

1ST MEETING OF WGEI PRESENTATION ON: “MAPPING SURVEY RESULTS.”

VENUE: KAMPALA SERENA HOTEL, UGANDA

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Presentation outline

- Introduction
- Objectives of the survey
- Methodology used in the survey
- Survey results
- Issues arising from the results
- Way forward

Introduction:

- SAI Uganda was appointed to chair the working group on audit of extractive industries in the XXI INCOSAI, Beijing China, 2013
- 30 SAIs registered to be members of working group
- SAI Uganda did not have basis for understanding member SAI expectations of the new WGEI.
- SAI Uganda lacked clear baseline data which could be used in future to measure progress of WGEI over the years
- There was no clear basis for generating draft Terms of Reference(TOR) and activity plan

WGEI member SAIs

- | | | | |
|-----|---------------|-----|------------------|
| 1. | SAI Uganda | 17. | SAI Cyprus |
| 2. | SAI India | 18. | SAI Mongolia |
| 3. | SAI Norway | 19. | SAI Indonesia |
| 4. | SAI Kenya | 20. | SAI Swaziland |
| 5. | SAI China | 21. | SAI Philippines |
| 6. | SAI Vietnam | 22. | SAI Rwanda |
| 7. | SAI Lithuania | 23. | SAI Niger |
| 8. | SAI Iraq | 24. | SAI South Sudan |
| 9. | SAI Estonia | 25. | SAI Lao PDR |
| 10. | SAI Georgia | 26. | SAI Netherlands |
| 11. | SAI Ecuador | 27. | SAI Nigeria |
| 12. | SAI Kyrgyz | 28. | SAI Tanzania |
| 13. | Sierra Leone | 29. | SAI Ghana |
| 14. | SAI Zambia | 30. | SAI South Africa |
| 15. | SAI Brazil | | |
| 16. | SAI Argentina | | |

OBSERVER MEMBERS

- | | |
|----|-----------|
| 1. | IDI |
| 2. | AFROSAI-E |

Objectives of survey

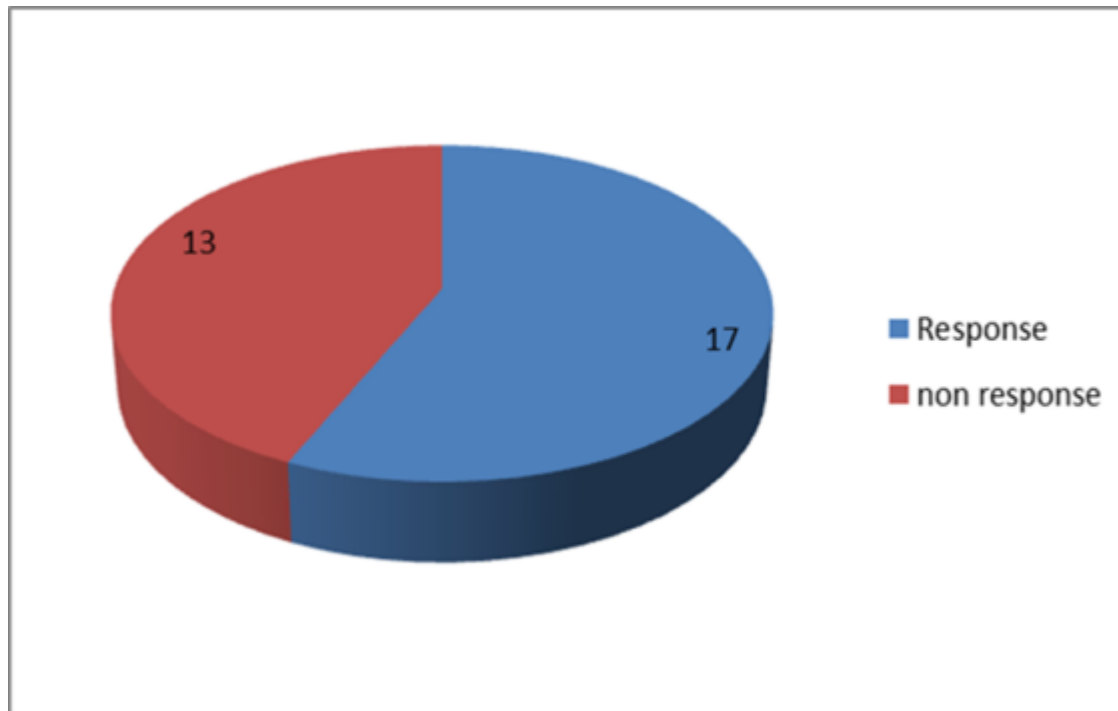
- To understand the status of member SAI in regards to audit in Extractive Industries
- To inform the drafting of TOR and activity plan for members consideration in their 1st meeting
- To provide baseline data for measuring progress of WGEI over the years
- To provide basis for Chair WGEI to gauge member SAI expectations of the WGEI.

