# Natural Capital in the Amazon COVID Economic Recovery

Amazon Green Economy HUB WAVES Natural Capital Accounting Policy Forum

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International Institute for Environment and Development

## Why Amazon Green Recovery matters?



The Amazon basin is the most biodiverse ecosystem on earth.

- ☐ It provides between 35% and 40% of Latin America's fresh water
- ☐ It has **60**% of the world's remaining tropical rainforests and is home to at least **25**% of all terrestrial species;
- It also brings together unique cultures and knowledge associated with the forest through indigenous people belonging to more than **400** different ethnic groups.
- It has **38 million** inhabitants (Brazilian Legal Amazon)
- ☐ It represents about **60%** of brazilian national territory





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#### What has been done so far?







- □ US\$99 billion is the national amount spent in 2020 alone (Treasury, 2021);
- □ US\$ 10.3 billion is the total being considered (100%);
- ☐ US\$1 billion are positive measures, especially in credits for family farming and low carbon agriculture;
- US\$ 9,1 billions are in negative measures, especially in credit and subsidies for the **agriculture and** cattle-raising.

Agribusiness has been the priority
economic sector - receive resources
through the economic stimulus measures.
The Amazon arc of deforestation
coincides with the region where agriculture
and cattle-raising are growing most

Nine infrastructure concessions foreseen to 2021, are tend to increase the pressure on forests

The eight regulatory acts implemented for mining and fishing enterprises, weaken the environmental governance

Family Farming & Low carbon

PRONAF and ABC Program: US\$ 942.7 mi

Amazon Bioeconomy (Amazonas State)

Inovasociobio Program: US\$ 419 mil

**Infrastructure Internet** 

**Connected Amazon Project:** US\$ 4.47 mi

Research and Development
Reduction in available resources by

29.3% compared to 2020

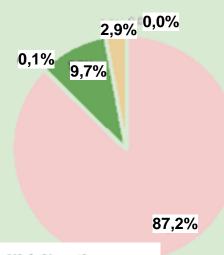
# **Amazon Green Recovery Indicator**











High Negative

Low Negative

Low Positive

High Positive

Uncertain/undefined

**Estimated** COVID Green Recovery Index: positive **EXPENDITURES** on natural capital compared to negative **EXPENDITURES** on natural capital

In view of the measures and values presented, it is estimated that only 9.8% of them will have a **positive impact** on natural capital in the recovery of the Amazon, while the largest part, 87.2%, should have a negative impact on natural capital.

There are still about **2.9%** of the measures considered where there are uncertainties as to the impact on natural capital in the Amazon, as they depend on how the resources will be applied in the projects in the region.

## **Future & Next Steps**









Support for the incidence of green policies through the dissemination of the Green Recovery Plan carried out by the **Interstate Legal Amazon Consortium** 



Reference: Green Recovery Plan in the Legal Amazon



# Thank you!

Contact:

Marysol Goes | Amazon Green Economy Hub Convenor <u>marysol.goes@fas-amazonas.org</u>

Carlos Rigolo | Amazon Green Economy Hub Researcher carlosrigolo@gmail.com





