

April 2011

Specifications for UNFC-2009

Presented by Jim Ross

**UNECE,
EGRC Second Session
Geneva, April 2011**

Specifications for UNFC-2009

- **Task Force Members**
- **Development Process**
- **Stakeholder Survey**
- **Current Status**
- **Objectives for Meeting**



Specifications Task Force

- **Ferdinando Camisani-Calzolari**
- **Dan Diluzio**
- **Roger Dixon**
- **David Elliott**
- **Tim Klett**
- **Kjell-Reidar Knudsen**
- **Ian Lambert (supported by Yanis Miezitis)**
- **David MacDonald**
- **Yuri Podturkin (supported by the Russian Working Group)**
- **James Ross (Chair)**
- **Danny Trotman**

Specifications for UNFC-2009

- **Task Force Members**
- **Development Process**
- **Stakeholder Survey**
- **Current Status**
- **Objectives for Meeting**

Summary of Development Process

- **UNFC-2009 simplification with generic definitions only** 
- **Survey of stakeholder requirements for specifications** 
- **Development of specifications** *In progress*
- **Public comment period** *When draft completed*

Specifications for UNFC-2009

- **Task Force Members**
- **Development Process**
- **Stakeholder Survey**
- **Current Status**
- **Objectives for Meeting**

What are Specifications?

- **Specifications set out the basic rules that are considered necessary to ensure an appropriate level of consistency in application**
- **They provide additional instructions on how the definitions must be applied in specific circumstances**

What are Specifications?

Definitions

**Classification
Framework**

Specifications

**Application
Rules**

Guidelines

**Non-
Mandatory
Guidance**

Development of Specifications

- **UNFC-2009 category definitions deliberately kept very simple and generic in nature**
- **Need for specifications was recognised**
- **Strategy was to be guided by stakeholders' view of what was required**
- **Agreement with SPE and CRIRSCO to take responsibility for commodity-specific specifications**

Stakeholder Survey

- **Task Force approached a representative range of key stakeholders to ask what specifications, if any, they considered to be necessary in order that UNFC-2009 would adequately serve their needs**
- **Focus was on users of reserve/resource data**
- **Identified stakeholders in each of the four key areas of application:**
 - **International Energy and Minerals Studies**
 - **Government Resources Management**
 - **Industry Business Processes**
 - **Financial Reporting**

Results of Stakeholder Survey

- **Written responses received from 46 organisations**
- **Summarized into 132 bullet points**
- **Consolidated into 51 specification issues**
- **Full report available on UNECE website:**

http://www.unece.org/energy/se/pdfs/UNFC/unfc2009/EGRC.STF_ReportFinal.pdf

Conclusions

- **Strong support for the Template and PRMS to provide the preferred commodity-specific basis for UNFC-2009 application: some form of “linkage” should be considered**
- **A number of key stakeholder issues are not currently addressed in the Template and/or PRMS: these should be:**
 - **Accommodated by modification/addition to the Template and/or PRMS and/or**
 - **Addressed by developing generic specifications for UNFC-2009**
- **Task force recommendations to be published for public comment and revision (if necessary) before submitting for EGRC approval**

Specifications for UNFC-2009

- **Task Force Members**
- **Development Process**
- **Stakeholder Survey**
- **Current Status**
- **Objectives for Meeting**

Who does what?

- **CRIRSCO** responsible for developing specifications for solid minerals
- **SPE** responsible for developing specifications for petroleum
- **EGRC** responsible for conducting due process through which EGRC may recommend or not the application of the specifications generally, and through which each individual stakeholder may accept or reject the implementation of them under their authority
- **EGRC** responsible for developing and recommending generic specifications, if required

Specifications for UNFC-2009

- **Categorization of 51 specification issues (not final):**
 - **No further action (16 issues)**
 - **Commodity-specific issues, for consideration by CRIRSCO/SPE but not for UNFC (5 issues)**
 - **Possible need for UNFC generic specification and/or consideration by CRIRSCO/SPE (19 issues)**
 - **Likely need for UNFC generic specification (11 issues)**

Refer to Annex III of INF. 2 for preliminary classification of issues

Consideration by CRIRSCO/SPE

- **CRIRSCO currently considering 7 issues**
 - Published a “position paper” on Mineralisation beyond Inferred Resources
- **SPE currently considering 21 issues**
 - May address some of these issues in the PRMS Applications Document

Refer to Annex III of INF. 2 for preliminary classification of issues

Specifications for UNFC-2009

- **Two DRAFT documents prepared**
- **Both have been circulated to the EGRC as a BASIS FOR DISCUSSION ONLY**
- **INF.1 is a draft Specifications document**
- **INF. 2 is a draft report of the Task Force process**
- **Both will eventually be subject to a public comment period**

Specifications for UNFC-2009

- **INF. 1 – Draft Specifications for UNFC-2009**
 - Introduction
 - Relationship with other classification systems
 - Disclosure
 - Generic specifications

