

## Water Indicators

Indicator	Value	Description	Source
Overall Basin Risk (score)	2.58	Overall Basin Risk (score)	
Overall Basin Risk (rank)	112	Overall Basin Risk (rank)	
Physical risk (score)	2.44	Physical risk (score)	
Physical risk (rank)	118	Physical risk (rank)	
Regulatory risk (score)	3.39	Regulatory risk (score)	
Regulatory risk (rank)	32	Regulatory risk (rank)	
Reputation risk (score)	2.19	Reputation risk (score)	
Reputation risk (rank)	170	Reputation risk (rank)	
1. Quantity - Scarcity (score)	1.90	1. Quantity - Scarcity (score)	
1. Quantity - Scarcity (rank)	127	1. Quantity - Scarcity (rank)	
2. Quantity - Flooding (score)	4.18	2. Quantity - Flooding (score)	
2. Quantity - Flooding (rank)	19	2. Quantity - Flooding (rank)	
3. Quality (score)	2.23	3. Quality (score)	
3. Quality (rank)	140	3. Quality (rank)	
4. Ecosystem Service Status (score)	2.13	4. Ecosystem Service Status (score)	
4. Ecosystem Service Status (rank)	113	4. Ecosystem Service Status (rank)	
5. Enabling Environment (Policy & Laws) (score)	3.00	5. Enabling Environment (Policy & Laws) (score)	
5. Enabling Environment (Policy & Laws) (rank)	78	5. Enabling Environment (Policy & Laws) (rank)	
6. Institutions and Governance (score)	3.75	6. Institutions and Governance (score)	
6. Institutions and Governance (rank)	41	6. Institutions and Governance (rank)	
7. Management Instruments (score)	3.40	7. Management Instruments (score)	
7. Management Instruments (rank)	27	7. Management Instruments (rank)	
8 - Infrastructure & Finance (score)	3.45	8 - Infrastructure & Finance (score)	
8 - Infrastructure & Finance (rank)	57	8 - Infrastructure & Finance (rank)	
9. Cultural Diversity (score)	1.00	9. Cultural importance (score)	
9. Cultural Diversity (rank)	166	9. Cultural importance (rank)	
10. Biodiversity Importance (score)	2.93	10. Biodiversity importance (score)	

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Indicator	Value	Description	Source
10. Biodiversity Importance (rank)	142	10. Biodiversity importance (rank)	
11. Media Scrutiny (score)	2.55	11. Media Scrutiny (score)	
11. Media Scrutiny (rank)	122	11. Media Scrutiny (rank)	
12. Conflict (score)	2.04	12. Conflict (score)	
12. Conflict (rank)	142	12. Conflict (rank)	
1.0 - Aridity (score)	1.08	The aridity risk indicator is based on the Global Aridity Index (Global-Aridity) and Global Potential Evapo-Transpiration (Global-PET) Geospatial data sets by Trabucco and Zomer (2009). These data sets provide information about the potential availability of water in regions with low water demand, thus they are used in the Water Risk Filter 5.0 to better account for deserts and other arid areas in the risk assessment.	Trabucco, A., & Zomer, R. J. (2009). Global potential evapo-transpiration (Global-PET) and global aridity index (Global-Aridity) geodatabase. CGIAR consortium for spatial information.
1.0 - Aridity (rank)	108	The aridity risk indicator is based on the Global Aridity Index (Global-Aridity) and Global Potential Evapo-Transpiration (Global-PET) Geospatial data sets by Trabucco and Zomer (2009). These data sets provide information about the potential availability of water in regions with low water demand, thus they are used in the Water Risk Filter 5.0 to better account for deserts and other arid areas in the risk assessment.	Trabucco, A., & Zomer, R. J. (2009). Global potential evapo-transpiration (Global-PET) and global aridity index (Global-Aridity) geodatabase. CGIAR consortium for spatial information.
1.1 - Water Depletion (score)	1.09	The water depletion risk indicator is based on annual average monthly net water depletion from Brauman et al. (2016). Their analysis is based on model outputs from the newest version of the integrated water resources model WaterGAP3 which measures water depletion as the ratio of water consumption-to-availability.	Brauman, K. A., Richter, B. D., Postel, S., Malsy, M., & Flörke, M. (2016). Water depletion: An improved metric for incorporating seasonal and dry-year water scarcity into water risk assessments. <i>Elem Sci Anth</i> , 4.
1.1 - Water Depletion (rank)	139	The water depletion risk indicator is based on annual average monthly net water depletion from Brauman et al. (2016). Their analysis is based on model outputs from the newest version of the integrated water resources model WaterGAP3 which measures water depletion as the ratio of water consumption-to-availability.	Brauman, K. A., Richter, B. D., Postel, S., Malsy, M., & Flörke, M. (2016). Water depletion: An improved metric for incorporating seasonal and dry-year water scarcity into water risk assessments. <i>Elem Sci Anth</i> , 4.
1.2 - Baseline Water Stress (score)	1.04	World Resources Institute's Baseline Water Stress measures the ratio of total annual water withdrawals to total available annual renewable supply, accounting for upstream consumptive use. A higher percentage indicates more competition among users.	Hofste, R., Kuzma, S., Walker, S., ... & Sutanudjaja, E.H. (2019). <i>Aqueduct 3.0: Updated decision relevant global water risk indicators</i> . Technical note. Washington, DC: World Resources Institute.

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Indicator	Value	Description	Source
1.2 - Baseline Water Stress (rank)	151	World Resources Institute's Baseline Water Stress measures the ratio of total annual water withdrawals to total available annual renewable supply, accounting for upstream consumptive use. A higher percentage indicates more competition among users.	Hofste, R., Kuzma, S., Walker, S., ... & Sutanudjaja, E.H. (2019). Aqueduct 3.0: Updated decision relevant global water risk indicators. Technical note. Washington, DC: World Resources Institute.
1.3 - Blue Water Scarcity (score)	2.28	The blue water scarcity risk indicator is based on Mekonnen and Hoekstra (2016) global assessment of blue water scarcity on a monthly basis and at high spatial resolution (grid cells of 30 × 30 arc min resolution). Blue water scarcity is calculated as the ratio of the blue water footprint in a grid cell to the total blue water availability in the cell. The time period analyzed in this study ranges from 1996 to 2005.	Mekonnen, M. M., & Hoekstra, A. Y. (2016). Four billion people facing severe water scarcity. <i>Science advances</i> , 2(2), e1500323.
1.3 - Blue Water Scarcity (rank)	106	The blue water scarcity risk indicator is based on Mekonnen and Hoekstra (2016) global assessment of blue water scarcity on a monthly basis and at high spatial resolution (grid cells of 30 × 30 arc min resolution). Blue water scarcity is calculated as the ratio of the blue water footprint in a grid cell to the total blue water availability in the cell. The time period analyzed in this study ranges from 1996 to 2005.	Mekonnen, M. M., & Hoekstra, A. Y. (2016). Four billion people facing severe water scarcity. <i>Science advances</i> , 2(2), e1500323.
1.4 - Projected Change in Water Discharge (by ~2050) (score)	2.44	This risk indicator is based on multi-model simulation that applies both global climate and hydrological models from the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP). To estimate the change at 2°C of global warming above 1980-2010 levels, simulated annual water discharge was averaged over a 31-year period with 2°C mean warming. Results are expressed in terms of relative change (%) in probability between present day (1980-2010) conditions and 2°C scenarios by 2050.	Schewe, J., Heinke, J., Gerten, D., Haddeland, I., Arnell, N. W., Clark, D. B., ... & Gosling, S. N. (2014). Multimodel assessment of water scarcity under climate change. <i>Proceedings of the National Academy of Sciences</i> , 111(9), 3245-3250.
1.4 - Projected Change in Water Discharge (by ~2050) (rank)	45	This risk indicator is based on multi-model simulation that applies both global climate and hydrological models from the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP). To estimate the change at 2°C of global warming above 1980-2010 levels, simulated annual water discharge was averaged over a 31-year period with 2°C mean warming. Results are expressed in terms of relative change (%) in probability between present day (1980-2010) conditions and 2°C scenarios by 2050.	Schewe, J., Heinke, J., Gerten, D., Haddeland, I., Arnell, N. W., Clark, D. B., ... & Gosling, S. N. (2014). Multimodel assessment of water scarcity under climate change. <i>Proceedings of the National Academy of Sciences</i> , 111(9), 3245-3250.

