

## **Minutes of COFE meeting on April 25, 2010**

COFE held its sixth meeting for 2010 on Thursday, May 13, 2010; the following subjects were discussed and considered:

1. The IAMB email related to the special audit regarding the implementation of the comprehensive metering system of Ministry of Oil as of June 30. 2010, and the report that should be presented by the external auditor which should include the following:
  - a. Observations on the installation and calibration of the meters as of the above mentioned date, including a summery of the rate of achievement of the Ministry of Oil's comprehensive oil metering plan by sectors.
  - b. Asses whether the installed meters are in operation and being used
  - c. Physically test of a representative sample of installed meters to asses whether they are fully operational as expected in line with their design specifications.
  - d. Document the procedures followed to implement metering at oil export terminals, including the reconciliation processes.
  - e. Review the implementation of those procedures, particularly the reconciliation processes.
  - f. Further steps required to fully implement the Ministry of Oil plan on schedule through end 2011.

And was agreed that the audit of the above mentioned subject, to be part of PWC's program of audit, and to be a priority.

2. Discussed the negotiation with PWC related to awarding the contract of DFI audit for 2010, the payments during the execution of the task, the presence of the working team on the field and the procedures which ensure the proper performance within the agreed upon timing.
3. Considered the items from the report prepared on the IAMB meeting held in Paris on April 28 -29, 2010.
4. The items to be included in the second report of the Government of Iraq to the UN Security Council, which will depend on the information to be provided to COFE from:
  - The Ministry of Finance
  - The Ministry of Oil
  - The Central Bank of Iraq

5. Considered the status of clearing the observation from E&Y and KPMG's audit report prepared by BSA audit team, and identify the actions to be taken in order to clear the suspended observations.
6. Considered the up to date procedures of the committee formed within the Ministry of Planning and development cooperation regarding the war damages, and obtain the last status of the remaining contracts of the UN oil for food program.