

# Chino & Tyrone Operations

## *Connects: CPP Highlights Q4 2024*

### THE VALUE OF **COPPER**

Freeport-McMoRan is committed to keeping the community informed about operational activities and to foster open and ongoing dialogue to develop thoughtful solutions and address community issues.

This *CPP Highlights* newsletter has been designed to provide updates from our recent Community Partnership Panel.

## Company Updates

### Freeport Reports Third-Quarter and Nine-Month 2024 Results

"The outlook for our business is positive, supported by our position as a leading copper producer with a strong financial profile, favorable market fundamentals and value enhancing options for future growth."

-Richard Adkerson, Chairman of the Board and Kathleen L. Quirk, President and Chief Executive Officer, Freeport-McMoRan

[Read more](#)

## Site Operation Updates

### Employment Update



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**Proudly Creating Better Futures.**

Learn more about careers at Freeport-McMoRan at [FMJobs.com](https://www.fmjobs.com).



	Chino	Tyrone	Total
<b>Employment:</b>	845	290	1,135
<b>Contractors:</b>	320	45	365

\*Numbers are an approximation

## Operations Update



### Life of Mine

The life of a mine is a determination of the number of years a site will mine and process ore based on various input conditions, including economic, environmental, and business considerations. Current information and data points become available regularly, requiring constant evaluation. As we continue to explore geologically and improve technologies to recover more metal, or as new regulations are put into place, mine plans are reviewed and revised to ensure they make good business sense, which impacts the life of mine.

- Current Life of Mine Projections:
  - Chino: 2041

- Tyrone: 2028



### **Economic Impact**

Freeport-McMoRan's New Mexico operations generated almost \$414.5 million in economic benefits for New Mexico in 2023, which includes over \$175 million for Grant County. New Mexico operations employed 1,131 people, and the ripple effect of wages and taxes, plus services we purchased, created 3,703 jobs in the state, generating additional economic benefits.

[Read more](#)

### **Tailings/Risk Assessment Update**

- The 2023 Risk Assessments included Chino's two active Tailings Storage Facilities (Pond 7 and Axiflo) and Cobre's Main Dam.
- Pond 7 and Axiflo had 10 potential credible failure modes (CFM) identified that do not impact the community.
- Cobre's Main Dam had no CFM and was designated "Safely Closed." This designation was confirmed by the Independent Tailings Review Board (ITRB) and Freeport-McMoRan's Accountable Executive.
- **2024 Risk Assessments:**
  - A Tailings Breach Analysis was completed for potential credible failure modes (CFM). A conservative analysis showed tailings "run-out" is limited and contained within the mine site, which **confirmed there are no community impacts.**
  - Like the 2023 Risk Assessments, Cobre's Magnetite Dam 2024 results showed no credible failure modes or impacts on the community.
  - The Risk Assessments for Closed and Reclaimed Tailings Storage Facilities in Chino and Tyrone are currently in progress. More details will be shared in the next CPP meeting.

### **Tailings Emergency Preparedness**

Chino conducts a Tabletop Exercise for Tailings Emergency readiness every three years in accordance with New Mexico Office of the State Engineer requirements. The purpose of the exercise is to test preparedness and response in the event of a tailings emergency. The exercise simulates tailings failure scenarios in real-time based on credible failure modes. The next Tabletop Exercise is planned for April 2025.

### **Environmental Update**

There are plans to conduct exploration drilling at the Tyrone Peak and Emma sites. Exploration drilling is designed to better understand the composition of the drill site. This work does not confirm expansion or additional development. These permit applications have been submitted, and the state will hold a public hearing around February of 2025.

## Social Performance Updates

# SOCIAL PERFORMANCE MATTERS

Learn more about social performance at [FreeportInMyCommunity.com](https://FreeportInMyCommunity.com)

**Education + Workforce  
Development**

**Economic Opportunity**

**Capacity + Leadership**

### Social Performance Commitment

Freeport-McMoRan's group-wide guiding philosophy for its community development activities is **Transforming Tomorrow Together.**

This philosophy drives implementation of a social impact that includes priorities, strategies and goals that allow us to work collaboratively with communities to make transformative change and increase overall individual/ community opportunity, wellbeing and capacity.

### Community Investment Fund

The Freeport-McMoRan Foundation, through its Community Investment Fund, awarded \$450,000 to local organizations across Grant County. These funds were allocated to projects that address three main priority areas within the community: education and workforce development, economic opportunity, and capacity and leadership. These areas aim to build long-term resiliency. The funding decisions are made by a committee comprised of local stakeholders from diverse organizations, along with two to three Freeport-McMoRan representatives. This collaborative process allows the company and the community to develop thoughtful solutions that address local needs.

