

# Charter Cities as Bundled Development Packages: Leveraging the Democratic Republic of Congo's Resources for Investment and Growth



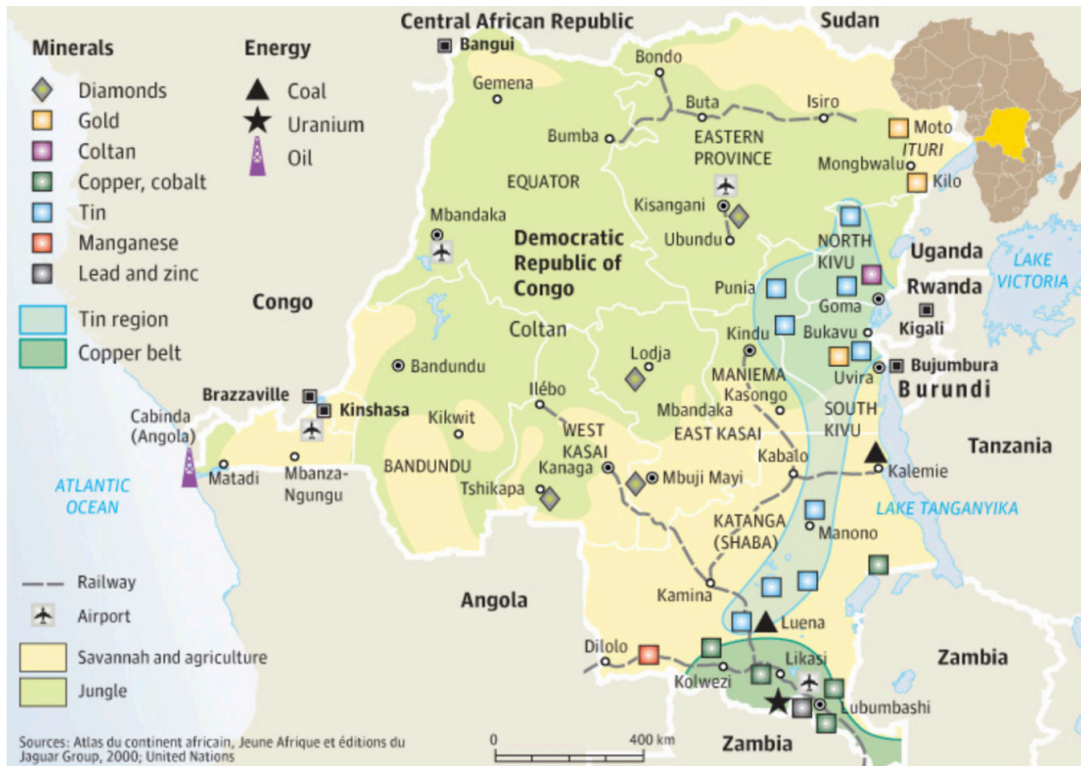
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## BACKGROUND

### DRC's Resource Wealth and Development Constraints

The Democratic Republic of the Congo (DRC) is extraordinarily rich in natural resources, yet it remains one of the world's poorest and least developed countries. Often described as a paradox of plenty, the DRC's endowment includes vast minerals (holding the world's largest cobalt reserves and significant copper, coltan, gold, and diamond deposits) as well as abundant energy and water resources (immense hydropower potential from the Congo River and major hydrocarbons prospects)<sup>1</sup>. For example, about 55% of global cobalt resources (nearly 10 million tons) lie in the DRC's copper-cobalt belt<sup>1</sup>, and its copper ore grades (often >2.5% copper) are four times the global average, making Congolese deposits among the richest in the world<sup>2</sup>.



Despite this strategic resource base, decades of conflict and misgovernance have left the DRC with severe development constraints. The country has endured a long history of political instability, weak institutions, and armed conflicts that have stifled broad-based growth<sup>1</sup>.

Most Congolese have not benefited from the resource wealth; about 73.5% of the population lived on less than \$2.15 a day in 2024, making the DRC one of the five poorest nations globally<sup>1</sup>. Basic infrastructure is lacking; road and power networks are scant in a country the size of Western Europe, raising costs for business. Years of authoritarian rule and corruption have eroded governance capacity, contributing to a challenging business environment. Indeed, several key factors have impeded investment and development in the DRC: persistent armed conflict (especially in the east), an unpredictable regulatory climate, inadequate infrastructure, and dominance of existing resource deals by a few foreign players<sup>2</sup>. These issues have led to what is often termed a “resource curse,” wherein the DRC’s vast mineral exports (cobalt and copper alone were 85% of its mineral sales in 2018) have not translated into commensurate domestic prosperity or diversification. Instead, the economy is extremely dependent on mining (over 90% of export earnings<sup>1</sup>, rendering the country vulnerable to commodity price swings and external shocks.

In short, the DRC has strategic assets in cobalt, copper, hydrocarbons, and water, but faces an urgent need for capital and infrastructure to harness them. The following sections outline how a Charter City could serve as a bundled development package to leverage these resources for sustainable growth. By packaging resource access with urban development and reform, the DRC can attract competitive international investment while addressing long-standing constraints.

# 1. Global Resource Competition and Geopolitical Context

The competition for key resources in the 21st century has placed nations such as the DRC at the centre of global power competition. Critical minerals such as cobalt, coltan, lithium, and rare earth elements provide the foundation for technology, green power, and contemporary defence systems. Their distinctive properties are the key to innovations from dense batteries in electric vehicles (EVs) and smartphones to guided missiles, drones, and sophisticated communications technology. With countries racing to decarbonise their economies and hold technological ground, the strategic value of these minerals, now called “the new oil” due to their oversized role in supply chains, has surged. Cobalt and coltan, for example, are used in manufacturing lithium-ion batteries, powering a rising proportion of EVs and energy-storage solutions. This demand can only be set to grow as countries seek to eliminate emissions and move toward alternative power. At the same time, leading-edge defence uses, such as aerospace components, missile guidance systems, and secure communications networks, further drive the value of secure, long-term availability of key minerals. For their ineludibility, these minerals are now the object of competition between top world powers such as the United States, the European Union, and China. Each has initiated policies to secure and diversify supply chains of minerals; China, for instance, has invested substantial amounts in cobalt-rich parts of the DRC, while the U.S. has passed a bill cutting dependence on Chinese refining capability while encouraging alternative partnerships. The EU also advocates “strategic autonomy” in key materials, aiming to minimise risks linked to single-point suppliers. Aside from these superpower rivalries, a network of emerging or “middle powers”, Turkey, India, Saudi Arabia, the UAE, Korea, and Russia, is also competing to tie up supplies. Some seek resource-for-technologies swaps, while others use sovereign wealth funds to invest in foreign mining operations or refining plants. The overall effect is a highly competitive environment in which control or manipulation of the supply chain of key minerals can represent immense economic, if not also geopolitical, gains. For resource-endowed but financially constrained countries, this scramble has promise as well as danger: they can use minerals in high demand to leverage infrastructure, technology transfer, and other advanced gains, but risk being theatres for power competition if they do not build strong enough governing frameworks. In this instance, conceiving of packaging the extraction of resources together with wider urban and industrial development, such as **Charter City**, is a strategic way of directing global competition into concrete, long-lasting gains.

