Open data in extractives

Anders Pedersen Senior Open Data Officer

What is open data?



A brief timeline

Open Definition (2005)

The **Open Definition** sets out principles that define "openness" in relation to **data and content**.

It makes **precise** the meaning of "open" in the terms "**open data**" and "**open content**" and thereby ensures **quality** and encourages **compatibility** between different pools of open material.

It can be summed up in the statement that:

"Open means anyone can freely access, use, modify, and share for any purpose (subject, at most, to requirements that preserve provenance and openness)."

Put most succinctly:

"Open data and content can be freely used, modified, and shared by anyone for any purpose"



Read the full Open Definition »

Sunlight principles (2007)

Government data shall be considered open if it is made public in a way that complies with the principles below:

1. <u>Complete</u>

All public data is made available. Public data is data that is not subject to valid privacy, security or privilege limitations.

2. Primary

Data is as collected at the source, with the highest possible level of granularity, not in aggregate or modified forms.

3. <u>Timely</u>

Data is made available as quickly as necessary to preserve the value of the data.

4. Accessible

Data is available to the widest range of users for the widest range of purposes.

5. <u>Machine processable</u>

Data is reasonably structured to allow automated processing.

6. Non-discriminatory

Data is available to anyone, with no requirement of registration.

7. Non-proprietary

Data is available in a format over which no entity has exclusive control.

8. License-free

Data is not subject to any copyright, patent, trademark or trade secret regulation. Reasonable privacy, security and privilege restrictions may be allowed.

Open data portals (2009 -)



DATA TOPICS - IMPACT APPLICATIONS DEVELOPERS CONTACT



The home of the U.S. Government's open data





G8 Open Data Charter: 'Open by default" (2013)



"Open data can increase transparency about what government and business are doing. Open data also increase awareness about how countries' natural resources are used, how extractives revenues are spent, and how land is transacted and managed. All of which promotes accountability and good governance, enhances public debate, and helps to combat corruption. Transparent data on G8 development assistance are also essential for accountability."

McKinsey: Oil and gas = third most important sector (2013)



Potential value in open data, \$ billion

¹Includes US values only.

Source: McKinsey Global Institute analysis

Research on open data reporting World Bank (2016)



OPTIONS FOR DATA REPORTING – EITI STANDARD, 2016

The Good, The Better and The Best

EITI Open Data Policy (2016)

6 Open data policy

Preamble

- This policy contains recommendations on open data in implementation of the EITI. It builds on lessons emerging from national level implementation and emerging international best practice.⁸
- 2. The EITI Principles declare that "a public understanding of government revenues and expenditure over time [can] help public debate and inform choice of appropriate and realistic options for sustainable development" (EITI Principle 4). The EITI Standard therefore requires EITI Reports that are "comprehensible, actively promoted, publicly accessible, and contribute to public debate" (EITI Requirement 7.1). Improving the accessibility and comparability of EITI data is essential to realise these objectives.

Open data objectives

- Open EITI data can increase transparency about what government and business activities, and increases awareness about how countries' natural resources are used and how extractives revenues are levied and spent, providing strong incentives for that money to be used most effectively.
- 4. Open data promotes accountability and good governance, enhances public debate, and helps to combat corruption. Providing access to government data can empower individuals, the media, civil society, and business to make better informed choices about the services they receive and the standards they should expect. Open data, can also be a valuable tool for government in improving policy making and sector management.
- Free access to, and subsequent re-use of, open data are of significant value to society and the economy.

Open data adoption strategy: Government directives instead of hard law

Law	Government directives	Global standards
European Accounting Directive Directive 2013/34/EU (Mandatory disclosure data)	United States: Open Government Initiative (January 2009)	G8 Open Data Charter and Technical Annex (2013)
Philippines open data and freedom of information law (draft)		The EITI Standard and open data policy (2016)

The Open Data Spectrum



NRGI's data tools

2017 Resource Governance Index

 \sim



Home Data Country Profiles Compare Countries Media Center About

Indicator

Country grouping



Composite/component

COMPOSITE

✓)

Subcomponent
SELECT A SUBCOMPONENT

OMPONENT V

SELECT AN INDICATOR

Rank 🗘 Country \$ Score (#/100) Min Average Max 8 Australia (Western) (mining) 9 India (oil & gas) 11 Indonesia (mining) . 12 Indonesia (oil & gas) 21 Philippines (mining) . 27 Malaysia (oil & gas) . 29 China (oil & gas) .

