

Item 2.02. Results of Operations and Financial Condition.

Freeport-McMoRan Inc. ("FCX") issued a press release dated July 21, 2022, announcing its second-quarter 2022 and six-month financial and operating results. A copy of the press release is furnished hereto as Exhibit 99.1.

Item 7.01. Regulation FD Disclosure.

The slides to be presented in connection with FCX's previously announced second-quarter 2022 earnings conference call being webcast on the internet at 10:00 a.m. Eastern Time on July 21, 2022, are furnished hereto as Exhibit 99.2.

The information furnished pursuant to Item 2.02 and Item 7.01 shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), or otherwise subject to the liabilities of that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, regardless of any general incorporation language in such filing.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits.

Exhibit Number	Exhibit Title
99.1	Press release dated July 21, 2022, titled "Freeport-McMoRan Reports Second-Quarter and Six-Month 2022 Results."
99.2	Slides presented in connection with FCX's second-quarter 2022 earnings conference call conducted via the internet on July 21, 2022.
104	The cover page from this Current Report on Form 8-K, formatted in Inline XBRL.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Freeport-McMoRan Inc.

By: /s/ Ellie L. Mikes

Ellie L. Mikes
Vice President and Chief Accounting Officer
(authorized signatory and
Principal Accounting Officer)

Date: July 21, 2022

NEWS RELEASE

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Freeport-McMoRan Reports Second-Quarter and Six-Month 2022 Results

- *Solid operational results, with strong margins and cash flows*
- *Second-quarter 2022 copper and gold sales volumes were above April 2022 guidance by 5% and 18%, respectively, and above second-quarter 2021 by 17% and 56%, respectively*
- *Unit net cash costs in line with April 2022 guidance*
- *Strong balance sheet, liquidity and financial flexibility*
- *Significant debt retirements through open-market transactions*
- *Increase in share repurchase authorization*

- **Net income** attributable to common stock in second-quarter 2022 totaled \$840 million, \$0.57 per share, and adjusted net income attributable to common stock totaled \$854 million, \$0.58 per share, after excluding net charges totaling \$14 million, \$0.01 per share.
- **Consolidated sales** totaled 1.1 billion pounds of copper, 476 thousand ounces of gold and 20 million pounds of molybdenum in second-quarter 2022. Consolidated sales for the year 2022 are expected to approximate 4.2 billion pounds of copper, 1.7 million ounces of gold and 80 million pounds of molybdenum, including 1.0 billion pounds of copper, 400 thousand ounces of gold and 21 million pounds of molybdenum in third-quarter 2022.
- **Average realized prices** in second-quarter 2022 were \$4.03 per pound for copper, \$1,827 per ounce for gold and \$19.44 per pound for molybdenum.
- **Average unit net cash costs** in second-quarter 2022 were \$1.41 per pound of copper and are expected to average \$1.50 per pound of copper for the year 2022.
- **Operating cash flows** totaled \$1.6 billion (including \$0.1 billion of working capital and other sources) in second-quarter 2022 and \$3.3 billion (net of \$0.7 billion of working capital and other uses) for the first six months of 2022. Based on current sales volume and cost estimates, and assuming average prices of \$3.25 per pound for copper, \$1,700 per ounce for gold and \$16.00 per pound for molybdenum for the second half of 2022, operating cash flows are expected to approximate \$4.5 billion (net of \$1.4 billion of working capital and other uses) for the year 2022.
- **Capital expenditures** totaled \$0.9 billion (including \$0.4 billion for major mining projects and \$0.2 billion for the Indonesia smelter projects) in second-quarter 2022 and \$1.6 billion (including \$0.8 billion for major mining projects and \$0.3 billion for the Indonesia smelter projects) for the first six months of 2022. Capital expenditures for the year 2022 are expected to approximate \$4.5 billion (\$3.1 billion excluding the Indonesia smelter projects), including \$1.9 billion for major mining projects.
- In April 2022, **PT Freeport Indonesia (PT-FI) completed the sale of \$3.0 billion of unsecured senior notes**, with a weighted-average interest rate of 5.4 percent. Net proceeds are expected to be used to finance the Indonesia smelter projects.
- Through July 20, 2022, FCX **purchased \$754 million aggregate principal amount of its senior notes** in open-market transactions for a total cost of \$718 million (including \$582 million aggregate principal amount in second-quarter 2022).
- Through July 20, 2022, FCX has acquired 47.9 million shares of its common stock for a total cost of \$1.8 billion (\$38.35 average cost per share) **under the share repurchase program**, including 35.1 million shares for a total cost of \$1.3 billion (\$38.36 average cost per share) during 2022. In July 2022, the FCX Board of Directors (the Board) authorized an increase in the share repurchase program from \$3.0 billion to up to \$5.0 billion.
- At June 30, 2022, **consolidated debt** totaled \$11.1 billion and **consolidated cash and cash equivalents** totaled \$9.5 billion, resulting in **net debt** of \$1.6 billion (\$1.0 billion excluding net debt for the Indonesia smelter projects). Refer to the supplemental schedule, "Net Debt," on page IX.

PHOENIX, AZ, July 21, 2022 - Freeport-McMoRan Inc. (NYSE: FCX) reported second-quarter 2022 net income attributable to common stock of \$840 million, \$0.57 per share, and adjusted net income attributable to common stock of \$854 million, \$0.58 per share, after excluding net charges totaling \$14 million, \$0.01 per share. For additional information, refer to the supplemental schedule, "Adjusted Net Income," on page VII.

Richard C. Adkerson, Chairman and Chief Executive Officer, said, "FCX is in a position of strength as we navigate the current global market uncertainties. The actions we have taken in recent years to build a strong balance sheet, successfully expand low-cost operations, and maintain flexible growth options will allow us to manage the current market situation in an effective manner while preserving substantial future asset values. Despite near-term uncertainties, the long-term market fundamentals and value opportunities for our stakeholders remain extraordinarily favorable. I am confident in our strategy centered on being Foremost in Copper. Our assets are valuable and scarce. The future prospects for our markets, the quality of our assets and the experience of our team will enable us to deliver substantial value as global conditions improve."

SUMMARY FINANCIAL DATA

	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
	(in millions, except per share amounts)			
Revenues ^{a,b}	\$ 5,416	\$ 5,748	\$ 12,019	\$ 10,598
Operating income ^a	\$ 1,736	\$ 2,067	\$ 4,545	\$ 3,599
Net income attributable to common stock ^{c,d}	\$ 840	\$ 1,083	\$ 2,367	\$ 1,801
Diluted net income per share of common stock	\$ 0.57	\$ 0.73	\$ 1.61	\$ 1.21
Diluted weighted-average common shares outstanding	1,457	1,483	1,463	1,480
Operating cash flows ^e	\$ 1,621	\$ 2,395	\$ 3,312	\$ 3,470
Capital expenditures	\$ 863	\$ 433	\$ 1,586	\$ 803
At June 30:				
Cash and cash equivalents	\$ 9,492	\$ 6,313	\$ 9,492	\$ 6,313
Total debt, including current portion	\$ 11,092	\$ 9,695	\$ 11,092	\$ 9,695

a. For segment financial results, refer to the supplemental schedules, "Business Segments," beginning on page X.

b. Includes (unfavorable) favorable adjustments to prior period provisionally priced concentrate and cathode copper sales totaling \$(355) million (\$154) million to net income attributable to common stock or \$(0.10) per share in second-quarter 2022, \$173 million (\$66 million to net income attributable to common stock or \$0.05 per share) in second-quarter 2021, \$65 million (\$27 million to net income attributable to common stock or \$0.02 per share) for the first six months of 2022 and \$169 million (\$65 million to net income attributable to common stock or \$0.04 per share) for the first six months of 2021. For further discussion, refer to the supplemental schedule, "Derivative Instruments," on page IX.

c. Includes net charges totaling \$14 million (\$0.01 per share) in second-quarter 2022, \$56 million (\$0.04 per share) in second-quarter 2021, \$52 million (\$0.04 per share) for the first six months of 2022 and \$94 million (\$0.06 per share) for the first six months of 2021 that are described in the supplemental schedule, "Adjusted Net Income," on page VII.

d. FCX defers recognizing profits on intercompany sales until final sales to third parties occur. For a summary of net impacts from changes in these deferrals, refer to the supplemental schedule, "Deferred Profits," on page X.

e. Working capital and other sources (uses) totaled \$100 million in second-quarter 2022, \$523 million in second-quarter 2021, \$(711) million for the first six months of 2022 and \$187 million for the first six months of 2021.

SUMMARY OPERATING DATA

	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
Copper (millions of recoverable pounds)				
Production	1,075	913	2,084	1,823
Sales, excluding purchases	1,087	929	2,111	1,754
Average realized price per pound	\$ 4.03	\$ 4.34	\$ 4.18	\$ 4.25
Site production and delivery costs per pound ^a	\$ 2.09	\$ 2.02 ^b	\$ 2.06	\$ 1.94 ^b
Unit net cash costs per pound ^a	\$ 1.41	\$ 1.48	\$ 1.37	\$ 1.44
Gold (thousands of recoverable ounces)				
Production	476	305	891	602
Sales	476	305	885	563
Average realized price per ounce	\$ 1,827	\$ 1,794	\$ 1,861	\$ 1,785
Molybdenum (millions of recoverable pounds)				
Production	23	20	44	40
Sales, excluding purchases	20	22	39	43
Average realized price per pound	\$ 19.44	\$ 13.11	\$ 19.37	\$ 12.38

a. Reflects per pound weighted-average production and delivery costs and unit net cash costs (net of by-product credits) for all copper mines, before net noncash and other costs. For reconciliations of per pound unit net cash costs (credits) by operating division to production and delivery costs applicable to sales reported in FCX's consolidated financial statements, refer to the supplemental schedules, "Product Revenues and Production Costs," beginning on page XIII.

b. Includes \$0.07 per pound of copper in second-quarter 2021 and \$0.04 per pound of copper for the first six months of 2021 associated with nonrecurring labor-related charges at Cerro Verde. Refer to the supplemental schedule, "Adjusted Net Income," on page VII.

Market Conditions

The London Metal Exchange (LME) copper settlement price averaged \$4.43 per pound in the first six months of 2022 and reached a high of \$4.87 per pound in March 2022, supported by copper's increasingly important role in decarbonization technologies and limited mine supply. Many analysts projected a multi-year period of rising prices associated with secular growth in metals demand required for clean energy technologies. Beginning in second-quarter 2022, a series of macro-economic factors (concerns about the global economy, higher United States (U.S.) interest rates and currency exchange rates) led to a precipitous decline in copper prices. The LME copper settlement price declined from approximately \$4.70 per pound at the start of second-quarter 2022 to \$3.74 per pound at June 30, 2022, and settled at \$3.34 per pound on July 20, 2022.

Physical market fundamentals remain tight as evidenced by low levels of global exchange stocks. FCX's global customer base reports healthy demand for copper. The outlook for copper fundamentals in the medium- and long-term remain extraordinarily favorable, with demand for copper expected to double over the next 10 to 15 years. Substantial new mine supply development will be required to meet the goals of the global energy transition, and current prices for copper are insufficient to support new mine supply development, which is expected to add to future supply deficits.

The FCX management team and global organization have substantial experience and success in executing under volatile market conditions. FCX benefits from a diversified portfolio of operations with an attractive cost structure, long-lived reserves, optionality in its project pipeline and a strong balance sheet and liquidity position.

FCX closely monitors market conditions and will adjust its operating plans if required. FCX will maintain a strong balance sheet and liquidity position as it focuses on building long-term value in its business, executing its operating plans safely, responsibly and efficiently, and prudently manage costs and capital expenditures. FCX will opportunistically use excess cash to repurchase its debt and equity securities. Refer to FCX's Financial Policy beginning on page 10.

FCX is realistic about near-term uncertain market conditions. FCX is steadfast in its optimism about its portfolio of assets, its strong management and operating team, and the long-term prospects for the copper markets it serves.

Responsible Production

2021 Annual Report on Sustainability. In April 2022, FCX published its 2021 Annual Report on Sustainability, available on FCX's website at [fcx.com/sustainability](https://www.fcxc.com/sustainability). FCX has a long history of environmental, social and governance (ESG) programs and is focused on leading as a responsible copper producer.

The Copper Mark. FCX is committed to validating all of its copper producing sites with the Copper Mark, a comprehensive assurance framework designed to demonstrate the copper industry's responsible production practices. To achieve the Copper Mark, each site is required to complete an external assurance process to assess conformance with 32 ESG requirements. During second-quarter 2022, FCX's Safford and Sierrita sites were awarded the Copper Mark. To date, FCX has achieved the Copper Mark at all 11 of its eligible copper producing sites in North America, South America and Europe; and PT-FI has signed a letter of commitment and initiated the validation process.

Consolidated Sales Volumes

Second-quarter 2022 **copper** sales of 1.1 billion pounds were 5 percent higher than the April 2022 estimate of 1.0 billion pounds of copper, primarily reflecting timing of shipments and strong operating performance. Second-quarter 2022 copper sales were 17 percent higher than second-quarter 2021 sales of 929 million pounds of copper, primarily reflecting increased operating rates at the Grasberg minerals district and Cerro Verde.

Second-quarter 2022 **gold** sales of 476 thousand ounces were 18 percent higher than the April 2022 estimate of 405 thousand ounces of gold, primarily reflecting higher recoveries and milling rates. Second-quarter 2022 gold sales were 56 percent higher than second-quarter 2021 sales of 305 thousand ounces, primarily reflecting increased operating rates at the Grasberg minerals district.