China has been the dominant investor in DRC mining over the past two decades, pursuing an approach often termed “resources-for-infrastructure.” Through state-backed companies and loans, China has financed roads, railways, and other projects in exchange for mining rights. A hallmark example is the 2007 Sicomines agreement, in which Chinese firms committed \$3 billion for Congolese infrastructure in return for major concessions of copper and cobalt (deposits valued at an estimated \$93 billion<sup>2</sup>). Today, Chinese companies either own or hold significant stakes in many of the DRC’s largest mines, giving China control over an estimated 15 of the DRC’s top copper-cobalt operations<sup>23</sup>. This entrenched presence aligns with China’s broader Belt and Road Initiative investments across Africa, and Beijing often frames its role as a development partner providing win-win infrastructure development without political strings. However, Chinese dominance has also raised concerns in the DRC about opaque deals and overreliance on one partner, as well as concerns in Western capitals about supply chain security.

By contrast, the United States and its allies have only recently begun to step up commercial engagement in the DRC's mineral sector, after years of relatively limited involvement. The U.S. historically focused on humanitarian aid and governance issues in the DRC, while largely ceding the mining sector to others<sup>2</sup>. With the rise of China and the global clean energy transition, this has changed. Washington now explicitly views critical minerals as a national security priority. U.S. strategy often emphasises "building resilient supply chains" and partnering with African countries to add value locally, rather than simply extracting raw materials<sup>2</sup>. For instance, in late 2022, the U.S. helped broker a trilateral MOU with the DRC and Zambia to develop an electric vehicle battery supply chain, spanning everything from mineral extraction to battery assembly<sup>3</sup>. This initiative, touted by U.S. officials as "a truly important initiative for the future" of clean energy<sup>3</sup>, reflects a new U.S. approach of combining investment with support for local industrialisation – and a clear intent to counter China's expansion in the region<sup>3</sup>. Still, U.S. investments remain comparatively small. American companies and development finance institutions have hesitated due to the DRC's instability and governance issues<sup>2</sup>. The DRC's challenge, and opportunity, is to leverage U.S. strategic interest (in securing non-Chinese sources of cobalt, for example) to attract greater American and Western investment on competitive terms.

The European Union likewise has a stake in Congolese resources, framed through the lens of securing sustainable and diversified supply chains. The EU's push for EVs and green technology has underscored its heavy dependence on imports of critical raw materials, often refined in China [5]. In response, the EU has launched a "Global Gateway" strategy and signed strategic partnerships with resource-rich African countries (for example, a recent EU–Namibia agreement on critical minerals). The EU portrays its engagement as promoting ethical and sustainable sourcing, focusing on transparency, labour and environmental standards, and mutually beneficial development<sup>4</sup>. However, European companies have been slow to invest on the ground in high-risk environments like the DRC, and EU initiatives have yet to yield major projects<sup>4</sup>. A case in point is that despite high-level agreements, Chinese firms often still outbid or outpace European ones in African mining ventures [4]. Europe's approach thus far emphasises "de-risking" supply lines away from China [4], but it faces credibility tests; the DRC can capitalise on EU interest by offering projects that meet its sustainability criteria while appealing to European firms' need for greater incentives and protections.

The Gulf States (mainly the United Arab Emirates, Saudi Arabia, and Qatar) have emerged as new players in African resource investment, propelled by their abundant capital and desire to diversify their economic influence. The Gulf approach tends to be pragmatic and fast-moving, often blending commercial and diplomatic goals. Their state firms can, like China, overcome the "risk factors", that cripples the US and the EU. In the DRC, for example, the UAE recently signed a \$1.9 billion deal to develop at least four industrial mining projects in the cobalt- and gold-rich turbulent east of the country<sup>7</sup>. This agreement, struck at the presidential level, gives a UAE company joint ownership of mining ventures and preferential export rights for artisanal minerals like gold and coltan<sup>7</sup>. The DRC government promoted it as a way to formalise the trade and undercut smugglers who finance militias in the east<sup>7</sup>. Gulf investors frame such partnerships as South-South cooperation. The UAE, for instance, presents itself as offering African nations both investment and a model of stability. In addition, Gulf states often use soft power tactics in combination with investment, drawing in tourism, real estate, and even sports diplomacy in order to further entrench links. (For instance, Rwanda's government, which has put a lot of effort into getting close to Gulf states,

has made large investments in cross-global sporting sponsorships such as the “Visit Rwanda” logo appearing on Arsenal F.C. jerseys, in a bid to enhance its global visibility and tourism<sup>7</sup>. The DRC could, in a similar way, gain from the enthusiasm of Gulf partners for sports or cultural projects, i.e., a (cross-global safari resort or a periodic sporting competition in a new city that could attract tourism and popular support). Gulf funding, if handled properly, can become a competing counterbalance to both Chinese and Western investors, putting the DRC in a better position.

Overall, global attention to the DRC’s resources is higher than ever before, fueled by the need to find key minerals for the great-power competition. This represents a strategic opportunity for the DRC. By presenting a charter city as a means of gaining access to resources in a stable, well-governed environment, the DRC can offer parts of its resources to several potential buyers. The trick is to package the opportunity in a way consonant with each player’s political story: for the U.S., an opportunity to gain control of supply chains and promote African development (pushing back against China); for China, a continuation of win-win infrastructure investment (albeit more transparent); for Europe, a rules-based, green development showcase; for the Gulf states, a prestige development in Africa increasing their geostrategic importance. The next subsection explores how a “package deal” city might be structured in a way that resonates with these interests simultaneously.

