

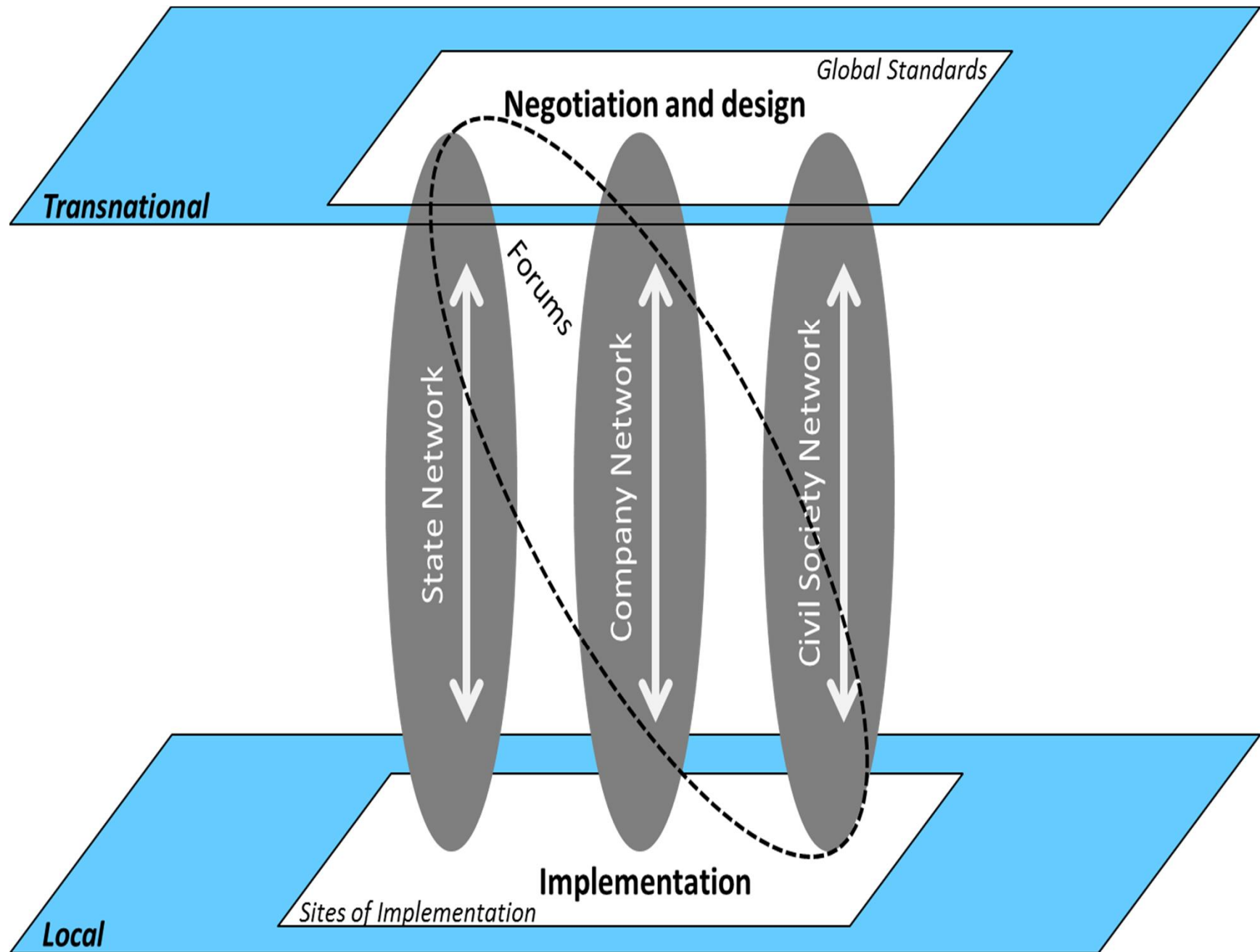
Benefit Sharing in the Russian Arctic: Toward Sustainability of Indigenous Communities in the Areas of Resource Extraction

Oil Production networks in the Russian Arctic

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Maria Tysiachniouk, Centre for Independent
Social Research



