

Mining Industry Update: Where's the good news?

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Council of Alaska Producers
November 18, 2015



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Alaska Producers

2013

Wall Street Journal

BUSINESS

Some Miners Go Bust

Lower Prices, High Costs Take Toll on Mining Companies

2014

Wall Street Journal

Miners Pressured by Falling Metals Prices

2015

Wall Street Journal

Mining Companies Slash Jobs as Commodities Prices Slide

THE BIG PICTURE

September 20, 2015 6:21 am

9/20/2015

Financial Times

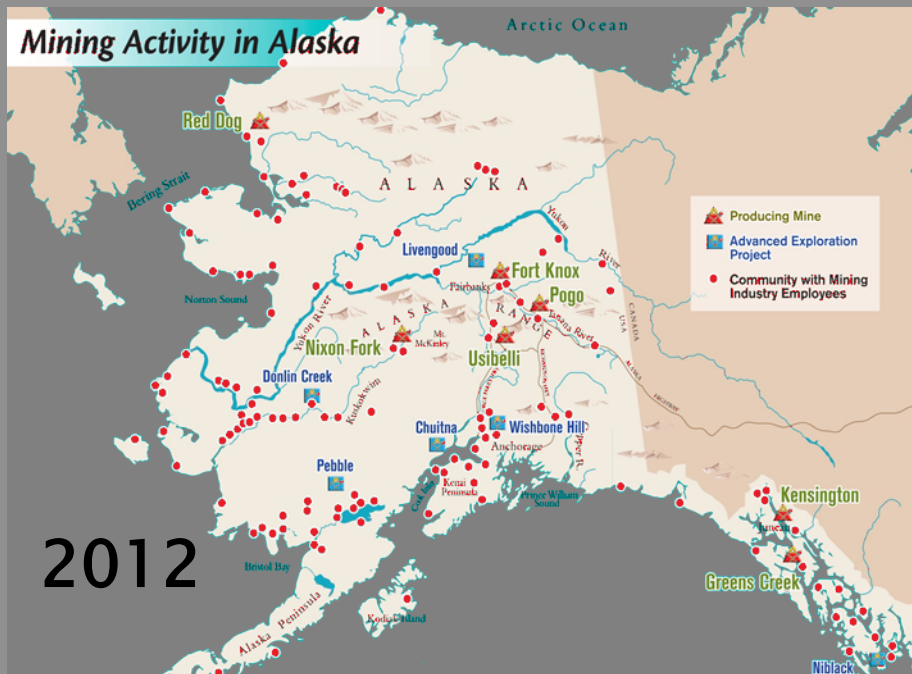
Fund managers split over whether mining is at rock bottom

Lack of Investor Confidence

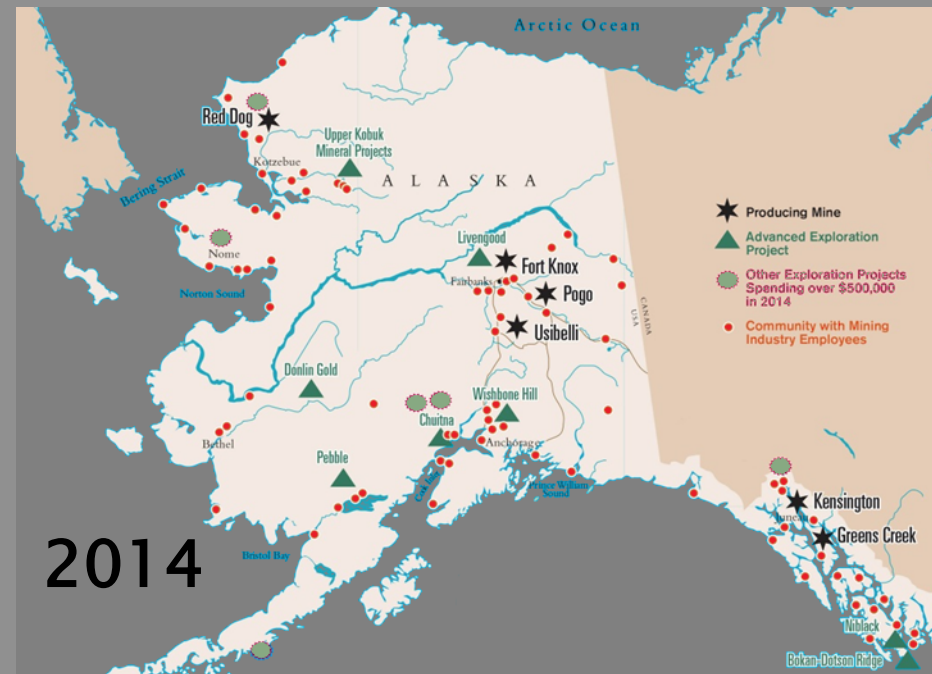


Alaska's Mineral Industry Report

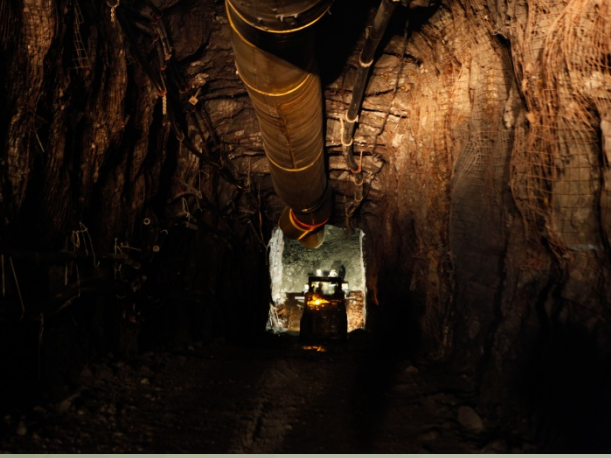
	2013	2014	% change
Mineral value	\$3.419B	\$3.282B	-4%
Estimated revenue to State of Alaska and municipalities	\$142.5M	\$102.2M	-28%
Exploration spending	\$175.5M	\$96.2M	-45%
Jobs	4,051	2,967	-27%



120+ communities with mining industry employees



50+ communities with mining industry employees



Fraser Institute Survey 2014

Pure Mineral Potential

1. Yukon
2. Nevada
3. **Alaska**
4. Northwest Territories
5. Manitoba



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Fraser Institute Survey 2014

Investment Attractiveness

1. Finland
2. Saskatchewan
3. Nevada
4. Manitoba
5. W. Australia
6. Quebec
7. Wyoming
8. Nfld/Labrador
9. Yukon
10. **Alaska**



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Alaska: the good news

Permitting:

- Donlin Gold draft EIS 11/30/15
- Greens Creek: tailings storage expansion
- Chuitna: submitted draft permit applications

Production:

- Red Dog: 2014 record year – 4.3MT ore milled
- Pogo: Poured 3 millionth ounce 09/30/15

Environment/Safety:

- Fort Knox IMCC reclamation award
- Usibelli Coal Mine: 5 consecutive quarters with no LTI

Legal:

- Pebble gets its day in court





Mining in Alaska Passes the Test:

- ✓ Paying for itself
- ✓ Achieving strict environmental and safety standards
- ✓ Benefitting Alaskans
- ✓ Providing economic diversity



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