

# PNG EXTRACTIVE INDUSTRIES TRANSPARENCY INITIATIVE

## INTERIM MULTI STAKEHOLDER GROUP

### Meeting Minutes 4/2013

**Date: 6 May 2013**

**Venue: Fu Gui Restaurant**

**Time: 12-1pm**

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#### **In Attendance**

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| 1. Mr. Igimu Momo       | Department of Treasury – Chairman                  |
| 2. Mr. Donald Hehona    | Department of Treasury                             |
| 3. Mr. Alexander Julian | Internal Revenue Commission                        |
| 4. Mr. Kapera Lohia     | Internal Revenue Commission                        |
| 5. Mr. John Moore       | Esso Highlands Limited                             |
| 6. Mr. Charles Tongia   | Oil Search Limited                                 |
| 7. Mr. Jerry Bagita     | Transparency International PNG                     |
| 8. Ms. Monica Lopyui    | Department of National Planning and Monitoring     |
| 9. Ms. Wallis Yakam     | Consultative Implementation and Monitoring Council |
| 10. Mr. Richard Kassman | Talisman Energy                                    |
| 11. Ismael Sunga        | Department of Treasury                             |

#### **Apologies**

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| 1. Ms. Michelle Hau'ofa | Business Against Corruption Alliance |
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#### **AGENDAS AND DISCUSSIONS**

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##### **1. Opening Remarks from Mr. Igimu Momo (Interim National Coordinator, Department of Treasury)**

Mr. Momo welcomed everyone and thanked them for their participation and contribution to bring the EITI in PNG to this stage.

##### **2. Review and acceptance of last meeting minutes**

Mr. Hehona was asked to lead through the last meeting. There were no comments/changes and the minute was accepted. Mr. Bagita moved the motion and Mr. Tongia seconded.

##### **3. MSG formation**

###### **i. The composition of the MSG – number of representation from each stakeholders and the size**

The number and size of the MSG will depend on the structure of the MSG.

**Industry representation** - It was proposed that the industry will nominate three from the petroleum and three from the mining companies with one from the PNG Chamber of Mines and Petroleum.

**CSO representation** - The CSO will stick to current interim members as per Alotau Resolution while TIPNG will carry out regional outreach in Madang for Momase, Goroka for Highlands and Rabaul for New Guinea Islands, the last forum will be held in Port Moresby . Mr. Bagita said that, it should take 18 months before CSO can elect and nominate their representatives to the MSG. This will happen after the first report is published.

**Government representation** - The Government members to MSG will include Departments of Treasury, Finance, National Planning and Monitoring, Petroleum and Energy, Internal Revenue Commission, Customs, MRDC, DMPGM, Mineral Resources Authority and also Office of Auditor General should include in as observer.

**ii. The structure of the MSG - how should PNG EITI structure look like?**

Given that the Treasurer will be Chairing the MSG, the representation to the MSG should be of high level. It was proposed by the Mr. Moore that there should be a MSG supported by a Technical Working Group. The MSG should include persons of higher ranks such as of the Treasurer; this will include for instance, the Managing Director for Esso Highlands and such others.

The Technical Working Group committee should be made up by the current interim MSG members. This group will be doing the technical work and report to the MSG for endorsement while the National Secretariat will coordinate and do the secretarial role of the MSG and Technical Working Group. The detail TOR for each group will be drafted in the Terms of Reference (TOR).

**iii. The Terms Of Reference for the MSG**

Mr. Moore agreed to do the terms of reference. The terms of reference should cover the number of representatives from each stakeholders, the structure of the MSG, the role of the secretariat. A draft work plan was circulated by Mr. Moore a few weeks ago and he requested that MSG members can provide feedbacks and comments.

**iv. Date of the workshop and formation of MSG**

The formal invitation letters will be written to PNG Chamber of Mines and Petroleum on behalf of the industry and TIPNG on behalf of the CSO inviting them to formalize the MSG.

The Government is yet to decide on the date of the formation of the MSG. A workshop will be held before the MSG is formed.

#### **4. Discussion of the MOU – contents of the MOU**

A MoU will be drafted by John Moore and circulate around for comments. The MoU should include the functions of the MSG, the National Secretariat and the implementation of the National work plan.

#### **5. The EITI secretariat – how will the secretariat be staffed and funded**

For the time being, the Secretariat will be housed and funded as unit within the Department of Treasury.

#### **6. AOB**

- i. Status of the Draft Payment Report Template  
Mr. Tongia briefed the members that the industry came up with a draft template agreement taking into account payments streams for Ok Tedi Mining Limited for mining projects and Oil Search Limited for petroleum projects. The previous meeting agreed on 16 payment streams identified and was passed on to IRC for their verification. The IRC should provide the feedback to the industry by next week from the date of the meeting.
- ii. The brand name for EITI will be “**PNG EITI**”. TIPNG to design
- iii. Mr. Momo said that there are funds available and Treasury can provide assistance to support the road shows in communicating EITI in PNG.
- iv. The industry EITI committee will meet to appoint their representatives to be on the MSG.

#### **7. Date of the next meeting**

It was agreed that the next meeting will be held after the EITI Global Conference in Sydney.

**Donald Hehona**  
Chairman