



# SUBNATIONAL PRIMER: REGION 2 AND CAR

TRANSPARENCY AND ACCOUNTABILITY IN THE EXTRACTIVE INDUSTRY



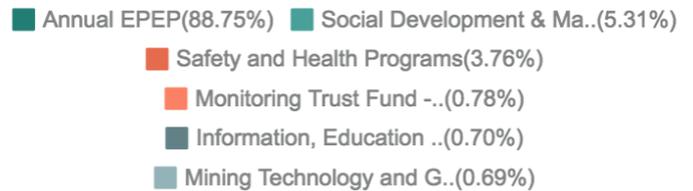
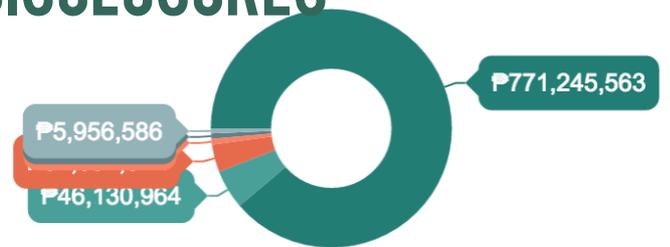
## PARTICIPATING COMPANIES

Mining:

1. Philex Mining (2012 and 2013)
2. Lepanto Consolidated (2012 and 2013)
3. OceanaGold (2012 and 2013)

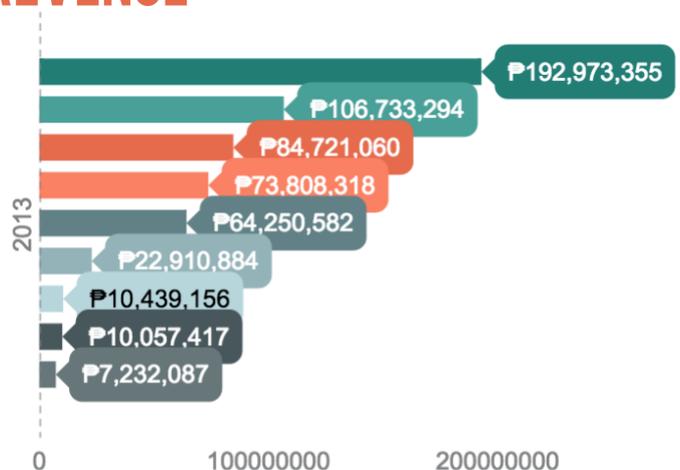
## PHILEX MINING SOCIAL AND ENVIRONMENTAL DISCLOSURES

Philex Mining's biggest spending under social and environmental expenditure is on annual environmental protection and enhancement program amounting to P771 million followed by the state-mandated social development and management program costing P46 million.



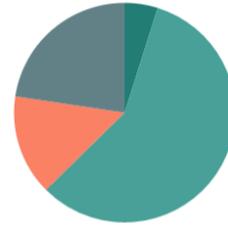
## FINANCIAL DISCLOSURES PAYMENTS TO GOVERNMENT, BY REVENUE

Philex Mining's biggest payment to government is excise tax on minerals paid to the Bureau of Internal Revenue which amounts to P192 million. It is followed by VAT on imports paid to the Bureau of Customs. Royalties to indigenous peoples amounted to P84 million.



# PAYMENTS TO GOVERNMENT, BY AGENCY

The biggest collecting agency for Philex Mining is the Bureau of Internal revenue which collected P331 million followed by the Bureau of Customs with P129 million. LGUs collected P27.7 million on top of their share from nationally collected taxes. The Mines and Geosciences Bureau does not collect 5% mineral royalties from Philex Mining because it is not in a government-declared mineral reservation area.



■ LGU(4.84%) ■ BIR(57.76%) ■ MGB(0%)  
■ NCIP(14.78%) ■ BOC(22.62%)

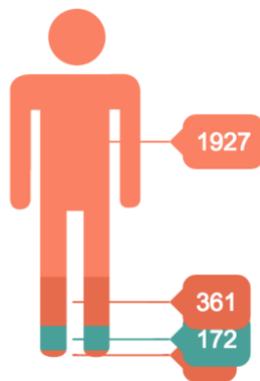
# LGU SHARES

Estimates using excise tax collections and the formula from the Local Government Code. Actual receipt may vary due to delay in downloading of funds by national government.

