



PT. NEWMONT MINAHASA RAYA

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Community Development

Since the Minahasa mine opened in 1996, Newmont (PT NMR) has implemented extensive community development programs focusing on sustainable development with emphasis on health, infrastructure, education and small business development. The programs cover 17 villages in three sub-districts (kecamatan) with a total population of 12,000 people. PT NMR has spent approximately US\$330,000 annually on community development. Ongoing programs after mine closure are being funded through an endowment at the Minahasa Raya Foundation. This independent foundation is managed by the local government and people. *(Please see backgrounder on Community Health for further information about health topics.)*

Infrastructure

Infrastructure projects focus on development and maintenance of economic and social supporting infrastructure and critical facilities such as fresh water supply, roads, bridges, markets, sporting facilities, community facilities, and government buildings. For example, a provincial road was built to link Kotabunan, Ratatotok, and Belang. Streets were built in 12 villages and bridges erected in four villages. A flood prevention structure was erected, and two other projects created conditions designed to minimize harm from natural disasters. A village market and bus terminal were built along with village administration and parliament (BPD) buildings.

Education

Education projects include upgrading teacher competencies and providing more than 2,000 scholarships for students. PT NMR offers 2 types of scholarships to senior high school and university, first for low income families and second for high achievement. PT NMR built six kindergartens, an elementary school and a high school, and renovated 10 other schools. Supplies including computers were delivered, and a school bus service started for Buyat Pantai students.

Local Business Development

Local business development projects included support for:

- Technical assistance to local businesses wanting to become PT NMR contractors or suppliers. (A total of 44 local businesses became authorized contractors and suppliers.)
- Agricultural aid including training, irrigation management, livestock and fishery development. Technology and assistance to coconut farmers for the production of Virgin Coconut Oil (VCO).
- Micro finance credit for local businesses and for wives of fishermen. Providing credits for hand tractors to farmers.

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- Training on the making and use of organic fertilizer/compost for rice cultivation.
- Helping palm sugar farmers to expand their markets through the provision of capital and technical assistance.
- Assisting local fishermen with marketing and improved preservation techniques to add value to their products.

Community Social Improvement Projects

- Constructed three soccer fields and two small stadiums.
- Funded traditional music and dance troupe.
- Constructed community beach facilities on Lakban and Buyat Beaches which are now considered a popular local tourist destination.

Environmental Awareness and Conservation

PT NMR placed 3,000 reef balls into Buyat Bay to help generate coral reefs in the area. It supports local marine and coastal conservation programs, notably one for establishment of a mangrove area which was set up and continues to be monitored by local people. Newmont developed a demonstration plant to teach local traditional miners how to conduct mercury-free gold processing.

Minahasa Raya Foundation

Minahasa Raya Foundation was established with the local government to provide a vehicle for long term and sustainable community development programs after mine closure. PT NMR allocated US\$1.5 million in 2000 as an endowment fund for the Foundation. The Foundation will sponsor programs in cooperation with the Government of Minahasa.

Sample of Community Development Projects

Year 2003

Project	Location
Bridge construction	Kecamatan Belang
Kindergarten	Ratatotok Timur
Construction of village assembly hall	Ratatotok Timur and Ratatotok II
Road improvement	All Ratatotok Villages
Construction of soccer field foundation	Ratatotok I
Renovation of Kantor Dinas P & K Kecamatan Belang	Belang
Construction of police barracks	Polsek Kotabunan

Year 2004

Project	Location
Volleyball field, BBQ, public toilet 6 units	Lakban Beach
Concrete fence for Lakban Bridge	Lakban Beach
Build Mushollah and install fence	Lakban Beach
Dismantle ex-radio room building and re-erect it for ice factory	Lakban Port

Public elementary school renovation "SD INPRES"	Ratatotok I
Piling up area and toilets and renovation work for "SD Madrasah"/Islamic School	East Ratatotok
Timber Bridge and road improvement for Borgo Kindergarten	Borgo - Belang
Removing ex- Radio Room building and use it for school complex	Primary School "GMIM" Ratatotok
Renovation Puskesmas health clinic	Basaan and Buyat
Public toilets	Ratatotok I & South Ratatotok
River flood control	Ratatotok I, Moreah, Soyoan
Upgrading village road for 5 km	4 Villages
Renovation of an irrigation dam, channel	Buyat Village
Build rubbish collection boxes 11 units	Buyat Bay
Build a bridge	Soyoan, Moreah
Planting Coconut Trees, BBQ bldg	Labuan
Install Water Pipe & Repair Water Dam	Labuan
Fish auction center	East Ratatotok
Providing "Camat" Office Land	Ratatotok
Building "BPD" Office / Village Parliament	East Ratatotok and Ratatotok II
Build Sub-District Gov't office complex	Ratatotok II
Fence "Narato" soccer field, renovate stand	Ratatotok I
Land clearance for future market	South Ratatotok

Year 2005

Project	Location
Mosque tower	Lakban Mount
Restaurant building, souvenir shop	Lakban Beach
BBQ building, build hand reel pipe	Lakban Mount
Renovation MCK Desa Borgo	Borgo - Belang
Public toilets	Basaan I, Borgo-Belang
Renovation TK Ekklesia GMIM Basaan	Basaan I
Build 2 Classrooms-SMP Muhammadiyah	East Ratatotok
Renovation SD GMIM Ratatotok	Ratatotok II
Dismantle 2 unit building ex Training Office for Minahasa Selatan Government	Mesel to Amurang
Renovation / Extend Building, Floor, Zinc Roof for Police Office	Ratatotok
BBQ building at Hogou Island	Basaan
BBQ building at Putus-putus Island	East Ratatotok