



Ok Tedi Mining Limited

Maximizing Community Investments through LANCOs

CANCONEX || PNG Resource Summit || 28th July 2025

Outline

- OTML Vision & Values
- Overview
- Our Footprint
- Recent Community Investments
- Current Business Development Initiatives
- Going Forward



OTML Vision & Values



"We operate with excellence, maximising the value of our mineral resource in an environmentally responsible way, to deliver sustainable economic and social benefits to our communities and the people of PNG."

Our underlying Values are:



Safety & Environment

- We care by working to ensure nobody gets hurt and to manage our environmental impact.



Integrity

- We expect honesty, fairness and respect.



Accountability

- We take personal responsibility for meeting our commitments.



Teamwork

- We support each other to achieve our common goals.



Performance

- We give our best everyday and seek to continuously improve.



Sustainability

- We do not waste the resources available to us. We use only what we need and conserve what we can.

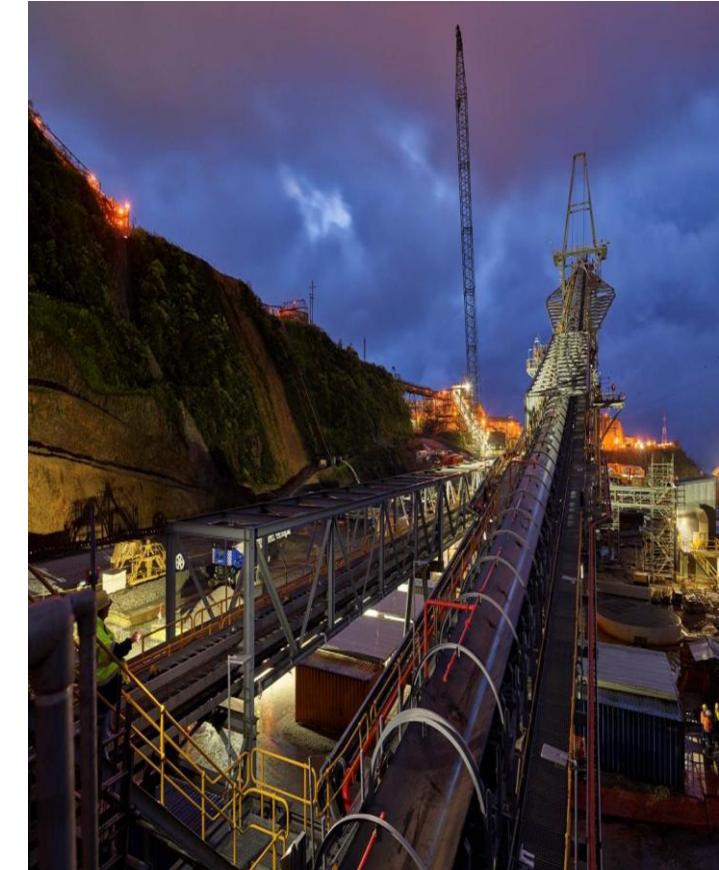


Our mine is owned by the nine million people of PNG, and it is our role to make sure that Ok Tedi is a company PNG can be proud of.



Overview

- Since production (1984), OTML has initiated, supported and provided spin-off opportunities to many LANCOs
- Currently, **38 LANCOs** are supported in spin-offs through service contracts
- OTML spends on average, over **K800M** annually on LANCOs
- Committed to maximise local content and sustainable economic benefits to Mine associated Communities and wider PNG
- OTML developed Business Development Plan and Procurement Plan to achieve its vision



