

2016 February Contractor Safety Meeting



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VALUE AT

OUR CORE



- TRIR
- PFEA
- January incident overview
- MSHA citations
- Contractor Management
- Environmental



TRIR

"EXCELLENCE IS NEVER AN ACCIDENT; IT IS THE RESULT OF HIGH INTENTION, SINCERE EFFORT, INTELLIGENT DIRECTION, SKILLFUL EXECUTION AND THE VISION TO SEE OBSTACLES AS OPPORTUNITIES."

ANONYMOUS

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| Day of | Emplo | yees working | Safely | | REDORTARIE | | | | LTIR | | DRO | | GE | | | | | | | | |
|----------|---|--------------|-------------|------------------------|------------|------|--------|-----------------|-------|----------|------------------|-----------------------------|--------------|-------------|-------------|------------------|-------------|------|---|------|------|
| the Year | the Year (FMMO Only, includes First Aids) | | First Aids) | REPORTABLE INJURY RATE | | Link | | PROPERTY DAMAGE | | DAYS W/O |) Hrs W/O LTA | Days W/O Rec. Hrs W/O Re | Hrs W/O Rec. | MTD HEHI | ytd Hehi | YTD HEHI Rate | HEHI Target | | | | |
| 38 | TOTAL | MTD | YTD | MTD | YTD | QTD | Target | MTD | YTD | Target | MTD | YTD | Target | | | | | | | | |
| Number | 2042 | 20/4 | 2004 | 2 | 11 | 11 | 1.60 | 1 | 1 | 0.38 | 15 | 54 | 10.04 | , | 70972 | 4 | 23657 | • | 0 | 0.44 | 0.53 |
| Rate | 3243 3241 3224 Rate | 2.42 | 2.45 | 2.45 | 1.00 | 1.21 | 0.22 | 0.00 | 18.12 | 14.73 | 12.84 | 3 /09/2 | I | 1 2000/ | U | 4 | 0.44 | 0.00 | | | |



2/8/2016

FCX IIISITED NYSE



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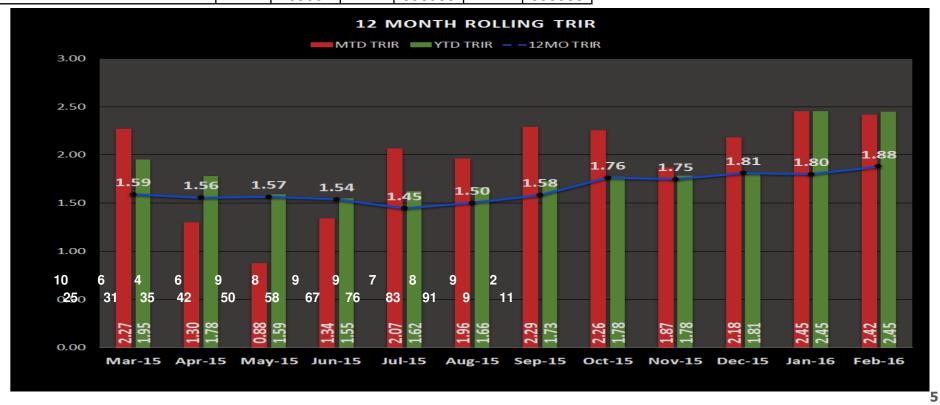
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FREEPORT-MCMoRAN



| TRIR BREAKDOWN | MTD REP | MTD TRIR | YTD REP | YTD TRIR | 1 st QTD REP | 1 st QTD TRIR | Quarterly |
|---------------------------|------------|-----------------------------|------------|-----------------------|----------------------------|-----------------------------|---------------------|
| FMMO | 2 | 3.22 124345 | 11 | 3.26 675015 | 11 | <mark>3.26</mark> 675015 | Reportable Injuries |
| CONTRACTORS | 0 | 0.00 41257 | 0 | 0.00 223968 | 0 | 0.00 223968 | 11 |
| CURRENT TOTAL MORENCI ALL | 2 | <mark>2.42</mark> 165602 | 11 | 2.45 898983 | 11 | <mark>2.45</mark> 898983 | |



