



Lepanto Consolidated Mining Company (Victoria Gold Project) Quickfacts

Region: Cordillera Administrative Region (CAR)
Province: Benguet
Municipality: Mankayan
Barangays: 12
Income Classification: 1st Class Municipality
Population of Mankayan(2015 Census):
Population: 35,953
Density: 280/km² (710/sq mi)
Land Area: 13,048 ha

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: Lepanto Consolidated Mining Company(LCMC)
Mining Tenement: MPSA No. 001-90-CAR
Date Approved: March 19, 1990
Date of Expiration: March 18, 2015
Term of MPSA: 25 years; renewable for another term not exceeding 25 years
Contract Area: 948.47 hectares or 7.269% of total land area of Municipality of Mankayan. However, it should be emphasized that said area is still subject to mandatory relinquishment as provided by law.
Location: Lepanto, Mankayan, Benguet
Commodity: Gold and Silver
Office Address: 21st Flr. BA Lepanto Bldg. 8747 Paseo de Roxas 1236, Makati City, Metro Manila
Company Structure: 100% Filipino Owned

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.

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
US\$ 108.86 Million or ₱2.36 Billion (Estimated, as of December 2016)

Gross Output

Gold
734 Kilograms worth ₱1.4 Billion (estimated, 2016)

Silver
1,210 Kilograms worth ₱32.19 Million (estimated, 2016)

Exports

US\$32.33 Million (estimated, 2016)
Total estimated export value of gold and silver. China is a major trading partner of the company.

Taxes and Fees Paid

US\$ 3.3 Million (2015)
Amount of national and local taxes, fees and royalties generated and contributed to the Philippine economy.

Employment

1,723 (employed as of March 2016)

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 PhP883.59 million in CY 2016. 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 Rehabilitation

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

₱ 108 Million (as of May 2016)

Amount committed by the company for the development of its host and neighboring communities through the approved Social Development and Management Program. Around 9 barangays stand to benefit from the implementation of its approved SDMP.

Environmental Protection and Rehabilitation

₱89.7 Million (as of June 2016)

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

Mining Forest Program

3,030 seedlings (as of June 2016)

Number of seedlings planted by the mining company in more than 2,034.09 hectares of mined-out and other areas as of June 2017.