## 10<sup>TH</sup> ANNIVERSARY

of the Forest Investment Program in Brazil

The year 2022 marked the 10th anniversary of the **Brazil**Investment Plan (BIP), which received the endorsement of the Forest Investment Program - FIP Subcommittee in May 2012.





In Brazil, the BIP chose to focus its operations on the **Cerrado**. As the second largest biome in Brazil and South America, the Cerrado covers about 2 million square kilometers¹ (nearly half of the entire European Union area). It is home to major sources of Brazilian rivers and is considered to be a biodiversity hotspot (i.e., a wealth of biological diversity that is highly endangered). The Cerrado has felt the impact of the loss of more than 50% of its vegetation cover, which affects water and energy security, climate regulation and the lives of its peoples.

**FIP has been funding Cerrado conservation or ten years now.** The BIP/FIP consists of **8 large, complex and systemic projects** that have increased Brazil's capacity to pursue its **development on a sustainable basis**.

Funded by the <u>Climate Investment Funds - CIF</u>, FIP supports developing countries in reducing deforestation and forest degradation, which helps to **reduce emissions** and to **enhance carbon stocks**. The Program contributes to achieving fundamental changes and transformations in environmental conservation, a balanced development, climate regulation, and poverty reduction in the country.

1 Brazilian Ministry of Environment and Climate Change. *Cerrado, 2022*. Available <u>here</u>.

## BENEFITS FOR BRAZIL

Reduced GHG emissions and increased carbon sequestration in forests

The main contributions of the projects supported by FIP in Brazil for the reduction of GHG are the encouragement to the implementation of low carbon emission agricultural practices and the recovery of degraded pastures and native vegetation 1.

The conservation strategy for native vegetation areas on private lands through environmental regularization of rural properties in the Cerrado, in turn, strengthens carbon stock maintenance 2.

- FIP ABC Cerrado, FIP Rural Landscapes and FIP Macauba Projects
- 2 FIP Rural Environmental Cadaster Project (CAR)
- 3 FIP Cerrado Monitoring Project

More than **450 thousand** hectares with **low-carbon agricultural technologies** in place;

18 thousand hectares with **conservation and restoration practices** in place;

**110 vegetation corridors** (connection of Permanent Protection Areas – APP and Legal Reserves – RL with macauba crops) in the making;

**8,300** male and female rural producers receiving free technical and managerial assistance for the implementation of sustainable practices;



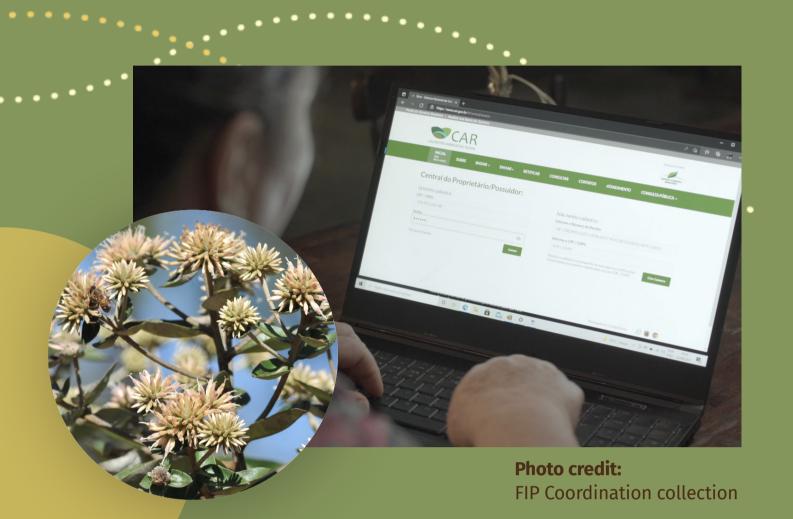
Addition of more than **192 thousand** hectares of **native vegetation** to the properties assisted (APP + RL);

More than **364 million** hectares undergoing **environmental regularization**.

The BIP/FIP also supported boosting the country's institutional capacity to monitor deforestation, provide information on fire risks, and estimate greenhouse gas emissions for the Cerrado 3.

## Biodiversity

FIP in Brazil funded development of the largest database on forest biodiversity in the Cerrado 4. In addition to generating forest information that supports strategies for the use and conservation of biological diversity, FIP projects in Brazil foster environmental conservation in private commercial lands and maintenance of environmental services, such as water and soil conservation, based on good environmental practices.



- FIP IFN Project
- FIP ABC Cerrado, FIP Rural Landscapes and FIP Macauba Projects
- 6 FIP Rural Environmental Cadaster Project (CAR)

83% of the Cerrado biome
supported by information on
vegetation cover, forest resources,
use of biodiversity species,
carbon stocks and
deforestation;

**12 new species** and new records of plants in the Cerrado.

Less than 8% of the Cerrado is secured within Protected Areas. Therefore, protection of native vegetation on private lands has been a fundamental strategy for biodiversity conservation.

Biodiversity conservation actions also include the performance achieved through sustainable agricultural technologies (5) and environmental regularization of rural properties. (6).





• Employment opportunities and income generation

In addition to the direct jobs created as a result of its 8 projects, FIP in Brazil provides agrarian reform beneficiaries, traditional communities and family farmers with access to rural credit funds through environmental regularization.

7 FIP DGM Brazil

Furthermore, it supports the implementation of projects by indigenous, Quilombola and traditional communities, and strengthens their trade organizations, thereby contributing to the protection of their territories and their livelihoods 7.