Second-quarter 2022 **molybdenum** sales of 20 million pounds were lower than the April 2022 estimate of 21 million pounds and second-quarter 2021 sales of 22 million pounds, primarily reflecting timing of shipments.

Consolidated sales volumes for the year 2022 are expected to approximate 4.2 billion pounds of copper, 1.7 million ounces of gold and 80 million pounds of molybdenum, including 1.0 billion pounds of copper, 400 thousand ounces of gold and 21 million pounds of molybdenum in third-quarter 2022. Projected sales volumes are dependent on operational performance, weather-related conditions, timing of shipments and other factors detailed in the Cautionary Statement below.

Consolidated Unit Net Cash Costs

Consolidated average unit net cash costs (net of by-product credits) for FCX's copper mines of \$1.41 per pound of copper in second-quarter 2022 were in line with the April 2022 estimate, with the impact of higher sales volumes and by-product credits being offset by higher energy and other input costs; and five percent below the second-quarter 2021 average of \$1.48 per pound, primarily reflecting higher sales volumes and by-product credits, partly offset by higher mining, energy and other input costs. Second-quarter 2021 unit net cash costs also included nonrecurring labor-related charges at Cerro Verde (\$0.07 per pound).

Assuming average prices of \$1,700 per ounce of gold and \$16.00 per pound of molybdenum for the second half of 2022 and achievement of current sales volume and cost estimates, consolidated unit net cash costs (net of by-product credits) for FCX's copper mines are expected to average \$1.50 per pound of copper for the year 2022. The impact of price changes during the second half of 2022 on consolidated unit net cash costs for the year 2022 would approximate \$0.02 per pound of copper for each \$100 per ounce change in the average price of gold and \$0.01 per pound of copper for each \$2 per pound change in the average price of molybdenum. Quarterly unit net cash costs vary with fluctuations in sales volumes and realized prices, primarily for gold and molybdenum.

MINING OPERATIONS

North America Copper Mines. FCX operates seven open-pit copper mines in North America - Morenci, Bagdad, Safford (including Lone Star), Sierrita and Miami in Arizona, and Chino and Tyrone in New Mexico. In addition to copper, certain of these mines produce molybdenum concentrate, gold and silver. All of the North America mining operations are wholly owned, except for Morenci. FCX records its 72 percent undivided joint venture interest in Morenci using the proportionate consolidation method.

Operating and Development Activities. FCX has substantial reserves and future opportunities in the U.S., primarily associated with existing mining operations.

FCX continues to pursue technologies to recover additional copper from its large existing leach stockpiles. FCX has several initiatives ongoing across its North America and South America footprint incorporating new applications, technologies and data analytics. Initial results support the potential for incremental low-cost and low-carbon additions to FCX's production and reserve profile.

Lone Star is increasing its operating rates to achieve production of 300 million pounds of copper per year from oxide ores (compared with the initial design capacity of 200 million pounds per year). The oxide project at Lone Star advances the opportunity for development of the underlying, large-scale sulfide resources. FCX is also increasing exploration in the area to support metallurgical testing and mine development planning for a potential significant long-term investment to build additional scale on an economically attractive basis.

FCX is planning an expansion to double the concentrator capacity of the Bagdad operation in northwest Arizona. FCX is engaging stakeholders and has commenced a feasibility study, which is expected to be completed in 2023, for this project.

Operating Data. Following is summary consolidated operating data for the North America copper mines:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
Copper (millions of recoverable pounds)				
Production	382	360	736	713
Sales, excluding purchases	389	389	770	697
Average realized price per pound	\$ 4.36	\$ 4.42	\$ 4.46	\$ 4.19
Molybdenum (millions of recoverable pounds)				
Production ^a	8	9	15	17
Unit net cash costs per pound of copper^b				
Site production and delivery, excluding adjustments	\$ 2.50	\$ 2.14	\$ 2.44	\$ 2.09
By-product credits	(0.35)	(0.25)	(0.35)	(0.27)
Treatment charges	0.11	0.08	0.10	0.09
Unit net cash costs	\$ 2.26	\$ 1.97	\$ 2.19	\$ 1.91

a. Refer to summary operating data on page 3 for FCX's consolidated molybdenum sales, which include sales of molybdenum produced at the North America copper mines.

b. For a reconciliation of unit net cash costs per pound to production and delivery costs applicable to sales reported in FCX's consolidated financial statements, refer to the supplemental schedules, "Product Revenues and Production Costs," beginning on page XIII.

FCX's consolidated copper sales volumes from North America totaled 389 million pounds in second-quarter 2022 and second-quarter 2021. North America copper sales are estimated to approximate 1.5 billion pounds for the year 2022.

Average unit net cash costs (net of by-product credits) for the North America copper mines of \$2.26 per pound of copper in second-quarter 2022 were higher than second-quarter 2021 unit net cash costs of \$1.97 per pound, primarily reflecting higher mining and milling rates and higher energy and other input costs, partly offset by higher by-product credits.

Average unit net cash costs (net of by-product credits) for the North America copper mines are expected to approximate \$2.25 per pound of copper for the year 2022, based on achievement of current sales volume and cost estimates and assuming an average molybdenum price of \$16.00 per pound for the second half of 2022. North America's average unit net cash costs for the year 2022 would change by approximately \$0.02 per pound for each \$2 per pound change in the average price of molybdenum for the second half of 2022.

South America Mining. FCX operates two copper mines in South America - Cerro Verde in Peru (in which FCX owns a 53.56 percent interest) and El Abra in Chile (in which FCX owns a 51 percent interest). These operations are consolidated in FCX's financial statements. In addition to copper, the Cerro Verde mine produces molybdenum concentrate and silver.

Operating and Development Activities. During second-quarter 2022, milling rates at Cerro Verde's concentrator facilities set a quarterly record averaging 427,100 metric tons of ore per day. Subject to ongoing monitoring of COVID-19 protocols, milling rates at Cerro Verde are currently expected to average over 400,000 metric tons of ore per day for the second half of 2022.

Operating rates at El Abra have returned to pre-COVID-19 levels and increased mining and stacking activities are expected to result in an approximate 30 percent increase in El Abra copper production for the year 2022, compared with the year 2021.

El Abra's large sulfide resource supports a potential major mill project similar to the large-scale concentrator constructed at Cerro Verde in 2015. Technical and economic studies continue to be evaluated to determine the optimal scope and timing for the sulfide project. FCX is considering options to invest in water infrastructure to provide options to extend existing operations, while continuing to monitor potential changes in Chile's regulatory and fiscal matters. FCX will defer major investment decisions pending clarity on Chile's regulatory and fiscal matters.

Operating Data. Following is summary consolidated operating data for South America mining:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
Copper (millions of recoverable pounds)				
Production	286	245	560	504
Sales	288	230	552	489
Average realized price per pound	\$ 3.83	\$ 4.31	\$ 4.00	\$ 4.28
Molybdenum (millions of recoverable pounds)				
Production ^a	7	4	14	9
Unit net cash costs per pound of copper^b				
Site production and delivery, excluding adjustments	\$ 2.48	\$ 2.48 ^c	\$ 2.45	\$ 2.23 ^c
By-product credits	(0.35)	(0.31)	(0.38)	(0.26)
Treatment charges	0.15	0.13	0.15	0.13
Royalty on metals	0.01	0.01	0.01	0.01
Unit net cash costs	\$ 2.29	\$ 2.31	\$ 2.23	\$ 2.11

a. Refer to summary operating data on page 3 for FCX's consolidated molybdenum sales, which include sales of molybdenum produced at Cerro Verde.

b. For a reconciliation of unit net cash costs per pound to production and delivery costs applicable to sales reported in FCX's consolidated financial statements, refer to the supplemental schedules, "Product Revenues and Production Costs," beginning on page XIII.

c. Includes \$0.30 per pound of copper in second-quarter 2021 and \$0.14 per pound of copper for the first six months of 2021 associated with nonrecurring labor-related charges at Cerro Verde. Refer to the supplemental schedule, "Adjusted Net Income," on page VII.

FCX's consolidated copper sales volumes from South America of 288 million pounds in second-quarter 2022 were higher than second-quarter 2021 copper sales volumes of 230 million pounds, primarily reflecting higher mining and milling rates at Cerro Verde.

Copper sales from South America mining are expected to approximate 1.2 billion pounds for the year 2022.

Average unit net cash costs (net of by-product credits) for South America mining of \$2.29 per pound of copper in second-quarter 2022 were lower than second-quarter 2021 unit net cash costs of \$2.31, primarily reflecting nonrecurring labor-related charges at Cerro Verde in second-quarter 2021 and higher sales volumes, partly offset by a change in estimate of copper recoveries in stockpiles at El Abra and higher energy and other input costs. Average unit net cash costs (net of by-product credits) for South America mining are expected to approximate

\$2.31 per pound of copper for the year 2022, based on current sales volume and cost estimates and assuming an average price of \$16.00 per pound of molybdenum for the second half of 2022.

Indonesia Mining. PT-FI operates one of the world's largest copper and gold mines at the Grasberg minerals district in Papua, Indonesia. PT-FI produces copper concentrate that contains significant quantities of gold and silver. FCX has a 48.76 percent ownership interest in PT-FI and manages its mining operations. Under the terms of the 2018 shareholders agreement, FCX's economic interest in PT-FI approximates 81 percent through 2022, and 48.76 percent thereafter. PT-FI's results are consolidated in FCX's financial statements.

Operating and Development Activities. PT-FI currently has three underground operating mines in the Grasberg minerals district: Grasberg Block Cave, DMLZ and Big Gossan. In late 2021, PT-FI achieved quarterly copper and gold volumes approximating 100 percent of projected annualized levels of approximately 1.6 billion pounds of copper and 1.6 million ounces of gold.

PT-FI's milling rates for ore produced from its underground mines averaged 197,000 metric tons of ore per day in second-quarter 2022, and PT-FI expects milling rates to average approximately 190,000 metric tons of ore per day for the second half of 2022. The installation of additional milling facilities at PT-FI is currently expected to be completed in 2023, which would increase milling capacity to approximately 240,000 metric tons of ore per day and provide for continued annualized copper and gold production volumes of approximately 1.6 billion pounds of copper and 1.6 million ounces of gold. PT-FI is also advancing a mill recovery project with the installation of a new copper cleaner circuit that is expected to be completed in the first half of 2024, and is expected to provide incremental metal production of approximately 60 million pounds of copper and 40 thousand ounces of gold per year.

For the year 2022, PT-FI's estimated capital spending on the Grasberg Block Cave and DMLZ underground projects, including construction of a dual-fuel power plant, is expected to approximate \$1.0 billion, net of scheduled contributions from PT Indonesia Asahan Aluminium (Persero) (PT Inalum, also known as MIND ID). In accordance with applicable accounting guidance, the aggregate costs (before scheduled contributions from PT Inalum), expected to approximate \$1.2 billion for the year 2022, will be reflected as an investing activity in FCX's cash flow statement and contributions from PT Inalum will be reflected as a financing activity.

Kucing Liar. PT-FI commenced long-term mine development activities for its Kucing Liar deposit during 2021, which is expected to produce over 6 billion pounds of copper and 5 million ounces of gold over the life of the project. Pre-production development activities will occur over an approximate 10-year timeframe, and capital investments are expected to average approximately \$400 million per year over the next 10 years. At full operating rates, annual production from Kucing Liar is expected to approximate 600 million pounds of copper and 500 thousand ounces of gold, providing PT-FI with sustained long-term, large-scale and low-cost production. Kucing Liar will benefit from substantial shared infrastructure and PT-FI's experience and long-term success in block-cave mining.

Indonesia Smelter. In connection with PT-FI's 2018 agreement with the Indonesia government to secure the extension of its long-term mining rights, PT-FI committed to construct additional domestic smelting capacity totaling 2 million metric tons of concentrate per year by the end of 2023 (subject to force majeure provisions).

PT-FI is actively engaged in the following projects for additional domestic smelting capacity:

- Construction of a greenfield smelter in Gresik, Indonesia with a capacity to process approximately 1.7 million metric tons of copper concentrate per year. In July 2021, PT-FI awarded a construction contract to a third-party contractor with an estimated cost of \$2.8 billion. The smelter construction, currently approximately 30 percent complete, is expected to be completed as soon as feasible in 2024.
- Expansion of PT Smelting's capacity by 30 percent to 1.3 million metric tons of concentrate per year, which is expected to be completed by the end of 2023. PT-FI completed agreements in November 2021 with the majority owner of PT Smelting to implement the expansion plans. PT-FI is funding the cost of the expansion, estimated to approximate \$250 million, with a loan that will convert to equity, increasing ownership in PT Smelting from a 39.5 percent ownership interest to a majority ownership interest once the expansion is complete.
- Construction of a precious metals refinery (PMR) to process gold and silver from the greenfield smelter and PT Smelting at an estimated cost of \$400 million.

During second-quarter 2022, capital expenditures for the greenfield smelter and PMR (collectively, the Indonesia smelter projects) totaled \$0.2 billion, and are expected to approximate \$1.4 billion for the year 2022.

Capital expenditures for the Indonesia smelter projects are being funded with PT-FI's senior notes and its available revolving credit facility.

Construction of the additional domestic smelter capacity will result in the elimination of export duties, providing an offset to the economic cost associated with the Indonesia smelter projects. Based on current development progress of additional smelting capacity, PT-FI expects export duties to be reduced from the current rate of 5 percent to 2.5 percent by the end of 2022, and eliminated in the second half of 2023.

