Understanding and Valuing the Marine Ecosystem Services of the Northern Mozambique Channel

A study commissioned by WWF International, conducted by:

- Paulo A.L.D. Nunes (TEEB and WAVES Wealth Accounting and Valuation of Ecosystem Services)
- Andrea Ghermandi (University of Haifa)

Full report and summary at: www.cordioea.net/nmc www.panda.org/marine/nmc

Presented by David Obura

CORDIO East Africa, NMCi Core Team

UNDERSTANDING AND VALUING MARINE ECOSYSTEM SERVICES IN THE NORTHERN MOZAMBIQUE CHANNEL



Prepared by WWF and CORDIO.

Blue economy:

"The Blue economy is Africa's future" - African Union (AU) Agenda 2063

Twitter definition - a
#blue/#greeneconomy achieves
#socialwellbeing,
#economicgrowth and
#environmentalsustainability
jointly #NairobiConvention
#NCCOP8 (@dobura)

Of particular importance/value for small island states and coastal zones/economies

But, in the rush to development and securing ocean wealth, a very real risk that 'wealth' is the only focus, rather than sustainability and social goals.

US\$24TN

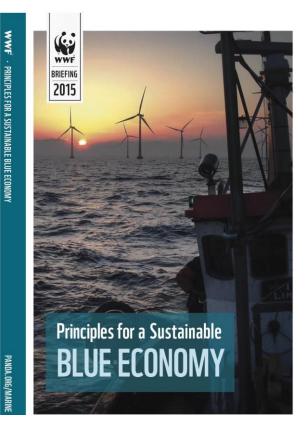
The overall value of key ocean assets is more than US\$24 trillion

2050

At current rates of temperature rise, coral reefs will disappear by 2050

7TH

Based on the gross marine product, the ocean is the 7th largest economy in the world



REVIVING THE OCEAN ECONOMY

2/3

Two-thirds of the base economic value of the ocean is produced by assets that rely on healthy ocean conditions

Background:

Ecosystem service valuation

- Attempt to account for nature in monetary/economic terms
- But a significant problem of many ecosystem functions and services not being easily quantified in such terms

Important milestones

- Millennium Ecosystems Assessment (MEA), 2005
- The Economics of Ecosystems and Biodiversity (TEEB), 2007
- Natural Capital Accounting (NCA)
- Development of multiple tools, first presentation.





Data and sources

- Often there is no direct data, so indicators/proxies need to be developed
- The spatial and temporal resolution of data may be poor or unsuitable
- Heterogeneity of data types and sources
- These issues are compounded at the regional level, due to multiple countries and sources of information

Northern Mozambique Channel –

See Background Document (2015)

UNDERSTANDING AND VALUING MARINE ECOSYSTEM SERVICES IN THE NORTHERN MOZAMBIQUE CHANNEL



Box 1. Facts and figures on the Northern Mozambique Channel.

Nature

- Contains 35 % of Indian Ocean coral reefs
- Contains 5% of world's mangrove forests
- Is the 2nd peak in biodiversity of hard coral species
- Is a key corridor for humpback whales
- is on the migration route of WIO tuna and tuna-like species
- contains large carbon sinks (seagrasses, mangroves, coastal wetlands)

Economics

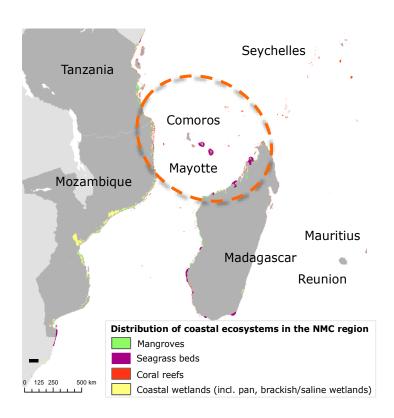
- marine resources account for approximately 5% of GDP in small Island States.
- small-scale artisanal and subsistence fishers account for 70-80% of total catches.
- NMC provides a significant part of WIO tuna fisheries (\$2 billion/yr)
- NMC supports industrial fishing/mariculture of growing importance
- tourism is among fastest growing sectors/high potential (11% annual growth in Madagascar, annual arrivals)
- NMC holds natural gas reserves, over 100 Tcf (trillion cubic feet) as currently known
- NMC supports 30% of global tanker traffic, over 5000 tanker-trips annually

