Republic of the Philippines



Department of Environment and Natural Resources

MINES AND GEOSCIENCES BUREAU

Region: Region XIII (CARAGA) Province: Province of Dinagat

Islands

Municipality: Cagdianao

Barangays: 14

Population of Cagdianao (as of 31

August 2015):

Population: 16,808

Density: 67/km² (170/sq mi) Land Area: 24,948 hectares Income Classification: 3rd class

municipality

Major economic activities: Nickel

mining and fishing

Economic Growth

The Philippine government commits to provide a competitive investment climate and adequate protection of the rights and privileges of mining investors.

Mining Project General **Information**

Mineral Production Sharing Agreement (MPSA) Contractor: Cagdianao Mining Corporation

Mining Tenement: MPSA No. 078-97-XIII (SMR)

Date Approved: November 19,

1997

Date of Expiration: November

19, 2022

Term of MPSA: 25 years; renewable for another term not

exceeding 25 years

697.0481 Contract Area: hectares or 2.79% of Cagdianao's total land area. However, it should be emphasized that said area is still subject to mandatory relinquishment as provided by law. Location: Cagdianao, Province of

Dinagat Islands

Mineral Commodity: Chromite, Nickel, and other associated

mineral deposits

Mineral Resource: 42,156 MT @ 1.33% Ni and 23.93% Fe

(As of 2015)

Office Address: Lot 24, Road 19, Brgy. Bagong Nayon 1, Cogeo

Village, Antipolo City

Company Structure: 100% Nickel

Asia Corporation (Filipino)

Cagdianao Mining Corporation Quickfacts

The Philippine government promotes the rational exploration, development, utilization and conservation of mineral resources guided by its commitment to responsible minerals development.



Economic Contribution

Mining Investments PhP495.83 Million

(Estimated as of December 2017)

Gross Output

998,312 DMT of nickel ore (primary) and 592,365 WMT of nickel ore (by-products)

(estimated 2017)

major markets.

Exports 1,253,571 DMT worth PhP2.25 Billion (estimated 2017) China and Japan are the company's

Taxes & Fees Paid (2017) PhP645.39 Million

Amount of national and local taxes, fees and royalties generated and contributed to the Philippine economy in 2017.

Social Equity and Development

The Philippine government recognizes the rights and participation of the communities and Indigenous Peoples and ensures the fair and equitable sharing of benefits among the company, the government and host communities.

Employment

1,295 (company employed as of 2016)

estimates While vary, it conservatively projected that for every basic job in the mining company, about four (4) ancillary and indirect jobs may be generated in the upstream and downstream sectors.

Estimated total cost of labor at the mine site is about PhP108.31 Million in CY 2017. Said amount includes salaries and wages, overtime pay, extra benefits both in cash and in kind, among others.

The emergence of small enterprises/ businesses in the host and neighboring communities due to the presence of mining operations in the area, and the livelihood projects supported by the mining companies, which generate both employment and income, cannot be discounted. These economic activities will naturally stimulate the local economy.

Environmental Protection and Management

The Philippine government ensures the adequate protection of the environment, before, during mining operations and beyond the life of the mine.

Social Development and Management Program PhP26.91 Million (2017)

Amount committed by the company for the development of its host and neighboring communities through the approved Social Development and Management Program (SDMP). Around four (4) barangays stand to benefit from the implementation of its approved SDMP.

Environmental Protection and Rehabilitation

PhP26.80 Million (2017)

Amount committed by the company for implementation of the approved plans/programs/projects/activities under Environmental Protection and Enhancement Program, and Final Mine Rehabilitation and/or Decommissioning Plans, respectively.

Mining Forest Program

177,986 seedlings (2017)

Number of seedlings planted by the mining company in more than 228.61 hectares of mined-out and other areas as of December 2017.