## Mines – Rivers – Yields

**Downstream Mining Impacts on Agriculture in Africa** 

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# Background

**Methods and Data** 

Results

#### Mines – Curse or Blessing?

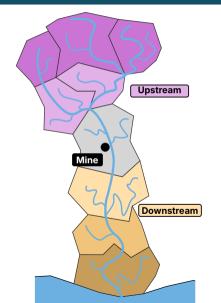
#### A Blessing?

- Demand for relevant minerals is projected to increase fourfold until 2050 (Hund et al., 2023).
- Extraction Benefits include:
  - · enabling the green transition,
  - increasing local incomes (Bazillier & Girard, 2020),
  - and improving wealth and asset ownership (von der Goltz & Barnwal, 2019).

#### A Curse?

- Resource extraction causes negative externalities.
- Ecological effects include:
  - Mines use water and produce sediments and tailings (Moura et al., 2022).
  - Pollutants include mercury and lead (Schwarzenbach et al., 2010).
  - Industrial pollution harms plant growth (Yang et al., 2021).

#### **How to Find Affected Areas**



Using data on **river basins** (Lehner & Grill, 2013), we know where water flows from a given location.

Water moves from **upstream** to **downstream** of a mine.

Using a **remotely-sensed vegetation index**, we find evidence for less healthy vegetation **downstream**.

show schematic depiction show more on basins

#### **Research Question**

# What is the causal effect of water pollution from mining on agricultural productivity in Africa?

- Africa is a particularly interesting focus because
  - it has a booming mining industry (ICMM, 2022),
  - with many artisanal and small-scale mines (ASM Inventory, 2022; Girard et al., 2022)
  - and a lack of containment facilities (Kossoff et al., 2014; Macklin et al., 2023).

#### **Background**

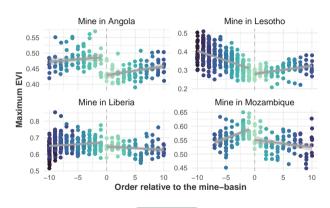
## **Methods and Data**

Results

#### Intuition

The **four mines** depicted give an intuition for what we expect.

Following the river "flow" from left to right, we can see discontinuities at the mine basin.

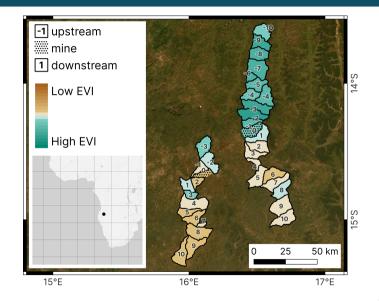


show distance

#### Mines

We use **mine locations** from Maus et al.'s (2022) dataset, which includes some ASM sites.

We then designate mine basins and determine 10 levels each of upstream and downstream basins.



#### Variables and Observations

#### **Outcome**

- We use the Enhanced
   Vegetation Index (EVI) , which
  - is remotely sensed, and
  - ranges between -1 (water)
     and 1 (dense vegetation).
- We extract the annual maximum on the
  - entire basin area, and
  - **only on croplands** within the basin.

#### **Observations and Covariates**

We observe 6,698 upstream basins, 1,900 mine basins, and
 5,729 downstream basins over

T = 8 years. show order × status

- We observe covariates on:
  - topography,
  - soil type,
  - climate, and
  - · socioeconomic characteristics.

show summary statistics

show balance

## Empirical Strategy (Spatial RDD), Identification

$$y_{ijt} = \beta_1 | \mathbf{d}_{ij} | + \beta_2 | \mathbf{d}_{ij} | \times \frac{\mathsf{downstream}_j}{\mathsf{downstream}_j} + \beta_3 | \frac{\mathsf{downstream}_j}{\mathsf{downstream}_j} + \delta' \mathbf{x}_{it} + \mu_j + \psi_t + \varepsilon_{ijt}$$

- y<sub>ijt</sub>: Outcome of basin i near mine j in year t,
- $\mu_i$ ,  $\psi_t$ : Mine and year **fixed effects**,
- x<sub>it</sub>: Basin specific covariates,
- d<sub>ij</sub>: **Distance** to nearest mine (as order or river stream length).

- Parameter  $\beta_3$  is identified under the assumption that there are no **other discontinuous changes** at the mine basin.
  - We check balance, include controls, conduct placebo checks.

