

MINING INDUSTRY AND LEGAL UPDATE



Information for effective business solutions

Issue 16, January 2013 (bimonthly)

Industry Update

15 January 2013

In Kyrgyzstan, mining licenses for Jerooy deposit will be awarded through tender

This was announced by the head of department of natural resources policy of the Ministry of Economy of the KR Almaz Alimbaev

According to him, this is the first tender which is held under the new minerals law enacted in September 2012. «The Government is ready for open cooperation. It will create the interdepartmental tender commission which will include the representatives from each of parliamentary factions, officers of the National Security Committee, interested ministries, local self-government bodies. The Government approves the members of the commission, the time and procedure for holding the tender.

http://www.24kg.org/community

9 January 2013

Geology Agency is ready to auction more than 50 deposits and perspective areas

The State Agency for Geology and Mineral Resources of the Kyrgyz Republic is ready to auction more than 50 deposits and perspective areas. Of them 29 deposits are meant for geological exploration. They include 15 deposits of gold and other metals, 6 coal deposits, 4 rare earth deposits.

The mining rights will be awarded for one gold and one coal deposit and for 22 deposits of

Legal Update

14 January 2013

Strategy for Sustainable Development of Kyrgyzstan for 2013-2017 is adopted

The second meeting of the National Council adopted the Strategy for Sustainable Development of the Kyrgyz Republic for the period of 2013-2017.

According to earlier presented draft, the Strategy contains a section on mining. Among the main tasks of the mining sector are the following:

• Creation of favorable conditions in terms of legislation and state regulation;

Improvement of geological infrastructure;

• Accelerated development of gold mining industry by commissioning the prepared deposits;

• Accelerated restoration of coal and oil/gas industry by commissioning new deposits and increasing development of deposits;

• Performance of obligations in the framework of the Extractive Industries Transparency Initiative (EITI);

• Ensuring access to database of deposits;

• Implementation of rational and comprehensive programs for development of mineral resources, with wide use of low-waste and non-waste production tools and

construction materials.

Heads of structural and lower subdivisions must assist with the development of schedule of auction preparation events.

http://www.24.kg/economics/145336

2 January 2013

The Government after January 15 to approve the members of the tender commission for gold deposit Jerooy

After January 15, the Government is going to approve the members of the tender commission for gold deposit Jerooy. The commission must develop additional conditions, discuss and then determine the date of announcement of the tender for Jerooy deposit.

The preliminarily approved reserves of gold in the deposit amount to 74 tons, it is supposed to find another 4-5 tons of gold.

On November 5, First Vice Prime Minister Joomart Otorbaev announced that the evaluation of Jerooy was completed. The deposit may start operations within 3 months receiving the license and is ready for exploitation, all infrastructure is in place.

http://www.tazabek.kg/news:344133

26 December 2012

About 33,638 tons of goldcontaining ore were exported from Kyrgyzstan over 7 years

According to the press service of the Ministry of Economy of the Kyrgyz Republic, over 9 months of 2012, 5,697.5 tons of gold containing concentrate were exported from Kyrgyzstan which is 1,640.8 tons more than in the last year. In 2010, Kyrgyzstan exported only 333.5 tons of gold concentrate, in 2009 – 4, 587.1 tons, in 2008 – 4,731.4 tons, in 2007 – 7,765.3 tons, in 2006 – 4,603 tons, in 2005 – 1,714.5 tons. In total, over 7 years, 33,638 tons of gold containing ore and concentrate were exported from Kyrgyzstan.

As was noted, in 2012 the gold containing ore and concentrates exporting licenses were awarded tot here companies. In total, the concentrate exporting licenses were held by 6 minimization of environmental impact.

The head of the State noted that the development strategy reflects all meaningful ideas for development of the country. Thanks to efforts and active civil position of thousands of Kyrgyz citizens, the document was significantly refined and improved. Based on the outcomes of the discussion, the National Strategy for Sustainable Development of the Kyrgyz Republic contains the new plans, new sections, clearly states anticipated results and visions of the future of the country.

http://www.president.kg/ru/posts/

28 December 2012

Decree on Asylbekov T.S.

Asylbekov Taalaibek Spartakovich is appointed as the state secretary of the State inspectorate for ecological and technical safety under the Government of the Kyrgyz Republic. The respective decree was signed by Prime Minister of the Kyrgyz Republic J. Satybaldiev.

http://www.gov.kg/?p=17558

14 December 2012

Government Resolution on approval of regulatory acts on minerals

The Government Resolution on approval of normative legal acts on minerals of December 14, 2012 № 834 was adopted for the purposes of improvement of mineral regulation and brining the mineral regulatory acts into line with the mineral law of the Kyrgyz Republic.

The said Resolution approved the following regulations:

Regulation on procedure for mineral licensing;

• Regulation on procedure for holding tenders for mineral rights;

• Regulation on procedure for holding auctions for mineral rights;

• Regulation on procedure for payment and calculation of fees for retention of mineral licenses.