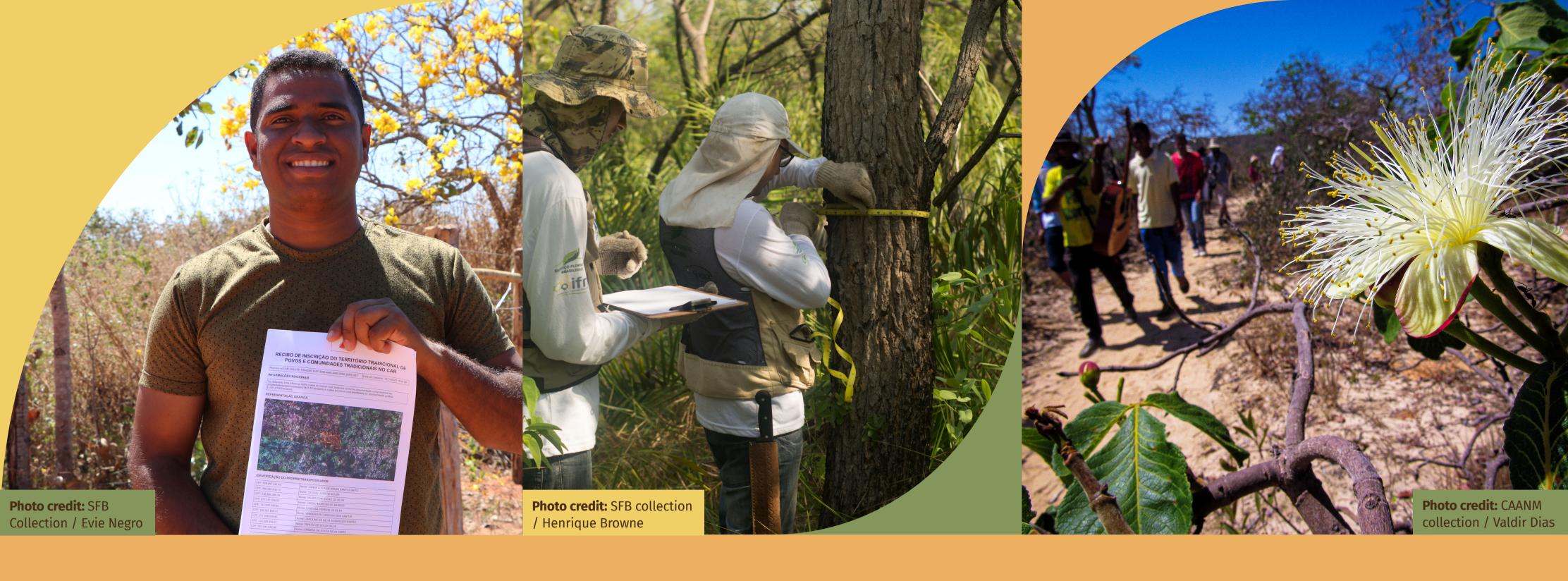
The Projects also support income generation through supply chains of fruits in the Cerrado. For cattle ranchers, sustainable production technologies have yielded increased income associated with environmental gains.

More than 25 thousand families of traditional peoples and communities had their properties registered in the Rural Environmental Cadaster;

About 34 thousand beneficiaries from indigenous, Quilombola and traditional communities received assistance to improve their livelihoods (strengthening of community food sovereignty and promoting healthy diets, generating and increasing income, better working conditions and quality of life);

2.7 thousand families from 59 indigenous,
Quilombola and traditional communities with
emergency assistance to address the adverse
impacts of COVID-19 on their livelihoods,
health and food security.





## • Institutional capacities

The BIP/FIP improved the management capacity of environmental public policies, cross-institutional engagement and enhanced tools and methodologies, with benefits not only for the Cerrado, but also for other biomes in Brazil.



**58 government agencies trained** to improve the management of forest resources;

21 government institutions in charge of policies for conservation and sustainable use of resources, deforestation control and fire prevention using tools developed by FIP in Brazil;

The 11 states in the Cerrado area with the Rural Environmental Cadaster System (SiCAR) in place and integrated into state systems;

Creation of a **deforestation monitoring system for the Cerrado with annual reporting** and data since 2016;

Creation of a near real-time **deforestation alert system** for the Cerrado, in operation since 2018;

Creation of a **GHG emission reporting system** for the Cerrado, in operation since 2019;

Creation of land use and land cover mapping systems in the Cerrado, in operation since 2018.

Through its eight projects, which make up a complex institutional arrangement of public and private organizations, BIP/FIP has expanded Brazil's capacity to tackle climate change.

It has comprehensively and complementarily created technologies that foster a paradigm shift in Brazil's activities that emit the most GHG, which reflects a sustainable mode of production in harmony with nature.

Meanwhile, it developed and shared with the world information systems capable of measuring the impact of these activities on the climate agenda on the basis of scientific evidence. These actions boost scientific knowledge and inform key public policies and decision-making processes.

Essential for environmental management of the Cerrado, the 10-year achievements of the FIP in Brazil outline a scenario where the Cerrado can rely on accurate **information** on its forest biodiversity and carbon stocks; it has a **deforestation alert system** in place that helps law enforcement bodies in near realtime; it has been aware of and monitored deforestation since 2016; it experiments with actions proposed by indigenous peoples, Quilombola and traditional communities, which strengthen their territories and livelihoods; it helps to expand models aimed at **sustainable agriculture** and monitors the development of the **necessary conditions** for the environmental regularization of its properties.

To learn more about the individual FIP Brazil projects, *click here* to access the full report.