**Background** 

**Methods and Data** 

# **Results**

#### **Results Overview**

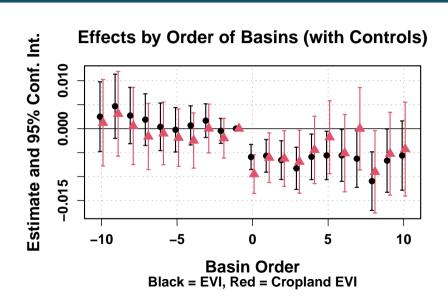
- We find a **significant reduction** in vegetation health **downstream** of mines.
- The magnitude of this effect is greater on croplands.
- Impacts dissipate slowly the farther we move from a mine.
- These results are robust to varying the sample, the outcome measurement, and the level of fixed effects.

#### **Order Specification Results (1)**

	Max	c. EVI	Max. Cro	pland EVI	
	(Plain)	(Plain) (Full)		(Full)	
Order					
Mine-basin (0 <sup>th</sup> )	-0.0064*** (0.0014)	<b>-0.0059</b> *** (0.0013)	-0.0093*** (0.0021)	<b>-0.0095</b> *** (0.0020)	
Downstream (1 <sup>st</sup> )	-0.0060*** (0.0018)	<b>-0.0057</b> *** (0.0017)	-0.0049* (0.0026)	<b>-0.0061</b> ** (0.0026)	
Downstream (2 <sup>nd</sup> )	-0.0070*** (0.0021)	<b>-0.0066</b> *** (0.0021)	-0.0042 (0.0028)	<b>-0.0062</b> ** (0.0030)	
Sample mean Observations R <sup>2</sup>	0.412 114,616 0.912	0.412 114,496 0.924	0.454 94,671 0.780	0.454 94,604 0.786	
Controls Year F.E. Mine F.E.	No Yes Yes	Yes Yes Yes	No Yes Yes	Yes Yes Yes	

Clustered (by mine-basin) standard errors in parentheses. Significance levels: \*\*\*: 0.01, \*\*: 0.05, \*: 0.1. Show full results Show interpretation

#### **Order Specification Results (2)**



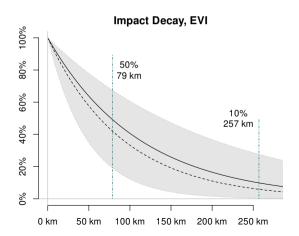
#### **Distance Specification Results**

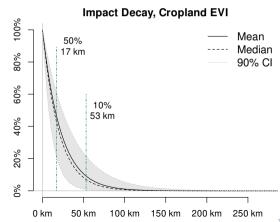
	Мах	. EVI	Max. Cro	pland EVI
	(Plain)	(Full)	(Plain)	(Full)
Distance				
Downstream	<b>-0.0065</b> *** (0.0023)	<b>-0.0058</b> *** (0.0021)	<b>-0.0086</b> *** (0.0029)	<b>-0.0087</b> *** (0.0028)
Downstream × Distance	-2.0 × 10 <sup>-5</sup> (0.0001)	$-2.0 \times 10^{-5}$ (0.0001)	0.0003** (0.0001)	0.0002 (0.0001)
Downstream × Distance <sup>2</sup>	$-4.0 \times 10^{-7}$ (9.2 × $10^{-7}$ )	-9.8 × 10 <sup>-8</sup> (7.2 × 10 <sup>-7</sup> )	$-2.2 \times 10^{-6**}$ (1.1 × 10 <sup>-6</sup> )	$-1.9 \times 10^{-6}$ * (1.0 × 10 <sup>-6</sup> )
Sample mean Observations R <sup>2</sup>	0.412 114,616 0.918	0.412 114,496 0.924	0.454 94,671 0.780	0.454 94,604 0.786
Controls Year F.E. Mine F.E.	No Yes Yes	Yes Yes Yes	No Yes Yes	Yes Yes Yes

Clustered (by mine-basin) standard errors in parentheses. Significance levels: \*\*\*: 0.01, \*\*: 0.05, \*: 0.1. Show full results

#### **Impact Decay**

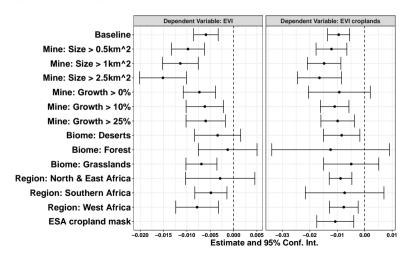
• We re-estimate the main specification using an **exponential distance decay** function,  $exp(-\delta d_{ij})$ , where  $d_{ij}$  is the distance along the river from a mine.





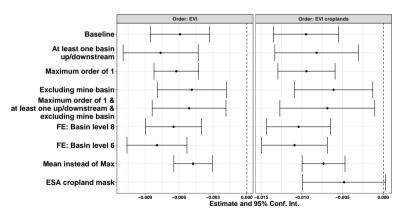
## Heterogeneity

• We investigate heterogeneity re.: mine characteristics, biome, and region.