Methodology used

- Questionnaires developed itemized into seven parts
- Survey was circulated by e-mail using known e-mail addresses of the 30 member SAIs
- Responses received by mail
- These responses were then analyzed

Results of the survey

- Respond rate was 57%

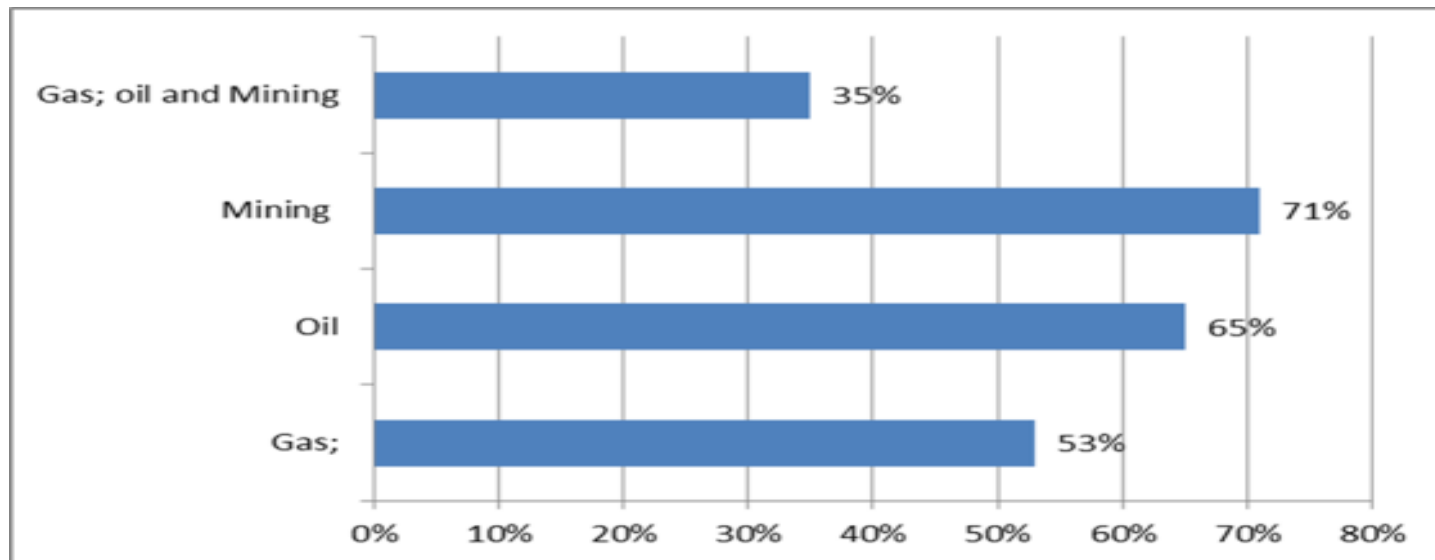


Areas in which SAIs are Mandated to audit

- All 17 countries say they have some laws governing extractive industries.
- 88% of SAIs confirm they have all the mandate while others either audits some aspects while others do not audit completely.

Results continued

- ❖ Level of involvement of SAIs: 83% of respondent SAIs indicated they are involved in Extractive Industries audit
- ❖ Type of extractive industry their Countries are engaged in:



Results of the survey

❖ Type of audit of Extractive industry the SAIs are involved in:

- | | |
|---------------------|-----|
| ➤ Financial audit | 47% |
| ➤ Compliance audit | 41% |
| ➤ Performance audit | 41% |

Results continued

Type of regulations extractive agreements engaged in:

<input type="checkbox"/> Production Sharing Agreements	35%
<input type="checkbox"/> Contracts	65%
<input type="checkbox"/> Action licensing	59%

Results continued

Publicity of SAI audit reports on Extractive Industries:

