained couple with unpredictable weather conditions. Presently, steamer traffic on the inland waterways structure is experienced at flood time in Nigeria because the country does not have a first-class natural port except Apapa and Port Harcourt – the main reason for Apapa gridlock (see Appendix VII).

As a result, many industrial estates and manufacturing plants in Aba – Abia State; Nnewi – Anambra State; Sharada – Kano State; Ogba – Lagos State; Sango-Ota, Ifo and Shagamu – Ogun State to mention few have turned into deserts and converted to worship centres particularly in Lagos (see Appendix IV). PAN plant in Kaduna [Northern Nigeria] has also crumpled. A few key industries, such as beverages, textiles, cement and tobacco are now those that are keeping the sector floating, but even these operated at under half of their capacity due to importation (see figure 3 below).

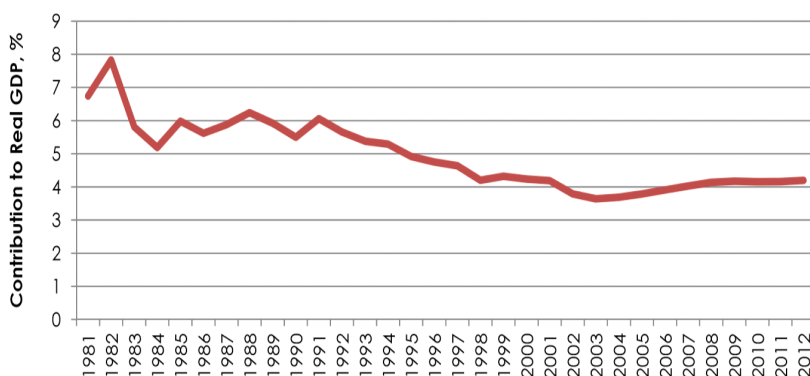


Figure 3: Manufacturing Sector Contribution to GDP in decline.

Source: National Bureau of Statistics (2015)

However, UNIDO's involvement plans spans through "industrial governance, research and statistics; Micro, Small and Medium Enterprises (MSMEs) development; Special Economic Zones (SEZs), industrial parks and private sector development; innovation, science and technology management; agro-industry and agri-business development; minerals and metals development; trade capacity building; renewable energy development, and environmental management" and Information Technology initiatives for Youth, digital technology that would support Nigeria build up and grow its industrial sector at an estimated cost of \$50 million. Though these involvement designs are robust, no definite attempt is vigorously committed to supporting the significant efforts of Nigerian government to ban importation (the hydra-headed challenge facing local industries), boost the national productivity and achievement of sustainable industrialisation through value addition, establishment of economic zones and permanent diversification of economic and productive activities for development and poverty eradication. To a reasonable extent the policy framework has been provided by UNIDO, but the technological expertise and manpower, political will, and industries that will turn around the available raw materials are lacking.

Nevertheless, Haidara (2017) claimed that during the first 15 years of the second millennium, the global economy grew at an average rate of 2.7% and the number of people living with less than \$1.25 dropped from 43% to 23%. ²This can be buttressed by the fact that even though the country is rich and naturally endowed with both material and human resources, seven (7) amongst every ten (10) Nigerians live on less than \$1 a day. In addition, although nearly all African countries witnessed impressive growth rates during the past 10 years, the impacts on poverty reduction have been unsatisfactory. The effect of this situation is pictured in the IMF document (2005) which stated that "at 5.3 percent, the rate of urbanisation in Nigeria is among the highest in the world. Since manufacturing is stagnant, there are few jobs for the growing urban population, and urban unemployment is currently estimated at 10.8 percent." This could also be a manifestation of the high levels of regional inequalities, declining agricultural productivity and manufacturing stagnation which create negative impacts on overall development. Presently, production is mainly situated in Lagos and its periphery, and to a smaller degree some other commercial centres like Kaduna, Kano, Aba, Onitsha, Sango-Ota, Shagamu.

Categorically, industries in Nigeria hardly produce exported goods and at present, manufacturing activities have declined. It is observed that 800 and industries and 272 firms have crumpled from 2009 – 2016 along 20% capacity operation. Nigerian Stock Exchange (NSE) also delisted 60 major companies in 2012 due to poor performance of their stock (see lists in Appendix VI). Also, Nigerian Textiles Mills which are essential for industrial clusters because of their clear advantages on their existence, where markets

²As it can be observed in Nigeria –the most populous, import-based and monolithic economic country in Africa, the account is in severe contrast.

are less developed with over 180 factories have turned into bush across the country (see Appendix V).

