



Quick facts about economic impacts of mining in Waihi

350 people are directly employed by our mining operations in Waihi and a further 370 full time equivalent employees work indirectly in downstream employment (suppliers of goods and services) as a result of the mining operations. Further, induced Employment (FTE) adds another 150. **Total FTE = 870**

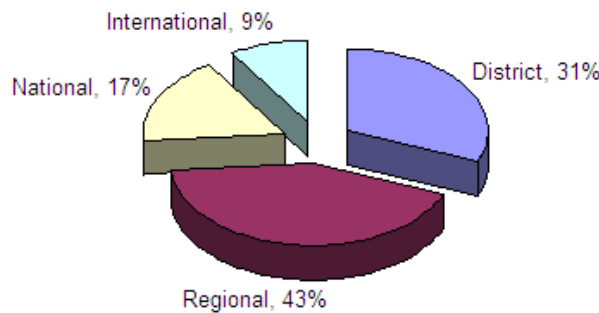
76% of our direct workforce live in the region, 67% live in Waihi

The annual payroll for Newmont employees (110 staff) = \$11M per annum

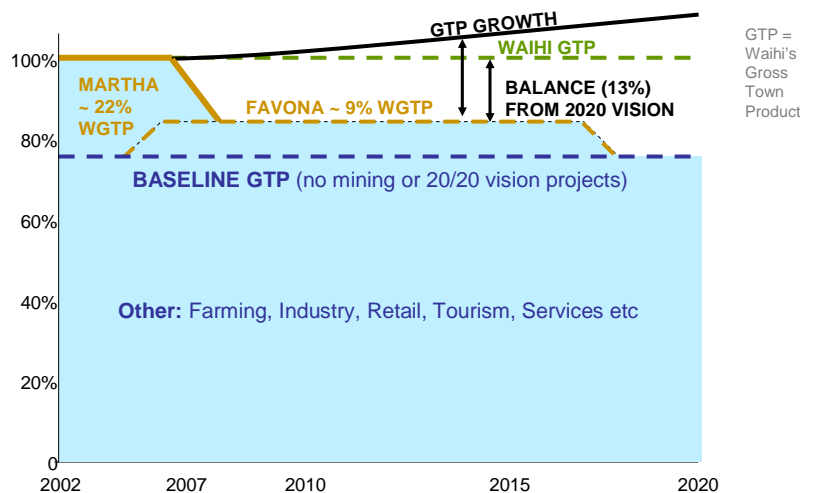
In 2009 the Waihi mining operations generated a total revenue of \$193.7M – 91% of this revenue remains in New Zealand

Approximate Current Outputs	Expenditure (NZ\$ million)	Employment (FTE)
Direct (staff and contractors)	130	350
Indirect (suppliers of goods and services)	85	370
Induced (suppliers to households)	180	150
Annual Total	395	870

Geographical Impact



On average, around \$40M every year is contributed to Waihi's economy – around 22% of the gross town product. Annually around \$0.6M is invested in the community in sponsorships and donations to clubs and organisations as well as approximately \$2.4M being spent on community projects.



The AEP is a goodwill gesture to acknowledge that some people experience an affect on amenity, regardless that the operation is within compliance with conditions on noise, dust and vibration. AEP payments vary for each person. In the last round of payments (6 months to December 2009) the total was \$66,278

Approximately \$3.6M was paid to the government in royalties in 2009. The precious metals sales royalties on silver and gold are paid on actual sales price, less Perth refining costs of around \$1.66 per ounce.

In 2009 company taxes amounted to \$24.664M

Waihi Gold's tax payments of \$24 million in 2009 were made up of payments for income tax, PAYE, withholding tax and fringe benefit tax. Of this total, \$15.1 million was income tax. Newmont's pre-tax profit in 2009 was \$45.9 million, representing an income tax rate of 33%.

An average production of approx 100,000 oz gold/yr and approx 750,000 oz silver/yr over the last 22 years since production began (1988)

Approx \$4M worth of au and ag mined per week in 2009

Production costs per ounce = \$800 per ounce (cash out), or \$1200 per ounce including plant depreciation costs.

Likely closure dates for the Martha and Favona mines are: Martha 2014, Favona 2011 – or 2014 if proposed Trio proves viable

For information about impact of mine closure on Waihi, see Social Impact Assessment 2009 and also see 2020 Vision. The WCV was set up in 2003 to consider and minimise impacts of closure on the town.

What happens to the gold/silver that's produced in Waihi and what is it used for?

Waihi au and ag is mixed (dore bullion). This goes to Perth mint to be separated and then goes to the world market. For uses see www.marthamine.co.nz.