



Corruption and Extractive Industries: Brazilian civil society's perspective



Social Observatories

extractive industry

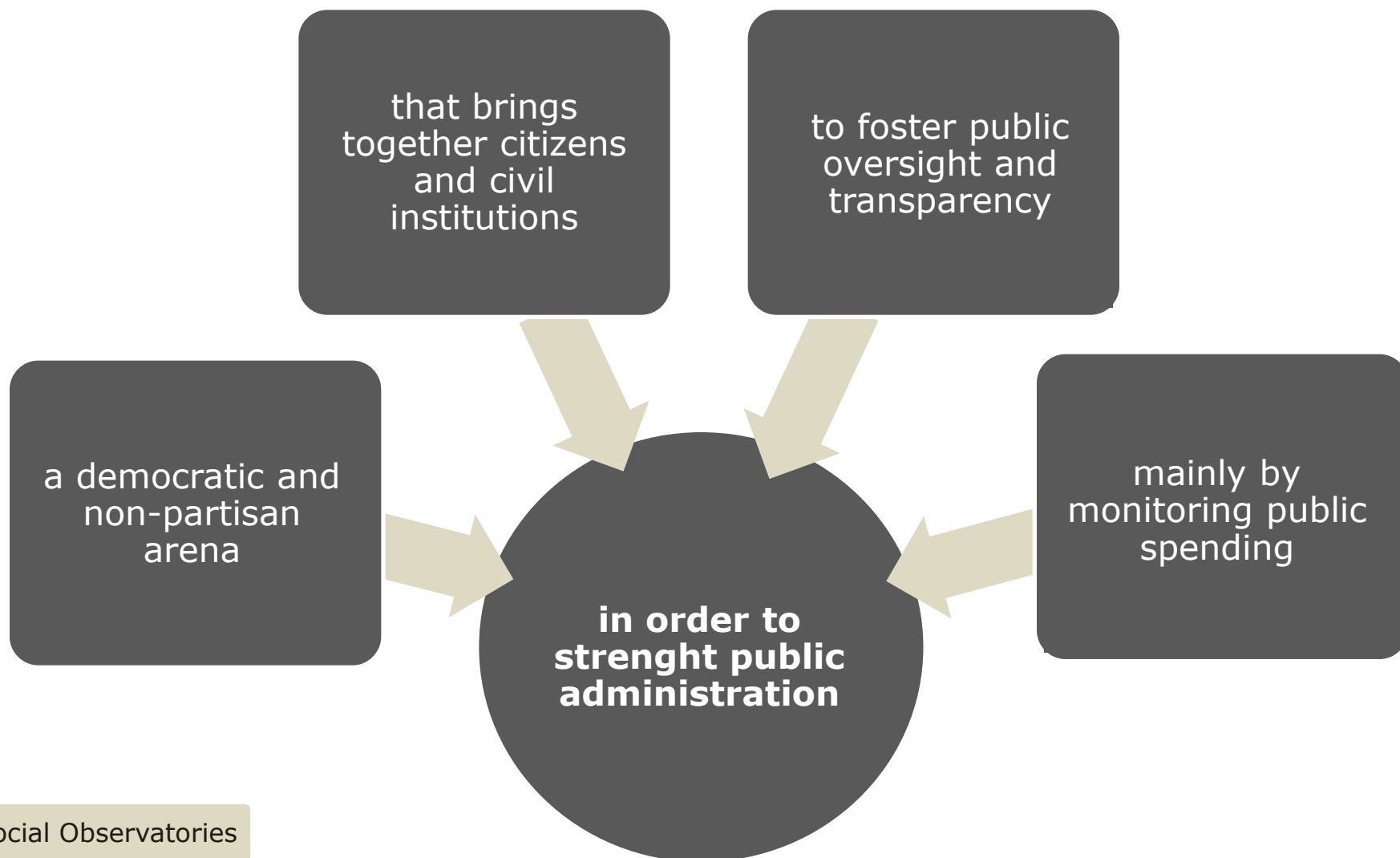
society's reaction

situation in Brazil

Petrobras case

perspectives

what is a Social Observatory?



