

Copper Queen Branch/Freeport-McMoRan Corporation 36 West Highway 90 Bisbee, Arizona 85603

November 26, 2008

Ms. Cynthia Campbell Water Quality Compliance Section Arizona Department of Environmental Quality 1110 West Washington Street Phoenix, Arizona 85007

Re: Mitigation Order on Consent No. P-121-07 – September 1, 2008 through November 30, 2008 Status Report

Dear Ms. Campbell,

In accordance with Section V.A. of Mitigation Order on Consent No. P-121-07, by this letter, Freeport-McMoRan Corporation, Copper Queen Branch (CQB) is submitting the fourth Status Report. It covers the period from September 1, 2008 through November 30, 2008, in accordance with ADEQ's February 12, 2008, approval of the schedule for submission of quarterly Status Reports.

Since September 1, 2008, the following measures have been taken under Section III of the MO:

- On October 1, 2008, submitted a September 29, 2008 letter report on the results of monthly sulfate monitoring and trend analysis prepared by Hydro Geo Chem.
- Held a CAG meeting on October 28, 2008.
- On October 29, 2008, submitted the Groundwater Monitoring Report for the Third Quarter 2008 prepared by Hydro Geo Chem.
- Continued well installation and hydraulic testing for Task 2.3 New
 Monitoring Well Installation and Testing. Completed construction of four
 monitoring wells at Sites 8 and 13 (between Sites 6 and 7) Well drilling began
 at Site 4. Pumping tests and initial sampling were completed at wells BMO-5B,
 5M, and 13M.
- A pumping test was conducted at the Garner well for Task 2.4 Additional Hydraulic Testing.

During the next quarter, the following activities will be conducted:

- Complete fourth quarter 2008 groundwater monitoring.
- Continue work on Task 2.3, New Monitoring Well Installation and Testing.
- Hold the next CAG meeting on January 27, 2009.
- Initiate work on Task 3, Sulfate Fate and Transport Evaluation.

• Continue identification and screening of mitigation actions and development, and screening of mitigation alternatives as part of the feasibility study.

If you have any questions regarding this Status Report please contact me or our project manager, Stuart Brown.

Sincerely,

Michael Jaworski Site Manager

Freeport-McMoRan, Copper Queen Branch

cc: Joan Card/ADEQ

Rebecca Sawyer, Freeport Savona Kiessling, Freeport

Stuart Brown/Bridgewater Group, Inc. Jim Norris/Hydro Geo Chem, Inc.