



EICC[®] and GeSI Gold Audit Protocol LBMA/OECD Update

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Agenda

- Conflict Free Smelter (CFS) Gold Protocol
- CFS audit scope
- Protocol Country Levels and Documentation requirements
- CFS online Program Indicators
- Questions



CFS Gold Protocol

Background:

CFS audit protocol for gold supply chain was developed with wide industry participation as well as representation from WGC, and RJC.

Compliance:

1. The protocol is closely *OECD Due Diligence Guidance for Responsible Supply Chains of Minerals from Conflict-Affected and High-Risk Areas*, 15 December 2010
2. ISO 19011

Material Sources

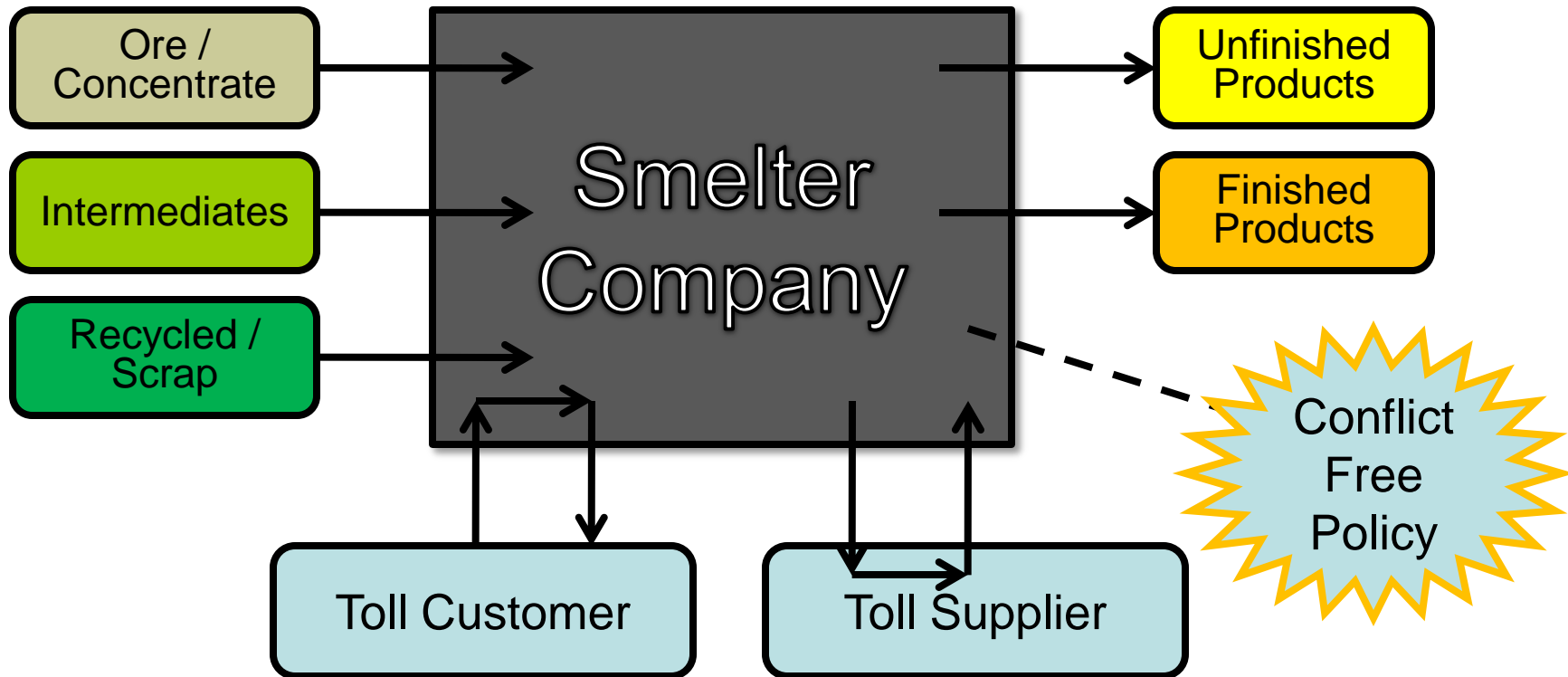
- (1) new production from mines,
- (2) new production from recycling, and
- (3) withdrawal from existing stocks of fine gold