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Indicator	Value	Description	Source
1.5 - Drought Frequency Probability (score)	3.19	This risk indicator is based on the Standardized Precipitation and Evaporation Index (SPEI). Vicente-Serrano et al. (2010) developed this multi-scalar drought index applying both precipitation and temperature data to detect, monitor and analyze different drought types and impacts in the context of global warming. The mathematical calculations used for SPEI are similar to the Standard Precipitation Index (SPI), but it has the advantage to include the role of evapotranspiration.	Vicente-Serrano, S. M., Beguería, S., & López-Moreno, J. I. (2010). A multiscale drought index sensitive to global warming: the standardized precipitation evapotranspiration index. <i>Journal of climate</i> , 23(7), 1696-1718.
1.5 - Drought Frequency Probability (rank)	57	This risk indicator is based on the Standardized Precipitation and Evaporation Index (SPEI). Vicente-Serrano et al. (2010) developed this multi-scalar drought index applying both precipitation and temperature data to detect, monitor and analyze different drought types and impacts in the context of global warming. The mathematical calculations used for SPEI are similar to the Standard Precipitation Index (SPI), but it has the advantage to include the role of evapotranspiration.	Vicente-Serrano, S. M., Beguería, S., & López-Moreno, J. I. (2010). A multiscale drought index sensitive to global warming: the standardized precipitation evapotranspiration index. <i>Journal of climate</i> , 23(7), 1696-1718.
1.6 - Projected Change in Drought Occurrence (by ~2050) (score)	3.00	This risk indicator is based on multi-model simulation that applies both global climate and drought models from the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP) . A drought threshold for pre-industrial conditions was calculated based on time-series averages. Results are expressed in terms of relative change (%) in probability between pre-industrial and 2°C scenarios.	Frieler, K., Lange, S., Piontek, F., Reyer, C. P., Schewe, J., Warszawski, L., ... & Geiger, T. (2017). Assessing the impacts of 1.5 C global warming-simulation protocol of the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP2b). Geoscientific Model Development.
1.6 - Projected Change in Drought Occurrence (by ~2050) (rank)	110	This risk indicator is based on multi-model simulation that applies both global climate and drought models from the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP) . A drought threshold for pre-industrial conditions was calculated based on time-series averages. Results are expressed in terms of relative change (%) in probability between pre-industrial and 2°C scenarios.	Frieler, K., Lange, S., Piontek, F., Reyer, C. P., Schewe, J., Warszawski, L., ... & Geiger, T. (2017). Assessing the impacts of 1.5 C global warming-simulation protocol of the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP2b). Geoscientific Model Development.
2.1 - Estimated Flood Occurrence (score)	4.29	This risk indicator is based on the recurrence of floods within the 34-year time frame period of 1985 to 2019. The occurrence of floods within a given location was estimated using data from Flood Observatory, University of Colorado. The Flood Observatory use data derived from a wide variety of news, governmental, instrumental, and remote sensing source.	Brakenridge, G. R. (2019). Global active archive of large flood events. Dartmouth Flood Observatory, University of Colorado.
2.1 - Estimated Flood Occurrence (rank)	19	This risk indicator is based on the recurrence of floods within the 34-year time frame period of 1985 to 2019. The occurrence of floods within a given location was estimated using data from Flood Observatory, University of Colorado. The Flood Observatory use data derived from a wide variety of news, governmental, instrumental, and remote sensing source.	Brakenridge, G. R. (2019). Global active archive of large flood events. Dartmouth Flood Observatory, University of Colorado.

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Indicator	Value	Description	Source
2.2 - Projected Change in Flood Occurrence (by ~2050) (score)	2.00	This risk indicator is based on multi-model simulation that applies both global climate and drought models from the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP). The magnitude of the flood event was defined based on 100-year return period for pre-industrial conditions. Results are expressed in terms of change (%) in probability between pre-industrial and 2°C scenarios.	Frieler, K., Lange, S., Piontek, F., Reyer, C. P., Schewe, J., Warszawski, L., ... & Geiger, T. (2017). Assessing the impacts of 1.5 C global warming-simulation protocol of the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP2b). Geoscientific Model Development.
2.2 - Projected Change in Flood Occurrence (by ~2050) (rank)	136	This risk indicator is based on multi-model simulation that applies both global climate and drought models from the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP). The magnitude of the flood event was defined based on 100-year return period for pre-industrial conditions. Results are expressed in terms of change (%) in probability between pre-industrial and 2°C scenarios.	Frieler, K., Lange, S., Piontek, F., Reyer, C. P., Schewe, J., Warszawski, L., ... & Geiger, T. (2017). Assessing the impacts of 1.5 C global warming-simulation protocol of the Inter-Sectoral Impact Model Intercomparison Project (ISIMIP2b). Geoscientific Model Development.
3.1 - Surface Water Contamination Index (score)	2.23	<p>The underlying data for this risk indicator is based on a broad suite of pollutants with well-documented direct or indirect negative effects on water security for both humans and freshwater biodiversity, compiled by Vörösmarty et al. (2010). The negative effects are specific to individual pollutants, ranging from impacts mediated by eutrophication such as algal blooms and oxygen depletion (e.g., caused by phosphorus and organic loading) to direct toxic effects (e.g., caused by pesticides, mercury).</p> <p>The overall Surface Water Contamination Index is calculated based on a range of key pollutants with different weightings according to the level of their negative effects on water security for both humans and freshwater biodiversity: soil salinization (8%), nitrogen (12%) and phosphorus (P, 13%) loading, mercury deposition (5%), pesticide loading (10%), sediment loading (17%), organic loading (as Biological Oxygen Demand, BOD; 15%), potential acidification (9%), and thermal alteration (11%).</p>	Vörösmarty, C. J., McIntyre, P. B., Gessner, M. O., Dudgeon, D., Prusevich, A., Green, P., ... & Davies, P. M. (2010). Global threats to human water security and river biodiversity. <i>Nature</i> , 467(7315), 555.

