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The iHub & State of Internet in Kenya

Presentation By:

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6th November 2014



- Nairobi Tech Hacker Space with focus on young entrepreneurs, programmers, designers, researchers investors and VC funders.
- Started in March 2010
- Proposed in grassroots tech mailing list & meet ups
- Membership: 3 Membership Schemes- 13K + members
- 40+ Startups in 1st Year Alone

Expansion from 1 to 7 Spaces in a span of 3 years:

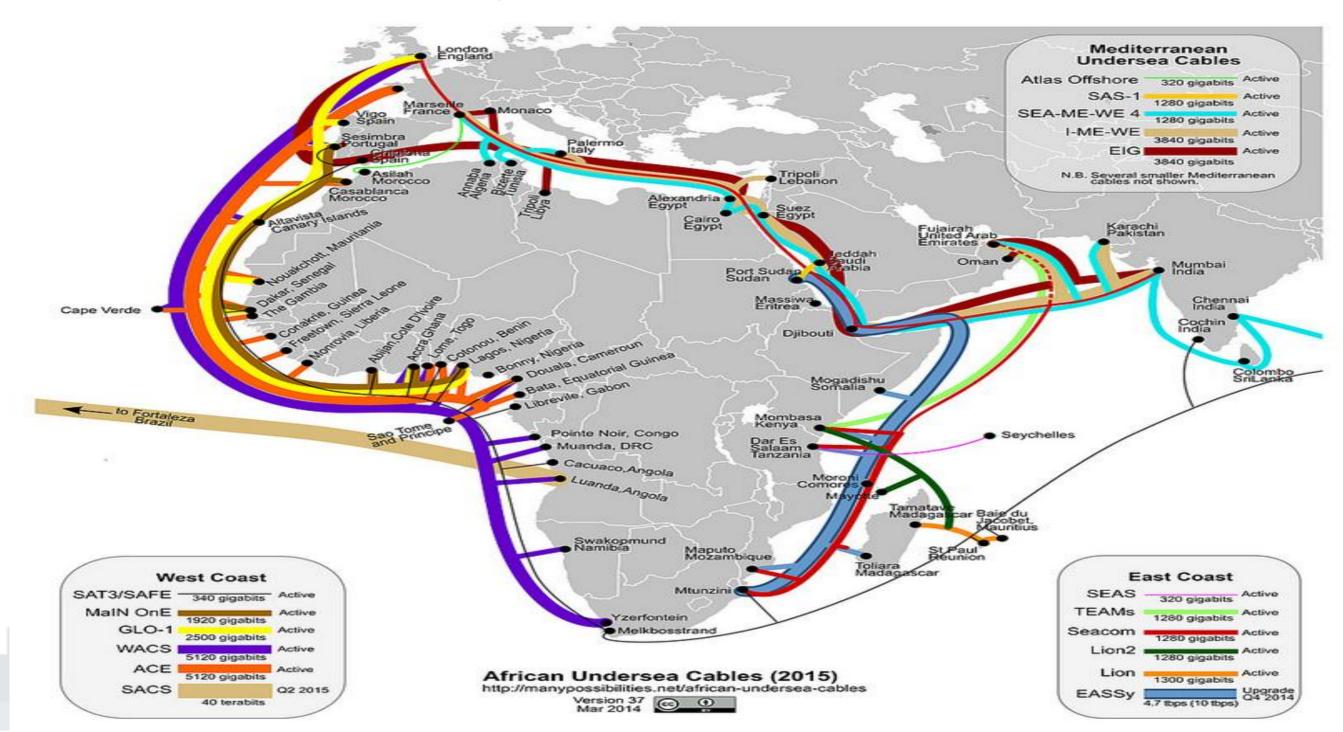
- iHub: Tech Community http://ihub.co.ke
- iHub Research & Consulting
- m-Lab: Mobile applications incubation space <u>http://mlab.co.ke</u>
- UX Lab: User interface design lab

Expansion from 1 to 7 Spaces in a span of 3 years:

- BRCK: Project to develop portable wireless device to bridge internet connectivity in remote areas. <u>http://brck.com</u>
- AkiraChix: Initiative for women& girls in ICT <u>http://akirachix.com</u>
- Ushahidi*: Crowdsourced incidence response app. Founded the iHub: <u>http://ushahidi.com</u>

Internet in Kenya

Over last 5 years Internet growth has profoundly affected Kenya in general and iHub in particular.



Quick Stats

- **Population:** 45m (Estimate for 2014)
- Internet Users:
 - > 22.3m or 49.5 % of population (2014)
 - > 99% access Internet on mobile

2.045 million FB users – 4.7% (2013) Source: Internetworldstats & CAK Sector Statistics

Average Home Broadband Download Speed: 7.2
Mbps (2014) Source: Netindex

Mobile Subscribers:

- ➤ 32.2 million users 72% of population
- 26.6 million mobile money subscribers 59% of population

Quick Stats...

Internet Freedom:

- > 28th freest in the World
- No state sanctioned content censorship
- Unfettered freedom of expression online esp in social media with the only exception being hate speech propagation.

Source: Freedom House

Growth Factors

- Liberalization of the telecoms sector (circa 2000-2004)
- Infrastructure: Establishment of undersea marine fibre optic network (2009-Present) & Internet Exchange Point (IXP) lowered cost of bandwidth for ISPs.
- Content: Almost No regulation of online content.
- Political Will: ICT sector forms part of government's vision for a middle income economy in 2030.
- Entrepreneurship: Kenyans are highly entrepreneurial and have taken advantage of

Impediments

- Lots of room for improvement! ③
- Bandwidth costs are still very high: 100-150 USD per megabit! Most individuals and SMEs can't afford this!
- Connectivity: Most parts of country are still offline
- Content Creation: Market is predominantly consumes content especially from US Internet firms (Google, Facebook, Twitter). More local content creation needs to be encouraged.

References

•Communication Authority of Kenya (CAK) Sector Statistics (Fourth Quarter 2013-2014): http://ca.go.ke/images/downloads/STATISTICS/Q4Sect orStatisticsReport2014-2013FINAL.pdf

 World Internet Stats: <u>http://www.internetworldstats.com/africa.htm#ke</u>

•NetIndex: http://www.netindex.com/download/2,128/Kenya/

•Freedom House: http://www.freedomhouse.org/report/freedomnet/2013/kenya#.VFaVWlu3jC4

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