

TRANSFORMING TOMORROW TOGETHER

Community Partnership Panel Meeting Notes

Copper Queen Branch: Bisbee June 20, 2019

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

Copper Queen Branch

- The second phase of the project to remove inactive power lines and steel towers from areas in Bisbee is scheduled for completion in the third-quarter 2019 and will involve the removal of 11 60-foot towers and 8,500 feet of transmission line
- Aquifer Protection Permit ADEQ is in the process of preparing a draft of the permit for our review
- Reconstruction of the Campbell Yard Interception Trench was completed this month

Reclamation

- Revegetation of the CTSA and C-Canyon repair areas was completed this month
- Reclamation of the South Bisbee Stockpile is scheduled to resume in third-quarter 2019

Queen Mine Tour

 A draft of the feasibility study for the Queen Mine Tour was submitted by Gallagher & Associates and is being evaluated

Tailings Facilities Overview

 Tom Calhoun, Director of Closure Reclamation Planning provided a presentation on Freeport-McMoRan's <u>tailings stewardship practices</u> as it relates to an industrywide effort by mining companies and the Investor Mining & Tailings Safety Initiative to promote the continued development, implementation and maintenance of global good practices

Question & Answer

- O What was the cause of the Vale failure?
 - It appears to be a build-up of excess pore pressure causing instability.
- o Why is the focus on consequence if the likelihood is low?

- The Investor Mining & Tailings Safety Initiative uses the Canadian Dam Associations Classification System that focuses on consequence, regardless of likelihood. This is the classification we are reporting on and is why we want to meet with stakeholders to provide additional context for clarity. This discussion continued to include more information about why likelihood is low (very low) and was a good lead into the remaining slides discussing our internal tailings stewardship program.
- What would it take (after reclamation is complete) before the company felt confident in the an stability of impoundment's (we still monitor inactive impoundments)?
 - Freeport-McMoRan is committed to safely and responsibly managing our TSFs.We have 57 inactive impoundments within our portfolio, all with different environments (location, weather, etc.), that make for unique and individualized management systems. We will continue to monitor and evaluate each impoundment individually to verify meeting our established long-term success criteria.
- Why are there not solar panels on the impoundment (or any other inactive impoundments)?
 - Settlement issues
 - Cleaning (effort and cost of managing wash water)
 - Installation issues and related costs

Grievance Management System

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, 7 days a week (English or Spanish)
- Email communitydevelopment@fmi.com or via FreeportlnMyCommunity.com/contact
- Send mail to Freeport-McMoRan Community Development 333 N. Central Ave., Phoenix, AZ, 85004

Community Development Update

Each April, employees companywide celebrate giving back to communities through volunteer service. The Copper Queen Branch employees participated in the company's 17th annual Global Volunteer Month:

- Paul Huber Middle School rain-harvesting garden
- SDA School on site and classroom reclamation activity

Our Commitment to Social Investing

During 2019, the Copper Queen Branch was a proud to partner on the following initiatives and projects:

- Arizona Technology Council
- Bisbee Council on the Arts & Humanities
- Bisbee Community Chorus
- Bisbee High School Project
- Bisbee Vogue Inc.
- City of Douglas (Douglas Days / Tourism Brochure)
- Douglas Arc
- Project Grad

- NAMI Southeastern AZ
- Step-Up Bisbee Naco
- University of Arizona

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

- ASU Lodestar
 - Capacity Building Training
 - Effective Goal Setting Translating Mission into Action
 - Preventing Volunteer Burnout
- Social Investment Program August 30 deadline to apply

STEM Grants for Education are one way the Freeport-McMoRan Foundation can invest in the classroom. In 2019, over \$99,000 was invested toward projects that support STEM in the classroom. Congratulations, Bisbee Unified School District on the following grants:

- Bisbee High School Geometry Peer Teaching Classroom
- Greenway Primary School Science Friday
- Lowell Middle School Science Friday

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 Freeport-McMoRan Foundation is proud to partner with Old Bisbee FireWise on their Wildfire Community Preparedness Day by providing volunteers with safety gloves, goggles and dust masks. Anne Carl provided an overview of the work Old Bisbee FireWise is doing related to reducing fuels buildup.

The CPP meets on a quarterly basis. For more information, please contact Jessica Brack at ibrack@fmi.com