

TRANSFORMING TOMORROW TOGETHER

Community Partnership Panel Meeting Summary

Site: Freeport-McMoRan Safford Operations

Date: November 7, 2018

Purpose

Freeport-McMoRan hosts the <u>Community Partnership Panel</u> 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

<u>Safford operations</u> continues development at Lone Star. Mining occurs 24 hours per day, with three production shovels in place and a fourth shovel expected before end of year. Hiring is ongoing, and Safford is expected to increase to 1,100 full-time employees as Lone Star is developed through 2020, and then decrease to 1,000 after mining in the San Juan pit ceases in 2021. Approximately 300 contractors will support various activities in phases throughout the project to include upgrades to some existing infrastructure and construction of a new leach pad, now underway. In the third quarter, a daily average of 180 contractors were on-site. Construction activities on the Lone Star leach pad are occurring 24 hours per day and, as a result, residents may see lights around the construction area overnight. This is expected to continue through the end of 2018 or early 2019.

In addition to the 1,000 employees at the Safford mine, the Central Analytical Services Center and Technology Center at Sanchez employ approximately 200 employees and the Morenci mine in Greenlee County employs more than 3,600 with a daily average of 1,300 contractors supporting ongoing operations and strategic projects at site.

Community Engagement Updates

Prazen Living Legend of Mining Award: The National Mining Hall of Fame and Museum recently recognized the Freeport-McMoRan Foundation for its significant and sustained commitment to educating the public about the importance of mining to our everyday lives through: investment in STEM-education initiatives, partnership with Discovery Education on Dig Into Mining, partnership with the Boys Scouts and Girl Scouts of Arizona, *Mining Week* in Greenlee County schools and other successful partnership and outreach activities. For more information on the National Mining Hall of Fame and Museum, please visit https://mininghalloffame.org. For more information on Dig Into Mining, please visit https://www.digintomining.com.

Freeport-McMoRan Foundation Investments – Grant Opportunities / Social Investing

DV Shelter Initiative / Scouting Grants – The Freeport-McMoRan Foundation recently invested

\$130,000 through its Domestic Violence Shelter Initiative and Boy/Girl Scout grants in North

America. In Southeastern Arizona, the Mt. Graham Safe House received a \$6,000 grant through

the DV Shelter Initiative and both the regional Girl Scouts and Boy Scouts received support as well.

Lights, Camera, ACTion! – Give to United Way – Freeport-McMoRan hosted its annual North American United Way employee pledge campaign November 1 through 21. The campaign offers employees opportunity to pledge to qualifying nonprofit organizations of their choosing with the Freeport-McMoRan Foundation matching and double-matching those donations by way of contributions directed to the local United Way to ensure resources are available to a network of health and human service agencies in our communities.

<u>Site Investment Funding</u> - During the third quarter, Freeport-McMoRan Safford operations was proud to partner on the following events, iniatives and projects:

- David M. Player Center for the Arts 2018/2019 Concert Season
- Gila Valley Rotary Club Scholarship Fundraiser Golf Tournament
- SalsaFest
- Safford Harvest Festival
- Graham County Fair
- Graham County Hispanic Family Heritage Festival
- The Gila Watershed Partnership State of the Watershed Forum
- Tri Community Triathlon
- SEACUS 2018 Senior Expo
- Graham/Greenlee Substance Abuse Awareness Conference

Leadership for Sustainable Communities Initiative

The Graham County Leadership Cohort held a first-ever local Shark Tank live event on Thursday, November 1, 2018, at the <u>David M. Player Center of the Arts</u> in Safford. The event featured seven entrepreneurs pitching their start-up or scale-up business ideas to a panel of local business leaders in an effort to win cash and other prizes to support their businesses. Top prizes were \$12,000 to The Plank restaurant and \$5,000 to Kinder Prep Academy, with \$500 cash prizes and branding/marketing prizes awarded to the remaining five participants.

Adjournment

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