Our Footprint

1 Mine Villages

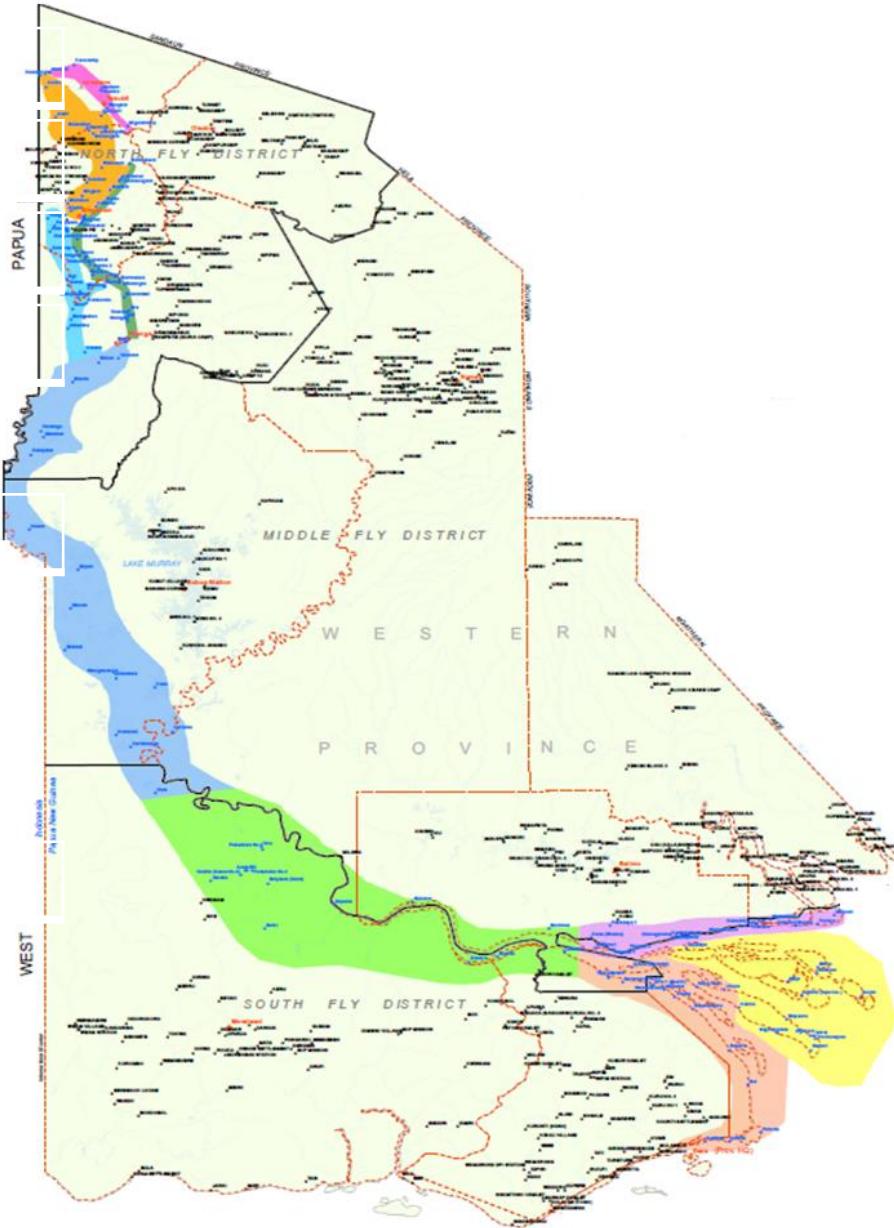
2 North Ok Tedi

3 Lower Ok Tedi

6 Highway

4 Middle Fly

5 Suki Fly Gogo



5

PIT to PORT

- Stretches northern tip to southern end of WP
- Over 200km of road network (TBG – UNG)
- 456 Approx. River Miles (UNG – Fly Delta)
- **6 Mine Villages**
- **8 CMCA Regional Communities of 152 Villages**
- Population of over **170,000**

7 Manawate

8 Kiwaba

9 Dudi

Recent Community Investments

- **150-Persons Accommodation 1st Units**
 - 50% CMCA W&C fund
 - 25% LMP79 Bige Storage area
 - 25% ART (15 Villages) Lower Ok Tedi Community
 - 10 years lease commencing March 2025
 - **K23.5M** rentals
- **150-Persons Accommodation 2nd Units**
 - 50% Middle Fly Trust
 - 25% LMP85 Bige Storage area
 - 25% Wai-Tri Lower Ok Tedi Communities
 - 7 years lease commencing CY2027
 - **K21.1M** rentals
- **Monthly Revenue of K190,389 between 2025 - 2029**
- **Monthly Revenue of K251,680 between 2030 - 2033**



Local investors and partners in front of the new dorms at OTML Bige operations site



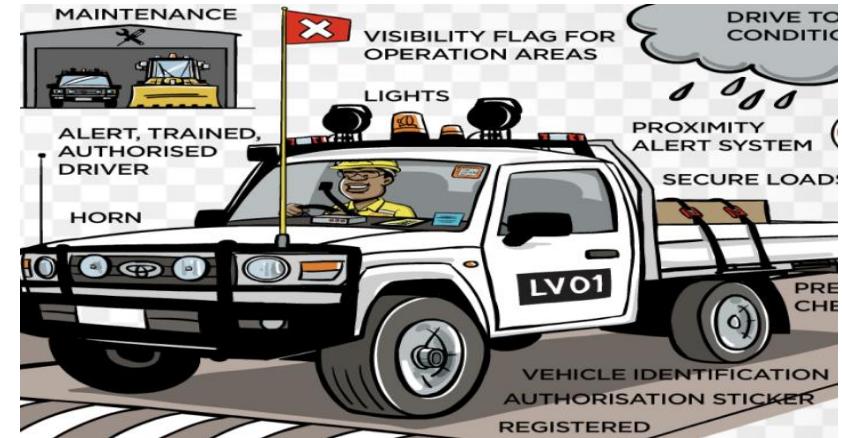
Recent Community Investments (cont'd)