The Government Resolution is published in Erkin Too newspaper of December 25, 2012 №

companies over the period from 2000 to 2009.

http://www.knews.kg/ru/econom/26096/

18 December 2012

State Inspectorate for Metrological Surveillance fined Full Gold Mining Company LLC for failure to observe the requirements for measuring equipment

The State Inspectorate for Metrological Surveillance under the Ministry of Economy of the KR conducted inspections of the gold mining companies located in Jalalabad region Alabuka district, specifically, Ishtamberdi mine, developed by Full Gold Mining Company LLC and Bosymchak mine developed by Kazakhmys Gold Kyrgyzstan LLC for compliance with mandatory requirements of the Law «On Ensuring the Uniformity of Measurements».

According to the press service of the Ministry of Economy of the KR, in the course of inspection it was detected that at the Ishtamberdi mine, Full Gold Mining Company LLC used the equipment which was examined by the state inspection. For non-compliance with the mandatory requirements of the Law «On Ensuring Uniformity of Measurements» the administrative fine was imposed.

http://www.tazabek.kg/news:343436

17 December 2012

Jerooy mine to start operations in 2014

It was announced by Prime Minister of the Kyrgyz Republic Jantoro Satybaldiev at the press conference held on December 17, 2012 in Bishkek that Bozymchak and Jerooy mines will start operations in 2014.

According to him, the Government is optimistic: there are plans for industrial growth; project implementation schedule is in place. It is expected that Taldybulak Levoberezhny enterprise will be completed in 2013, and the first gold will be produced in the 1st quarter of 2014.

http://www.tazabek.kg/news:343351

115 and enters into force 15 days after the date of official publication, i.e. January 9, 2013.

For the full text of approved Regulations please contact Aicholpon Jorupbekova at ajorupbekova@k-a.kg.

11 December 2012

Press service of the Jogorku Kenesh of the Kyrgyz Republic announced the adoption in the second and third readings the draft law «On amending the Code of Administrative Liability of the Kyrgyz Republic».

The draft law on amending the Code of Administrative Liability of the Kyrgyz Republic was adopted without discussion in the second and third readings. The amendments are about imposition of administrative fine on individuals and legal entities for illegal blocking of roads.

http://www.kenesh.kg/RU/Pages/

11 December 2012

Ministry of Economy of the Kyrgyz Republic presented the drafts of Government resolutions for public discussion

The Government of the Kyrgyz Republic presented the following drafts of Government Resolutions for public discussion:

• On approval of the temporary regulation on procedure for collecting, buying, processing and selling scrap and waste of ferrous and nonferrous metals;

• On approval of lists of goods, export and import of which are subject to licensing;

• On state regulation of foreign trade activity in the Kyrgyz Republic.

Proposals and comments on the above drafts may be sent at: 106 Chui Avenue, Bishkek, Division of non-tariff regulation and export control of the Department of trade policy of the Ministry of Economy of the Kyrgyz Republic, room 319; by telephone 62-05-35 (+ 155, +131, + 275), or email: t_bubusara@mail.ru, r_moiseeva@mail.ru, m.kulbaev@yandex.ru

13 December 2012

Confirmed reserves of gold in Kyrgyzstan amount to 443 tons

According to information announced by Deputy Director of the State Geology Agency, Emil Osmonbetov, at the meeting of the Mongolian delegation with the representatives of the agency and the Institute of Strategic Researches of Kyrgyzstan, confirmed reserves of gold in Kyrgyzstan amount to 443 tons, mercury - 40 thousand tons, tin - 200 tons, wolfram – 1 million 200 tons, coal – about 1.5 billion tons.

http://www.knews.kg/ru/econom/25526/

6 December 2012

Talas Copper Gold holds training on environmental issues for Talas residents

The training on environmental safety, sustainable development and capacity enhancement of the local community of Talas region started on December 5 in Bishkek.

The event was organized by Talas Copper Gold company for more than 10 persons. The training was conducted by the Regional centre of expertise on education for sustainable development in Kyrgyzstan.

www.knews.kg/ru/pr_articles/25208/

4 December 2012

Kyrgyzaltyn OJSC to launch a processing enterprise at the Terekkan deposit by early 2016

According to information announced by Oleg Pankratov, deputy minister of economy, at the meeting of the Jogorku Kenesh fuel and energy committee, Kyrgyzaltyn OJSC will launch a processing enterprise at the Terekkan deposit by early 2016.

http://www.knews.kg/ru/parlament_chro/25108/

http://www.gov.kg/?p=16962

4 December 2012

The meeting of the Jogorku Kenesh fuel and energy committee discussed the draft decree of the Jogorku Kenesh «On Establishing Rates of Export Customs Duties for Goods Exported from the Kyrgyz Republic»

The Government Resolution of June 27, 2012 № 451 approved the draft Decree of the Jogorku Kenesh «On establishing rates of export customs duties for goods exported from the Kyrgyz Republic».

On December 4, 2012, the Governmentapproved draft was submitted to the Jogorku Kenesh and is pending review by it.



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