Indicator	Value	Description	Source
3.1 - Surface Water Contamination Index (rank)	140	<p>The underlying data for this risk indicator is based on a broad suite of pollutants with well-documented direct or indirect negative effects on water security for both humans and freshwater biodiversity, compiled by Vörösmarty et al. (2010). The negative effects are specific to individual pollutants, ranging from impacts mediated by eutrophication such as algal blooms and oxygen depletion (e.g., caused by phosphorus and organic loading) to direct toxic effects (e.g., caused by pesticides, mercury).</p> <p>The overall Surface Water Contamination Index is calculated based on a range of key pollutants with different weightings according to the level of their negative effects on water security for both humans and freshwater biodiversity: soil salinization (8%), nitrogen (12%) and phosphorus (P, 13%) loading, mercury deposition (5%), pesticide loading (10%), sediment loading (17%), organic loading (as Biological Oxygen Demand, BOD; 15%), potential acidification (9%), and thermal alteration (11%).</p>	Vörösmarty, C. J., McIntyre, P. B., Gessner, M. O., Dudgeon, D., Prusevich, A., Green, P., ... & Davies, P. M. (2010). Global threats to human water security and river biodiversity. <i>Nature</i> , 467(7315), 555.
4.1 - Fragmentation Status of Rivers (score)	1.60	<p>This risk indicator is based on the data set by Grill et al. (2019) mapping the world's free-flowing rivers. Grill et al. (2019) compiled a geometric network of the global river system and associated attributes, such as hydro-geometric properties, as well as pressure indicators to calculate an integrated connectivity status index (CSI). While only rivers with high levels of connectivity in their entire length are classified as free-flowing, rivers of CSI &lt; 95% are considered as fragmented at a certain degree.</p>	Grill, G., Lehner, B., Thieme, M., Geenen, B., Tickner, D., Antonelli, F., ... & Macedo, H. E. (2019). Mapping the world's free-flowing rivers. <i>Nature</i> , 569(7755), 215.
4.1 - Fragmentation Status of Rivers (rank)	155	<p>This risk indicator is based on the data set by Grill et al. (2019) mapping the world's free-flowing rivers. Grill et al. (2019) compiled a geometric network of the global river system and associated attributes, such as hydro-geometric properties, as well as pressure indicators to calculate an integrated connectivity status index (CSI). While only rivers with high levels of connectivity in their entire length are classified as free-flowing, rivers of CSI &lt; 95% are considered as fragmented at a certain degree.</p>	Grill, G., Lehner, B., Thieme, M., Geenen, B., Tickner, D., Antonelli, F., ... & Macedo, H. E. (2019). Mapping the world's free-flowing rivers. <i>Nature</i> , 569(7755), 215.
4.2 - Catchment Ecosystem Services Degradation Level (tree cover loss) (score)	3.59	<p>For this risk indicator, tree cover loss was applied as a proxy to represent catchment ecosystem services degradation since forests play an important role in terms of water regulation, supply and pollution control.</p> <p>The forest cover data is based on Hansen et al.'s global Landsat data at a 30-meter spatial resolution to characterize forest cover and change. The authors defined trees as vegetation taller than 5 meters in height, and forest cover loss as a stand-replacement disturbance, or a change from a forest to non-forest state, during the period 2000 - 2018.</p>	Hansen, M. C., Potapov, P. V., Moore, R., Hancher, M., Turubanova, S. A. A., Tyukavina, A., ... & Kommareddy, A. (2013). High-resolution global maps of 21st-century forest cover change. <i>science</i> , 342(6160), 850-853.

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Indicator	Value	Description	Source
4.2 - Catchment Ecosystem Services Degradation Level (tree cover loss) (rank)	28	<p>For this risk indicator, tree cover loss was applied as a proxy to represent catchment ecosystem services degradation since forests play an important role in terms of water regulation, supply and pollution control.</p> <p>The forest cover data is based on Hansen et al.'s global Landsat data at a 30-meter spatial resolution to characterize forest cover and change. The authors defined trees as vegetation taller than 5 meters in height, and forest cover loss as a stand-replacement disturbance, or a change from a forest to non-forest state, during the period 2000 – 2018.</p>	Hansen, M. C., Potapov, P. V., Moore, R., Hancher, M., Turubanova, S. A. A., Tyukavina, A., ... & Kommareddy, A. (2013). High-resolution global maps of 21st-century forest cover change. <i>science</i> , 342(6160), 850-853.
4.3 - Projected Impacts on Freshwater Biodiversity (score)	2.23	The study by Tedesco et al. (2013) to project changes [% increase or decrease] in extinction rate by ~2090 of freshwater fish due to water availability loss from climate change is used as a proxy to estimate the projected impacts on freshwater biodiversity.	Tedesco, P. A., Oberdorff, T., Cornu, J. F., Beauchard, O., Brosse, S., Dürr, H. H., ... & Hugueny, B. (2013). A scenario for impacts of water availability loss due to climate change on riverine fish extinction rates. <i>Journal of Applied Ecology</i> , 50(5), 1105-1115.
4.3 - Projected Impacts on Freshwater Biodiversity (rank)	107	The study by Tedesco et al. (2013) to project changes [% increase or decrease] in extinction rate by ~2090 of freshwater fish due to water availability loss from climate change is used as a proxy to estimate the projected impacts on freshwater biodiversity.	Tedesco, P. A., Oberdorff, T., Cornu, J. F., Beauchard, O., Brosse, S., Dürr, H. H., ... & Hugueny, B. (2013). A scenario for impacts of water availability loss due to climate change on riverine fish extinction rates. <i>Journal of Applied Ecology</i> , 50(5), 1105-1115.
5.1 - Freshwater Policy Status (SDG 6.5.1) (score)	3.00	This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "National Water Resources Policy" indicator, which corresponds to one of the three national level indicators under the Enabling Environment category.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
5.1 - Freshwater Policy Status (SDG 6.5.1) (rank)	70	This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "National Water Resources Policy" indicator, which corresponds to one of the three national level indicators under the Enabling Environment category.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
5.2 - Freshwater Law Status (SDG 6.5.1) (score)	3.00	<p>This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "National Water Resources Law(s)" indicator, which corresponds to one of the three national level indicators under the Enabling Environment category.</p> <p>For SDG 6.5.1, enabling environment depicts the conditions that help to support the implementation of IWRM, which includes legal and strategic planning tools for IWRM.</p>	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.

