

# INSTITUTE FOR POVERTY, LAND AND AGRARIAN STUDIES (PLAAS)



#### The politics of SAGCOT: Implications for smallscale producers and pathways for rural livelihoods

IESE Panel, 19 September, Maputo, Mozambique



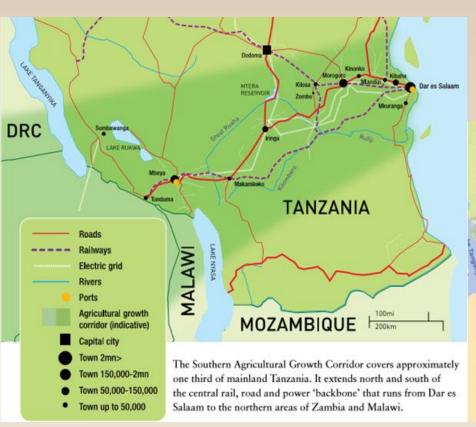
**Emmanuel Sulle** 

A place of quality, a place to grow, from hope to action through knowledge

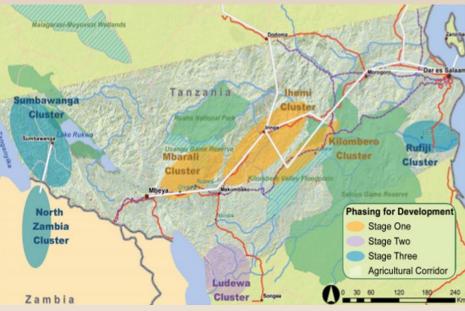
#### Introduction

- Interrogates SAGCOT's implications on small-scale producers and pathways for rural livelihoods
- Focuses on the forms and impacts of existing land-based investments on affected communities
  - companies and or few individuals acquiring land rights through long-term leases or concessions
  - processors or firms entering into partnerships with small-scale producers
- But there is limited information on how such partnerships are designed and executed
- Combining both qualitative methods (documents review, FGDs, KIIs) and quantitative methods

### SAGCOT's area and clusters



#### SAGCOT's 6 clusters



# Political economy of SAGCOT

- SAGCOT is touted as the 'Kilimo Kwanza (Agriculture First)' in Action
- It focuses on attracting private sector investments in agriculture
- It's plans are currently merged to those of domestic, regional and international initiatives
  - Kilimo Kwanza,
  - Comprehensive African Agriculture Development Programme (CAADP)
  - the 'New Alliance for Food Security and Nutrition initiative (New Alliance)
- Local and national elites welcome large-scale initiatives
  - create opportunities for rent-seeking and direct engagement through lease agreements and/or directly accumulating land

15 November 2017 Land dialogue 5

# • SAGCOT & disbanded BRN initiative promote

 SAGCOT & disbanded BRN initiative promote 'nucleus-outgrower' – as an inclusive business model

Commercial farming



25 Commercial farming deals for paddy and sugarcane

Smallholder aggregation



78 Professionally managed collective rice irrigation and marketing schemes



275 Collective warehouse based marketing schemes

## Actors, financiers and models

- Prorustica and AgDevCo wrote the blue print for SAGCOT and Beira Corridor
- GOT, private sector and some development partners are key financiers + WB
- Nucleus-outgrower model /contract farming is central to SAGCOT investments
- But, it is not a panacea. Its outcomes are context specific ...often gender differentiated

Table 1: Longitudinal comparison of workforce employment status in KSCL by gender

	Men		Women		Total	
Year	1992	2013	1992	2013	1992	2013
Permanent	4,008	760	495	110	4,503	870
	(44%)	(36%)	(64%)	(27%)	(45%)	(34%)
Seasonal	4,861	1,259	228	250	5,089	1,509
	(52%)	(59%)	(29%)	(61%)	(51%)	(59%)
Other non-	344	117	56	49	400	166
permanent	(4%)	(5%)	(7%)	(12%)	(4%)	(7%)
Total	9,213	2,136	779	409	9,992	2,545
	(92%)	(84%)	(8%)	(16%)		

**Source**: 1992 data from Mbilinyi and Semakafu (1995, 68); 2013 data supplied by KSCL Human Resources, April 2014. Percentage figures for men and women represent the proportion of all men and all women working in each category of employment. Percentages in the vertical total column represent the proportion of the workforce working in each category of employment.

#### Resistances, re-orientation & pathways

- Despite political support it enjoyed SAGCOT is yet to achieve its ambitious plans of establishing largescale farms
- lack of readily available land
- SAGCOT's now focusing on "free" (general) land [formerly (abandoned) estate land]
- Small-scale farmers but different crops over time!
- Local politics of resource ownership is reshaping it
- Lack of policy, legal and institutional frameworks guiding large-scale land-based investment

# Aksanteni sana

