# A Land Grab Scenario for Indonesia? Diverse Trajectories and Virtual Land Grabs in the Outer Islands

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#### Merauke Food Estate - Papua





koran-jakarta.com http://farmlandgrab.org/

### transnational land grabbing in Indonesia

- To what degree is the scenario happening?
- What kind of scenario?



#### Define land grabbing

- grasping, seizure or capture of land in an unacceptable or illegitimate fashion at the expense of the poor.
- 2. long-term control of large landholdings → to supply the food and energy needs

### Trajectories of tenurial transformations

- 1. technology and infrastructure develops, → resources that can be extracted or utilised
- 2. market opportunities → practices of extraction
- 3. Reworking of state laws: revenue & accumulation
- 4. a series of redefinitions → landscape

#### transformations

- 1. colonial plantation development,
- 2. markets for timber & technologies to exploit forests
- 3. large-scale government administered colonisation project
- 4. private palm oil & timber estates
- 5. market for biofuels, rising value of agricultural commodities & carbon

#### But....

- schemes bump into
  - existing land uses
  - ecologies
  - shifting political economies
    - » fluctuations in commodity prices
- → Problematic resisted, only partially realised.
- → often 'virtual' permit grabbing

#### Central Kalimantan:

The one million hectare project



#### Constraints...

- the social and political processes of commodity production → shape how plans work out in a particular context
  - Legitimacy & food security
  - Separatism
  - fuzzy land tenure arrangements: overlapping statutory and embedded rights

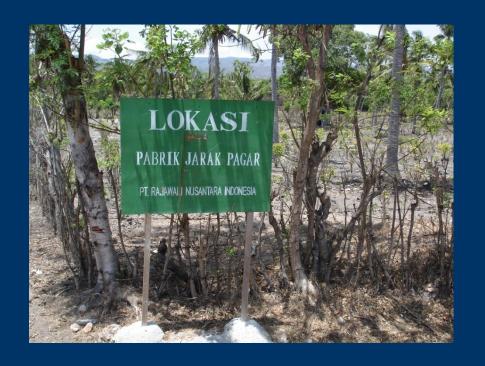
## Jatropha in East Indonesia (NTT)





### Pattern of failed jatropha plantations

- main domestic actors
  - Capture linked budgets& subsidies
  - rents associated with investments
  - land grabbing by international companies?



# Land grab scenarios & oil palm



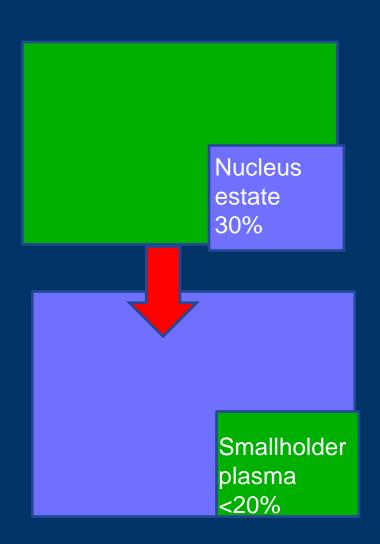
#### Liberalization of plantation laws

Smallholder plasma 70%

70:30 model

Nucleus estate <80%

20:80 model



#### Conclusions

- projects/plans/booster rhetoric vs what actually occurs
- political, economic, cultural limiting factors
  - 'double movement'
- Differences in timing, scale & mode of transformation
  - Fragmented, differentiated, decentralized
  - continuity rather than disjunction
  - Reinvestment in smallholder agriculture??