- **MRCMCA Investment Holdings**

- 143 light vehicles lease from CY2023 - 2025
- **K60M – 70M** for 5 years
- **K39.3M** paid to-date (2023 – 2025 Q2)
- Maintenance met by OTML (Dry Hire)

- **Local Landowners Investments**

- Royalty Trust(Buses/Tankers/Liners/Containers)
K60M-100M Annually
- Mining Fleets Haul Trucks Lease to
OTML worth **K300M – K400M**



Recent Community Investments (cont'd)

- **Local Landowners Investments**

- Landowner Company Fubilan Catering Services (FCS) was given additional five (5) years, valued at **US\$116M (K420M)**.
- FIFO Village/Camp Investment opportunities will be given to nine (9) CMCA Regions including the (SML & LMP Villages) to invest into the worthwhile Investment, estimated value of **K500M**.



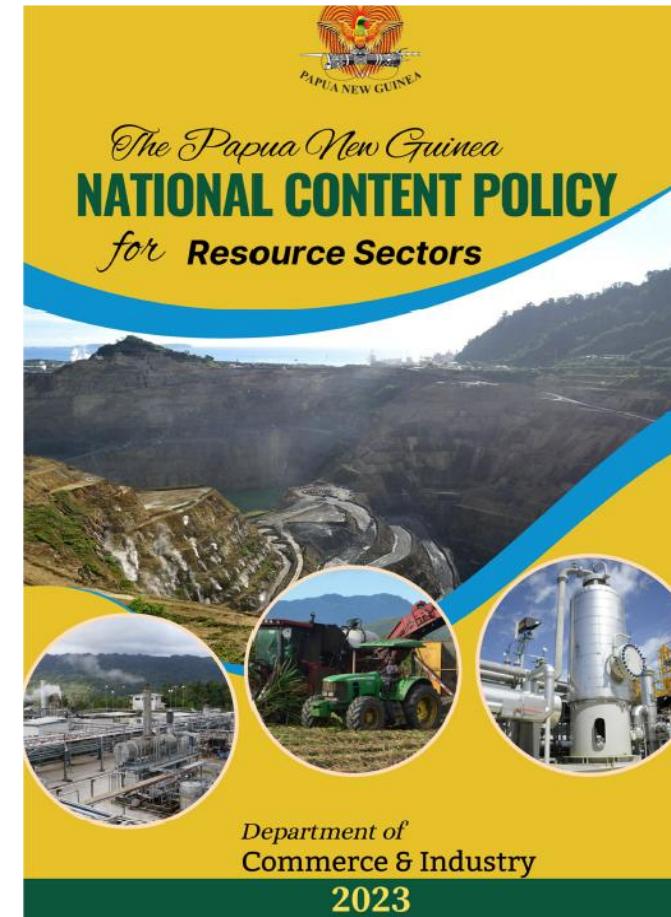
Current Business Development Initiatives

- Business Development Plan & Procurement Plan (2025 – 2033)**

- Aligns OTML's Frameworks and Plans to Gov't's National Content Policy
- Local participation in Tier 1 Contracts

- Procurement of Goods and Services (Local Content)**

- Maximise local content by increasing in-country spent by 2030
- 60% goods procured within PNG
- 92% Contracts Services



OTML Business Development Plan 2024 - 2032
Confidential



BUSINESS DEVELOPMENT PLAN
2024 – 2032



Document Title: Business Development Plan
Custodian: Steve Hoap, Manager Economic Programs
Approved by: Jesse Pile, GM Social Performance & Sustainability
Issue Date: 27th December 2023. Version No. 01.
Review Frequency: 3 Years.



Current Business Development Initiatives (cont'd)

Outsourcing of Functions to LANCOs

- APD to TAPL, Phase 1 completed **K10M**, Phase 2 underway **K7M-8M**
- Tabubil ISS to WW & Simtronix, **K12M** Annually for 5 years, **K60M**
- Workshop 1 Ancillary to Bisada (Wangbin village), **K10M – 15M**
- CEW to 22x High-way communities (HBEL), **K9M – K10M**
- Kiunga ISS to Kiunga landowner communities, **K10.7M**



Going Forward

- **We are determined to;**
 - Provide equal opportunities for all mine associated communities
 - Increase local content in procurement of goods and services.
Target of 80% by 2030
 - Ensure direct benefits to wider communities'
- **Our Challenges;**
 - Managing expectation: Limited scope and more requests
 - Address Governance, compliance and management issues
- We have a clear BDP and PP to guide us to achieve our vision
- We also reviewing our LANCO business model to realign with our plan

End



Our Mine - Our Pride - Our Future