CFS Audit Scope

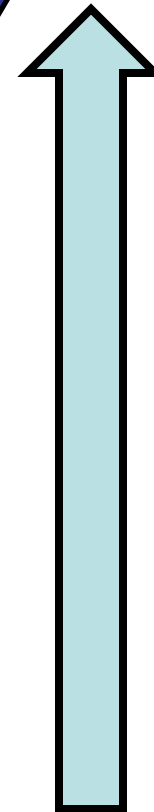
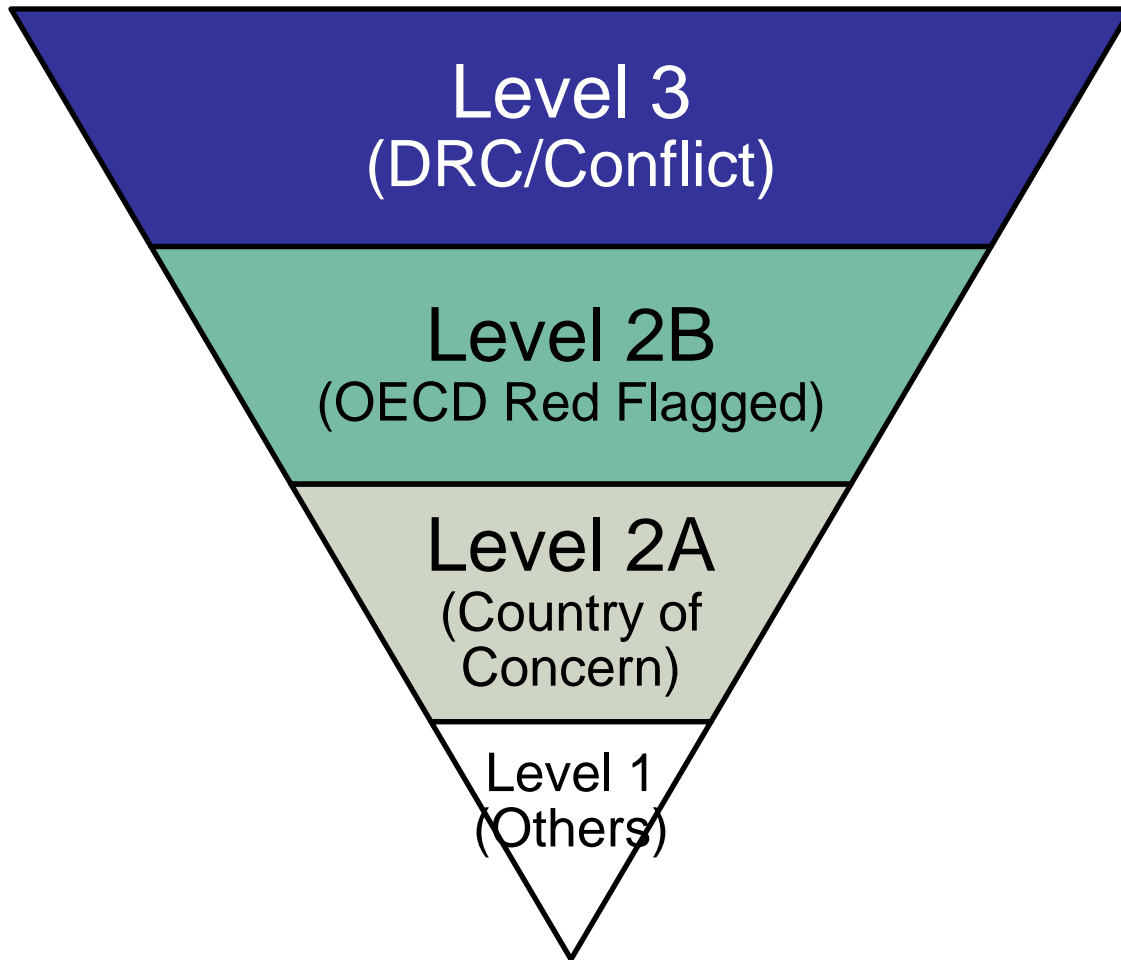
100% Company Mass Balance

- Includes all warehouses/inventory
- Includes all facilities





Protocol Country Levels Documentation Requirements



Increasing
Scrutiny/paperwork
To Demonstrate
Non-Conflict
Sourcing



CFS Online Program Indicators

CFS Program Status Update as 04/23/2012

Indicator		Ta	Au	W	Sn
Number of smelters/refineries currently active in the CFS process		21	22	5	45
1	Number currently on hold	3	3	0	38
2	Number in pre -non disclosure agreement (NDA) discussions	1	4	0	3
3	Number in NDA negotiations	0	5	5	0
4	Number NDA completed, waiting for pre audit check list	1	4	0	1
5	Number in quotation process	0	1	0	0
6	Number of audits scheduled	0	2	0	0
7	Number with completed audit	16	3	0	4
7a	Number of complinat smelters/refiners	11	0	0	1
7b	Number implementing corrective actions after 1st audit	5	1	0	3
7c	# of completed audits in for Audit Review Committe review	0	2	0	0

