

'Challenges of DSM'

What societal challenges especially in developping countries and on small islands?

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- CNRT -

National Centre for Technological Research

Agency for Applied Research & Technological Development dedicated to Mining Sector

overall mission: promoting the rational use of mineral resources while respecting the exceptional natural heritage and human environment of New Caledonia

« Better knowledge, better mining and less impact »



interface between public authorities, research agencies & professionals in mining and metallurgy



platform for discussion, sharing resources and disseminating knowledge between the various mining sector stakeholders in NC

GIP
Public-Private funds

1/3 Mining companies
1/3 NC institutions
1/3 French State

Means

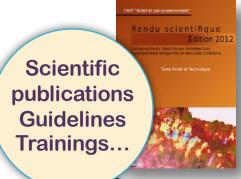
Pooling financial, logistic and human (research task force) means for the development of applied research and technological programs related to the natural environment technology and the social environment

Fill the Knowledge Gaps

Improve Tools & Practices

Share/ Disseminate Information/ Knowledge Increase
Competitivity
Reduce Negative
Effects

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Ni & Technology

Improve knowledge, initiate innovative techniques & methods for exploration and exploitation of raw materials to optimize the development of mineral resources in NC and increase productivity

Ni & Environment

Promote biodiversity & natural heritage conservation, improve methods &practices for env. monitoring, ecological restoration of sites, remediation of damaged areas

Air Water Biodiversity

Ni & Society

Investigate Inter-relations between local communities and mining companies, societal changes and adaptive strategies, conditions for a better project acceptability, increase corporate social responsability and social innovations

Economy - Health - Sociology

Geological mapping 2D-3D

Mineral resource (Ni and others)

Mining technology

Natural environment Environmental quality and monitoring of impacts

Offsets programs (residual impacts and biodiversity damages)

Biodiversity conservation Technics and practices for Remediation and Ecological Restoration

Physical environment Mining watersheds / solid transport & silting Surface & underground fresh waters

Risk assessment for human health (Asbestos and Metals)

Climate Change - Mitigation CO2 capture and storage

Societal Interactions and innovation /Social Corporate Responsability Economy







PACE-Net Plus Think Tank Auckland, December 2014

'Reconciling mining and the sustainable development in the Pacific countries'

The Association of Commonwealth Universities



















& son environnement











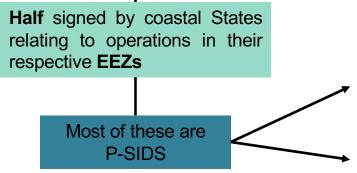
- 2 seed-funding projects (bi-regional teams):
 - · "Risk assessment tools for the better management of ecosystems for the deep sea"
 - "Pacific center for social responsibility and natural resources" (PACSen)

DSM IN A PACIFIC CONTEXT

Renewed interest in DSM

- 1st commercial SMS mining venture should start in PNG in 2018
- Several DSM exploration licenses granted by other P-SIDS
- And other P-SIDS actively seeking foreign investment in this new industry

2013 : exploration contracts signed, or pending signature, for about 1,843,350 km2 of the global seabed (@Jhein)