Operating Data. Following is summary consolidated operating data for Indonesia mining:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
Copper (millions of recoverable pounds)				
Production	407	308	788	606
Sales	410	310	789	568
Average realized price per pound	\$ 3.86	\$ 4.27	\$ 4.04	\$ 4.29
Gold (thousands of recoverable ounces)				
Production	473	303	885	597
Sales	474	302	880	558
Average realized price per ounce	\$ 1,827	\$ 1,795	\$ 1,861	\$ 1,785
Unit net cash (credits) costs per pound of copper^a				
Site production and delivery, excluding adjustments	\$ 1.43	\$ 1.54	\$ 1.42	\$ 1.51
Gold and silver credits	(2.17)	(1.93)	(2.17)	(1.86)
Treatment charges	0.24	0.24	0.24	0.24
Export duties	0.21	0.14	0.21	0.13
Royalty on metals	0.27	0.26	0.26	0.25
Unit net cash (credits) costs	\$ (0.02)	\$ 0.25	\$ (0.04)	\$ 0.27

a. For a reconciliation of unit net cash (credits) costs per pound to production and delivery costs applicable to sales reported in FCX's consolidated financial statements, refer to the supplemental schedules, "Product Revenues and Production Costs," beginning on page XIII.

PT-FI's consolidated sales of 410 million pounds of copper and 474 thousand ounces of gold in second-quarter 2022 were higher than second-quarter 2021 consolidated sales of 310 million pounds of copper and 302 thousand ounces of gold, primarily reflecting increased operating rates at the Grasberg minerals district. Consolidated sales volumes from PT-FI are expected to approximate 1.5 billion pounds of copper and 1.7 million ounces of gold for the year 2022.

PT-FI's unit net cash credits (including gold and silver credits) of \$0.02 per pound of copper in second-quarter 2022 were significantly lower than unit net cash costs of \$0.25 per pound in second-quarter 2021, primarily reflecting higher sales volumes, partly offset by higher operating rates, energy and other input costs.

Assuming an average gold price \$1,700 per ounce for the second half of 2022 and achievement of current sales volumes and cost estimates, unit net cash costs (net of gold and silver credits) for PT-FI are expected to approximate \$0.18 per pound of copper for the year 2022. PT-FI's average unit net cash costs for the year 2022 would change by approximately \$0.07 per pound of copper for each \$100 per ounce change in the average price of gold for the second half of 2022.

Molybdenum Mines. FCX operates two wholly owned molybdenum mines in Colorado - the Climax open-pit mine and the Henderson underground mine. The Climax and Henderson mines produce high-purity molybdenum concentrate, which is typically further processed into value-added molybdenum chemical products. The majority of the molybdenum concentrate produced at the Climax and Henderson mines and at FCX's North America and South America copper mines is processed at FCX's conversion facilities.

Operating and Development Activities. Production from the molybdenum mines totaled 8 million pounds of molybdenum in second-quarter 2022 and 7 million pounds of molybdenum in second-quarter 2021. FCX's consolidated molybdenum sales and average realized prices include sales of molybdenum produced at the Molybdenum mines and at FCX's North America and South America copper mines, which are presented on page 3.

Average unit net cash costs for the Molybdenum mines of \$10.62 per pound of molybdenum in second-quarter 2022 were higher than average unit net cash costs of \$8.14 per pound in second-quarter 2021, primarily reflecting higher energy, outside service costs and other input costs and increased development costs at the Henderson mine. Based on current sales volume and cost estimates, average unit net cash costs for the Molybdenum mines are expected to approximate \$11.75 per pound of molybdenum for the year 2022.

For a reconciliation of unit net cash costs per pound to production and delivery costs applicable to sales reported in FCX's consolidated financial statements, refer to the supplemental schedules, "Product Revenues and Production Costs," beginning on page XIII.

EXPLORATION

FCX's mining exploration activities are primarily associated with its existing mines, focusing on opportunities to expand reserves and resources to support development of additional future production capacity. Exploration results continue to indicate opportunities for significant future potential reserve additions at our existing properties in North America and South America. Exploration expenditures for the year 2022, primarily to advance Lone Star and other opportunities at FCX's North America copper mines, are expected to approximate \$120 million, compared with \$50 million in 2021. FCX has long-lived reserves and a significant resource position in its existing portfolio.

LIQUIDITY, CASH FLOWS, CASH AND DEBT

Liquidity. At June 30, 2022, FCX had \$9.5 billion in consolidated cash and cash equivalents and \$3.5 billion of availability under its revolving credit facility. In addition, PT-FI and Cerro Verde have \$1.3 billion and \$350 million, respectively, of availability under their revolving credit facilities.

Operating Cash Flows. FCX generated operating cash flows of \$1.6 billion (including \$0.1 billion of working capital and other sources) in second-quarter 2022 and \$3.3 billion (net of \$0.7 billion of working capital and other uses) for the first six months of 2022.

Based on current sales volume and cost estimates, and assuming average prices of \$3.25 per pound of copper, \$1,700 per ounce of gold and \$16.00 per pound of molybdenum for the second half of 2022, FCX's consolidated operating cash flows are estimated to approximate \$4.5 billion (net of \$1.4 billion of working capital and other uses) for the year 2022. The impact of price changes for the second half of 2022 on operating cash flows would approximate \$230 million for each \$0.10 per pound change in the average price of copper, \$80 million for each \$100 per ounce change in the average price of gold and \$50 million for each \$2 per pound change in the average price of molybdenum.

Capital Expenditures. Capital expenditures totaled \$0.9 billion in second-quarter 2022 (including \$0.4 billion for major mining projects and \$0.2 billion for the Indonesia smelter projects) and \$1.6 billion for the first six months of 2022 (including \$0.8 billion for major mining projects and \$0.3 billion for the Indonesia smelter projects).

Capital expenditures are expected to approximate \$4.5 billion for the year 2022 (including \$1.9 billion for major mining projects and \$1.4 billion for the Indonesia smelter projects). Projected capital expenditures for major mining projects include \$1.3 billion for planned projects primarily associated with underground mine development in the Grasberg minerals district and supporting mill and power capital costs and \$0.6 billion for discretionary growth projects. Capital expenditures for the Indonesia smelter projects are being funded with PT-FI's senior notes and its available revolving credit facility.

Cash. Following is a summary of the U.S. and international components of consolidated cash and cash equivalents available to the parent company, net of noncontrolling interests' share, taxes and other costs at June 30, 2022 (in billions):

Cash at domestic companies	\$	5.1
Cash at international operations		4.4 ^a
Total consolidated cash and cash equivalents		9.5
Noncontrolling interests' share		(1.1)
Cash, net of noncontrolling interests' share		8.4
Withholding taxes		(0.3)
Net cash available	\$	8.1

a. Includes \$2.4 billion from PT-FI's senior notes that is expected to be used to finance its smelter projects.

Debt. Following is a summary of total debt and the weighted-average interest rates at June 30, 2022 (in millions, except percentages):

		Weighted-Average Interest Rate
Senior notes:		
Issued by FCX ^a	\$ 7,697	4.8%
Issued by PT-FI	2,976	5.4%
Issued by Freeport Minerals Corporation	355	7.5%
Other	64	0.5%
Total debt	\$ 11,092	5.0%

a. Includes \$995 million maturing in March 2023 with redemption rights at par in December 2022.

At June 30, 2022, there were no borrowings and \$8 million in letters of credit issued under FCX's \$3.5 billion revolving credit facility.

In April 2022, PT-FI completed the sale of \$3.0 billion of unsecured senior notes with an average duration of approximately 14 years and a weighted-average interest rate of 5.4 percent. PT-FI used \$0.6 billion of the net proceeds to repay borrowings under its term loan and expects to use the remaining net proceeds to finance its smelter projects.

In April 2022, PT-FI amended its five-year, unsecured revolving credit facility to increase the facility by \$1.0 billion, to \$1.3 billion (which became effective in May 2022). At June 30, 2022, no amounts were drawn under the revolving credit facility.

In second-quarter 2022, Cerro Verde entered into a new \$350 million, five-year, unsecured revolving credit facility, and repaid the outstanding balance of its term loan. As of June 30, 2022, no amounts were outstanding under the Cerro Verde revolving credit facility.

Through July 20, 2022, FCX purchased \$754 million aggregate principal amount of its senior notes in open-market transactions for a total cost of \$718 million (including \$582 million aggregate principal amount in second-quarter 2022), resulting in annual cash interest savings of \$36 million.

During second-quarter 2022, FCX recorded a net gain on extinguishment of debt totaling \$8 million, consisting of \$18 million associated with its senior note purchases, partly offset by a charge of \$10 million associated with the repayment of the PT-FI term loan.

FINANCIAL POLICY

FCX's financial policy is aligned with its strategic objectives of maintaining a strong balance sheet and increasing cash returns to shareholders while advancing opportunities for future growth. The policy includes a base dividend and a performance-based payout framework, whereby up to 50 percent of available cash flows generated after planned capital spending and distributions to noncontrolling interests would be allocated to shareholder returns and the balance to debt reduction and investments in value enhancing growth projects, subject to FCX maintaining its net debt at a level not to exceed the net debt target of \$3.0 billion to \$4.0 billion (excluding project debt for

additional smelting capacity in Indonesia). The Board will review the structure of the performance-based payout framework at least annually.

At June 30, 2022, FCX's net debt, excluding net debt for the Indonesia smelter projects, totaled \$1.0 billion. Refer to the supplemental schedule, "Net Debt," on page IX.

On June 22, 2022, FCX declared dividends totaling \$0.15 per share on its common stock (which included a \$0.075 per share quarterly base cash dividend and a \$0.075 per share quarterly variable cash dividend), which will be paid on August 1, 2022, to shareholders of record as of July 15, 2022. The declaration and payment of dividends (base or variable) is at the discretion of the Board and will depend on FCX's financial results, cash requirements, business prospects, global economic conditions and other factors deemed relevant by the Board.

In July 2022, the Board authorized an increase in the share repurchase program from \$3.0 billion to up to \$5.0 billion. Through July 20, 2022, FCX acquired 47.9 million shares of its common stock for a total cost of \$1.8 billion (\$38.35 average cost per share) under its share repurchase program, including 35.1 million shares for a total cost of \$1.3 billion (\$38.36 average cost per share) during 2022. As of July 20, 2022, FCX has 1.43 billion shares of common stock outstanding and \$3.2 billion is available under its share repurchase program. The timing and amount of share repurchases is at the discretion of management and will depend on a variety of factors. The share repurchase program may be modified, increased, suspended or terminated at any time at the Board's discretion.

WEBCAST INFORMATION

A conference call with securities analysts to discuss FCX's second-quarter 2022 results is scheduled for today at 10:00 a.m. Eastern Time. The conference call will be broadcast on the Internet along with slides. Interested parties may listen to the conference call live and view the slides by accessing fcx.com. A replay of the webcast will be available through Friday, August 19, 2022.

FREEPORT: Foremost in Copper

FCX is a leading international mining company with headquarters in Phoenix, Arizona. FCX operates large, long-lived, geographically diverse assets with significant proven and probable reserves of copper, gold and molybdenum. FCX is one of the world's largest publicly traded copper producers.

FCX's portfolio of assets includes the Grasberg minerals district in Indonesia, one of the world's largest copper and gold deposits; and significant mining operations in North America and South America, including the large-scale Morenci minerals district in Arizona and the Cerro Verde operation in Peru.

By supplying responsibly produced copper, FCX is proud to be a positive contributor to the world well beyond its operational boundaries. Additional information about FCX is available on FCX's website at fcx.com.

Cautionary Statement and Regulation G Disclosure: This press release contains forward-looking statements in which FCX discusses its potential future performance. Forward-looking statements are all statements other than statements of historical facts, such as plans, projections, or expectations relating to business outlook, strategy, goals or targets; global market conditions; ore grades and milling rates; production and sales volumes; unit net cash costs (credits); capital expenditures; operating costs; operating plans; cash flows; liquidity; PT-FI's financing, construction and completion of additional domestic smelting capacity in Indonesia in accordance with the terms of its special mining license (IUPK); FCX's commitments to deliver responsibly produced copper, including plans to implement and validate all of its operating sites under the Copper Mark and to comply with other disclosure frameworks; execution of FCX's energy and climate strategies and the underlying assumptions and estimated impacts on FCX's business related thereto; achievement of climate commitments and net zero aspiration; improvements in operating procedures and technology innovations; exploration efforts and results; development and production activities, rates and costs; future organic growth opportunities; tax rates; export quotas and duties; the impact of copper, gold and molybdenum price changes; the impact of deferred intercompany profits on earnings; mineral reserve and mineral resource estimates; final resolution of settlements associated with ongoing legal proceedings; debt repurchases and the ongoing implementation of FCX's financial policy and future returns to shareholders, including dividend payments (base or variable) and share repurchases. The words "anticipates," "may," "can," "plans," "believes," "estimates," "expects," "projects," "targets," "intends," "likely," "will," "should," "could," "to be," "potential," "assumptions," "guidance," "aspirations," "future" and any similar expressions are intended to identify those assertions as forward-looking statements. The declaration and payment of dividends (base or variable), timing and amount of any share repurchases is at the discretion of the Board and management, respectively, and is subject to a number of factors, including maintaining FCX's net debt target, capital availability, FCX's financial results, cash requirements, business prospects, global economic conditions, changes in laws, contractual restrictions and other factors deemed relevant by the Board or management, as applicable. The share repurchase program may be modified, increased, suspended or terminated at any time at the Board's discretion.