#### Robustness

 We check robustness by varying the specification, estimation methods, and checking placebo outcomes.



#### **Discussion**

#### Results

- We find negative impacts on vegetation health by about 1.4-2.1% at the sample mean.
- There is a need to
  - tackle the lack of containment facilities and improve environmental governance,
  - both for industrial and informal mines.

#### Limitations

- Remotely sensed measures only represent crop yields indirectly.
- Our treatment indicator relied only on mine location.
- Differences in waste management are not accounted for.
- Adaptive behavior by farmers is not covered.

#### Conclusion

# We identified the causal effects of mining

- on agricultural productivity,
- mediated by water pollution.

Our results showed a **negative impact** on vegetation health.

Effects were particularly **strong** for larger mines, on grasslands, and in West Africa.

Results were **robust** to changes of treatment, outcome or sample definition.

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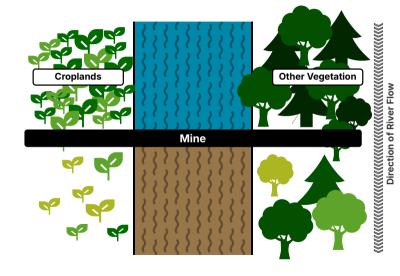
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# **Appendix**

## **Appendix How Pollution Travels**

If water pollution from mines affects vegetation, we should observe reduced vegetation health downstream of a mine.



go back

#### Appendix Basins



Our unit of observation is the river basin.

Lehner and Grill (2013) provide a nested basin collection, of which we use the **most** granular level.

If we spill a cup of water anywhere in a basin, it always ends up in the next basin

downstream.

go back

## Appendix A Proxy for Agricultural Activity

We get a proxy for agricultural productivity like this:

- (1) Filter out cloud cover.
- (2) Aggregate the **mean EVI** per basin.
- (3) Take the **annual maximum** per basin per year. → Max. EVI
- (4) Apply a **cropland mask** (Digital Earth Africa, 2022). → Max. Cropland EVI

• This **Peak Vegetation Index** has been shown to proxy well for crop yields (Azzari et al., 2017; Becker-Reshef et al., 2010; Bolton & Friedl, 2013; Johnson, 2016).

## **Appendix Summary Statistics**

Variable	N	Mean	St. Dev.	Min.	Max.
Max. EVI	114,616	0.411	0.168	-0.112	0.993
Mean EVI	114,616	0.270	0.118	-0.112	0.578
Max. Cropland EVI	94,671	0.454	0.129	-0.112	0.990
Mean Cropland EVI	94,671	0.286	0.093	-0.114	0.734
Max. Temperature	114,616	33.80	4.047	20.00	45.40
Precipitation	114,616	882.3	606.3	0.555	4,375.3
Population	114,536	8,185	37,090	0.000	1,396,921
Elevation	114,616	804.6	482.0	-118.3	3,059.7
Slope	114,616	2.201	2.320	0.000	20.92
Accessibility	114,576	183.9	255.9	1.002	7,681

#### **Appendix Order Specification Results**

- We can see that **upstream** basins are unaffected, while **downstream** basins experience a significant negative effect.
- · At the sample mean, the effect for the
  - Max. EVI corresponds to an EVI reduction of 1.4%.
  - Max. Cropland EVI corresponds to an EVI reduction of 2.1%.
- The effect persists beyond the mine basin.
- At higher order basins, impacts become imprecise.

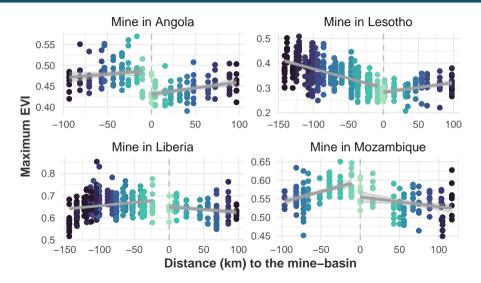


### Appendix Impact Decay Assessment

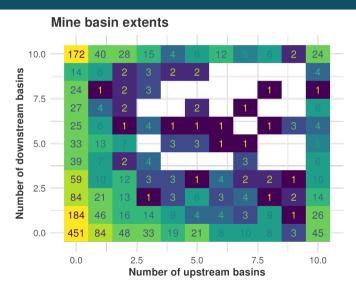
- We re-estimate our main specification using an exponential decay function exp{-δd<sub>ii</sub>}.
- Hydrological studies on dispersion patterns suggest using an exponential decay function.
- Since the decay parameter is not known, we conduct a grid search for δ ∈ [0.001, 2].
- We then use a **Bayesian model averaging** approach with BIC as marginal likelihood approximation.
- Finally, we compute the **mean effect decay** at increasing distances.



