



Freeport-McMoRan Inc.
333 North Central Avenue
Phoenix, AZ 85004

May 2, 2016



CS
5/4/2016

Jerry Roose
Director, North American Environmental Operations
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E-mail: Gerald_Roose@fmi.com

**CERTIFIED MAIL
RETURN RECEIPT REQUESTED**

Mr. Fernando Martinez
Division Director, Mining & Minerals Division
Energy, Minerals, and Natural Resources Department
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Ms. Michelle Hunter
Bureau Chief
Ground Water Quality Bureau
New Mexico Environment Department
1190 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: Freeport-McMoRan Chino Mines Company Third Party Guarantee for MMD Permit No. GR009RE and NMED Discharge Permit DP-1340

Dear Mr. Martinez and Ms. Hunter:

In accordance with Section 5.B Financial Soundness and Section 11. Notice Procedure of the Third Party Guarantee for Freeport-McMoRan Chino Mines Company, Freeport-McMoRan Inc. (FCX) is notifying you of an increase in the amounts listed in Exhibit A that are guaranteed by the Corporation.

FCX recently issued a guarantee to the Arizona Department of Environmental Quality for an Aquifer Protection Permit on behalf of Freeport-McMoRan Safford Mine. The new total face amount of the closure and post-closure costs guaranteed by permit No. P-100534 are \$27,653,766.

Please contact the undersigned or our counsel, Dalva Moellenberg of Gallagher & Kennedy, if you have any questions regarding this submittal.

Sincerely,
Jerry Ellis for Jerry Roose
Jerry Roose

Cc: Chino Mines Company
L. Richards McMillan, II Senior Vice President
and General Counsel