Freeport-McMoRan

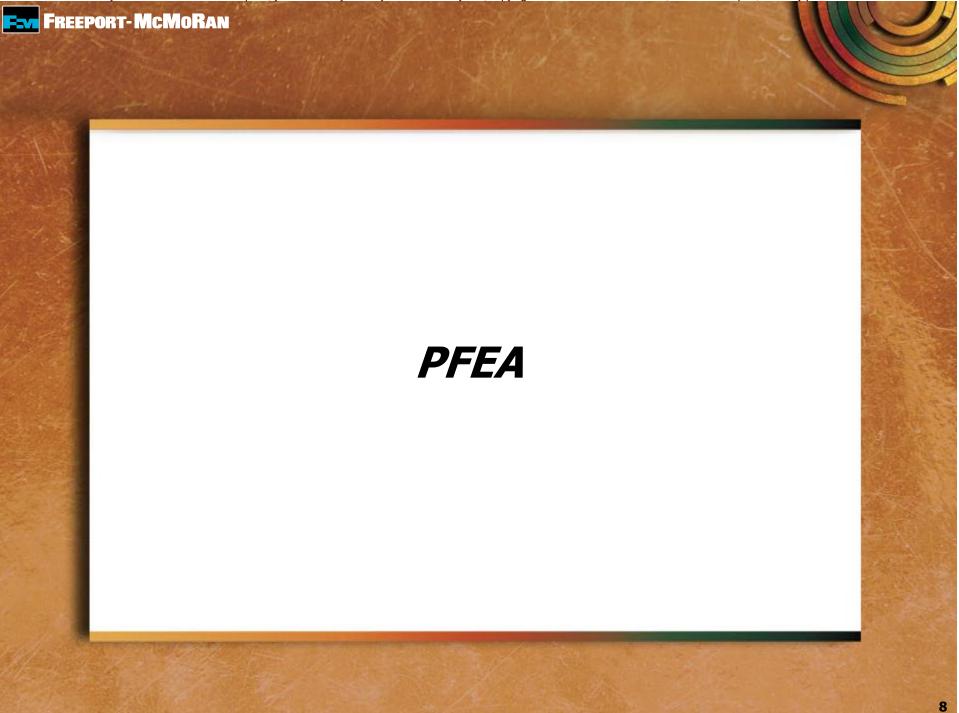


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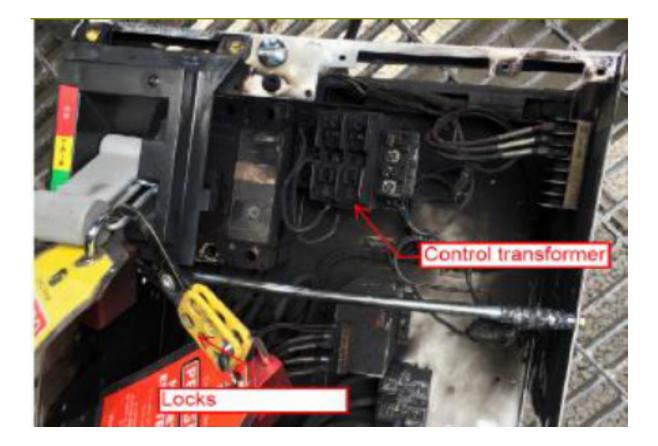
| Division | Date of Last Rep. Injury (FMMO) | # of Days w/o Rep. Injury (FMMO) | Date of Last Rep. Injury (Contractors) | # of Days w/o Rep. Injury (Contractors) | Date of Last HEHI Event | # of Days w/o a HEHI Event |
|-------------------------------|---------------------------------------|---|--|--|----------------------------|----------------------------------|
| MAINTENANCE SERVICES | 1/24/2015 | 14 | 9/14/15 | 146 | 8/1/2015 | 159 |
| HYDROMET & CLP | 12/6/2015 | 63 | 3/27/15 | 317 | 6/10/2015 | 230 |
| LEACHING | 11/17/2015 | 82 | 12/18/15 | 51 | 2/25/2015 | 286 |
| MORENCI CONCENTRATOR | 11/18/2015 | 81 | 8/25/15 | 166 | 2/10/2015 | 380 |
| METCALF CONCENTRATOR | 11/5/2015 | 94 | 8/8/15 | 183 | 3/3/2015 | 341 |
| CRUSH & CONVEY | 1/19/2016 | 19 | 11/10/15 | 89 | 7/28/2015 | 194 |
| MINE MAINTENANCE | 2/6/2016 | 1 | 10/18/15 | 112 | 9/25/2015 | 135 |
| FRAGMENTATION/LOADING/SUPPORT | 1/14/2016 | 24 | 4/19/12 | 1396 | 5/7/2015 | 276 |
| HAULAGE | 1/29/2016 | 9 | 8/1/2008 | 2958 | 5/7/2015 | 276 |
| RESOURCE MANAGEMENT | 11/17/2014 | 447 | 11/6/14 | 458 | 1/5/2016 | 33 |
| ADMINISTRATION | 2/10/2015 | 380 | 9/15/15 | 145 | 1/1/2014 | 768 |
| MERCANTILE | 12/28/2015 | 41 | 3/3/15 | 341 | 1/1/2014 | 768 |
| CONTRACTORS | 12/16/2015 | 53 | 12/16/15 | 53 | 1/28/2016 | 10 |











