

# Revenue Statement

## EITI Secretariat

Operating income and operating expenses	Note	2011	2010
Other operating income	1	<u>25 551 570</u>	<u>18 008 880</u>
Operating Income		<u>25 551 570</u>	<u>18 008 880</u>
Payroll expenses	2, 3	9 525 441	8 459 178
Depreciation and amortisation expense	7	61 467	61 468
Other operating expenses	3	<u>15 175 857</u>	<u>10 812 851</u>
Operating expenses		<u>24 762 765</u>	<u>19 333 497</u>
Operating profit		<u>788 805</u>	<u>-1 324 617</u>
<b>Financial income and expenses</b>			
Other interest income		156 522	161 042
Other financial income		0	69
Other financial expenses		<u>-18 907</u>	<u>23 798</u>
Net financial income and expenses		<u>175 428</u>	<u>137 312</u>
Operating result before tax		<u>964 234</u>	<u>-1 187 305</u>
Operating result after tax		<u>964 234</u>	<u>-1 187 305</u>
<b>Extraordinary income and expense</b>			
Annual net profit		<u>964 234</u>	<u>-1 187 305</u>
<b>Brought forward</b>			
To other equity		964 234	0
From other equity		0	<u>1 187 305</u>
Net brought forward		<u>964 234</u>	<u>-1 187 305</u>

# Balance Sheet

## EITI Secretariat

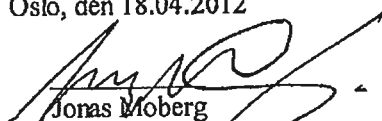
Assets	Note	2011	2010
<b>Fixed assets</b>			
<b>Intangible fixed assets</b>			
<b>Tangible fixed assets</b>			
Equipment and other movables	7	<u>46 097</u>	<u>107 564</u>
Total tangible fixed assets		<u>46 097</u>	<u>107 564</u>
<b>Financial fixed assets</b>			
Total fixed assets		<u>46 097</u>	<u>107 564</u>
<b>Current assets</b>			
<b>Debtors</b>			
Accounts receivables		2 069	0
Other receivables	4	<u>411 129</u>	<u>562 461</u>
Total debtors		<u>413 198</u>	<u>562 461</u>
<b>Investments</b>			
Cash and bank deposits	5	7 684 061	6 662 126
Total current assets		<u>8 097 259</u>	<u>7 224 587</u>
Total assets		<u>8 143 356</u>	<u>7 332 151</u>

# Balance Sheet

## EITI Secretariat

Equity and liabilities	Note	2011	2010
Restricted equity			
Retained earnings			
Other equity		<u>6 279 594</u>	<u>5 315 360</u>
Total retained earnings		<u>6 279 594</u>	<u>5 315 360</u>
Total equity		<u>6 279 594</u>	<u>5 315 360</u>
Liabilities			
Provisions			
Other long-term liabilities			
Current liabilities			
Trade creditors		95 981	231 102
Public duties payable		735 854	955 745
Other short term liabilities	6	<u>1 031 928</u>	<u>829 944</u>
Total short term liabilities		<u>1 863 763</u>	<u>2 016 791</u>
Total liabilities		<u>1 863 763</u>	<u>2 016 791</u>
Total equity and liabilities		<u>8 143 356</u>	<u>7 332 151</u>

Oslø, den 18.04.2012

  
Jonas Moberg  
Head of Secretariat

**Accounting principles**

The Financial Statements have been prepared in accordance with the Norwegian Accounting Act and generally accepted accounting principles for Small Companies.

**Note 1 Funds received**

Funds received by EITI in 2011:

Contributor	Amount	Currency	NOK
DFID	69 100	GBP	635 274,50
BG International	50 000	USD	291 875,00
Marathon Oil	50 000	USD	291 041,76
Petrobras (2010)	50 000	USD	290 626,84
Hess Corporation	50 000	USD	287 363,74
ICMM (2010)	190 000	GBP	1 747 900,00
F C Management	2 500	GBP	14 308,75
PS EFT Payments (2009)	1 500	USD	8 424,95
PS EFT Payments (2010)	1 500	USD	8 425,55
Standard Life Employee Services	1 500	USD	8 594,55
KFW Bankengruppe	10 000	USD	57 330,51
Chevron	50 000	USD	289 063,23
Talisman Energy	50 000	USD	285 850,00
BP International	50 000	USD	279 514,07
Exxon Mobil Corporation	50 000	USD	279 116,21
Statoil ASA	100 000	USD	558 700,00
Noble Energy Incorporated	50 000	USD	277 419,49
Canada Pension Plan	1 500	USD	8 459,70
Woodside Offshore	50 000	USD	281 628,37
Dundee Precious Metal	10 000	USD	55 164,68
Natural Resources Canada	90 000	CAD	512 910,00
ENI Spa	50 000	USD	273 972,75
European Investment Bank	50 000	EUR	389 480,00
De Beers	50 000	USD	272 155,00
Repsol	50 000	USD	271 097,87
MFA Denmark (Conference)	250 000	DKK	263 525,00
Norsk Hydro	10 000	USD	54 910,00
Arcelor Mittal Ltd	24 970	USD	136 572,58
Petrobras (2011)	50 000	USD	276 794,61
Arcelor Mittal Mining UK	15 510	CAD	87 080,89
Kinross Gold Corporation	50 000	USD	271 741,22
Arcelor Mittal Ltd	5 361	GBP	47 340,51
Eramet	20 000	USD	109 200,00
Shell (Board meeting)	24 000	EUR	186 500,00
Mærsk Oil & Gas	50 000	USD	274 850,00
AusAid	220 830	EUR	1 719 061,55
MFA Norway	3 248 040	NOK	3 248 040,00
World Bank	80 000	USD	441 020,00
ICMM (2011)	190 000	GBP	1 630 100,00
MFA Norway (conference)	300 000	NOK	300 000,00
MFA Denmark	1 500 000	DKK	1 558 100,00
SNS Reaal NV	1 500	USD	7 922,91
BMZ Germany	190 000	EUR	1 474 380,00
Glencore International	50 000	USD	270 850,00
MFA - The Netherlands	280 000	USD	1 484 460,00
Tata Steel	3 964	USD	20 914,48
Allianz Global	2 000	USD	11 718,00
Centerra Gold	10 000	USD	58 155,00
Shell International (Board meeting)	24 000	USD	187 274,14
MFA Sweden	500 000	SEK	2 125 799,15
NRCan	11	CAD	61,79
British Columbia	1 500	USD	8 225,40
DFID - UK	175 000	GBP	1 621 275,00
<b>Total received</b>			<b>25 551 569,75</b>

