



Cyprus Amax Minerals Company  
9100 East Mineral Circle  
Post Office Box 3299  
Englewood, Colorado 80155  
303-643-5000

September 23, 1994

Ms. Pat Ryan  
Commercial Leasing Administrator  
Arizona State Land Department  
1616 West Adams  
Phoenix, AZ 85007

**PROOF OF INSURANCE**

Dear Ms. Ryan:

Enclosed is an original Certificate of Insurance dated September 16, 1994 which covers multiple State of Arizona Commercial Leases held by Cyprus Bagdad Copper Corporation and Cyprus Christmas Mine Corporation. The Certificate covers the following commercial leases:

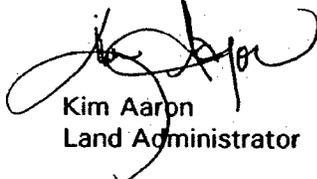
<u>Commercial Lease No.</u>	<u>Company</u>	<u>Cyprus File No.</u>
329	Cyprus Bagdad Copper Corporation	100919
03-970	Cyprus Bagdad Copper Corporation	100921
03-877	Cyprus Bagdad Copper Corporation	100935
03-878	Cyprus Bagdad Copper Corporation	100936
981-01	Cyprus Bagdad Copper Corporation	100937
981-02	Cyprus Bagdad Copper Corporation	100938
1244	Cyprus Bagdad Copper Corporation	100939
03-1393	Cyprus Bagdad Copper Corporation	100940
28743	Cyprus Bagdad Copper Corporation	100941
28744	Cyprus Bagdad Copper Corporation	100942
31360	Cyprus Bagdad Copper Corporation	100943
34614	Cyprus Bagdad Copper Corporation	100944
37799	Cyprus Bagdad Copper Corporation	100946
43488	Cyprus Bagdad Copper Corporation	100954
43489	Cyprus Bagdad Copper Corporation	100955
43490	Cyprus Bagdad Copper Corporation	100956
59538	Cyprus Bagdad Copper Corporation	100957
78666	Cyprus Bagdad Copper Corporation	100958
03-85112	Cyprus Bagdad Copper Corporation	100959
03-1452	Cyprus Christmas Mine Corporation	102000
03-1045	Cyprus Christmas Mine Corporation	102001
03-30007	Cyprus Christmas Mine Corporation	102004

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The August 15, 1994 Notice regarding the annual proof of insurance for Commercial Lease 03-329 was addressed to Cyprus Mines Corporation but should be addressed to Cyprus Bagdad Copper Corporation. Enclosed are documents which evidence transfer of said interest to Cyprus Bagdad Copper Corporation per June 1, 1988 letter from Gina L. Watt to the Arizona State Land Department. Also enclosed is a copy of the August 12, 1992 Insurance Notice for Lease 03-329 addressed correctly to Cyprus Bagdad Copper Corporation; I'm not sure why the most recent Notice is addressed to Cyprus Mines Corporation. Please update the lease records to show Cyprus Bagdad Copper Corporation as the addressee.

Should you have any questions or need additional information please contact me at (303) 643-5140.

Yours truly,



Kim Aarn  
Land Administrator

Enclosures

G. Bulloch  
J. Spehar  
T. Owens

# Certificate of Insurance

TO: Arizona State Land Department  
 Address: 1616 W. Adams  
 Phoenix, AZ 85007

Date: September 16, 1994  
 Re:

This is to certify that the policies designated below are in force on the date borne by this Certificate.

NAME OF INSURED: Cyprus Amax Minerals Company et al  
 9100 East Mineral Circle  
 Address: Englewood, CO 80112

TYPE OF INSURANCE	POLICY #	POLICY PERIOD	POLICY LIMITS/VALUES
A) Commercial General Liability - Claims Made, Retro Date: 4/1/94 a) All States b) Texas	GL3197125 GL3197127	04/01/94 - 04/01/95	\$ 6,000,000 General Aggregate \$ 6,000,000 Product/Completed Operations Aggregate \$ 2,000,000 Personal and Advertising Injury \$ 2,000,000 Each Occurrence \$ 2,000,000 Fire Damage (Any One Fire) \$ 10,000 Medical Expense (Any One Person)
B) Auto Liability a) All States b) Texas	CA1431816 CA1431819	04/01/94 - 04/01/95	\$2,000,000 CSL Each Occurrence
C) Workers' Compensation Employers' Liability California Only	C016120-02	09/01/94 - 09/01/95	WC: Statutory EL: \$2,000,000 Each Accident \$2,000,000 Disease - Policy Limit \$2,000,000 Disease - Each Employee
D) Workers' Compensation Employers' Liability Other States	C016116-02	09/01/94 - 09/01/95	WC: Statutory EL: \$2,000,000 Each Accident \$2,000,000 Disease - Policy Limit \$2,000,000 Disease - Each Employee
E) Excess Workers' Compensation	EX-335	09/01/94 - 09/01/95	Company's Limit of Indemnity Each Occurrence: Statutory Self Insured Retention: \$1,000,000

This certificate is as respects lease with Cyprus Christmas Mine Corporation and Cyprus Bagdad Copper Corporation.  
 Auto Liability does not include Arizona due to self-insured filing.

This certificate of insurance neither affirmatively nor negatively amends, extends or alters the coverage afforded by those policy(ies) which numbered above and which issued by companies listed below.

Should any of the above described policies be cancelled before the expiration date thereof, the issuing company will endeavor to mail 30 days written notice to the above named certificate holder, but failure to mail such notice shall impose no obligation or liability of any kind upon the company, or upon this agency.

INSURANCE COMPANY(IES)  
 ISSUING COVERAGE:

- A)B) National Union Fire Ins. Co.
- C)D)E) Old Republic Insurance Company



2000 Bering Dr., Suite 900  
 Houston, Texas 77057  
 P.O. Box 36429  
 Houston, Texas 77236-6429  
 Phone: 713/783-6600  
 Telex: 791-393  
 Int'l. Telex: 166-283-00 166-284  
 Telecopier: 713/783-7241

By   
 Authorized Representative