FCX cautions readers that forward-looking statements are not guarantees of future performance and actual results may differ materially from those anticipated, expected, projected or assumed in the forward-looking statements. Important factors that can cause FCX's actual results to differ materially from those anticipated in the forward-looking statements include, but are not limited to, supply of and demand for, and prices of the commodities we produce, primarily copper; changes in FCX's cash requirements, financial position, financing or investment plans; changes in general market, economic, tax, regulatory or industry conditions, including as a result of Russia's invasion of Ukraine or

potential global economic downturn or recession; reductions in liquidity and access to capital; the ongoing COVID-19 pandemic and any future public health crisis; political and social risks; operational risks inherent in mining, with higher inherent risks in underground mining; fluctuations in price and availability of commodities purchased; constraints on supply, logistics and transportation services; mine sequencing; changes in mine plans or operational modifications, delays, deferrals or cancellations; production rates; timing of shipments; results of technical, economic or feasibility studies; potential inventory adjustments; potential impairment of long-lived mining assets; the potential effects of violence in Indonesia generally and in the province of Papua; the Indonesia government's extension of PT-FI's export license after March 19, 2023; satisfaction of requirements in accordance with PT-FI's IUPK to extend mining rights from 2031 through 2041; the Indonesia government's approval of a deferred schedule for completion of additional domestic smelting capacity in Indonesia; cybersecurity incidents; labor relations, including labor-related work stoppages and costs; the results of the human health assessment to evaluate the potential impacts of tailings and mining waste, and compliance with applicable environmental, health and safety laws and regulations; weather- and climate-related risks; environmental risks and litigation results; FCX's ability to comply with its responsible production commitments under specific frameworks and any changes to such frameworks and other factors described in more detail under the heading "Risk Factors" in FCX's Annual Report on Form 10-K for the year ended December 31, 2021, filed with the U.S. Securities and Exchange Commission (SEC).

Investors are cautioned that many of the assumptions upon which FCX's forward-looking statements are based are likely to change after the date the forward-looking statements are made, including for example commodity prices, which FCX cannot control, and production volumes and costs or technological solutions and innovation, some aspects of which FCX may not be able to control. Further, FCX may make changes to its business plans that could affect its results. FCX cautions investors that it undertakes no obligation to update any forward-looking statements, which speak only as of the date made, notwithstanding any changes in its assumptions, changes in business plans, actual experience or other changes.

This press release also contains financial measures such as net debt, adjusted net income and unit net cash costs (credits) per pound of copper and molybdenum, which are not recognized under U.S. generally accepted accounting principles. As required by SEC Regulation G, reconciliations of these measures to amounts reported in FCX's consolidated financial statements are in the supplemental schedules of this press release.

Freeport-McMoRan Inc.
SELECTED OPERATING DATA

	Three Months Ended June 30,			
	2022	2021	2022	2021
	Production		Sales	
MINING OPERATIONS:				
COPPER (millions of recoverable pounds)				
<i>(FCX's net interest in %)</i>				
North America				
Morenci (72%) ^a	172	156	173	172
Safford (100%)	70	64	72	67
Sierrita (100%)	48	53	51	55
Bagdad (100%)	46	39	46	47
Chino (100%)	29	33	30	31
Tyrone (100%)	14	12	15	13
Miami (100%)	3	3	2	4
Total North America	382	360	389	389
South America				
Cerro Verde (53.56%)	241	206	243	189
El Abra (51%)	45	39	45	41
Total South America	286	245	288	230
Indonesia				
Grasberg (48.76%) ^b	407	308	410	310
Total	1,075	913	1,087 ^c	929 ^c
Less noncontrolling interests	210	173	212	166
Net	865	740	875	763
Average realized price per pound			\$ 4.03	\$ 4.34
GOLD (thousands of recoverable ounces)				
<i>(FCX's net interest in %)</i>				
North America (100%)	3	2	2	3
Indonesia (48.76%) ^b	473	303	474	302
Consolidated	476	305	476	305
Less noncontrolling interests	89	56	89	56
Net	387	249	387	249
Average realized price per ounce			\$ 1,827	\$ 1,794
MOLYBDENUM (millions of recoverable pounds)				
<i>(FCX's net interest in %)</i>				
Climax (100%)	5	5	N/A	N/A
Henderson (100%)	3	2	N/A	N/A
North America copper mines (100%) ^a	8	9	N/A	N/A
Cerro Verde (53.56%)	7	4	N/A	N/A
Consolidated	23	20	20	22
Less noncontrolling interests	3	2	3	2
Net	20	18	17	20
Average realized price per pound			\$ 19.44	\$ 13.11

a. Amounts are net of Morenci's joint venture partners' undivided interests.

b. FCX's economic interest in PT Freeport Indonesia (PT-FI) approximates 81 percent through 2022 and 48.76 percent thereafter.

c. Consolidated sales volumes exclude purchased copper of 23 million pounds in second-quarter 2022 and 68 million pounds in second-quarter 2021.

Freeport-McMoRan Inc.
SELECTED OPERATING DATA

Six Months Ended June 30,

MINING OPERATIONS: COPPER (millions of recoverable pounds) (FCX's net interest in %)	2022		2021	
	Production		Sales	
North America				
Morenci (72%) ^a	326	310	339	312
Safford (100%)	139	128	143	118
Sierrita (100%)	100	102	103	97
Bagdad (100%)	80	83	88	89
Chino (100%)	57	58	62	50
Tyrone (100%)	28	25	30	24
Miami (100%)	6	7	5	7
Total North America	736	713	770	697
South America				
Cerro Verde (53.56%)	478	423	472	404
El Abra (51%)	82	81	80	85
Total South America	560	504	552	489
Indonesia				
Grasberg (48.76%) ^b	788	606	789	568
Total	2,084	1,823	2,111 ^c	1,754 ^c
Less noncontrolling interests	409	350	406	336
Net	1,675	1,473	1,705	1,418
Average realized price per pound			\$ 4.18	\$ 4.25
GOLD (thousands of recoverable ounces) (FCX's net interest in %)				
North America (100%)	6	5	5	5
Indonesia (48.76%) ^b	885	597	880	558
Consolidated	891	602	885	563
Less noncontrolling interests	166	111	165	104
Net	725	491	720	459
Average realized price per ounce			\$ 1,861	\$ 1,785
MOLYBDENUM (millions of recoverable pounds) (FCX's net interest in %)				
Climax (100%)	9	9	N/A	N/A
Henderson (100%)	6	5	N/A	N/A
North America copper mines (100%) ^a	15	17	N/A	N/A
Cerro Verde (53.56%)	14	9	N/A	N/A
Consolidated	44	40	39	43
Less noncontrolling interests	6	4	5	5
Net	38	36	34	38
Average realized price per pound			\$ 19.37	\$ 12.38

a. Amounts are net of Morenci's joint venture partners' undivided interests.

b. FCX's economic interest in PT-FI approximates 81 percent through 2022 and 48.76 percent thereafter.

c. Consolidated sales volumes exclude purchased copper of 38 million pounds for the first six months of 2022 and 121 million pounds for the first six months of 2021.

Freeport-McMoRan Inc.
SELECTED OPERATING DATA (continued)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
100% North America Copper Mines				
<u>Leach Operations</u>				
Leach ore placed in stockpiles (metric tons per day)	722,900	688,000	715,800	696,500
Average copper ore grade (percent)	0.29	0.30	0.29	0.29
Copper production (millions of recoverable pounds)	254	265	499	527
<u>Mill Operations</u>				
Ore milled (metric tons per day)	306,900	264,700	299,200	266,300
Average ore grades (percent):				
Copper	0.39	0.36	0.38	0.37
Molybdenum	0.02	0.03	0.02	0.03
Copper recovery rate (percent)	83.2	82.4	82.1	80.5
Production (millions of recoverable pounds):				
Copper	195	155	364	306
Molybdenum	8	9	15	17
100% South America Mining				
<u>Leach Operations</u>				
Leach ore placed in stockpiles (metric tons per day)	157,700	190,200	148,800	172,100
Average copper ore grade (percent)	0.37	0.33	0.36	0.34
Copper production (millions of recoverable pounds)	71	65	132	126
<u>Mill Operations</u>				
Ore milled (metric tons per day)	427,100	374,100	410,800	382,100
Average ore grades (percent):				
Copper	0.31	0.29	0.32	0.30
Molybdenum	0.01	0.01	0.02	0.01
Copper recovery rate (percent)	84.4	85.2	85.5	86.4
Production (millions of recoverable pounds):				
Copper	215	179	428	377
Molybdenum	7	4	14	9
100% Indonesia Mining				
<u>Ore extracted and milled (metric tons per day):</u>				
Grasberg Block Cave underground mine	101,800	64,400	101,100	58,100
Deep Mill Level Zone underground mine	77,300	53,900	77,800	50,300
Big Gossan underground mine	7,400	8,200	7,500	7,500
Deep Ore Zone underground mine and other	10,500	16,500	5,400	17,700
Total	<u>197,000</u>	<u>143,000</u>	<u>191,800</u>	<u>133,600</u>
Average ore grades:				
Copper (percent)	1.22	1.28	1.22	1.34
Gold (grams per metric ton)	1.08	1.00	1.05	1.03
Recovery rates (percent):				
Copper	89.8	88.8	89.6	90.0
Gold	79.0	75.9	78.2	77.4
Production (recoverable):				
Copper (millions of pounds)	407	308	788	606
Gold (thousands of ounces)	473	303	885	597
100% Molybdenum Mines				
Ore milled (metric tons per day)	25,600	22,200	24,100	20,500
Average molybdenum ore grade (percent)	0.18	0.19	0.18	0.19
Molybdenum production (millions of recoverable pounds)	8	7	15	14

Freeport-McMoRan Inc.
CONSOLIDATED STATEMENTS OF INCOME (Unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
	(In Millions, Except Per Share Amounts)			
Revenues ^a	\$ 5,416	\$ 5,748	\$ 12,019 ^b	\$ 10,598
Cost of sales:				
Production and delivery ^{c,d}	3,003	3,067 ^{b,e}	6,153 ^b	5,853 ^{b,e}
Depreciation, depletion and amortization	507	483	996	902
Metals inventory adjustments	18 ^f	—	18 ^f	1
Total cost of sales	3,528	3,550	7,167	6,756
Selling, general and administrative expenses	100	87	215	187
Mining exploration and research expenses	25	14	49	21
Environmental obligations and shutdown costs	29	33	45	38
Net gain on sales of assets	(2)	(3)	(2)	(3)
Total costs and expenses	3,680	3,681	7,474	6,999
Operating income	1,736	2,067	4,545	3,599
Interest expense, net ^g	(156)	(148) ^b	(283)	(293) ^b
Net gain on early extinguishment of debt	8	—	8	—
Other income, net	11	9 ^b	42	20 ^b
Income before income taxes and equity in affiliated companies' net earnings	1,599	1,928	4,312	3,326
Provision for income taxes ^h	(571)	(603)	(1,395)	(1,046)
Equity in affiliated companies' net earnings	10	6	25	4
Net income	1,038	1,331	2,942	2,284
Net income attributable to noncontrolling interests	(198)	(248)	(575)	(483)
Net income attributable to common stockholders ⁱ	<u>\$ 840</u>	<u>\$ 1,083</u>	<u>\$ 2,367</u>	<u>\$ 1,801</u>
Diluted net income per share attributable to common stock	<u>\$ 0.57</u>	<u>\$ 0.73</u>	<u>\$ 1.61</u>	<u>\$ 1.21</u>
Diluted weighted-average common shares outstanding	<u>1,457</u>	<u>1,483</u>	<u>1,463</u>	<u>1,480</u>
Dividends declared per share of common stock	<u>\$ 0.15</u>	<u>\$ 0.075</u>	<u>\$ 0.30</u>	<u>\$ 0.15</u>

- a. Includes adjustments to provisionally priced concentrate and cathode sales. For a summary of adjustments to provisionally priced copper sales, refer to the supplemental schedule, "Derivative Instruments," on page IX.
- b. Includes PT-FI charges totaling \$32 million in second-quarter 2021, \$51 million for the first six months of 2022 and \$54 million for the first six months of 2021, which are summarized in the supplemental schedule, "Adjusted Net Income," on page VII.
- c. FCX is engaged in various studies associated with potential future expansion projects primarily in North America and South America. Production and delivery costs include charges for these feasibility and optimization studies totaling \$31 million in second-quarter 2022, \$11 million in second-quarter 2021, \$50 million for the first six months of 2022 and \$16 million for the first six months of 2021.
- d. Includes other net (charges) credits totaling \$(6) million in second-quarter 2022, \$10 million in second-quarter 2021, \$(16) million for the first six months of 2022 and \$(13) million for the first six months of 2021, which are summarized in the supplemental schedule, "Adjusted Net Income," on page VII.
- e. Includes nonrecurring labor-related charges totaling \$69 million at Cerro Verde.
- f. Includes unfavorable net realizable value inventory adjustments (\$9 million) and stockpile write-off at Cerro Verde (\$9 million).
- g. Consolidated interest costs (before capitalization) totaled \$189 million in second-quarter 2022, \$165 million in second-quarter 2021, \$342 million for the first six months of 2022 and \$325 million for the first six months of 2021. Higher interest costs (before capitalization) are primarily related to PT-FI's senior notes that were issued in April 2022.
- h. For a summary of FCX's income taxes, refer to the supplemental schedule, "Income Taxes," on page VIII.
- i. FCX defers recognizing profits on intercompany sales until final sales to third parties occur. For a summary of net impacts from changes in these deferrals, refer to the supplemental schedule, "Deferred Profits," on page X.

