



TRANSFORMING TOMORROW TOGETHER

Community Partnership Panel Meeting Summary

Site: Freeport-McMoRan Safford Operations

Date: May 9, 2018

Purpose

The Graham County [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 to address community issues.

Industry / Business Update

For the most recent FCX financial information please visit: [Freeport-McMoRan Investor Center](#)

[Safford Operations](#) continues mine development at Lone Star, with activities occurring 24 hours per day and two production shovels in place as of May 2018. Two additional shovels will be moved to the site over the remainder of the year. Hiring is ongoing with 200 full-time positions filled and approximately 100 open, primarily in skilled trades such as diesel diagnostic mechanics, electricians and shovel/drill mechanics. Employment at Safford Operations will increase to over 1,000 as Lone Star is developed from 2018 through 2020.

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, commencing in late 2018, to support processing needs for Lone Star.

Current employment in Graham County has increased to 930 employees at the Safford Operations with 215 at the Central Analytical Services Center and Technology Center at Sanchez. The Morenci Mine in Greenlee County employs approximately 3,500.

There was also discussion about local housing and any potential effects to availability or increased demand for new homes associated with added employment at both Safford and Morenci Operations. Safford is working with a local agent to help direct new hires to rental and other housing resources in Graham County and Morenci is participating in a [SEAGO](#) Housing Feasibility Study of long-term housing needs and opportunities across the two counties region.

College Intern Program - Since 2007, Freeport-McMoRan has been hiring college interns, giving them the opportunity to work on professional projects and gain relevant hands-on industry experience. Safford Operations has 23 interns for Summer 2018.

An overview of the **Community Grievance Management System** was provided, including a guided discussion with panel members about the process in an effort to gain insight about improving the current system. For more information or to share a question or concern, please

contact Sean Wenham: swenham@fmi.com / (928)792-5937 or call toll-free 24 hours a day, 7 days a week at (877)629-2609.

Forthcoming presentations include an update on Safford Operation's water stewardship program and additional mining-topical presentations proposed and chosen by Panel members.

Community Engagement Update

Freeport-McMoRan Foundation Investments - Grant Opportunities / Social Investing

Freeport-McMoRan employees around the globe volunteered during the Company's annual **Global Volunteer Month**. Projects are designed for employees to put teamwork into action in ways that improve the quality of life in our local communities!

Freeport-McMoRan employees in Graham County volunteered for:

- Southeastern Arizona Clean & Beautiful – E-Waste Recycling Event
- Special Olympics of Arizona – Monument Area Track & Field Event

Graham County Community Investment Fund - Freeport-McMoRan is proud to engage leaders in Graham County to cultivate and assess community projects that address community priorities. Funding is available to programs and projects that encourage a strong focus on local capacity-building, community development and sustainability. The 2018 Graham CIF timeline is:

- Six Applications Received by Deadline of May 1
- Investment Committee Training – May 16
- Review of Proposals and Applicant Interviews – July
- Application Status Notifications by August 1

Site Investment Funding - During the first quarter, Safford Operations was proud to partner on the following events, initiatives and projects:

- Gila Valley Arts Council – 2017/2018 Arts Outreach programming
- Eastern Arizona Science Initiative – 2018 STEM events and programs
- Double R Communications – 2018 Gila Valley Idol
- Eastern Arizona College – 2018 Engineering Day event
- MGRMC Foundation & Auxiliary – 2018 Foundation programs
- Safford High School – Senior Togetherness Night

Leadership for Sustainable Communities Initiative

The Panel welcomed the Graham County Leadership Cohort to present an update related to their work around the Economic Development outcome of Increased Number of Businesses Developed, Attracted and/or Retained. The Cohort is currently utilizing \$20,000 in grant funds from the 2017 Graham County CIF to develop and implement an Entrepreneurial Shark Tank live event in an effort to help launch or scale-up businesses and to help build communitywide energy and awareness about the importance of entrepreneurs as well as access to capital.

Adjournment

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