

High level findings of the pilot implementation phase of the OECD Due Diligence Guidance

Cycle 2- May 2012.



Methodology



- 1. Revision of the Q**

- 2. Field mission February 2012**

Lubumbashi - Goma - Bukavu – Bujumbura – Kigali

- 3. Individual meetings with 24 participants & interviews with a wide range of other stakeholders.**

- 4. 2 workshops**

Goma- Bukavu

High level findings



- *Economic Actors are no longer questioning the need to implement the OECD Guidance*
- *The response rate to the Questionnaire increased from 16% to 58%. However there is still a substantial need to improve the quality of answers to the Questionnaires.*

High level findings



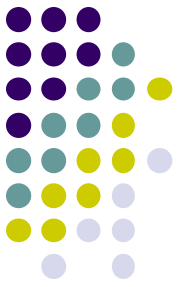
- *There is a strong need for more capacity building in the field.*
- *There is a need for donors, industry and government to give more support to upstream actors in the Kivu provinces*

Upstream actors are progressively implementing the Guidance



- 30 companies have reported to have a mineral supply chain policy, 9 shared their policy with the team
- The info required under step I.C.1 is being collected, however information on payments to public and private security forces and armed groups are lacking

Upstream actors are progressively implementing the Guidance



- 30 companies indicated they have undertaken a supply chain risk assessment, no documentation/ tools were shared with the team
- 17 companies replied they used Annexe II to determine whether the identified risks can be mitigated by continuing, suspending or terminating the relationship with suppliers

Upstream actors are progressively implementing the Guidance



- Risk mitigation measures regarding adverse impacts for artisanal miners

Katanga & Rwanda > participants have put in place risk mitigation measures to improve the social conditions of artisanal miners

- Risk mitigation regarding security-related issues possibilities

South Kivu > Projet de sensibilisation des militaires des FARDC

Recent developments & Changing dynamics



Developments in the DRC legal framework

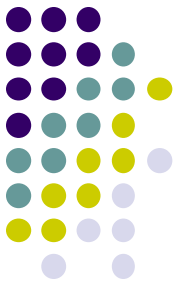
1. *Note circulaire obliging companies to carry out due diligence*
2. *Arrêté ministeriel implementing the Regional Certification Mechanism of the ICGLR in the DRC*
3. *Renewal of the protocole d'accord between the Ministry of mines and ITRI*

Recent developments and changing dynamics



- Rwandan authorities and iTSCi detected instances of fraud and took action against the companies involved
- Also Rwanda has adopted the ICGLR certification regulations into domestic law
- Burundi's mining code is currently being amended to integrate the OECD Guidance and the ICGLR regional certification mechanism

Downstream Involvement in Upstream Due Diligence



- Solutions for Hope

Sourcing conflict-free tantalum from the DRC through the creation of a secure pipeline of minerals from pre-assessed mine sites

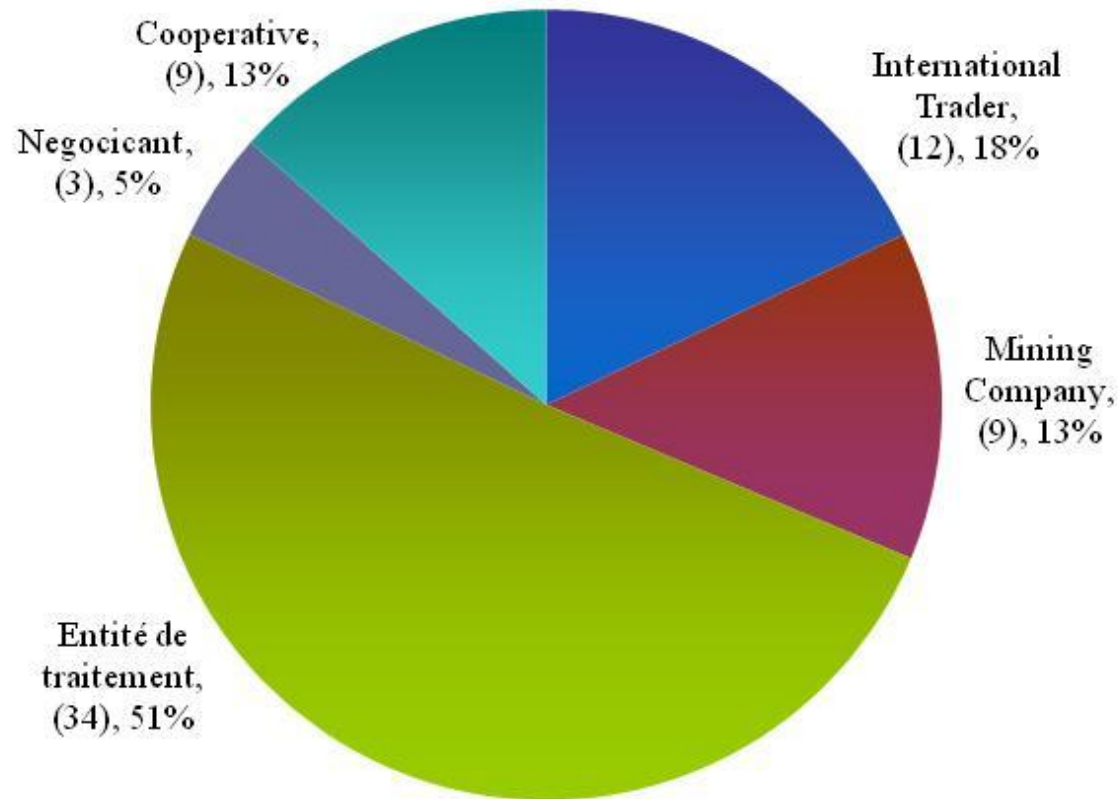
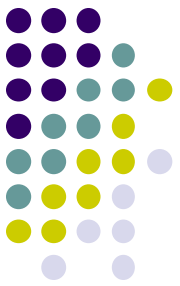
- Kemet