Freeport-McMoRan Inc.
CONSOLIDATED BALANCE SHEETS (Unaudited)

	June 30, 2022	December 31, 2021
(In Millions)		
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 9,492	\$ 8,068
Trade accounts receivable	977	1,168
Income and other tax receivables	435	574
Inventories:		
Materials and supplies, net	1,776	1,669
Mill and leach stockpiles	1,387	1,170
Product	1,507	1,658
Other current assets	608	523
Total current assets	16,182	14,830
Property, plant, equipment and mine development costs, net	31,200	30,345
Long-term mill and leach stockpiles	1,230	1,387
Other assets	1,501	1,460
Total assets	\$ 50,113	\$ 48,022
LIABILITIES AND EQUITY		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 3,853	\$ 3,495
Current portion of debt	1,038	372
Accrued income taxes	507	1,541
Current portion of environmental and asset retirement obligations	317	264
Dividends payable	217	220
Total current liabilities	5,932	6,892
Long-term debt, less current portion	10,054	9,078
Deferred income taxes	4,297	4,234
Environmental and asset retirement obligations, less current portion	4,170	4,116
Other liabilities	1,613	1,683
Total liabilities	26,066	25,003
Equity:		
Stockholders' equity:		
Common stock	161	160
Capital in excess of par value	25,661	25,875
Accumulated deficit	(5,008)	(7,375)
Accumulated other comprehensive loss	(386)	(388)
Common stock held in treasury	(5,539)	(4,292)
Total stockholders' equity	14,889	13,980
Noncontrolling interests ^a	9,158	9,039
Total equity	24,047	23,019
Total liabilities and equity	\$ 50,113	\$ 48,022

a. Includes \$4.6 billion associated with the December 2018 PT-FI transaction, including \$4.1 billion associated with the PT Indonesia Asahan Aluminium (Persero) acquisition of Rio Tinto's joint venture interest.

Freeport-McMoRan Inc.
CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)

	Six Months Ended June 30,	
	2022	2021
	(In Millions)	
Cash flow from operating activities:		
Net income	\$ 2,942	\$ 2,284
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation, depletion and amortization	996	902
Metals inventory adjustments	18	1
Net gain on sales of assets	(2)	(3)
Stock-based compensation	62	56
Net charges for environmental and asset retirement obligations, including accretion	119	94
Payments for environmental and asset retirement obligations	(120)	(110)
Net charges for defined pension and postretirement plans	20	1
Pension plan contributions	(50)	(42)
Net gain on early extinguishment of debt	(8)	—
Deferred income taxes	63	79
Charges for Cerro Verde royalty dispute	—	9
Payments for Cerro Verde royalty dispute	—	(65)
Other, net	(17)	77
Changes in working capital and other:		
Accounts receivable	314	(279)
Inventories	(40)	(299)
Other current assets	(99)	(12)
Accounts payable and accrued liabilities	185	272
Accrued income taxes and timing of other tax payments	(1,071)	505
Net cash provided by operating activities	<u>3,312</u>	<u>3,470</u>
Cash flow from investing activities:		
Capital expenditures:		
North America copper mines	(276)	(95)
South America	(124)	(47)
Indonesia mining	(778)	(576)
Indonesia smelter projects	(325)	(48)
Molybdenum mines	(9)	(3)
Other	(74)	(34)
Proceeds from sales of assets	96	16
Acquisition of minority interest in PT Smelting	—	(33)
Loans to PT Smelting for expansion	(34)	—
Other, net	(6)	(13)
Net cash used in investing activities	<u>(1,530)</u>	<u>(833)</u>
Cash flow from financing activities:		
Proceeds from debt	4,666	160
Repayments of debt	(2,993)	(179)
Cash dividends and distributions paid:		
Common stock	(438)	(111)
Noncontrolling interests	(513)	(93)
Treasury stock purchases	(1,185)	—
Contributions from noncontrolling interests	94	88
Proceeds from exercised stock options	106	184
Payments for withholding of employee taxes related to stock-based awards	(55)	(19)
Debt financing costs and other, net	(33)	(1)
Net cash (used in) provided by financing activities	<u>(351)</u>	<u>29</u>
Net increase in cash, cash equivalents, restricted cash and restricted cash equivalents	1,431	2,666
Cash, cash equivalents, restricted cash and restricted cash equivalents at beginning of year	8,314	3,903
Cash, cash equivalents, restricted cash and restricted cash equivalents at end of period ^a	<u>\$ 9,745</u>	<u>\$ 6,569</u>

a. Includes restricted cash and cash equivalents of \$253 million at June 30, 2022, and \$256 million at June 30, 2021.

Freeport-McMoRan Inc.
ADJUSTED NET INCOME

Adjusted net income is intended to provide investors and others with information about FCX's recurring operating performance. This information differs from net income attributable to common stock determined in accordance with U.S. generally accepted accounting principles (GAAP) and should not be considered in isolation or as a substitute for measures of performance determined in accordance with U.S. GAAP. FCX's adjusted net income follows, which may not be comparable to similarly titled measures reported by other companies (in millions, except per share amounts).

	Three Months Ended June 30,					
	2022			2021		
	Pre-tax	After-tax ^a	Per Share	Pre-tax	After-tax ^a	Per Share
Net income attributable to common stock	N/A	\$ 840	\$ 0.57	N/A	\$ 1,083	\$ 0.73
Metals inventory adjustments	\$ (18) ^b	\$ (11)	\$ (0.01)	\$ —	\$ —	\$ —
Net adjustments to environmental obligations and related litigation reserves	(13)	(13)	(0.01)	(20)	(20)	(0.01)
Cerro Verde labor agreement	—	—	—	(69)	(22)	(0.01)
PT-FI net charges	—	—	—	(32) ^c	(28)	(0.02)
Net gain on sales of assets	2	2	—	3	3	—
Net gain on early extinguishment of debt	8	13	0.01	—	—	—
Other net (charges) credits	(6) ^d	(4)	—	10 ^e	10	0.01
	\$ (28) ^f	\$ (14) ^f	\$ (0.01)	\$ (107) ^f	\$ (56) ^f	\$ (0.04) ^f
Adjusted net income attributable to common stock	N/A	\$ 854	\$ 0.58	N/A	\$ 1,139	\$ 0.77

	Six Months Ended June 30,					
	2022			2021		
	Pre-tax	After-tax ^a	Per Share	Pre-tax	After-tax ^a	Per Share
Net income attributable to common stock	N/A	\$ 2,367	\$ 1.61	N/A	\$ 1,801	\$ 1.21
PT-FI net charges	\$ (51) ^g	\$ (31)	\$ (0.02)	\$ (54) ^c	\$ (48)	\$ (0.03)
Metals inventory adjustments	(18) ^b	(11)	(0.01)	(1)	(1)	—
Net adjustments to environmental obligations and related litigation reserves	(13)	(13)	(0.01)	(17)	(17)	(0.01)
Cerro Verde labor agreement	—	—	—	(69)	(22)	(0.01)
Net gain on sales of assets	2	2	—	3	3	—
Net gain on early extinguishment of debt	8	13	0.01	—	—	—
Other net charges	(16) ^d	(11)	(0.01)	(13) ^e	(10)	(0.01)
	\$ (89) ^f	\$ (52) ^f	\$ (0.04)	\$ (151) ^f	\$ (94) ^f	\$ (0.06)
Adjusted net income attributable to common stock	N/A	\$ 2,419	\$ 1.65	N/A	\$ 1,895	\$ 1.28 ^f

a. Reflects impact to FCX net income attributable to common stock (i.e., net of any taxes and noncontrolling interests).

b. Includes unfavorable net realizable value inventory adjustments (\$9 million) and a stockpile write-off at Cerro Verde (\$9 million).

c. Reflects charges associated with contested matters at PT-FI (including historical tax audits and an administrative fine levied by the Indonesia government) and asset impairments, which were recorded to production and delivery (\$17 million in second-quarter 2021 and \$30 million for the first six months of 2021), interest expense, net (\$4 million in second-quarter 2021 and \$8 million for the first six months of 2021) and other income, net (\$11 million in second-quarter 2021 and \$16 million for the first six months of 2021).

d. Reflects charges recorded to production and delivery associated with asset retirement obligation adjustments (ARO) and contract cancellation costs.

e. Second-quarter 2021 includes credits recorded to production and delivery (\$10 million) associated with ARO adjustments. The first six months of 2021 also include other net charges recorded to production and delivery (\$23 million), primarily associated with employee separation charges, international tax matters and ARO adjustments.

f. Does not foot because of rounding.

g. Reflects net charges recorded to revenues (\$18 million) associated with exposure for additional export duties for prior periods and production and delivery (\$33 million) associated with the settlement of an administrative fine, partly offset by a favorable reserve adjustment related to a historical tax audit.

Freeport-McMoRan Inc.
INCOME TAXES

Following is a summary of the approximate amounts used in the calculation of FCX's consolidated income tax provision (in millions, except percentages):

	Three Months Ended June 30,			2021		
	2022		Income Tax (Provision) Benefit	2021		Income Tax (Provision) Benefit
	Income (Loss) ^a	Effective Tax Rate		Income (Loss) ^a	Effective Tax Rate	
U.S. ^b	\$ 357	1%	\$ (3)	\$ 558	1%	\$ (3)
South America	164	37%	(61)	430	38%	(162)
Indonesia	1,123	39%	(439)	1,002	40%	(404)
Eliminations and other	(45)	N/A	7	(62)	N/A	1
Rate adjustment ^d	—	N/A	(75)	—	N/A	(35)
Continuing operations	<u>\$ 1,599</u>	36%	<u>\$ (571)</u>	<u>\$ 1,928</u>	31%	<u>\$ (603)</u>

	Six Months Ended June 30,			2021		
	2022		Income Tax (Provision) Benefit	2021		Income Tax (Provision) Benefit
	Income (Loss) ^a	Effective Tax Rate		Income (Loss) ^a	Effective Tax Rate	
U.S. ^b	\$ 909	1%	\$ (5)	\$ 743	—%	\$ (3)
South America	776	39%	(302)	923	39%	(356)
Indonesia	2,635	39%	(1,025)	1,759	41%	(719)
Eliminations and other	(8)	N/A	(3)	(99)	N/A	5
Rate adjustment ^d	—	N/A	(60)	—	N/A	27
Continuing operations	<u>\$ 4,312</u>	32%	<u>\$ (1,395)</u>	<u>\$ 3,326</u>	31%	<u>\$ (1,046)</u>

a. Represents income before income taxes and equity in affiliated companies' net earnings.

b. In addition to FCX's North America mining operations, the U.S. jurisdiction reflects corporate-level expenses, which include interest expense associated with senior notes, general and administrative expenses, and environmental obligations and shutdown costs.

c. Includes valuation allowance release on prior year unbenefited net operating losses.

d. In accordance with applicable accounting rules, FCX adjusts its interim provision for income taxes equal to its consolidated tax rate.

Assuming achievement of current sales volume and cost estimates and average prices of \$3.25 per pound for copper, \$1,700 per ounce for gold and \$16.00 per pound for molybdenum for the second half of 2022, FCX estimates its consolidated effective tax rate for the year 2022 would approximate 34 percent (which would result in a 47 percent effective tax rate in third-quarter 2022). The effective tax rate would decrease with higher prices. Changes in projected sales volumes and average prices during 2022 would incur tax impacts at estimated effective rates of 39 percent for Peru, 38 percent for Indonesia and 0 percent for the U.S.

Freeport-McMoRan Inc.
NET DEBT

Net debt, which FCX defines as consolidated debt less consolidated cash and cash equivalents, is intended to provide investors with information related to the performance-based payout framework in FCX's financial policy, which requires achievement of a net debt target in the range of \$3 billion to \$4 billion (excluding project debt for additional smelting capacity in Indonesia). This information differs from consolidated debt determined in accordance with U.S. GAAP and should not be considered in isolation or as a substitute for consolidated debt determined in accordance with U.S. GAAP. FCX's net debt, which may not be comparable to similarly titled measures reported by other companies follows (in millions):

	As of June 30, 2022		As of December 31, 2021	
Current portion of debt	\$	1,038	\$	372
Long-term debt, less current portion		10,054		9,078
Consolidated debt		11,092		9,450
Less: consolidated cash and cash equivalents		9,492		8,068
FCX net debt		1,600		1,382
Less: net debt for Indonesia smelter projects ^a		585		207
FCX net debt, excluding Indonesia smelter projects	\$	1,015	\$	1,175

a. Includes consolidated debt of \$3.0 billion and consolidated cash and cash equivalents of \$2.4 billion as of June 30, 2022, and consolidated debt of \$0.4 billion and consolidated cash and cash equivalents of \$0.2 billion as of December 31, 2021.

DERIVATIVE INSTRUMENTS

For the six months ended June 30, 2022, FCX's mined copper was sold 60 percent in concentrate, 18 percent as cathode and 22 percent as rod from North America operations. Substantially all of FCX's copper concentrate and cathode sales contracts provide final copper pricing in a specified future month (generally one to four months from the shipment date) based primarily on quoted London Metal Exchange (LME) monthly average copper prices. FCX records revenues and invoices customers at the time of shipment based on then-current LME prices, which results in an embedded derivative on provisionally priced concentrate and cathode sales that is adjusted to fair value through earnings each period, using the period-end forward prices, until final pricing on the date of settlement. LME copper settlement prices averaged \$4.31 per pound during second-quarter 2022 and settled at \$3.74 per pound on June 30, 2022. Because a significant portion of FCX's copper concentrate and cathode sales in any quarterly period usually remain subject to final pricing, the quarter-end forward price is a major determinant of the average recorded copper price for the period. FCX's average realized copper price was \$4.03 per pound in second-quarter 2022.

