

SAINDAK METALS LIMITED (SML)

INTRODUCTION

The Saindak Metals Limited (SML), formerly known as Resources Development Corporation of Pakistan (RDC), is a national company, which deals in exploration, exploitation and development of non-ferrous minerals and extraction of base metals like copper. The construction work of Saindak Copper-Gold Project (SCGP) was completed by Metallurgical Construction Corporation (MCC) of China in the year 1995 and handed over to SML in January 1996, after successful trial production of 1,500 Tons of Blister Copper. The project remained closed between 1996 to 2002. In February 2000, it was decided by the Federal Cabinet to restart the project through leasing option by inviting International bids. Accordingly, GoP awarded the lease to M/s Metallurgical Construction Corporation of China (MCC) for a period of 10 years to operate the project as joint venture. M/s MCC Resources Development Company (Private) Limited (MRDL) arranged finances including working capital for maintenance, preparation, and rehabilitation and production activities amounting to US \$ 25.915 million as per terms of contract. The project was handed over to M/s MCC China and commercial production started in August, 2003. On expiry for the first term of 10 years on 31st October 2012 the agreement was extended for further 5 years with the consent of Government of Balochistan and Ministry of Petroleum & Natural Resources and on expiry of five years extension the lease agreement has been extended for further five years with the consent of Government of Balochistan and Ministry of Energy (Petroleum Division).

ACHIEVEMENTS FOR THE PERIOD OF 2023-24:

PRODUCTION

The SCGP remained in production during the period of January 2023 to December 2023 and following quantities were produced:

1. Copper	5,903,082.00 MT
2. Copper Concentrate	73,684.65 Tons
3. Blister Copper	17,041.86 Tons

SALES STATUS

MRDL exported the following quantities of blister copper during the year 2023-24.

• Blister Copper	17,042.00 M Tons
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GOVERNMENT TAXES:

The Lessee paid **US\$11,206,825** as royalty @ 6.5% on the sale value to Government of Balochistan. Similarly, 1.5% Presumptive Tax amounting to **US\$ 1,734,947** and EPZ service charges @ 0.5% amounting to **US\$ 867,474** were paid to EPZ authorities. On account of Corporate Social Responsibilities (CSR) **US \$ 1,484,290** paid to Government of Balochistan for Social Upliftment Activities.

COMPANY'S PROFILE:

a) Name and Address of the company with telephone and fax number:

Saindak Metals Limited, Gul Bagh, Samangli Road, Quetta. (PAKISTAN)

Tel: +92- 081-9201645, 9201646, 9201475, 9201690, 9201815, 9201082, 9201084

Fax: 081-9204067.

E-Mail: info@saindak.com.pk

b) Name of Chief Executives: (2023-24)

Mr. Muhammad Raziq Sanjrani/ Hafiz Mubasher Anwer/Mr. Hassan Mehmood Yousazai.

c) Type of Company: Limited Liability Company, 100% owned by the Government of Pakistan.

d) Type of Business/Manufacturing:

Metal Mining

e) Auditors:

M/s BDO Ebrahim & Co Chartered Accountants,
3rd Floor, Saeed Plaza, 22-East, Blue Area, Islamabad.

f) Legal Advisor:

Mr. Muhammad Riaz Ahmed

g) Company Secretary

Mr. Ghazi Khan

Vision:

To make the country economically and financially sound through leasing out Saindak Copper Gold Project to a Chinese company, M/s MCC Resources Development Company (Pvt.) Limited (MRDL).

Mission:

To make Saindak Metals Limited, a vibrant organization, capable of bringing the mineable resources to a stage where investors (local and foreign) are attracted.

TOTAL STRENGTH OF THE MANAGEMENT:

EXECUTIVE / NON-EXECUTIVE STAFF:

Executives	31
Regular / Non-Executive Staff (BPS 1-16)	71
Sub-Total:	102
Contract Employees	3
Piecework basis workers/miners	2
Sub- Total:	5

Province / Region-wise Breakup:

Province/Region	Punjab	Sindh	KP	Balochistan	AJK	FATA	TOTAL
Officers	1	3	2	24	1	-	31
Regular / Non-Executive Staff (BPS 1-16 Staff)	1	2	3	63	2	-	71
Sub Total:	2	5	5	87	3	-	102
Contract Employees	-	-	-	3	-	-	3
Piecework basis workers/miners	-	-	-	1	1	-	2
Grand Total:	2	5	5	91	4	-	107

Category and post-wise breakup of officer's strength:

Category /Post	MD	Company Secretary	CFO	GM (T) & GM (C.)	DCIA	Dy. GM	Sr. Manager	Manager	Asst. Manager	TOTAL
Head Office, Quetta		-	1	1	1	1	2	4	5	15
Branch Office, Islamabad		1	-	1	-	-	-	-	-	2
Project Site		-	-	-	-	-	2	3	8	13
TTC Dalbandin		-	-	-	-	-	-	1	-	1
Grand Total:		1	1	2	1	1	4	8	13	31

Breakup of regular / contractual / piecework basis workers etc.

