

Tyrone Operations P.O. Box 571 Tyrone, NM 88065

April 29, 2020

Certified Mail #9171999991703580010307 Return Receipt Requested

Ms. Rebecca Roose New Mexico Environment Department Groundwater Quality Bureau Mining Environmental Compliance Section P.O. Box 5469 Santa Fe, NM 87502

Certified Mail #9171999991703580010314 Return Receipt Requested

Mr. Jerry Schoeppner
Energy, Minerals & Natural Resources Dept
Mining and Minerals Division
Mining Act Reclamation Program
1220 South St. Francis Drive
Santa Fe, NM 87505

Dear Ms. Roose and Mr. Schoeppner:

Re: Freeport-McMoRan Tyrone Inc.
Closure/Closeout Plan and Reclamation Cost Estimate

This letter transmits Freeport-McMoRan Tyrone Inc.'s final updates to the Closure/Closeout Plan (CCP) and Reclamation Cost Estimate (RCE) as part of its pending application to revise Permit GR010RE and to renew and modify Discharge Permit (DP) 1341. Tyrone requests that the New Mexico Department of Energy, Minerals and Natural Resources Mining and Minerals Division (MMD) and the New Mexico Environment Department (NMED) review and approve this submittal, which is a component of Tyrone's Closure/Closeout Plan.

The following documents are included with this letter.

- Tyrone Closure/Closeout Plan Update
- Tables, Figures, and Plates
- Engineering Drawings
- Facility Characteristics Forms
- Earthwork Cost Estimate Summary Report
- Basis of Cost Estimate for Water Management and Treatment
- Characterization and Volumetrics of Gila Conglomerate and Precambrian Granite Reclamation Cover Materials
- Tyrone Stockpile Slope Stability Analysis for 2013 Closure Close-Out Plan Update (including 2014 Little Rock In-Pit Waste Stockpiles for information purposes)

Tyrone will submit redlined pages showing changes to the 2013 Tyrone Mine Closure/Closeout Plan Update report (CCP report), tables, and the cost estimate process on April

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30, 2020. Other pages will be included listing changes to cost estimate, cost estimate process appendices, figures, drawings, and plates. Below is a summary of most of the changes.

- Update facility names
- Update and add notes for clarity

See the Cost Summary table (in Section 1.7) of the attached CCP report. This report shows the revised total earthwork and water management cost is \$431,071,806 (current dollars). A Net Present Value calculation and Tyrone's proposal for financial assurance instruments will be forthcoming.

A paper copy of the attached document will be sent via USPS later. Should you have questions or comments regarding this submittal, please contact Ms. Mandy Lilla at (575) 912-5388.

Sincerely,
Brown Mc Sill

Brian D. McGill Environmental Manager Environmental Services

BDM:mjl Attachments 20200429-101

c: Keith Ehlert - NMED (Via Electronic)
David Ohori - MMD (Via Electronic)