Similarly, there is high level of environmental pollution in the Niger Delta Region of Nigeria over the years due to the activities of foreign oil companies and the impact of UNIDO is not felt as it is a continuous challenge for successive governments in Nigeria. In another perspective, UNIDO's strategic framework is a resemblance of the transferred planning technique which hardly succeeds in Nigeria due to the reasons of mismanagement of resources directly related to Nigerian situation and environment, heavy reliance on foreign experts and absence of local economist in the planning process. For the time being, Nigeria is consuming finished products including some raw materials. Also, in the building of infrastructure and maintenance for instance, experts are recruited from other countries. Following these developments, it can be advanced that the UNIDO supports have not significantly impacted industrialisation in Nigeria.

6. Conclusion and Recommendations

It is indispensable to note that industrial development is a fundamental element in the measurement of contemporary economic value of Social Progress Index (SPI) and GDP because it plays a pivotal role in poverty alleviation, social stability and productive employment generation. Hence, the derivatives of the communiqué of World Summit for Social Development and the outcome of the 24th special session of the United Nations General Assembly in 2013 out which the UNIDO aggressive and all-encompassing industrialisation was borne. Nevertheless, it has emphasised the adoption of *Top-Down Approach* in the distribution of responsibilities for establishing productive job opportunities through which the marginalised member states can emerge as stakeholders in the manufacturing process.

From the above therefore, we strongly recommend:

- i. The stimulation of UNIDO framework by Nigerian government so as to significantly impact the creation of more programmes for Small and Medium-size Enterprises (SMEs) being major channels of entrepreneurship development, employment creation, innovation and socio-economic sustainable growth.
- ii. That there should be decisive political and economic will by both the Federal and States government at the development of investment and technological promotion environment, improvement of industrial domination, official and regulatory framework, data and critical infrastructure.
- iii. Sustainability of the establishments of a wide-range business-oriented institutions and organisations for the provision of collective and targeted services for other enterprises mainly in traditional sectors such as food, textiles, wood, leather, and agro-mechanism), but also in intensive economic segments like electronics and biotechnology.

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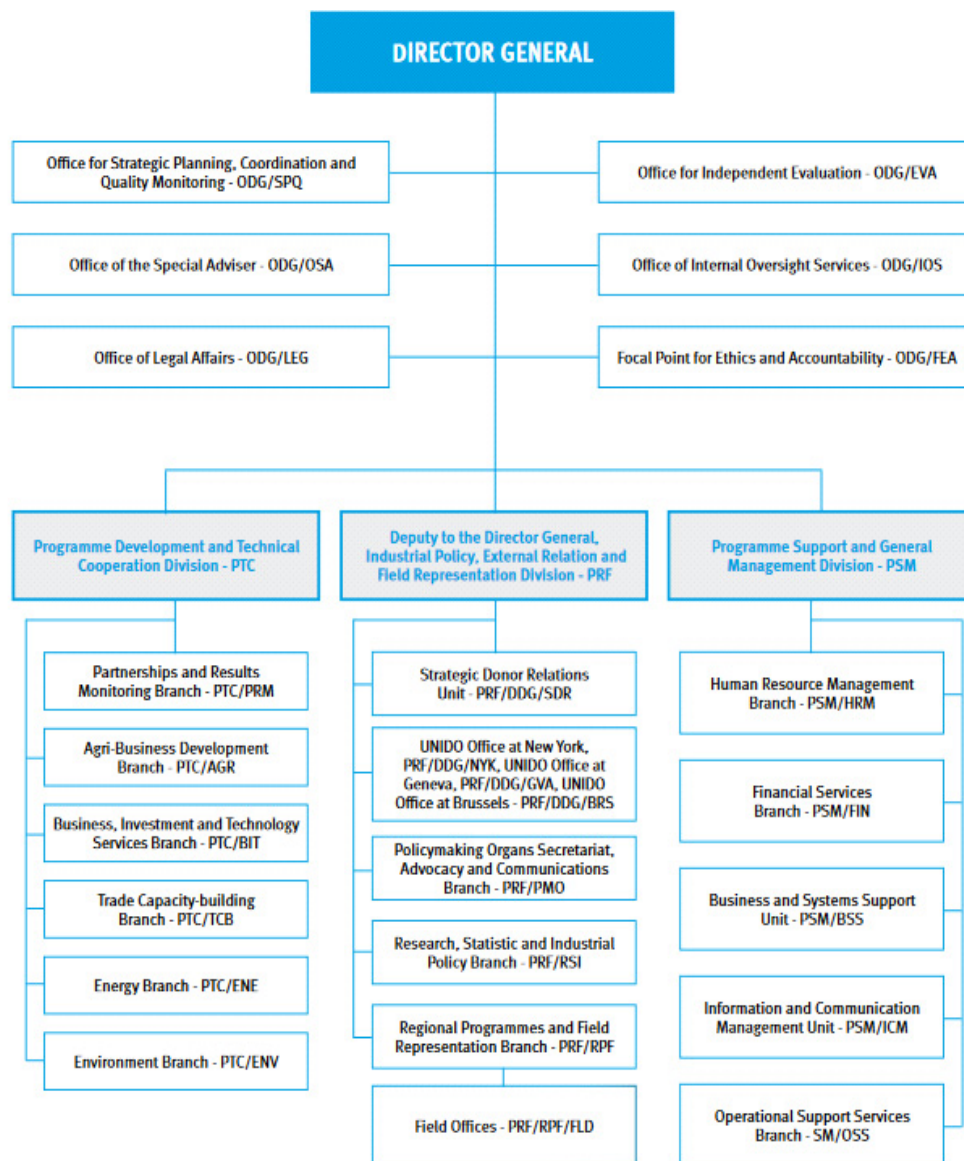
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Appendixes