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Cerro Verde Arc Flash

CAMPAGE 12 Ы - The Direct connection to the - The incoming section of the - Thi 100 A 100 breaker (busbar) Arg -NUM son per phase. CC busb L. HMOL. 200A Transformer to be 8004 removed 244 Cubicle Breaker. (LOTOTO was applied in this breaker) -11 90.50 OF 1992 Ground fault rotection device

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January Overview

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| 1-First Aid & 1-Restricted Duty | | | | | | |
|---------------------------------|---|--|--|--|--|--|
| Date | 12.28.2015 | | | | | |
| Organization | Mercantile | | | | | |
| Division | Community Center | | | | | |
| Potential Risk | 2 | 3 | 6 | | | |
| Fotential hisk | Consequence | Likelihood | Potential Risk | | | |
| Brief Description | Plexiglas in the poor lifeguards. The lifeguards left to sit for approximand reaction from the lifeguards. The emplo | I area. The Lead Lifeguard th ards used CLR cleaner to spray nately 2-3 hours before they wi CLR and chlorine caused irrita | rd to clean the pool walls and hen delegated the task to the ed the Plexiglass. The CLR was iped it off. The initial spray mist tion to the eyes and skin of two n without relief but continued to en to clinic after their shift. | | | |

Best Practices

- 1. Conduct thorough JSA/Risk Assessment prior to starting work
- 2. Ensure adequate training for all individuals involved with chemical handling. (HAZCOM)
- 3. Provide & utilize proper PPE per SDS recommendations.





| | | | Property Damage |
|----------------|-------------------|------------|--|
| Date | 01.05.2016 | | |
| Organization | Administration | | |
| Division | Resource Manageme | ent | |
| Potential Risk | 3 | 3 | 9 |
| Fotential hisk | Consequence | Likelihood | Potential Risk |
| | | | |
| | | | sign at the Highway 191 and Acid Gate Rd. intersection. He saw a break in the North bound traffic h bound lane. The employee stated he did not see the car. |





| | | Property Damage | |
|-------------------|---|--|--|
| Da | te 01.10.2016 | | |
| Organizatio | n Processing | | |
| Divisio | n Hydromet | | |
| Potential Risk | 3 | 2 | 6 |
| | Consequence | Likelihood | Potential Risk |
| Brief Description | EW Operator was moving the pre-strip bir the top and mid fiberglass Handrails to the | n with the overhead to the Back Bay when the it s e lower level. There were no other employees in t | lid off the strong back. The pre-strip bin went thro he Back Bay at the time of the incident. |
| | | | |