Geography

- is home to 10 million people in the coastal zone
- Is bordered by 6 coastal states and comprised of Exclusive Economic Zones (EEZ) only (no areas beyond national jurisdiction)

Six services examined:

Category	Services
Provisioning	Large scale fishing
	Artisanal fishing
	Mariculture
Cultural	Coastal tourism and
	recreation
Regulating	Carbon sequestration
	Coastal erosion prevention



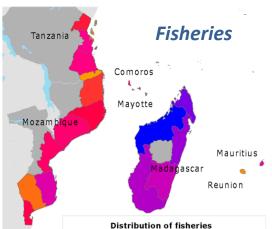
Data Sources (2 examples):

- International tourism flows, United Nations World Tourism Organization (UNWTO). By province, 2001-2011.
- Modelling estimating ES value from values measured for a habitat at specific locations, or in the literature (e.g. coral reef fishery catch), and extending those over mapped habitat layers (e.g. coral reef extent) in a GIS.

'Province' level estimation of value:

- Units in millions of US\$ per year

Provisioning services



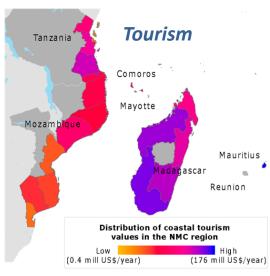
Low

(0.8 mill US\$/year)

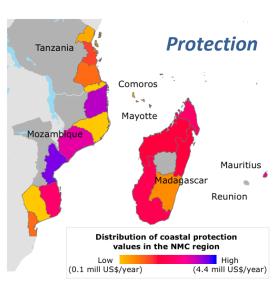
landed values in the NMC region

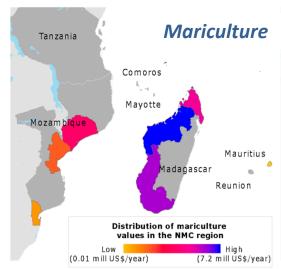
(26.1 mill US\$/year)