Indicator	Value	Description	Source
5.2 - Freshwater Law Status (SDG 6.5.1) (rank)	81	<p>This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation “National Water Resources Law(s)” indicator, which corresponds to one of the three national level indicators under the Enabling Environment category.</p> <p>For SDG 6.5.1, enabling environment depicts the conditions that help to support the implementation of IWRM, which includes legal and strategic planning tools for IWRM.</p>	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
5.3 - Implementation Status of Water Management Plans (SDG 6.5.1) (score)	3.00	<p>This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation “National IWRM plans” indicator, which corresponds to one of the three national level indicators under the Enabling Environment category.</p> <p>For SDG 6.5.1, enabling environment depicts the conditions that help to support the implementation of IWRM, which includes legal and strategic planning tools for IWRM.</p>	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
5.3 - Implementation Status of Water Management Plans (SDG 6.5.1) (rank)	87	<p>This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation “National IWRM plans” indicator, which corresponds to one of the three national level indicators under the Enabling Environment category.</p> <p>For SDG 6.5.1, enabling environment depicts the conditions that help to support the implementation of IWRM, which includes legal and strategic planning tools for IWRM.</p>	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
6.1 - Corruption Perceptions Index (score)	4.00	<p>This risk Indicator is based on the latest Transparency International's data: the Corruption Perceptions Index 2018. This index aggregates data from a number of different sources that provide perceptions of business people and country experts on the level of corruption in the public sector.</p>	Transparency International (2019). Corruption Perceptions Index 2018. Berlin: Transparency International.
6.1 - Corruption Perceptions Index (rank)	71	<p>This risk Indicator is based on the latest Transparency International's data: the Corruption Perceptions Index 2018. This index aggregates data from a number of different sources that provide perceptions of business people and country experts on the level of corruption in the public sector.</p>	Transparency International (2019). Corruption Perceptions Index 2018. Berlin: Transparency International.
6.2 - Freedom in the World Index (score)	4.00	<p>This risk indicator is based on Freedom House (2019), an annual global report on political rights and civil liberties, composed of numerical ratings and descriptive texts for each country and a select group of territories. The 2019 edition involved more than 100 analysts and more than 30 advisers with global, regional, and issue-based expertise to covers developments in 195 countries and 14 territories from January 1, 2018, through December 31, 2018.</p>	Freedom House (2019). Freedom in the world 2019. Washington, DC: Freedom House.



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Indicator	Value	Description	Source
6.2 - Freedom in the World Index (rank)	55	This risk indicator is based on Freedom House (2019), an annual global report on political rights and civil liberties, composed of numerical ratings and descriptive texts for each country and a select group of territories. The 2019 edition involved more than 100 analysts and more than 30 advisers with global, regional, and issue-based expertise to covers developments in 195 countries and 14 territories from January 1, 2018, through December 31, 2018.	Freedom House (2019). Freedom in the world 2019. Washington, DC: Freedom House.
6.3 - Business Participation in Water Management (SDG 6.5.1) (score)	3.00	This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "Business Participation in Water Resources Development, Management and Use" indicator, which corresponds to one of the six national level indicators under the Institutions and Participation category.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
6.3 - Business Participation in Water Management (SDG 6.5.1) (rank)	81	This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "Business Participation in Water Resources Development, Management and Use" indicator, which corresponds to one of the six national level indicators under the Institutions and Participation category.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
7.1 - Management Instruments for Water Management (SDG 6.5.1) (score)	3.00	This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "Sustainable and efficient water use management" indicator, which corresponds to one of the five national level indicators under the Management Instruments category.  For SDG 6.5.1, management instruments refer to the tools and activities that enable decision-makers and users to make rational and informed choices between alternative actions.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
7.1 - Management Instruments for Water Management (SDG 6.5.1) (rank)	79	This risk indicator is based on SDG 6.5.1. Degree of IWRM Implementation "Sustainable and efficient water use management" indicator, which corresponds to one of the five national level indicators under the Management Instruments category.  For SDG 6.5.1, management instruments refer to the tools and activities that enable decision-makers and users to make rational and informed choices between alternative actions.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.

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Indicator	Value	Description	Source
7.2 - Groundwater Monitoring Data Availability and Management (score)	5.00	This risk indicator is based on the data set by UN IGRAC (2019) to determine the level of availability of groundwater monitoring data at country level as groundwater management decisions rely strongly on data availability. The level of groundwater monitoring data availability for groundwater management is determined according to a combination of three criteria developed by WWF and IGRAC: 1) Status of country groundwater monitoring programme, 2) groundwater data availability for NGOs and 3) Public access to processed groundwater monitoring data.	UN IGRAC (2019). Global Groundwater Monitoring Network GGMM Portal. UN International Groundwater Resources Assessment Centre (IGRAC).
7.2 - Groundwater Monitoring Data Availability and Management (rank)	12	This risk indicator is based on the data set by UN IGRAC (2019) to determine the level of availability of groundwater monitoring data at country level as groundwater management decisions rely strongly on data availability. The level of groundwater monitoring data availability for groundwater management is determined according to a combination of three criteria developed by WWF and IGRAC: 1) Status of country groundwater monitoring programme, 2) groundwater data availability for NGOs and 3) Public access to processed groundwater monitoring data.	UN IGRAC (2019). Global Groundwater Monitoring Network GGMM Portal. UN International Groundwater Resources Assessment Centre (IGRAC).
7.3 - Density of Runoff Monitoring Stations (score)	3.67	The density of monitoring stations for water quantity was applied as proxy to develop this risk indicator. The Global Runoff Data Base was used to estimate the number of monitoring stations per 1000km <sup>2</sup> of the main river system (data base access date: May 2018).	BfG (2019). Global Runoff Data Base. German Federal Institute of Hydrology (BfG).
7.3 - Density of Runoff Monitoring Stations (rank)	73	The density of monitoring stations for water quantity was applied as proxy to develop this risk indicator. The Global Runoff Data Base was used to estimate the number of monitoring stations per 1000km <sup>2</sup> of the main river system (data base access date: May 2018).	BfG (2019). Global Runoff Data Base. German Federal Institute of Hydrology (BfG).
8.1 - Access to Safe Drinking Water (score)	3.00	This risk indicator is based on the Joint Monitoring Programme for Water Supply, Sanitation and Hygiene (UNICEF/WHO) 2019 data. It provides estimates on the use of water, sanitation and hygiene by country for the period 2000-2017.	WHO & UNICEF (2019). Estimates on the use of water, sanitation and hygiene by country (2000-2017). Joint Monitoring Programme for Water Supply, Sanitation and Hygiene.
8.1 - Access to Safe Drinking Water (rank)	59	This risk indicator is based on the Joint Monitoring Programme for Water Supply, Sanitation and Hygiene (UNICEF/WHO) 2019 data. It provides estimates on the use of water, sanitation and hygiene by country for the period 2000-2017.	WHO & UNICEF (2019). Estimates on the use of water, sanitation and hygiene by country (2000-2017). Joint Monitoring Programme for Water Supply, Sanitation and Hygiene.
8.2 - Access to Sanitation (score)	4.00	This risk indicator is based on the Joint Monitoring Programme for Water Supply, Sanitation and Hygiene (UNICEF/WHO) 2019 data. It provides estimates on the use of water, sanitation and hygiene by country for the period 2000-2017.	WHO & UNICEF (2019). Estimates on the use of water, sanitation and hygiene by country (2000-2017). Joint Monitoring Programme for Water Supply, Sanitation and Hygiene.

