



# Sharing and Managing of Extractive Industries Revenue

Using ASI's Extractive Industries Governance Framework

# Introducing our Extractive Industries Government Framework



# Fair Management of Revenues within the Framework

Fiscal Policy and Legislation

Revenue Administration

**Long term revenue management and planning**

# Management of Revenues

Decision on whether to set up a fund

## >NO

- Macro fiscal challenges
- Country Experience

## >YES

- Fiscal rules
- Institutional set up

## Sharing of Revenues

Regional vs. national identities in the context of natural resource ownership

### Two contrasting perspectives

- › Areas hosting the extractive industries need to be compensated for the related challenges
- › Wealth from the extractive industries sector should be spread across the country, especially to those poorer areas that don't have extractive industries

## Concluding Remarks

- › Holistic Approach to sound governance of the sector
- › Political economy key to revenue management – resource funds require alignment between key stakeholders
- › Decisions around resource funds must be made in-line with broader macroeconomic policy and with consideration to alternative transfer mechanisms
- › Ability and desire to implement rules and to administer revenue sharing is key



# Fair Management of Revenues

Thank You