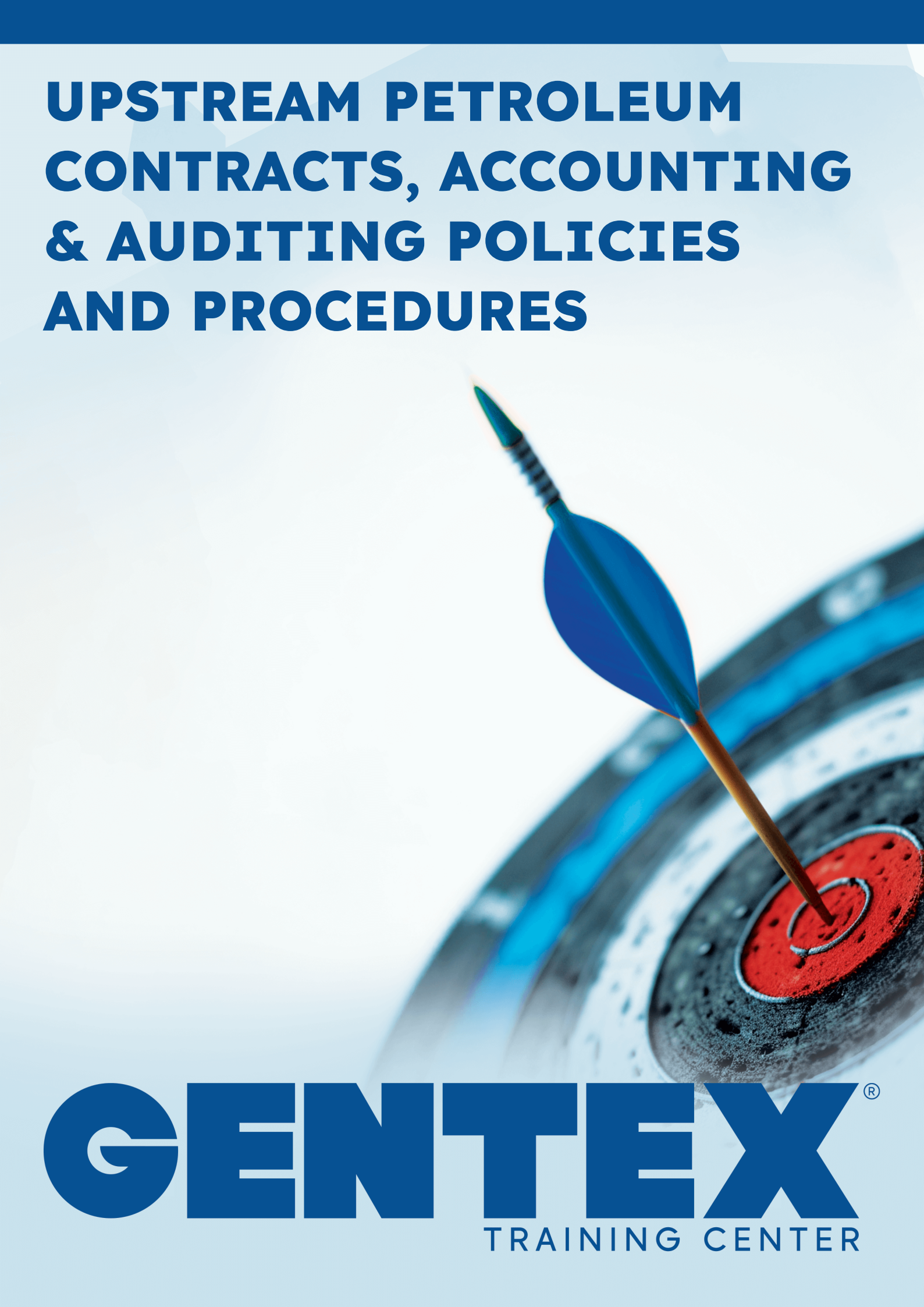
UPSTREAM PETROLEUM CONTRACTS, ACCOUNTING & AUDITING POLICIES AND PROCEDURES



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Introduction

Upstream Petroleum Contracts, Accounting & Auditing Policies and Procedures examines the three fields that must work together when a petroleum asset changes hands, produces, or is audited. This Training Course covers contract structures, joint venture accounting, cost recovery documentation, and audit procedures. Participants study the petroleum fiscal regime, AFE and cash call procedures, COSO controls, IIA standards, and IFRS 6 for exploration and evaluation assets. Furthermore, the programme connects policy documents to practice through accounting procedure labs and cost audit simulations. As a result, delegates leave able to design procedures that satisfy both partners and regulators.

Upstream Petroleum Contracts, Accounting & Auditing Policies and Procedures Course Objectives

- Define the contract structures used across the upstream value chain.
- Apply joint operating agreement and production sharing cost rules.
- Interpret petroleum fiscal terms and cost recovery limits.
- Design accounting procedures for upstream operations.
- Apply IFRS 6 and petroleum accounting practice correctly.
- Prepare and control AFE, cash call, and joint interest billing.
- Build procurement, overhead, and materials accounting policies.
- Apply COSO controls and IIA audit standards to contract audits.
- Test cost recovery claims and quantify audit exceptions.
- Document and report audit findings with corrective tracking.

Course Methodology

- Interactive workshops using real upstream contract and cost files.

- Accounting procedure and policy drafting exercises.
- Joint interest billing and cash call laboratory sessions.
- Cost recovery testing and exception quantification practice.
- Audit case review on partner and government claims.
- Action planning that converts each session into a workplace commitment.