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E 4

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If you are not the intended recipient, you are hereby formally notified that any use, copying or distribution of this material, in whole or in part, is strictly prohibited EV FREEPORT-MCMoRAN Near Miss VALUE AT OUR CORE Near Miss **Best Practices** Date 01.19.2016 Conduct a thorough equipment inspection 1. **Organization** Contractor prior to vehicle use. **Division** Leaching 2. Ensure windows are clean prior to vehicle 3 2 6 Potential Risk operation to aid in visibility. Consequence Likelihood Potential Risk Drive to weather / road conditions and A B.J. Cecil driver was driving to unload acid at Ponderosa when the 3. employee could not see so he reached up to put down his visor. The decrease speed during adverse conditions. Brief truck driver veered to the left striking a berm. The operator was traveling When visibility is decreased or obstructed, Description 4. approximately 25 mph. pull to a safe location and stop.

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View from in the cab



First Aid



| | First Aid | | | | |
|--------------|--|---|---|--|--|
| Date | 01.20.2016 | | | | |
| Organization | Contractor | | | | |
| Division | Leaching | | | | |
| Potential | 3 | 2 | 6 | | |
| Risk | Consequence | Likelihood | Potential Risk | | |
| Brief | Unloading Dock. valve, there was sprayed onto th | When the employee op stored pressure inside th e employees face shiel nployee's face and right a | cid at the Metcalf SX Acid ened the vapor recovery e pipe causing acid to be d and acid jacket. Acid arm causing minor burns. | | |

Best Practices

- Always perform a workplace exam, JSA, 1. equipment inspection prior to starting a task.
- 2. Ensure proper training
- Ensure all equipment is properly functioning 3. prior to unloading.
- Ensure PPE is adequate for potential 4. exposure.





FREEPORT-McMoRan

Property Damage
Value at our core

| | Property Damage | | | | | | |
|----------------------|--|--|--|--|--|--|--|
| Date | 01.24.2016 | | | | | | |
| Organization | Mine | | | | | | |
| Division | Haulage | | | | | | |
| Potential | 4 | 2 | 8 | | | | |
| Risk | Consequence | Likelihood | Potential Risk | | | | |
| Brief Description | the safety berm operator stated h his front tire had | that separates the LVA ne was blinded by the su | the truck and drove into A and Haul Roads. The n glare when he realized n. The truck was stopped perm. | | | | |

Best Practices

- 1. Ensure windows are clean prior to vehicle operation to aid in visibility.
- 2. Drive to weather / road conditions and decrease speed during adverse conditions.
- 3. When visibility is decreased or obstructed, pull to a safe location and stop.







VALUE AT OUR CORE

18

| | Property Damage | | | | | | |
|----------------------|---|--|---|--|--|--|--|
| Date | Date 01.28.2016 | | | | | | |
| Organization | Contractor | | | | | | |
| Division | Resource Managemer | nt | | | | | |
| Potential | 3 | 3 | 9 | | | | |
| Risk | Consequence | Likelihood | Potential Risk | | | | |
| Brief Description | operator of the articu articulating truck oper chunk of rock release safety. The operator o Once the area was cle | lating truck noticed rocks rav ator exited the cab to get a c d overhead. He exited the arti f the excavator also exited an | the 5012 excavator when the eling from the high wall. The loser look and noticed a large culating truck and retreated to d retreated to a safe distance. oyees removed the equipment | | | | |

Best Practices

- 1. Ground conditions must be examined by a competent person, prior to work.
- 2. When necessary ground must be tested and scaling conducted.
- 3. Loose and unconsolidated ground conditions should be reported immediately.
- 4. Catch basins should be established to prevent loose material from falling where persons are required to work.







