

## **Delta State Economy**

1. Delta State with Asaba as its capital City, is one of the six States that make up what is today known as the South- South Geo Political Zone of Nigeria. The State was created on August 27, 1991 out of the former Bendel State. The State covers a landmass of about 18,050km<sup>2</sup> of which 40% is riverine and marshy. It is situated between longitude 5° 00'E and 6°00'E and latitude 5° 00'N and 6°30'N. With a coastline of approximately 163km on the Atlantic Ocean. It is bounded in the East by Anambra and Rivers States, on the North by Edo State, North-West by Ondo State and South by Bayelsa State and the Atlantic Ocean. The land area of the State comprises of Rain Forest57%, Mangrove Swamp Forest33% and Fresh Water10%. The State currently consists of 25 local government areas that operate under 3 senatorial districts and has Anioma, Urhobo, Isoko, Itsekiri and Ijaw as the major ethnic groups.
2. With an estimated population of 6.25m as at 2022 (projected at 2.61% growth rate from earlier projection published in 2017, the State is about 3.0% of Nigeria's population. The State occupies about 1.9% of the country's land mass and produces over 30% of the Country's oil output having about 52% of the 159 oilfields comprising of 1,481 oil wells in the country. Delta State oil production currently accounts for a significant amount of Nigeria's foreign exchange earnings and government revenue.
3. In Delta State, a variety of resources abound and this has conferred the State a significant comparative advantage over other States. The Economy of Delta State is diverse and is largely driven by crude oil earnings. The State has huge potentials in the formal and informal sectors and they include among others Agriculture, Tourism and Entertainment, Commerce and Industry. These were hitherto underdeveloped because of over dependence on crude oil.
4. The size of Delta State economy has risen from 2.96 trillion naira in 2015 to 4.4 trillion naira in 2020 that is by 51% after the impact of the recession between 2015 and 2016 in Nigeria. The recorded impressive economic performance is attributed to the sound economic governance, fiscal prudence and effective implementation of sector policies and programme by the current Government.
5. I Delta State Vision 2020(2011-2020) Published by Delta State Ministry of Economic Planning.  
II Report on the Delta State Gross Domestic Product (GDP2013-2017 published by Delta State Ministry of Economic Planning.  
III Investment Opportunities in Raw Materials and Manufacturing- A Publication by Delta State Investments Development Agency (DIDA).

IV Recently Conducted Delta State Gross Domestic Product Survey for 2018 and 2019 by the Delta State Ministry of Economic Planning in collaboration with NBS, Abuja.

V <https://en.n.m.wikipedia.org/wiki/delta>.

VI Report on Recently Concluded Delta State Gross Domestic Product for 2020 by the Delta State Ministry of Economic Planning in collaboration with NBS, Abuja.

#### **Table: 4**

##### **Delta State GDP at Current price**

<b>S/N</b>	<b>YEAR</b>	<b>GDP AT CURRENT PRICE</b>
1.	2016	2,895,425.26
2.	2017	4,057,812,28
3.	2018	4,963,492,17
4.	2019	5,108,536,05
5.	2020	4,425,031,56

6. From the GDP computation in 2020, Services is the second major contributor to GDP after the Oil Sector. Agriculture is the third major sector while manufacturing is the least contributor.

#### **Table: 5**

##### **Delta State GDP composition 2020%**

<b>S/N</b>	<b>SECTOR</b>	<b>% COMPOSITION</b>
1.	AGRICULTURE	13.22
2.	CRUDE OIL & GAS	47.54
3.	MANUFACTURING	5.02
4.	ALL SERVICES	34.22
	<b>TOTAL</b>	<b>100.00%</b>

7. Successive G.D.P. report continue to show that Crude Petroleum and Natural Gas economic activities remain the determinant of the State as it dominates with a wide margin. Normally Agriculture and all Services contribution is 47.44% together despite the that they employ the bulk of the State work force.
8. Delta State growth rate at basic price between 2016 and 2017 increased by 40.15%, similar increases were observed between 2017 and 2018 at 22.32% and between 2018 and 2019 at 2.29% but a decrease was observed between 2019 and 2020 at 13.38%.
9. The growth rate of 40.15% between 2016 and 2017 is attributed to increase in production of Crude Oil in the State, following the peace of the Niger Delta which coincided with sharp

price in oil price at the international market. The loss incurred at 2020 was due to the impact of covid-19 which slowed down Economic activities as 28 out of 42 activities recorded negativity.

