

Timor-Leste EITI Multi Stakeholder Group

MINUTES

30 January 2015

09:40 – 11:01

Farol Office

Participant Members*

Fernando Carvalho	Chief Account BCTL
Filipe Nery Bernardo	Petroleum Fund Analyst- MoF
Elda Guterres da Silva	National Coordinator TL-EITI (MPMR)
Angelo Lay	Director of Commerce, ANP
Angelina Branco	Eni Country Representatives
Agostinho G. Ramos	MoF/ DNPMPR
Antonio C. Santos	Woodside Country Representative
Nelson Miranda	Luta Hamutuk

Alternatives, and Non-Voting

Oscar S. Faria	Senior Officer – Finance & Fiscal Assurance
Francisco Alegria	Timor Gap E.P
Trifonio Flor Sarmento	Secretariat TL-EITI
Auxiliadora do Rosario Coelho	MPRM
Martina da silva	Director FHF
Jacinta Bernando	Timor Gap E.P
Dyveke Rogan	Regional Director Secretariat International EITI
Alex Gordy	Country Manager

Absent:

Alzira Sequera F. Dos Reis	Director Executive Alola Fondation
David de Araujo	ConocoPhillips External Relations
Tobias Ferreira	BCTL
Ana Paula Sequera	Director Executive Forum Tau Matan
Jose Lobato	Country Manager ConocoPhillips Timor-Leste
Aurelia M.S Rodrigues	Coordinator Advocacy Fundasaun Haburas

Chair by: Elda Guterres da Silva National Coordinator TL-EITI (MPMR)

Chair person updated MSG on progress of 2012 EITI Report, which impacted the schedule for MSG meeting.

Before commence the meeting MSG acknowledge attendance of Dyveke Rogan as observer and guest to the meeting. Dyveke commented on the process for extension of Timor-Leste deadline, which is due on 31 January 2015.

Dyveke express thank you for invite to participate and observe, in regard to the extension request unfortunately is not within her authority to respond but stated that the extension request have been consider by the EITI board, It will be discussed in the next board meeting scheduled for 10 February 2015.

Today only one agenda to be discussed is as following:

1. Final Discussion and Approve the 2012 TL-EITI Report
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Chairs informed the draft of TL-EITI report have circulated to MSG on 30 January 2015, and only received comment from Government Agency (ANP) and Industries (Eni)

ANP have explained through the comments as following:

1. Pipe Line issues have been resolve.
2. Minister of Natural Resources, Minerals and Energy Policy change to Ministry of Petroleum and Minerals Resources
3. MSG change to MSWG
4. Inclusion Beneficial ownership 4.1.8
5. table breakdown in much details compares to Template E Production 2.3 section
6. Inclusion of explanation production in kind and value of production 2.3 section
7. MS to state its assessment on Comprehensiveness and reliability of data, including quality data 2.4 section
8. Additional sentence to the ANP Decree law in 4.1.2 section in page 16
9. ANP have provide the information on total employment in BU and Kitan 4.1.4 section
10. Additional sentence in section 4.1.6 (Timor Gap.E.P)
11. Additional sentence in section 4.2 in page 25-26
12. Social payments change to Cooperate Social Responsibility

ANP have comment and include this due to align very much with the EITI standard in term of detail of contextual information which have indentify during the pre-validation workshop exercise.

Industries brief comments on the draft report are as follows:

1. The note on the discrepancy identified within the report is unclear and it would be beneficial for MS to provide clarification on the cause of the discrepancy. The draft report shows that that discrepancy could derive from the fact that a number of companies does not submit their reporting templates. So, it will be best to clearly explain the reasons behind lack of those data and this could derive from expire PSC or lack of effort from MS to contact the companies. Without clarification within the report it could create different perceptions from readers due to lack of information.
2. In Executive Summary section 2.1 (limitation)
 - Lack of Oil & Gas production by commodity; and
 - Lack of projected production of Oil & Gas.

Industry representative does not believe that these two points are relevant because these data have been provided by industry to MS. Eni have expressed this view to MS but have not received response from MS.

3. In the production section 4.1.3 there final version approved by industry is different from the final version provided to all MSG members. The version approved by industry. In general, industry noted that there have been changes to the final version of the report after industry's approval.
4. However, Industries (Eni and Woodside) confirmed that with the financial data remains the same as approved. The main issue is the content of the report.

ANP will strive to accommodate Industries concern however in regard to the total employment ANP have report base on annual report submitted by Industries

On the other hand ANP noted MS so of not sure if ANP said something MS will delete it if other reporting entities said something MS will put it back again. It seem that the person they assign seem not professional.

Secretariat International suggested MSG to check out ToR with MS do MSG ask MS to find this limitation if not then remove it because it not requirement under the EITI standard. Next How MS get instruction do you all seek MS separately or consolidate, and the last point When company don't report 3 question validator will ask as following:

1. The reason why the company not report
2. What the MSG and government do to try to make them report

3. What MSG plan to avoid this in the future

As inform by MSG all the communication between MS and MSG always cc to Secretariat TL-EITI, in regard to ToR for MS include the contextual information however MSG did not discuss deeply. MSG only expects the information should to be there. and Validation questioner MSG have noted it.

In conclusion MSG have approve the report subject to anything outstanding contextually go for supplement if something critical let immediately attention then address it.

Supplement report will cover elements identify in pre- validation workshop MSG will try the best to ensure it cover 2013 report as well.

2. Next Meeting

The next meeting is schedule on 10 April 2015, at 9:00 AM, in the TL-EITI Secretariat Office Farol.