## 2. Designing a “Package Deal” Charter City Project

To translate geopolitical interest into concrete investment, the DRC can propose a charter city as a bundled development package – essentially, a “deal city” that combines multiple investment opportunities in one. Instead of isolated mining concessions or stand-alone infrastructure projects, the charter city would offer an integrated package of real estate, infrastructure, industrial and service-sector projects anchored in a special jurisdiction. This strategy aims to create a new urban growth pole that not only exploits raw materials but also fosters value-added industry and provides modern living conditions, thereby multiplying the benefits for both investors and the host country.

### Key components of the bundled city package include:

**Strategic Location and Land:** The city should be located in a position that maximises connectivity and resource synergies. The Comité Stratégique pour la Supervision du Projet d’Extension de la Ville de Kinshasa (CSSPEVK) has officially allocated a 43,000-hectare area in Maluku commune for the project. By developing in Maluku, a district selected for both its spatial strength as well as strategic adjacency to Kinshasa’s infrastructural base, the project has ensured secure tenure of land as well as legal certainty for private investors. This allows it to leverage its closeness to the US-sponsored Lobito corridor as well as the UAE-sponsored Banana Port.



**Modern Infrastructure Backbone:** The package would bundle critical infrastructure projects that make the city viable. This includes transport links (such as railways and highway connecting the city to a seaport or to regional markets, an airport for cargo and passengers, and internal roads), power supply (dedicated power plants and transmission line, e.g. tapping into Grand Inga hydropower or renewable sources to ensure reliable electricity), water and sanitation systems, and digital infrastructure (fiber-optic connectivity). By bundling multiple infrastructure needs in one proposal, the DRC can justify large-scale financing that achieves economies of scale. For instance, instead of a road built solely for a mine, a highway in the charter city would serve mines, factories, and residents alike spreading costs and benefits. Early investment in infrastructure is crucial to make the site investor-friendly; therefore, the package might seek a consortium of partners (multilateral banks, engineering firms, and foreign aid agencies) to co-finance these backbone projects. This effectively addresses one of DRC's main barriers, insufficient infrastructure, within the controlled environment of the new city<sup>2</sup>.

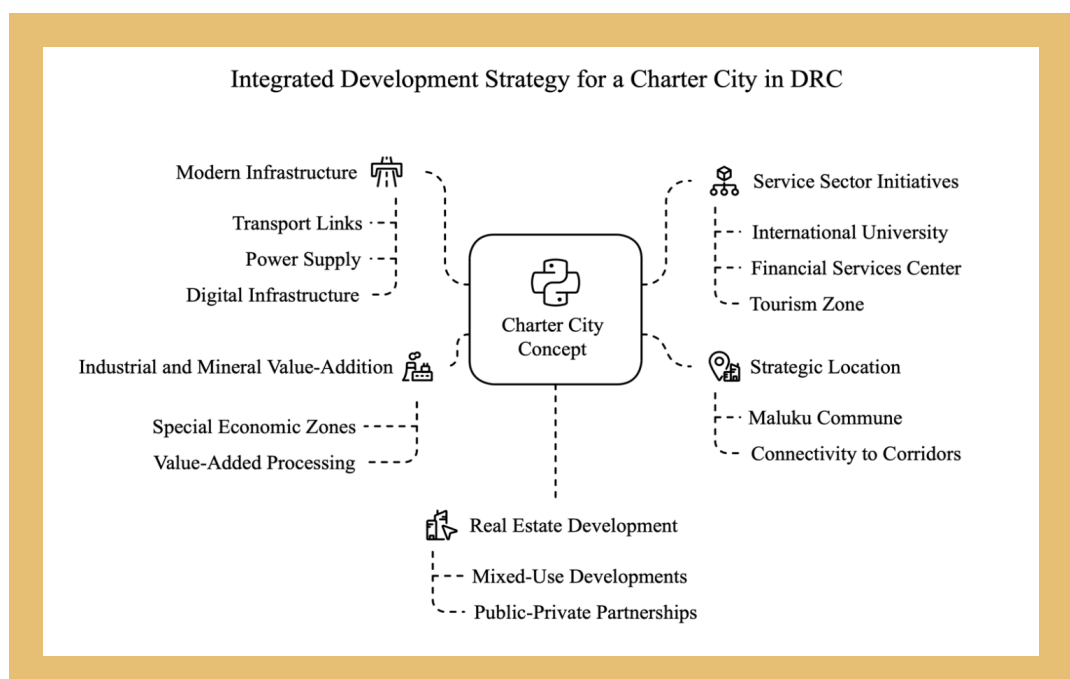
**Industrial and Mineral Value-Addition Zone:** On the peripheries of the charter city would be a myriad of Special Economic Zones (SEZs) devoted to specific industries, especially those that add value to the DRC's raw materials. Processing plants and factories can be set up to refine copper and cobalt into battery precursors, manufacture components (e.g. electric vehicle battery cathodes), cut and polish diamonds, or smelt and process other metals. By doing more refining and manufacturing locally, the DRC can capture a greater share of the value (mitigating the resource curse where raw ore is exported and high-value refining is done abroad). For example, a battery manufacturing park could attract companies in the electric vehicle supply chain to assemble battery packs or even EV components on-site, given the proximity to key metals. Alongside the mining-related industry, the zone can include diversified industries: agriculture/food processing (if near arable land or to supply the city), construction materials, and light manufacturing of consumer goods for the regional market. Clustering these in one city creates supplier linkages and a skilled labour pool over time. The industrial zone would come with incentives (tax breaks, streamlined customs, reliable utilities) under the charter city's special regulations.