10. Table 6 show detail of the Delta State GDP (2016 – 2020)

**Table: 6 Delta State Gross Domestic Product (GDP) 2016 – 2020 by Percentage**

Economic Activity	2016	2017	2018	2019	2020
AGRICULTURE	17.98	13.62	9.80	11.42	13.22
1. Crop Production	13.99	10.96	7.46	9.07	10.53
2. Livestock	2.49	1.46	1.23	1.11	1.12
3. Fishing	0.50	0.38	0.31	0.34	0.40
4. Forestry	0.98	0.82	0.79	0.91	1.17
MINING AND QUARRYING	36.99	49.32	56.76	53.56	47.54
5. Crude Petroleum and Natural Gas	36.94	49.29	56.72	53.52	47.50
6. Coal Mining					
7. Metal Ores					
8. Quarrying and Other Minerals	0.04	0.03	0.04	0.04	0.04
MANUFACTURING	7.48	5.56	4.67	4.75	5.02
9. Oil Refining	3.09	0.85	0.69	0.67	0.75
10.Cement					
11.Food Beverage and Tobacco	1.37	2.00	1.65	1.78	2.09
12.Textile Apparel and Footwear	1.34	1.40	1.14	1.03	0.90
13.Wood and Wood Products	0.47	0.36	0.35	0.42	0.48
14. Pulp Paper and Paper Products	0.02	0.03	0.03	0.03	0.02
15.Chemical and Pharmaceutical Products	0.06	0.19	0.19	0.21	0.25
16.Non-Metallic Product	0.49	0.32	0.26	0.28	0.23
17.Plastic and Rubber Products	0.23	0.19	0.16	0.17	0.14
18.Electrical md Electronics	0.01	0.00	0.00	0.00	0.00
19.Basic metal Iron and Steel	0.31	0.10	0.09	0.08	0.07
20.Motor Vehicles and Assembly	0.01	0.03	0.03	0.03	0.04
21.Other Manufacturing	0.08	0.07	0.07	0.06	0.05
22.ELECTRICITY GAS STEAM AND AIR CONDITIONING SUPPLY	3.57	3.25	2.64	2.70	3.25
23.WATER SUPPLY SEWERAGE WASTE MANAGEMENT AND REMMIDIATION	0.14	0.11	0.10	0.12	0.15
24.CONSTRUCTION	1.04	0.98	0.93	1.08	1.09
25.TRADE	5.71	5.08	4.76	5.51	5.29
26.ACCOMMODATION AND FOOD SERVICES	0.38	0.27	0.26	0.16	0.08
TRANSPORTATION AND STORAGE	2.45	1.83	1.59	1.62	1.65
27.Road Transport	2.26	1.70	1.48	1.51	1.53
28.Rail Transport & Pipelines					
29.Water	0.02	0.02	0.02	0.02	0.02
30.Air Transport	0.07	0.06	0.05	0.05	0.05
31.Transport Services	0.06	0.04	0.04	0.03	0.03
32.Post Courier Services	0.03	0.02	0.01	0.01	0.02
INFORMATION AND COWWNICATION	13.42	9.74	9.45	9.62	12.01
33.Telecommunications	8.71	6.13	6.17	6.31	8.15
34.Publishing.	0.04	0.03	0.02	0.02	0.02
35.Motion Pictures Sound Recording and Music Production	1.81	1.36	1.08	1.14	1.27
36.Broadcasting	2.86	2.23	2.17	2.14	2.57
37.ARTS.	0.12	0.09	0.05	0.06	0.06
FINANCIAL AND INSURANCE	2.59	1.96	1.65	1.66	2.12
38.Financial Institution	2.08	1.58	1.35	1.36	1.83
39.Insurance	0.50	0.37	0.31	0.30	0.28
40. REAL ESTATE	1.51	1.26	1.22	1.58	1.66
41. PROFESSIONAL SCIENTIFIC AND TECHNICAL SERVICES	0.90	2.29	1.74	1.89	2.03
42. ADMINISTRATIVE & SUPPORT SERVICES	0.03	0.02	0.02	0.02	0.02

