



Copper Queen Branch
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Return Receipt Requested

September 3, 2014

Ms. Mindi Cross
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
June 1, 2014 through August 31, 2014

Dear Ms. Cross:

Freeport Minerals Corporation, Copper Queen Branch (CQB) is submitting the twenty-fifth Status Report in accordance with Section V.A. of Mitigation Order on Consent No. P-121-07. This submittal covers the period from June 1, 2014 through August 31, 2014 in accordance with ADEQ's February 12, 2008 approval of the schedule for submission of quarterly Status Reports.

Since June 1, 2014, the following measures have been taken under Section III of the MO:

- Submitted Second Quarter 2014, status report dated June 2, 2014
- Submitted well inventory update report dated June 30, 2014.
- Submitted Second Quarter 2014, quarterly groundwater monitoring report dated July 9, 2014.
- Completed third quarter 2014 groundwater monitoring except for two samples which will be collected in September.
- On August 5, selected drilling contractor for the expanded groundwater monitoring program.
- In August, started site selection for the bedrock alternative water supply test wells and, initiated access agreement for basin-fill alternative water supply test well.
- Access agreements were signed with Rosemead Properties Inc. and acquired verbal approval from Turquoise Valley Golf Club (TVGC) for monitoring well sites on TVGC property.
- The second Community Advisory Group (CAG) of 2014 was held on June 4, 2014, the third CAG has been tentatively set for September 17, 2014.

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

- Submit third quarter 2014 groundwater monitoring report.

- Begin fourth quarter 2014 groundwater monitoring.
- Begin drilling and construction of monitoring wells for the expanded groundwater monitoring program.
- Begin bid selection process for alternative water supply test wells.
- Hold fourth CAG meeting for 2014.

If you have any questions regarding this Status Report, please contact me at (520) 432-6206 or our project manager Stuart Brown at (602) 366-8303.

Sincerely,

A handwritten signature in black ink that reads "William Hart". The signature is written in a cursive style with a long horizontal stroke at the end.

William Hart
Sr. Environmental Scientist
Freeport Minerals Corporation

cc: Stuart Brown/Freeport-McMoRan Copper and Gold
Robert Quintanar/Freeport Minerals Corporation, Copper Queen Branch
Sheila Deely/Freeport-McMoRan Copper and Gold
Jim Norris/Clear Creek Associates