



Menu

BUSINESSADVANTAGEPNG
[Home](#) » [News](#) » Cementing their position: Mayur Resources' big plans for Papua New Guinea

Cementing their position: Mayur Resources' big plans for Papua New Guinea

3 Nov 2020 by [David James](#)[Leave a Comment](#)

Mayur Resources has just released its annual report, providing an update on its diverse portfolio of mining and energy projects in Papua New Guinea, including the Central Cement and Limestone project.



Drilling at Lae's Central Cement and Lime Project. Credit: Mayur Resources

The ASX-listed company's [annual report](#), released last week, says that the company is in the process of raising US\$350 million (K1.23 billion) in project finance for its vertically-integrated [Central Cement and Limestone \(CCL\) project](#), located 25 kilometres north of Port Moresby.

The report claims the facility 'has the potential to meet 100 per cent of PNG's cement, clinker and quicklime requirements, displacing Asian imports'.

According to Mayur's latest **quarterly report**, structural shifts in Australia's lime industry provide a significant export market opportunity for the venture.

'Industries that require lime as a key input such as the gold and nickel mining sectors are growing rapidly which will further drive demand for lime.'

'The CCL project, if it meets its milestones, will be commissioned in the first quarter of 2022. It is projected to create earnings before interest and tax of US\$96 million (K337 million) per annum.'

A Mayur **company presentation** points to 'Australia's structural shift from producer to net importer, noting that the Mayur project will be the 'closest kiln with sea freight and lead in time advantage to contest Australia's largest cement and clinker market and the southern Pacific.' The presentation says that the Mayur project will have an \$8-30/tonne advantage on the cost of freight.

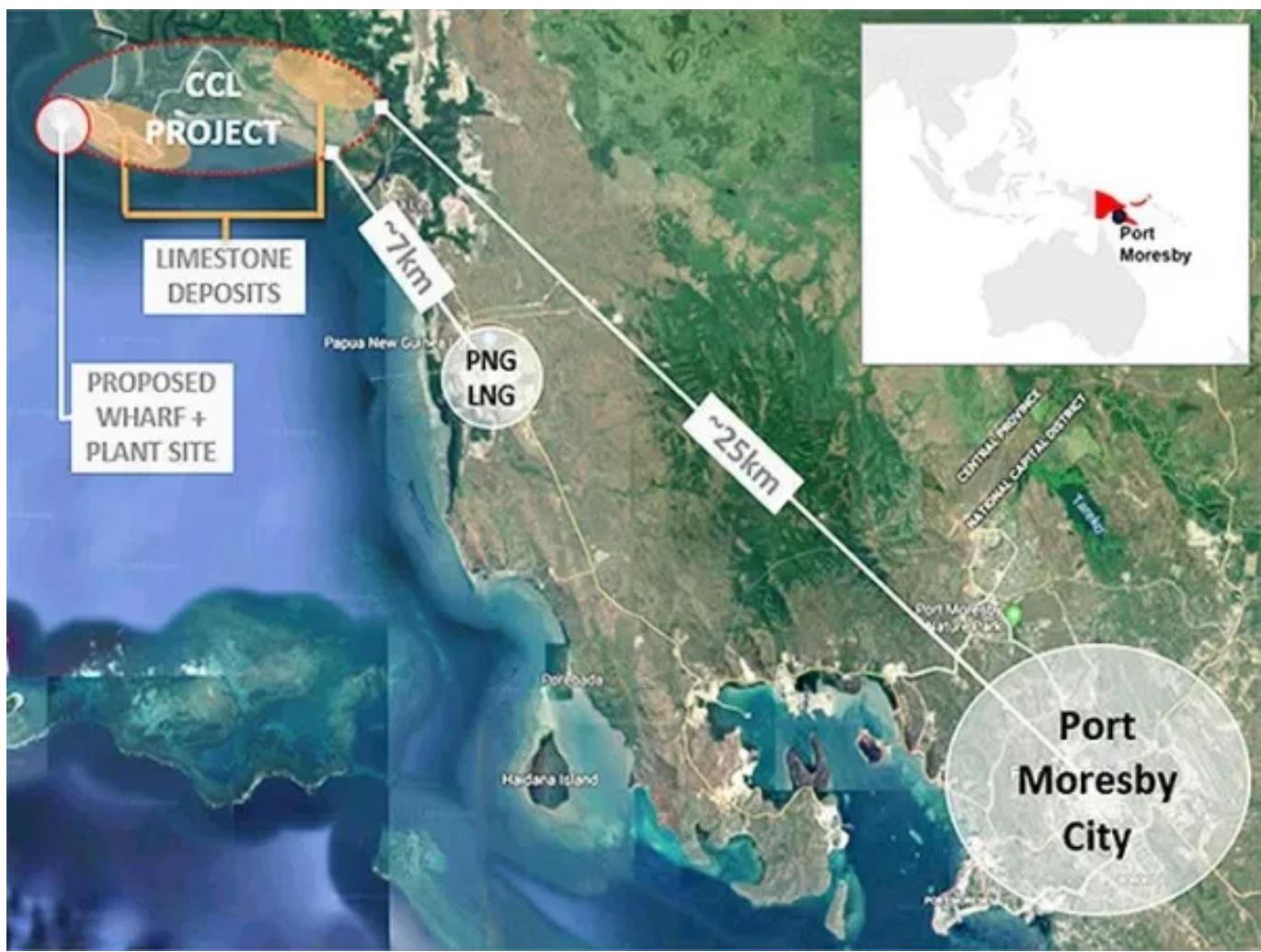
Story continues after advertisement...



