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**THE DEVELOPMENT OF FINANCIAL  
MARKETS IN NAMIBIA  
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Financial markets in Namibia are still at a rudimentary stage of development. The reasons for the most important impediments are analysed, with emphasis of Namibia's present exchange rate arrangement with free capital flows among the CMA countries. The close financial relationship that exist with South Africa is of particular importance. An effort is made to identify some important principles on which a development strategy for financial markets should be based. A number of practical steps are then suggested for gradually building up those segments of the financial markets in Namibia that can be useful for the development of the economy. The role of the most important stakeholders which are the Government, commercial banks and the Central Bank, is explored.