 \mathbf{v}



Myanmar MINING 🖻 Share | 🖄 Download Country Profile

🖶 MINING

A OIL & GAS

Myanmar's gemstone sector scores 27 of 100 points and ranks 83rd among 89 assessments in the 2017 Resource Governance Index (RGI). This assessment focuses solely on Myanmar's gemstone sector, which is governed by a separate legal framework from other minerals. The gemstone sector remains opaque, with a lack of public access to rules on licensing or the fiscal regime. Myanmar is one of the poorest countries in the world when measured by gross domestic product per capita.¹ The country has suffered decades of internal conflict, partly financed by jade mining. Although significant variation exists between valuations, Myanmar's annual rough jade production is generally estimated to be worth billions of dollars. Improved transparency around the entire sector, particularly in licensing, ownership, production and revenue data, would be a step towards better governance.

MYANMAR (MINING): RGI SCORE AND RANK



Resourceprojects.org



Mandatory disclosure data including approx. 8000 data points and 300 billion USD of payments to roughly 3500 projects and government agencies/entities from 500 disclosing companies

Resourcecontracts.org



More than 1,500 contract documents across more than 90 countries including Myanmar, Indonesia and the Philippines.





Resourcedata.org







Consultation and Institutions



Precept 7: Revenue Distribution



Precept 8: Revenue

Precept 2: Accountability

and Transparency

Volatility



Precept 9: Government Spending

1- Å -

Precept 3: Exploration

and License Allocation



Precept 4: Taxation

Precept 10: Private

Sector Development



Precept 5: Local Effects



Precept 11: Roles of **Multinational Companies**



Precept 6: Nationally **Owned Resource** Companies



Precept 12: Role of International Community

A repository of key extractives datasets including EITI summary data and more than 9,000 source documents from the 2017 Resource Governance Index.

Regional examples of open data projects and tools

Indonesia's EITI portal

UNDUH HASIL DALAM ZIP Penerimaan Dana Bagi Hasil Lain-lain Laporan Kontekstual	25 • records
₪UNDUH DATA PENERIMAAN DALAM EXCEL KOMODITI	Nama Dokumen CND TAX COMPANY PNBP & Unduh seleksi kedalam ZIP
□ Minyak Bumi dan Gas Bumi □ Mineral dan Batu Bara	2014 A.Uxdan 2013 A.Uxdan 20212 A.Uxdan 20211 A.Uxdan
 Таним 2014 2013 2012 2011 2010 2009 	2010 AUxdn 2009 AUxdn 2010 DEVIDEN COMPANY DITJEN ANGGARAN & Unduh seleksi kedalam ZIP 2014 AUxdn 2013 AUxdn 2014 AUxdn 2015 AUxdn 2011 AUxdn 2011 AUxdn 2012 AUxdn 2013 AUxdn 2014 AUxdn 2015 AUxdn 2016 AUxdn
III JENIS LAPORAN	DOO COMPANY SKK & Unduh seleksi kedalam ZIP 2014 & Unduh 2013 & Unduh 2013 & Unduh 2012 & Unduh

Penerimaan Tahunan El Penyerapan Tenaga Kerja

Total Ekspor Impor PDB



📕 Total PDB Sektor lain 🛛 📕 Total PDB Sektor Pertambangan dan penggalian 🛛 🔶 Persentase PDB di Sektor Pertambangan dan penggalian



EITI-Philippines's contract portal



Myanmar: Licenses





POSTgraphics

Group work

Group exercise

Projects:

- Mining cadaster Myanmar
- One Map Policy Indonesia
- Disaggregate project data disclosure

Group exercise

Questions:

- What is the policy challenge?
- Which government and CSO stakeholders are critical?
- Can the policy change be achieved without data / technology?
- What technology / data change is required?
- Are there political barriers do government agencies have incentives to assist?
- Which skill sets / capacity is required from government to implement and from CSOs to monitor and use the data?