#### Appendix Four Selected Mines, Distance



#### **Appendix Basin Numbers**



### **Appendix Basins by Order**

	_					
Order	Down	stream	Upsti	Upstream		
	Ν	Distance (km)	Ν	Distance (km)		
0	1900	0.0	_	-		
1	1162	10.7	987	14.5		
2	841	22.2	865	24.2		
3	695	32.9	778	34.7		
4	591	43.7	738	44.7		
5	531	54.4	681	55.1		
6	462	64.8	593	65.9		
7	418	74.3	575	75.6		
8	376	85.1	530	86.6		
9	343	95.9	499	95.7		
10	310	106.1	452	104.2		

go back to observations overview

## **Appendix Summary Statistics for Upstream Basins**

	ι	Jpstream B	asins		
Variable	N	Mean	St. Dev.	Min.	Max.
Max. EVI	53,584	0.417	0.169	0.021	0.983
Mean EVI	53,584	0.276	0.120	0.020	0.578
Max. Cropland EVI	44,389	0.459	0.127	0.057	0.990
Mean Cropland EVI	44,389	0.291	0.093	-0.002	0.637
Max. Temperature	53,584	33.83	4.003	20.00	45.10
Precipitation	53,584	905.4	606.5	0.851	3,976.0
Population	53,584	6,693.8	27,878.2	0.000	1,396,921.0
Elevation	53,584	840.5	471.2	10.53	3,059.7
Slope	53,584	2.295	2.256	0.086	<sup>′</sup> 20.91
Accessibility	53,584	192.0	242.3	3.000	7,542.8

go back to covariate overview go back to summary statistics

## **Appendix Summary Statistics for Downstream Basins**

D	Downstream Basins (incl. Mine Basins)								
Variable	N	Mean	St. Dev.	Min.	Max.				
Max. EVI	61,032	0.406	0.167	-0.112	0.993				
Mean EVI	61,032	0.264	0.116	-0.112	0.563				
Max. Cropland EVI	50,282	0.450	0.130	-0.112	0.981				
Mean Cropland EVI	50,282	0.283	0.093	-0.114	0.734				
Max. Temperature	61,032	33.78	4.085	20.00	45.40				
Precipitation	61,032	862.0	605.4	0.555	4,375.3				
Population	60,952	9,497.1	43,568.1	0.000	1,244,492.0				
Elevation	61,032	773.1	489.1	-118.3	3,047.1				
Slope	61,032	2.119	2.371	0.000	20.456				
Accessibility	60,992	176.9	267.1	1.002	7,681.8				

