



TRANSFORMING TOMORROW TOGETHER

Community Partnership Panel Meeting Summary

Grant County
September 14, 2016

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.

Ear Care — Kevin Cook relayed experience he had with silicon earbuds that dislodged from his headphones and got stuck in his ear, requiring a trip to the emergency room.

Industry/Business Update

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

- Chino Mines is on track for another productive year in 2016.
- Tyrone Mine will see a slight reduction in production in 2016, as compared to 2015.
- Reviewed financial assurance requirements.
 - Freeport-McMoRan continues to work cooperatively with New Mexico agencies to maintain compliance with our financial assurance obligations.
- In 2015 direct and indirect economic impacts to Grant County by Freeport-McMoRan totaled \$176.1 million. Similar impacts to the state of New Mexico was \$422.4 million.
- Grant County Community Investment Fund window is from September 1, 2016 to December 1, 2016.
- The following organizations received funds from Freeport-McMoRan via the local site budget:
 - Aldo Leopold Charter Schools — Silver & Cobre High Schools — Hidalgo Medical Services — Girl Scouts of the Desert Southwest — Fierro Preservation Society — Tour of the Gila — Southwest Horsemen's Rodeo — St. Anthony's Church Festival — New Mexico First

Q: Concerned about FCX's financial soundness test, relative to the amount of company debt, even though the company is proposing reducing the amount in their Third Party Guarantee.

A: With the reduced amount in the Third Party Guarantee, the company passes the Financial Soundness Test.

Q: What is the timeline for building the haul road at Cobre?

A: We continue to work on finalizing permitting. We will have a better idea of when we might build the haul road once it is approved. Until that time, we cannot speculate when it will be built and go into production.

Community Engagement Update

The [Mini-Grants for Education](#) application deadline is **October 1st**. These classroom grants are designed to support K-12 teachers and schools in Freeport-McMoRan communities.

For the fourth consecutive year, Freeport-McMoRan has been named to the Civic 50 list of most community-minded companies in the U.S., and this year also was named the top company in the materials sector!

[The Civic 50](#) is conducted by the [Points of Light Corporate Institute](#), a resource for companies looking to build and expand effective employee volunteer programs. The national survey and ranking initiative sets the standard for corporate civic engagement and creates a roadmap for companies seeking to best use their time, talent and resources to improve the quality of life in the communities where they do business.

Community Discussion Summary

Increased Placement in Local Skilled Jobs was selected at the second quarter CPP meeting as the outcome for the Grant County community. During the third quarter, the Panel welcomed Aaron Ball, Ed. D from the Center for the Future of Arizona where he is the Director of College and Career Pathways. Dr. Ball highlighted best practices around their program [Pathways to Prosperity](#), identifying specific data points that would help Grant County identify current gaps. He went on to share how this process could successfully lead to increased placement in local jobs.

The [Leadership Sustainable Communities Initiative](#), is moving forward and we are pleased to announce the Grant County cohort members:

- S. Otto Khera (Cohort Leader)
- Peggy Hutchinson
- Kathy Whiteman
- Renee Muniz
- Rita Herbst
- Connie Glenn
- Miriam Kellerman
- Benjamin Rasmussen

The Grant County cohort will work with Lodestar Center for Philanthropy and Nonprofit Innovation at ASU to develop collective action around a Increased Placement in Local Skilled. This is a strategy to build capacity and allow Grant County to lead their own development and sustainability.

The CPP meets on a quarterly basis — for more information please contact Kevin Cook at kcook@fmi.com.