Head Office, Quetta	46
Branch Office, Islamabad	7
Contract Employees	5
TTC Dalbandin	16
Project Site	17
General Duty	16
Total:	107

Corporate Social Responsibility (CSR) Activities for Social Uplift of the local community:

- ✓ Since 2002, MRDL in close collaboration/coordination with Saindak Metals Limited (SML) has spent **Rs. 804.794 Million** on CSR related activities, including, Health, Education, Power Generating, Communication, Water Supply Schemes, Infrastructure, Employment etc. *Since 2013 till 2024 MRDL has paid US\$ 15.420 Million to Government of Balochistan for CSR related activities.*
- ✓ Construction and establishment of “Saindak Model School” for improving the existing educational capacities of the deprived and underprivileged community children of the locality;
- ✓ Construction and establishing of a (20) bed hospital for provision of free medical services to the residents of the nearby villages, facilities including: (chemical examination, electrocardiogram, B-Ultrasound examination, X-Ray fluoroscopy, treatment Debridement, suture, medical dressing change, injection), provision of medicines & vaccination on reduced charges, approximately 3,860 local populations are getting benefited by the Saindak Hospital.
- ✓ Flawless supply of purified/clean drinking water to the nearby villages and also for the law enforcement agencies such as, FC, Police, BC & Levies, spending more than \$20,000 each year for transportation of clean drinking water from Taftan to project site Saindak.
- ✓ Installation and activation of power-supply equipment for free electric power to the neighboring villages (namely: Killi Saindak, Killi, Sarwar, Killi Amalaf, Killi Noor Ahmed & Killi Syed Abad).

- ✓ Providing Scholarships to the talented students around Balochistan, particularly focusing from District Chagai, to various reputed Schools & Cadet colleges around the country. The management took the initiative to boost up the quality education in the area and to encourage the education among the masses of the district by launching a Scholarship Scheme in 2010. Majority of the students belong from Balochistan province, out of which approximately 90% of the students are mainly focused from district Chagai.
- ✓ Construction and establishment of a state of the art Technical Training Centre at Dalbandin, to enhance the technical skills of the local youth of the region in exploring and exploiting the natural resources of the mineral rich District as well as creating job opportunities. The Managing Director SML with coordination of MRDL management established the TTC at Dalbandin with a positive approach for providing technical and professional skills to the unskilled youth particularly in the Mineral and Mining fields to be helpful in exploring the natural rich resources of the district. The Centre would further help in strengthening the economy of the country in particular and a source for job opportunities for the demoralized youth of the area in general, this ingenuity will also attract foreign investors in mining sector to invest in establishment of mining companies where local technical human resource would be available which ultimately would lead to development of the area.
- ✓ Repairing and restoration of a 15 kilometer road from Taftan to Saindak for easy trouble free easy access;
- ✓ Out of 1,800 employees at Saindak project; around 1500 employees belonging from District Chagai.

Basic necessities of life such as; Clean Drinking Water are lacking in the district of Chagai. In this connection, SML in close collaboration with Government of Balochistan initiated a Clean Drinking Water Supply Project for the inhabitants of the area. SML and Public Health Engineering (PHE) Department, GoB started a project for providing drinking water from Gath Baroth from a distance of approximately 64 KM away from Nokkundi with a cost of Rs. 406.590 Million and by the grace of Al-mighty ALLAH the project is successfully completed and functional.

- ✓ SML in close collaboration with Balochistan Welfare Agency (BWA) has established a mobile health unit and free eye camps for the deprived and disadvantaged community of District Chagai by providing, free lenses & glasses, medicines, MHU awareness programs for the community, (a highly backward and underdeveloped area of Balochistan province with scattered population lacking health facilities).
- ✓ During the recent COVID-19 Pandemic, SML Provided Rs. Ten (10) million for provision of ration and other needs to the deserving people of District Chagai in the prevalent crisis due to COVID-19 Pandemic induced lockdown through the Provincial Disaster Management Authority (PDMA) Balochistan.
- ✓ A sum of Rs. 10 Million were granted to Balochistan University of Information Technology, Engineering and Management Sciences Quetta (BUIITEMS) for purchase of DNA extraction kit for Forensic DNA Lab at BUIITEMS.

