MINING ACT AMENDMENT (No. 2).

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A BILL INTITULED

An Act to amend "The Mining Act, 1891.

Title.

BE IT ENACTED by the General Assembly of New Zealand in Parliament assembled, and by the authority of the same, as follows:-

1. The Short Title of this Act is "The Mining Act Amendment Short Title. Act (No. 2), 1893." It shall be read together with "The Mining

Act, 1891" (herein referred to as "the said Act").

2. Where prospecting operations for gold and silver have to be Advances may be 10 carried on, necessitating the expenditure of not less than two thousand pounds in the erection of pumping and other machinery to test lodes or alluvial drifts at deeper levels than have hitherto been worked, or when it is desirable to construct water-races of great cost for mining purposes, the Minister, on satisfying himself that such 15 prospecting operations are likely to open up a considerable area of ground where mining can be profitably carried on, or that any such water-race is being constructed to his satisfaction, may from time to time authorise a sum of money to be applied out of any

moneys that may be appropriated by Parliament specially for such 20 purposes to any person or mining company as a loan, on conditions that such moneys are refunded out of the first profits derived from working the ground so prospected, or from the use of such water-race respectively, together with interest at the rate of five per centum per

annum.

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(1.) In no case shall any sum be so advanced exceeding onefourth of the actual cost of the prospecting operations, or of the construction of a water-race, nor shall any moneys be so advanced towards carrying on prospecting operations at any places less than five miles apart from each other.

(2.) Before any person or mining company shall apply for a loan for prospecting lodes or alluvial drifts, they shall first obtain the consent of the Minister to carry on the proposed works; and no moneys out of any loan shall be applied to the payment of any work done previous to the

(3.) Prior to payment of any portion of a loan to any person or mining company a certificate shall be forwarded, signed

by an Inspector of Mines, certifying the value of the work

Minister's consent as aforesaid.

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done. Payments shall then be made from time to time on receipt of such certificates, as the work progresses. But in no case shall any payment be made exceeding one-fourth of the value of the work certified to have been done.

Money may be granted on security of machinery and plant of mines. 3. Any sum or sums granted by the Minister towards the purposes hereinbefore mentioned shall be a first charge on the special claim, claim, or licensed holding, water-race, or mining right, and on any engines, machinery, plant, gear, or other appliances erected or constructed therein, thereon, or thereupon respectively; and the 10 Mining Registrar of the Court in which the title to the said special claim, claim, or licensed holding, water-race, or mining right is registered shall enter in the register the amounts so advanced, and the same shall be indorsed on the license or certificate, as the case may be, and registered as a lien or mortgage upon the same, and having prior claim to all others so secured.

Inspector may sue for repayment.

4. In the event of any person or mining company neglecting or refusing to refund the money, so advanced by the Minister, out of the first profits as aforesaid, proceedings for the recovery of the same shall be taken by an Inspector of Mines in the Warden's Court. And the 20 said Inspector, on judgment being obtained for the payment of the said moneys, may enter upon the premises and distrain machinery, tools, goods, chattels, or other property of the said person or mining company, or any private property or properties of all or any of the directors of any such mining company, in respect of such sums 25 of money so advanced.

Mining townships may be laid off. 5. The Warden, on the approval of the Minister, may cause townships to be surveyed and laid off in sections of not exceeding one quarter of an acre each, on any land within a mining district, notwithstanding that such land may be within a coalfields reserve; and 30 the sections in such townships shall be sold at public auction on lease for a period not exceeding ninety-nine years; but such lease shall only entitle the lessee to the right of the surface of the ground, and in no case shall any lessee have power to prevent mining operations being carried on beneath the surface of the land so leased, so 35 long as such operations do not endanger the safety of any building erected thereon, or damage the surface of the ground.

Definition of mining partnership.

6. Section one hundred and seventy-eight of the said Act is hereby repealed, and the following section substituted in lieu thereof:—

A mining partnership exists when two or more persons own a 40 special claim, licensed holding, or any mining right for the purpose of working or using it, and actually engage in working and using the same, or jointly employ others to work or use the same for them, and whether there be a written contract of partnership or not.

7. Section three hundred and twenty-three of the said Act is 45 hereby amended by the addition of the following words at the end of subsection twenty-three thereof:—

Before any safety-cage be first used, it shall be tested in the presence of an Inspector of Mines to show that it is supplied with proper appliances; and no such cage shall 50 be used unless and until such Inspector gives a certificate to the effect that such cage is in fit working order and condition.

Safety-cages to be tested before use.