Following is a summary of the adjustments to prior period and current period provisionally priced copper sales (in millions, except per share amounts):

	Three Months Ended June 30,					
	2022			2021		
	Prior Period ^a	Current Period ^b	Total	Prior Period ^a	Current Period ^b	Total
Revenues	\$ (355)	\$ (365)	\$ (720)	\$ 173	\$ (55)	\$ 118
Net income attributable to common stock	\$ (154)	\$ (140)	\$ (294)	\$ 66	\$ (25)	\$ 41
Net income per share of common stock	\$ (0.10)	\$ (0.10)	\$ (0.20)	\$ 0.05	\$ (0.02)	\$ 0.03

a. Reflects adjustments to provisionally priced copper sales at March 31, 2022 and 2021.

b. Reflects adjustments to provisionally priced copper sales during the second quarters of 2022 and 2021.

	Six Months Ended June 30,					
	2022			2021		
	Prior Period ^a	Current Period ^b	Total	Prior Period ^a	Current Period ^b	Total
Revenues	\$ 65	\$ (567)	\$ (502)	\$ 169	\$ 156	\$ 325
Net income attributable to common stock	\$ 27	\$ (230)	\$ (203)	\$ 65	\$ 55	\$ 120
Net income per share of common stock	\$ 0.02	\$ (0.16)	\$ (0.14)	\$ 0.04	\$ 0.04	\$ 0.08

a. Reflects adjustments to provisionally priced copper sales at December 31, 2021 and 2020.

b. Reflects adjustments to provisionally priced copper sales for the first six months of 2022 and 2021.

At June 30, 2022, FCX had provisionally priced copper sales at its copper mining operations totaling 447 million pounds of copper (net of intercompany sales and noncontrolling interests) recorded at an average price of \$3.75 per pound, subject to final pricing over the next several months. FCX estimates that each \$0.05 change in the price realized from the quarter-end provisional price would have an approximate \$14 million effect on 2022 net income attributable to common stock. The LME copper price settled at \$3.34 per pound on July 20, 2022.

Freeport-McMoRan Inc.
DEFERRED PROFITS

FCX defers recognizing profits on sales from its mining operations to Atlantic Copper and on 39.5 percent of PT-FI's sales to PT Smelting (PT-FI's 39.5 percent-owned Indonesia smelting unit) until final sales to third parties occur. Changes in these deferrals attributable to variability in intercompany volumes resulted in net (reductions) additions to operating income totaling \$(7) million (less than \$1 million to net income attributable to common stock) in second-quarter 2022, \$(99) million (\$(81) million to net income attributable to common stock) in second-quarter 2021, \$40 million (\$23 million to net income attributable to common stock) for the first six months of 2022 and \$(185) million (\$(145) million to net income attributable to common stock) for the first six months of 2021. FCX's net deferred profits on its inventories at Atlantic Copper and PT Smelting to be recognized in future periods' net income attributable to common stock totaled \$157 million at June 30, 2022. Quarterly variations in ore grades, the timing of intercompany shipments and changes in product prices will result in variability in FCX's net deferred profits and quarterly earnings.

BUSINESS SEGMENTS

FCX has organized its mining operations into four primary divisions – North America copper mines, South America mining, Indonesia mining and Molybdenum mines, and operating segments that meet certain thresholds are reportable segments. Separately disclosed in the following tables are FCX's reportable segments, which include the Morenci and Cerro Verde copper mines, the Grasberg minerals district (Indonesia Mining), the Rod & Refining operations and Atlantic Copper Smelting & Refining.

Intersegment sales between FCX's business segments are based on terms similar to arms-length transactions with third parties at the time of the sale. Intersegment sales may not be reflective of the actual prices ultimately realized because of a variety of factors, including additional processing, the timing of sales to unaffiliated customers and transportation premiums.

FCX allocates certain operating costs, expenses and capital expenditures to its operating divisions and individual segments. However, not all costs and expenses applicable to an operation are allocated. U.S. federal and state income taxes are recorded and managed at the corporate level (included in Corporate, Other & Eliminations), whereas foreign income taxes are recorded and managed at the applicable country level. In addition, most mining exploration and research activities are managed on a consolidated basis, and those costs along with some selling, general and administrative costs, are not allocated to the operating divisions or individual segments. Accordingly, the following segment information reflects management determinations that may not be indicative of what the actual financial performance of each operating division or segment would be if it was an independent entity.

Freeport-McMoRan Inc.
BUSINESS SEGMENTS (continued)

(In millions)

	North America Copper Mines			South America Mining			Indonesia Mining	Molybdenum Mines	Rod & Refining	Atlantic Copper Smelting & Refining	Corporate, Other & Eliminations	FCX Total
	Morenci	Other	Total	Cerro Verde	Other	Total						
Three Months Ended June 30, 2022												
Revenues:												
Unaffiliated customers	\$ 17	\$ 30	\$ 47	\$ 702	\$ 180	\$ 882	\$ 1,920 ^a	\$ —	\$ 1,753	\$ 433	\$ 381 ^b	\$ 5,416
Intersegment	730	1,078	1,808	134	—	134	58	144	8	—	(2,152)	—
Production and delivery	397	720	1,117	565	177	742	564	80	1,765	463 ^c	(1,728)	3,003
Depreciation, depletion and amortization	44	58	102	91	11	102	262	18	1	6	16	507
Metals inventory adjustments	—	7	7	9	2	11	—	—	—	—	—	18
Selling, general and administrative expenses	1	—	1	2	—	2	30	—	—	5	62	100
Mining exploration and research expenses	—	1	1	—	—	—	—	—	—	—	24	25
Environmental obligations and shutdown costs	(13)	—	(13)	—	—	—	—	—	—	—	42	29
Net gain on sales of assets	—	—	—	—	—	—	—	—	—	—	(2)	(2)
Operating income (loss)	318	322	640	169	(10)	159	1,122	46	(5)	(41)	(185)	1,736
Interest expense, net	—	—	—	4	—	4	2	—	—	2	148	156
Provision for (benefit from) income taxes	—	—	—	68	(7)	61	439	—	—	—	71	571
Total assets at June 30, 2022	2,839	5,338	8,177	8,379	1,843	10,222	20,731	1,702	300	1,078	7,903	50,113
Capital expenditures	63	83	146	35	33	68	399	8	2	32	208 ^d	863
Three Months Ended June 30, 2021												
Revenues:												
Unaffiliated customers	\$ 57	\$ 55	\$ 112	\$ 825	\$ 188	\$ 1,013	\$ 1,753 ^a	\$ —	\$ 1,689	\$ 794	\$ 387 ^b	\$ 5,748
Intersegment	721	1,021	1,742	120	—	120	56	89	6	—	(2,013)	—
Production and delivery	351	574	925	494 ^e	106	600	528	56	1,691	775	(1,508) ^c	3,067
Depreciation, depletion and amortization	40	61	101	82	12	94	247	17	1	8	15	483
Selling, general and administrative expenses	1	—	1	2	—	2	27	—	—	5	52	87
Mining exploration and research expenses	—	—	—	—	—	—	—	—	—	—	14	14
Environmental obligations and shutdown costs	1	—	1	—	—	—	—	—	—	—	32	33
Net gain on sales of assets	—	—	—	—	—	—	—	—	—	—	(3)	(3)
Operating income (loss)	385	441	826	367	70	437	1,007	16	3	6	(228)	2,067
Interest expense, net	—	—	—	12	—	12	6	—	—	2	128	148
Provision for income taxes	—	—	—	145	17	162	404	—	—	—	37	603
Total assets at June 30, 2021	2,635	5,288	7,923	8,795	1,795	10,590	18,135	1,740	271	1,117	5,660	45,436
Capital expenditures	22	47	69	23	3	26	286	2	—	7	43 ^d	433

a. Includes PT-FI's sales to PT Smelting totaling \$827 million in second-quarter 2022 and \$756 million in second-quarter 2021.

b. Includes revenues from FCX's molybdenum sales company, which includes sales of molybdenum produced by the Molybdenum mines and by certain of the North America and South America copper mines.

c. Includes maintenance charges and idle facility costs associated with major maintenance turnarounds totaling \$40 million at Atlantic Copper in second quarter 2022 and \$19 million at the Miami smelter in second-quarter 2021.

d. Primarily includes capital expenditures for the greenfield smelter and precious metals refinery (collectively, the Indonesia smelter projects).

e. Includes nonrecurring charges totaling \$69 million associated with labor-related charges at Cerro Verde.

Freeport-McMoRan Inc.
BUSINESS SEGMENTS (continued)

(In millions)

	North America Copper Mines			South America Mining			Indonesia Mining	Molybdenum Mines	Rod & Refining	Atlantic Copper Smelting & Refining	Corporate, Other & Eliminations	FCX Total
	Morenci	Other	Total	Cerro Verde	Other	Total						
Six months ended June 30, 2022												
Revenues:												
Unaffiliated customers	\$ 107	\$ 85	\$ 192	\$ 1,808	\$ 340	\$ 2,148	\$ 4,246 ^a	\$ —	\$ 3,496	\$ 1,151	\$ 786 ^b	\$ 12,019
Intersegment	1,441	2,173	3,614	242	—	242	136	272	17	—	(4,281)	—
Production and delivery	760	1,375	2,135	1,123	289	1,412	1,190	155	3,519	1,185 ^c	(3,443)	6,153
Depreciation, depletion and amortization	88	119	207	178	21	199	510	34	2	12	32	996
Metals inventory adjustments	—	7	7	9	2	11	—	—	—	—	—	18
Selling, general and administrative expenses	1	1	2	4	—	4	57	—	—	13	139	215
Mining exploration and research expenses	—	1	1	—	—	—	—	—	—	—	48	49
Environmental obligations and shutdown costs	(13)	—	(13)	—	—	—	—	—	—	—	58	45
Net gain on sales of assets	—	—	—	—	—	—	—	—	—	—	(2)	(2)
Operating income (loss)	712	755	1,467	736	28	764	2,625	83	(8)	(59)	(327)	4,545
Interest expense, net	—	—	—	7	—	7	4	—	—	4	268	283
Provision for income taxes	—	—	—	295	7	302	1,025	—	—	—	68	1,395
Capital expenditures	136	140	276	68	56	124	778	9	4	43	352 ^d	1,586
Six months ended June 30, 2021												
Revenues:												
Unaffiliated customers	\$ 61	\$ 83	\$ 144	\$ 1,742	\$ 363	\$ 2,105	\$ 3,136 ^a	\$ —	\$ 2,998	\$ 1,481	\$ 734 ^b	\$ 10,598
Intersegment	1,285	1,763	3,048	165	—	165	108	159	13	—	(3,493)	—
Production and delivery	620	1,054	1,674	930 ^e	209	1,139	983	113	3,007	1,448	(2,511) ^c	5,853
Depreciation, depletion and amortization	74	107	181	171	24	195	446	32	2	15	31	902
Metals inventory adjustments	—	—	—	—	—	—	—	1	—	—	—	1
Selling, general and administrative expenses	1	1	2	4	—	4	53	—	—	12	116	187
Mining exploration and research expenses	—	—	—	—	—	—	—	—	—	—	21	21
Environmental obligations and shutdown costs	1	—	1	—	—	—	—	—	—	—	37	38
Net gain on sales of assets	—	—	—	—	—	—	—	—	—	—	(3)	(3)
Operating income (loss)	650	684	1,334	802	130	932	1,762	13	2	6	(450)	3,599
Interest expense, net	—	—	—	25	—	25	7	—	—	3	258	293
Provision for (benefit from) income taxes	—	—	—	318	38	356	719	—	—	—	(29)	1,046
Capital expenditures	32	63	95	43	4	47	576	3	1	13	68 ^d	803

a. Includes PT-FI's sales to PT Smelting totaling \$1.7 billion for the first six months of 2022 and \$1.5 billion for the first six months of 2021.

b. Includes revenues from FCX's molybdenum sales company, which includes sales of molybdenum produced by the Molybdenum mines and by certain of the North America and South America copper mines.

c. Includes maintenance charges and idle facility costs associated with major maintenance turnarounds totaling \$40 million at Atlantic Copper for the first six months of 2022 and \$87 million at the Miami smelter for the first six months of 2021.

d. Primarily includes capital expenditures for the Indonesia smelter projects.

e. Includes nonrecurring charges totaling \$69 million associated with labor-related charges at Cerro Verde.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS

Unit net cash costs (credits) per pound of copper and molybdenum are measures intended to provide investors with information about the cash-generating capacity of FCX's mining operations expressed on a basis relating to the primary metal product for the respective operations. FCX uses this measure for the same purpose and for monitoring operating performance by its mining operations. This information differs from measures of performance determined in accordance with U.S. GAAP and should not be considered in isolation or as a substitute for measures of performance determined in accordance with U.S. GAAP. These measures are presented by other metals mining companies, although FCX's measures may not be comparable to similarly titled measures reported by other companies.

FCX presents gross profit per pound of copper in the following tables using both a "by-product" method and a "co-product" method. FCX uses the by-product method in its presentation of gross profit per pound of copper because (i) the majority of its revenues are copper revenues, (ii) it mines ore, which contains copper, gold, molybdenum and other metals, (iii) it is not possible to specifically assign all of FCX's costs to revenues from the copper, gold, molybdenum and other metals it produces and (iv) it is the method used by FCX's management and Board of Directors to monitor FCX's mining operations and to compare mining operations in certain industry publications. In the co-product method presentations, shared costs are allocated to the different products based on their relative revenue values, which will vary to the extent FCX's metals sales volumes and realized prices change.