**Real Estate and New Urban Centre:** Unlike the remote mine site, the charter city is conceived as a liveable city that bundles real estate development (housing, offices, retail, leisure) with industrial growth. Private developers would be invited to build mixed-use developments, everything from affordable housing for workers to premium commercial real estate, under the city's master plan. This addresses the huge housing deficit in DRC's existing cities and can absorb population growth in a planned way. The city can be marketed as a regional hub: for instance, modern office parks might attract service providers (banking, insurance, tech firms) that serve the mining and industrial companies. Amenities such as hospitals, schools, and entertainment facilities (a sports stadium or a tourism resort, given the mention of soft power) can be bundled through public-private partnerships. By packaging real estate opportunities, the DRC offers investors immediate revenue streams (sale/lease of residential and commercial properties) alongside longer-term industrial returns. An illustrative example is Kiswishi City SEZ under development near Lubumbashi: a privately built city that has already sold out its first phase of residential plots and attracted one of the largest foreign investments in DRC's consumer industry, a \$50 million PepsiCo bottling plant<sup>4</sup>. That project, backed by international investors from the US, Europe, and New Zealand, shows the viability of combining real estate and industry in a Congolese SEZ<sup>6</sup>.

**Special Attractions:** To round out the package, the charter city can incorporate service-sector initiatives that play to both comparative advantage and soft power. For instance, establishing an international university or training institute focused on mining technology and governance could draw students from across Africa, doubling as workforce development for the city. A financial services centre (aligned with Astana’s or DIFC) could be created, offering a jurisdiction for banking or fintech with stronger rule-of-law assurances (perhaps an offshore finance-type enclave under the charter). Additionally, leveraging the DRC’s natural beauty, a segment of the city or its outskirts could be a tourism zone – for example, an eco-park or safari experience if wildlife can be reintroduced. Finally, a cultural heritage centre is critical, with artefacts kept abroad being returned (Follow the blueprint of the Grand Egyptian Museum). By bundling in a tourism and conference district, the project can aim to host regional events, trade fairs or even sports events (e.g. an annual boxing or F1 tour through the scenic parts of the city). These elements serve a soft power function: they make the city more than a mining camp, projecting an image of modern, multi-faceted development.

Bundling these components transforms the investment proposition. Instead of asking a partner to simply dig minerals or build a road, the DRC would invite them to co-create an entire city, a new economic ecosystem. This bundling can attract a consortium of investors with different strengths: for example, a Chinese state company might build the power plant and rail link; an American firm might set up the tech hub or battery plant; European partners might invest in governance capacity or renewable energy; Gulf sovereign funds might finance real estate and iconic buildings (hotels, malls). Crucially, each investor’s contribution is part of a larger, interlinked package, reducing risk (the success of one element boosts others) and aligning incentives for continued commitment.

From the DRC’s perspective, this “package deal city” is a way to negotiate comprehensive development. By tying resource access (which foreigners want) to broader economic projects (which Congolese society needs), the government can ensure mines lead to infrastructure, jobs, and urban growth, not just exports. It effectively bundles real estate, infrastructure, industry, and services in a single political undertaking.



### 3. Marketing the Project: Attracting International Investment through Diplomacy and Soft Power

Designing a compelling project is only half the battle; the DRC, through the CSSPVEK committee (Mix of Congolese and Internationals), must actively market and negotiate the charter city package on the global stage to attract competing bids from international investors. This requires a savvy blend of high-level diplomacy, strategic communications, and soft power initiatives to raise the project's profile and position it as a coveted opportunity. The goal is to create a competitive dynamic wherein multiple foreign partners, governments and firms vie to be part of the city's development, allowing the DRC to secure the best terms.

**High-Level Diplomacy and Investor Roadshows:** The DRC should launch a coordinated diplomatic campaign to pitch the charter city to key countries and financial centres. This could begin with the lead Coordinator and relevant ministers presenting the concept at tailor-made investment conferences. Bilateral visits will be crucial: engaging the U.S. to highlight how the project aligns with U.S. aims of securing critical minerals in a transparent manner; doing the same in Beijing to invite continued Chinese participation but under improved governance conditions; and similarly briefing the EU in Brussels and key European states (France, United Kingdom, etc.) on how this project could exemplify sustainable investment. And finally, one in the UAE, which seems to stand out amongst GCC states in terms of African strategy. This can also be done in the rest of the GCC states, Turkiye, India, Japan, Indonesia, Korea, Singapore, Russia, etc. Early on, the DRC can sign Memoranda of Understanding (MoUs), without exclusivity, to signal openness. For instance, an Mou with an American consortium on infrastructure and an Mou with Chinese firms on setting up factories could be signed in parallel. These non-binding agreements serve as marketing tools, generating headlines that "DRC partners with X on new city initiative." They also reassure each side that they won't be left out, thereby encouraging a bit of healthy competition. The diplomatic messaging is stressing that this is a flagship project of national importance, backed by the head of the government as well as the president.

**Global Tender and Competitive Bidding:** To maximise competition, the DRC can employ a transparent tender process for major components of the city. For example, it might release an international Request for Proposals (RFP) inviting consortia to bid to become the master developer of the city (or of subcomponents like the industrial zone). The bid criteria could include not only financial terms (investment amount, revenue sharing) but also developmental value (how many jobs, training programs, technology transfer, etc., the bidder will provide). The government could deliberately publicise that multiple bidders from around the world have expressed interest. A "bidding war" scenario would empower the DRC to extract better deals, much as mineral-rich countries sometimes get competing offers from US, European and Chinese mining firms, but here on a city-wide scale. For instance, a U.S consortium might offer a package of \$X billion for infrastructure, while a Chinese-led group might offer \$Y billion, including a railway and stadium. A comparative chart of these proposals could even be presented internally to DRC policymakers (not to the media) to demonstrate the tangible choices. By creating this market tension, the DRC can avoid sole dependence on any single patron.

**Use of Soft Power – Tourism, Sports, and Culture:** Beyond boardrooms and government offices, the DRC can generate excitement for the project through soft power and public relations. One avenue is tourism promotion. The government could announce that the new charter city will host international events, for example, a Pan-African Trade Expo or a cultural festival. Once the initial facilities are ready. It could organise familiarisation tours for global media and potential investors to the city's site (or to existing mining areas, to demonstrate the resource base), similar to how countries promote new economic zones. Showcasing the DRC's natural attractions (nearby wildlife parks or the mighty Congo River) and cultural richness can help rebrand the country's image from a conflict zone to an investment frontier. Another powerful tool is sports diplomacy. Following the model of countries like Rwanda and Qatar, the DRC could tie the city project to high-profile sports engagements: for instance, bidding to host the African Cup of Nations (continental football tournament) or an African Games in the new city within a decade, with the promise of new stadiums and facilities. Even earlier, sponsoring international sports teams or events (a "Visit DRC" campaign) could put the country on the radar of global audiences. Sports events in the charter city would not only draw tourism but also reinforce an image of peace and normalcy. As a concrete idea, the DRC might leverage its famed athletes (e.g. in basketball, Boxing, or Football) as ambassadors for the city project, or plan a world-class stadium as one of the city's first buildings, inviting foreign teams for exhibition matches at its inauguration. These soft power plays attract positive attention and investor curiosity that pure economic messaging might not.

