



PAPUA NEW GUINEA  
EXTRACTIVE INDUSTRIES TRANSPARENCY INITIATIVE  
**NATIONAL POLICY 2018**  
**WORKING DRAFT**



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## ACRONYMS

<b>APT</b>	Additional Profits Tax
<b>ASM</b>	Artisanal and Small-Scale Mining
<b>BOPY</b>	Barrels of Oil Per Year
<b>CASM</b>	Communities and Small-Scale Mining
<b>CIMC</b>	Consultative Implementation & Monitoring Council
<b>CMCA</b>	Community Mine Continuous Agreement
<b>DOF</b>	Department of Finance
<b>DPE</b>	Department of Petroleum & Energy
<b>EI</b>	Extractive Industries
<b>EITI</b>	Extractive Industries Transparency Initiative
<b>FGTF</b>	Future Generation Trust Funds
<b>FOB</b>	Free on Board
<b>GBT</b>	General Business Trust
<b>GDP</b>	Gross Domestic Product
<b>GST</b>	Goods and Services Tax
<b>GOPNG</b>	Government of Papua New Guinea
<b>HDI</b>	Human Development Index
<b>ICAC</b>	Independent Commission Against Corruption
<b>INA</b>	Institute of National Affairs
<b>IRC</b>	Internal Revenue Commission
<b>IPBC</b>	Independent Public Business Corporation
<b>LNG</b>	Liquefied Natural Gas
<b>MA</b>	Mining Act 1992
<b>MAC</b>	Mining Advisory Council
<b>MOA</b>	Memorandum of Agreement
<b>MTFS</b>	Medium Term Fiscal Strategy
<b>PNG NACS</b>	Papua New Guinea National Anti-Corruption Strategy
<b>NEC</b>	National Executive Council
<b>NGOs</b>	Non-Governmental Organisations
<b>NPF</b>	National Provident Fund
<b>NRI</b>	National Research Institute
<b>OGA</b>	Oil & Gas Act 1998
<b>PFMA</b>	Public Finance Management Act
<b>PNG</b>	Papua New Guinea
<b>SOE</b>	State-Owned Enterprise
<b>SWF</b>	Sovereign Wealth Fund
<b>TI</b>	Transparency International

## FOREWORD

### CALL FOR NATIONAL ACTION BY THE PRIME MINISTER



Hon. Peter O'Neill, CMG, MP  
**Prime Minister**

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**MESSAGE FROM THE CHAIRMAN OF MULTI-STAKEHOLDER GROUP**



**HON. PATRICK PRUAITCH, MP**  
**Minister for Treasury &**  
**Chairman of PNG EITI MSG**

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# National EITI Policy Framework

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- 1.11. Outline of the Policy Document

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- 3.1. PNG Sovereign Wealth Fund
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  - 4.2.4. Revenue Collection
  - 4.2.5. Revenue Allocations
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- 5.5. Oil and Gas Sector
- 5.6. Expansion into other industries and sectors

5.7. The EITI MSG

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5.9. The EITI Independent Administrator

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5.11. Mandatory Policy Reforms from EITI Reports

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## 6. Extractive Value Chain Policy Areas

### 6.1. Allocation of Rights

- 6.1.1. License Registry [Requirement Action 3.9]
- 6.1.2. License Allocation [Requirement Action 3.10]
- 6.1.3. Beneficial Ownership [Requirement Actions 3.1.1 & 3.6[c]]
- 6.1.4. Contract Disclosure [Requirement Action 3.1.2]

### 6.2. Production Data

- 6.2.1. Exploration Activities [Requirement Action 3.3]
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### 6.3. Revenue Collection

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- 6.4.3. SOE Expenditures [Requirement Action 3.6[b]]

### 6.5. Subnational Revenues

- 6.5.1. Direct Payments/Receipts [Requirement Action 4.2[d]]
- 6.5.2. Transfers [Requirement Action 4.2[e]]

### 6.6. Social Impact

- 6.6.1. Employment [Requirement Action 3.4[d]]
- 6.6.2. Social Expenditure [Requirement Action 4.1[e]]

### 6.7. Revenue Management

- 6.7.1. Distribution of Revenues [Requirement Actions 3.7 & 3.8]

## 7. PNG EITI National Policy Implementation

- 7.1. Critical Success Factors
- 7.2. Legal and Institutional Frameworks
- 7.3. Proposed EITI Legislation
- 7.4. Consequential Amendments to EITI Related Laws
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