Appendix I: UNIDO Organisational Structure



Source: UNIDO (2014).

Appendix II: UNIDO Member States

169 MEMBER STATES OF UNIDO¹

Afghanistan	Denmark	Libya	Serbia
Albania	Djibouti	Luxembourg	Seychelles
Algeria	Dominica	Madagascar	Sierra Leone
Angola	Dominican Republic	Malawi	Slovakia
Argentina	Ecuador	Malaysia	Slovenia
Armenia	Egypt	Maldives	Somalia
Austria	El Salvador	Mali	South Africa
Azerbaijan	Equatorial Guinea	Malta	Spain
Bahamas	Eritrea	Mauritania	Sri Lanka
Bahrain	Ethiopia	Mauritius	Sudan
Bangladesh	Fiji	Mexico	Suriname
Barbados	Finland	Monaco	Swaziland
Belarus	Gabon	Mongolia	Sweden
Belgium	Gambia	Montenegro	Switzerland
Belize	Georgia	Morocco	Syrian Arab Republic
Benin	Germany	Mozambique	Tajikistan
Bhutan	Ghana	Myanmar	Thailand
Bolivia (Plurinational State of)	Greece	Namibia	The former Yugoslav Republic of Macedonia
Bosnia and Herzegovina	Grenada	Nepal	Timor-Leste
Botswana	Guatemala	Netherlands	Togo
Brazil	Guinea	Nicaragua	Tonga
Bulgaria	Guinea-Bissau	Niger	Trinidad and Tobago
Burkina Faso	Guyana	Nigeria	Tunisia
Burundi	Haiti	Norway	Turkey
Cambodia	Honduras	Oman	Turkmenistan
Cameroon	Hungary	Pakistan	Tuvalu
Cabo Verde	India	Panama	Uganda
Central African Republic	Indonesia	Papua New Guinea	Ukraine
Chad	Iran (Islamic Republic of)	Paraguay	United Arab Emirates
Chile	Iraq	Peru	United Republic of Tanzania
China	Ireland	Philippines	Uruguay
Colombia	Israel	Poland	Uzbekistan
Comoros	Italy	Qatar	Vanuatu
Congo	Jamaica	Republic of Korea	Venezuela (Bolivarian Republic of)
Costa Rica	Japan	Republic of Moldova	Viet Nam
Côte d'Ivoire	Jordan	Romania	Yemen
Croatia	Kazakhstan	Russian Federation	Zambia
Cuba	Kenya	Rwanda	Zimbabwe
Cyprus	Kuwait	Saint Kitts and Nevis	
Czech Republic	Kyrgyzstan	Saint Lucia	
Democratic People's Republic of Korea	Lao People's Democratic Republic	Saint Vincent and the Grenadines	
Democratic Republic of the Congo	Lebanon	Samoa	
	Lesotho	Sao Tome and Principe	
	Liberia	Saudi Arabia	
		Senegal	

¹ As at 1 January 2015

Source: UNIDO (2014)

Appendix III: Ajaokuta Steel Plant



Source: Information Unit of Ajaokuta Steel Company Ltd. (2019)

Appendix IV: Company Switched to Triumphant Christian Centre, Guinness Road, Ogba, Oba-Akran, Ikeja-Lagos



Source: Field Survey (2020)

Appendix V: Textiles Companies Turned Deserts in Kaduna



Source: Field Survey (2019)