go back to covariate overview go back to summary statistics

#### **Appendix Full Order Specification Results**

Dependent Variables:		Maximum F\	/1	Ms	ximum Croplar	nd EVI
Model:	(1)	(2)	(3)	(4)	(5)	(6)
Variables						
Downstream x Order = 0	-0.0064***	-0.0063***	-0.0059***	-0.0093***	-0.0097***	-0.0095***
Downstream x Order = 1	(0.0014) -0.0060***	(0.0014)	(0.0013) -0.0057***	(0.0021) -0.0049*	(0.0021) -0.0050*	(0.0020) -0.0061**
Downstream x Order = 1	(0.0018)	(0.0018)	(0.0017)	(0.0026)	(0.0027)	(0.0026)
Downstream x Order = 2	-0.0070***	-0.0053**	-0.0066***	-0.0042	-0.0046	-0.0062**
	(0.0021)	(0.0021)	(0.0021)	(0.0028)	(0.0029)	(0.0030)
Downstream x Order = 3	-0.0094***	-0.0069***	-0.0083***	-0.0049	-0.0049	-0.0069**
	(0.0023)	(0.0023)	(0.0022)	(0.0032)	(0.0033)	(0.0033)
Downstream x Order = 4	-0.0071***	-0.0053**	-0.0059**	-0.0027	-0.0036	-0.0044
	(0.0025)	(0.0024)	(0.0024)	(0.0034)	(0.0036)	(0.0036)
Downstream x Order = 5	-0.0077*** (0.0028)	-0.0052** (0.0026)	-0.0056** (0.0026)	-0.0009 (0.0037)	-0.0013 (0.0038)	-0.0018 (0.0039)
Downstream x Order = 6	-0.0084***	-0.0054*	-0.0056**	-0.0042	-0.0044	-0.0051
	(0.0031)	(0.0028)	(0.0028)	(0.0039)	(0.0041)	(0.0041)
Downstream x Order = 7	-0.0093***	-0.0063**	-0.0063**	0.0008	0.0003	-2.53 × 10 <sup>-5</sup>
	(0.0033)	(0.0031)	(0.0030)	(0.0041)	(0.0043)	(0.0044)
Downstream x Order = 8	-0.0140***	-0.0110***	-0.0109***	-0.0074*	-0.0085**	-0.0090**
	(0.0033)	(0.0031)	(0.0031)	(0.0041)	(0.0043)	(0.0044)
Downstream x Order = 9	-0.0103*** (0.0035)	-0.0065* (0.0034)	-0.0067** (0.0034)	-0.0042 (0.0039)	-0.0045 (0.0043)	-0.0052 (0.0044)
Downstream x Order = 10	-0.0107***	-0.0056	-0.0056	-0.0039)	-0.0038	-0.0044)
Downstream x Order = 10	(0.0037)	(0.0037)	(0.0037)	(0.0045)	(0.0049)	(0.0050)
Elevation	(0.0007)	-7.77 × 10 <sup>-6</sup>	-2,3 × 10 <sup>-5</sup> ***	(0.00-40)	-1,59 × 10 <sup>-5</sup> **	-3,86 × 10 <sup>-5***</sup>
		$(6.08 \times 10^{-6})$	$(6.29 \times 10^{-6})$		$(7.19 \times 10^{-6})$	$(7.35 \times 10^{-6})$
Slope		0.0034***	0.0033***		0.0023***	0.0023***
		(0.0005)	(0.0005)		(0.0006)	(0.0006)
Yearly Max. Temperature			-0.0053***			-0.0071***
			(0.0007) 3.33 × 10 <sup>-5</sup> ***			(0.0007)
Yearly Precipitation			(3.61 × 10 <sup>-6</sup> )			2.86 × 10 <sup>-5***</sup> (3.95 × 10 <sup>-6</sup> )
Accessibility in 2015			-9.97 × 10 °)			-3.78 × 10 <sup>-6</sup>
Accessibility in 2015			(5.28 × 10 <sup>-6</sup> )			(1.18 × 10 <sup>-5</sup> )
Population in 2015			-1.51 × 10 <sup>-7***</sup>			-1.06 × 10 -7***
Population in 2015			(2.75 × 10 <sup>-8</sup> )			(2.04 × 10 <sup>-8</sup> )
			(2.75 × 10 )			(2.04 × 10 )
Sample Mean Effect	-1.567	-1.531	-1.438	-2.042	-2.127	-2.089
Fixed-effects						
Year	Yes	Yes	Yes	Yes	Yes	Yes
Mine	Yes	Yes	Yes	Yes	Yes	Yes
Fit statistics						
Observations R <sup>2</sup>	114,616	114,616	114,496	94,671	94,671	94,604
	0.91808	0.92156	0.92395	0.77981	0.78184	0.78597
Within R <sup>2</sup>	0.00393	0.04627	0.05582	0.00180	0.01099	0.02531

Clustered (Mine) standard-errors in parentheses Signif Codes: \*\*\*: 0.01 \*\*: 0.05 \*: 0.1