no members
are affiliated to
political parties

no benefit or
money from
public sector

built along 10 years

awarded by CEPAL and Kellogg's

manualized by PWC

140 autonomous units in 20 states

more than 3,000 active volunteers

savings of USD 470 million in 4 years

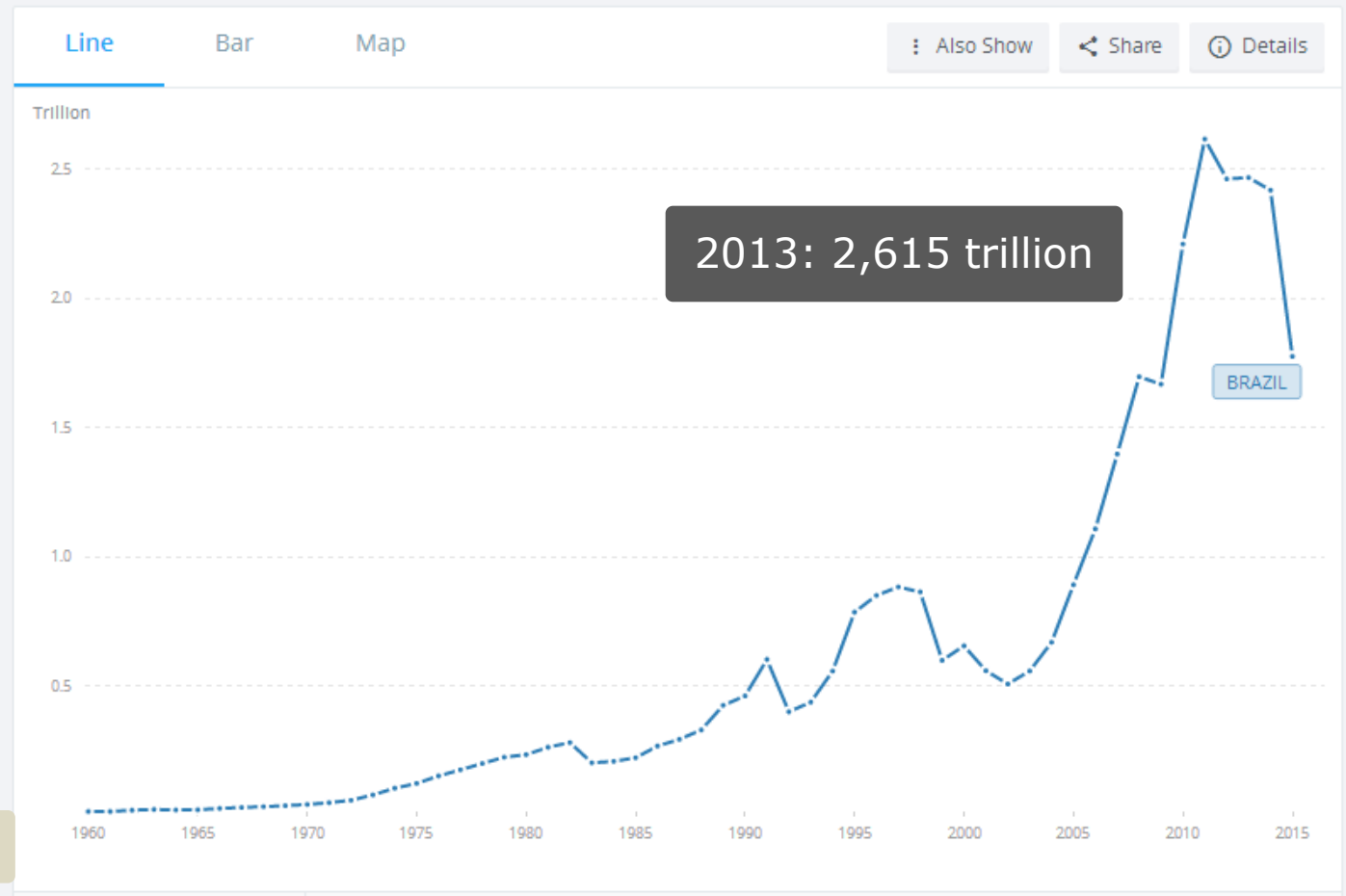
Brazil's situation in 2013

GDP (current US\$)

Source: World Bank

World Bank national accounts data, and OECD National Accounts data files.