FREEPORT-McMoRan Near Miss value at our core

| | | Near Miss | |
|----------------------|-----------------------|--|--|
| Date | 02.04.2016 | | |
| Organization | Mine | | |
| Division | Fragmentation-Loading | g/ Support | |
| Potential | 3 | 2 | 6 |
| Risk | Consequence | Likelihood | Potential Risk |
| Brief Description | · · · | e shifts were discovered unbe down. The mineshafts were u | rmed and within 120 feet of a Inmarked. |

Best Practices

- 1. Complete thorough workplace exams
- 2. Caution should be used when approaching areas of uncertain mining history
- 3. Newly discovered mine openings must be sealed and communicated
- 4. When open holes are discovered, hard barricades must be installed



FREEPORT-MCMORAN Lost Time

| | | Near Miss | |
|--------------|------------------|------------|---|
| Date | 02.04.2016 | | |
| Organization | Mine | | |
| Division | Mine Maintenance | | |
| Potential | 3 | 2 | 6 |
| Risk | Consequence | Likelihood | Potential Risk |
| Description | | 0 | ife slipped causing significant aring leather gloves at the time |

Best Practices

- 1. Always assess the task related risks prior to commencement of work
- 2. Use the right tool for the job
- 3. Ensure proper PPE usage (cut resistance gloves)





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MSHA citations

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- The fire extinguisher located in the cab of a Cat backhoe at the laydown yard did not have the monthly inspection documented.
- Should this fire extinguisher be needed to fight fires in the early stages and it fails, serious injury could occur.







 A 5 gallon safety can was not properly labeled. The can contained an unknown chemical which could expose the employee and result in illness and/or injury.



• 47.41 Requirement for container labels.

- (a) The operator must ensure that each container of a hazardous chemical has a label. If a container is tagged or marked with the appropriate information, it is labeled.
- (1) The operator must replace a container label immediately if it is missing or if the hazard information on the label is unreadable.
- (2) The operator must not remove or deface existing labels on containers of hazardous chemicals.
- (b) For each hazardous chemical produced at the mine, the operator must prepare a container label and update this label with any significant, new information about the chemical's hazards within 3 months of becoming aware of this information.
- (c) For each hazardous chemical brought to the mine, the operator must replace an outdated label when a revised label is received from the chemical's manufacturer or supplier. The operator is not responsible for an inaccurate label obtained from the chemical's manufacturer or supplier.



Safe access was not provided to the electrical panels.





A drill power cord had the conductors exposed.





- 56.20003a Hoses were in the walkway leading to the raff tank.
- 56.14207 The SU-48 Grader was found parked on a grade without the wheel chocks set.
- 56.14115b A grinder located in the West Repair Weld Shop, was found with a 1/8 inch gap.
- 56.16005 The Oxygen/Acetylene tanks, West of the VLE Plant were not secured.
- 56.42012 A fire extinguisher located in the alley of the West Repair without a current annual inspection; 1 ¹/₂ years out of date.
- 56.16007b A BO sling was found in use at the screen repair shop at the East end of the Mill.
- 56.20003b Mud was noted on the floor of the South Repair Bay
- 47.41 A diesel tank located in the South Repair Bay was not labeled to identify the contents.
- 56.4602 An Oxygen/Acetylene at the 50-10 Tail Thickener underflow tail spigot tank was found with broken gauges
- 56.16006 Valves on the Oxygen/Acetylene tanks at the 50-10 Tail Thickener underflow tail spigot tank were not protected.



- 56.12023 A welding lead in the 2 Unit Crusher Floor/ Counterbox floor was found with exposed inner conductors
- An electrical panel in the 3 Unit by the birdie cage was found with exposed lugs and missing cover plate.
- 56.16005 Acetylene Tanks in the Crusher East Repair Bay were not secured.
- 56.12018 The Crusher Control Room Breaker Box had breakers labeled as spare that were in the on position
- 56.4201a1 A fire extinguisher at the 110 Subsite did not have a current annual inspection (January).
- 56.12006 A Breaker Box was found at coalescent tanks with unlabeled breakers.
- 56.14100b The SU-48 Grader was traveling when the inspector noticed the brake lights were not functioning properly.
- 56.14207 The LV191A did not have the park brake set.
- 56.12069 The lightning arrestor on a power pole was not attached to the ground