#### **Appendix Full Distance Specification Results**

Dependent Variables:		Maximum EV	1	Ma	ximum Croplan	d EVI
Model:	(1)	(2)	(3)	(4)	(5)	(6)
Variables Downstream Downstream × Distance	-0.0065*** (0.0023) -2.02 × 10 <sup>-5</sup>	-0.0060*** (0.0021) 1.05 × 10 <sup>-5</sup>	-0.0058*** (0.0021) -2.02 × 10 <sup>-5</sup>	-0.0086*** (0.0029) 0.0003**	-0.0088*** (0.0029) 0.0002*	-0.0087*** (0.0028) 0.0002
Downstream × Distance <sup>2</sup>	(0.0001) -3.98 × $10^{-7}$ $(9.17 \times 10^{-7})$	(0.0001) -4.37 × $10^{-7}$ $(7.35 \times 10^{-7})$	(0.0001) -9.8 × 10 <sup>-8</sup> (7.19 × 10 <sup>-7</sup> )	(0.0001) -2.15 × $10^{-6**}$ $(1.06 \times 10^{-6})$	$(0.0001)$ $-2.34 \times 10^{-6**}$ $(1.03 \times 10^{-6})$	(0.0001) -1.94 × 10 <sup>-6</sup> * (1.03 × 10 <sup>-6</sup> )
Distance	4.05 × 10 <sup>-5</sup> (9.03 × 10 <sup>-5</sup> )	2.98 × 10 <sup>-5</sup> (8.4 × 10 <sup>-5</sup> )	2.56 × 10 <sup>-5</sup> (8.19 × 10 <sup>-5</sup> )	-7.01 × 10 <sup>-5</sup> (0.0001)	-5.62 × 10 <sup>-5</sup> (0.0001)	-4.6 × 10 <sup>-5</sup> (0.0001)
Distance <sup>2</sup>	$-1.87 \times 10^{-7}$ (6.27 × $10^{-7}$ )	-9.18 × 10 <sup>-9</sup> (5.68 × 10 <sup>-7</sup> )	$2.1 \times 10^{-8}$ (5.56 × $10^{-7}$ )	6.93 × 10 <sup>-7</sup> (8.38 × 10 <sup>-7</sup> )	8 × 10 <sup>-7</sup> (8.23 × 10 <sup>-7</sup> )	$6.06 \times 10^{-7}$ $(8.22 \times 10^{-7})$
Elevation	(0.27 × 10 )	$-7.45 \times 10^{-6}$ (6.56 × $10^{-6}$ )	$-2.22 \times 10^{-5***}$ (6.71 × 10 <sup>-6</sup> )	(0.30 × 10 )	-1.83 × 10 <sup>-5</sup> ** (7.55 × 10 <sup>-6</sup> )	-4.03 × 10 <sup>-5</sup> *** (7.61 × 10 <sup>-6</sup> )
Slope		0.0034***	0.0032***		0.0023*** (0.0006)	0.0023*** (0.0006)
Yearly Max. Temperature		(0.0005)	-0.0053*** (0.0007)		(0.0006)	-0.0070*** (0.0007)
Yearly Precipitation			3.33 × 10 <sup>-5</sup> *** (3.6 × 10 <sup>-6</sup> )			2.88 × 10 <sup>-5</sup> *** (3.94 × 10 <sup>-6</sup> )
Accessibility in 2015			-1.01 × 10 <sup>-5</sup> *			-4.03 × 10 <sup>-6</sup> (1.19 × 10 <sup>-5</sup> )
Population in 2015			(5.31 × 10 <sup>-6</sup> ) -1.51 × 10 <sup>-7</sup> *** (2.77 × 10 <sup>-8</sup> )			-1.06 × 10 <sup>-7</sup> *** (2.03 × 10 <sup>-8</sup> )
Fixed-effects Year Mine	Yes Yes	Yes Yes	Yes Yes	Yes Yes	Yes Yes	Yes Yes
Fit statistics Observations R <sup>2</sup> Within R <sup>2</sup>	114,616 0.91804 0.00346	114,616 0.92152 0.04573	114,496 0.92390 0.05524	94,671 0.77971 0.00138	94,671 0.78175 0.01060	94,604 0.78587 0.02485

Clustered (Mine) standard-errors in parentheses Signif, Codes: \*\*\*: 0.01. \*\*: 0.05. \*: 0.1

go back

## Appendix Varying Sample Definition

Dependent Variables:		N	/laximum EVI				Maxim	um Cropland	EVI	
Model:	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Variables										
Downstream x Order = 0	-0.0059***	-0.0076***	-0.0062***			-0.0095***	-0.0082***	-0.0094***		
Downstream x Order = 1	(0.0013) -0.0057*** (0.0017)	(0.0014) -0.0053*** (0.0020)	(0.0012) -0.0053*** (0.0017)	-0.0049** (0.0020)	-0.0051** (0.0021)	(0.0020) -0.0061** (0.0026)	(0.0024) -0.0049 (0.0032)	(0.0022) -0.0051* (0.0030)	-0.0061** (0.0030)	-0.0069* (0.0039)
Downstream x Order = 2	-0.0066*** (0.0021)	-0.0054** (0.0026)	(0.0017)	-0.0056** (0.0023)	(0.0021)	-0.0062** (0.0030)	-0.0057 (0.0037)	(0.0000)	-0.0062* (0.0033)	(0.0000)
Fixed-effects										
Year	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Mine	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Fit statistics										
Observations	114,496	61,712	32,360	99,320	9,168	94,604	50,914	27,589	81,278	7,623
R <sup>2</sup>	0.92395	0.91566	0.93993	0.92392	0.93378	0.78597	0.76613	0.84032	0.78332	0.81766
Within R <sup>2</sup>	0.05582	0.05702	0.05650	0.05511	0.07364	0.02531	0.02382	0.03446	0.02322	0.03884

Clustered (Mine) standard-errors in parentheses Signif. Codes: \*\*\*: 0.01, \*\*: 0.05. \*: 0.1