'[It is] significantly closer to users in Australia and the South Pacific than other seaborne supply, [which equates with] a lower shipping cost and carbon footprint due to shorter sailing times.'

According to the presentation, the CCL project, if it meets its milestones, will be commissioned in the first quarter of 2022. It is projected to create earnings before interest and tax of US\$96 million (K337 million) per annum.

Industrial sands



Location of the project in EL2303. Credit: Mayur Resources

Mayur Resources has a **diversified portfolio** in PNG, covering not only the CCL project but prospective mining projects for industrial sands, vanadium, titanium, iron and coal, as well as energy.

It has completed the design of a pilot plant for its Orokolo Bay Industrial Sands project. A feasibility study for the project points to a post-tax Net Present Value of US\$131 million (K460 million) and an internal rate of return of 103.7 per cent. The company has increased its estimate of the resource by 40 per cent: from 172.7 to 243 million tonnes.

Meanwhile, its Amazon Bay Project in Central Province is targeted at vanadium, titanium and iron reserves. The annual report describes this as an 'advanced exploration project' but noting that previous exploration focused on the magnetite resource 'without fully pursuing its titanium and significant vanadium potential.'

More controversially, perhaps, the company has a proposed 52.5-megawatt electrical engineering portal (EEP) project for Lae that is planned to combine solar, biomass woodchip, and coal. The biomass component is intended to account for half of the output, reducing the requirement for coal, according to the annual report.

The company also has a prospective coal tenement portfolio in Gulf Province, with the focus on the resource at Depot Creek. Its annual report says the company has conducted a shallow drill program, increasing the reserve to 12.8 million tonnes.

'This now bolsters the pathway for fuel supply to our Central Cement and Limestone Project and Enviro Energy Park (EEP) Power Project, whilst additional outcropping coal at surface in the wider Depot Creek region have been independently assessed as offering a 100 million tonne future coal exploration target.'

The report also confirmed the company's announcement in September that its copper and gold portfolio would be put into a separate vehicle on Toronto's TSX Venture Exchange (TSX-V).



[More](#)



Mining lease granted for Mayur Resources' Papua New Guinea cement and lime project

19 Aug 2020

In "Latest news"



Mayur Resources pursuing diverse projects in Papua New Guinea

12 Aug 2019

In "Features"



In brief: Papua New Guinea and Japan strengthen ties and other business stories

24 Aug 2020

In "In brief"

Filed Under: [Latest news](#), [Mining/petroleum](#), [News](#)

Tagged With: [Mayur Resources](#), [Mining](#), [resource](#)

Leave a Reply

Enter your comment here...

