

**SCHEDULE H**

**MINES AND MINERALS ACT**

**ROYALTY PAYMENTS - METHOD AND PROCEDURE**

1. The **ad valorem** calculation on the **ex-mine** price shall mean the value of all mine output, as determined from sales records, or the Director's determination of fair market value, where applicable, for all minerals and mineral products removed and disposed of from the "mine" as specified in the respective licence or lease, minus only the documented transportation costs to a buyer, dealer, exporter, or secondary processing plant.
2. Every holder of a licence or lease authorized to dispose of minerals and mineral products shall maintain specific books of account documenting all information necessary for the purpose of ascertaining and auditing, where requested, the amount of royalties payable.
3. The following **Quarterly Report** must be correctly filled in and sent to the Director before the twentieth day of the month following the end of the Quarter.

Name of holder .....

Mineral Right ..... No. .... Expiry Date .....

Statement of quarter ended ....., 20 .....

Please document quantity and value of every royalty bearing mineral and mineral product won or removed from the mine, or concentrates shipped and / or sold. If no shipments or sales, a NIL statement is required.

								<b>Mineral</b>	<b>1st</b>
<b>2nd</b>	<b>3rd</b>	<b>Total Value</b>	<b>Ad Valo-</b>	<b>Royalty</b>	<b>Royalty</b>				
	<b>Month</b>	<b>Month</b>	<b>Month</b>	<b>For Quarter</b>	<b>rem Value</b>	<b>Rate</b>	<b>payable</b>		
<b>TOTAL</b>									

4. All royalties shall be due and payable by the holder at the office of the Director on the 20th day of January, April, July and October of each year.  
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5. Where there is default in the payment of such royalties, interest shall be paid thereon, at such rate as may be determined by the Minister.
  
6. In accordance with section 96(3) of Mines and Minerals Act, 1994, the royalty for each of the following building and industrial minerals shall be at the rate of:
  - (a) ... % for .....
  - (b)
  - (c)
  - (d)

I, ....., Holder / Agent / Manager at the same mine, have exercised my authority and every means in my power to obtain and keep correct account of the output and disposition of all minerals and mineral products mined during the period noted hereon, and I hereby declare that the statements above are complete and correct to the best of my knowledge and belief.

.....  
Holder / Agent / Manager

.....  
Witness

Sworn to before me at .....

this .....day of ..... 20..

.....  
Commissioner / Notary / Etc.