

COMMUNITY PARTNERSHIP PANEL

Meeting Notes Summary

Ajo Operations

March 2, 2023

Purpose

The [Community Partnership Panel](#) is hosted by Freeport-McMoRan to keep the community informed about operational activities, and to foster open and ongoing dialogue to develop thoughtful solutions and address community issues.

Industry / Business Update

For the most recent company financial information, please visit: [Freeport-McMoRan Investor Center](#). The industry / business update video from Josh Olmsted, President and Chief Operating Officer-Americas can be accessed [here](#).

Ajo Operations Update

- Tailings impoundment scrap metal cleanup underway
- Vat leach tailings slope erosion repairs underway
- 2023 drilling program:
 - Project objectives – Gather geologic, geomechanical and geometallurgical information
 - Tentative schedule of the entire drilling project – April to September 2023
 - Road work for access to project areas has begun
 - Surveys will begin in April / May
 - Drilling on lean ore stockpile and between Ajo pit and tailings planned to begin in June
- Exploration and sampling testing process was discussed:
 - The exploration workflow is iterative and highly collaborative
 - Each project is developed by representatives from multiple teams within and outside of Freeport-McMoRan
 - Retrieving samples, through drilling for example, is only one step in a complex, iterative process to better understand a given area
 - Significant time is required to plan a project, retrieve samples, analyze those materials, process, and interpret results, and integrate these data to inform future decision making

Ajo Improvement Company (AIC) Update

AIC shared highlights of the projects completed in 2023. These included:

- Improved reliability effort to prevent unplanned outages through upgrades in the electrical system
- A notable positive impact on our customers' power quality
- Continued the street light replacements throughout the AIC district, which will total 84 units by year end
- Dark-sky compliant and high-efficiency illumination and increased public safety
- Water pressure consistency regulated across the utility district to help address concerns raised by customers
- A robust maintenance program is in place at the critical water treatment plant

- The AIC plant provides water to all Ajo as it is also the source to the two other utilities in the area
- Modernization of our monthly bills providing customers with better information on their rates and historical usage
- Administrative improvements to our Low-Income Assistance program, which has been heavily utilized and is administered locally

Community Engagement / Development Update

Our Commitment to Social Investing

Freeport-McMoRan Foundation is pleased to share the following updates for the 2023 Social Investment fund:

- Application only, no letter of intent
- True Impact Forecast completed only by those awarded funds
- Application opens in May and closes in July
- Priority Areas
 - Education and Workforce Development
 - Economic Opportunity
 - Capacity and Leadership

We continued to engage with the Ajo community regarding our three priority areas during the first quarter. Some of the engagements included:

Economic Opportunity

- Ajo Chamber of Commerce – Love Works Ajo Desert Festival
- Ajo Community Golf Course – 44th Annual Fiddlers Contest
- Desert Senita Community Health Center – Health Fair
- Alliance of Arizona Nonprofit
- Arizona Economic Recovery Center

Capacity and Leadership

- Sonoran Desert Inn and Conference Center Community Leadership Accelerator Scholarship

Grievance Management Procedure

Freeport-McMoRan has a process to receive, record and respond to local questions, comments and concerns. We encourage all stakeholders to reach out to us.

- **Talk** with your local Freeport-McMoRan or Community Development representative
- **Call** the Community Information and Grievance Line at 877-629-2609, 24 hours a day, seven days a week (English or Spanish)
- **Email** communitydevelopment@fmi.com or via FreeportInMyCommunity.com/contact
- **Send mail to** Freeport-McMoRan Community Development – 333 N. Central Ave., Phoenix, AZ, 85004

Ajo operations received one grievance this quarter. The topic of concern included derelict houses that were rumored to belong to Freeport-McMoRan. Our investigation revealed that these homes are not owned by Freeport. Freeport only owns two homes in Ajo. These homes are very well maintained and regularly used by Freeport employees. Year to date, Ajo operations has received one grievance which has been closed. There are no active grievance from the past year.

The CPP (Community Partnership Panel) meets on a quarterly basis – for more information please contact Rita Lloyd-Mills at rlloydsmills@fmi.com or (480) 340-4762.