



**Hinatuan Mining Corporation
(Tagana-an Nickel Project)
Quickfacts**

Region: Region XIII (CARAGA)
Province: Surigao del Norte
Municipality: Tagana-an
Barangays: 14
Population of Tagana-an (as of 31 August 2015):
Population: 16,428
Density: 210/km² (550/sq mi)
Land Area: 7,729 hectares
Income Classification: 5th class municipality
Major economic activities: Nickel mining, farming and fishing

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

Employment

1,308 (company employed as of 2017)
While estimates vary, it is 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 average cost of labor at the mine site is about PhP437.13 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.

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: Hinatuan Mining Corporation
Mining Tenement: MPSA No. 246-2007-XIII (SMR)
Date Approved: July 25, 2007
Date of Expiration: July 25, 2032
Term of MPSA: 25 years; renewable for another term not exceeding 25 years
Contract Area: 773.77 hectares or 10.01% of Tagana-an's total land area. However, it should be emphasized that said area is still subject to mandatory relinquishment as provided by law.
Location: Tagana-an, Surigao del Norte
Mineral Commodity: Nickel Laterite Ore and other associated mineral deposits
Mineral Resource: 17,418 MT @ 1.08% Ni and 22.16% Fe (As of 2015)
Office Address: 29F NAC Tower, 32nd St. Bonifacio Global City, Taguig City

Economic Contribution

Mining Investments
PhP196.68 Million
(Estimated as of December 2017)

Gross Output
2,426,223 Metric tons of nickel ore (estimated, 2017)

Exports
2,450,588 MT (estimated, 2017)
China is the company's major market.

Taxes & Fees Paid (2017)
PhP393.27 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.

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
PhP25.94 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
PhP79.14 Million (2017)

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

Mining Forest Program
1,116,919 seedlings (2017)

Number of seedlings planted by the mining company in more than 535.52 hectares of mined-out and other areas as of December 2017.