

TRANSFORMING TOMORROW TOGETHER

Community Partnership Panel Meeting Summary

Safford Operations November 8, 2017

Purpose

The <u>Community Partnership Panel</u> is hosted by Freeport-McMoRan to keep the community informed about operational activities and to foster open and ongoing dialogue to develop thoughtful solutions to address community issues.

Safety Share

The safety and health of all Freeport-McMoRan (FCX) employees, along with our commitment to the environment, are of the highest priority. Our objective is zero workplace injuries and occupational illness.

Industry/Business Update

For the most recent FCX financial information please visit: Freeport-McMoRan Investor Center

Safford operations received its 404 permit from the Army Corps of Engineers in October 2017 and, with the approval, continues to advance the Lone Star oxide project. Approximately 300 contractors will support various activities in different phases throughout the project to include upgrades to some existing infrastructure and construction of a new leach pad to support mine for leach activities from Lone Star.

Lone Star will also increase the long-term workforce at the Safford mine, with an anticipated 300 new full-time positions to be filled over the next two years as the resource is developed and mined. Hiring activities are already underway with a number of positions open for applicants.

For information on career opportunities with Freeport-McMoRan and the Safford Mine, please visit our employment website at **fmjobs.com**.

Early mine development activity at Lone Star has begun as the project requires 34 months of pre-stripping barren material to access the oxide deposit and begin processing copper ore. The first full-time production shovel will be moved to the mining area in early 2018. Additionally, an exploration drilling campaign will progress through the first quarter of 2018 as we continue to evaluate Lone Star's sulfide project potential.

Current employment numbers in Graham County remain level with approximately 720 employees at the Safford mine and 210 at the Central Analytical Services Center and Technology Center at Sanchez. The Morenci mine employs approximately 3,200 people.

Community Engagement Update

Economic Impact Report's — are now available online.

United Way Campaign — Freeport-McMoRan partners with United Way and runs an employee campaign to raise funds for the United Way Chapters located in our operating communities.

Campaign Dates: November 1 − 22

In 2017, the Freeport-McMoRan Foundation matched employee donations to the United Way campaign for a Foundation investment of \$1.8 million in Graham and Greenlee Counties. The funds, provide support to regional nonprofit organizations with projects and programs ranging from education, arts/culture, to health and wellness.

High-Grade Helpers — Freeport-McMoRan is committed to creating a culture of corporate citizenship through its volunteer activities throughout the year, where employees are encouraged to apply their skills and serve to help their local communities grow and thrive. In Graham County, we are proud to volunteer with:

- UA Cooperative Extension Ag Days
- Graham County Make a Difference Day
- EAC Discovery Park Conservation Day

Freeport-McMoRan Foundation Investments

Domestic Violence Safety and Shelter Initiative — Freeport-McMoRan has provided ongoing operating support for shelters and service providers to provide victims of domestic/gender-based violence with opportunities to live free of violence, rebuild their lives and achieve independence. Our support for this initiative totals over \$3 million, working with shelters and service providers in communities in or near where we operate.

Boy and Girl Scout Grant — Freeport-McMoRan provides grant opportunities for Boy and Girl Scout Chapters that service youth in or near our operating communities. In 2017, \$30,000 was distributed to chapters throughout Arizona and New Mexico. For scouting troops in Southeastern Arizona, the Coronado District of Boy Scouts of America and the Girl Scouts of Southern Arizona benefitted from the grant funding.

Grant Opportunities

STEM Innovation Grant — March 15th is the deadline to apply.

These grants are designed to support K-12 teachers and schools in their efforts to develop, improve or expand innovative instructional programs in science, technology, engineering and math (STEM).

Freeport-McMoRan's Commitment to Social Investing. During the third quarter, Safford operations was proud to partner on the following initiatives and projects:

 Graham County Fair, SEACUS Senior Expo, Graham/Greenlee Substance Abuse Awareness Conference, AYSO 2017 League Season, Safford Downtown Association Strategic Planning Update, Safford Harvest Festival, Gila Valley Leadership Class, SalsaFest, MGRMC HealthRaisers, Gila Valley SME, Gila Valley Rotary Scholarships

The CPP Meets on a quarterly basis — for more information please contact Sean Wenham at swenham@fmi.com.