

Property Rights and Artisanal Diamond Development (PRADD)

USAID's Project to Support the Kimberley Process

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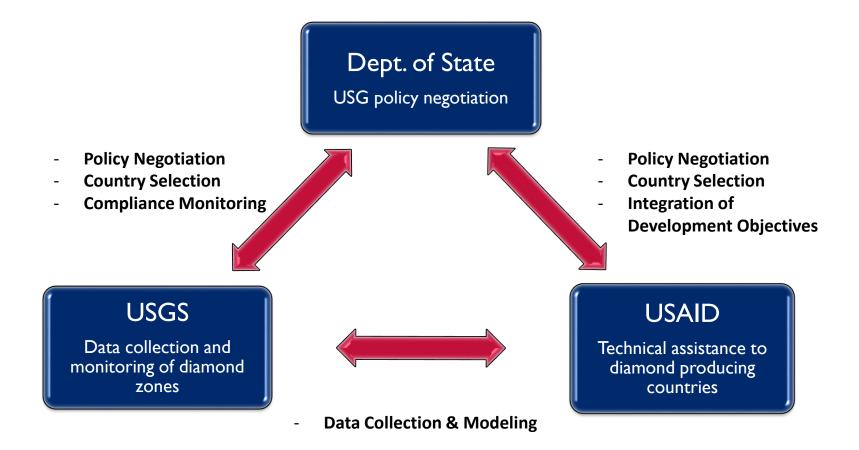


Context, Objectives and Approach of PRADD

- 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

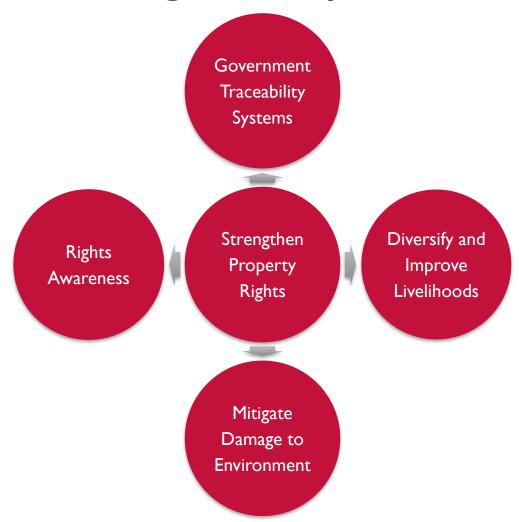


Whole of Government Approach to KPCS





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





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PRADD Property Rights Methodology

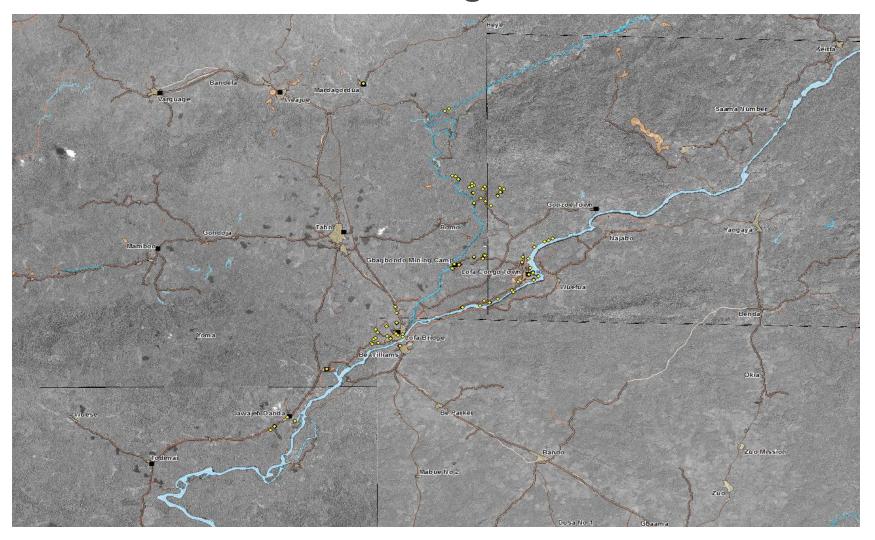
- Participatory rural appraisals
- Produce maps of land and related mining claims
- Stakeholder validation of claims
- Production of a geo-referenced database
- Issuance of property rights certificates







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/