FCX shows revenue adjustments for prior period open sales as a separate line item. Because these adjustments do not result from current period sales, these amounts have been reflected separately from revenues on current period sales. Noncash and other costs, net which are removed from site production and delivery costs in the calculation of unit net cash costs (credits), consist of items such as stock-based compensation costs, long-lived asset impairments, idle facility costs, restructuring and/or unusual charges (credits). As discussed above, gold, molybdenum and other metal revenues at copper mines are reflected as credits against site production and delivery costs in the by-product method. The following schedules are presentations under both the by-product and co-product methods together with reconciliations to amounts reported in FCX's consolidated financial statements.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

North America Copper Mines Product Revenues, Production Costs and Unit Net Cash Costs

Three Months Ended June 30, 2022
(In millions)

	By-Product Method	Co-Product Method			
		Copper	Molybdenum ^a	Other ^b	Total
Revenues, excluding adjustments	\$ 1,697	\$ 1,697	\$ 144	\$ 30	\$ 1,871
Site production and delivery, before net noncash and other costs shown below	975	897	95	21	1,013
By-product credits	(136)	—	—	—	—
Treatment charges	41	40	—	1	41
Net cash costs	880	937	95	22	1,054
Depreciation, depletion and amortization (DD&A)	103	95	7	1	103
Metals inventory adjustments	7	6	1	—	7
Noncash and other costs, net	36	33	2	1	36
Total costs	1,026	1,071	105	24	1,200
Other revenue adjustments, primarily for pricing on prior period open sales	(37)	(37)	—	—	(37)
Gross profit	\$ 634	\$ 589	\$ 39	\$ 6	\$ 634
Copper sales (millions of recoverable pounds)	389	389			
Molybdenum sales (millions of recoverable pounds) ^a			8		
Gross profit per pound of copper/molybdenum:					
Revenues, excluding adjustments	\$ 4.36	\$ 4.36	\$ 18.75		
Site production and delivery, before net noncash and other costs shown below	2.50	2.30	12.42		
By-product credits	(0.35)	—	—		
Treatment charges	0.11	0.11	—		
Unit net cash costs	2.26	2.41	12.42		
DD&A	0.27	0.24	0.81		
Metals inventory adjustments	0.02	0.02	0.16		
Noncash and other costs, net	0.09	0.08	0.32		
Total unit costs	2.64	2.75	13.71		
Other revenue adjustments, primarily for pricing on prior period open sales	(0.10)	(0.10)	—		
Gross profit per pound	\$ 1.62	\$ 1.51	\$ 5.04		
<i>Reconciliation to Amounts Reported</i>					
	Revenues	Production and Delivery	DD&A	Metals Inventory Adjustments	
Totals presented above	\$ 1,871	\$ 1,013	\$ 103	\$ 7	
Treatment charges	(5)	36	—	—	
Noncash and other costs, net	—	36	—	—	
Other revenue adjustments, primarily for pricing on prior period open sales	(37)	—	—	—	
Eliminations and other	26	32	(1)	—	
North America copper mines	1,855	1,117	102	7	
Other mining ^c	5,332	3,614	389	11	
Corporate, other & eliminations	(1,771)	(1,728)	16	—	
As reported in FCX's consolidated financial statements	\$ 5,416	\$ 3,003	\$ 507	\$ 18	

a. Reflects sales of molybdenum produced by certain of the North America copper mines to FCX's molybdenum sales company at market-based pricing.

b. Includes gold and silver product revenues and production costs.

c. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

North America Copper Mines Product Revenues, Production Costs and Unit Net Cash Costs

Three Months Ended June 30, 2021
(In millions)

	By-Product Method	Co-Product Method			Total
		Copper	Molybdenum ^a	Other ^b	
Revenues, excluding adjustments	\$ 1,717	\$ 1,717	\$ 97	\$ 32	\$ 1,846
Site production and delivery, before net noncash and other costs shown below	833	789	56	18	863
By-product credits	(99)	—	—	—	—
Treatment charges	31	29	—	2	31
Net cash costs	765	818	56	20	894
DD&A	102	95	5	2	102
Noncash and other costs, net	31	30	1	—	31
Total costs	898	943	62	22	1,027
Other revenue adjustments, primarily for pricing on prior period open sales	8	8	—	—	8
Gross profit	\$ 827	\$ 782	\$ 35	\$ 10	\$ 827
Copper sales (millions of recoverable pounds)	389	389			
Molybdenum sales (millions of recoverable pounds) ^a			9		
Gross profit per pound of copper/molybdenum:					
Revenues, excluding adjustments	\$ 4.42	\$ 4.42	\$ 11.75		
Site production and delivery, before net noncash and other costs shown below	2.14	2.03	6.86		
By-product credits	(0.25)	—	—		
Treatment charges	0.08	0.07	—		
Unit net cash costs	1.97	2.10	6.86		
DD&A	0.26	0.25	0.55		
Noncash and other costs, net	0.08	0.08	0.06		
Total unit costs	2.31	2.43	7.47		
Other revenue adjustments, primarily for pricing on prior period open sales	0.02	0.02	—		
Gross profit per pound	\$ 2.13	\$ 2.01	\$ 4.28		
<i>Reconciliation to Amounts Reported</i>					
	Revenues	Production and Delivery	DD&A		
Totals presented above	\$ 1,846	\$ 863	\$ 102		
Treatment charges	(12)	19	—		
Noncash and other costs, net	—	31	—		
Other revenue adjustments, primarily for pricing on prior period open sales	8	—	—		
Eliminations and other	12	12	(1)		
North America copper mines	1,854	925	101		
Other mining ^c	5,520	3,650	367		
Corporate, other & eliminations	(1,626)	(1,508)	15		
As reported in FCX's consolidated financial statements	\$ 5,748	\$ 3,067	\$ 483		

a. Reflects sales of molybdenum produced by certain of the North America copper mines to FCX's molybdenum sales company at market-based pricing.

b. Includes gold and silver product revenues and production costs.

c. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

North America Copper Mines Product Revenues, Production Costs and Unit Net Cash Costs

Six months ended June 30, 2022

(In millions)

	By-Product Method	Co-Product Method			Total
		Copper	Molybdenum ^a	Other ^b	
Revenues, excluding adjustments	\$ 3,440	\$ 3,440	\$ 282	\$ 57	\$ 3,779
Site production and delivery, before net noncash and other costs shown below	1,883	1,735	179	39	1,953
By-product credits	(269)	—	—	—	—
Treatment charges	77	75	—	2	77
Net cash costs	1,691	1,810	179	41	2,030
DD&A	207	192	13	2	207
Metals inventory adjustments	7	6	1	—	7
Noncash and other costs, net	65	60	4	1	65
Total costs	1,970	2,068	197	44	2,309
Other revenue adjustments, primarily for pricing on prior period open sales	(7)	(7)	—	—	(7)
Gross profit	\$ 1,463	\$ 1,365	\$ 85	\$ 13	\$ 1,463
Copper sales (millions of recoverable pounds)	770	770			
Molybdenum sales (millions of recoverable pounds) ^a			15		
Gross profit per pound of copper/molybdenum:					
Revenues, excluding adjustments	\$ 4.46	\$ 4.46	\$ 18.36		
Site production and delivery, before net noncash and other costs shown below	2.44	2.25	11.68		
By-product credits	(0.35)	—	—		
Treatment charges	0.10	0.10	—		
Unit net cash costs	2.19	2.35	11.68		
DD&A	0.27	0.25	0.85		
Metals inventory adjustments	0.01	0.01	0.08		
Noncash and other costs, net	0.09	0.07	0.23		
Total unit costs	2.56	2.68	12.84		
Other revenue adjustments, primarily for pricing on prior period open sales	(0.01)	(0.01)	—		
Gross profit per pound	\$ 1.89	\$ 1.77	\$ 5.52		
Reconciliation to Amounts Reported					
	Revenues	Production and Delivery	DD&A	Metals Inventory Adjustments	
Totals presented above	\$ 3,779	\$ 1,953	\$ 207	\$ 7	
Treatment charges	(9)	68	—	—	
Noncash and other costs, net	—	65	—	—	
Other revenue adjustments, primarily for pricing on prior period open sales	(7)	—	—	—	
Eliminations and other	43	49	—	—	
North America copper mines	3,806	2,135	207	7	
Other mining ^c	11,708	7,461	757	11	
Corporate, other & eliminations	(3,495)	(3,443)	32	—	
As reported in FCX's consolidated financial statements	\$ 12,019	\$ 6,153	\$ 996	\$ 18	

a. Reflects sales of molybdenum produced by certain of the North America copper mines to FCX's molybdenum sales company at market-based pricing.

b. Includes gold and silver product revenues and production costs.

c. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

North America Copper Mines Product Revenues, Production Costs and Unit Net Cash Costs

Six months ended June 30, 2021

(In millions)

	By-Product Method	Co-Product Method			
		Copper	Molybdenum ^a	Other ^b	Total
Revenues, excluding adjustments	\$ 2,919	\$ 2,919	\$ 185	\$ 67	\$ 3,171
Site production and delivery, before net noncash and other costs shown below	1,459	1,369	113	40	1,522
By-product credits	(189)	—	—	—	—
Treatment charges	63	60	—	3	63
Net cash costs	1,333	1,429	113	43	1,585
DD&A	181	169	8	4	181
Noncash and other costs, net	73	71	1	1	73
Total costs	1,587	1,669	122	48	1,839
Other revenue adjustments, primarily for pricing on prior period open sales	7	7	—	—	7
Gross profit	\$ 1,339	\$ 1,257	\$ 63	\$ 19	\$ 1,339
Copper sales (millions of recoverable pounds)	697	697			
Molybdenum sales (millions of recoverable pounds) ^a			17		
Gross profit per pound of copper/molybdenum:					
Revenues, excluding adjustments	\$ 4.19	\$ 4.19	\$ 11.12		
Site production and delivery, before net noncash and other costs shown below	2.09	1.96	6.76		
By-product credits	(0.27)	—	—		
Treatment charges	0.09	0.09	—		
Unit net cash costs	1.91	2.05	6.76		
DD&A	0.26	0.24	0.51		
Noncash and other costs, net	0.11	0.11	0.06		
Total unit costs	2.28	2.40	7.33		
Other revenue adjustments, primarily for pricing on prior period open sales	0.01	0.01	—		
Gross profit per pound	\$ 1.92	\$ 1.80	\$ 3.79		
Reconciliation to Amounts Reported					
	Revenues	Production and Delivery	DD&A		
Totals presented above	\$ 3,171	\$ 1,522	\$ 181		
Treatment charges	(17)	46	—		
Noncash and other costs, net	—	73	—		
Other revenue adjustments, primarily for pricing on prior period open sales	7	—	—		
Eliminations and other	31	33	—		
North America copper mines	3,192	1,674	181		
Other mining ^c	10,165	6,690	690		
Corporate, other & eliminations	(2,759)	(2,511)	31		
As reported in FCX's consolidated financial statements	\$ 10,598	\$ 5,853	\$ 902		

a. Reflects sales of molybdenum produced by certain of the North America copper mines to FCX's molybdenum sales company at market-based pricing.

b. Includes gold and silver product revenues and production costs.

c. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

South America Mining Product Revenues, Production Costs and Unit Net Cash Costs

Three Months Ended June 30, 2022
(In millions)

	By-Product	Co-Product Method		Total
	Method	Copper	Other ^a	
Revenues, excluding adjustments	\$ 1,102	\$ 1,102	\$ 116	\$ 1,218
Site production and delivery, before net noncash and other costs shown below	712	658	69	727
By-product credits	(101)	—	—	—
Treatment charges	44	44	—	44
Royalty on metals	3	3	—	3
Net cash costs	658	705	69	774
DD&A	101	91	10	101
Metals inventory adjustments	11	10	1	11
Noncash and other costs, net	18	17	1	18
Total costs	788	823	81	904
Other revenue adjustments, primarily for pricing on prior period open sales	(154)	(154)	—	(154)
Gross profit	\$ 160	\$ 125	\$ 35	\$ 160
Copper sales (millions of recoverable pounds)	288	288		
Gross profit per pound of copper:				
Revenues, excluding adjustments	\$ 3.83	\$ 3.83		
Site production and delivery, before net noncash and other costs shown below	2.48	2.29		
By-product credits	(0.35)	—		
Treatment charges	0.15	0.15		
Royalty on metals	0.01	0.01		
Unit net cash costs	2.29	2.45		
DD&A	0.35	0.32		
Metals inventory adjustments	0.04	0.03		
Noncash and other costs, net	0.06	0.06		
Total unit costs	2.74	2.86		
Other revenue adjustments, primarily for pricing on prior period open sales	(0.53)	(0.53)		
Gross profit per pound	\$ 0.56	\$ 0.44		

Reconciliation to Amounts Reported

	Revenues	Production and Delivery	DD&A	Metals Inventory Adjustments
Totals presented above	\$ 1,218	\$ 727	\$ 101	\$ 11
Treatment charges	(44)	—	—	—
Royalty on metals	(3)	—	—	—
Noncash and other costs, net	—	18	—	—
Other revenue adjustments, primarily for pricing on prior period open sales	(154)	—	—	—
Eliminations and other	(1)	(3)	1	—
South America mining	1,016	742	102	11
Other mining ^b	6,171	3,989	389	7
Corporate, other & eliminations	(1,771)	(1,728)	16	—
As reported in FCX's consolidated financial statements	\$ 5,416	\$ 3,003	\$ 507	\$ 18

a. Includes silver sales of 1.1 million ounces (\$23.26 per ounce average realized price). Also reflects sales of molybdenum produced by Cerro Verde to FCX's molybdenum sales company at market-based pricing.

b. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

South America Mining Product Revenues, Production Costs and Unit Net Cash Costs

Three Months Ended June 30, 2021
(In millions)