**Media and Narrative Framing:** Controlling the narrative is vital. The government should work with international PR firms or communications experts to brand the charter city as "the future Shenzhen of Africa" or a "Green City powered by Congo's minerals." A compelling narrative might be: "Instead of a resource curse, we are building a resource-powered city of the future". This framing can be circulated in respected media outlets. Op-eds or interviews in the Financial Times, The Economist, or Al Jazeera can underscore the project's vision – e.g., highlighting President Tshisekedi's commitment to reform through this initiative, and how it offers a new model of development. The DRC can host an investment summit in Kinshasa or the project site, inviting CEOs and officials from the U.S., China, UK, EU, GCC, India, etc., essentially putting them in the same room so each sees the other's interest. Such visibility leverages great power competition to DRC's advantage: no one wants to be left out of a high-profile project that their rival is eyeing. As noted in one analysis, the DRC is already attempting to leverage U.S.-China rivalry, for instance, by offering the U.S. greater access to minerals if it helps stabilise the country<sup>3</sup>. The charter city could be sold as the vehicle for that leverage, a concrete place where competing interests can be balanced for mutual gain.

**Diplomatic Balancing:** In marketing the project globally, the DRC must also carefully manage geopolitical sensitivities. Explicitly pitting one country against another has risks, so the messaging should remain positive-sum. The DRC can assure each potential partner that there is room for all in the project: one country might build the port, another the roads, another run the industrial park – all contributing to the city's success and benefiting proportionally. High-level diplomacy might involve shuttle diplomacy – e.g., if China worries about losing influence, Congolese diplomats can propose a specific, significant role for Chinese companies (perhaps the mining operations or a particular infrastructure piece) even as US firms handle other parts. Likewise, to keep Europe engaged, the DRC might emphasise aspects like governance reforms and transparency in the city (addressing their concerns about corruption and Chinese dominance). With Gulf states, emphasising the commercial returns and offering

symbolic honours (like naming rights to landmarks, or partnership in cultural ventures) can maintain their interest alongside the larger players.

**Security and Stability Measures:** Another element of balance is maintaining the project so that it is not a security risk. Apart from the notorious Rwandan-backed terrorist group-M23, the eastern regions of the DRC are filled with militias (there are over 120 armed groups in the east, according to UN estimates) [7], and it only takes one large operation to become an attractive target or magnet for violence if it is not managed. The location of the charter city has been chosen with security considerations, on the other side of the country. Still, the DRC must engage international partners to support the security surrounding the project. That could involve agreements to train the security forces of the DRC, shared monitoring of critical infrastructure, or even the presence of peacekeeping forces if necessary for the initial phases. Incentivising the foreign investors to invest as much as possible into local security sector reform and community development pays dividends. To illustrate: if there is U.S. participation, experience and programs for military training can professionalise local police who provide security to the city, while China, France or others could contribute to monitoring technology or security infrastructure. The solution is an environment stable enough so no partner's investment is at risk from violence, again uniting everyone's interests toward the common goal of stabilising the region. The DRC can address this situation smartly: invitations to secure the project can become support for expanded development presence of the UN or AU, which deals with local conflicts as well.

In essence, marketing the charter city package is about creating healthy competition. By deploying diplomacy (MoUs, summits) and soft power (tourism, sports, media narratives), the DRC can elevate the project from a domestic plan to a globally recognised opportunity. The objective is to secure multiple offers and then assemble the best mix of partners, ensuring the city is built on terms that advance Congolese development priorities.

## 4. Implementation Strategy: Phased Development Roadmap

Implementation of a charter city mega-project in the difficult setting of the DRC has to be phased. Phasing of the development into stages facilitates learning and course correction, spreads investments over time, and shows achievement to help sustain momentum and confidence. The following is an example of a multi-phased implementation timeline:

### Stage 1:

**Master Planning and Initial Funding (Preparation Phase).** In this first stage, the DRC would undertake all the background work to position the project to be successful. That entails hiring world-class city planners and engineering consultancy firms to prepare the master plan for the city (layout of zones, infrastructure networks, environmental master plan, etc.). The detailed feasibility study and business case need to be prepared. Legally, this stage would involve the creation of a Charter City, and the independent project authority, the “Comité stratégique pour la supervision du projet d’extension de la Ville de Kinshasa”. Financing-wise, it is about getting key powers “on board” at least conceptually. The DRC would get initial commitments from a variety of partners to provide everyone with an equity stake. As an example, it may gain an assurance of, for example, \$1 billion from China to prepare the masterplan for the industrial zone, \$750 million from the U.S. to provide technical assistance on power supply and government, etc., and so on from others (EU, India, GCC, CIS) for other studies or pilot projects. These initial multi-party contributions, even if symbolic, ensure that by the end of Stage 1, no one country has an overbearing influence and everyone has some sunk cost. At the same time, a resource-backed deal-in-principle can be negotiated, leading to subsequent phases (e.g. China signs an Mou to finance a railroad in Stage 2 for copper offtake beginning Stage 3). The project at the end of Stage 1 needs to have an agreed masterplan, enabling legislation enacted, an international project authority established, and pledges to cover initial site preparation planning expenses. The stage could last 1–2 years.

