

SMALL-SCALE MINING

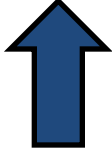
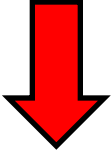

LICENSING

TAXATION

BEST PRACTICES

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Gross Production Value in Mining (in billion pesos)

Types	2010	2011	2012	2013	Q1 2014+
Large Scale Mining (MGB) 	69.1 B	88.0 B	97.8 B	99.0 B	21.94 B
Small Scale Gold Mining (BSP) 	42.9 B	34.1 B	1.2 B	0.3 B	0.04 B
Non-metallic mining (MGB) 	33.3 B	41.1 B	45.6 B	57.8 B	Not yet available

small-scale mining

- ✓ extraction of minerals
- ✓ relies heavily on manual labor
- ✓ uses simple implements and methods
- ✓ no explosives or heavy mining equipment

Where are they?

Are they still engaged in small-scale mining?

Who are they working for/working with?

(Why) are they still poor?

2015 rules

1. Small-scale mining can only be undertaken inside a *Minahang Bayan*.
2. Entities must have a small-scale mining contract.
3. Small-scale miners must be registered with the Board.

19 Minahang Bayan

415 Registered SSM operations

The Case against Licensing and Registration

1. Expensive
2. Time-consuming
3. Indifferent towards legalization

Registration

2 documents



Licensing

± 10 documents



Application for
a Small-Scale
Mining Contract

± 10 documents

Financial Obligations

- Income tax
- Special import tax
- Tariff duties
- Value-added tax
- Real Property Tax, if applicable
- Excise tax
- Government production share
- Occupation fee of Fifty Pesos (P50.00) per hectare or a fraction thereof per year

What works

- ❑ Minahang Bayanihan: South Cotabato
- ❑ Mercury-free Mining in Ga-ang, Balbalan

THANK YOU!

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