

SENEGAL'S NEW MINING CODE: RECONCILING STAKEHOLDERS INTERESTS

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PERMITTING & AGREEMENT

1. Exploration permit

- 4 years
- Renewable 2 X 3 years / area is reduced by at least one quarter (1/4) each time
- No more than 2 exploration permits for the same substance
- Retention period not exceeding 2 years

2. Mining (Exploitation) permit

- Minimum period of 05 years and a maximum period of 20 years
- Renewable until the deposit has been depleted
- 10% free participation of State
- 25% country's private sector participation at market value

PERMITTING & AGREEMENT

1. Mining convention (Duration)

- Exploration: duration of the exploration permit
- Exploitation: initially valid for 12 years, subsequently renewable for periods not exceeding 10 years each

2. Production sharing contract

- Promotional areas
- Exploration
- Mining
- Not subject to the payment of royalties

MINERAL TAXATION

- Licence fees
- Surface fees
- Royalties : regressive based on value added level

GOOD GOVERNANCE

- Public access to mining convention and related documents
- Compliance with Extractive Industries Transparency Initiative (EITI) principles and requirements
- Declaration of mining income

SOCIAL & ENVIRONMENTAL

- Environmental Impact Study
- Environmental Management Plan
- Mine Rehabilitation Fund
- 20% of government mining revenue dedicated to a Development and Equalization Fund for local communities
- 0,5% of the pre-tax annual turnover dedicated to Local Development Fund

**THANK
YOU**