



Tenure Risk in Agricultural Investments

Lessons from Global Analysis and Implications for Due Diligence

Responsible Land Based Investments in the Agricultural Sector

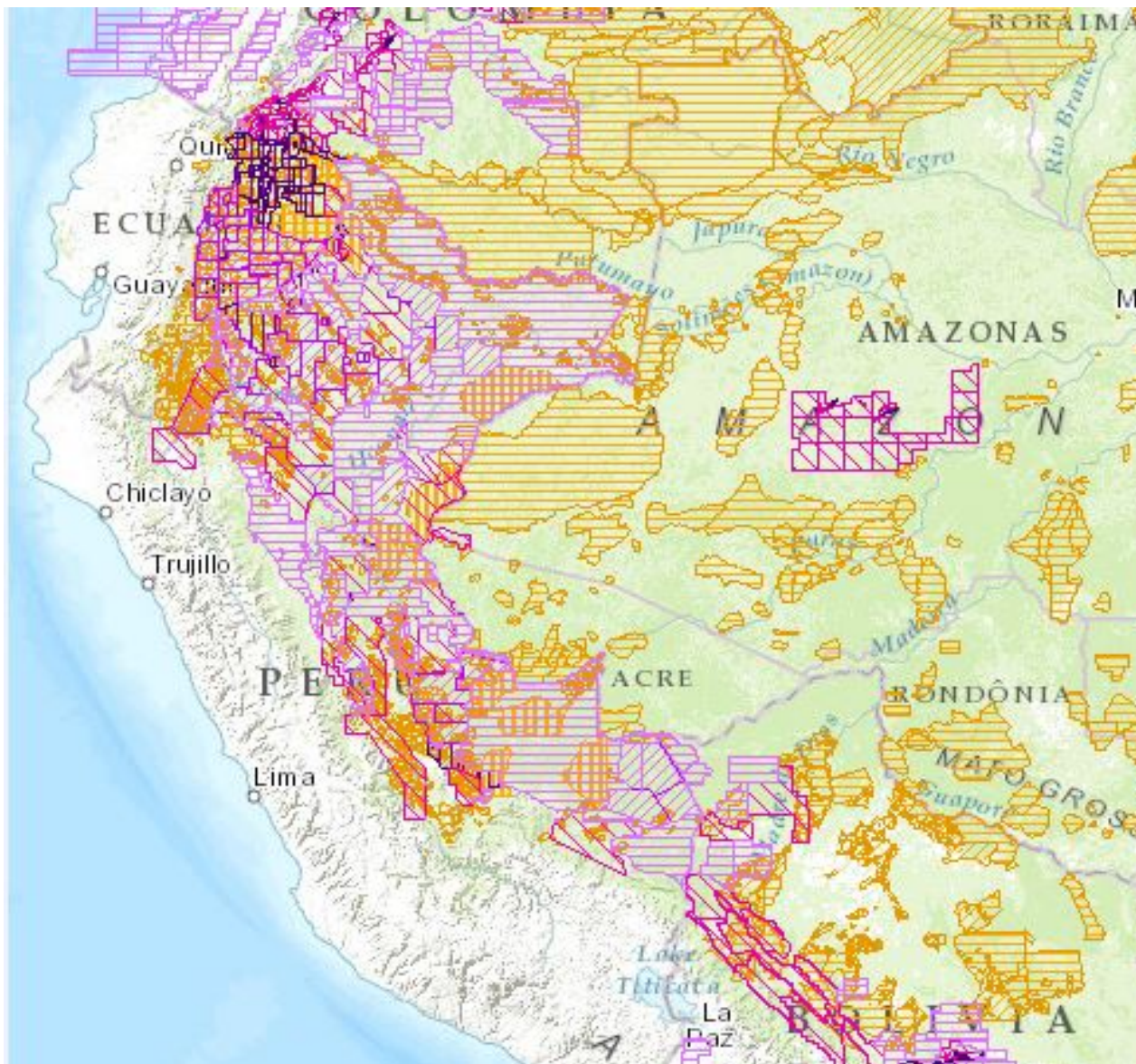
Bryson Ogden – RRI

Yangon, Myanmar

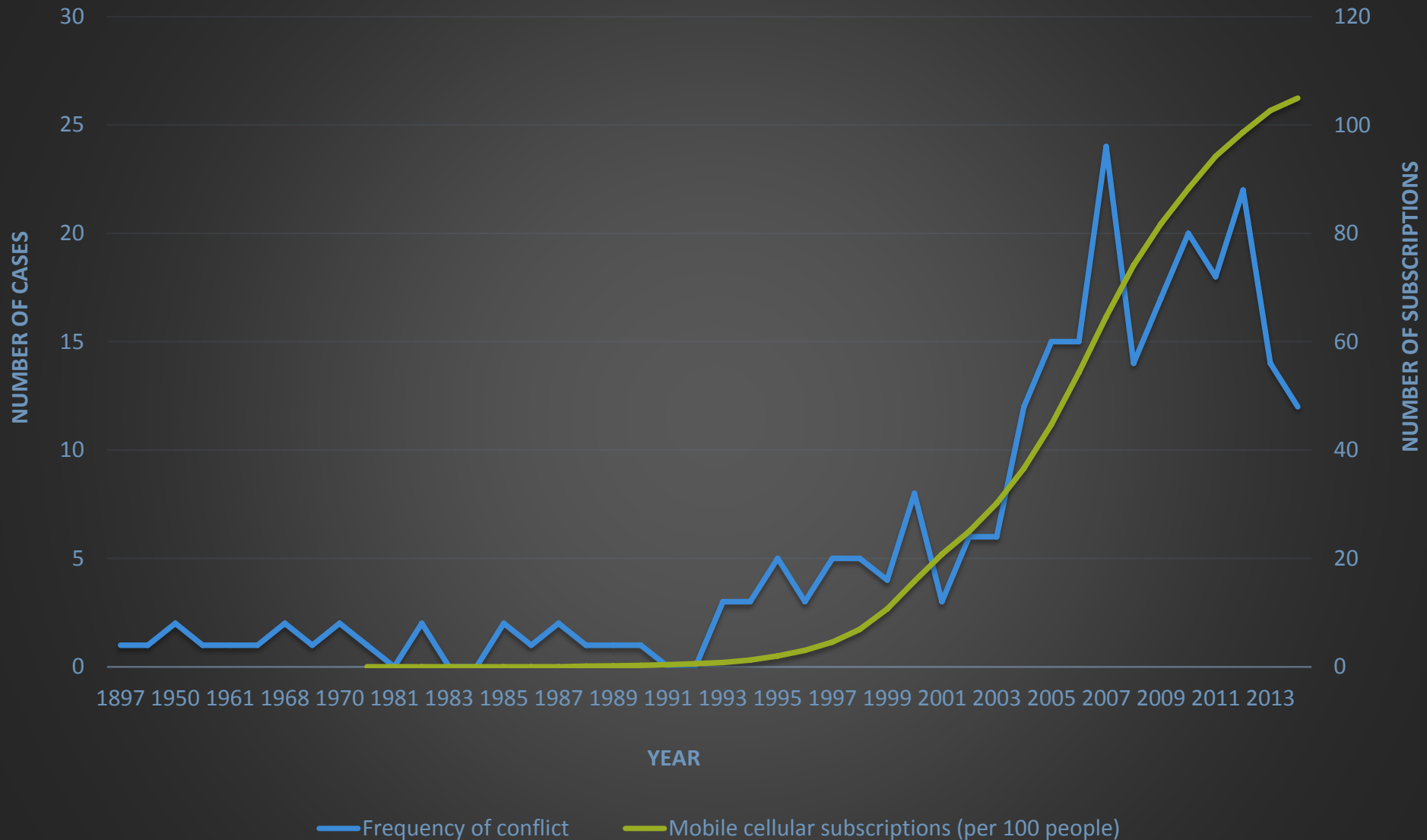
Tuesday, 14 June 2016



No such thing as a “clean concession” or “idle land”.

