THE RECIPROCITY FUND



Asociación Forestal Indígena de Madre de Dios (AFIMAD) is a cooperative of wild Brazil nut harvesters (*"castañeros"*) from the Madre de Dios region of Peru, an area that has suffered tremendous environmental degradation due to gold mining. AFIMAD sells peeled Brazil nuts (*"castañas"*) and nut oil harvested by its 185 members belonging to the Amazonian communities of Ese Eja, Yine, Amahuaca, Shipibo, Ashaninka and Kichwa Runa.

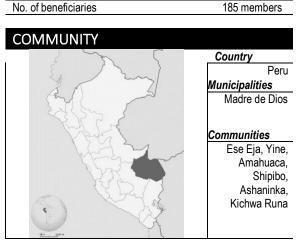
The Brazil nut harvest season is from February to May, while peeling is done from March to November. In 2021, AFIMAD exported 47,000 kgs of Brazil nuts, filling 3 containers.

Impact Background

Madre de Dios is a Peruvian department in the Amazonia. As an ecosystem, the Amazon is one of the most biodiverse places on earth. Over 3 million species live in the rainforest, and over 2,500 tree species (or one-third of all tropical trees that exist on earth)

IMPACT OVERVIEW

Aims to strengthen Indigenous livelihoods of "castañeros" (nut harvesters) in the peruvian Amazonia and promotes the sustainable use of the resources.



help to create and sustain this vibrant ecosystem. Despite this, Madre de Dios' Forest areas are lost to illegal gold mining –at the greatest rates in the country- and their animal species are prey of loss of habitat, contamination and illegal hunting.

The environmental destruction of illegal gold mining is not limited to the deforestation of the Madre de Dios basin. It has also choked rivers and poisoned water systems with mercury, affecting wildlife and people alike. While this

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industry has lifted citizens out of poverty, its adverse effects to the community are undeniable.¹ In this scenario, native Indigenous communities are constantly struggling to make their voice heard against the invasion of mining and oil companies.



Fortunately, Madre de Dios region is blessed with several timber and non-timber forest products that citizens can pursue as alternative sources of income such as rubber and Brazil nuts.

The Brazil Nut concessions are effective ways to reduce deforestation and provide reliable income for people living in the forest. The Brazil nut is one of the world's most widely consumed non-timber forest products. It is also one of a relatively small number of globally traded commodities that is helping to save threatened forests. Harvested from the fruit-fall of giant trees, Brazil nut extraction involves little more than collection of pods ('cocos') from the forest floor. Unlike other well-known nuts like almonds or cashews, Brazil nut cannot be grown in plantations; harvesting can only be sustained in closed canopy Amazonian rainforest.

At present, more than 1,000 individuals in Madre de Dios hold Brazil nut concessions granted by the government. Meanwhile, hundreds of members of Indigenous groups (called "native communities" in Peru) harvest Brazil nuts from

communally owned forests. The scale of the industry in the Madre de Dios economy is significant. In 2014, a total of 4,300 metric tons of shelled Brazil nuts were exported from the region, corresponding to nearly USD 31 million in sales. Approximately 15,000 people, or almost 12.5% of the population of the Madre de Dios region, are directly employed in the Brazil nut industry. For most people involved, activity around Brazil nut accounts for more than half of family income. Significantly, nearly a third of the concession holders are women, and women also make up a disproportionate share of the labor force in the processing industry. In a region with one of the highest deforestation rates in the world, the conservation of biodiversity-rich natural forests through harvest and sale of an endemic natural product deserves our support.

Impact Delivery

AFIMAD provides comprehensive support to its members, all of whom are Indigenous:

Outcome	
Improvement of livelihood	Technical assistance for fair trade and organic certification to Indigenous Brazil nut collectors, including yield improvement and monitoring AFIMAD coordinates and represents six native communities in contract negotiations with customers, including access to customers willing to buy certified organic Brazil nuts, which are at least 5% more expensive than conventional Brazil nuts.
Environmental preservation	Through its organic practices, AFIMAD contributes to the regeneration of the Madre de Dios basin, improving ecological outcomes such as soil fertility and forest canopy restoration. Providing a sustainable alternative to illegal mining encourages the native communities of the Peruvian Amazon to protect the rainforest.

¹<u>River transport of mercury from artisanal and small-scale gold mining and risks for dietary mercury exposure in Madre de</u> Dios, Peru - Environmental Science: Processes & Impacts (RSC Publishing)