





The Kyrgyzstan Community & Business Forum (CBF)

- Promotes informed dialogue
- Between businesses, NGOs, local communities and government
- By building relationships between these groups, sharing information and promoting models of practice
- In order to encourage sustainable social, economic and environmental benefits in Kyrgyzstan.





Structure of CBF

- Steering Committee 9 representatives from local and national NGOs, government and business
- Staff 3 Kyrgyz nationals
- Management conservation NGO Fauna & Flora International
- Funding EBRD, IFC and DFID, with independently funded Small Grants Programme
- Duration 2 years with possible extended funding
- Focus Kumtor gold mine and nearby communities





Kyrgyzstan

- Small mountainous country in Central Asia
- Gained independence from the Soviet Union in 1991
- Reforming to a market-led democratic state
- Current economic and social hardships 55% below poverty line, average wage \$21/month, declining social services
- Changing roles of government, business and civil society







Kumtor Gold Mine

- Canadian-Kyrgyz joint venture between Cameco and Kyrgyzaltyn
- Test case for international business investment, legal and fiscal reform
- Largest single business in Kyrgyzstan
- Benefits through taxes, employment, infrastructure development and social investment programme
- Unique environmental issues due to high altitude 4,500m (e.g. no nearby settlements, frozen tailings, long term rehabilitation)
- Environmental standards taken as highest of Canadian or Kyrgyz
- ISO 14000 level environmental management system
- Biodiversity monitoring few large impacts, possible benefits
- Nearby protected area but no direct interactions





Biodiversity Context

- Considerable ecosystem diversity due to geographic variation
- Many endemic and endangered species
- Wild relatives of domesticated species apples, walnuts, apricots, tulips, onions,
- Economic importance particularly tourism and agriculture
- Social & cultural importance folklore, art, music, spirituality

Key problems

- Poor institutional capacity state & NGO
- Limited economic opportunities
- Pollution
- Macro-level changes and instability







Community & Business Forum

Key Issue

 Cyanide spill - May 1998 Kumtor transport lorry crashed into Barskoon River

Underlying Issues

- Poor access to credible information
- Poor communication and understanding
- Lack of accountability of all groups
- Lack of trust between different groups
- Lack of investment and sustainability
- Few examples of good practice to follow
- High expectations of the benefits
- Lack of emphasis on social issues





Involvement of Fauna & Flora International



- Previous involvement with NGOs, government and Kumtor on issues such as sustainable tourism, protected area development and NGO capacity building
- Involvement in production of the Kyrgyz national Biodiversity Strategy and Action Plan
- Experience of partnerships with other businesses
- Experience of participatory approaches to difficult issues
- Need to address wider issues as well direct conservation activities e.g. social and economic development
- Need for an organisation which could be trusted by all groups and act as an independent facilitator
- Positive role of biodiversity as an issue through which other more difficult issues can be addressed





The Groups Involved

- Kumtor Operating Company Canadian-Kyrgyz joint venture
- Local communities NGOs, small businesses, informal groups
- International financial institutions IFC and EBRD
- Government agencies local and national
- National NGOs
- International NGOs advocacy groups
- Media TV, radio, newspapers

There were many different perspectives, within groups, between individuals in the same organisation, and through time









Activities of CBF

Building Relationships

- Mine site visits
- National and local workshops
- Regular visits and meetings

Sharing Information

- Newsletters
- Local consultations and assessments
- Working with mass media
- Website (<u>www.kyrgyzstan-cbf.org</u>)

Promoting Models for Action

- Small grants programme
- Production of Emergency Response Plan









Outcomes of CBF

- Increased voice for local communities
- Increased NGO capacity and experience, particularly at local level
- Increased understanding between the different groups
- Provided an example to learn from and build upon
- Opened-up opportunities for support to protected areas and conservation
- Promoted a positive and proactive approach to mining and biodiversity issues





Lessons Learnt

- Taking a holistic approach understanding both biodiversity and mining as embedded in wider issues, context and history
- Positive role of incorporating differing (even conflicting)
 perspectives particularly government, IFIs and local groups
- Partnership and dialogue is highly complex, slow and contested
- Enabling people to take their own decisions and initiative
- Providing appropriate information not just access
- Positive role of ambiguity creating space for discussion
- Importance of flexibility and learning embracing positive and negative unexpected outcomes
- Building on existing ongoing initiatives
- Importance of building trust through action on the ground not just dialogue





Ongoing Questions

- How can different perspectives and priorities be reconciled?
 Global, national or local priorities? Short-term or long-term? Social, environmental or economic?
- How much does institutional culture and structure determine an organisation's approach? Can it be changed?
- What are the governance roles and responsibilities of international NGOs? Financing institutions? Leading mining companies?
- When should initiatives be voluntary or mandatory?
- How can the differentials in power be addressed?
- How can we engage those not sitting around the table?
- What about other mining companies? Concentrating too much on the high-profile companies? Listening too much to INGOs?
- Where is the room for manoeuvre to bring about concrete action?