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Indicator	Value	Description	Source
8.2 - Access to Sanitation (rank)	63	This risk indicator is based on the Joint Monitoring Programme for Water Supply, Sanitation and Hygiene (UNICEF/WHO) 2019 data. It provides estimates on the use of water, sanitation and hygiene by country for the period 2000-2017.	WHO & UNICEF (2019). Estimates on the use of water, sanitation and hygiene by country (2000-2017). Joint Monitoring Programme for Water Supply, Sanitation and Hygiene.
8.3 - Financing for Water Resource Development and Management (SDG 6.5.1) (score)	3.00	This risk indicator is based on the average 'Financing' score of UN SDG 6.5.1. Degree of IWRM Implementation database. UN SDG 6.5.1 database contains a category on financing which assesses different aspects related to budgeting and financing made available and used for water resources development and management from various sources.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
8.3 - Financing for Water Resource Development and Management (SDG 6.5.1) (rank)	114	This risk indicator is based on the average 'Financing' score of UN SDG 6.5.1. Degree of IWRM Implementation database. UN SDG 6.5.1 database contains a category on financing which assesses different aspects related to budgeting and financing made available and used for water resources development and management from various sources.	UN Environment (2018). Progress on integrated water resources management. Global baseline for SDG 6 Indicator 6.5.1: degree of IWRM implementation.
9.1 - Cultural Diversity (score)	1.00	Water is a social and cultural good. The cultural diversity risk indicator was included in order to acknowledge that businesses face reputational risk due to the importance of freshwater for indigenous and traditional people in their daily life, religion and culture. This risk indicator is based on Oviedo and Larsen (2000) data set, which mapped the world's ethnolinguistic groups onto the WWF map of the world's ecoregions. This cross-mapping showed for the very first time the significant overlap that exists between the global geographic distribution of biodiversity and that of linguistic diversity.	Oviedo, G., Maffi, L., & Larsen, P. B. (2000). Indigenous and traditional peoples of the world and ecoregion conservation: An integrated approach to conserving the world's biological and cultural diversity. Gland: WWF (World Wide Fund for Nature) International.
9.1 - Cultural Diversity (rank)	166	Water is a social and cultural good. The cultural diversity risk indicator was included in order to acknowledge that businesses face reputational risk due to the importance of freshwater for indigenous and traditional people in their daily life, religion and culture. This risk indicator is based on Oviedo and Larsen (2000) data set, which mapped the world's ethnolinguistic groups onto the WWF map of the world's ecoregions. This cross-mapping showed for the very first time the significant overlap that exists between the global geographic distribution of biodiversity and that of linguistic diversity.	Oviedo, G., Maffi, L., & Larsen, P. B. (2000). Indigenous and traditional peoples of the world and ecoregion conservation: An integrated approach to conserving the world's biological and cultural diversity. Gland: WWF (World Wide Fund for Nature) International.
10.1 - Freshwater Endemism (score)	2.66	The underlying data set for this risk indicator comes from the Freshwater Ecoregions of the World (FEOW) 2015 data developed by WWF and TNC. Companies operating in basins with higher number of endemic fish species are exposed to higher reputational risks.	WWF & TNC (2015). Freshwater Ecoregions of the World.

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Indicator	Value	Description	Source
10.1 - Freshwater Endemism (rank)	152	The underlying data set for this risk indicator comes from the Freshwater Ecoregions of the World (FEOW) 2015 data developed by WWF and TNC. Companies operating in basins with higher number of endemic fish species are exposed to higher reputational risks.	WWF & TNC (2015). Freshwater Ecoregions of the World.
10.2 - Freshwater Biodiversity Richness (score)	3.20	The underlying data set for this risk indicator comes from the Freshwater Ecoregions of the World (FEOW) 2015 data developed by WWF and TNC. Count of fish species is used as a representation of freshwater biodiversity richness. Companies operating in basins with higher number of fish species are exposed to higher reputational risks.	WWF & TNC (2015). Freshwater Ecoregions of the World.
10.2 - Freshwater Biodiversity Richness (rank)	92	The underlying data set for this risk indicator comes from the Freshwater Ecoregions of the World (FEOW) 2015 data developed by WWF and TNC. Count of fish species is used as a representation of freshwater biodiversity richness. Companies operating in basins with higher number of fish species are exposed to higher reputational risks.	WWF & TNC (2015). Freshwater Ecoregions of the World.
11.1 - National Media Coverage (score)	3.00	This risk indicator is based on joint qualitative research by WWF and Tecnomia (Typsa Group). It indicates how aware local residents typically are of water-related issues due to national media coverage. The status of the river basin (e.g., scarcity and pollution) is taken into account, as well as the importance of water for livelihoods (e.g., food and shelter).	WWF & Tecnomia (TYPESA Group)
11.1 - National Media Coverage (rank)	127	This risk indicator is based on joint qualitative research by WWF and Tecnomia (Typsa Group). It indicates how aware local residents typically are of water-related issues due to national media coverage. The status of the river basin (e.g., scarcity and pollution) is taken into account, as well as the importance of water for livelihoods (e.g., food and shelter).	WWF & Tecnomia (TYPESA Group)
11.2 - Global Media Coverage (score)	2.00	This risk indicator is based on joint qualitative research by WWF and Tecnomia (Typsa Group). It indicates how aware people are of water-related issues due to global media coverage. Familiarity to and media coverage of the region and regional water-related disasters are taken into account.	WWF & Tecnomia (TYPESA Group)
11.2 - Global Media Coverage (rank)	119	This risk indicator is based on joint qualitative research by WWF and Tecnomia (Typsa Group). It indicates how aware people are of water-related issues due to global media coverage. Familiarity to and media coverage of the region and regional water-related disasters are taken into account.	WWF & Tecnomia (TYPESA Group)

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Indicator	Value	Description	Source
12.1 - Conflict News Events (RepRisk) (score)	3.00	This risk indicator is based on 2018 data collected by RepRisk on counts and registers of documented negative incidents, criticism and controversies that can affect a company's reputational risk. These negative news events are labelled per country and industry class.	RepRisk & WWF (2019). Due diligence database on ESG and business conduct risks. RepRisk.
12.1 - Conflict News Events (RepRisk) (rank)	88	This risk indicator is based on 2018 data collected by RepRisk on counts and registers of documented negative incidents, criticism and controversies that can affect a company's reputational risk. These negative news events are labelled per country and industry class.	RepRisk & WWF (2019). Due diligence database on ESG and business conduct risks. RepRisk.
12.2 - Hydro-political Risk (score)	1.08	This risk indicator is based on the assessment of hydro-political risk by Farinosi et al. (2018). More specifically, it is based on the results of spatial modelling by Farinosi et al. (2018) that determined the main parameters affecting water cross-border conflicts and calculated the likelihood of hydro-political issues.	Farinosi, F., Giupponi, C., Reynaud, A., Ceccherini, G., Carmona-Moreno, C., De Roo, A., ... & Bidoglio, G. (2018). An innovative approach to the assessment of hydro-political risk: A spatially explicit, data driven indicator of hydro-political issues. <i>Global environmental change</i> , 52, 286-313.
12.2 - Hydro-political Risk (rank)	189	This risk indicator is based on the assessment of hydro-political risk by Farinosi et al. (2018). More specifically, it is based on the results of spatial modelling by Farinosi et al. (2018) that determined the main parameters affecting water cross-border conflicts and calculated the likelihood of hydro-political issues.	Farinosi, F., Giupponi, C., Reynaud, A., Ceccherini, G., Carmona-Moreno, C., De Roo, A., ... & Bidoglio, G. (2018). An innovative approach to the assessment of hydro-political risk: A spatially explicit, data driven indicator of hydro-political issues. <i>Global environmental change</i> , 52, 286-313.
Population, total (#)	6149928	Population, total	The World Bank 2018, Data , homepage accessed 20/04/2018
GDP (current US\$)	13230844687	GDP (current US\$)	The World Bank 2018, Data , homepage accessed 20/04/2018
EPI 2018 score (0-100)	55.04	Environmental Performance Index	
WGI -Voice and Accountability (0-100)	39.52	Water Governance Indicator	Kaufmann, Daniel and Kraay, Aart and Mastruzzi, Massimo, <i>The Worldwide Governance Indicators: Methodology and Analytical Issues</i> (September 2010). World Bank Policy Research Working Paper No. 5430. Available at SSRN: <a href="https://ssrn.com/abstract=1682132">https://ssrn.com/abstract=1682132</a>

