State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

Fernando Martinez, Director Mining and Minerals Division



March 7, 2018

Sherry Burt-Kested, Manager Environmental Services Freeport-McMoRan Chino Mines Company P.O. Box 10 Bayard, NM 88023

RE: Transmittal of Approved Permit Modification 17-2 Continental Mine, Grant County, New Mexico

Dear Mr. Shelley:

The New Mexico Mining and Minerals Division ("MMD") hereby acknowledge the approval of Permit Modification 17-2 of Permit No. GR002RE transferring the permit for the Continental Mine from Freeport-McMoRan Cobre Mining Company ("Cobre") to Freeport-McMoRan Chino Mines Company ("Chino"), in accordance with 19.10.8.802 NMAC. It is our understanding that mining operations at Cobre authorized under Permit GR002RE have been consolidated with Chino's mining operations and that Cobre has been dissolved as a legal entity; although Permit GR002RE remains in effect for the Continental Mine and is not consolidated with Chino Permit GR009RE. If you have any questions, please contact me at (505) 476-3436 or via e-mail at: james.hollen@state.nm.us.

Sincerely,

James Hollen, Permit Lead - GR002RE

gun Illen

Mining Act Reclamation Program ("MARP")

Enclosure: Permit Modification 17-2 to Permit GR002RE

cc: Fernando Martinez, Director, MMD

Holland Shepherd, Program Manager, MARP/MMD Doug Haywood, Las Cruces District Office, BLM

Allyson Siwik, Executive Director, GRIP

Ghassan Musharrafieh, Chief, Hydrology Bureau, NMOSE

Dr. Matthew Wunder, Ph.D., Chief, Ecological & Environmental Planning Division, NMDG&F

Dr. Bob Estes, Ph.D., Archaeologist, NMDCA-HPD

Jeff Lewellin, Mining Act Team Leader, MECS/NMED-GWQB

Mine File GR002RE