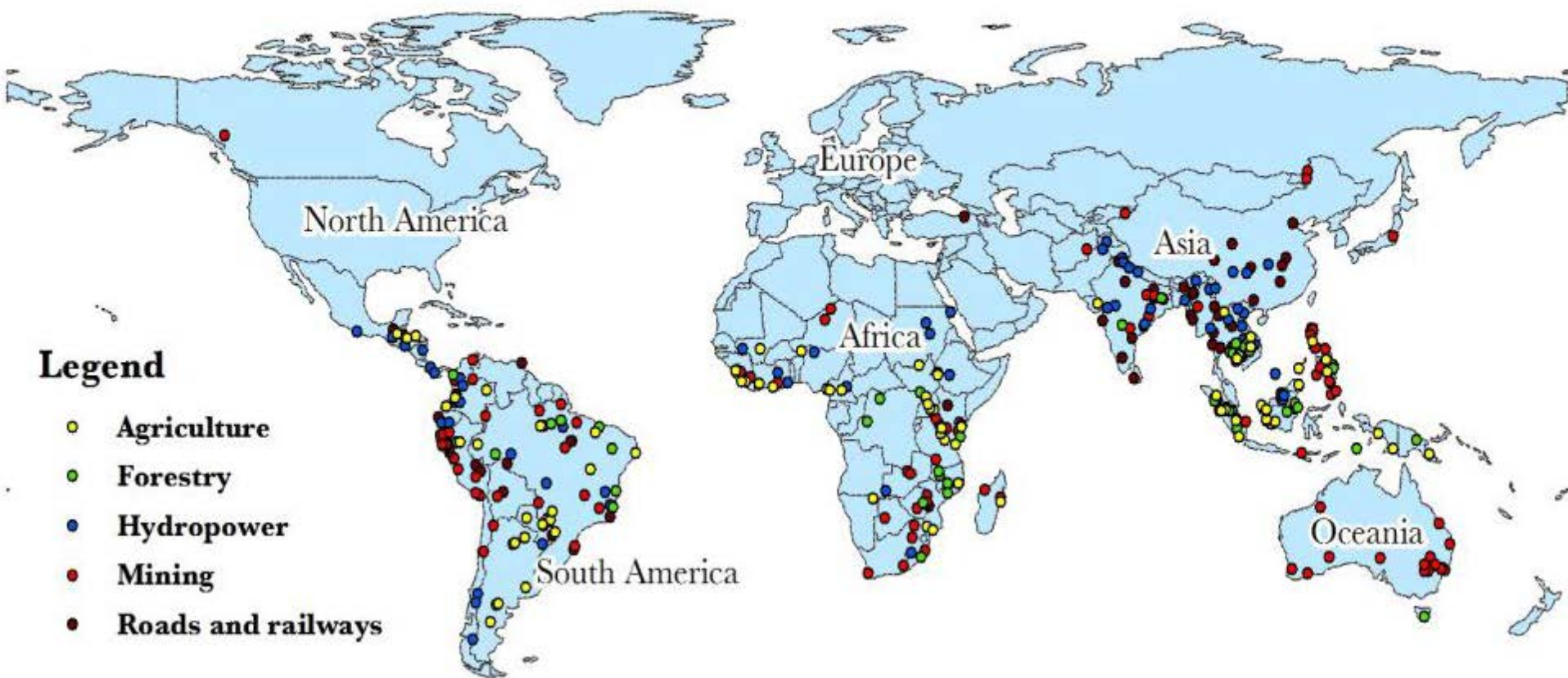


Insecure tenure represents a material financial and reputational risk.