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Indicator	Value	Description	Source
WGI -Political stability no violence (0-100)	30.05	Water Governance Indicator	Kaufmann, Daniel and Kraay, Aart and Mastruzzi, Massimo, The Worldwide Governance Indicators: Methodology and Analytical Issues (September 2010). World Bank Policy Research Working Paper No. 5430. Available at SSRN: <a href="https://ssrn.com/abstract=1682132">https://ssrn.com/abstract=1682132</a>
WGI - Government Effectiveness (0-100)	24.04	Water Governance Indicator	Kaufmann, Daniel and Kraay, Aart and Mastruzzi, Massimo, The Worldwide Governance Indicators: Methodology and Analytical Issues (September 2010). World Bank Policy Research Working Paper No. 5430. Available at SSRN: <a href="https://ssrn.com/abstract=1682132">https://ssrn.com/abstract=1682132</a>
WGI - Regulatory Quality (0-100)	32.21	Water Governance Indicator	Kaufmann, Daniel and Kraay, Aart and Mastruzzi, Massimo, The Worldwide Governance Indicators: Methodology and Analytical Issues (September 2010). World Bank Policy Research Working Paper No. 5430. Available at SSRN: <a href="https://ssrn.com/abstract=1682132">https://ssrn.com/abstract=1682132</a>
WGI - Rule of Law (0-100)	30.29	Water Governance Indicator	Kaufmann, Daniel and Kraay, Aart and Mastruzzi, Massimo, The Worldwide Governance Indicators: Methodology and Analytical Issues (September 2010). World Bank Policy Research Working Paper No. 5430. Available at SSRN: <a href="https://ssrn.com/abstract=1682132">https://ssrn.com/abstract=1682132</a>
WGI - Control of Corruption (0-100)	17.31	Water Governance Indicator	Kaufmann, Daniel and Kraay, Aart and Mastruzzi, Massimo, The Worldwide Governance Indicators: Methodology and Analytical Issues (September 2010). World Bank Policy Research Working Paper No. 5430. Available at SSRN: <a href="https://ssrn.com/abstract=1682132">https://ssrn.com/abstract=1682132</a>

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Indicator	Value	Description	Source
WRI BWS all industries (0-5)	1.01	WRI Baseline Water Stress (BWS)	Gassert, F., P. Reig, T. Luo, and A. Maddocks. 2013. "Aqueduct country and river basin rankings: a weighted aggregation of spatially distinct hydrological indicators." Working paper. Washington, DC: World Resources Institute, December 2013. Available online at <a href="http://wri.org/publication/aqueduct-country-river-basin-rankings">http://wri.org/publication/aqueduct-country-river-basin-rankings</a> .
WRI BWS Ranking (1=very high)	114	WRI Baseline Water Stress (BWS)	Gassert, F., P. Reig, T. Luo, and A. Maddocks. 2013. "Aqueduct country and river basin rankings: a weighted aggregation of spatially distinct hydrological indicators." Working paper. Washington, DC: World Resources Institute, December 2013. Available online at <a href="http://wri.org/publication/aqueduct-country-river-basin-rankings">http://wri.org/publication/aqueduct-country-river-basin-rankings</a> .
Baseline Water Stress (BWS) - 2020 BAU (1=very high)	126	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at <a href="http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings">http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings</a> .
Baseline Water Stress (BWS) - 2020 Optimistic (increasing rank describes lower risk)	125	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at <a href="http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings">http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings</a> .
Baseline Water Stress (BWS) - 2020 Pessimistic (increasing rank describes lower risk)	126	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at <a href="http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings">http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings</a> .

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Indicator	Value	Description	Source
Baseline Water Stress (BWS) - 2030 BAU (increasing rank describes lower risk)	132	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at <a href="http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings">http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings</a> .
Baseline Water Stress (BWS) - 2030 Optimistic (increasing rank describes lower risk)	129	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at <a href="http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings">http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings</a> .
Baseline Water Stress (BWS) - 2030 Pessimistic (increasing rank describes lower risk)	131	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at <a href="http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings">http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings</a> .
Baseline Water Stress (BWS) - 2040 BAU (increasing rank describes lower risk)	132	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at <a href="http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings">http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings</a> .
Baseline Water Stress (BWS) - 2040 Optimistic (increasing rank describes lower risk)	135	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at <a href="http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings">http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings</a> .
Baseline Water Stress (BWS) - 2040 Pessimistic (increasing rank describes lower risk)	132	WRI country ranking	Luo, T., R. Young, and P. Reig. 2015. "Aqueduct projected water stress rankings." Technical note. Washington, DC: World Resources Institute, August 215. Available online at <a href="http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings">http://www.wri.org/publication/aqueduct-projected-water-stress-country-rankings</a> .



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Indicator	Value	Description	Source
Total water footprint of national consumption (m <sup>3</sup> /a/cap)	912.15	WFN Water Footprint Data	Mekonnen, M.M. and Hoekstra, A.Y. (2011) National water footprint accounts: The green, blue and grey water footprint of production and consumption, Value of Water Research Report Series No. 50, UNESCO-IHE, Delft, the Netherlands. <a href="http://www.waterfootprint.org/Reports/Report50-NationalWaterFootprints-Vol1.pdf">http://www.waterfootprint.org/Reports/Report50-NationalWaterFootprints-Vol1.pdf</a>
Ratio external / total water footprint (%)	15.97	WFN Water Footprint Data	Mekonnen, M.M. and Hoekstra, A.Y. (2011) National water footprint accounts: The green, blue and grey water footprint of production and consumption, Value of Water Research Report Series No. 50, UNESCO-IHE, Delft, the Netherlands. <a href="http://www.waterfootprint.org/Reports/Report50-NationalWaterFootprints-Vol1.pdf">http://www.waterfootprint.org/Reports/Report50-NationalWaterFootprints-Vol1.pdf</a>
Area equipped for full control irrigation: total (1000 ha)	199.10	Aquastat - Irrigation	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Area equipped for irrigation: total (1000 ha)	199.10	Aquastat - Irrigation	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
% of the area equipped for irrigation actually irrigated (%)	72.38	Aquastat - Irrigation	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Electricity production from hydroelectric sources (% of total)	8.89	World Development Indicators	The World Bank 2018, Data , homepage accessed 20/04/2018
Total internal renewable water resources (IRWR) (10 <sup>9</sup> m <sup>3</sup> /year)	156.20	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Total internal renewable water resources (IRWR) (10 <sup>9</sup> m <sup>3</sup> /year)	8.31	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Water resources: total external renewable (10 <sup>9</sup> m <sup>3</sup> /year)	156.20	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13

