



TRANSFORMING TOMORROW TOGETHER

Community Partnership Panel Meeting Summary

**Grand and Clear Creek Counties
(Combined Meeting)
May 4, 2017**

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 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.

Safety share: This upcoming week I-70 will be doing some rock slide mitigation near Idaho Springs. Please watch for slides and be aware of your surroundings while driving. There are also many sheep along the highway in Clear Creek County, it is important to pay attention and drive safe.

Industry/Business Update

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

Stuart Teuscher, General Manager gave the following update and answered the below questions:

Employment Update

- Climax Operations: Current employment is 357 with a budget of 404
- Henderson Operations: Current employment is 315 with a budget of 340

Production Update

- | | | | | |
|----------------------|-----------|------|-----------|------|
| • All Molybdenum | Q1 - 2017 | 23mm | Q1 - 2016 | 20mm |
| • All North American | Q1 - 2017 | 9mm | Q1 - 2016 | 8mm |
| • Climax | Q1 - 2017 | 5mm | Q1 - 2016 | 5mm |
| • Henderson | Q1 - 2017 | 3mm | Q1 - 2016 | 2mm |

Environmental Update

- Reclamation work on Harrison Mountain exploration road planned for summer 2017.
- With the lower production rates, water consumption at the Mill decreased. Depending on annual precipitation and other operational factors, a positive water balance may occur. Henderson continues to assess alternatives to manage excess water, including treatment and discharge. An alternatives analysis study was completed last year, and pilot-scale tests are planned for this summer.

Q: What is your global sense of the demand for molybdenum in the future?

A: The annual molybdenum market is approximately 500 million pounds of which Climax Molybdenum Company produces around 20%, or up to 100 million pounds.

Q: What's the highest price molybdenum has ever reached in the last 15 years?

A: In the last 15 years, we have seen molybdenum above \$30 a pound. Today molybdenum is \$8.40 a pound. In 2015, molybdenum was above \$10 a pound, dropping to \$4 a pound in the 4th quarter of 2015/1st quarter of 2016.

Q: How much molybdenum does Henderson and Climax produce as a whole for the company?

A: Currently, Henderson and Climax combined produce approximately 30 million pounds annually, 1/3 of the total pounds produces by all FCX mines.

Meeting Activity

The Q2 meeting of the CPP was held as a joint meeting of both Clear Creek and Grand Counties. The members toured the Henderson mine underground and surface areas. The group will tour the Henderson mill at the next meeting.

Community Engagement Update

Our Commitment to Social Investing — The Freeport-McMoRan Social Investment programs are designed to ensure that resources are used effectively to address high-priority needs and facilitate local capacity building to sustain communities when our operations cease.

- **STEM Grants** — 66 applications received for North America
 - Clear Creek High School was awarded \$5,000 for their STEMWorks Biology program
- **Mini-Grants** — Application window is May 1 - Oct. 1

Henderson Operations is proud to partner on the below initiatives and projects in Q1:

- Clear Creek Sheriff's Office: \$5,000 for Youth Education & Safety in Schools Festival
- Granby Chamber of Commerce: \$4,000 for 2017 Chamber events support
- Trout Unlimited: \$1,500 for 2017 Gala River Steward sponsorship support
- Rocky Mountain Youth Clinics: \$2,500 for "For the Love of Kids" tournament support
- Boy Scouts - Denver Area Council: \$2,500 for Scouting support - Annual breakfast fundraiser
- Colorado Mining Exhibit Association: \$1,000 for "Go to the People" Public Education Work
- Society of Women Engineers: \$2,500 for Girls Exploring STEM event support
- National Repertory Orchestra: \$5,000 for Gala Sponsorship & Cajun Crawfish Boil support
- Cottonwood Institute: \$4,250 for Environmental Education support
- Mineral Maniacs: \$5,000 for Support for book launch of "Mineral Maniacs"

Visit freeportinmycommunity.com for more information.

Each April, Freeport-McMoRan employees around the world volunteer for **Global Volunteer Month**. The theme this year is "**Health & Wellness.**" We feel it is our responsibility to give back to the communities where we live and work, and Global Volunteer Month is a great opportunity to do this. In Clear Creek and Grand Counties, employees volunteered at health fairs. The annual fairs are designed to advance health awareness and provide people with the tools needed to take responsibility for their own health.

DreamBuilder — The Women’s Business Creator. Dreambuilder consists of a series of 13 classes, delivered online through web-based learning technology.

A new “Financing Your Dream” course — in celebration of International Women’s Day, the English-language version of the new Dreambuilder course called “Financing Your Dream” was launched on the platform on Wednesday, March 8.

The course takes about two hours to complete and must be finished in one sitting. For more information please visit dreambuilder.org.

Community Survey — Freeport-McMoRan is proud to partner with the Grand and Clear Creek County communities. We continually strive to support programs and projects that promote long-term prosperity and sustainability, and ensure a productive relationship with local citizens.

We are interested in ongoing feedback and encourage all community members to let us know how we are doing and what we could do better as a community partner.

Please complete an online survey posted **now through July 30, 2017**, by visiting FreeportInMyCommunity.com.

Community Discussion Summary

Leadership Initiative for Sustainable Communities

During the second quarter, the Panel welcomed the Grand County and Clear Creek County Cohorts to present an update related to their work around Increased Access to Affordable and Attainable Housing.

Cohort updates:

GRAND:

DiAnn Butler reported on Grand County. They are moving forward on a county housing assessment for 2018. Grand County will be working with DowntownCO Inc (DCI) to bring all towns/cities together for housing authority within the county. They are also working on a website that will be the platform/clearing house to show inventory of housing available. This website will allow for landlords to load their inventory of current and future availability both for sales and for rentals. The estimated cost is \$6,000. The Grand Foundation has been working on a similar website that involves volunteer opportunities within Grand County. The Grand Foundation is also developing a program to help with first, last and security deposits for residents that are unable to rent or purchase due to this hurdle.

CLEAR CREEK:

Stephan Andrade reported that Clear Creek is also working towards attainable housing outcomes. Deliverables include a decision support tool to help communities, housing developers and residents identify opportunities for the development of all forms of housing in Clear Creek. They have identified the following factors: overall demand - locations and inventory, work force housing, singly family, new houses, revitalization of mobile home parks and money and developers coming into the county to move forward. Framework development includes a funding request to the department of local affairs for \$60,000.

The CPP Meets on a quarterly basis — for more information please contact Tara Hosick at thosick@fmi.com.