

Site: Freeport-McMoRan Safford Operations Date: May 8, 2019

<u>Purpose</u>

Freeport-McMoRan hosts the <u>Community Partnership Panel</u> to inform stakeholders about operational activities and to foster open and ongoing dialogue to develop thoughtful solutions to enhance the sustainability of our communities.

Industry / Business Updates

For the most recent FCX financial information please visit: <u>Freeport-McMoRan Investor Center</u>. For a copy of the 2018 Annual Report, please visit: <u>Freeport-McMoRan Annual Report & Proxy</u>.

<u>Safford operations</u> employs nearly 1,100 as development at Lone Star continues. Upon completion of mining at San Juan in 2020, employment is anticipated to decrease to approximately 1,000. Approximately 360 contractors are supporting various activities on the Lone Star project, including upgrades to existing processing infrastructure and construction of a new leach pad, slated for completion in 2020. Project construction activities continue 24 hours per day. Consequently, residents will continue to see additional lights around some construction areas overnight. The Central Analytical Services Center and Technology Center at Sanchez, process support sites located in Graham County, have a combined employment total of approximately 200.

<u>Morenci operations</u> in Greenlee County currently employs approximately 3,700 with a daily average of 1,300 contractors supporting ongoing operations and sustaining capital projects at the site including development of the American Mountain Mine – with an associated Highway realignment – and renovations at the Clifton Training Center.

Community Development Updates

Each April, Freeport-McMoRan employees around the globe give back to communities through volunteer service. In Graham County, employees supported the 17th annual Global Volunteer Month by serving at: Eastern Arizona College Engineering Day, Eastern Arizona College Chemistry Adventure, and Special Olympics of Arizona Regional Track and Field Competition.

Our Commitment to Social Investing

During the first quarter of 2019, Safford operations was proud to support and partner with the community on the following initiatives and projects:

- Eastern Arizona College Engineering Day
- Mt. Graham Regional Medical Center Foundation HealthRaisers Events
- Southeastern Arizona Sportsmen Club 2019 Big Buck Contest and Fundraiser
- Rocky Mountain Elk Foundation Chapter 2019 RMEF Section Banquet Fundraiser
- Safford Rotary Club 39th Annual Safford Rotary Track Meet



• Gila Valley Idol

The Freeport-McMoRan Foundation is committed to investing in the community through programs and projects that build community capacity and sustainability.

- ASU Lodestar Center Capacity Building Workshop on April 17, 2019
- Graham County Community Investment Fund → Application deadline was May 1 and 10 grant applications were received. Grant decisions and notifications will be made by August 1.

Project updates were provided on two recent Graham County CIF grants:

Boys & Girls Club of the Gila Valley – \$30,000 for the Club Shuttle Bus project in 2018 Together with the United Way of Graham & Greenlee Counties, combined award funds of \$130,000 supported the Club's purchase of two shuttle buses to replace vans nearing end of service life. This will enable the organization to sustain and grow service levels by maximizing the number of youth they can transport each day and allow additional families to utilize Club programs and services. The shuttle buses were purchased from Kempton Chevrolet-Buick in Safford and will soon be in service.

Town of Pima – *\$25,000 for the Highway 70 Commercial Complex project in 2017* Grant funds provided seed monies for the development and construction of a new commercial complex in Pima, removing blight of an abandoned property and replacing it with office, warehousing and manufacturing space under one roof. With commercial space at a premium in Pima, the addition of this complex supports business retention and expansion for local companies on the cusp of scale-up business growth opportunities. The Optimal Health Centre was completed in March 2019 and its occupant has nearly tripled its workforce since the project's inception.

<u>STEM Grants for Education</u> are another way the Freeport-McMoRan Foundation can invest in the classroom. In 2019, **\$99,860** was invested toward projects that support STEM in the classroom.

The 13th Annual Rural Policy Forum will be hosted in Eagar-Springerville! The Local First Arizona Foundation and Arizona Rural Development Council are excited for the opportunity to bring the 2019 conference to Apache County, **August 7 – 9**. Join more than 300 rural leaders and stakeholders for capacity-building sessions, receptions, hands-on workshops, and keynote presentations.

The CPP meets on a quarterly basis – for more information please contact Sean Wenham at (928)792-5937 or <u>swenham@fmi.com</u>.

