

# Property Rights and Artisanal Diamond Development (PRADD)

USAID's Project to Support the Kimberley Process

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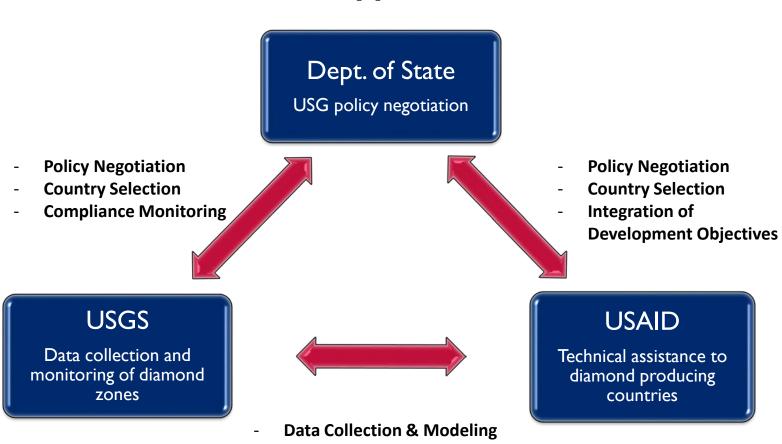


#### Context, Objectives and Approach of PRADD

- Joint USAID/Dept. of State initiative to assist countries to comply with the Kimberly Process Certification Scheme (KPCS)
- Approximately \$2.5 million per year over 5 years
- Two objectives:
  - Increase the percentage of diamonds entering legal chain of custody
  - Increase the benefits from diamond mining that accrue to mining communities
- A key element of PRADD's approach is to clarify and strengthen property rights

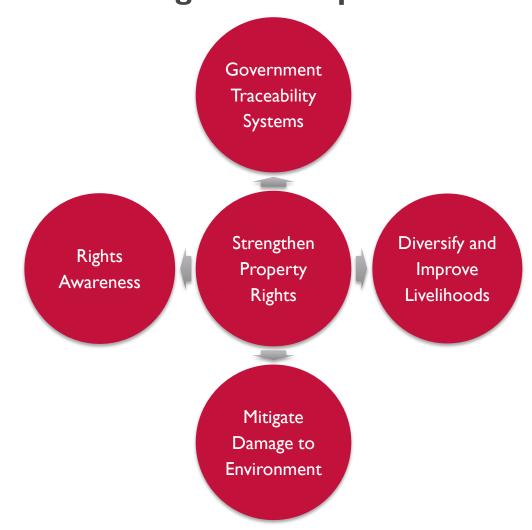


#### Whole of Government Approach to KPCS





### **PRADD** has Five Program Components





#### **Property Rights Challenges in ASM Sector**

- Competing tenure systems
- Poor legal protections
- Lack of clarity regarding surface and sub-surface rights
- Poor documentation and mapping of artisanal mining claims
- Overlapping boundaries





#### Impacts of Insecure Tenure on ASM

- Conflict
  - Artisanal miner vs. Artisanal miner
  - Artisanal miner vs. Local communities
  - Artisanal miner vs. Industrial-scale mining interests
  - Artisanal miner vs. Government
- Low investment
  - By miners
  - By local community
  - By outside financiers
- Environmental damage
- Difficulty in establishing mine-to-export traceability



#### Why focus on property rights of artisanal miners?

- Informs where diamonds are being extracted from
- Minimizes land and resource disputes
- Improves security of investments
- Encourages rehabilitation of mining sites
- Informs where proceeds from mineral exports should be reinvested





#### **PRADD Property Rights Methodology**

• Participatory rural appraisals

Produce maps of land and related mining claims

• Stakeholder validation of claims

Production of a geo-referenced database

Issuance of property rights certificates



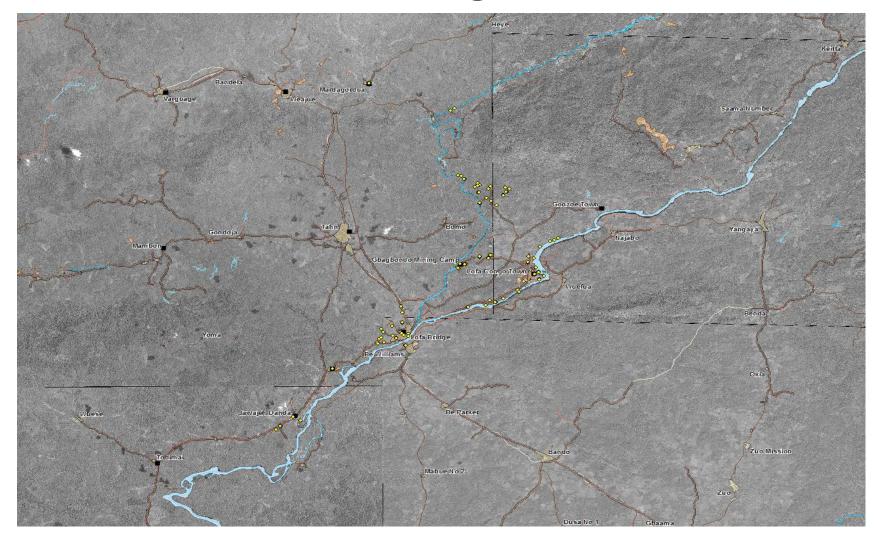


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#### GIS Database/Artisanal Mining Cadaster





#### **Other PRADD Activities**

- Improve tracking of diamond production and sales
  - Artisanal mining cadaster
  - Legal and policy reform
- Alternative livelihoods & environmental rehabilitation
  - Introduction of alternative land uses on mine sites
  - Diamond valuation training & workrooms
  - Equipment rental pools
- Establishing direct supply chain with private sector
- Improve access and availability of information
  - Radio campaign and film





#### **Alternative Livelihoods & Environmental Rehabilitation**







#### **Diamond Valuation**





#### **Equipment Rental Pools**







#### **Direct Supply Chain with Private Sector**





#### Results from PRADD/CAR

- 3,871 "certificates of customary tenure" issued
- Mining-related conflicts reduced from 142 to only 4 – courts consulting PRADD database
- HH survey indicates increased perception of tenure security
- Over 650 mining sites rehabilitated
- Legal diamond production from PRADD's intervention areas increased from 16,304 carats in 2010 to 74,824 in 2011







#### **Future of PRADD**

- 5-year (\$20 million) task order being prepared (2013 – 2018)
- Objective: Assist diamond producing countries with KP compliance while also improving livelihoods in ASM communities
- Country focus: Cote d'Ivoire,
   Guinea & possibly CAR
- Leverage Partnerships: European Union, Gemological Institute of America, and private sector





#### **Elevating the Development Agenda**

- Artisanal Mining and Development Conference June 2012
- Adoption of Washington Declaration November 2012
  - Endorsement of development principles and best practices
- Development of Washington Declaration Assessment Framework - 2013
  - Diagnostic tool to assess country status and progress towards principles and policies outlined in Washington Declaration



## Thank you!

For more information on USAID's Land Tenure and Property Rights Portfolio Visit:

http://usaidlandtenure.net/