FEES, RENTS AND ROYALTIES

under the *Mineral Resources Regulations 2006*
(as at 1 July 2012)

FEES

	$ (Aus)
Fee for application for licence and leases:	
Exploration licence –	1238.40
Special exploration licence –	3456.00
Retention licence –	1238.40
Mining lease –	1238.40
Prospecting licence –	28.80
Fee for objections relating to:	
Exploration licence –	40.32
Special exploration licence –	40.32
Retention licence –	40.32
Mining lease –	40.32
Fee for application for extensions of term of:	
Exploration licence	820.80
Special exploration licence	1238.40
Retention licence	820.80
Fee for applications for exemptions from conditions relating to:	
Exploration licence or special exploration licence	309.60
Retention licence	309.60
Mining lease	309.60
Fee for transfers of:	
Exploration licence or special exploration licence	410.40
Retention licence	410.40
Mining lease (private land)	410.40
Mining lease (Crown land)	619.20
Fee for renewal of mining lease:	820.80
Fee for surrender of:	
Exploration licence or special exploration licence	151.20
Retention licence	151.20
Mining lease	151.20
Fee for consolidation of exploration licences or special exploration licences	309.60
Fee for sublease of mining lease	309.60
Fee for approval of instrument of legal or equitable interest in mineral tenement	309.60
Fee for lodgment of caveat	151.20
Fee for collection of royalty on behalf of private owners	5% of royalty

ANNUAL RENTS Including 10% GST

	$ (Aus)
Exploration licence for Category 4 minerals:	
– for each square kilometre per year –	
(a) for each of first 2 years	4.51
(b) for each subsequent year	6.79
Exploration licence for all other minerals:	
– for each square kilometre per year –	
(a) for each of first 2 years	28.74
(b) for each subsequent year	57.50
Special exploration licence:	
– for each square kilometre per year –	
(a) for each of first 2 years	4.51
(b) for each subsequent year	6.79
Retention licence:	
Coal, petroleum, coal seam gas or geothermal substances – for each square kilometre per year	1362.24
Minerals other than coal, petroleum, coal seam gas, or geothermal substances – for each square kilometre per year	2716.56
Mining Lease:	
– per hectare for each financial year	23.97 (minimum – $479.31)

ROYALTIES (under Schedule 1)

	$ (Aus)
For a petroleum lease for each $100 of the gross value of petroleum at the well head	12.00
For a lease for coal seam gas for each $100 of the gross value of coal seam gas at the well head	12.00
For a lease for the taking of –	
(a) clay, for each tonne	1.32
(b) kaolin, for each tonne	1.32
(c) dolomite – chemical and metallurgical, for each tonne	1.32
(d) dolomite – other, for each tonne	0.66
(e) limestone – chemical and metallurgical, for each tonne	1.32
(f) limestone – other, for each tonne	0.66
(g) silica – metallurgical, $1.20 per tonne or 5% of value, whichever is greater	
(h) silica – other (excluding silica flour)	0.66
(i) sand, for each tonne	0.66
(j) gravel, for each tonne	0.66
(k) pebbles, for each tonne	2.64
(l) building and dimension stone, for each cubic metre	5.50
(m) stone – crushed and broken for each tonne	0.66
(n) magnesite for chemical and metallurgical use: $1.20 or 5% of sales value per tonne, whichever is greater	
(o) magnesite for other uses, for each tonne	0.66
(p) geothermal substance – 2.5% of the value of the sale at the well head.	
(q) iron oxide used in pigment manufacture per tonne	1.32

Profits-based royalties (Regulations 7–17) relate to mining products not listed in the above schedule.

Enquiries:
Tenement Administration
Mineral Resources Tasmania
PO Box 56, ROSNY PARK 7018
Telephone: (03) 6233 8341 Fax: (03) 6233 8338
Email: info@mrt.tas.gov.au

Department of Infrastructure, Energy and Resources
Mineral Resources Tasmania
Tasmania
Explore the possibilities

ROYALTIES

Royalty is payable under Section 102 of the *Mineral Resources Development Act 1995* (MRDA) in accordance with Part 3 of the *Mineral Resources Regulations 2006* (MRR).

A royalty is payable on all minerals recovered under a mining lease. Royalty is payable to the Minister in respect of any mineral recovered from Crown land, and in respect of any mineral owned by the Crown which is recovered from private land.

A lessee is required to keep certain supporting documentation in relation to information that is provided in a royalty and production return.

ROYALTY — Non-metallic minerals and construction materials

Rates of royalty for some non-metallic minerals are set out in Schedule 1 of the MRR, except for gas. Apart from oil, these rates are on a per tonne or per cubic metre basis.

The leaseholder is required to complete a quarterly return showing the quantity sold and the royalty due. The completed return and the royalty due are required to be received no later than 30 days after the end of the quarter.

ROYALTY — All other minerals except oil (all minerals other than the minerals listed in Schedule 1 of the regulations)

Tasmania operates under a two-tiered system where royalty is paid as a percentage of net sales and of profit. The formula for the payment of royalty is specified in Regulation 7 of the MRR. Royalty is payable at the rate of 1.9% of Net Sales, plus profit. A rebate of up to 20% is available for the production of a metal within the State. Maximum royalty payable is 5.35% of net sales.

Royalty becomes due within 30 days of the end of the tenement holder's financial year.

Royalty is payable on an annual basis in quarterly instalments, with the quarters being determined in accordance with the mine's financial year. No prior year losses are carried forward for the calculation.

All detail in relation to the calculation of royalty is contained within the *Mineral Resources Development Act 1995* and the *Mineral Resources Regulations 2006*. These can be referenced online at:

http://www.thelaw.tas.gov.au

For further enquiries on royalties contact Matthew Fitzgerald (telephone 03 6233 8370)