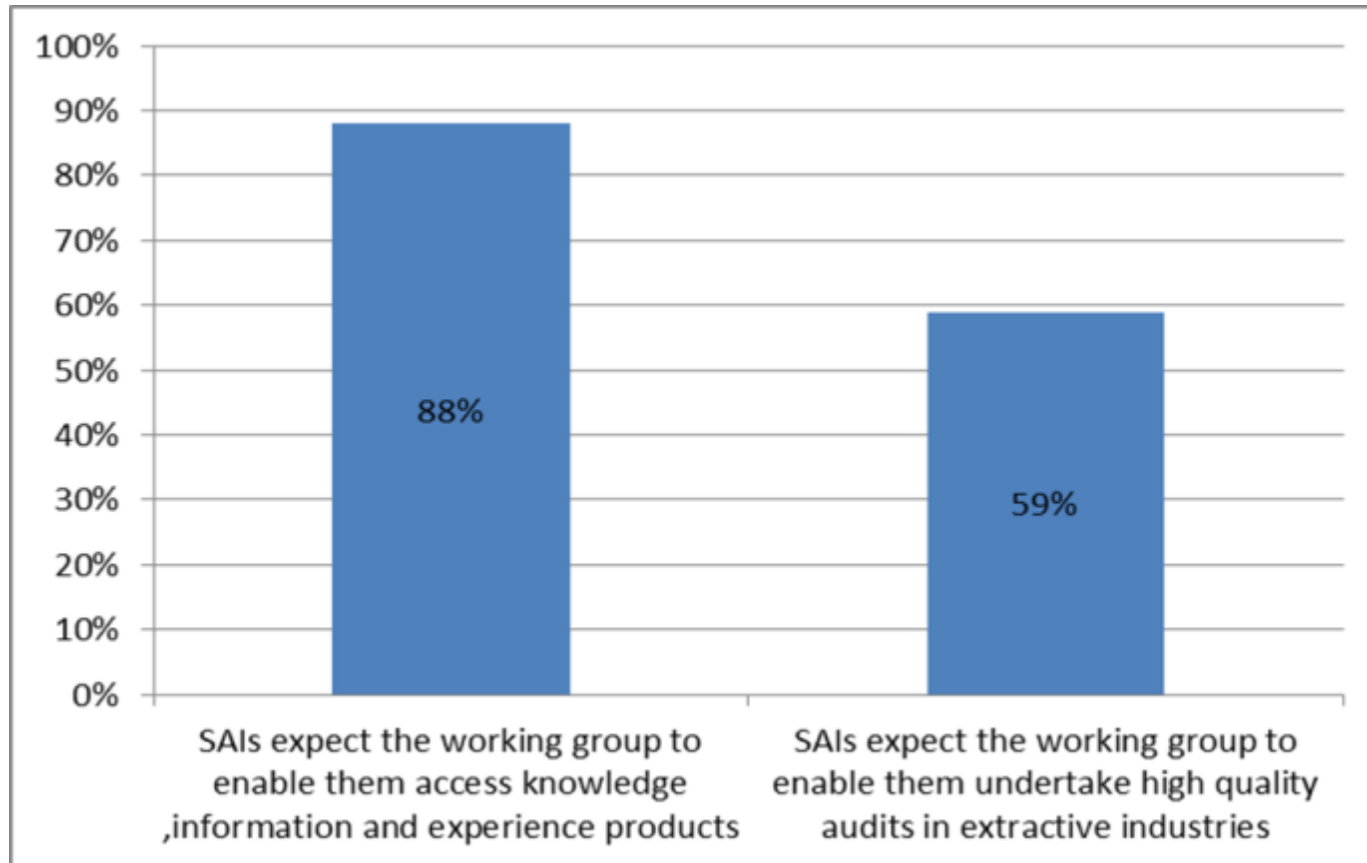
- Only 29% do not publish audit reports on extractive industries.
- Only 29% do not share information publicly on their website.

Results: Challenges

- 71% of SAIs have challenges in areas of capacity in technical nature of the industry, Human resource, etc.
- 18% of SAIs has challenges as regards lack of information due to confidentiality nature of agreements with private firms
- 24% of SAI complain of lack of transparency by private firms engaged in extractive industries
- 6% of SAIs say absence of good and uniform methodology is a challenge.

Results continued

In terms of the survey providing basis to gauge member expectations of benefit from WGEI.



What these results mean?

Member SAls appear to indicate the following:

1. Significant number of SAls are already involved in audit of Extractive industries
2. There is overwhelming urge to share knowledge on extractive industries which are in some domains but lacking in the other such there is need to involve a wider community beyond SAI members.
3. Significant demand to build capacity of SAls in Extractive industries



THANK YOU FOR THE ATTENTION