

Freeport-McMoRan Sierrita Inc.
6200 W. Duval Mine Rd.
PO Box 527
Green Valley, Arizona 85622-0527

June 30, 2008

Via Certified Mail # 7006 2150 0004 3661 3271
Return Receipt Requested

Mr. Robert Casey
Arizona Department of Environmental Quality
Water Enforcement Unit
1110 West Washington Street
Phoenix, Arizona 85007-2935

Re: Mitigation Order on Consent No. P-50-06
April 1, 2008 through June 30, 2008 Status Report

Dear Mr. Casey:

In accordance with Section V.A. of Mitigation Order on Consent No. P-50-06, Freeport-McMoRan Sierrita Inc. (Sierrita) submits the Status Report covering the period from April 1, 2008, through June 30, 2008.

Since the last Status Report was submitted, the following measures have been taken under Section III of the Mitigation Order:

- Sierrita completed second quarter 2008 groundwater monitoring activities.
- On April 23, 2008, Sierrita held the first 2008 Community Advisory Group (CAG) meeting as required by Section III.G of the Mitigation Order.
- Arizona Department of Environmental Quality (ADEQ) and Sierrita representatives met twice during May 2008 to discuss ADEQ's comment on the Sierrita Aquifer Characterization Report (ACR), contained in an ADEQ letter dated April 24, 2008.
- On June 12, 2008, Sierrita submitted a letter to ADEQ containing responses to ADEQ's comment letter on the ACR.
- On June 27, 2008, Sierrita submitted to ADEQ the *Second Quarter 2008 Groundwater Monitoring Report, Tasks 2.2 of Aquifer Characterization Plan for Mitigation Order on Consent Docket No. P-50-06*.

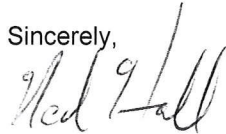
During the next quarter, the following activities will be completed:

- Hold the next CAG meeting during third quarter 2008.
- Submit revised Aquifer Characterization Report (ACR) following receipt of ADEQ approval of Sierrita's June 12, 2008 comment response letter.
- Continue preparation of the Feasibility Study.
- Complete third quarter 2008 groundwater monitoring activities by September 30, 2008.

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Please do not hesitate to contact Mr. Stuart Brown at (503) 675-5252 or myself at (520) 648-8857 if you have any question regarding this submittal.

Sincerely,



E. L. (Ned) Hall
Chief Environmental Engineer

ELH:ms
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xc: Joan Card, Arizona Department of Environmental Quality
Cynthia Campbell, Arizona Department of Environmental Quality
John Broderick, Sierrita
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Stuart Brown, Bridgewater Group, Inc.
Jim Norris, Hydro Geo Chem, Inc.