



**Comisión Calificadora de
Competencias en Recursos
y Reservas Mineras**



COMMITTEE FOR MINERAL RESERVES INTERNATIONAL REPORTING STANDARDS

LONDON OCTOBER 2011





**Comisión Calificadora de
Competencias en Recursos
y Reservas Mineras**

The chilean law N°20.235

Congress approval: December 2007



Law N°20.235

The law N° 20.235 includes:

- ▶ Definition of QP in Mineral Resources and Reserves
- ▶ QP's Public Register.
- ▶ Creates the **Mining Comission** (Comisión Calificadora de Competencias en Recursos y Reservas Mineras).

Law N°20.235

The Mining Commission (**Comisión Minera**), is a legal entity including the following members:



Instituto de Ingenieros de Minas de Chile



Colegio de Geólogos de Chile A.G.



Colegio de Ingenieros de Chile A.G.



Sociedad Nacional de Minería F.G.



Consejo Minero

Law N°20.235

Mining Comission Structure:

- ▶ Mining Comission Board has 5 Directors. representing each member.
- ▶ President and VP are elected out of the 5 Directors

Law N°20.235

Mining Comission Functions (1/3):

- ▶ QP´s Register Administration
- ▶ Propose a R&R Report Format
- ▶ Provide technical assistance to Government entities.

Law N°20.235

Mining Comission Functions (2/3):

- ▶ Request technical review on public reports prepared by registered QPs
- ▶ Stablish procedures and criteria for public reports.

Law N°20.235

Mining Commission Functions (3/3):

- ▶ To establish standard codes of good practices for QPs to estimate, categorize and evaluate Mining Resources and Reserves.
- ▶ To perform studies and analysis about prospects analysis and certification as well as training QPs.

Law N°20.235

Some Chilean Code issues (1/2):

- ▶ Aplicable to base precious and strategic metals as well as non metallic deposits.
- ▶ It deals with the chain value of the mining bussiness, the resources to reserves conversion of exploration prospects.

Ley N°20.235

Some Chilean Code issues (2/2):

- ▶ It deals with diagnosis, prefeasibility and Feasibility Studies.
- ▶ It deals with Resources and Reserves Estimates and Categories as well as inventories and reconciliations, etc.

Definitions

- ▶ **Técnical Report:** Any document elaborated and signed by one or more QPs, to provide scientific or technical information concerning to exploration, development and production activities of a mining property.

Law N°20.235

Definitions

- ▶ **Public Report:** any disclosure oral or written addressed to a regulatory, investor or public entity, released through any media, and dealing with ore deposits and **specially when reporting exploration results.**

Law N°20.235

Requirements to apply as QP:

- ▶ University Degree relative to mining industry
- ▶ Minimum of 5 years experience.

The Mining Commission can validate Technical or Public Reports from professionals registered in foreign countries

Law N°20.235

Registering procedure:

- ▶ Submitt Form, Resumé and References
- ▶ Interview with Admission Comittee
- ▶ Directory Approval

Law N°20.235

Certificación de Vigencia

Every technical or public report disclosed by a QP requires a certificate which is valid **only for this particular report.**



Comisión Calificadora de Competencias en Recursos y Reservas Mineras

Muchas Gracias



London, November 2011