ZONE A REMEDIAL ACTIVITIES UPDATE

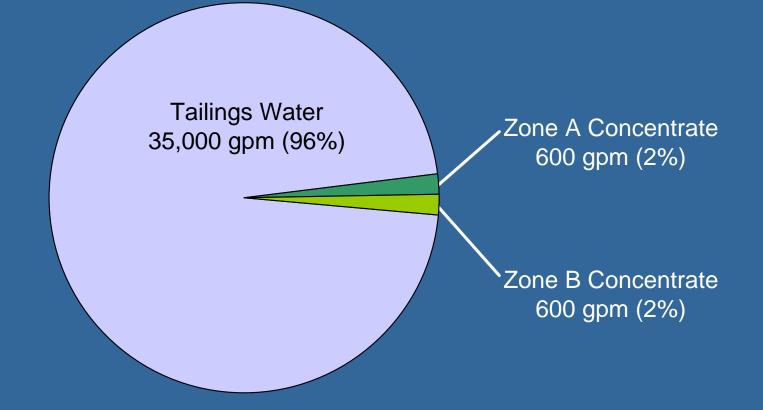
Kelly Payne Kennecott Utah Copper Corporation

June 16, 2004

TONIGHT'S DISCUSSION

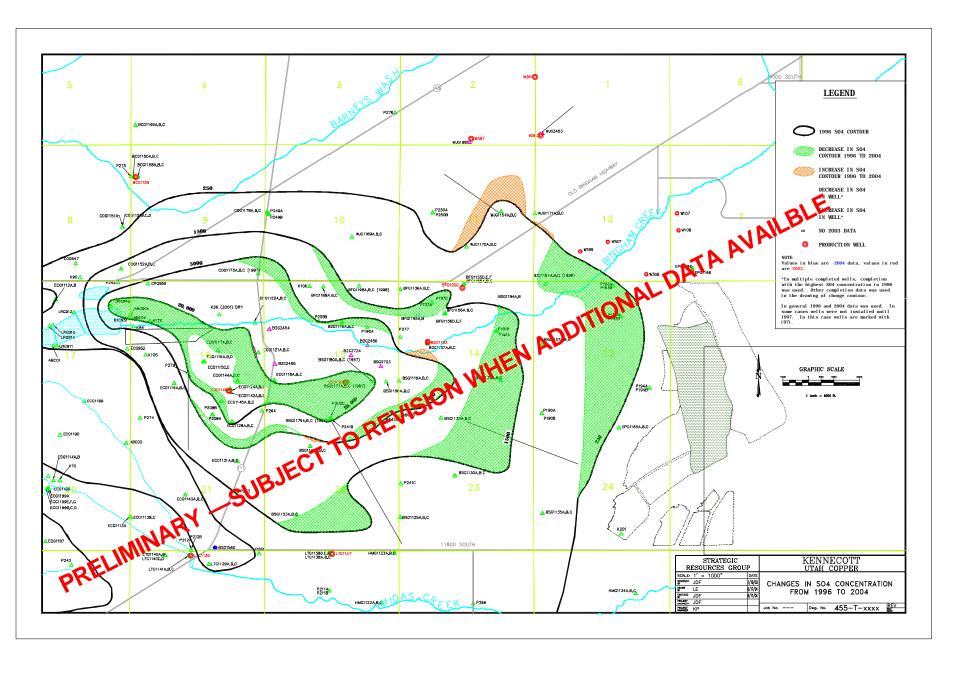
- Effects of RO concentrate disposal to KUCC tailings impoundment
- Preliminary 2004 Zone A monitoring results
- Revised Zone A groundwater extraction plan
- Zone A RO Plant update
- Acid water treatment update