43. PUBLIC ADMINISTRATION	2.03	1.52	1.57	1.42	1.90
44. EDUCATION	2.12	1.80	1.62	1.63	1.56
45. HUMAN HEALTH AND SOCIAL SERVICES	0.74	0.53	0.45	0.43	0.55
46. OTHER SERVICES	0.79	0.76	0.74	0.76	0.80
GDP Current Basic Price	100.0	100.0	100.0	100.0	100.0
Growth Rates	-2.24	40.15	22.31	2.92	-13.38

**Table: 7 Delta State Gross Domestic Product (GDP) 2016 – 2020.**

Economic Activity	2016	2017	2018	2019	2020
AGRICULTURE	520491.66	555855.81	486459.87	583474.15	584833.34
1. Crop Production	405204.41	444937.97	370317.52	463090.52	465736.75
2. Livestock	72222.47	59264.52	61280.14	56957.22	49745.87
3. Fishing	14550.43	15562.28	15489.57	17113.97	17783.82
4. Forestry	28514.37	33096.04	39372.64	46312.44	51566.90
MINING AND QUARRYING	1070935.20	2001492.20	2817110.89	2735990.42	2103636.45
5. Crude Petroleum and Natural Gas	1069650.71	2000109.13	2815131.39	273407031	2101854.35
6. Coal Mining					
7. Metal Ores					
8. Quarrying and Other Minerals	1284.49	1383.07	1979.49	1920.11	1782.10
MANUFACTURING	216527.76	225446.62	231604.89	242836.43	222311.78
9. Oil Refining	89416.78	34507.58	34435.50	34294.71	33054.01
10.Cement					
11.Food Beverage and Tobacco	39743.60	81296.04	81870.96	90783.42	92587.88
12.Textile Apparel and Footwear	38751.97	56721.45	56654.83	52438.90	39901.72
13.Wood and Wood Products	13674.57	14598.38	17409.19	21287.93	21300.28
14. Pulp Paper and Paper Products	572.00	1310.91	1311.00	1420.34	1091.85
15.Chemical and Pharmaceutical Products	1798.72	7553.90	9572.11	10487.71	10916.98
16.Non-Metalic Product	14072.53	13051.88	13056.34	14335.87	10047.62
17.Plastic and Rubber Products	6708.75	7692.94	8076.64	8826.62	6414.49
18.Electrical and Electronics	187.00	159.85	168.61	181.32	142.71
19.Basic metal Iron and Steel	8986.21	4246.33	4282.27	4315.25	2967.24
20.Motor Vehicles and Assembly	281.28	1298.69	1298.87	1644.63	1656.53
21.Other Manufacturing	2334.33	3008.66	3468.86	2819.74	2230.49
22.ELECTRICITY GAS STEAM AND AIR CONDITIONING SUPPLY	103451.63	131694.73	131102.11	138050.52	143846.95
23.WATER SUPPLY SEWERAGE WASTE MANAGEMENT AND REMEDIATION	3922.28	4634.52	4889.25	6311.82	6541.01
24.CONSTRUCTION	29986.50	39884.70	46006.83	54949.00	48173.88
25.TRADE	165265.51	206136.39	236384.96	281302.53	234009.31
26.ACCOMMODATION AND FOOD SERVICES	11105.97	10829.59	12903.23	8404.08	3387.37
TRANSPORTATION AND STORAGE	71012.96	74354.38	78926.15	82909.88	72985.75
27.Road Transport	65460.35	69028.60	73303.68	77059.36	67731.08
28.Rail Transport & Pipelines					
29.Water	712.11	634.39	780.28	844.34	770.54
30.Air Transport	2058.31	2239.13	2349.73	2475.34	2265.07
31.Transport Services	1815.84	1761.67	1762.05	1769.45	1470.83
32.Post Courier Services	966.35	690.60	730.41	761.38	748.23
INFORMATION AND COMMUNICATION	388637.06	395252.47	468931.64	491308.33	531469.13
33.Telecommunications	252187.79	248621.83	306428.61	322468.82	360842.19
34.Publishing.	1036.56	1047.22	1033.30	1181.16	718.35
35.Motion Pictures Sound Recording and Music Production	52521.61	55088.95	53527.81	58475.93	56376.62
36.Broadcasting	82891.10	90494.46	107941.93	109182.42	113531.97
37.ARTS.	3571.81	3776.23	2605.30	3155.07	2615.46
FINANCIAL AND INSURANCE	74943.27	79411.62	82059.29	84642.95	98620.25
38.Financial Institution	60328.76	64211.25	66854.71	69.387.96	81197.79