Working to open up a new source of conflict free tantalum from the DRC

- Public-Private Alliance for Responsible Minerals Trade (PPA)

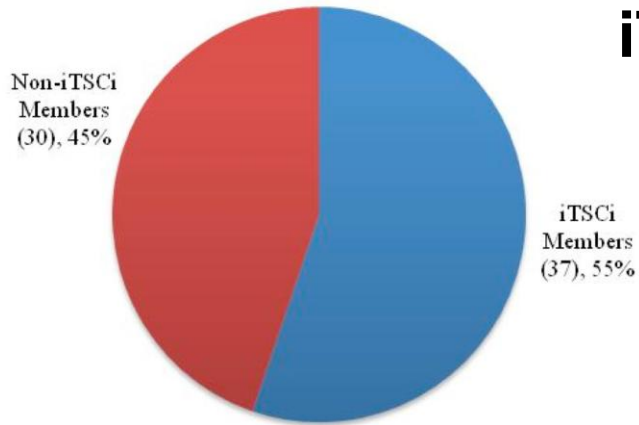
Strengthening existing sourcing mechanisms

Description of participants

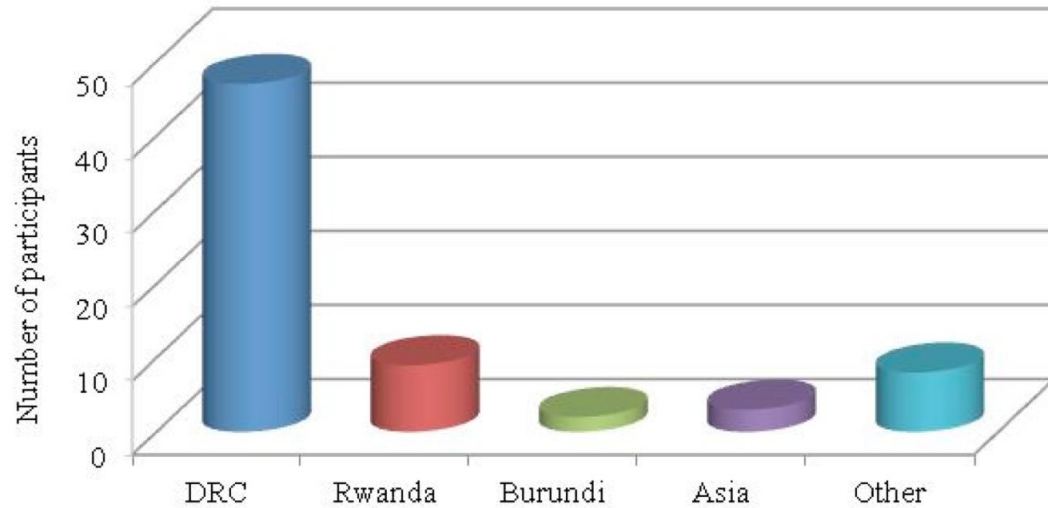




Participants' membership of iTSCI



Geographical division of participants



Participants' response rate to questionnaires

