

Timor-Leste EITI Multi Stakeholder Group

MINUTES

22 January 2014

09:30 - 11:05

Farol Office

Participant Members*

Carlos A. B. Florindo	Manager of ETADEP, CSO Representative
Elda Guterres da Silva	National Coordinator TL-EITI (MPMR)
Filipe Nery Bernardo	Petroleum Fund Analyst- MoF
Angelina Branco	Eni Country Representatives
Jose Amaral	Deputy of FONGTIL
Martinha da Silva	Director FHF, CSO Representative
Agustinho G. Ramos	MoF/ DNPMR
Venancio Alves	BCTL
Angelo Lay	Director of Commerce, ANP
Luis Martins	TIMOR GAP, E.P.
Jose Lobato	Country Manager ConocoPhillips Timor-Leste

Alternatives, and Non-Voting

Honesia Araujo	Marketing and Revenue Management Officer (ANP)
Remigio Viera Laka, Alternate	Director of FSG, CSO Rep
Trifonio Flor Sarmiento	Outreach Officer TL-EITI (MPRM)
Francisco Alegria	TIMOR GAP, E.P.
Timoteo T Pires	BCTL
David de Araujo	ConocoPhillips External Relations
Tobias Ferreira	BCTL

Absent:

Antonio C. Santos	Woodside Representatives
João Demetrio Xavier	MoF/DNPMR
John Prowse	Country Manager Timor-Leste Woodside Energy Ltd
Jacinta P. Bernarndo	Timor Gap E.P

Chair by: Elda Guterres da Silva National Coordinator EITI

Agenda for Discussion:

- 1) Review meeting minutes on 17 January 2014
- 2) Draft reporting templates
- 3) Extend contract with Moore Stephens or Opening new tender for Independent Administrator

MSG proposed to include one item in the agenda which is to discuss the “Draft reporting templates”, additional agenda item was agreed by MSG

1. Review meeting minutes on 17 January 2014

The meeting minutes was approved with minor changes

1. PTD change to Directorate National Petroleum and Minerals Revenue for shorten DNPMR
2. reword in paragraph two by government entity

2. Draft Reporting templates

Government entity has initiated to elaborate the draft reporting templates which is mostly reflect in the EITI standard requirement 4 and has explained through from Column A-G of each description of payments according to payments as paid by companies and report revenue received by government entity, See in annexed.

This draft report template a bit different with the 2009-2010 and 2011 with following reason the need to adapt to new EITI Rule:

1. Inclusion of State Own Company (SOE) as new reporting entity
2. Government entity proposed to maintain the fiscal feature in the template despite the fact that some of the item will not have material information for 2012 and 2013 EITI reporting.
3. Inclusion production volumes or sold
4. Adding Local Content and Corporate Initiative
5. The need to include Bayu-Undan Pipeline payment and SOE proceeds from being the service provider to Operator

Revised template will be re-circulated to MSG for further each pillar internal discussion

Industry appreciated with the government initiate to elaborate this draft reporting template however industry proposed EITI secretariat might seek further consultation from the EITI international Secretariat, once each pillar have discussed internally. In addition to that industry will provide its feedback particularly in relation to the any confidentiality matter.

Queries raised by Industry in relation to SOE reporting on revenue

1. If TIMOR GAP, E.P off take its share or Government entitled of Condensate from BU or other field, how the process to fill up this template
2. Local content reporting can consist of Operator's own initiative and as JV partners in particular project,

Explain by government as following:

1. Any proceeds from the marketing of condensate by TIMOR GAP, E.P (SOE), TG shall fill up the relevant item of the template and Government who receives the payment shall fill accordingly.
2. Government elaborated that report can be as operator owns local content or CSR or as JV partner of particular PSC and the report figure can be in absolute or in % percentage of total

Reference to requirement 3, MSG shall prepare contextual information, and government entity will prepare relevant information based on each institution relevancy. Hence AB work mainly on collecting and reconciling the figure reported by each institution.

MSG agreed to continue to discuss the draft report templates out of session and provide timely feedback to MSG

3. Extend contract with Moore Stephens (MS) or Opening new tender for Independent Administrator

Government entity, TIMOR GAP and Civil society has agreed to continues to engage with the MS however industry requested more time to seek further consultation internally, MSG accepted such request.

Industry viewed that the rational of MSG re appointment of MS, it means that MSG can also direct appoint other consultant without an open competitive bidding.

As explained by government entity: MSG preference is to continue engaging MS, as the existing contract foreseen the renewal of the contract with MS.

4. Next Meeting

The next meeting is scheduled on 21 February 2014, at 9:00-10:30 in the EITI Secretariat Office Farol.