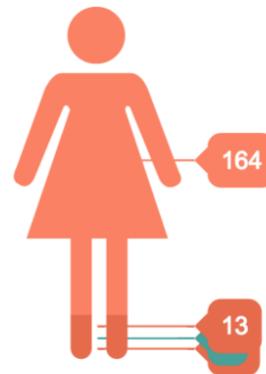


■ Province (20%) ■ Municipality (45%) ■ Barangay (35%)

# OPERATIONS DISCLOSURES EMPLOYMENT FIGURES



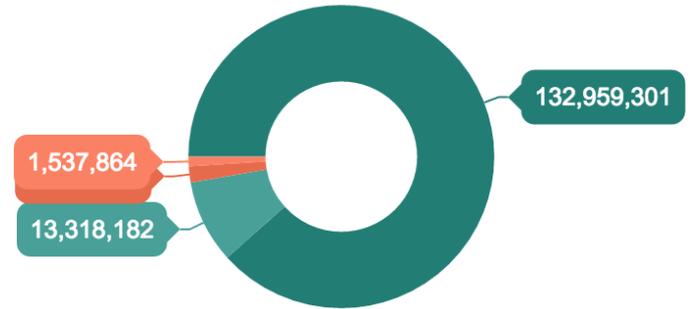
■ Contractual IP(2.15%) ■ Regular IP(6.84%)  
■ Contractual Non-IP(14.36%)  
■ Regular Non-IP(76.65%)



■ Contractual IP(5.85%) ■ Regular IP(0%)  
■ Contractual Non-IP(6.91%)  
■ Regular Non-IP(87.23%)

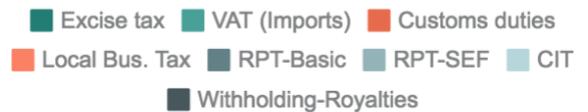
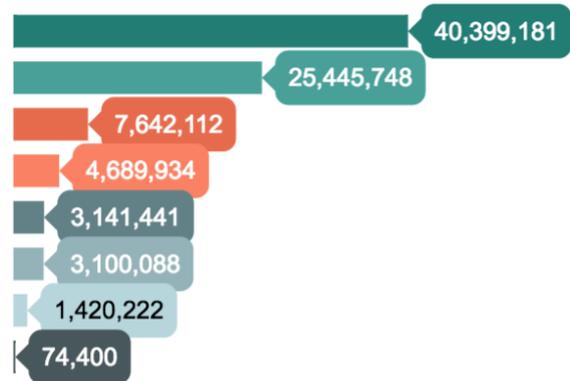
# LEPANTO CONSOLIDATED SOCIAL AND ENVIRONMENTAL DISCLOSURES

Lepanto Consolidated's biggest spending for mandated social and environmental spending is its annual environmental protection and enhancement program at P133 million followed by the state-mandated social development and management program P13.3 million.



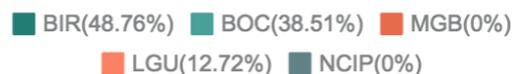
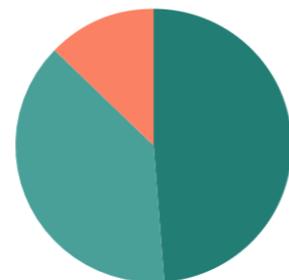
## FINANCIAL DISCLOSURES PAYMENTS TO GOVERNMENT, BY REVENUE

Lepanto Consolidated's biggest payments to government includes excise tax on mineral costing P40 million followed by VAT on imports at P25 million and customs duties at P7.6 million.



## PAYMENTS TO GOVERNMENT, BY AGENCY

The top collecting agency for Lepanto Consolidated is the Bureau of Internal Revenue followed by the Bureau of Customs and the Local Government Unit.