<http://www.conflictreesmelter.org/>



Questions



BACKUP



Options for Extractives Workgroup Participation

- EICC or GeSI Membership
 - Full Membership provides access to all WGs
(http://www.eicc.info/Membership_Application.shtml)
(<http://www.gesi.org/Membership/tabid/59/Default.aspx>)
- EICC & GeSI Non-Member WG Participation
(<http://www.eicc.info/documents/ExternalWGMembers-Companies.pdf>)
 - \$5K fee annually
 - No voting rights, or access to general membership meetings
 - Extractives WG and sub-WG activities participation and info
- EICC & GeSI Partner Association
(<http://www.eicc.info/documents/ExternalWGMembers-Organizations.pdf>)
 - \$20K fee annually
 - Up to two participants per Workgroup or Task Force responsible for disseminating all information



EICC and GeSI Company Assurance

The Common Reporting Template - downstream industry tool supporting Due Diligence

- **Preserves customer-supplier relationship**
- **Reduces burden on suppliers and customers**
- **Preserves confidentiality, and enables sharing**
- *Use is spreading globally (JEITA advising Japan)*
- *Rev. 2 underway*
- **Excel Reporting Tool available online (free)**
 - Available in 4 language (English, Mandarin, Japan, Korean)
 - Dashboard smelter roll-up tool provided free
 - Training (static) available online
 - Webinar and on-demand training in progress



EICC® Members

As of 27 February 2012



GeSI Members

(As of 6 January 2012)

Members



Partners



GeSI
GLOBAL e-SUSTAINABILITY
INITIATIVE



Extractives WG Partners

(As of February 1, 2012)

Partner Industry Associations



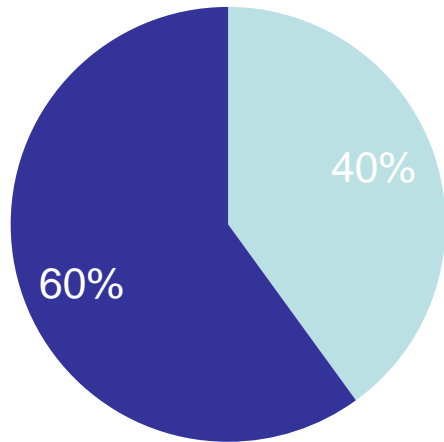
Non-Member Partner Companies



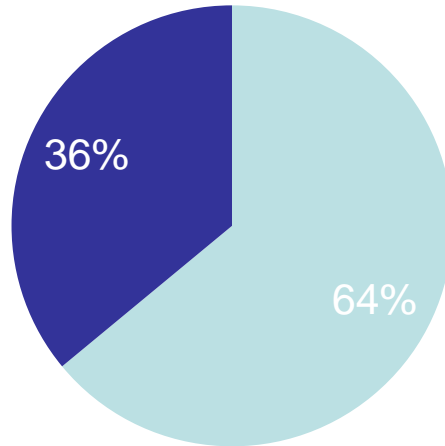


Usage of the 3 T's and Gold

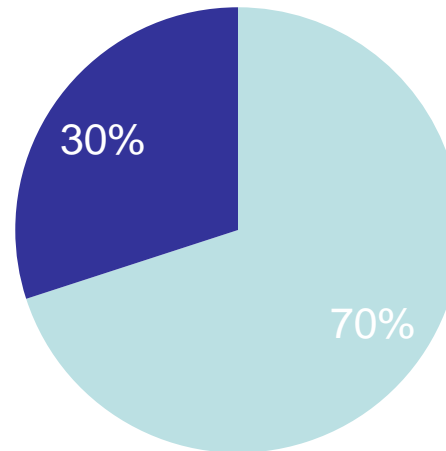
Tantalum (Ta)



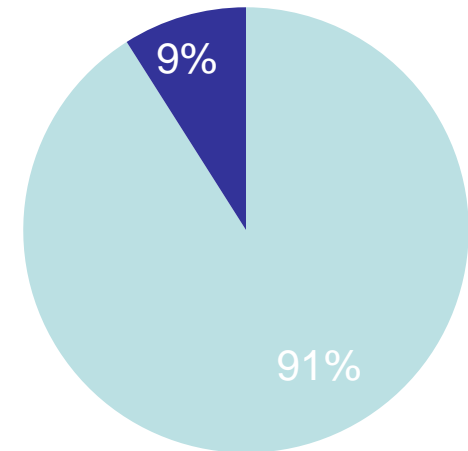
Tin (Sn)



Tungsten (W)



Gold (Au)



■ Electrical ■ Non-electrical

Electronics is the largest consuming industry of Tantalum and Tin