



Philsaga Mining Corporation Quickfacts

Region: Region XIII (CARAGA)
Province: Agusan del Sur
Municipality: Bunawan and Rosario
Barangays: 10 & 11
Population of Bunawan and Rosario (as of 31 August 2015):
Population: 45,151 & 46,683
Density: 88/km² (230/sq mi) and 120/km² (310/sq mi)
Land Area: 51, 216 hectares and 38, 505 hectares
Income Classification: 1st and 2nd class municipalities
Major economic activities: Gold mining and processing, farming 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: Philsaga Mining Corporation
Mining Tenement: MPSA No. 262-2008-XIII
Date Approved: March 11, 2008
Date of Expiration: March 11, 2036
Term of MPSA: 25 years; renewable for another term not exceeding 25 years
Contract Area: 2,538.79 hectares or 2.01% of Bunawan and 3.91% of Rosario's total land area. However, it should be emphasized that said area is still subject to mandatory relinquishment as provided by law.
Location: Bunawan and Rosario, Agusan del Sur
Mineral Commodity: Gold and other associated mineral deposits
Mineral Resource: 1,520,000 MT @ 6.68% grams/ton Au (as of 2017)
Office Address: Bayugan 3, Rosario, Agusan del Sur
Company Structure: 100% Filipino

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

PhP1.18 Million

(Estimated as of December 2017)

Gross Output

2,568,000 grams of gold ore worth PhP4.27 Billion (estimated 2017)

Exports

2,568,000 grams worth US\$84.29 Million (estimated 2017)

Hong Kong is the company's major markets.

Taxes & Fees Paid (2017)

PhP 383.69 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

5,327 (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 total cost of labor at the mine site is about PhP376.73 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

PhP20.92 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 thirteen (13) barangays stand to benefit from the implementation of its approved SDMP.

Environmental Protection and Rehabilitation

PhP83.12 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

630,954 seedlings (2017)

Number of seedlings planted by the mining company in more than 571.57 hectares of mined-out and other areas as of December 2017.