



COUNTRY REVIEWS ON RESOURCE-BASED VALUE CREATION

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Background

- The *Conceptual Framework for Country Reviews on Resource-based Value Creation* was endorsed at the Third Plenary Meeting of the Policy Dialogue, on 18 November 2014.
- The *Country Reviews* will provide evidence-based analysis at the country level, with approaches and options tailored to specific contexts.
- They are intended to be an integral part of the Policy Dialogue, benefiting from the large and diverse pool of member and participant expertise while contributing to an expanding body of knowledge on resource-based value creation.



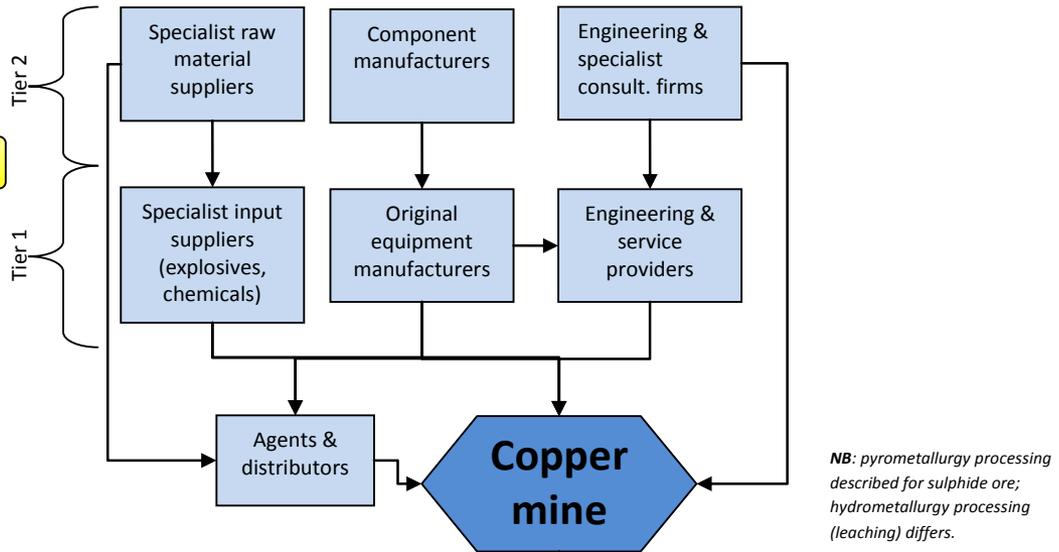
Structure: Part One – Mapping value chains and potential linkages

- Natural resource-related policy objectives are identified and key characteristics of the country's economy, extractive sector, and trade flows are examined.
- Selected hard commodity value chains are mapped, identifying areas in which firms are currently active.
- Existing and potential production, consumption, technological, and fiscal linkage opportunities are identified.



Mapping linkages: the copper value chain

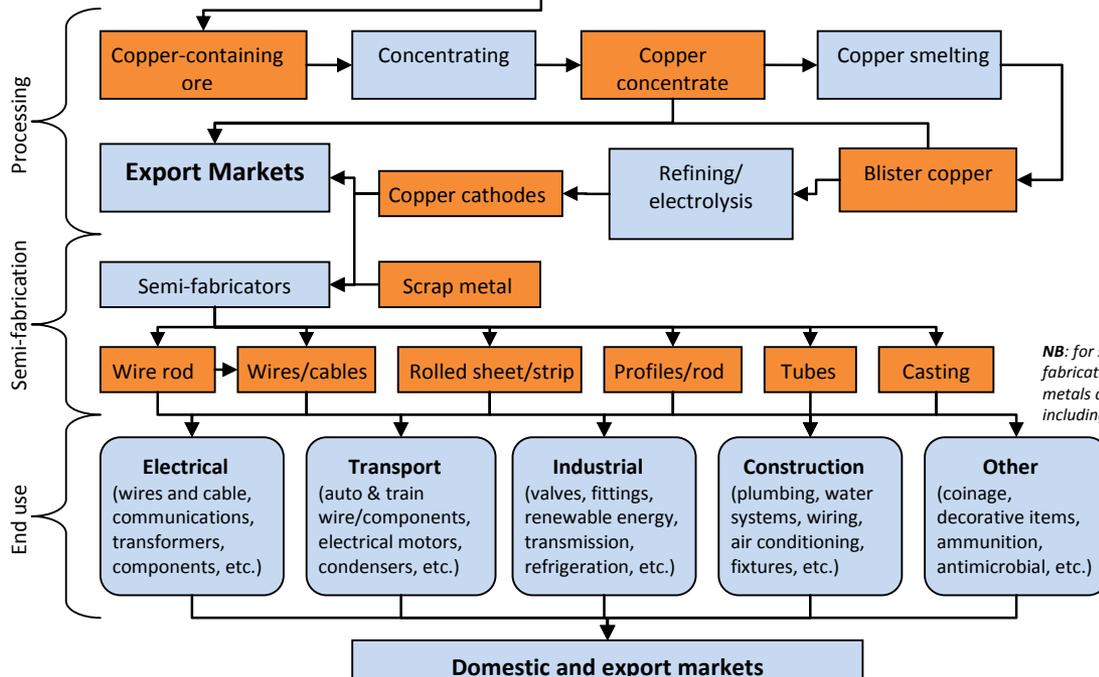
Backward linkages



- Horizontal linkages**
- Transport, water, power, and communications infrastructure
 - Financial services
 - Research and development
 - Education and skill development

- Fiscal linkages**
- Royalties,
 - Corporate and income tax
 - Dividends
 - Licensing fees

Forward linkages



- Emerging applications**
- (aquaculture, automotive electrical propulsion, seismic energy dissipation, thermal energy storage, ultra-conductive components)

Based on:
 International Copper Association (2012); European Copper Institute (2015); the World Bank (2011); the University of York (2015); Southern Peru Copper Corporation (2005); Fessaie, Judith (2012); Lydall, Marian (2009); Walker, M.I. and Minnitt, R.C.A. (2005)



Structure: Part Two – Assessing Opportunities

- Identified opportunities are assessed for viability given the country's structural conditions and other factors that have a bearing on intra- and inter-sector linkage development.
- Country policy goals and the potential to contribute to economic diversification are also considered.
- The specific barriers/constraints/factors impacting the development of viable linkage opportunities are analysed.



Structure: Part Three – Policy Recommendations

- The linkage opportunities with the best potential for implementation are selected, and recommendations are formulated on how to remove obstacles and support their development.
- The *Operational Framework on Public-Private Collaboration for Optimising Shared Value Creation and Local Development from Extractive Projects* is used as a reference to identify practical solutions.



Timeframe and Value-added

Timeframe:

- Reviews will be undertaken at the demand of interested countries. The Reviews will take approximately one year. Consistent methodology will be applied to enhance the potential for cross-country comparisons.

Value-added:

- Evidence-based analysis to support inter-governmental peer-learning and knowledge sharing, supporting country-owned processes, such as the development of Country Mining Visions in Africa.
- Involvement of Knowledge Peers as a mirror for self-assessment.
- Inclusiveness of the process, involving relevant stakeholders.
- Work has already begun on an Inception Report on Resource-based Value Creation in Kazakhstan.