License: [Open](#)



situation in Brazil

Brazil's situation in 2013

Poverty

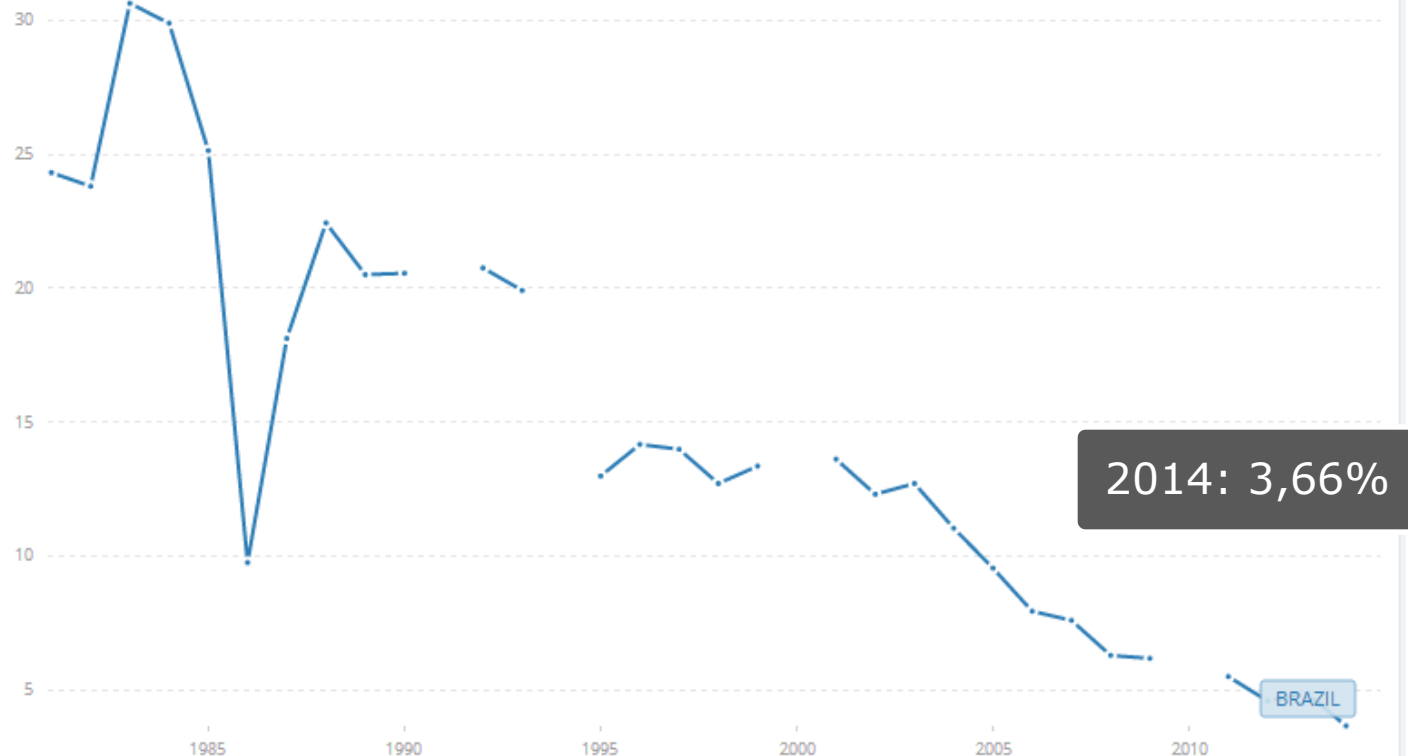
Source: World Bank

Poverty headcount ratio at \$1.90 a day (2011 PPP)
(% of population)