## Appendix Varying Outcome / Fixed Effects

Dependent Variables:		Maximum EV		Mean EVI		num Croplan		Mean C EVI	ESA C EVI
Model:	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Variables									
Downstream x Order = 0	-0.0059***	-0.0065***	-0.0079***	-0.0048***	-0.0095***	-0.0104***	-0.0109***	-0.0073***	-0.0048*
	(0.0013)	(0.0013)	(0.0014)	(0.0009)	(0.0020)	(0.0020)	(0.0021)	(0.0013)	(0.0026)
Downstream x Order = 1	-0.0057***	-0.0060***	-0.0066***	-0.0035***	-0.0061**	-0.0062**	-0.0064***	-0.0043**	-0.0035
	(0.0017)	(0.0016)	(0.0017)	(0.0011)	(0.0026)	(0.0025)	(0.0025)	(0.0017)	(0.0032)
Downstream x Order = 2	-0.0066***	-0.0064***	-0.0067***	-0.0038***	-0.0062**	-0.0058**	-0.0064**	-0.0055***	-0.0015
	(0.0021)	(0.0020)	(0.0020)	(0.0013)	(0.0030)	(0.0029)	(0.0028)	(0.0019)	(0.0035)
Fixed-effects									
Year	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Mine	Yes			Yes	Yes			Yes	Yes
Pfaffstetter basin level 8		Yes				Yes			
Pfaffstetter basin level 6			Yes				Yes		
Fit statistics									
Observations	114,496	114,496	114,496	114,496	94,604	94,604	94,604	94,604	67,649
R <sup>2</sup>	0.92395	0.91954	0.90419	0.95707	0.78597	0.77061	0.74193	0.88641	0.80154
Within R <sup>2</sup>	0.05582	0.06500	0.08647	0.11783	0.02531	0.02957	0.04285	0.04478	0.02553

Clustered (Mine) standard-errors in parentheses

Signif. Codes: \*\*\*: 0.01, \*\*: 0.05, \*: 0.1



## **Appendix Placebo Outcomes**

Dependent Variables:	Elevation	Slope	Max. Temp	Precipitation	Accessibility in 2015	Population in 2015
Model:	(1)	(2)	(3)	(4)	(5)	(6)
Variables						
Downstream	-6.852	-0.0538	-0.0137	0.6025	-5.427	2,125.7
Bownstream	(8.509)	(0.0912)	(0.0567)	(3.934)	(5.531)	(1,589.8)
Distance × Downstream	-5.008***	-0.0060	0.0135***	-0.1942	0.0839	-182.9***
Distance " Downstream	(0.4814)	(0.0044)	(0.0036)	(0.2860)	(0.3278)	(55.80)
Distance <sup>2</sup> × Downstream	0.0043	$-8.25 \times 10^{-6}$	$2.12 \times 10^{-6}$	0.0003	0.0004	1.081***
Distance * Downstream	(0.0039)	$(4.01 \times 10^{-5})$	$(3.36 \times 10^{-5})$	(0.0020)	(0.0028)	(0.3463)
Distance	2.326***	0.0025	-0.0067**	0.0879	0.7557***	-54.72
Distance	(0.4215)	(0.0023	(0.0032)	(0.2129)	(0.2587)	(45.17)
Distance?	(		(,		(,	, , ,
Distance <sup>2</sup>	0.0005	1.12 × 10 <sup>-6</sup>	$-5.34 \times 10^{-6}$	-0.0005	-0.0013	0.3439
	(0.0033)	$(3.49 \times 10^{-5})$	$(3.1 \times 10^{-5})$	(0.0015)	(0.0021)	(0.2724)
Fixed-effects						
Year	Yes	Yes	Yes	Yes	Yes	Yes
Mine	Yes	Yes	Yes	Yes	Yes	Yes
Fit statistics						
Observations	114,616	114,616	114,616	114,616	114,576	114,536
$R^2$	0.95627	0.70192	0.95579	0.96187	0.88768	0.59121
Within R <sup>2</sup>	0.41042	0.01108	0.07605	0.00070	0.04659	0.00851

Clustered (Mine) standard-errors in parentheses Signif. Codes: \*\*\*: 0.01, \*\*: 0.05, \*: 0.1



## Appendix Dist. Spec. w/ Aut. Bandwith Selection (No Controls)

	Мах	EVI	Max	Max C EVI		
	Conv.	Bias-Corr.	Conv.	Bias-Corr.		
	No	Controls				
Conventional	-0.0050*** (0.0015)	-0.0056*** (0.0015)	-0.0112*** (0.0020)	-0.0116*** (0.0025)		
Observations Bandwidth (Conv) Bandwidth (Bias)	37,880 20.3 46.4	37,880 20.3 46.4	32,813 20.7 47.4	32,813 20.7 47.4		