**Note 2 Wage costs**

Wage costs	2011	2010
Salaries	6 678 460	5 804 678
Housing allowance	758 158	881 344
Compulsory schooling for employee's children	787 518	558 950
Pension costs	160 991	142 760
Payroll tax	1 042 179	1 029 827
Employee benefits	98 134	41 618
<b>Total</b>	<b>9 525 441</b>	<b>8 459 178</b>

Employee benefits includes mobile telephone cost, insurance costs and other social expenses.

Wage costs for staff based in Berlin are reported elsewhere (2010).

EITI is required to have an occupational pension scheme in accordance with the Norwegian law on required occupational pension ("lov om obligatorisk tjenestepensjon"). The company's pension scheme meets the requirements of this law.

**Note 3 Management and auditor compensation****Management compensation**

	Head of the Secretariat	Board of Directors
Wages	1 092 926	
Other compensation	722 250	
<b>Total</b>	<b>1 815 176</b>	<b>-</b>

Other compensation refers to costs incurred for schooling of children (NOK 544.650), housing allowance and IT support.

**Auditor compensation**

In 2011 EITI expensed kr 21.375 regarding statutory audit and kr 25.750 regarding assurance services (VAT is included in this amount).

**Note 4 Other receivables**

	2011	2010
Prepaid expenses	175 937	159 180
Travel Advances	50 000	-937
Short term loan to Germany		390 833
Short term loan to London	185 191	

**Note 5 Bank deposits**

	2011	2010
Restricted funds related to employee tax	2 326 384	621 559
Reserve	2 726 334	0

**Note 6 Other short term liabilities**

	2011	2010
Accrued costs		
Vacation allowance	717 976	604 786
Other short term liabilities	173 063	218 357

**Note 7 Property, plant and equipment**

<b>Property, plant and equipment</b>	<b>Machinery /equipment</b>	<b>Total</b>
Acquisition cost at 01.01.11	245 867	245 867
Additions	-	-
Acquisition cost 31.12.11	245 867	245 867
Accumulated impairment loss 31.12.11	-199 770	-199 770
Reversed impairment loss 31.12.11	-	-
<b>Net carrying value at 31.12.11</b>	<b>46 097</b>	<b>46 097</b>
Impairment loss for the year	61 467	61 467
<b>The useful economic life is estimated to be:</b>	<b>Years</b>	
* Machinery and equipment	3-5	

To the Board of  
The Extractive Industries Transparency Initiative (EITI)

## INDEPENDENT AUDITOR'S REPORT

### Report on the Financial Statements

We have audited the accompanying financial statements of EITI, which comprise the balance sheet as at December 31, 2011, and the income statement showing a profit of NOK 964.234 and a summary of significant accounting policies and other explanatory information.

#### *The Managing Director's Responsibility for the Financial Statements*

The Managing Director is responsible for the preparation and fair presentation of these financial statements in accordance with Norwegian accounting act and accounting standards and practices generally accepted in Norway, and for such internal control as the Board of Directors and the Managing Director determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with laws, regulations, and auditing standards and practices generally accepted in Norway, including International Standards on. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of EITI as at December 31, 2011, and its financial performance for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

**Report on Other Legal and Regulatory Requirements**

*Opinion on Registration and Documentation*

Based on our audit of the financial statements as described above, and control procedures we have considered necessary in accordance with the International Standard on Assurance Engagements (ISAE) 3000, «Assurance Engagements Other than Audits or Reviews of Historical Financial Information», it is our opinion that the EITI's management has fulfilled its duty to produce a proper and clearly set out registration and documentation of the company's accounting information in accordance with the law and bookkeeping standards and practices generally accepted in Norway.

Asker, April 18, 2012  
MGI Revisjon Asker DA

*Thomas T. Kaltenborn*

Thomas Taralrud Kaltenborn  
State Authorized Public Accountant (Norway)