# LGU SHARES

Estimates using excise tax collections and the formula from the Local Government Code. Actual receipt may vary due to delay in downloading of funds by national government.

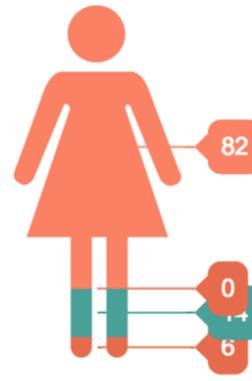


Province (20%) Municipality (45%) Barangay (35%)

# EMPLOYMENT FIGURES



Contractual IP(1.73%) Regular IP(13.49%)  
 Contractual Non-IP(7.57%)  
 Regular Non-IP(77.22%)

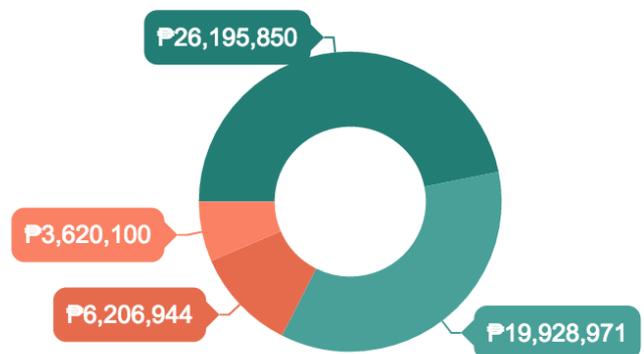


Contractual IP(5.88%) Regular IP(13.73%)  
 Contractual Non-IP(0%)  
 Regular Non-IP(80.39%)

# OCEANAGOLD

## SOCIAL AND ENVIRONMENTAL DISCLOSURES

OceanaGold spent P26 million for its annual environmental protection and enhancement program followed by the state-mandated social development and management program at P20 million.

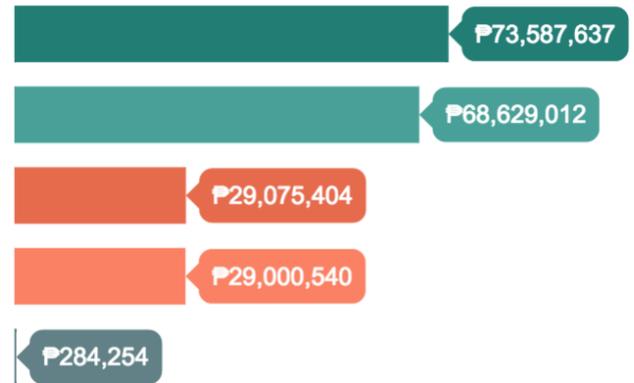


Annual EPEP(46.82%) Social Development & Ma..(35.62%)  
 Mining Technology and G..(11.09%)  
 Information, Education ..(6.47%)

# FINANCIAL DISCLOSURES

## PAYMENTS TO GOVERNMENT, BY REVENUE

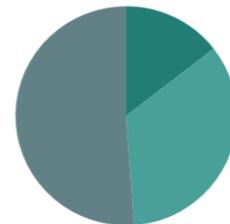
OceanaGold's biggest payment to government amounted to P73 million followed by excise tax on minerals at P68 million. The company enjoyed income tax holiday. It only paid P284 thousand in 2013.



■ VAT in Imported materials 
 ■ Excise tax on minerals  
■ RPT-Basic 
 ■ Custom Duties 
 ■ Corporate Income Tax

## PAYMENTS TO GOVERNMENT, BY AGENCY

OceanaGold's top collecting agency is the Bureau of Customs with P102.5 million collection followed by the Bureau of Internal Revenue with P69 million.



■ LGU(14.50%) 
 ■ BIR(34.36%) 
 ■ MGB(0%) 
 ■ NCIP(0%)  
■ BOC(51.15%)

## LGU SHARES

Estimates using excise tax collections and the formula from the Local Government Code. Actual receipt may vary due to delay in downloading of funds by national government.



■ Province (20%) 
 ■ Municipality (45%) 
 ■ Barangay (35%)