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Indicator	Value	Description	Source
Total renewable water resources (10 <sup>9</sup> m <sup>3</sup> /year)	164.50	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Dependency ratio (%)	5.05	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
Total renewable water resources per capita (m <sup>3</sup> /inhab/year)	27047.00	Aquastat - Water Ressources	FAO. 2016. AQUASTAT website. Food and Agriculture Organization of the United Nations (FAO). Website accessed on 2018/04/13
World happiness [0-8]	6.14	WorldHappinessReport.org	World Happiness Report, homepage accessed 20/04/2018

## Country Aspects

### 1. PHYSICAL ASPECTS

#### 1.1. WATER RESOURCES

##### 1.1.1. WATER RESOURCES

The availability of surface water varies markedly from east to west. The eastern Atlantic part of the country has water basins covering 15,000km<sup>2</sup>, many flowing rivers and abundant water resources overall. Thirteen major watersheds, making up 91 per cent of the land area, discharge into the Atlantic from this side. In contrast, the Pacific western side of the country has water basins covering only 4,000km<sup>2</sup>, rivers less than 20km in length and with lower flows. There are eight watersheds that account for 9 per cent of the land area and drain to the Pacific Ocean.

Annual internal renewable water resources stand at 189.7km<sup>3</sup>, with 6.9km<sup>3</sup> of shared water from the San Juan River which forms the border with Costa Rica. Because water has been so abundant and demand is low, there are no treaties for joint use. However, the Cañas-Jerez Treaty of 1858 established Nicaragua's sovereignty over the San Juan River and has sparked conflict between Nicaragua and Costa Rica over the years.

Groundwater is more abundant on the Pacific side with relatively less in the central and Atlantic regions. On the Pacific side, permeable volcanic soil favours water infiltration and the formation of aquifers or "lagoons" with great output potential. In an average year, 42km<sup>3</sup> of water infiltrates these aquifers, and 16km<sup>3</sup>/yr can be easily exploited for use.

Nicaragua's wealth of surface water is found in the two largest lakes in Central America. Lake Managua or "Xolotlán" is 1,052.9km<sup>2</sup> and 37.8m above sea level; it is quite contaminated. The other lake is the very large Lake Nicaragua/Cocibolca, with an area of 8,143.7km<sup>2</sup>. Lake Cocibolca occupies the middle section of the tectonic valley shared with two other watersheds: Lake Xolotlán and the San Juan River. This area forms the largest international drainage basin in Central America, with an area of 41,600km<sup>2</sup>, of which 70 per cent or 29,000km<sup>2</sup> is in Nicaragua and 12,600km<sup>2</sup> or 30 per cent in Costa Rica. Because these two lakes are so big, approximately 3,000mm of water is lost to evaporation each year. There are another 18 lakes, nine in the Pacific region, five in the Central region and four in the Atlantic region. There are also four reservoirs: three for hydroelectric purposes and one for irrigation and fish farming.

##### 1.1.2. WATER USE

According to statistics from the Food and Agriculture Organization of the United Nations (FAO), national coverage of potable water was 63 per cent in 2000. Approximately 248m<sup>3</sup> of water is withdrawn annually in Nicaragua, and 83 per cent of this is used and/or appropriated for agriculture. Water loss is high; more than half of all water is lost through leaks and broken pipes.

Domestic water use accounts for around 14 per cent of all use and industry accounts for just over 2 per cent.

In 1950 the private sector started irrigating the lowland plains of the Pacific region, where banana and sugar cane plantations are prevalent. From 1980, the state began favouring cooperatives and large organized groups of farmers to develop irrigation. They put subsidies in place to cover the full cost of building, operating and maintaining irrigation systems. They also introduced spray irrigation systems. By 1985, 820km<sup>2</sup> of Nicaragua had irrigation infrastructure. By 1990, this had risen to an all time high of 930km<sup>2</sup>; 440km<sup>2</sup> managed by the public sector and 490km<sup>2</sup> by the private sector. The majority of irrigated area was in the Pacific region (76 per cent), with 24 per cent in the central region.

In 1990, the government stopped subsidies and liberated the price of energy. Combined with inefficient equipment, the cost of irrigation increased to the point where farmers couldn't maintain their systems, and abandoned them. Irrigated area decreased to just 230km<sup>2</sup>, with just surface water used to irrigate traditional crops such as banana, sugarcane and rice.

Despite efforts, the government has never established an institution responsible for irrigation. There are no irrigation districts in Nicaragua either. A 1985 study suggested creating 14 irrigation districts in the Pacific region, but this wasn't implemented. However, the state does invest in the private irrigation sector; the Institute for Rural Development gives financing to small- and medium-sized producers

Drainage problems are limited to the northern Pacific region, where there are issues with soil salinity. However, it is not believed that the land irrigated here is under great threat. There are no statistics on drainage, according to the FAO. But it is known that using surface drains and ongoing cleaning of natural drains has helped recover land in the central region's Sébaco Valley. The Atlantic region is prone to flooding so adequate surface and underground drainage is needed. It is estimated that 3,500km<sup>2</sup> of Nicaragua needs proper drainage.

Hydroelectric plants generate about 10 per cent of Nicaragua's electricity. The public company Hidrogesa owns and operates the country's two hydroelectric plants – Centroamérica and Santa Bárbara – both of which generate 50MW.

Nicaragua is a net importer of petroleum, and its overdependence on oil products to generate electricity has created a long-standing energy crisis. There are now plans to build new hydroelectric plants. In 2006, the Central American Bank for Economic Integration (BCIE) and the government agreed that the BCIE would provide US\$120 million from 2007 to 2012 to finance the following hydroelectric projects:

- the modernization of the Centroamérica and Santa Bárbara plants;
- US\$42-45 million for the design, construction and initial operation of the 21MW Sirena-Los Calpules hydroelectric plant;
- Up to US\$22.9 million for the development of the 17MW Larreynaga hydroelectric project,

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supplementing the government's US\$36.7 million contribution. Project officials say that Larreynaga will increase the country's physical generation by 2.8 per cent and installed capacity by 3.4 per cent. Spain's Cobra engineering and construction firm began building in 2009, and state power firm Enel will run the plant.

In March 2008, the Iranian government approved the construction of the US\$230 million 70MW Bodoke hydropower plant on the Tuma River in the northern Jinotega region. A state-owned Iranian company will build and run the project with financing from the Iranian Export Bank under an agreement with the Nicaraguan Ministry of Energy and Mines, according to press reports.

### 1.2. WATER QUALITY, ECOSYSTEMS AND HUMAN HEALTH

Major environmental problems in Nicaragua include: deforestation, soil erosion and water pollution.

