NATIONAL MINERAL POLICY
(DRAFT ONLY)

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Tokyo, Japan

Ministry of Industry, Mines and Energy
General Department of Mineral Resources

By Mr. PENG Navuth
Deputy Director General
“Develop mineral resources in a responsible manner in order to transform the resources into a new source of revenue contributing to the sustainable, socio-economic development of Cambodia”.
Vision Goals and Objectives

Goals

a) Strengthen the roles of the State in regulating and developing mineral resources
b) Promote domestic and foreign investment through increasing investor confidence
c) Develop mineral resources in a responsible, accountable, transparent manner, while ensuring efficiency and effectiveness.
d) Develop mineral resources sustainably by paying attention primarily to environmental and social stability
e) Improve livelihoods of the communities in the mineral areas on the principle of mining with social responsibility
f) Promote industrial development that utilizes domestic mineral resource inputs, and
g) Increase national revenue for socio-economic development and poverty alleviation of the people.
Vision Goals and Objectives

- Objective 1: Strengthening the Roles of the State in Mineral Resource Development
- Objective 2: Promoting Sustainable and Responsible Mining
- Objective 3: Mineral Development and Natural Protected Areas
- Objective 4: Mineral Development and Communities
- Objective 5: Artisanal and Small-Scale Mining (ASM)
- Objective 6: Minerals and Export Policy
- Objective 7: Minerals and Import Policy
Objective 1: Strengthening the Roles of the State in Mineral Resource Development

- Establishing Legal Frameworks and Its Regulations
- Establishing Mineral Resources Inventory
- Good Governance and Management with Accountability and Transparency
- Promoting Investment
Objective 1: Strengthening the Roles of the State in Mineral Resource Development

Promoting Investment:

- Providing Ownership 100% for Foreign Investors
- Applying the Principal of First Come First Serve Basis
- Establishing Tax Regime and Royalty Rate for Mineral Resources
Objective 2: Promoting Sustainable and Responsible Mining

- Implementation the Sustainable Development Approach
- Environmental Sound Management
- Mines Safety and Health
- Extraction and Utilization Mineral Resource in a Good manner
- Responsibility in Mining
Objective 3: Mineral Development and Natural Protected Areas

- Establishing Special Procedure for Prospecting and Exploration
- Assessment the Economic Cost
- Consultation with Stakeholders
- Final Decision Making by Prime Minister
Objective 4: Mineral Development and Communities

- Community Development Plan
- Conducting Public Awareness
- Utilization of Local Labors
- Gender in Mineral Development
- Indigenous People and Mineral Development
Objectives 5: Artisanal and Small-Scale Mining (ASM)

- Definition of ASM and Its Essentials
  - Education and Training to ASM Miners
  - Technical and Financial Support
  - Motivation the Clustering of ASM or Forming Communities

- Solution for Illegal Mining
  - Job Diversification
  - Public Awareness Campaign
  - Legalization of Illegal ASM Miners
Objective 6: Minerals and Export Policy

- Export Policy

- Exportation of Mineral Resources in High Value Added form as far as possible

- Facilitation of Mineral Product Exportation

- Prohibition of Exportation of Minerals and Radioactive Minerals
Objective 6: Minerals and Export Policy

- Export Policy
  - Prohibition to export of mineral resources that not yet processing
  - Four principles of Export Policy of mineral products
    - Economic structure
    - Environmental factor
    - Technology and Expertise
    - Demand for domestic industry
  - Rational approach concept
Objective 6: Minerals and Export Policy

- Export policy
  - Strategy
    - Defining the term Mineral Products
      - Mineral Resources have been treated in any stage of the following mineral and metal industry
    - Defining the term Mineral and Metal Industry
    - Stage 1: Primary mineral production, the treatment of mineral resources to produce concentrates
    - Stage 2: Metal production which includes smelting and refining
    - Stage 3: Mineral and metal-based semi-fabricating industries
    - Stage 4: Metal fabricating industries
Objective 6: Minerals and Export Policy

- Export policy
  - **Strategy**
    - Mineral products that have completed their treatments in Stage 2 or 3 or 4 are considered as mineral products that can be exported.
    - Mineral products that have completed Stage 1 treatment could or could not be exported shall subject to comprehensive cost-benefit analysis of concentrate for export.
    - The results of comprehensive analysis are the bases for the decision of concentrate exportation.
Objective 6: Minerals and Export Policy

Exportation of Mineral Resources in High Value Added Form as Far as Possible

- **Strategy**
  - Motivate Research and Development (R&D)
  - Encourage mineral product processing before export
  - Study mineral product prices on international markets
  - Examine the fluctuation of demand for mineral products
Objective 6: Minerals and Export Policy

❖ Facilitation of Mineral Product Exportation

➢ Strategy

- Study trade facilitation procedures and export formalities
- Issuance inter-ministerial Prakas if necessary

❖ Prohibition of Exportation of Minerals and Radioactive Minerals

➢ Strategy

- Predict demand for domestic industries
- Develop safety management system for radioactive minerals
Objective 7: Minerals and Import Policy

- Providing Incentive to Establish Smelter or Refinery Plant
- Providing Special Tax and Royalty Rate
- Facilitation of Mineral Importation
<table>
<thead>
<tr>
<th>Mineral Types</th>
<th>Rates</th>
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</thead>
<tbody>
<tr>
<td>1- Metallic Minerals</td>
<td>2.5% - 3.5%</td>
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<tr>
<td>2- Non-Metallic Minerals</td>
<td>0.10% - 1.50%</td>
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<tr>
<td>3- Precious, Semi-precious &amp; Ornamental Stones</td>
<td>15%</td>
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<tr>
<td>4- Coal</td>
<td>7%</td>
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<tr>
<td>License Types</td>
<td>Registration Fees (USD)</td>
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<tr>
<td>-------------------------------</td>
<td>-------------------------</td>
</tr>
<tr>
<td>1- Artisanal Mining</td>
<td>20</td>
</tr>
<tr>
<td>2- Pits and Quarries Mining</td>
<td>20 - 375</td>
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<tr>
<td>3- Gem Mining</td>
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<tr>
<td>4- Mineral (Gemstone) Cutting</td>
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<tr>
<td>5- Mineral Exploration</td>
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<tr>
<td>6- Industrial Mining</td>
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Thank you for your attention