### Stage 2:

**Core Infrastructure Construction (Laying the Foundations).** This stage would require large-scale works to construct the infrastructure: roads and highways across the city and to external networks, rail link (to connect to the nearest available railway or port), the generation and supply systems for electricity (power stations, grid, substations), the water supply and sanitation systems, and initial public buildings (government offices for the city’s administration, potentially an initial housing estate for construction workers and early staff). These contracts should be awarded via competitive international tenders. A Korean or European company, for instance, could win the power plant contract, the major highways contract could be won by a Turkish company, the railway section by a Chinese company, etc., as applies to their strengths. It will be worth requiring that local labour be used by contractors and subcontractors wherever possible, to start to transfer skills. Within Stage 2, large teams of workers will be hired - the DRC should force partners to establish skills development programs so that local workers can be trained into skilled workers over the course of years (masonry, welding, operating plant, etc.). By Stage 2 completion, the physical matrix of the city should be apparent: transportation networks, power, water, and some buildings forming

the core. To achieve this is going to be several years' work (say 3–5 years), given the extent of the building. The success of Stage 2 is essential as proof of concept - it is going to convince the sceptics that the venture is occurring and happening, to release the subsequent waves of money. The participation by the diverse partners at this stage will also demonstrate the multi-partnering concept at work.

### Stage 3:

**Industrial and Agricultural Development (Economic Activation).** Large-scale civil works to construct fundamental backbone infrastructure: roads and highways within the city network and to external networks, a railroad if necessary (to connect to the nearest existing railroad or harbour), the electricity generation and grid systems (power plant, grid, substations), the water supply and sanitation infrastructure, and initial public buildings (city administration offices, initial housing estate for workers building the city and initial employees). Enforcing that local labour is used by the contractors, along with subcontractors where possible, to transfer skills to locals to the greatest extent possible, will be important. In Stage 2, large quantities of workers will be employed – the DRC and partners must have skills development programs so that unskilled local labour recruits gradually develop into the required skills positions over the years (masons, welders, operating plant machinery, etc.). By Stage 2 completion, the underlying physical framework of the city ought to be apparent. To reach this point is likely to require several years (though perhaps 3 to 5 years), depending on the extent of the building. Completion of Stage 2 is vital as a proof of concept item – it shows sceptics that the project is happening and it works, which can release the subsequent round of investments. The participation of multiple partners by this stage will then demonstrate the multi-partner system functioning.

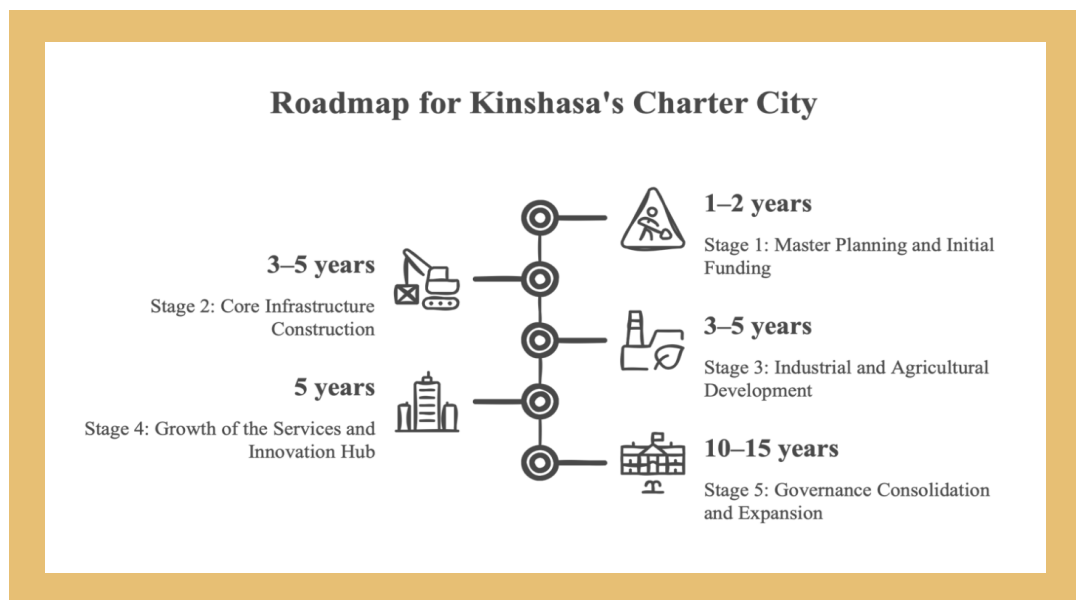
### Stage 4:

**Growth of the Services and Innovation Hub (Maturation Phase).** Stage 4 looks to complete the city as an actual urban economy. That is to say, it expands the service industry and knowledge economy aspects. By this point, the city's population has grown along with workers' families, so demand for services (schools, clinics, retail, banks) is growing, of course. The project should invite foreign banks and insurance providers to establish operations within the city to support the trade finance, project finance, and consumer finance- ideally, the city is established as an offshore financial centre. Educational institutions proposed can be constructed at this stage, like a new university for science and technology (in collaboration with an international university) to supply local industries with skilled graduates, and vocational schools for the trades. The DRC could agree to work with countries such as France, Belgium, or the US to host campuses of renowned universities or technical institutes, riding the spillovers of goodwill such relations provide. Stage 4, too, would prioritise bringing technology companies and startups. The city authority can provide incubators, tax relief, and a stable internet/frame power supply to entice entrepreneurs (Congolese diaspora included) to establish technology companies or local offices of multinationals. As people around the world shift toward renewable energy technology and key minerals, one could envision research institutions within the city focused on battery technology, mining technology, or tropical agriculture innovation, sponsored by interested foreign companies. Culturally, the city develops at this point as well: hospitals, shopping centres, entertainment centres, and

tourism attractions, if applicable (eco-park or cultural centre), to enhance the quality of life and make an appealing place for professionals. After Stage 4, the charter city at this stage resembles an actually functioning metropolis with an active economy -- not only extracting resources out of the earth, but having banks, schools, clinics, IT companies, and an emerging middle class. This maturation could be achieved within another 5 years or so, but is going to be supported by the momentum and incomes generated through Stage 3.