CONCENTRATE FLOW CONTRIBUTIONS TO TAILINGS SYSTEM



WATER CHEMISTRY COMPARISON

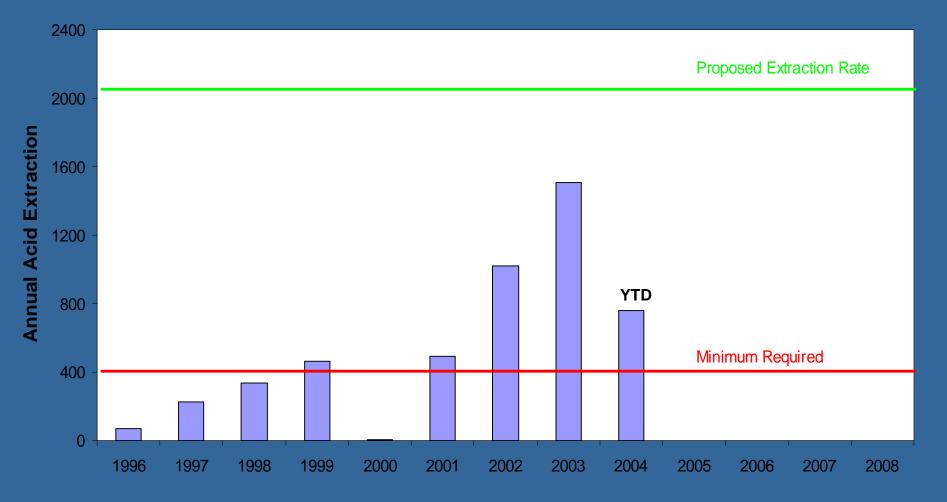
	Average	Typical	Typical	
Parameter	Tailings Water	Zone A	Zone B	
(mg/l)	2002	Concentrate	Concentrate	Composite
Discharge (gpm)	35,000	600	600	36,200
TDS	7,934	10,317	8,304	7,980
рН	6.97	7.30	7.57	6.99
SO4	4,103	5,971	3,100	4,117
Ca	716	2,054	1,500	751
Cl	1,623	680	920	1,596
K	142	19	18	138
Mg	510	620	540	512
Na	940	294	500	922
AI	0	<0.010	<0.125	0
As	0	0	<0.02	0
Cd	0	<0.001	<0.0025	0
Cu	0.155	0.027	0.022	0.151
Mn	12	<0.010	<0.01	12
Pb	<0.005	<0.005	<0.0025	<0.005
Se	0.042	0.014	0.020	0.041
Zn	0.054	0.022	<0.025	0.053

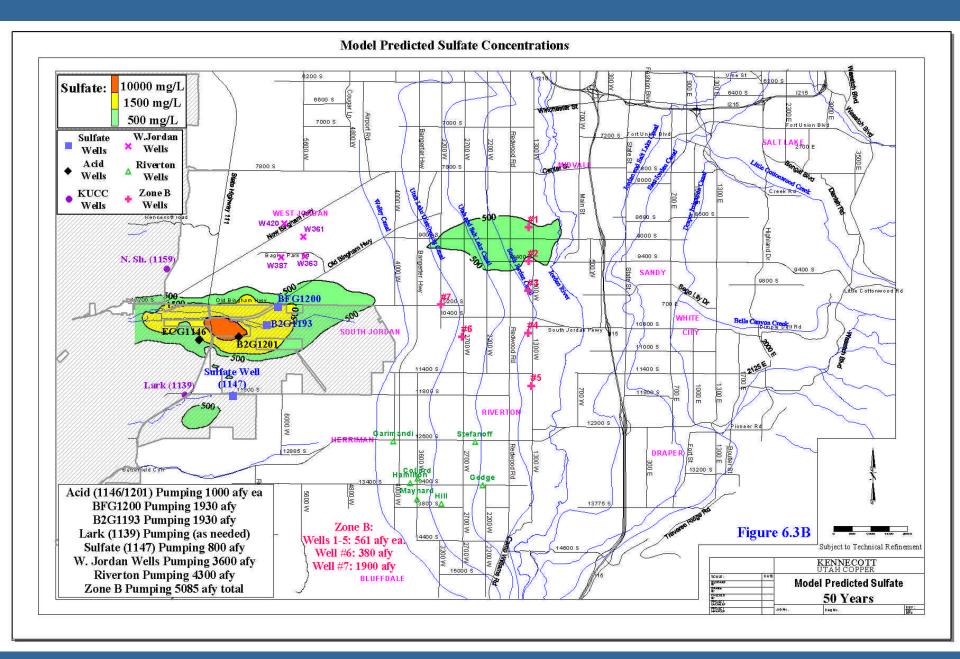


ZONE A REMEDIAL EXTRACTION PLAN

Planned annual extractions:
Barrier Wells/RO Feed: 4670 afy
Acid Wells: 2020 afy

ZONE A REMEDIAL EXTRACTION PLAN





ZONE A RO PLANT UPDATE

- Operation of Phase 1 (1,500 gpm) was started in September 2003
- Detailed Design of Phase 2 is in progress (70% complete)
- Conditional Use Permit was obtained
- Building Permit has been obtained
- Application for System Number was submitted to the Division of Drinking Water

ACID WATER TREATMENT UPDATE

- Acid Well #2 began pumping in August 2003
- Current projections suggest excess neutralization potential in tailings through early 2007.