- 56.12034 A light fixture in the Pan Feeder Tool room was not equipped with a guard.
- 56.14112b Adequate guards were not in place on the 1A-1B Tripper Car
- 56.14100c The headlight and turn-signal on the FAB-44 Forklift did not function properly when tested.
- 56.20003 Nails were protruding from a crate at the electrical laydown yard at the Central Tankhouse.
- 47.41a A bottle of unknown liquid was found in the Electrical Shop, without a label to identify the contents.
- 47.41a Two cans of lubricant were not labeled to identify the contents.
- 56.20014 Chemicals were being stored in the same location as food.
- 56.4201 Fire extinguisher found with expired annual inspection on the rental scissor-lift.
- 56.12032 A flash card was missing from the 120/240 breaker box
- 56.11001 Material accumulated in walkway in a dome shape making access hazardous.
- 56.18002(a) Material (rocks and mud) accumulated on floor of the COB basement; flagging tag noted the hazard identified on Friday (2-5-16)
- 56.14103(b) Broken rear window on CO134 loader (equipment was not tagged out, a B/O was placed during the inspection)





HAS BEEN PICKED!

FREEPORT-MCMoRAN

REM

SAF

GAI

PAINFUL

ACCIE



fety is first,

CTICE IT!

OWING

FETY

IS NOT ENOUGH

last.



Contractor Management Gay Cole

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Competency Training

February 12, 2016 at Noon

Room 4 at Modoc Training Center

Ron Mason, Charles Olds, Jimmy Pearson, Dave Crownover, Grady Partin, Sandi Hansen, Rory Wilson, Stacey Scott, Larry Kerrigan, James Marin, Kari Swapp, Jason Wainscott, Alex Blake, Tamela Doughty, Mark Williams, Rick Haswell, Jenny Burk, Nate Shechter, Jason Watson, Chris Salle, Dwayne Stotllenyre, Todd Marriage, Shawn Davidsen, Jeffrey Bradford, Steven Nemitz



Competency Training

Feb 26 at 7 am

Rm. 4 at Modoc Training Center

Art Martinez, Dionna White, Gerardo Garcia, Troy Merrell, Renae Maldonado, John Pelto, Dominick Giacoletti, Wayne Hewitt, Nate Mortensen, Tom Blake, Tonya Norton, Troy Kowalski, Ed & Cheryl Comaduran, Ryan La Pointe, Justin Dupuy, David Bartels, Sean Taylor,

Andrew Koch III, Robert Groseth, David Gillmore, Chris Scorse, Darren Sanders, Jorisen Brinkerhoff, Bill Sollers



If you are unable to make the class you are assigned too, please let me know.

Gay Cole – Contractor Management Supervisor 928.865.7028 or 928.965.0756



Environmental Cynthia Christenson

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| Freeport-McMoRa | FREEPORT-MCMORAN | MSDS File Nun | nber: | | |
|-----------------|---|---|--|--------------------------|---|
| | | Reporting Date: | | | |
| en and the | Environmental TRI (| Quarterly Re | porting For | M VALUE AT OUR COR | E |
| | CONTRACTOR INFORMATION: (PLEA | SE PRINT) | | | |
| | Company/Contractor Name: | | | | |
| | Product Name: | | | | |
| | Manufacturer: | | | | |
| | Location/Purpose: | | | | |
| | MSDS Product Requestor: | | | | |
| | Form must be completed at the Morenci Env | end of each quarter ironmental Services. | and forwarded to | | |
| | PLEASE CHECK THE REPORTING QUAR | | | | |
| | First Quarter (January - March) | | | | |
| | Second Quarter (April - June) | | | | |
| | Third Quarter (July - September) | | | | |
| | Fourth Quarter (October - December) | | | | |
| | Quantity | Unit of Measure | Containe | r Size | |
| | Instructions: Fill out the company/contract name, and location that the product is us reported for and then indicate the quantity was used during the reporting quarter. Morenci Environmental Services b close of the quarter. | ed. Check the appro, ly and units of measu Send a copy of the | oriate quarter that is b re for the product whit e completed form | being ch ta | |
| | Signature of person completing this form: | | | | |
| | Printed Name: Intranet posted document is the controlled of | | ant in still success to size to | | 8 |