Copper Queen Branch 36 West Highway 92 Bisbee, Arizona 85603 Robert J. Quintanar Manager, Operations 520.432.6209 rquintan@fmi.com

VIA CERTIFIED MAIL # 7015 1520 0002 5365 8291 Return Receipt Requested

June 1, 2017

Ms. Nirupma Bhatia 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 March 1, 2017 through May 31, 2017

Dear Ms. Bhatia:

Freeport Minerals Corporation, Copper Queen Branch (CQB) is submitting the thirty-sixth Status Report in accordance with Section V.A. of Mitigation Order on Consent No. P-121-07. This submittal covers the period from March 1, 2017 through May 31, 2017 in accordance with ADEQ's February 12, 2008 approval of the schedule for submission of quarterly Status Reports.

Since March 1, 2017, the following measures have been taken under Section III of the MO:

- Continued work on the Conceptual Design and Critical Path Analysis Study due to ADEQ by July 1, 2017.
- Submitted the third Annual Groundwater Monitoring Report on March 1, 2017.
- Submitted the third Annual Mitigation Performance Review Report on April 12, 2017.

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

- Conduct third quarter groundwater monitoring and quarterly groundwater sampling on newly installed wells for the expanded groundwater monitoring network. All new wells have now been sampled for a minimum of eight (8) continuous quarters.
- Schedule the annual CAG meeting for 2017.
- Submit the Conceptual Design and Critical Path Analysis Study to ADEQ.



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If you have any questions regarding this Status Report, please contact me at (520) 432-6209 or our project manager Stuart Brown at (602) 366-8303.

Sincerely,

Robert Quintanar

Manager

Copper Queen Branch

cc: David Lelsz, ADEQ

Stuart Brown/Freeport-McMoRan Corporation

Fernando Alday/Freeport Minerals Corporation, Copper Queen Branch

Sheila Deely/Freeport-McMoRan Corporation

Jim Norris/Clear Creek Associates