39. Insurance	14614.52	15200.37	15204.88	15254.99	12422.46
40. REAL ESTATE	43859.06	51059.96	60364.49	80910.71	73558.69
41. PROFESSIONAL SCIENTIFIC AND TECHNICAL SERVICES	26180.07	93122.55	86166.92	96346.09	89680.59
42. ADMINISTRATIVE & SUPPORT SERVICES	950.63	990.43	927.47	977.67	960.80
43. PUBLIC ADMINISTRATION	58736.79	61487.62	78067.71	72766.11	84288.06
44. EDUCATION	61399.20	72899.99	80216.24	83272.15	69242.27
45. HUMAN HEALTH AND SOCIAL SERVICES	21563.06	21590.72	22281.52	22133.90	24332.83
46. OTHER SERVICES	22884.06	30891.76	36483.42	38794.25	35537.65
GDP Current Basic Price	2895425.26	4057812.8	4963492.17	5108536.05	4425031.56
Growth Rates	-2.24	40.15	22.32	2.92	-13.38

## SECTIONAL GROWTH ANALYSIS

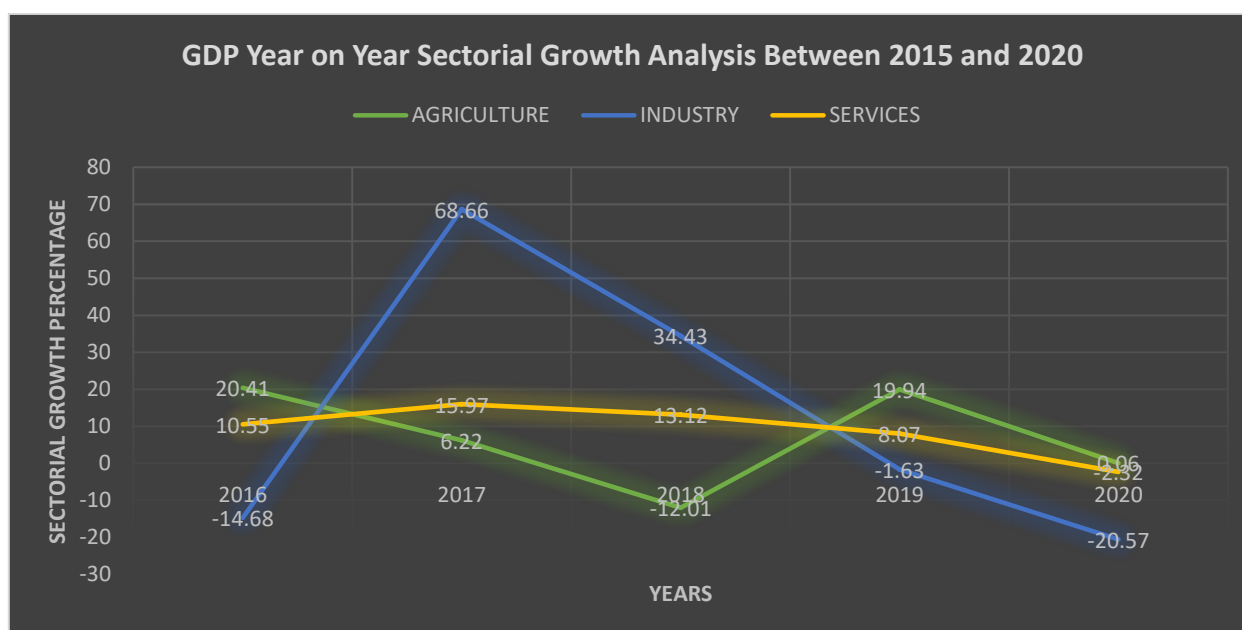
