

# Why countries implement the EITI

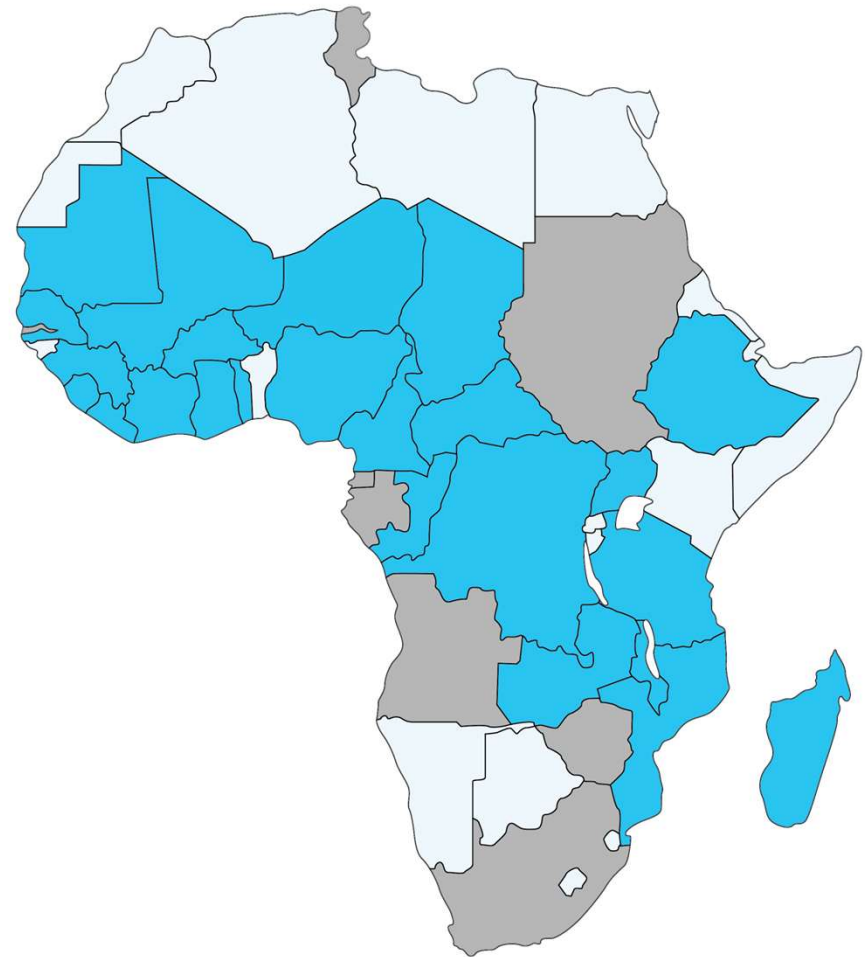
## Examples from Africa

EU Infopoint session, 13 April 2021

**EITI**

# EITI in Africa

- 21 of 55 implementing countries in Africa
- 14 Francophone
- 7 Anglophone
- 8 outreach