Appendix VI: Official List of Delisted Companies in Nigeria

S/N	COMPANY	DATE DELISTED	REASON FOR DELISTING
1	IMPRESIT BAKOLORI PLC	2002	Voluntary
2	DUMEZ NIGERIA PLC	2002	Regulatory: NSE
3	CFOA NIGERIA PLC	2007	Voluntary
4	ACEN INSURANCE PLC	2008	Regulatory: NAICOM
5	ATLAS NIGERIA PLC	2008	Regulatory: NSE
6	CERAMICS MFG. COY. PLC	2008	Regulatory: NSE
7	AMICABLE INSURANCE PLC	2008	Regulatory: NAICOM
8	BAICO INSURANCE PLC	2008	Regulatory: NAICOM
9	BEVERAGES (WA) NIG. PLC	2008	Regulatory: NSE
10	ENPEE PLC	2008	Regulatory: NSE
11	TATE INDUSTRIES PLC	2008	Regulatory: NSE
12	MAUREEN LAB. PLC	2008	Regulatory: NSE
13	RIETZCOT NIGERIA PLC	2008	Regulatory: NSE
14	INTRA MOTORS NIG. PLC	2008	Regulatory: NSE
15	AVIATION DEV. COY. PLC	2008	Regulatory: NAICOM
16	GROMMAC INDUSTRIES PLC	2008	Regulatory: NSE

17	ONWUKA HI-TEK. PLC	2008	Regulatory: NSE
18	NIGERIAN LAMPS PLC	2008	Regulatory: NSE
19	NIGERIAN YEAST & ALCAHOL MFG. PLC	2008	Regulatory: NSE
20	SECURITY ASS. PLC	2008	Regulatory: NAICOM
21	SUN INSURANCE PLC	2008	Regulatory: NAICOM
22	NIGERIAN TEXT. MILLS PLC	2008	Voluntary
23	FOOTWEAR MFG. PLC	2009	Regulatory: NSE
24	FERDINAND OIL MILLS PLC	2009	Regulatory: NSE
25	CHRISTLIEB PLC	2009	Regulatory: NSE
26	BCN PLC	2009	Regulatory: NSE
27	LIZ-OLOFIN & COY. PLC	2009	Regulatory: NSE
28	OLUWA GLASS COY. PLC	2009	Regulatory: NSE
29	ASABA TEXTILE MILLS PLC	2009	Regulatory: NSE
30	ABOSELDEHYDE LAB. PLC	2009	Regulatory: NSE
31	EPIC DYNAMIC PLC	2009	Regulatory: NSE
32	FADMAD PLC	2009	Regulatory: NSE
33	ABA TEXTILE MILLS PLC	2009	Regulatory: NSE
34	AFPRINT PLC	2010	Regulatory: NSE
35	INCAR PLC	2010	Voluntary
36	NIGERCEM PLC	2011	Regulatory: NSE
37	DAILY TIMES PLC	2011	Regulatory: NSE
38	ALBARKA AIRLINE PLC	2011	Regulatory: NSE
39	FOREMOST DAIRIES PLC	2011	Regulatory: NSE
40	WIGGINS TEAPE NIG. LC	2011	Regulatory: NSE
41	OKITIPUPA OIL PALM PLC	2011	Regulatory: NSE
42	FIRST CAP. INV. & TRUST PLC	2011	Regulatory: NSE
43	FLEXIBLE PACKAGING PLC	2011	Regulatory: NSE
44	NEWPAK PLC	2011	Regulatory: NSE
45	KRABO NIGERIA PLC	2011	Regulatory: NSE
46	TROPICAL PETRO. PLC	2011	Regulatory: NSE
47	NIGERIAN BOTTLING COY PLC	2011	Voluntary
48	NAMPAK PLC	2011	Voluntary
49	UNITED NIG. TEX. PLC	2011	Voluntary
50	BANK PHB PLC	2011	Nationalised: CBN
51	AFRIBANK PLC	2011	Nationalised: CBN
52	SPRING BANK PLC	2011	Nationalised: CBN
53	INTERCONTINENTAL BANK PLC	2011	Merged with Access Bank Plc.
54	OCEANIC BANK PLC	2011	Merged with ETI
55	FINBANK PLC	2011	Merged with FCMB Plc.
56	ECOBANK PLC	2011	Absorbed by ETI: Now Ecobank Nigeria Ltd
57	ABPLAST PLC	2012	Regulatory: NSE
58	UDEOFOSIN GARMENT PLC	2012	Regulatory: NSE
59	HALLMARK PAPER PRODUCT PLC	2012	Regulatory: NSE
60	BACGO BAG PLC	April 11, 2013	Merged with Flour Mills Plc
61	CRUSADER NIGERIA PLC	May 13, 2013	Merged with Custodian & Allied Insurance Plc.
62	WEST AFRICAN ALUMINIUM PLC	June 3, 2013	Regulatory: NSE
63	NIGERIAN WIRE INDUSTRY PLC	Jun2 3, 2013	Regulatory: NSE

Source: Nigerian Stock Exchange (2014)

Appendix VII: Apapa Seaport Gridlock



Source: Field Survey (2020)