Who Should Take This Course

- Petroleum accountants and cost analysts.
- Joint venture accounting specialists.
- Internal auditors in oil and gas.
- Contracts and commercial managers.
- Finance managers in upstream companies.
- Government and regulator audit staff.
- Compliance and internal control officers.

Upstream Petroleum Contracts, Accounting & Auditing Policies and Procedures Course Outlines

Day 1: Upstream Contracts and Fiscal Frameworks

- The upstream value chain and contractual map.
- Concession, production sharing, and service contracts.
- Joint operating agreement structure and voting rules.
- Fiscal regimes: royalty, tax, and profit oil mechanics.
- Cost recovery limits and eligible cost definitions.
- Ring-fencing, stability clauses, and change in law.

- Governing law, dispute routes, and audit rights.

Day 2: Upstream Accounting Policies and Procedures

- Accounting procedure exhibits and their purpose.
- IFRS 6 and exploration and evaluation asset treatment.
- Successful efforts and full cost accounting methods.
- Depreciation, depletion, and amortisation policies.
- Abandonment and decommissioning provisioning.
- Overhead, G&A, and technical service fee allocation.
- Materials, equipment, and inventory accounting rules.

Day 3: AFE, Cash Calls, and Joint Interest Billing

- AFE preparation, approval, and authorisation controls.
- Budgets, work programmes, and supplementary AFEs.
- Cash call forecasting, issuance, and funding control.
- Joint interest billing preparation and dispute handling.
- Partner billing statements and reconciliation.
- Currency, exchange rate, and translation procedures.
- Cut-off, accruals, and period-end close routines.

Day 4: Auditing Upstream Contracts and Costs

- IIA Global Internal Audit Standards and audit charters.
- COSO Internal Control framework application.
- Risk assessment, scoping, and audit programme design.
- Cost recovery audit testing and eligibility assessment.

- Service, drilling, and supply invoice verification.
- Overhead and administrative charge testing.
- Exception quantification and recovery calculation.

Day 5: Reporting, Compliance, and Governance

- Finding writing, evidence, and working paper standards.
- Root cause analysis and control recommendations.
- Reporting to partners, management, and regulators.
- Notification, challenge, and settlement processes.
- Corrective action tracking and closure verification.
- Policy review cycles and procedure updates.
- Personal action plan and continuous improvement.

Conclusion

By successfully completing Upstream Petroleum Contracts, Accounting & Auditing Policies and Procedures, participants will have acquired a practical command of upstream contract terms, petroleum accounting procedures, joint interest billing, and cost recovery auditing. They will know how to design accounting policies that match contractual entitlements, control AFE and cash call processes, and audit cost claims with evidence that holds. In addition, the course prepares delegates to report findings and drive corrective action to closure. As a result, they return to work ready to run upstream accounting and audit with rigour. Gentex Training Center delivers this Training Course with a practical, standards-based approach.

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FAQs for the Upstream Petroleum Contracts, Accounting & Auditing Policies and Procedures course

Q1 What is the "Upstream Petroleum Contracts, Accounting & Auditing Policies and Procedures" course about?

It is a five-day programme that connects upstream contract terms with the accounting and audit procedures that prove entitlements. It covers production sharing and joint operating agreements, petroleum fiscal terms, accounting procedure exhibits, AFE and cash call control, joint interest billing, cost recovery auditing, and audit reporting.

Q2 What are the key benefits of the "Upstream Petroleum Contracts, Accounting & Auditing Policies and Procedures" course?

Participants gain the ability to design accounting procedures that align with contract entitlements, control AFE and cash call processes, and test cost recovery claims efficiently. They also learn to quantify exceptions that partners and governments accept, reduce dispute exposure, and report findings that lead to real corrective action.

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Q3 What skills will I gain from the "Upstream Petroleum Contracts, Accounting & Auditing Policies and Procedures" course?

Upstream contract and fiscal term interpretation, petroleum accounting procedure design with IFRS 6 application, joint interest billing and cost recovery control, and contract and cost auditing with exception quantification and corrective action tracking.

Q4 What tools, methods, or standards are covered in the "Upstream Petroleum Contracts, Accounting & Auditing Policies and Procedures" course?

The course covers concession, production sharing and service contract structures, joint operating agreement rules and audit clauses, royalty, tax and profit oil fiscal mechanics, cost recovery limits and eligible cost definitions, ring-fencing and stability clauses, accounting procedure exhibits, IFRS 6 for exploration and evaluation assets, successful efforts and full cost accounting methods, depreciation, depletion and amortisation policies, abandonment and decommissioning provisioning, overhead, G&A and technical service fee allocation, materials and inventory accounting rules, AFE preparation and authorisation controls, budget and work programme procedures, cash call forecasting and funding control, joint interest billing preparation and reconciliation, partner billing statements, currency translation procedures, cut-off and accrual routines, the IIA Global Internal Audit Standards, the COSO Internal Control framework, risk assessment and audit programme design, cost recovery audit testing, service and drilling invoice verification, overhead charge testing, exception quantification and recovery calculation, finding writing and working paper standards, root cause analysis, reporting to partners and regulators, notification and settlement processes, and corrective action tracking

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Q5 How is the "Upstream Petroleum Contracts, Accounting & Auditing Policies and Procedures" course applied in real-world practice?

Delegates apply it through accounting procedure documents, fiscal term models, AFE forms, cash call schedules, joint interest billing statements, partner reconciliations, cost recovery test files, audit programmes, sampling matrices, working papers, exception registers, management letters, settlement proposals, and corrective action trackers. They also use it to prepare for partner audits, government cost recovery reviews, and external audit queries.