Table 7

SECTOR	2015	2016	2017	2018	2019	2020
AGRICULTURE	432271.05	520494.66	553855.81	486459.87	583474.15	584833.34
INDUSTRY	1670000.61	1424823.37	2403152.77	3230713.93	3178138.19	2524510.07
SERVICES	85943108	950110.22	1101803.70	1246318.33	1346923.71	1315688.16

TABLE 8

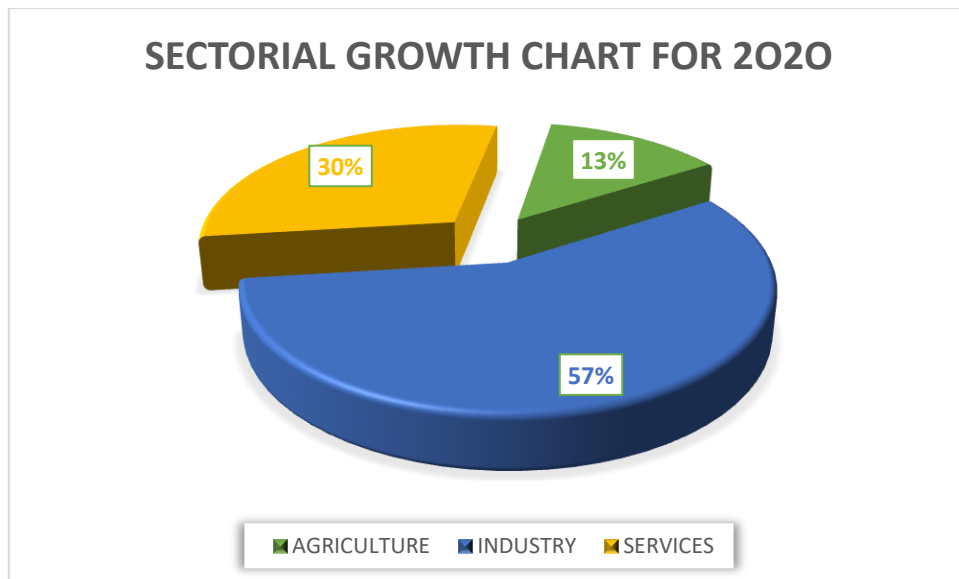
SECTOR	2016	2017	2018	2019	2020	AVERAGE
AGRICULTURE	20.41	6.22	-12.01	19.94	0.06	6.924
INDUSTRY	-14.68	68.66	34.43	-1.63	-20.57	13.242
SERVICES	10.55	15.97	13.12	8.07	-2.32	9.078

11. FIGURE-1



The average growth rate between 2016 and 2020 in the three sectors (Agriculture, Industrial and Services Sectors) are as follows: Agriculture 6.924%; Industrial 13.242%; and Services 9.078%.

12. **FIGURE-2**



13.