## Stage 5:

**Governance Consolidation and Expansion (Sustainability Phase).** In the final stage, the emphasis is on solidifying the charter city's governance model for the long run and considering expansion or replication. The autonomous administration of the city will have to shift from foreign-dominated (in early stages) to more regular local government (yet with special status). Training Congolese administrators is part of this process, institutionalising democratic oversight at the level of the city, and ensuring that the legal aspects of the charter hold up beyond the first political leadership. The government of the DRC, by this point, must have experienced the advantages of the experiment, and it could be considering expanding the chartered zone or developing other zones across the country. In this advanced stage, the city may even revisit and renew agreements for revision (such as if tax holidays run out or if new partners wish to join up for second-generation investments like metros or new manufacturing sectors). Most importantly, Stage 5 entails deepening the integration of the economy of the city into the broader economy of the DRC: augmenting transportation links outwards, sharing best practices of government with other provinces (so that the chartered city is no isolated island of excellence), and utilising some current wealth generated by the city to invest in nation-wide initiatives. A secondary aim is local capacity building: sustaining scholarship programs and on-the-job professionalisation so that increasing numbers of managerial and technical positions within the city are occupied by Congolese talent. The partner countries can assist by providing scholarships for Congolese students to study abroad, where relevant, subject to returning to work at the chartered city or other development projects. For Stage 5 (around 10-15 years after the start of the project), it is hoped the charter city is fully sustainable as an independent economy, government, and cosmopolitan place, firmly established as part of the global economy and as an engine of national development.



## 5. Potential Challenges and Mitigation Strategies

Even with the best plans, a project of this magnitude in a country like the DRC will face significant challenges. It is important to identify the main risks and outline mitigation strategies:

**Governance and Corruption Risks:** The DRC consistently ranks near the bottom of global corruption indices. In 2023, it was around 162nd of 180 countries in perceived corruption [8]. A project with billions of dollars passing through Congolese institutions is raising obvious fears of money laundering, elite capture, and rent-seeking. To obviate this, as noted, maximum transparency and independent scrutiny need to be established. The setting up of a CSSPVEK fund, to hold the project investments, in a more transparent country, could be welcome too. The establishment of an empowered, independent charter city authority (with a multi-stakeholder board including maybe respected figures from international finance institutions, and key foreign former ministers who battled corruption) can help to police corruption. Exterior auditing by firms of international reputation for the project accounts will lend credibility. Involvement in initiatives such as the EITI and compliance with its reporting requirements will hold out resource incomes, making it more difficult for money to be lost. E-policies can combat petty corruption. This includes digitalising the economy. Such as e-procurement systems for purchasing goods and services for the city, and for cuts to reduce the necessity for levels of face-to-face contact that lead to cash drops. The ultimate is political will at the very top: the leadership needs to make clear that there is no tolerance for corruption to exist in this showcase project, even if this requires putting high-profile individuals on trial. In doing so, the DRC can leverage the project to catalyse wider government reforms too.

**Social and Environmental Impact:** The Construction of a new city and massive industrial activity in a relatively untapped region is sure to have environmental and societal repercussions. Land acquisition may displace people; building may harm ecosystems; mines and factories lead to pollution. Backlash from local populations or permanent damage to Congo's irreplaceable environment (the world's second-largest rainforest) is possible. Mitigation steps have involved thorough environmental and social impact assessments (ESIS) done to international norms (e.g. IFC Performance Standards) before large-scale building. Environmental protection must be included: reserving conservation zones, avoiding environmentally sensitive areas, and doing green building where feasible. Reforestation efforts can make up for lost forests from the footprint of the city. Socially, though the chosen land is nearly not populated, people who must be resettled must be fairly compensated and provided for to rebuild/enhance livelihoods – fundamentally adopting a “do no harm” policy. The charter city blueprint can provide housing and infrastructure for resettling villagers, employing them on the project so they share the benefits. Also, development investments around the city (schools, clinics in surrounding towns) win over locals. Investors' companies have to adopt Corporate Social Responsibility (CSR) initiatives – e.g., one mine company builds a health centre, one building company repairs local roads – to demonstrate good intent. Regular interaction with civil society and community reps is essential so that complaints are heard early on, before they become resistance or violence.

**Geopolitical Rivalry and Interference:** And though we aim to leverage great power competition to our favour, there is an accompanying risk that rivalries flare up in an unconstructive manner. Such an outcome might be if a powerful nation fears it is losing out in the competition and seeks to subvert the project or pressure the DRC to turn over to them exclusively. E.g., if China feels the DRC is favouring too much toward Western firms too much, it may react by threatening to invoke loans or scale back other investments; alternatively, Western governments might dissuade domestic firms from joining if they perceive the project is “too China-dominated,” impacting its diversification. Worst-case scenario, great-power competition freezes up decisions or even targets the project for international sanctions or conditionality if political winds shift. The antidote is to remain balanced, non-aligned (unless major concessions like, for example, military protection from the Rwandan proxy, M23), and engage all partners, keeping them reasonably content. The DRC needs to diversify diplomatic support too – e.g., including multilaterals (and neutral nations like some Arab, European nations, Japan, or Canada) who are not thought of as competitors to anyone to provide the project with “neutral” support. As for external geopolitical tension, the DRC can ask for guarantees or waivers that shield the charter città – maybe pacts where contributing nations agree they won’t impose sanctions or trade restrictions prejudicing the development of the città. By building mutual benefits as we have, we limit the temptation for any stakeholder to sour the game.

**Capacity and Execution Challenges:** The scale of designing and constructing a city is gigantic, and the domestic capacity of the DRC, in terms of institutions, experience, and human capital, is limited. Dependence on too much foreign expertise is risky. If local capacity is left to languish, the charter city may find itself an island of foreigners, with no spillovers anywhere else. And with so many moving pieces, there is a danger of miscoordination because of the weaknesses at the DRC bureaucracy level. To counter this, a healthy dose of building up local capacity needs to be part of the program from day one. In addition, the project implementation unit has to match up international specialists with local counterparts in each major activity – a systematised programme of skills transfer. The DRC can hire international project management companies at the beginning, but insists that they develop a local team that can take over within a specified period. Twinning agreements with other cities or SEZS where similar things have been done before can be made for consultancy purposes (for example, Dubai managers to advise officials of the DRC). Part of the Charter City’s government has to have some insulation from the surrounding civil service limitations – higher pay packages or special recruitment of diaspora talent to make it competent people to fill it up, so as to stay away from typical shortage of capacity shortage problems. By insisting on local content requirements, the project builds up an entrepreneurial domestic capability over time. Technology transfer compulsories make sure that the advanced technology transferred into the city is appropriated by locals. Provided this is done correctly, by the time the city is operational, there will have been a generation of Congolese engineers, managers, and officials who have gone through the process of building it up, as well as administering it. That takes care of the danger of forever counting on foreigners to administer it.