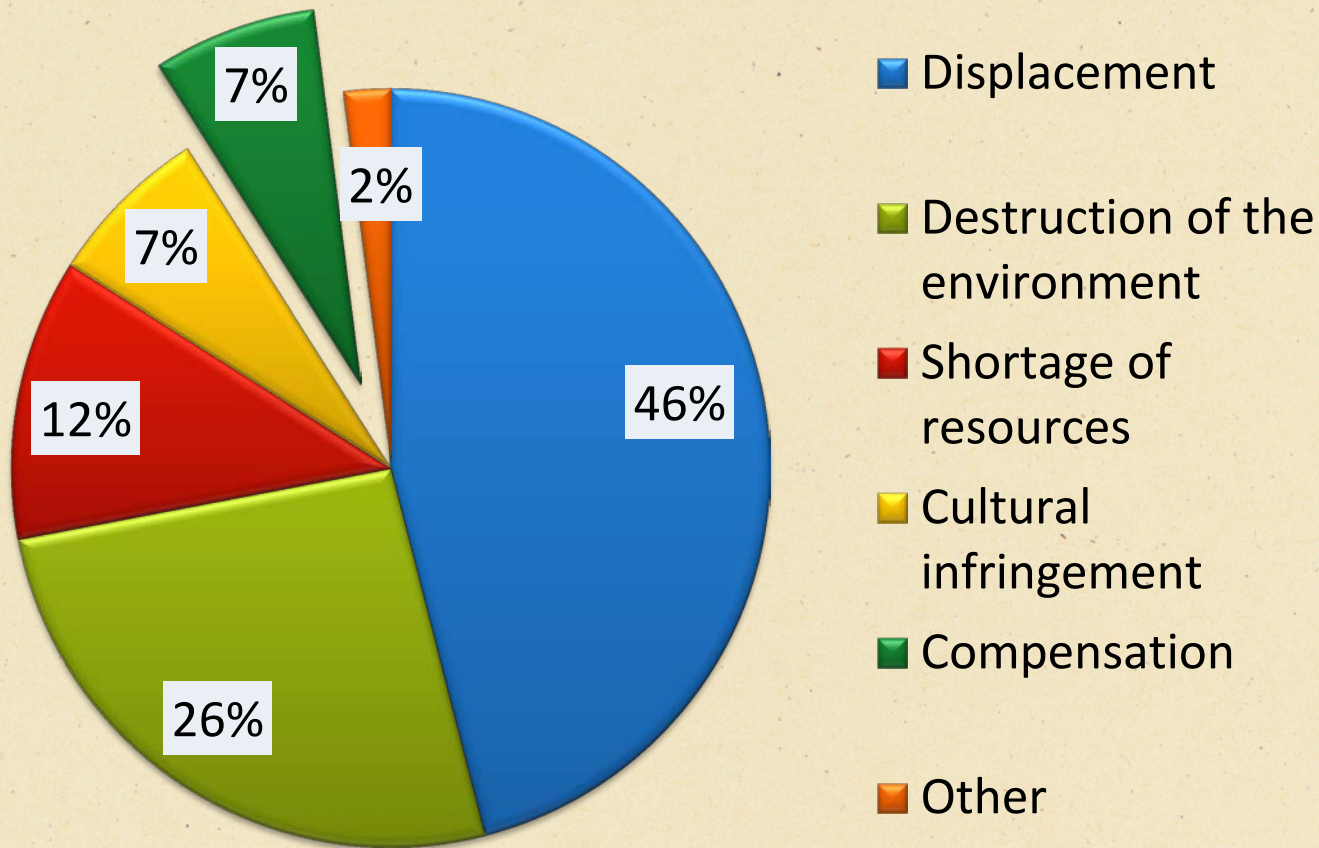
Case analysis reveals drivers of tenure-related conflict.

Land and resources disputes - Case studies



