



Independent Joint Anti-Corruption Monitoring & Evaluation Committee

New MEC Recommendation for the Mining Sector

Lowering the threshold for mining revenue reporting to the Afghanistan Extractives Industry Transparency Initiative (AEITI) will increase transparency and reduce opportunities for corruption

Currently, mining revenues above AFN 7.5 million must be reported to AEITI. However, the current threshold only obliges six companies to be registered with the organization, leaving a large volume of revenues that go unreported.

Recommendation 6.1: The Multi-Stakeholder Group (consisting of representatives from government, industry, and civil society) should lower the materiality threshold for reporting revenue based on a quantitative market analysis. The new threshold should ensure that a majority of the companies active in Afghanistan's mining industry as well as a majority of the revenue generated by the industry is recorded and reconciled with AEITI.

Benchmark 6.1: Lower reporting threshold agreed on and requirements implemented within 6 months.

Expected Outcome: Reducing the materiality threshold for reporting revenue to AEITI will increase the level of transparency and accountability in the mining sector.