Water quality in Nicaragua was monitored from 1971 to 1986. For economic reasons, this stopped in 1986. Since then, the only information available on water quality is from site-specific studies. It has been recommended that an environmental water monitoring system is established to monitor water quality. Much of the research and data on water quality in Nicaragua focuses on the health and condition of Lake Colicbolca and the San Juan River because of their importance in terms of water supply, shipping, transportation, hydroelectric potential and irrigation. Sedimentation, shipping and untreated wastewater have transformed Lake Colibolca and the San Juan River into highly contaminated waterways, with noticeably deteriorating water quality. Solving these problems poses a significant challenge.

Agricultural practices such as burning vegetation in the area around Lake Colicbolca have resulted in significant sedimentation. The sediments flowing into the lake are volcanic and become clay when mixed with water, forming an impermeable layer of sediment. Ships and boats are also a significant source of pollution, as they're washed and serviced in the water. Hydrocarbon residue, agricultural chemicals, basic grains and animal excrement are polluting the lake and river. Untreated municipal and industrial wastewater threatens water quality too. Most people discharge their used water into the lake, river or streams with no treatment.

## 2. GOVERNANCE ASPECTS

### 2.1. WATER INSTITUTIONS

The most significant water management bodies are:

-CONAPAS (Comisión Nacional de Agua Potable y Alcantarillado Sanitario/ National Council for Drinking Water and Sanitation), which is responsible for objectives, policies, strategies and guidelines concerning drinking water. Created by Executive Decree 51 in 1998 and later modified by Decrees 33 and 75 in 2002 and 2003, CONAPAS includes representatives from the Secretariat of the Presidency (SEPRES), the Ministry of Health, the Ministry of the Environment, national utility ENACAL, regulatory agency INAA, the Institute for Territorial Studies (INETER) and the Social Investment Fund FISE.

-INAA (El Instituto Nicaragüense de Acueductos y Alcantarillados/the Nicaraguan Institute of Water Conveyance and Sewerage) operates, maintains and regulates 148 aqueducts supplying water to 170 cities.

-ENACAL (La Empresa Nicaragüense de Acueductos y Alcantarillados) is the national water and sanitation utility. ENACAL implements water policies and manages the efficient use of surface and groundwater resources.

-MARENA (Ministerio del Ambiente y los Recursos Naturales/Ministry of the Environment and Natural Resources) is responsible for conserving, protecting, and sustainably using Nicaragua's natural resources and environment.

-INETER (Instituto Nicaragüense de Estudios Territoriales/Institute for Territorial Studies) is responsible for flood control. INETER is a technical and scientific organization that generates mapping, weather, water and geological research, which is available to the public. INETER's work focuses on reducing Nicaragua's vulnerability to flooding from tropical storms and hurricanes.

-CAPS (Comités de Agua Potable y Saneamiento/Water and Sanitation Committees) manage water and sanitation services in rural areas. They are not legal entities.

-Adagua is the water administration within the Ministry of Development. Adagua is commissioned by law to regulate the use and management of water. However, in many cases its work has been limited or non-existent.

-The Colicbolca Watershed Commission was set up to protect the Colicbolca basin and promote sustainable development of the area. The secretariat has no budget and is not a fully functioning body. However, the commission does do some work, including holding annual "Colicbolca forums" on a small budget.

### 2.2. WATER MANAGEMENT

The national water utility ENACAL is responsible for managing water resources in Nicaragua, while the Nicaraguan Institute of Water regulates it. The country is fortunate to have ample water supplies in rivers, groundwater, lagoons and significant rainfall. Distribution of rainfall is uneven, however, with more rain falling on the Caribbean lowlands and much less on inland areas. Key water resources management challenges include contaminated surface water from untreated domestic and industrial wastewater and poor overall management of available water resources.

Few specific water laws and regulations and numerous agencies sharing management duties means the legal framework for water can seem fundamentally flawed. A 1998 reform aimed to clarify roles for each of the management institutions. In 2007, the government passed a National Water Law focusing on water resources and regulating different sectors' water use.

Although water covers 10 per cent of Nicaragua, environmental degradation, pollution and simple scarcity in some regions threaten the country's ability to provide potable water to sustain its population and productivity. Today, nearly a third of Nicaraguans have no access to potable water. In rural areas, where 72 per cent of people lack access, citizens often have to get their water from shallow wells, rivers, streams and lakes polluted with residential sewage, pesticides and industrial toxins. Although 93 per cent of urban residents have legal or illegal water connections, cities are

subject to frequent water outages, particularly during the dry season. Many water management problems stem from having no national water sector or national water law before 2007. Lack of technical capacity and inconsistent leadership of water resource management institutions is a significant and ongoing challenge too.

Deforestation, with its devastating environmental consequences, is a serious problem. Deforestation accelerates soil erosion; decreases the amount of recharge to aquifers by increasing surface runoff; damages barrier reefs and ecosystems; increases turbidity, affecting mangroves; decreases agricultural production; and means water infrastructure needs more maintenance. Decades of deforestation, land abuse and environmental neglect exacerbated the devastation of 1998's Hurricane Mitch.

### **2.3. WATER POLICY AND LEGAL FRAMEWORK**

-The 2007 National Water Law regulates different sectors' water use while prioritizing potable water supplies for domestic use. The Water Law aims to protect and preserve the country's water resources. Nicaragua's Congressional Environment and Natural Resources Committee has also approved the creation of a national water authority (ANA). ANA will be a decentralized organization, with administrative and financial autonomy. It will be responsible for drawing up a national water resources plan, keeping track of water levels in basins, maintaining a public registry of water rights and promoting the use and development of water resources. The authority is also expected to monitor the construction of water infrastructure. Unfortunately, ANA's establishment has been delayed by two years, in part because implementing the Water Law is expensive and there are disagreements over who should lead ANA.

-General Drinking Water and Sewerage Services Law, Law No. 297 of 1998

-Law-Decree No. 276 of 1998 that created ENACAL

-Law No. 275 of 1998 that transformed INAA into a regulatory agency.

### **3. GEOPOLITICAL ASPECTS**

For 200 years there have been disputes over the management and use of the San Juan River, which forms the border between Nicaragua and Costa Rica. These continue today.

In 2009, the Nicaraguan government announced that they intended to reroute the San Juan River. The project head said the \$1 million project aimed to "recover the 1,700m<sup>3</sup>/sec of water lost after Costa Rica rerouted it toward its Colorado River between 1945 and 1950".

Costa Rica responded by saying that an international court ruling "forcefully denies Nicaragua's wish to dredge a new route on the San Juan River". In July 2009, the United Nations International Court of Justice (ICJ) unanimously reaffirmed Nicaragua's sovereignty over the river and upheld the ban on Costa Rican police and military forces using the river. The Cañas-Jerez treaty established Nicaragua's exclusive sovereignty over the river in 1858. According to the treaty, the river is Nicaraguan property but Costa Rica can use it freely for transport. Costa Rica says Nicaragua is reneging on its obligations by requiring visas and forcing Costa Rican boats to stop for military inspection. All boat passengers have to pay a \$5 fee and every boat must fly the Nicaraguan flag.

Nicaragua also banned commercial fishing by Costa Rican fisherman in retribution for the ICJ suit.