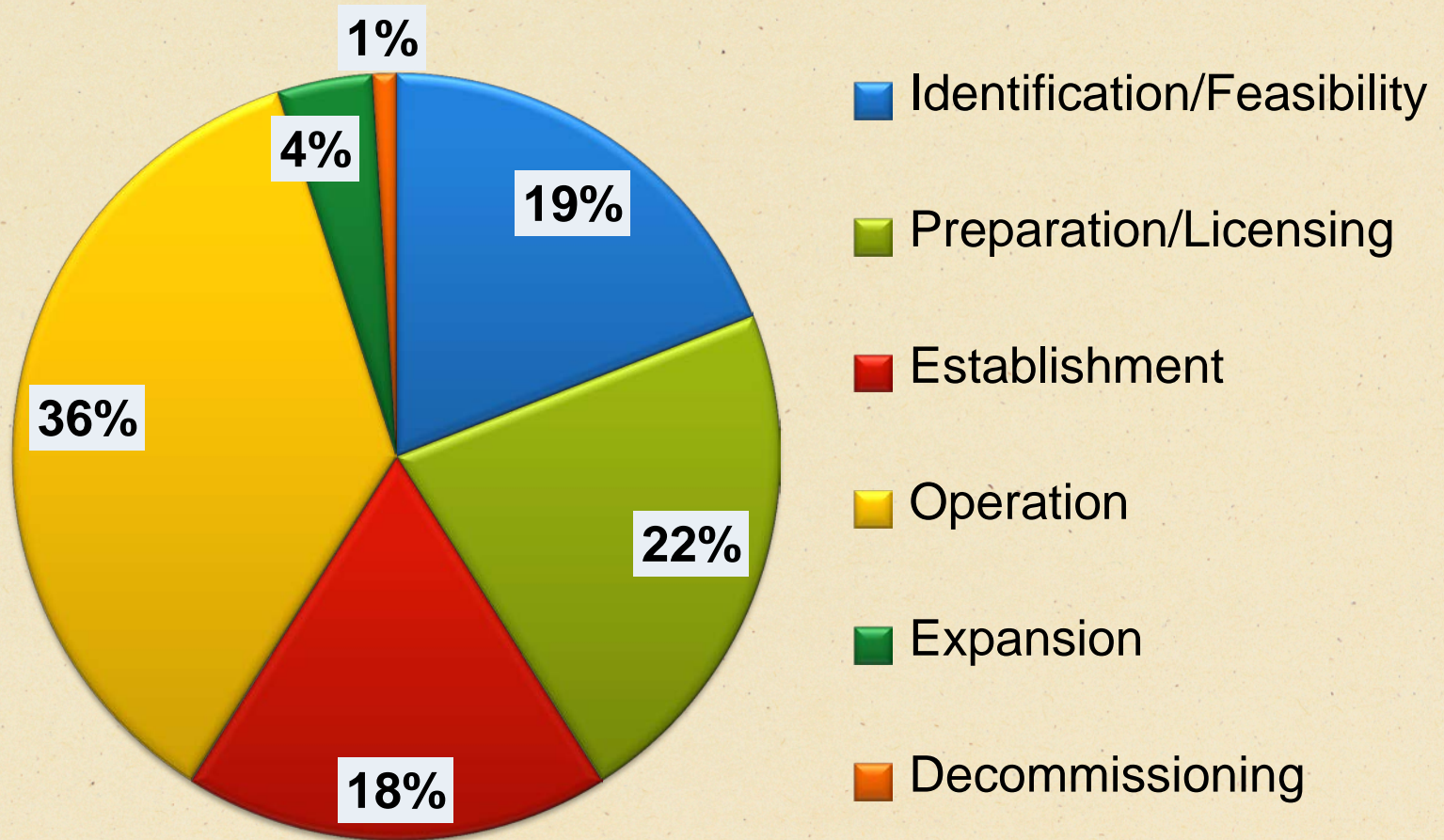
Primary cause of dispute in agricultural investment is rarely compensation.