# The EITI as a means to



Promote  
public  
debate



Strengthening  
institutions



Improve  
investment  
environment



Strengthen  
tax  
collection

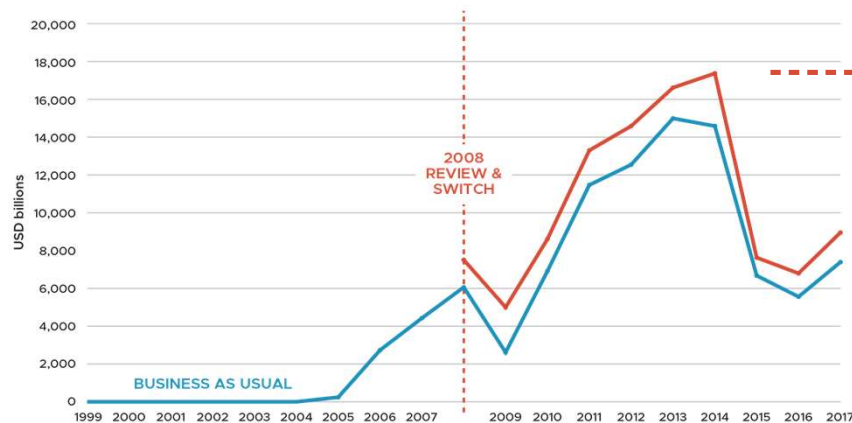


Inform legal  
& fiscal  
reforms



Monitor revenue  
sharing with  
communities

# Improving the fiscal terms for Nigeria's oil production agreements



**USD 16 - 28 bn**

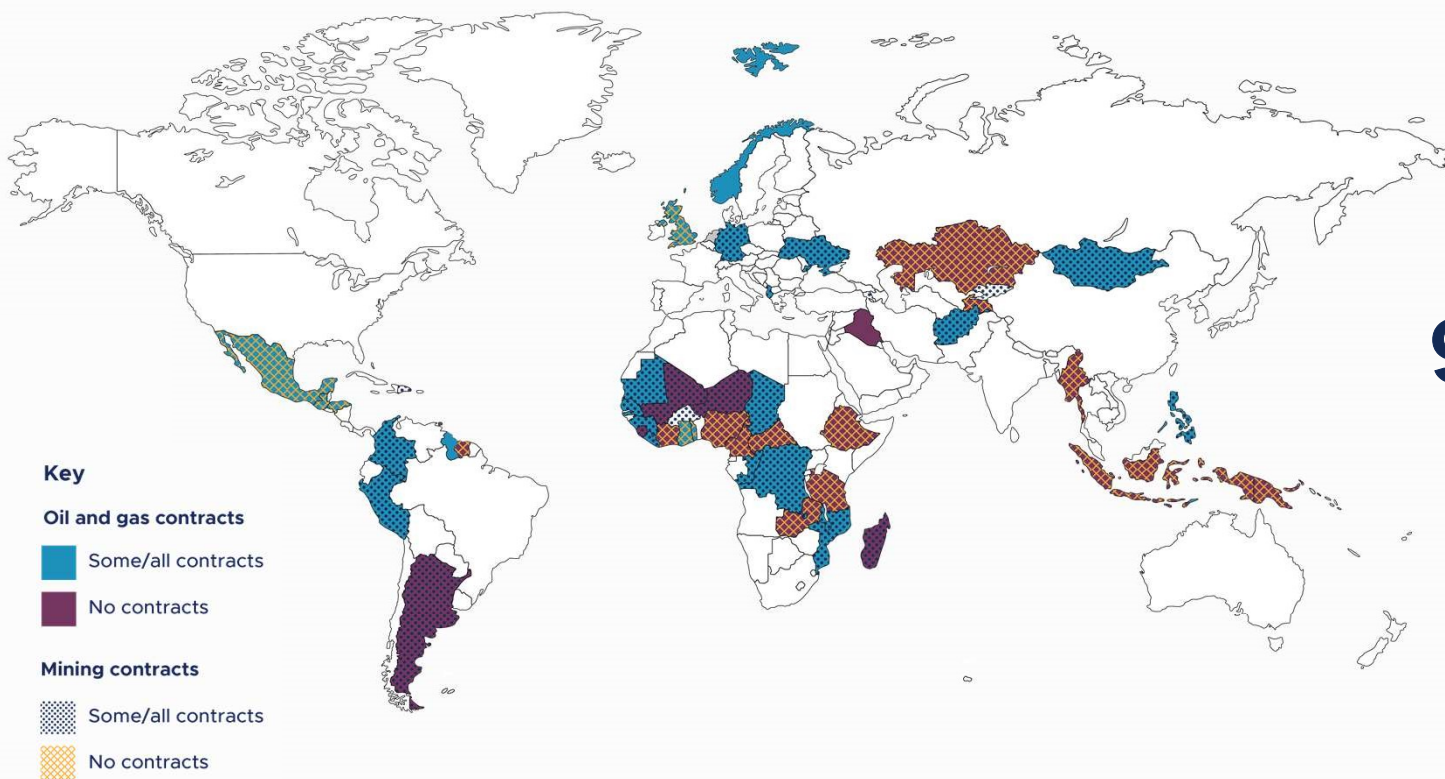
Estimated gains in revenue had the government switched the 1993 PSCs to the terms of the 2005 fiscal regime.