Unlocking the impact of open data

Zombie data: Data sitting on a portal without being used





Supply: How do we evaluate progress in publication?





Many countries still have a long road ahead

	Rank O	Place	Government Budget	National Statistics	Procurement	National Laws	Administrative Boundaries	Draft Legislation	Air Quality	National Maps	Weather Forecast	Company Register	Election Results	Locations	Water Quality	Government Spending	Land — Ownership	Score
OPEN DATA INDEX	53	Philippines																30%
index.okfn.org	53	Bolivia																30%
	55	Peru																29%
Igniting conversations between citizens	56	Guatemala																28%
& governments around open data	57	Dominican Republic																27%
	58	Bosnia and Herzegovin	a															26%
	58	Kosovo																26%
		Jamaica																26%
	61	Indonesia																25%



Demand: Do CSOs and journalists have the skills?







Can visualizations power new advocacy?









Can new data leverage more indepth analysis?

Batu Hijau Mining Project, Indonesia Narrative Report

Assumptions

We separately model copper and gold production, sales and revenues and have reconstructed the production, realised price and cost history of the project from publicly available information, principally accounts for the Nusa Tenggara Partnership V.O.F - the joint entity through which Newmont and Sumitomo hold their share of Batu Hijau.



Source: Yudhistira, Aria. "Ini Pemilik Saham Newmont Nusa Tenggara." Kata Data, 7 July, 2014. Accessed 6 February, 2017. http://katadata.co.id/ berita/2014/07/07/ini-pemilik-saham-newmont-nusa-tenggara

Figure 5. Ownership structure of Newmont Nusa Tenggara, prior to Newmont's sale to Amman Mineral

Can open data change behaviour?

Hutchins Center Working Paper #34

October 2017

When transparency pays: The moderating effect of disclosure quality on changes in the cost of debt

Christine Cuny Stern School of Business, New York University

Svenja Dube Stern School of Business, New York University

The Impact of Transparency on the Cost of Sovereign Debt in Times of Economic Crisis



Abstract

This paper analyses which factors determine the cost of debt, specifically in the light of the deep economic crisis the world is facing in today. We evaluate the impact of transparency, financial indicators and sovereign ratings on public debt interest. We consider several measures related to transparency: transparency index, corruption index and public trust in politicians' financial honesty index. We work with 2008 (the beginning of the economic crisis) and 2012 data for OECD and BRICS countries. Our results show that all measures connected with fiscal transparency negatively impact the cost of sovereign debt, increasing therefore the financing costs of the government in 2008. A comparison of 2008 with 2012 reveals a substitution effect. On the one hand, transparency, corruption and public trust indexes explain interest rates in the first year considered. On the other, in 2012, when the crisis started to be overcome, the fiscal situation, rather than transparency indexes, explains interest rates. In the whole time window, sovereign rating holds its explanatory power.

Are governments collecting the right data?

	Gender Data Gaps									
data2×	Lacking Coverage Across	Lacking International		Lacki Granula Detail						
partnering for a	Countries and/or Regular Country	Standards to Allow for Comparability	Information Across Domains	Datas Allowin						

partne			
gender	data	revo	lutior

Š

gender data revolution	Production			
Health				
Maternal Morbidity & Mortality	•			•
Women's Excess Disease Burdens	•			
Violence Against Women			•	
Mental Health			•	
Adolescent Health	•		•	•
Utilization of Health Services by Women				•
Education		,		
Learning Outcomes		•		
Excluded Girls	•	•		
Transition Rates				
Economic Opportunities				
Unpaid Work				
Informal Employment	•			
Earnings and Opportunity Cost of Paid Work	•	•		
Conditions of Migrant Workers	•	•		
Employment Mobility		•	•	
Entrepreneurship			•	
Asset Ownership			•	•
Productivity in Agriculture	•	•	•	•
Access to Financial Services	•			
Access to Child Care		•	•	
Access to Mobile Phones & Internet		•	•	
Political Participation				
Representation in Local Governance, Political Organizations & the Professions	•	•		
National Identity Documentation	•			

Thank you!