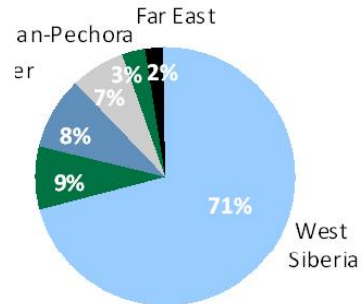


Research question

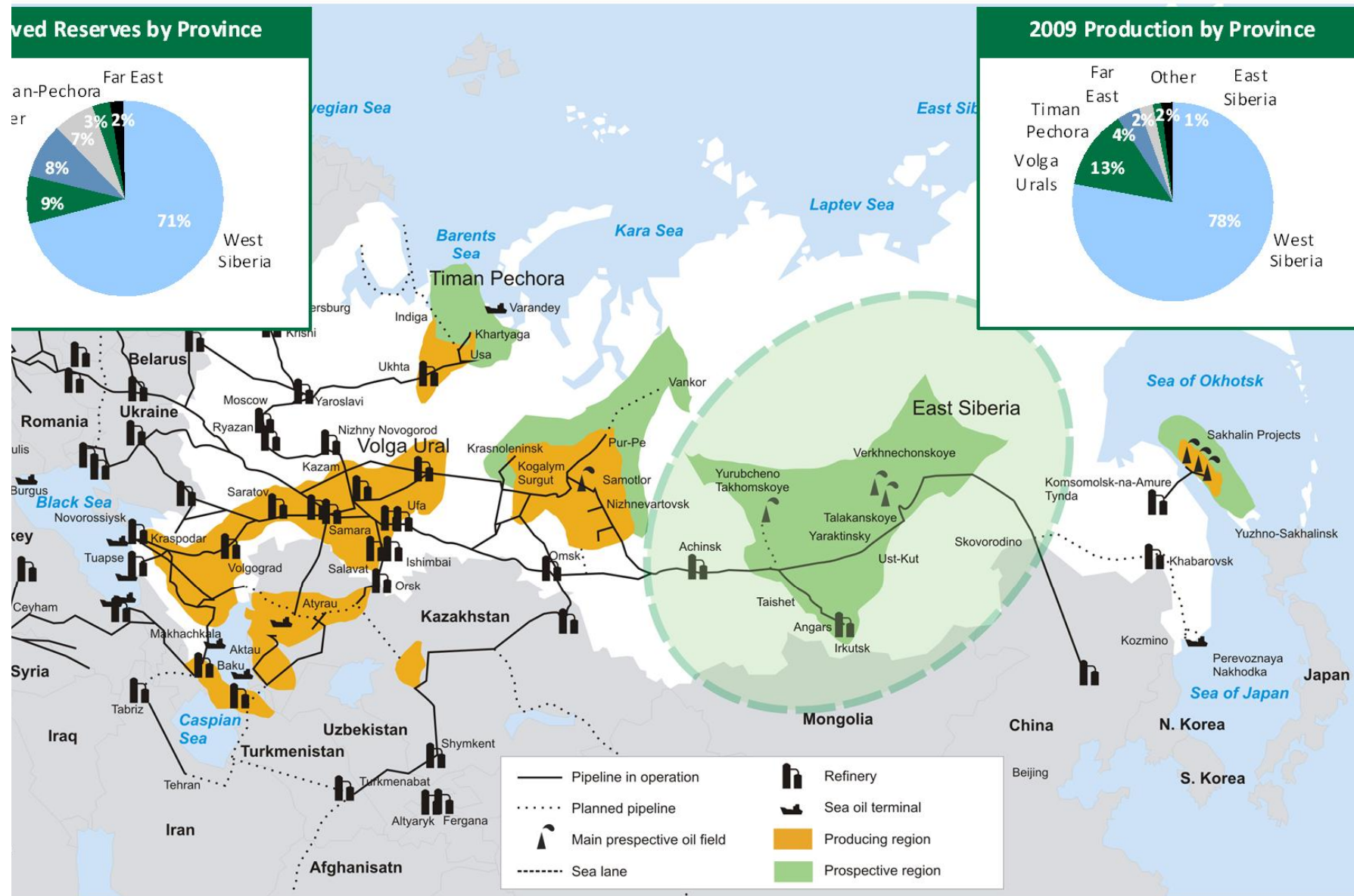
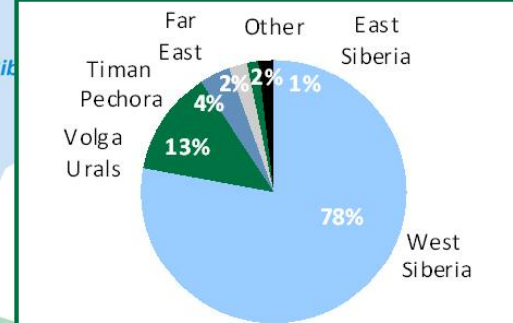
- What benefit sharing arrangements between indigenous people and oil companies in the Arctic are more equitable?

Map of Russian Oil & Gas Provinces

Undeveloped Reserves by Province



2009 Production by Province





Benefit sharing agreements

- Different in Russian regions
- Depend on regional contexts, legislation, rules in use, governments and stakeholders (space of place)
- Global standards play different roles in different regions

Modes of benefit sharing

1. Paternalism (Nenets Autonomous Okrug-
socio-economic agreements,
compensations)
2. Corporate Social Responsibility (Siberia,
Komi Republic standard agreements,
socio-economic agreements)
3. Partnerships –Sakhalin Island



Paternalism

Benefit sharing arrangements

- Socio-economic agreements with NAO—disjunctions in delivery
- Socio-economic agreements with Zapoliarnii district
- Socio-economic agreements directly with reindeer herding enterprises-switched to compensations for damage that are calculated.
- Kolguev Island (agreements-barter)



Corporate Social Responsibility: benefit sharing

- Irkutsk Oil Company (Evenk community Tokma in Irkutsk oblast)
- Surgutneftegaz—typical agreements for indigenous people who are in the register, Territories of traditional nature use, in Numto—through Beloyarski administration



Corporate Social Responsibility

Partnership



Sakhalin Island: benefit sharing arrangements through partnerships

- Tripartite partnerships –grants (\$110000)
- Effort to transfer international norms to Russia
- Continuous consultations, indigenous people are involved in distributing money through grants
- Sakhalin Energy—free prior and informed consent

Consequences

- Conflicts around distribution of funds
- Increased number of tribal units (retired people)
- Forced development
- Unintended: illegal caviar business
- Transformation toward “souvenir culture”

Conclusion and Recommendation

- No one benefit sharing practice leads to sustainable development
- Arctic Council—SD-WG-a global study of benefit sharing arrangements