Blood Batteries What Supply Chain Leaders Nood to Know

Need to Know About Cobalt





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Cobalt powers the modern world. From smartphones and laptops to the batteries in electric vehicles, this mineral is at the core of the green energy transition. Yet, behind the clean image of renewable technology lies a much darker reality.

A new report by Siddharth Kara, Blood Batteries: The human rights and environmental impacts of cobalt mining in the Democratic Republic of the Congo (2025), reveals that the majority of the world's cobalt is extracted under conditions that raise serious red flags for compliance, procurement, and sustainability teams.

What's In The Report

1. FORCED AND CHILD LABOR ARE WIDESPREAD

The study surveyed over 1,400 artisanal and small-scale miners (ASM) in the cobalt-rich provinces of the DRC. Nearly 37% met the definition of forced labor, and almost 1 in 10 were children. With no written contracts, no unions, and daily incomes averaging just \$3.28, most miners work because survival leaves them no alternative.

2. ASM AND INDUSTRIAL SUPPLY CHAINS ARE INTERTWINED

The report dismantles the idea that artisanal and large-scale mining (LSM) can be neatly separated. In practice, ASM cobalt is routinely mixed with industrial output at depots, processing facilities, and even inside industrial concessions themselves. Once blended, it is impossible to distinguish "clean" cobalt from cobalt mined under exploitative conditions. This raises fundamental challenges for audit programs and certification schemes.

3. ENVIRONMENTAL AND HEALTH IMPACTS ARE SEVERE

Satellite and geospatial analysis show vast loss of farmland and water sources around Kolwezi due to mining expansion. Water samples from nearby rivers and wells contained toxic metals at levels up to 930 times higher than WHO guidelines. Communities relying on these sources suffer chronic illness, while environmental destruction removes alternative livelihoods, reinforcing the cycle of poverty and child labor.

Why This Matters for Supply Chain and Procurement Professionals



Due Diligence Laws Are Expanding: With regulations like the EU's Corporate Sustainability Due Diligence Directive (CSDDD) and the U.S. Uyghur Forced Labor Prevention Act, procurement leaders must be prepared to show real visibility into mineral sourcing.



Audits Alone Are Not Enough: The blending of ASM and LSM cobalt makes traditional certification schemes insufficient. Companies must invest in deeper traceability and supplier mapping.



Reputation and Risk Management: ESG failures in the cobalt supply chain are not abstract — they represent direct reputational, operational, and regulatory risks. Customers and investors increasingly demand verifiable proof of responsible sourcing.

How FRDM Can Help

At FRDM, we help companies go beyond surface-level audits to build real visibility and resilience in their supply chains:

MAP YOUR SUPPLY BASE BEYOND TIER 1

FRDM traces suppliers down to raw materials, uncovering hidden connections to high-risk regions and commodities like cobalt.

MONITOR RISK SIGNALS CONTINUOUSLY

Our platform tracks human rights, environmental, and regulatory risks in real-time so you're not blindsided by hidden issues.

SUPPORT COMPLIANCE & ACTION

FRDM equips procurement and compliance teams with the data and tools needed to meet due diligence regulations, respond to ESG risks, and engage suppliers in remediation.

Recommendations

The cobalt that fuels our clean energy future comes at a devastating human and environmental cost. For professionals in supply chain compliance and procurement, ignoring these risks is no longer an option.

 Pick the top 5% (by spend) of suppliers providing goods and services requiring the use of cobalt.

- Share this report with them and do a quick review of their policies regarding responsible sourcing.
- **Determine** how many of them are tracing risk in their own supply chain.



FRDM: Your Defense Against Hidden Forced Labor Risk

At FRDM, we make supply chains transparent. Our platform maps from finished goods to raw materials and screens for forced labor risk at every tier. We monitor real-time trade flows, match suppliers against government watchlists, and help you comply with regulations—without relying on audits.

Don't wait for supply chain shocks to happen.

Contact Us now to protect your supply chain —and the people behind it.



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