



THE GHANA CHAMBER OF MINES

PUBLISH WHAT YOU PAY - 2016

In line with our core value to deepen transparency in the mining sector, the Ghana Chamber of Mines is pleased to publish data on the fiscal performance of the minerals and quarrying sector as well as direct statutory payments made by its producing member companies to the Central Government and District Assemblies in 2016. The publication also discloses data relating to expenditure on big ticket inputs and corporate social investments by the producing member companies of the Chamber in 2016.

Data from the Ghana Revenue Authority (GRA) indicates that fiscal revenue from the mining and quarrying sector increased from GH¢ 1.35 billion in 2015 to GH¢ 1.65 billion in 2016. The latter represents nearly 16 percent of direct domestic revenue mobilized by the GRA in 2016. As well, data from the Bank of Ghana shows that the minerals sector accounted for 45.5 per cent of gross merchandize exports, making it Ghana's leading source of forex earnings.

The producing member companies of the Chamber returned USD 2.30 billion out of their realized mineral revenue of USD 3.25 billion into the country through the commercial banks and Bank of Ghana. This represents approximately 71 per cent of their realized mineral revenue in 2016.

In line with their commitment to leverage their operations to foster shared prosperity and accelerate national development, the producing member companies continue to spend a significant proportion of their mineral revenue in-country. Total expenditure on local purchases (including diesel and electricity) increased from USD 1.49 billion in 2015 to USD 1.69 billion in 2016, representing a growth rate of about 13%. It is instructive to note that the share of local spending relative to mineral revenue in 2016 was 52%.

Furthermore, the producing member companies spent USD 12.20 million in 2016 to finance a variety of developmental projects in their host communities. Table 1.0 shows some of the key expenditure items as well as fiscal payments to the State by producing member companies of the Chamber in 2016.

Table 1.0: Summary Statistics on Payments by Producing Member Companies of the Chamber

Assumption: Average exchange rate: USD 1=GHC3.933	
*Revenue	US Dollars
Total Mineral Revenue	3,257,646,310
Mineral Revenue Returned through the Bank of Ghana	501,362,435
Mineral Revenue Returned to the Country through Commercial Banks	1,807,094,960
Total Revenue Returned to the Country	2,308,457,395
Percentage of Mineral Revenue returned to the Country	70.9%
*Local Expenditure	
Local Payments for Goods (excluding Diesel and Electric Power)	374,923,930
Local Payments for Services (excluding Electric Power) & Contracts for handling ore, security etc.	638,886,967
Total Local Purchases excluding Diesel and Electric Power	1,013,810,896
*Energy Spend	
Payment for electric power consumed	375,975,731
Payment for diesel consumed	301,185,105
Total Local Purchases (including energy)	1,690,971,732
*Amount for amortizing loans, including interest payments	329,786,195
*Amount spent on Imported Consumables	216,854,271
*Amount spent on capital expenditure- CAPEX	452,995,131
*Human Resource Information	
Number of Direct Ghanaian Employees @ End of Year	11,438
Number of Expatriates @ End of Year	190
Total Direct Employment	11,628
Share of Expatriates in Total Employment	1.6%
Fiscal Payments	
**Mineral Royalties	140,030,167
**Corporate Tax	177,212,897
**Employee Income Tax Payments (PAYE)	101,684,671
***Dividends paid to the State	6,812,583.54
*Property Rate Payments	1,491,246
Total Fiscal Revenue	427,231,564.54
Expenditure on Corporate Social Investment	12,203,889

Source: *- Ghana Chamber of Mines

** - Ghana Revenue Authority

*** - Non-Tax Revenue Unit of the Ministry of Finance

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