 - **Annex I Glossary of Terms**
 - **Annex II Relationship between UNFC-2009 and the CRIRSCO Template**
 - **Annex III Relationship between UNFC-2009 and SPE-PRMS**
 - **Annex IV Examples of reporting quantities using UNFC-2009**
 - **Annex V Illustration of relationship between primary classes of UNFC-2009**

Specifications for UNFC-2009

- **INF. 2 – Draft Specifications Task Force Report**
 - Introduction
 - Background
 - The process
 - Discussion of issues
 - Recommendations

 - **Annex I Specifications Task Force Phase Two Members**
 - **Annex II Terms of Reference for the Specifications Task Force Phase Two**
 - **Annex III Categorization of specifications issues**

Specifications for UNFC-2009

- **Task Force Members**
- **Development Process**
- **Stakeholder Survey**
- **Current Status**
- **Objectives for Meeting**

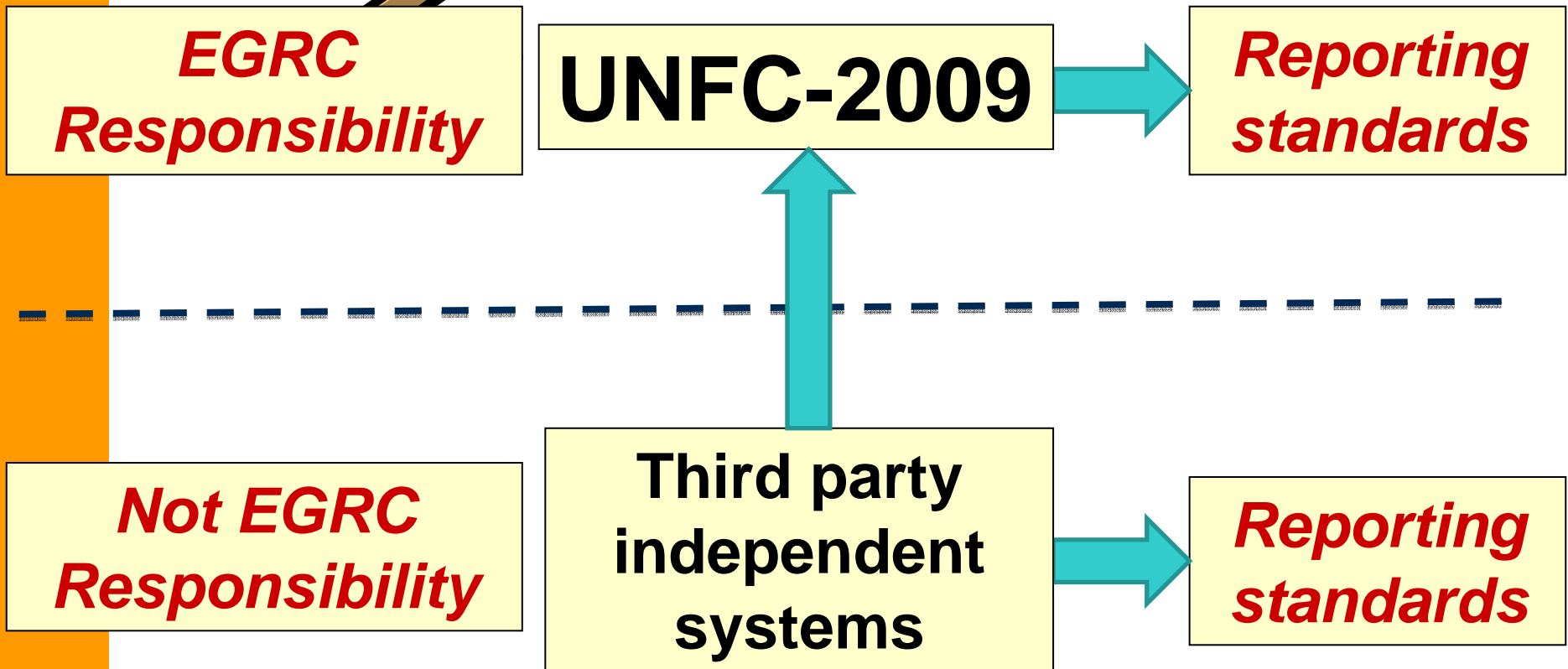
Objectives for Meeting

- **Open discussion on:**
 - **Options for linkage mechanism between UNFC-2009 and Template/PRMS**
 - **Relationship between UNFC-2009 and other classification systems**
 - **Need for generic specifications**

These are linked and cannot be considered in isolation

UNFC-2009

April 2011



UNFC-2009

April 2011

**Classification
Framework and
Category Definitions**

**Generic
Specifications**

**Minerals and
Petroleum
Specifications
CRIRSCO/SPE**

***Independent
systems***

Other Aligned Classification Systems

UNFC-2009

April 2011

**Classification
Framework and
Category Definitions**

**Generic
Specifications**

**Minerals and
Petroleum
Specifications
CRIRSCO/SPE**

*Independent
systems*

Other Aligned Classification Systems

UNFC-2009

April 2011

**Classification
Framework and
Category Definitions**

**Generic
Specifications**

**Minerals and
Petroleum
Specifications
CRIRSCO/SPE**

*Independent
systems*

Other Aligned Classification Systems