- **National Forest Foundation** received \$18,000 for Trail Skills Workshop Trainings. These trainings support Grant County organizations as leaders in post-wildfire restoration work, help expand New Mexico's outdoor economy and create a sustainable and thriving trail network.
- **Tyrone Water and Wastewater Association** received \$100,000 for a valve replacement for the water tower. These funds will likely be used to leverage additional state and federal funding to support the project.

- **Cobre Consolidated Schools** received \$35,000 to purchase surgical and medical simulators for a Drone STEM MiniMed School Experience project. This grant will also allow the tracking of students throughout their career path to better prepare future generations.
- **Village of Santa Clara** received \$42,000 for fencing to complete the Village Mercado Project.
- **Future Forge Inc.** received \$25,000 to fund the salary for a new Project Manager.
- **National Center for Frontier Communities (NCFC)** received \$25,000 to fund a project manager salary and provide supplies for their food program. NCFC's Community Food Project in the mining district is a transformative initiative co-designed and driven by community voices to ensure local ownership and meaningful impact on food sustainability.
- **Gila Community Foundation**, formerly Grant County Community Foundation, received \$25,000 to hire a grant writer to support local non-profit organizations.
- **Center for Health Innovations – Public Health Institution** received \$50,000 to hire a director and create a trauma response training curriculum that will be provided to local medical facilities and schools.
- The Commons Center for Food Security and Sustainability received \$135,000 to purchase a metal building in the Mining District to support a Choose Your Own Pantry program.

See the media advisory [here](#).

## Community Investment Fund Committee

The committee responsible for determining Community Investment Fund allocations serves a three-year term. New Mexico operations will be selecting a new committee in 2025. Committee members will be selected by members of the CPP. Nominations can be made online using the [2025-2027 Community Investment Committee Nomination Form](#).

*Transforming tomorrow together*

## The Copper Mark

The Copper Mark is a comprehensive assurance framework that promotes responsible production practices and demonstrates the industry's contribution to the United Nations Sustainable Development Goals.

In January 2025, New Mexico will undergo an extensive assessment for Copper Mark Certification. Copper Mark will conduct stakeholder interviews to verify our responsible production practices and community engagement.

- If you are interested in being interviewed, email EY at [ey.assessors@ey.com](mailto:ey.assessors@ey.com).

- You can learn more by visiting: [Stakeholders - The Copper Mark](#).
- Please note that not everyone who requests an interview will be selected.



**Each year, we partner with United Way to raise funds for a vast network of nonprofit agencies working to advance the common good.**

Freeport-McMoRan matches employee contributions. For donations of \$25 or more, the Freeport-McMoRan Foundation will double match the first \$1,000 contributed and single match any amount more than \$1,000 (up to an annual maximum of \$40,000).

**Chino & Tyrone 2023 Giving:**

Employees: \$259,519

Freeport-McMoRan: \$448,529

**Total 2023 Contribution: \$708,048**

## Grievance Management

### Grievance Report

**Learn more about our Grievance Management process at [FreeportInMyCommunity.com](https://www.freeportinmycommunity.com)**

Freeport-McMoRan maintains a formal Grievance Management System allowing community stakeholders to share concerns directly with company officials. Eight complaints or topics of concern were received in Q3 2024 for New Mexico operations. Topics of concern received last quarter included:

- Community well issue
- Exploration drilling public notice period
- Contractor speeding

- Property maintenance in Hurley
- Mine dust
- Planned fire drill communication

New Mexico operations continues to work with our neighbors to address these concerns.

<b>Q3 # Received</b>	8
<b>2024 YTD</b>	29
<b>YTD Active</b>	11
<b>YTD Closed</b>	18

### **Freeport-McMoRan Community Information & Grievance Line**

To share a grievance, ask a question, or request information, please call:

**877-629-2609**

24 hours a day, 7 days a week.

## **Community Feedback**

The CPP serves as a resource to share company updates, but just as importantly, it serves to solicit input from communities related to concerns, opportunities and local priorities.

2024 CPP Feedback Survey



## **We want to hear from you!**

We value your feedback. Please share your thoughts on the CPP by completing a quick survey using this QR code, or this [link](#).

Thanks for reading! Join us for our next CPP on March 12, 2025