What are the primary causes of dispute?



Disputes around agricultural investments tend to start early in project life.

When do disputes start?





Implications for Shaping Effective Due Diligence.

- Emphasize social acceptance and constant engagement
 - Identify local stakeholders and understand history of the land
 - Engage early, often, and transparently
- Prioritize and maintain high environmental standards
 - Mitigation of environmental damage must be incorporated at each stage of project life-cycle, especially related to water
- Identify and understand local livelihoods and capacity
 - Models that integrate substantial participation from local peoples can help balance investment returns with local demands

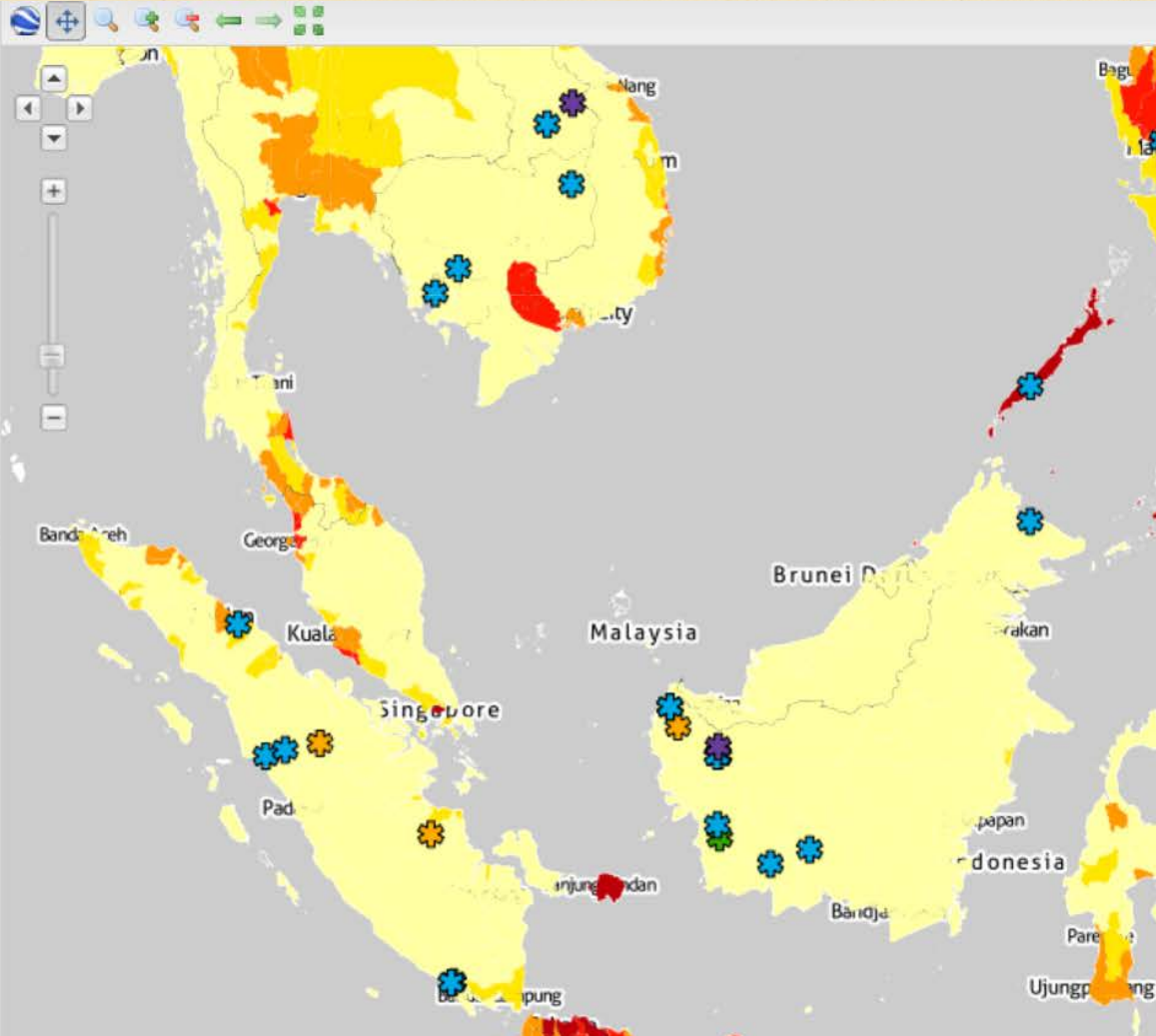
IAN Risk

Layers



Overlays

- ☒ IAN Agricultural Case Studies
 - Primary Driver: Compensation
 - Primary Driver: Cultural Infringement
 - Primary Driver: Destruction of the Environment
 - Primary Driver: Displacement
 - Primary Driver: Shortage of Resources
- ☐ Land Use Type (GlobCover Version 2.3)
- ☒ Baseline Water Stress (withdrawals/available flow)
 - Low (<10%)
 - Low to medium (10-20%)
 - Medium to high (20-40%)
 - High (40-80%)
 - Extremely high (>80%)
 - Arid & low water use
 - No Data
- ☐ ACLED Version 5 (1997 - 2014)
- ☐ MPI (Sub-National): Poor and Deprived in Living Standards - Electricity
- ☐ MPI (Sub-National): Poor and Deprived in Health - Nutrition (% Popul)
- ☐ Population Density (2015)
- ☐ UCDP Georeferenced Event Dataset (GED) Version 1.5
- ☐ WorldClim - Estimated Change in Annual Precipitation (2050)
- ☐ IAN Dam Case Studies
- ☐ IAN Roads and Rails Case Studies
- ☐ IAN Forestry Case Studies



IAN Diligence

- UK DFID funded, investor-oriented, sector-specific guidance on how to identify and manage tenure risk from beginning to end of the project lifecycle
- Toolkits for agriculture, mining, hydropower, forestry and transportation infrastructure based on analysis of 362 cases of dispute between project developers and local people

FAQ and Analysis: Rationale for new approach to tenure diligence

Key Questions: How to gather information and make good decisions

Data Guide: Timelines with help for acquiring the right data and skills

Case Study Database: Complete details of each of our cases

The Tenure Facility

Primary Function: Funding to implement tenure reforms (mapping, registry, etc), also, accelerate learning, capacity building

What Makes it Different:

1. Independent, strategic, responsive, mid-size (\$.2 – 2 M)
2. Direct funding to IPs and local CSOs, engages private actors
3. Multi-stakeholder governance: rights-holders, governments, civil society, and investors (public and private)

Currently Underway:

1. 6 pilot projects, 4 in pipeline
2. Interim Board established in January 2016
3. Advisory Group: World Bank, Tebtebba, CED, private firms, IFC, FAO, UN-REDD, Landesa, Sida



Links to Materials

- [IAN Risk](#)
- [IAN Diligence](#)
- [Interlaken Group - Land and Forest Rights Guide](#)
- [Tenure Facility](#)

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