

Together Towards Better Deals

Introducing the G7 CONNEX Initiative Support Offer







CONNEX In Brief



Mandate: CONNEX provides assistance to governments of developing as well as transitional countries in negotiating or renegotiating largescale, complex investment contracts in the resource sector and beyond through provision of international and regional external expertise.

Unique support mechanism in international cooperation

- 2014: G7 Leaders initiated the CONNEX Initiative together with developing countries
- January 2017: CONNEX Support Unit launched
- Structure: currently organized as GIZ project, with its own governance structure
- Financing: European Union and German Federal Ministry for Economic Cooperation and Development







Need for Negotiation Support



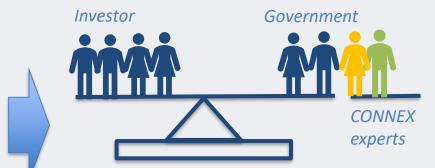
International Investor

- ✓ Multiple experiences
- Extended access to information/resources
- ✓ Built-in capacities

Government

- ? Lack of matching experiences / capacities
- ? Lack of critical expertise
- ? Less access to information/resources

Contributing to a level playing field



CONNEX Support

- ✓ Multidisciplinary, independent expertise
- ✓ Demand-driven and context-tailored
- ✓ short-term and flexible



- ✓ Informed decision making
- ✓ Balanced and stable deals with mutual benefits
- Long-lasting partnerships
- ✓ Investment for Development









CONNEX Support In Detail





1. Setting the Legal & Policy Framework



2. Pre-Negotiation Stage



3. Contract Negotiation Stage



4. Implementation & Monitoring Stage

Source: https://neogiationsupport.org/roadmap

Support of analysis of legal and financial potential

Review of environmental and social impact assessment

Data collection and verification

composition of negotiation Team

Development of a negotiation strategy

Support at the negotiation table

Support in legal drafting and financial modelling

Advising on adjustments of strategy and priorities

Clarification on risks and opportunities

Improved documentation and process coordination







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CONNEX Story Until Today



- CONNEX Support to 16 countries in Sub-Saharan Africa, Latin America and in Central Asia.
- Strong focus on mining with increased experience in infrastructure and renewable energies, pilot in hydropower
- Successful collaboration with growing number of development partners such as development banks (WB, IDB, ADB), think tanks (NRGI), regional organizations (NEPAD)
- Effective cooperation with other service providers such as ALSF and ISLP
- Positive feedback from clients, gained recognition as a trustworthy service provider for contract negotiations.



Direct access to our impact stories here!







Insight: CONNEX Support in Liberia



Project: Major iron-ore concession, back-bone of the Liberian resource sector

Support to Liberia Revenue Authority: Renegotiating the Royalty Pricing Agreement

- Assistance: Legal expertise and Financial expertise
- Duration: 11 months preparatory phase + four months of actual renegotiation



Result: Several million of additional revenue and new pricing formula

Support to Liberian National Investment Commission:

- Renegotiating the Mineral Development Agreement
- > Creation of a multi-user rail to facilitate transport of iron ore for multiple users from Guinea and Liberia
- Assistance: Geological expertise, infrastructure expertise, legal expertise,

financial expertise

Duration: start in October 2019, currently in renegotiation rounds









How CONNEX Support Works



A few weeks to a few months

Informal exchange with Government

Initiated e.g. by





Official Request from Government

e.g. PM Office State Cabinet Min of Finance Min of Mines Investment Com. Check and **Approval** through CONNEX Structure

Definition of Scope of Support

Identification of experts

Provision of Advice and Support

Evaluation Review Adjustment

Few days to multiple months







CONNEX Quality Concept





CONNEX Experts

- Various disciplines (legal, financial, geological, environmental, infrastructure, industry, strategic)
- Independent, high-level expertise
- long-term experience in their discipline
- Experience in advising governments in negotiation contexts
- Relevant regional experience and expertise, including language
- High political and cultural sensitivity
- Integrated capacity building approach



CONNEX Support Unit

- Comprehensive needs assessment
- continous coordination and supervision of the support process
- direct point of contact for clients and experts
- Risk-management and evaluation



CONNEX Code of Conduct

- Integrity and Confidentiality
- Setting of advisory role and framework
- Applies to all CONNEX experts







In Summary: CONNEX Results and Value Added



- Unique support mechanism, covering a niche in int. cooperation
- Direct contribution to revenue generation, economic development
- Contribution to international and national development agendas and the responsible mining scheme
- Possibility to address environmental and social dimensions of agreements
- Opportunity for Government to set precedents for future processes
- Contribution to improved investment climate with mutual benefits
- direct support with immediate results and possibilities for long-term learning and knowledge management
- Complementary to the work and assistance of other partners and initiatives

We appreciate how responsive CONNEX was to our request for support. The CONNEX Secretariat worked with us in defining the right expertise required for the negotiation.

The independent and highly qualified experts supported us in preparing for the negotiation and during negotiation rounds. We had access to the right experts at the right time, even when the scope needed to be extended during negotiations.

Professor Fabien Nkot,

Coordinator of the Permanent Secretariat of the Strategic Council for Negotiations and Implementation of Mining Contracts,
Republic of Cameroon

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How To Request Support





Need for external support in negotiation processes?



Step 1: Get in touch via phone or email support@connexunit.org



Step 2:Submission of Formal Request

CONNEX Support Unit Secretariat Potsdamer Platz 10 10785 Berlin, Germany support@connex-unit.org



Step 3: Approval of Request



Step 4: Delivery of Support



Find all the details **here**!









Thank you. We look forward to your questions!

Get in touch:

support@connex-unit.org
www.connex-unit.org