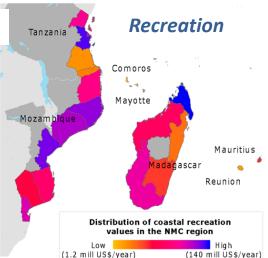
Cultural services

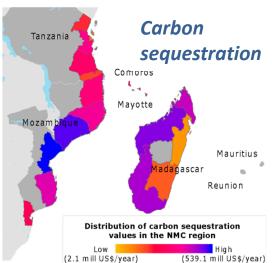


Regulating services

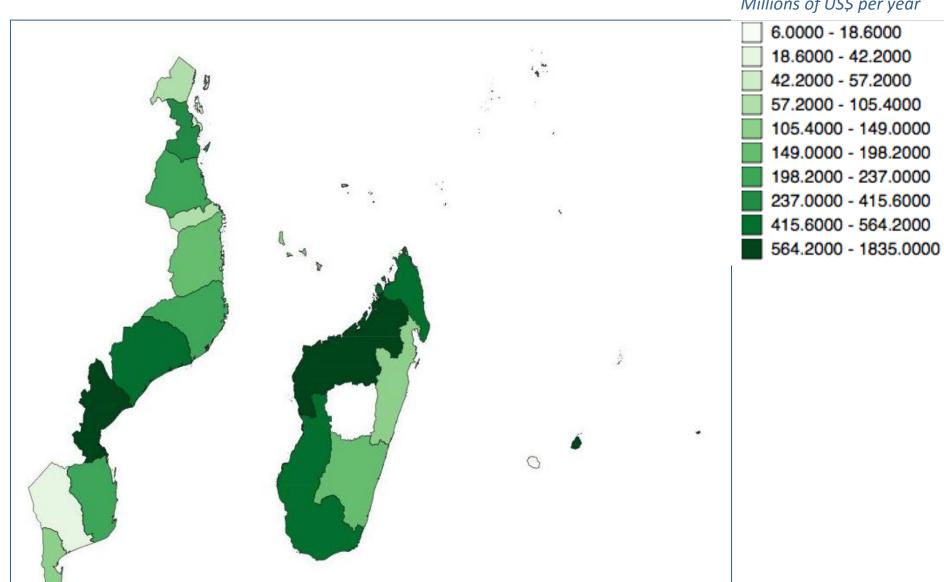








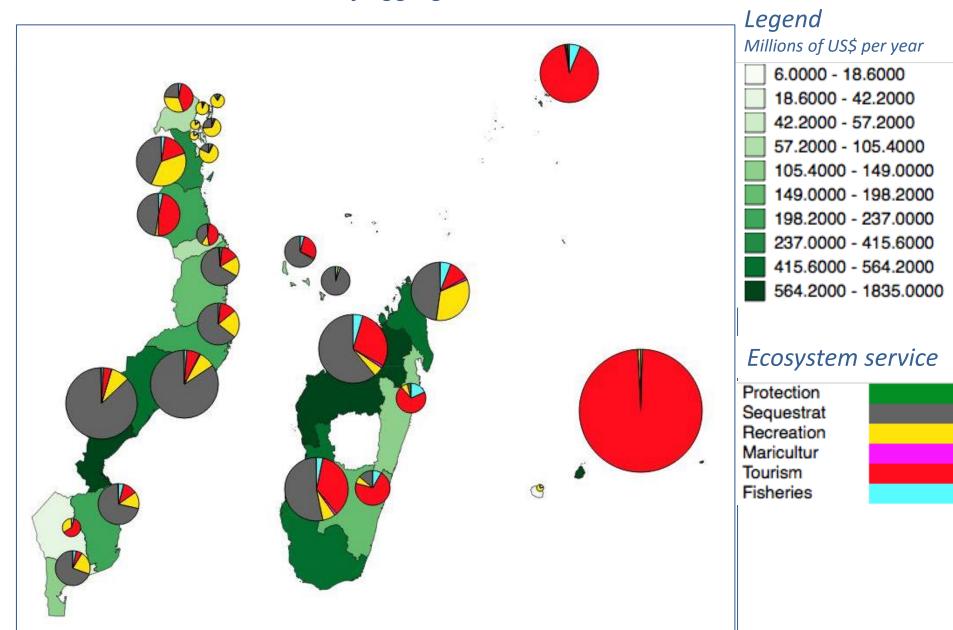
'Province' level estimation of aggregate value:



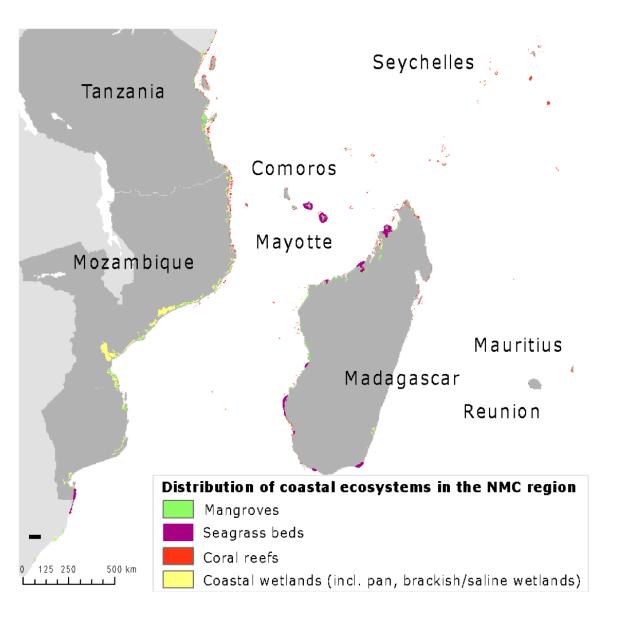
Legend

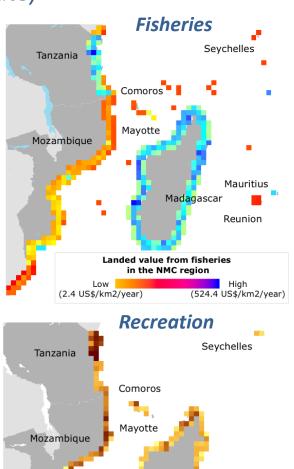
Millions of US\$ per year

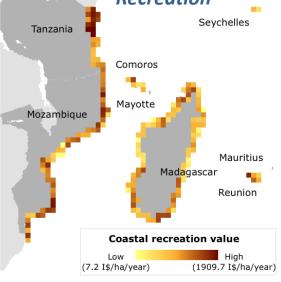
'Province' level estimation of aggregate value:



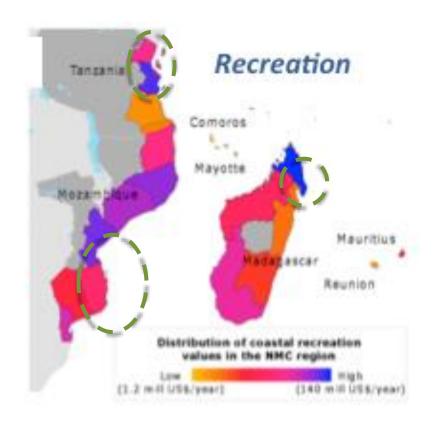
Modeled value, based on habitat distribution (and state)

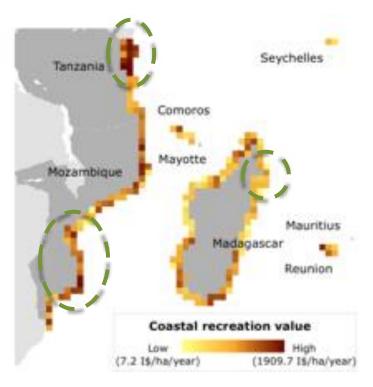






Some discrepancies in the two data sources – literature/data sources vs. modeled values





Monetary vs. social components of economic value ...

Box 3. Economic value of small-scale fisheries, Velondriake, Madagascar

The fishery:

- 5,524 metric tons of fish and invertebrates
- coral reef ecosystem

Economic value:

- 83% was sold in the markets
- Annual revenue of nearly 6.0 million USD (2010, PPP)
- estimated annual value of \$6.9 million USD (2010, PPP)

Social value:

- employs 87% of the adult population
- Generates 82% of all household income,
- provides the sole protein source in 99% of all household meals with protein.

Source: Barnes-Mauthe M, Oleson KLL, Zafindrasilivonona B (2013)

Delivering a Blue Economic approach - Ocean governance

Scenario A Blue economy pathway

Maintain and enhance the health and productivity of renewable natural assets

Choices/decisions, informed by

- Valuation and an assets-based approach, especially of ecosystem services and dependency.
- Marine Spatial Planning (MSP) includes both governance and information components

Scenario B Fuelled Business as Usual

Resources mined without regeneration or minimizing impacts

Recommendations (for conclusions from this workshop to Science to Policy meeting):

- 1. Cooperation across countries essential (Conventions, SDGs, etc)
- More consistent and finer resolution data (e.g. from inventories of natural assets/capital) needed for Ecosystem Service valuation.
- 3. Address priority sectors/fill gaps with initial investment (funding)
- 4. Use ES valuation as a basis for investment/development/impact choices e.g. investment funds.
- 5. Develop Marine Spatial Planning (MSP) as a foundation for decision-making, as well as for information processing, including of ES valuation results