Opportunity to support their economic growth & development

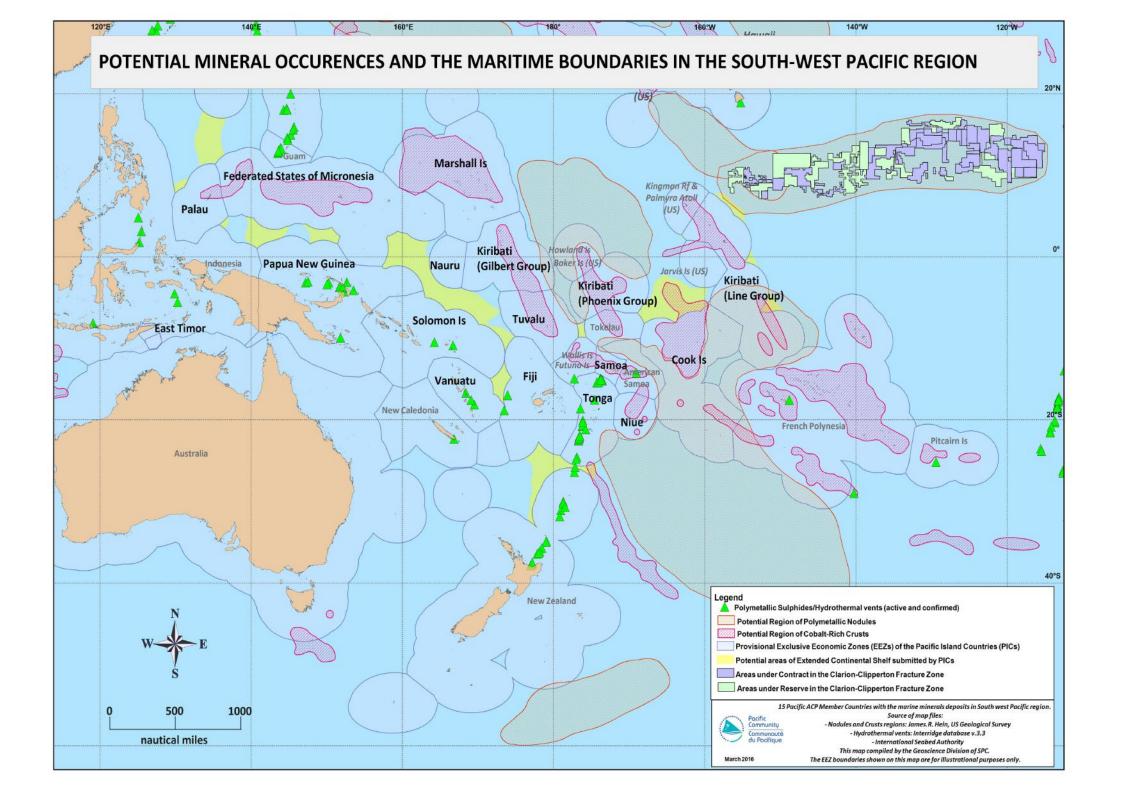
Strengthen self-reliance & limit their dependence on foreign development aid

Regional Political commitment: long-term economic sustainability & social development

- 1999: Madang Guidelines
- 2012: Pacific Leaders Forum Communiqué
- 2014: 3rd SIDS Conference SAMOA Pathway (par.53)
- 2015: SDGs (SDG 14)







Country (15 P-ACPs + 3 OCTs)	DSM potential	EEZ	International Seabed Area
Cook Islands	MN	✓	✓
♦ FSM	CRC/SMS		
Fiji	SMS	✓	-
French Polynesia	SMS/MN/CRC	✓	-
Kiribati Kiribati	MN/CRC	✓	✓
RMI	CRC		
Nauru	-		✓
New Caledonia	SMS		-
Niue Niue	CRC		
Palau	CRC/Phosphate/SMS/(MN)		
PNG	SMS	✓	
Samoa	-		
Solomon Is.	SMS	\checkmark	
Timor Leste	(MN)		
tonga	SMS	\checkmark	✓
Tuvalu	MN/SMS	\checkmark	
Vanuatu	SMS	\checkmark	
Wallis & Futuna	SMS/CRC	\checkmark	-



WHAT SOCIETAL CHALLENGES?

1. Suboptimal national governance systems

- Lack of adequate regulatory frameworks in place
- Political instability
- Limited enforcement capacities
- Insufficient <u>transparency</u>
- Weak public revenue management systems

2. Weak institutional capacity

- Lack of <u>training & equipment</u> to support environmental monitoring, compliance, law enforcement
- Weak <u>capacity to negotiate</u> efficiently with mining companies
- Need for <u>financial mechanisms</u> to assure offsets, decommissioning & "after mining" in local economies
- . Migration of skilled personnel to Rim countries
- No retention planning to reduce 'brain drain' & migration of skilled personnel
- Lack of MSR programmes involving Pacific islanders



3. Magnitude of the environmental risks

- Further surveys required to better assess DSM potentials
- Additional research needed to understand ecosystems, potential consequences and impacts of DSM activities on competing activities (fisheries, tourism, bioprospecting etc.)
- Shared regional database for natural & human environment
- Specific ecological risk assessment framework (approach, methods and tools)
 for DSM activities needed

4. Interference with significant cultural values

- . <u>Cultural</u> concerns & <u>values</u> at stake
- Lack/weak early <u>project disclosure</u> & <u>public consultation</u> with traditional leaders/local communities
- Lack of integration of <u>communities</u> into the decision-making process during the entire life-cycle of mines (from exploration to mine closure)
- Low <u>public awareness</u> & <u>access to information</u>

CONLUDING REMARKS - WHERE TO FROM HERE? -

To provide an environment that is enabling for the standards expected by the industry

Strengthening institutions

2

regulatory frameworks

(including for MSR)

To obtain 'social license' & ensure fair sharing of benefits for all citizens

Expanding capacity-building programs

&

training opportunities

Increasing public participation

2

ensuring transparency

To empower nationals & develop triangular/South-South-South cooperation

Intergroup Seas, Rivers, Islands and Coastal Areas, 17 November 2016, Brussels

Thank you for your attention Questions?