Note: Table shows results for estimation of 10, with distance as measured in kilometer along the river network used as the running variable, using practices suggested in Cattaneo et al., 2019 for automatic bandwidth selection using a triangular Kernel and the mean squared error distance as selection criterion, and bias correction. Models in the upper panel include no covariates, models in the lower panel include the full set of controls. Models in columns (1) and (2) report results using the overall EVI as outcome, models in columns (3) and (4) for the cropland-specific EVI. Models (1) and (3) fit a linear polynomial of the distance measure at each side of the cutoff, models in columns (2) and (4) a quadratic polynomial. All specifications include mine and year fixed effects. Standard errors are clustered at the mine basin system level.

**Significance Codes:** \*\*\* p<0.01, \*\* p<0.05, \* p<0.1 · Clustered (Mine) standard errors in parentheses.

## Appendix Dist. Spec. w/ Aut. Bandwith Selection (Full Controls)

	Max EVI		Max C EVI				
	Conv.	Bias-Corr.	Conv.	Bias-Corr.			
With Full Controls							
Conventional	-0.0045*** (0.0015)	-0.0049*** (0.0015)	-0.0100*** (0.0020)	-0.0118*** (0.0026)			
Observations Bandwidth (Conv) Bandwidth (Bias)	38,200 20.6 43.4	38,200 20.6 43.4	32,629 20.5 45.4	32,629 20.5 45.4			

Note: Table shows results for estimation of 10, with distance as measured in kilometer along the river network used as the running variable, using practices suggested in Cattaneo et al., 2019 for automatic bandwidth selection using a triangular Kernel and the mean squared error distance as selection criterion, and bias correction. Models in the upper panel include no covariates, models in the lower panel include the full set of controls. Models in columns (1) and (2) report results using the overall EVI as outcome, models in columns (3) and (4) for the cropland-specific EVI. Models (1) and (3) fit a linear polynomial of the distance measure at each side of the cutoff, models in columns (2) and (4) a quadratic polynomial. All specifications include mine and year fixed effects. Standard errors are clustered at the mine basin system level.

**Significance Codes:** \*\*\* p<0.01, \*\* p<0.05, \* p<0.1 · Clustered (Mine) standard errors in parentheses.

## Appendix Ord. Spec. w/ Aut. Bandwith Selection (Full Controls)

	Max EVI		Max C EVI				
	No Cluster	Cluster (Mine Basin)	No Cluster	Cluster (Mine Basin)			
No Controls							
I(order>0)	-0.0048 (0.0013)	-0.0048 (0.0019)	-0.0090*** (0.0018)	-0.0090** (0.0030)			
Observations Bandwidth	45,613 2	45,613 2	38,537 2	38,537 2			

Note: Table shows results for estimation of 10, with distance as measured by the ordering of basins with respect to the mine basin as the running variable, using practices suggested in Kolesár and Rothe, 2018 for automatic bandwidth selection using a triangular Kernel and the mean squared error distance as selection criterion. Models in the upper panel include no covariates, models in the lower panel include the full set of controls. Models in columns (1) and (2) report results using the overall EVI as outcome, models in columns (3) and (4) for the cropland-specific EVI. Models (1) and (3) do no cluster standard errors, models in columns (2) and (4) cluster standard errors are at the mine basin system level. All specifications include mine and year fixed effects.

**Significance Codes:** \*\*\* p<0.01, \*\* p<0.05, \* p<0.1

## Appendix Ord. Spec. w/ Aut. Bandwith Selection (Full Controls)

	Max EVI		Max C EVI			
	No Cluster	Cluster (Mine Basin)	No Cluster	Cluster (Mine Basin)		
With Full Controls						
I(order>0)	-0.0048** (0.0012)	-0.0048 (0.0018)	-0.0090*** (0.0017)	-0.0090*** (0.0029)		
Observations Bandwidth	45,580 2	45,580 2	38,504 2	38,504 2		

Note: Table shows results for estimation of 10, with distance as measured by the ordering of basins with respect to the mine basin as the running variable, using practices suggested in Kolesár and Rothe, 2018 for automatic bandwidth selection using a triangular Kernel and the mean squared error distance as selection criterion. Models in the upper panel include no covariates, models in the lower panel include the full set of controls. Models in columns (1) and (2) report results using the overall EVI as outcome, models in columns (3) and (4) for the cropland-specific EVI. Models (1) and (3) do no cluster standard errors, models in columns (2) and (4) cluster standard errors are at the mine basin system level. All specifications include mine and year fixed effects.

**Significance Codes:** \*\*\* p<0.01, \*\* p<0.05, \* p<0.1