PAYMENTS TO NATIONAL EXCHEQUER 2023-24

Particulars	US \$
Royalty	11,206,825/-
Development Surcharges	867,474/-
Presumptive Tax	1,734,947/-
SML Share of profit	11,315,995/-
GoB Social Upliftment	1,484,290/-

ACTIVITIES/PROPOSALS TO BE UNDERTAKEN FROM 2023-24

Future Planning for Mineral Exploration by SML Geologist

Minerals sector has been one of the significant sources of economic development of countries namely: Brazil, China, Italy, Turkey, Spain, etc. Contribution of mineral sector is multifarious; trade promotion, facilitation in natural resource exploitation, improve per capita income, increase employment, expand communication base for economic activities, enhance income level and accelerate economic growth. Several developed countries have been exploiting their own mineral resources utilizing them as intermediate goods and finished products. Many of the countries are importing minerals from other countries, refining, value addition and then exporting.

Our Aim

Our aim and future planning as a Geologist to Explore Balochistan's landscape with favorable geologic setup having immense mineral potential, which need to be harnessed for contributing significantly to Gross National Product and development of the country. Balochistan has a favorable geological, structural and litho-tectonic environment for the occurrence of vast variety of minerals. The area is reported to be rich in occurrence of various minerals (precious and semi-precious gemstones, industrial minerals and metals).

In fact, the folded mountain belt of Balochistan together with Ras Koh and Chagai regions are storehouse of numerous economic minerals including, copper-silver-gold, iron, barite, marble, Sulphur, fluorite, cement raw material and a variety of building-stones and construction material. Our keen interest to explore and develop the following projects,

1. *Detail geological study of (EL202), there is a great need to explore the economic potential of the leased area through advanced level geophysical, geochemical, spectroscopic, and remote sensing techniques.*
2. *Detailed exploration and investigation in the Durbun Chah and Siah Diq area.*

Major Achievements

SML has successfully met its annual production targets, achieving **7.00 mt** of copper ore production, alongside **100,000 tons of copper concentrate** and **24,000 tons of blister copper**.

Proposed Future Plans and Investment Opportunities

1. *Copper recovery from low grade ore, present at project site*
2. *Exploration and Development of PL-82 and 83 Copper Project (Siahdiq, Mashkichah District, Chagai, Balochistan.*
3. *Precious Metal Recovery from Tailings*
4. *Silica Brick Manufacturing Facility*
5. *Iron Ore Beneficiation Plant and Blast Furnace*
6. *Enterprise Resource Planning (ERP) System Implementation*
7. *Geological and Mining Software for Capacity Building*
8. *International Standard Geochemical Laboratory at Saindak site.*

LIST OF DIRECTORS ON SML BOARD

S #	Name	Designation	Status On Board
Independent Directors			
01	Dr. Rehan-ul-Haq Siddiqui	-	(Chairman SML BoD)
02	Lt. Col. Khalid Rafique Shah (Retd.)	-	Independent Director
03	Mr. Jahanzaib Durrani.	-	Independent Director
04	Mr. Abid S. Mustikhan	-	Independent Director
Addl. Finance Secretary, Finance Division, Islamabad.			
05	Mr. Qumar Sarwer Abbasi	Additional Finance Secretary, Finance Division, Government of Pakistan.	Ex-officio Director
Managing Director SML			
06	Mr. Muhammad Raziq Sanjrani (till 17-12-2023)	MD SML	Executive Director
	Dr. Hafiz Mubasher Anwer Anwer 17-12-2023 to 17-03-2024	DG (LG) MoE (P D) GoP/ MD SML	Ex-officio Director
	Mr. Hassan Mehmmod Yousafzai (18-03-2024)	Additional Secretary, Petroleum Division/ Managing Director, Saindak Metals Limited.	Ex-officio Director
Secretary Energy (Dev. Dept.) Government of Balochistan			
07	Mr. Bashir Ahmed Bazai (04-07-22 to 27-10-2023)	Secretary Energy Government of Balochistan	Ex-officio Director
	Syed Zafar Ali Bukhari (27-10-2023 to 16-05-2024)		
	Mr. Bashir Ahmed Bazai (16-05-2024)		
Secretary Mines and Minerals, Dev. Government of Balochistan			
08	Mr. Saidal Khan Loni (20-11-2022 to 14-11-2023)	Secretary (Mines & Minerals) Govt. of Balochistan.	Ex-officio Director
	Mr. Attiq ur Rehman (14-11-2023 to 19-03-2024)		
	Mr. Saidal Khan Loni (19-03-2024)		
DS (Admin) Ministry of Energy (P D) GoP			
09	Mr. Umer Saeed Khan	Deputy Secretary (Admin) Ministry of Energy (P.D) GoP	Ex-officio Director
DG (Minerals) MoE (P D) GoP			
10	Mr. Nawaz Ahmed Virk (20-02-2023 to 28-12-2023)	DG (Minerals) MoE (P D) GoP	Ex-officio Director
	Mr. Waqas Ahmed Barlas (28-12-2023)	Ministry of Energy (PD), Govt. of Pakistan	