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Details



2014: 3,66%

BRAZIL

situation in Brazil

people on the streets



situation in Brazil

multiple factors

high sense of corruption and impunity



situation in Brazil

multiple factors

big tax burden and bad public services



situation in Brazil

multiple factors

low sense of representation



situation in Brazil

TABELA 57

AGENDA ATUAL SEGUNDO TEMA⁸⁰

| Temas | Nº de atores que mencionam | |
|-----------------------------------------------------------------------------------------------------------------------------|-------------------------------|-------|
| <i>Agenda econômica</i> | | |
| A reativação econômica (debate sobre uso de recursos produtivos (gás, petróleo, coca; privatizações, reforma financeira) | 80 | (53%) |
| Questão fiscal | 24 | (16%) |
| Dívida externa | 9 | (6%) |
| Integração regional andina/Mercosul/ALCA | 9 | (6%) |
| Tratados de livre comércio | 8 | (5%) |
| Acordo com o FMI | 3 | (2%) |
| <i>Agenda social</i> | | |
| Desemprego | 52 | (34%) |
| Violência, delinquência, segurança cidadã | 51 | (34%) |
| Reforma da educação/Saúde | 40 | (26%) |
| Pobreza | 37 | (24%) |
| <i>Agenda política</i> | | |
| A corrupção | 55 | (36%) |
| Reforma política/ Papel dos partidos/ Descentralização | 30 | (20%) |
| Reforma do Estado (abertura, modernização) | 23 | (15%) |
| Solução do conflito político institucional/ Reconstrução institucional/ Fragilidade institucional | 12 | (8%) |
| Lavagem de dinheiro e narcotráfico. A questão/O tema da coca | 12 | (8%) |
| Reforma do sistema judiciário. Estado de direito. Segurança jurídica | 11 | (7%) |
| Reforma constitucional | 9 | (6%) |
| Relação governo-sociedade, conciliação nacional | 6 | (4%) |

extractive industry

Fonte: PRODDAL, Rodada de consultas com líderes da América Latina, 2002.

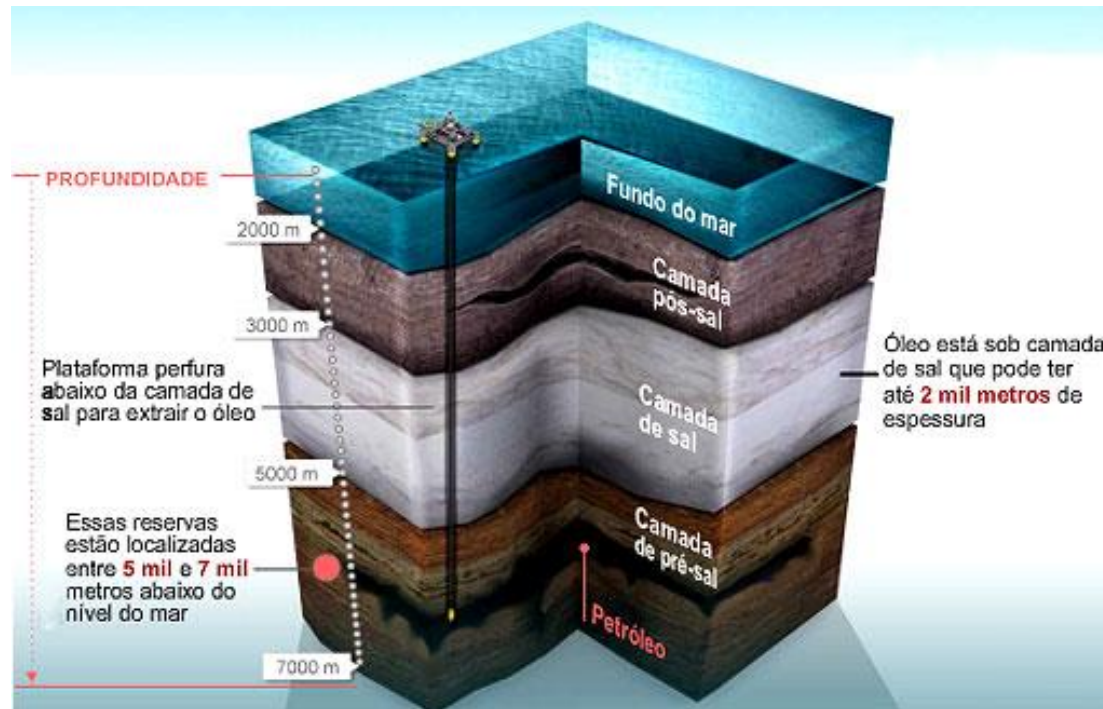
option for agrocommodities and "NC"

dutch disease

pré-sal for education

Extractive industry

pré-sal layer



strong
economy

USD 110
a barrel

75% of
royalties

Petrobras case

problems ahead



starting
recession

USD 40
a barrel

corruption

Petrobras case

data disclosure from Lava Jato

blame and shame

legal persecution support

society's reaction

political arena

president's impeachment

"10 measures against corruption"

elections response

society's reaction

what is happening now

judicialization of politics



outsiders are better



general distrust and hope (???)



perspectives

risks to avoid

political “savior” trend



“good corruption”: deregulation



populism based on “justice”



perspectives

measures to take

institutions empowerment



quality of public spending



open government and participation



perspectives

measures to take

human capital development



perspectives

Muchas gracias! Thank you!

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