



TRANSFORMING TOMORROW TOGETHER

Community Partnership Panel Meeting Summary

Bagdad Operations January 24, 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.

Industry/Business Update

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

Q: Does the change in administration impact the mining business?

A: We are driven by the worldwide demand, more may be discussed on the earnings call tomorrow.

Bagdad 2016 Review

- Safety performance was not where we wanted it to be
 - Improving will be a focus in 2017
- Overall, we met our production goals for the year
- We had a solid unit cost and generated cash for the organization

Bagdad 2017 Looking Ahead

- The outlook is good for this year
- We started work on a new tailings facility
- Sycamore land purchase — in the future we need a location to store tails, we are reviewing options and will be making a decision
- We recently filled key leadership positions (new managers)

Townsite Update

- Road maintenance on Lindahl Road will occur in partnership with Yavapai County
- Housing update
- Corrals update
- Community Fields update — new bleachers at all the fields

Community Engagement Update

Freeport-McMoRan employees raised more than \$7 million during the **2016 United Way Campaign**.

In Bagdad, \$110,000 was pledged directly by employees.

Freeport-McMoRan was named to the Just 100: America's Best Corporate Citizens by Forbes!

Freeport-McMoRan was the top-rated company in the Materials industry. To compile the Just 100, Just Capital surveyed more than 50,000 Americans to determine what they consider to be the most important corporate traits. The survey results were used to derive 36 components that feed into 10 different drivers of company behavior. Nearly 900 companies were evaluated and ranked on those components, and their ensuing scores were utilized to come up with an overall score for their industry.

For the full [Just 100 list](#), methodology, and more, visit forbes.com/just100.

Mini-Grants for Education

Mini-Grants for education are designed to support K-12 teachers and schools in Freeport-McMoRan communities. Over **\$31,000** was invested through the Mini-Grant's process in 2016.

In Bagdad, two grants were awarded:

- Wikieup School (Owens Whitney School) — Rocket Math and More
- Bagdad High School — Science Enrichment

March 15th is the deadline to apply for STEM Innovation Grants! 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). Visit FreeportInMyCommunity.com for more information.

Dig Into Mining hosted a Day of Learning Virtual Field Trip at the end of 2016. This Day of Learning, was an exclusive behind-the-scenes look into the mining industry at Freeport-McMoRan, highlighted a different phase of the mining process. In an effort to reach a variety of classrooms and students throughout the course of the day, the Day of Learning had a flexible viewing schedule where classrooms could tune-in for one segment or stay for the whole program. Each segment was paired with a customized companion activity to enhance students' learning. The segments included, Mine Exploration & Mine Planning, Hydrometallurgical Process, Pyrometallurgical Process and Reclamation.

- Participation was the highest to date for Dig Into Mining with an estimated 120K+ student viewership
- Approximately 1,000 classrooms and 36,000 students registered for the virtual field trip
- Participants came from 46 states and the District of Columbia

For more information, please visit digintomining.com.

Coors Lake closure will occur in the first quarter, sometime after February 19th (do not have a specific date yet). We will have a "send-off" event with the Motorcycle Trials on February 19th.

Community Discussion Summary

Leadership Initiative for Sustainable Communities

During the fourth quarter, the Panel welcomed the Bagdad Cohort to present an update related to their work around Life-long Learning.

The cohort introduced their members and provided an overview of the work they are undertaking. They will survey the community to determine what needs and interests exist. The survey results will inform their work going forward.

The CPP Meets on a quarterly basis — for more information please contact
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