Secretariadu TIMOR-LESTE Extractive Industries Transparency Initiative

TL-EITI

Timor-Leste located in South East Asia
**RDTL Constitution Article 139**

**Natural Resources**

```
RBL Constitution Article 139

Natural Resources
```

```
"which are essential to the economy, shall be owned by the State and shall be used in a fair and equitable manner in accordance with national interests"
```

**Listed of TL-EITI reports.**

<table>
<thead>
<tr>
<th>Years</th>
<th>Publication Date</th>
<th>Oil Revenue (USS million)</th>
<th>Independent Auditor</th>
</tr>
</thead>
<tbody>
<tr>
<td>2015</td>
<td>December 2018</td>
<td>1,041</td>
<td>EY</td>
</tr>
<tr>
<td>2014</td>
<td>June 2017</td>
<td>1,896</td>
<td></td>
</tr>
<tr>
<td>2013</td>
<td>December 2015</td>
<td>3,263</td>
<td>Moore</td>
</tr>
<tr>
<td>2012</td>
<td>February 2015</td>
<td>3,800</td>
<td>Stephens</td>
</tr>
<tr>
<td>2011</td>
<td>December 2012</td>
<td>3,453</td>
<td>LLP</td>
</tr>
<tr>
<td>2010</td>
<td>November 2012</td>
<td>2,150</td>
<td></td>
</tr>
<tr>
<td>2009</td>
<td>February 2011</td>
<td>1,764</td>
<td>Deloitte</td>
</tr>
<tr>
<td>2008</td>
<td>October 2009</td>
<td>2,510</td>
<td></td>
</tr>
</tbody>
</table>

For more information visit [www.eti.gov.tl](http://www.eti.gov.tl)

**Outreach Activities**

- Each year, the MSG conducted dissemination of TL-EITI reports to the rural area involved relevant stakeholder issues discussion (Taxation, Investment and State Budget)

**1. Transparency Portal**

In 2011, The government of Timor-Leste launch the Transparency Portal as a landmark initiative intended to cover four fields:

1. **Budget Transparency Portal**
   - Interactively show information on how government budget is spent, access to historical and recent data and monitor the progress of the budget execution.

**2. Petroleum Fund**

The Timor Leste Petroleum Fund was established in 2005 to help Timor-Leste to wisely manage the revenue from petroleum resources for the benefit of both current and future generation.

- Revenue flow from extractive industries to the state:

**2. Aid Transparency Portal**

To see how much the development partner give and where the money is spent to achieve the goals.

**3. eProcurement Portal**

To view the current tenders and see who has been awarded a tender and the cost.

**4. Government Result Portal**

To view the government priorities, monitor deliver the programs, and see who benefits from the projects.

For more information visit [www.transparency.gov.tl](http://www.transparency.gov.tl)

**3. A live broadcast of budget debate in the National Parliament**

The government proposed annual budget to National Parliament. Thirteen days budget debate broadcast on TV & Radio to educate and inform the people of Timor-Leste.

**Movement in Petroleum Fund Asset ($m) from 2005 until Q1 2019**

<table>
<thead>
<tr>
<th>Year</th>
<th>Beginning Balance</th>
<th>Petroleum Revenue</th>
<th>Investment Return</th>
<th>Transfer to Budget</th>
<th>Ending Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>2005</td>
<td>22,066</td>
<td>5,320</td>
<td>954</td>
<td>16,980</td>
<td>20,415</td>
</tr>
<tr>
<td>2019</td>
<td>16,980</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

For more information visit [www.rblgov.tl](http://www.rblgov.tl) and [www.bankcentratl](http://www.bankcentratl)

**Timor Leste Fiscal Framework**

- Petroleum Fund Balance
- State Budget
- Economic
d- Tax Revenue
- Non-Tax Revenue
- Autonomous Agencies

- Government Expenditures
  - Infrastructure
  - Line Ministries
  - Human Capital
  - CPA/TA
The Council of Ministers (CoM) is the highest decision making body in the Government of Timor-Leste. As part of its Timor-Leste Transparency Model, summary decisions of the CoM published within two days of the weekly meetings. For more information visit (www.timor-leste.gov.tl)

Part 4 of Timor-Leste Strategy Development Plan 2011-2030

"Timor-Leste is fully committed to the earnings from our petroleum resources being fully transparent so that everyone can see the financial return, the movement of public fund, and the return on petroleum fund investment. This commitment will be demonstrated through maintaining the current petroleum fund arrangements, as well as adhering to the International transparency mechanisms such as Extractive Industries Transparency Initiative."

Achievement

- Completed scoping study prior to reconciliation of the TL-EITI reports FY 2014-2015
- Publication of compliant TL-EITI report FY 2015
- Additional information on TL nationals employed in the extractive industries
- MSG closed out corrective actions.
- Rise awareness and create public debate through dissemination information.
- Approved BO Road Map 2017-2020

In Progress

- IA drafting 2016, 2017 and 2018 TL-EITI Reports
- IA conducting feasibility study on BO and mainstreaming
- Continue provide capacity building internally for TL-EITI Secretariat and MSG.
- Harmonization of relevant laws for transparency

Challenges

- Some existing legal framework contain confidentiality provision which prevents the disclosure of certain matter information however companies still willing to share data.
- Disclose BO for the sub-contractors and Artisanal Small Scale Mining
- Country political dynamics
- Some existing legal framework not fully support disclosure data for mainstream