SOURCE: NIGERIA EITI & OPENOIL

1990	1993	2004	2005	2008	2018	2019	2019
Nigeria ventures into offshore and deep-water exploration, with the commencement of the licensing rounds in 1991.	PSCs are drawn up as the contractual agreements for oil assets, to attract exploration and production projects.	1993 PSCs should have been reviewed when oil prices exceeded USD 20 per barrel.	New fiscal regime applies to new contracts, with terms more favourable to the government.	1993 PSCs should have been reviewed according to the 15-year rule.	Supreme Court judgement mandates the Attorney General to recover all lost revenue from failure to review the terms of PSCs.	Nigeria EITI launches report estimating that the government lost between USD 16bn and 28bn for failing to trigger a review of the terms of the 1993 PSCs.	Amendment of PSC Act introduces increased royalties.

SOURCE: NEITI POLICY BRIEF, 1993 PSCS: THE STEEP COST OF INACTION

# Contract transparency as a global norm



**37** countries have disclosed some/all contracts

**900+** contracts published by EITI countries

**16** companies support contract transparency

**Niger, prior to rejoining the EITI in 2020, published all mining and petroleum contracts.**

<https://itieniger.ne/conventions-minieres-2/>  
<https://itieniger.ne/contrats-petroliers/>

Many more countries are changing their laws to allow for publishing contracts. As of this year, all countries must publish all contracts entered or amended since 2021 must be public.



# Knowing who owns extractive companies

- Beneficial ownership disclosure serves to
  - *Fight illicit financial flows*
  - *Improve business environment (know your business partner)*
  - *Fight corruption and uncover conflicts of interest (in particular for license allocation)*
  - *Improve tax collection (recouvrement des recettes)*



**PATENTS AND COMPANIES  
REGISTRATION AGENCY**



# Enforcing revenue sharing – strengthening communities

20% Redevance minière + Droits fixes

60% dotation d'appui à l'équipement

40% pour la péréquation affectée au FECL

80% aux autres  
CL de la région

20% CL abritant les opérations

80% aux communes

20% aux départements



# Making extractives work for women



N°	Société	Qualifications	Effectifs des Nationaux	
			Hommes	Femmes
1	MIFERSON	Cadres supérieurs	2	
		Techniciens supérieurs et cadres moyens	2	
		Techniciens, Agents de maîtrise et ouvriers qualifiés	2	3
		Employés, manœuvres, ouvriers, apprentis		
		<b>Total</b>	<b>6</b>	<b>3</b>
		Permanent		
		Contractuel	6	3
2	SOCOCIM	Cadres supérieurs	11	0
		Techniciens supérieurs et cadres moyens	37	9
		Techniciens, Agents de maîtrise et ouvriers qualifiés	146	10
		Employés, manœuvres, ouvriers, apprentis	108	7
		<b>Total</b>	<b>302</b>	<b>26</b>
		Permanent	302	26
		Contractuel		

A woman wearing a blue top and a patterned headscarf is speaking at a conference table. She is holding a red pen. In front of her is a nameplate that reads "Awa Marie COLL-SECK". There are microphones, a water bottle, and a glass on the table. Other people are visible in the background, some wearing headsets.

# Our voice - Shaping the global Standard

Awa Marie  
COLL-SECK



Extractive Industries  
Transparency Initiative

[www.eiti.org](http://www.eiti.org)  
@EITlorg

# Thank you!

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