Register to receive our free PNG Business Update emails

* indicates required

Your Email Address *

Your First Name *

Your Last Name *

Subscribe

For other videos on business in PNG, please visit our [Youtube Channel](#)

TWITTER UPDATES

Update: Mayur's big PNG plans, COVID travel rule rundown, Boardroom Briefing, People Moves and more. -...

<https://t.co/wql3sRGFQm> About 4 hours ago

The travel industry has borne the brunt of restrictions during the global pandemic, but things are gradually return...

<https://t.co/tcCA7UnGNj> About 5 hours ago

Cementing their position: [@MayurResources](#) has big plans for #PNG #pngbusiness <https://t.co/dHdfECICD> About 6 hours ago

[Follow us on Twitter](#)

EDITOR'S PICKS



Building trust critical for a successful ecommerce, says digital agency founder

Zha Agabe-Granfar, founder of boutique digital and design solutions agency Verge, shares her top advice for SMEs seeking to thrive ... [\[Read More...\]](#)



In brief: Papua New Guinea's Datec for sale and other business stories

Datec up for sale by tender, Horizon Oil set to leave Papua New Guinea and K92 Mining plans for investment. The business news you ... [\[Read More...\]](#)



Papua New Guinea at risk of losing foreign investment, says head of think-tank

Papua New Guinea should seek to attract more foreign investment in the wake of the COVID-19 crisis. But many of its policies are ... [\[Read More...\]](#)



'Focus on what you can control': showing leadership during Papua New Guinea's pandemic

The COVID-19 pandemic in Papua New Guinea has presented a unique set of challenges to business leaders and owners of all kinds. ... [\[Read More...\]](#)

KINA EXCHANGE RATE

The Papua New Guinea kina's exchange rate (mid-rate) against its main trading currencies, as at 2 November, 2020

USD 0.2860

AUD 0.4027

GBP 0.2191

EUR 0.2424

NZD 0.4295

JPY 29.95

SGD 0.3884

Source: [Bank of PNG](#)

FROM THE BUSINESS ADVANTAGE BLOG

A new magazine in the middle of COVID-19?!

Who would be crazy enough to launch a new magazine during a global pandemic? Guilty. The magazine is called PNG Now, and it's a brand new lifestyle magazine aimed at readers in the Pacific nation of Papua New Guinea (PNG). The post A new magazine in the middle of COVID-19?! appeared first on Business Advantage [...]

'PNG Now': a new lifestyle magazine for Papua New Guinea

This week sees the launch of PNG Now, our bold new lifestyle magazine for Papua New Guinea. The post 'PNG Now': a new lifestyle magazine for Papua New Guinea appeared first on Business Advantage International.

Record online readership for Business Advantage PNG

Readership of businessadvantagepng.com has soared during the COVID-19 pandemic and State of Emergency in Papua New Guinea. Papua New Guinea's online business magazine has broken... The post Record online readership for Business Advantage PNG appeared first on Business Advantage International.

RECENT READERS' COMMENTS

Jerry Baddy on [Defensive driving academy looks to save lives and improve transport efficiency in Papua New Guinea](#)

Raphael on [In brief: Papua New Guinea's Datec for sale and other business stories](#)

Eddie Micky on [Papua New Guinea's second LNG processing site to be located near first LNG site](#)

Eddie Micky on [Papua New Guinea's second LNG processing site to be located near first LNG site](#)

Emmanuel Malken on [Papua New Guinea at risk of losing foreign investment, says head of think-tank](#)

[Privacy policy](#)

Editorial submissions

[Advertise on PNG's top-ranked business media](#)

[Business Advantage International](#)

[Login](#)

[Contact Us](#)

[TOP OF PAGE](#)

COPYRIGHT © 2020 BUSINESS ADVANTAGE INTERNATIONAL