## Conclusion and Policy Recommendations

This take on the DRC's new capital city project could illustrate how a *political-resource strategy* can be deployed to break the impasse of underdevelopment. Our approach of framing a charter city as a grand "package deal" bundles together resources, energy, infrastructure, agriculture and diplomacy. The DRC can harness global interest in its resources to attract otherwise unattainable levels of investment. The core argument is that packaging and framing matter: individually, the DRC's needs (a power plant here, a highway there, some debt relief) might not entice major powers, but collectively, as a vision for a new thriving city underpinned by access to cobalt, copper, and fertile land, it becomes a prize over which they will compete. In doing so, the DRC moves from a passive recipient of aid or a subject of great power tussles to an *agenda-setter* that actively pits investors against one another for its own sovereign development priorities.

This strategy essentially consolidates decades' worth of disparate projects into one banner initiative. That concentration *heightens the visibility and attractiveness* – a single well-branded city can ignite imaginations in a way scattered projects do not. It also allows the DRC to negotiate from a stronger position: instead of running after financing, it is offering a partnership in a landmark enterprise with guaranteed pay-offs (in resources) for those who join. The competition element, if managed well, can significantly improve the quality of deals, driving down interest rates, increasing technology transfer, and ensuring the DRC gets the best the world has to offer rather than a take-it-or-leave-it approach from one patron. The outcome, if achieved, would not only develop a city but also advance the DRC's broader economy, demonstrating that *with the right strategy, even countries with low capital and high risk can leapfrog in development by leveraging what they do have – in this case, natural riches*.

### Key Policy Takeaways:

- 1. Leverage Strategic Resources Proactively:** Geostrategic priorities are shifting from oil and gas to minerals. These resources can be more than just export commodities; they are bargaining chips. Rather than signing traditional extraction contracts, countries should consider tying resources to infrastructure and development packages. This requires knowing the global strategic value of one's resources and using that knowledge in negotiations. It also means approaching multiple potential partners, not just the first that comes knocking.
- 2. Create Bold, Integrated Visions to Attract Capital:** Incremental or piecemeal plans may fail to excite investors, especially in high-risk environments. A bold vision, like a new charter city, can concentrate attention and investment. It provides a platform to bundle projects and align them under a unifying narrative (in this case, turning a mining dependency into a diversified capital city). Policymakers should not shy away from thinking big and packaging proposals in ways that appeal to the ambitions of would-be partners (be it a Belt-and-Road port, a tech city for Silicon Valley investors, etc., depending on context).

- 3. Robust Legal Frameworks and Good Governance Are Non-Negotiable:** One clear takeaway is that without a solid governance setup, no fancy deal will deliver sustained benefits. Charter cities and SEZS can offer an *opportunity to implement best-in-class regulations and institutions* on a limited scale. To do so, external partners are needed. The DRC should ensure a strong legal charter for the city, with protections like independent courts/arbitration, transparency measures, and anti-corruption systems. This not only reassures investors but also sets a precedent that can gradually expand to national governance. Essentially, use the charter city to pilot reforms that can later be scaled up.
- 4. Managed Competition Can Accelerate Development:** The DRC's approach shows that welcoming all major players to contribute, rather than aligning exclusively with one bloc, can yield more resources faster. By skillfully balancing relationships, countries can avoid falling into one camp and instead reap support from all. However, this requires diplomatic finesse and clarity on one's own objectives, to prevent being pulled apart by others' agendas. A competitive approach should always be harnessed towards the country's development goals, not competition for its own sake. In other words, countries must remain in the driver's seat, curating the competition in a productive direction.
- 5. Invest in Local Capacity and Inclusion:** The charter city must not become an enclave, exacerbating inequalities. Ensuring local communities benefit (through jobs, improved services, participation in decision-making) is both morally right and practically necessary for stability. Parallel investments in education, health, and governance capacity countrywide will help spread the gains. The new city should be a catalyst for uplifting standards in other cities, via demonstration effect and transfer of expertise, rather than a one-off oasis. Donors and partners should support this by funding capacity-building and social programs as integral parts of the package.

If implemented properly, the charter city package in the DRC could become a template for other resource-rich, capital-poor nations. Countries like Angola (with oil), Cameroon (with oil and minerals), or even outside Africa, say, Afghanistan (minerals) or Bolivia (gas and minerals), could adopt similar models of leveraging what they have to get what they need. Even smaller countries with strategic minerals (Guinea, Niger, etc.) might form mini "charter hubs" to draw investment.

### Broader Applicability:

Indeed, the concept of bundling development projects to maximise investor interest has broad relevance. For example, the Central African Republic or South Sudan, both rich in minerals/timber but institutionally weak, might consider creating special zones where international partners build cities or large complexes in exchange for resource rights, under strong third-party oversight. Post-conflict states like Syria or Libya could potentially use their strategic location or resources to set up reconstruction zones, attracting both Western and Eastern support, rather than becoming arenas of proxy competition. The success of one case like the DRC would provide a powerful proof of concept that could shift thinking in international development, from fragmented aid projects to large-scale competitive partnerships.

## Outlook:

In a world increasingly defined by great power rivalry (U.S., China, EU, India, GCC all jostling for influence), developing nations can exercise more agency by innovatively leveraging that rivalry. Moving away from a passive reliance on aid or onerous loans, towards a proactive strategy of “competitive cooperation.” By getting competitors to cooperate on the charter city for their own reasons, the host nation creates a win-win outcome. This might herald a new era in which Africa and other developing regions are not just arenas for others’ agendas, but shapers of strategic deals that compel global powers to invest on fairer terms.

For the DRC, the stakes are high, but so is the promise. If it manages to build this charter city through a joint effort of East, West, and South, it will not only dramatically transform its economy, providing jobs, infrastructure, and a new modern urban centre, but also demonstrate a model of development diplomacy for the 21st century. The Congolese people, long accustomed to seeing their wealth benefit outsiders, could finally see a grand project that harnesses that wealth for their own future. The journey from proposal to reality will be challenging, but with vision, vigilance, and inclusive planning, charter cities as package deals could become a cornerstone of how resource-rich nations chart their path to prosperity amid global competition.

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