

MEMORANDUM FOR RECORD  
PROPERTY OWNERS AT 239 FIERRO ROAD, ARMANDO R. MACIAS AND ANTONIO MACIAS

20 November 2014

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SUBJECT: Meeting on 19 November 2014 between Freeport-McMoRan Cobre Mining Company (Mr. Bruce Taylor and Thomas Head) and owners of property at 239 Fierro Road (Antonio Macias and Armando Macias)

On 29 November 2014 Antonio and Armando Macias met with representatives of Freeport-McMoRan Cobre Mining Company. There were two separate meetings, one was held at 239 Fierro Road with Mr. Tom Head and the other was held at the parking lot of the Cobre Mining Company security shack. The purpose of the first meeting with Mr. Head was discussion on property boundaries of the property at 239 Fierro Road and possible sale of the property. The purpose of the second meeting was to discuss questions posed by Armando Macias on a letter to the New Mexico Mining Division. The questions were in relation to, Freeport-McMoRan Cobre Mining Company Permit No. GR002RE, Notice of Application to Change the Permit Boundary & Design Limits.

Discussion on First Meeting: After initial greetings Armando Macias explained to Mr. Head that there was concern that the Haulage road might affect future plans that the Macias family have for the property. He explained that Macias family was considering a couple of options in regard to the property at 239 Fierro Road. The following are the options:

1. Develop the property by demolishing existing structures, flattening the terrain, and building structures that would include Recreational Vehicle (RV) connections for water, sewage, and electricity.
2. Sell the property to Cobre Mining Division

Based on the options Armando explained that the first issue that had to be taken care of was the official boundaries of the property, records at the Grant County Assessor's office contain dimensions of the property, however there is no starting point for the dimensions. At this time the property location has had two surveys done in the last 14 years. One survey was done at the request of the Cobre Mining Company in April 6, 2000, and the second survey was done at the request of Armando and Antonio Macias on June 19, 2012. Armando explained that since there is no starting point the survey done in 2012 was to establish the fence line of the property. He further explained that the fence on the property has been in existence for approximately the last 50 years. Once the boundaries are established Armando indicated that development of the property would commence. Other discussion by Armando and Antonio centered on a water source and asked for the future plans of the mine in relation to property boundaries. Tom Head presented a map of the area that included proposed Haulage Road and a utility corridor. Tom also explained that there is a plan for the road to water source at El Ojito to remain open. There was also discussion on the sale of the property to the Cobre Mining Company.

Discussion on Second Meeting: The second meeting included Armando and Antonio Macias, Tom Head, and Bruce Taylor. The discussion at this meeting centered on Mr. Bruce Taylor answering questions asked by Armando Macias on a letter to the New Mexico Mining Division. One of the concerns was that Fierro Road would remain open from Highway 152 all the way to the Gila National Forest. Bruce indicated that the plan provides for Fierro Road to remain open to the Forest by building a culvert type structure under the proposed Haulage road. He also indicated that there will be a short period of time during construction of the structure that the road would be closed. Another concern of Armando's was the future plans Cobre Mining Company had for the area around the property at 239 Fierro Road. Bruce indicated that the plans for at least the next 12 years to 2026 would not affect any portion the property

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at 239 Fierro Road directly or indirectly. Bruce said that plans are to mine the ore at Hanover Mountain and resume mining operations at the open pit. He indicated that there is a plan to lower the current rock tailings close to the property at 239 Fierro Road, but would not go past Poison Creek Road. Armando asked a question about drilling a well on his property and what are the chances that the water would be non-potable because of contamination. Bruce said he did not know and I would have to get with the Hydrologist. Armando asked about the effect of the Haulage road on the St. Anthony's Church and the Fierro Cemetery. Bruce indicated there would be no effect.

During the discussions Bruce presented a map of the area, with a detailed brief on the map of Cobre Mining Company plan. He answered all questions that Armando and Antonio presented in relation to the Freeport-McMoRan Cobre Mining Company Permit No. GR002RE, Notice of Application to Change the Permit Boundary & Design Limits. At the conclusion of the discussion Bruce asked if he had answered all the questions we had. Antonio and I were satisfied that all questions were answered, asked if he could call the New Mexico Mining Division and state that our questions had been answered. Armando said yes and he indicated to Bruce that he would also call the New Mexico Mining Division and indicate that from his personal perspective there was no need for a Public Hearing on the Freeport-McMoRan Cobre Mining Company Permit No. GR002RE, Notice of Application to Change the Permit Boundary & Design Limits.

End of meeting.

*Original Signed*

Armando R. Macias  
Property Owner

*Original Signed*

Antonio Macias  
Property Owner

*Original Signed*

Bruce D. Taylor  
Manager  
Freeport-McMoRan Cobre Mining Company

*Original Signed*

Thomas Head  
Resource Manager  
Freeport-McMoRan Cobre Mining Company