	By-Product Method	Co-Product Method		
		Copper	Other ^a	Total
Revenues, excluding adjustments	\$ 995	\$ 995	\$ 82	\$ 1,077
Site production and delivery, before net noncash and other costs shown below	573 ^b	531	52	583
By-product credits	(72)	—	—	—
Treatment charges	29	29	—	29
Royalty on metals	2	2	—	2
Net cash costs	532	562	52	614
DD&A	94	86	8	94
Noncash and other costs, net	18	17	1	18
Total costs	644	665	61	726
Other revenue adjustments, primarily for pricing on prior period open sales	88	88	—	88
Gross profit	\$ 439	\$ 418	\$ 21	\$ 439
Copper sales (millions of recoverable pounds)	230	230		
Gross profit per pound of copper:				
Revenues, excluding adjustments	\$ 4.31	\$ 4.31		
Site production and delivery, before net noncash and other costs shown below	2.48 ^b	2.30		
By-product credits	(0.31)	—		
Treatment charges	0.13	0.13		
Royalty on metals	0.01	0.01		
Unit net cash costs	2.31	2.44		
DD&A	0.40	0.37		
Noncash and other costs, net	0.08	0.07		
Total unit costs	2.79	2.88		
Other revenue adjustments, primarily for pricing on prior period open sales	0.38	0.38		
Gross profit per pound	\$ 1.90	\$ 1.81		

Reconciliation to Amounts Reported

	Revenues	Production and Delivery	DD&A
Totals presented above	\$ 1,077	\$ 583	\$ 94
Treatment charges	(29)	—	—
Royalty on metals	(2)	—	—
Noncash and other costs, net	—	18	—
Other revenue adjustments, primarily for pricing on prior period open sales	88	—	—
Eliminations and other	(1)	(1)	—
South America mining	1,133	600	94
Other mining ^c	6,241	3,975	374
Corporate, other & eliminations	(1,626)	(1,508)	15
As reported in FCX's consolidated financial statements	\$ 5,748	\$ 3,067	\$ 483

- a. Includes silver sales of 0.8 million ounces (\$27.33 per ounce average realized price). Also reflects sales of molybdenum produced by Cerro Verde to FCX's molybdenum sales company at market-based pricing.
b. Includes nonrecurring charges totaling \$69 million (\$0.30 per pound of copper) associated with labor related charges at Cerro Verde.
c. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

South America Mining Product Revenues, Production Costs and Unit Net Cash Costs

Six months ended June 30, 2022

(In millions)

	By-Product Method	Co-Product Method		
		Copper	Other ^a	Total
Revenues, excluding adjustments	\$ 2,204	\$ 2,204	\$ 240	\$ 2,444
Site production and delivery, before net noncash and other costs shown below	1,352	1,244	135	1,379
By-product credits	(213)	—	—	—
Treatment charges	84	84	—	84
Royalty on metals	6	5	1	6
Net cash costs	1,229	1,333	136	1,469
DD&A	198	179	19	198
Metals inventory adjustments	11	10	1	11
Noncash and other costs, net	35	33	2	35
Total costs	1,473	1,555	158	1,713
Other revenue adjustments, primarily for pricing on prior period open sales	35	35	—	35
Gross profit	\$ 766	\$ 684	\$ 82	\$ 766

Copper sales (millions of recoverable pounds)

552

552

Gross profit per pound of copper:

Revenues, excluding adjustments	\$ 4.00	\$ 4.00		
Site production and delivery, before net noncash and other costs shown below	2.45	2.26		
By-product credits	(0.38)	—		
Treatment charges	0.15	0.15		
Royalty on metals	0.01	0.01		
Unit net cash costs	2.23	2.42		
DD&A	0.36	0.32		
Metals inventory adjustments	0.02	0.02		
Noncash and other costs, net	0.06	0.06		
Total unit costs	2.67	2.82		
Other revenue adjustments, primarily for pricing on prior period open sales	0.06	0.06		
Gross profit per pound	\$ 1.39	\$ 1.24		

Reconciliation to Amounts Reported

	Revenues	Production and Delivery	DD&A	Metals Inventory Adjustments
Totals presented above	\$ 2,444	\$ 1,379	\$ 198	\$ 11
Treatment charges	(84)	—	—	—
Royalty on metals	(6)	—	—	—
Noncash and other costs, net	—	35	—	—
Other revenue adjustments, primarily for pricing on prior period open sales	35	—	—	—
Eliminations and other	1	(2)	1	—
South America mining	2,390	1,412	199	11
Other mining ^b	13,124	8,184	765	7
Corporate, other & eliminations	(3,495)	(3,443)	32	—
As reported in FCX's consolidated financial statements	\$ 12,019	\$ 6,153	\$ 996	\$ 18

a. Includes silver sales of 2.1 million ounces (\$23.31 per ounce average realized price). Also reflects sales of molybdenum produced by Cerro Verde to FCX's molybdenum sales company at market-based pricing.

b. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

South America Mining Product Revenues, Production Costs and Unit Net Cash Costs

Six months ended June 30, 2021

(In millions)	By-Product Method	Co-Product Method		
		Copper	Other ^a	Total
Revenues, excluding adjustments	\$ 2,093	\$ 2,093	\$ 147	\$ 2,240
Site production and delivery, before net noncash and other costs shown below	1,092 ^b	1,022	91	1,113
By-product credits	(126)	—	—	—
Treatment charges	64	64	—	64
Royalty on metals	4	4	—	4
Net cash costs	1,034	1,090	91	1,181
DD&A	195	181	14	195
Noncash and other costs, net	28	28	2	28
Total costs	1,257	1,297	107	1,404
Other revenue adjustments, primarily for pricing on prior period open sales	99	99	—	99
Gross profit	\$ 935	\$ 895	\$ 40	\$ 935
Copper sales (millions of recoverable pounds)	489	489		
Gross profit per pound of copper:				
Revenues, excluding adjustments	\$ 4.28	\$ 4.28		
Site production and delivery, before net noncash and other costs shown below	2.23 ^b	2.09		
By-product credits	(0.26)	—		
Treatment charges	0.13	0.13		
Royalty on metals	0.01	0.01		
Unit net cash costs	2.11	2.23		
DD&A	0.40	0.37		
Noncash and other costs, net	0.06	0.05		
Total unit costs	2.57	2.65		
Other revenue adjustments, primarily for pricing on prior period open sales	0.20	0.20		
Gross profit per pound	\$ 1.91	\$ 1.83		
Reconciliation to Amounts Reported				
	Revenues	Production and Delivery	DD&A	
Totals presented above	\$ 2,240	\$ 1,113	\$ 195	
Treatment charges	(64)	—	—	
Royalty on metals	(4)	—	—	
Noncash and other costs, net	—	28	—	
Other revenue adjustments, primarily for pricing on prior period open sales	99	—	—	
Eliminations and other	(1)	(2)	—	
South America mining	2,270	1,139	195	
Other mining ^c	11,087	7,225	676	
Corporate, other & eliminations	(2,759)	(2,511)	31	
As reported in FCX's consolidated financial statements	\$ 10,598	\$ 5,853	\$ 902	

a. Includes silver sales of 1.7 million ounces (\$26.67 per ounce average realized price). Also reflects sales of molybdenum produced by Cerro Verde to FCX's molybdenum sales company at market-based pricing.

b. Includes nonrecurring charges totaling \$69 million (\$0.14 per pound of copper) associated with labor related charges at Cerro Verde.

c. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

Indonesia Mining Product Revenues, Production Costs and Unit Net Cash (Credits) Costs

Three Months Ended June 30, 2022

(In millions)

	By-Product Method	Co-Product Method			Total
		Copper	Gold	Silver ^a	
Revenues, excluding adjustments	\$ 1,582	\$ 1,582	\$ 865	\$ 32	\$ 2,479
Site production and delivery, before net noncash and other costs shown below	587	374	205	8	587
Gold and silver credits	(888)	—	—	—	—
Treatment charges	98	63	34	1	98
Export duties	85	54	30	1	85
Royalty on metals	108	72	35	1	108
Net cash (credits) costs	(10)	563	304	11	878
DD&A	262	167	91	4	262
Noncash and other costs, net	3	2	1	—	3
Total costs	255	732	396	15	1,143
Other revenue adjustments, primarily for pricing on prior period open sales	(201)	(201)	(8)	(1)	(210)
PT Smelting intercompany profit	26	17	9	—	26
Gross profit	\$ 1,152	\$ 666	\$ 470	\$ 16	\$ 1,152
Copper sales (millions of recoverable pounds)	410	410			
Gold sales (thousands of recoverable ounces)			474		
Gross profit per pound of copper/per ounce of gold:					
Revenues, excluding adjustments	\$ 3.86	\$ 3.86	\$ 1,827		
Site production and delivery, before net noncash and other costs shown below	1.43	0.91	433		
Gold and silver credits	(2.17)	—	—		
Treatment charges	0.24	0.15	72		
Export duties	0.21	0.13	63		
Royalty on metals	0.27	0.18	74		
Unit net cash (credits) costs	(0.02)	1.37	642		
DD&A	0.63	0.41	193		
Noncash and other costs, net	0.01	0.01	2		
Total unit costs	0.62	1.79	837		
Other revenue adjustments, primarily for pricing on prior period open sales	(0.49)	(0.49)	(17)		
PT Smelting intercompany profit	0.06	0.04	19		
Gross profit per pound/ounce	\$ 2.81	\$ 1.62	\$ 992		
Reconciliation to Amounts Reported					
	Revenues	Production and Delivery	DD&A		
Totals presented above	\$ 2,479	\$ 587	\$ 262		
Treatment charges	(98)	—	—		
Export duties	(85)	—	—		
Royalty on metals	(108)	—	—		
Noncash and other costs, net	—	3	—		
Other revenue adjustments, primarily for pricing on prior period open sales	(210)	—	—		
PT Smelting intercompany profit	—	(26)	—		
Indonesia mining	1,978	564	262		
Other mining ^b	5,209	4,167	229		
Corporate, other & eliminations	(1,771)	(1,728)	16		
As reported in FCX's consolidated financial statements	\$ 5,416	\$ 3,003	\$ 507		

a. Includes silver sales of 1.6 million ounces (\$20.71 per ounce average realized price).

b. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

Indonesia Mining Product Revenues, Production Costs and Unit Net Cash Costs

Three Months Ended June 30, 2021

(In millions)

	By-Product Method	Co-Product Method			
		Copper	Gold	Silver ^a	Total
Revenues, excluding adjustments	\$ 1,323	\$ 1,323	\$ 543	\$ 37	\$ 1,903
Site production and delivery, before net noncash and other credits shown below	476	331	136	9	476
Gold and silver credits	(597)	—	—	—	—
Treatment charges	74	52	21	2	75
Export duties	44	30	13	1	44
Royalty on metals	80	59	20	1	80
Net cash costs	77	472	190	13	675
DD&A	247	172	70	5	247
Noncash and other costs, net	11	8	3	—	11
Total costs	335	652	263	18	933
Other revenue adjustments, primarily for pricing on prior period open sales	87	87	16	2	105
PT Smelting intercompany loss	(41)	(28)	(12)	(1)	(41)
Gross profit	\$ 1,034	\$ 730	\$ 284	\$ 20	\$ 1,034
Copper sales (millions of recoverable pounds)	310	310			
Gold sales (thousands of recoverable ounces)			302		
Gross profit per pound of copper/per ounce of gold:					
Revenues, excluding adjustments	\$ 4.27	\$ 4.27	\$ 1.795		
Site production and delivery, before net noncash and other costs shown below	1.54	1.07	449		
Gold and silver credits	(1.93)	—	—		
Treatment charges	0.24	0.16	70		
Export duties	0.14	0.10	42		
Royalty on metals	0.26	0.19	66		
Unit net cash costs	0.25	1.52	627		
DD&A	0.79	0.55	232		
Noncash and other costs, net	0.04	0.03	11		
Total unit costs	1.08	2.10	870		
Other revenue adjustments, primarily for pricing on prior period open sales	0.28	0.28	53		
PT Smelting intercompany loss	(0.13)	(0.09)	(39)		
Gross profit per pound/ounce	\$ 3.34	\$ 2.36	\$ 939		
Reconciliation to Amounts Reported					
	Revenues	Production and Delivery	DD&A		
Totals presented above	\$ 1,903	\$ 476	\$ 247		
Treatment charges	(75)	—	—		
Export duties	(44)	—	—		
Royalty on metals	(80)	—	—		
Noncash and other costs, net	—	11	—		
Other revenue adjustments, primarily for pricing on prior period open sales	105	—	—		
PT Smelting intercompany loss	—	41	—		
Indonesia mining	1,809	528	247		
Other mining ^b	5,565	4,047	221		
Corporate, other & eliminations	(1,626)	(1,508)	15		
As reported in FCX's consolidated financial statements	\$ 5,748	\$ 3,067	\$ 483		

a. Includes silver sales of 1.4 million ounces (\$26.08 per ounce average realized price).

b. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

Indonesia Mining Product Revenues, Production Costs and Unit Net Cash (Credits) Costs

Six months ended June 30, 2022

(In millions)	By-Product Method	Co-Product Method				Total
		Copper	Gold	Silver ^a		
Revenues, excluding adjustments	\$ 3,184	\$ 3,184	\$ 1,638	\$ 69	\$ 4,891	
Site production and delivery, before net noncash and other costs shown below	1,121	730	375	16	1,121	
Gold and silver credits	(1,710)	—	—	—	—	
Treatment charges	191	124	64	3	191	
Export duties	164	107	55	2	164	
Royalty on metals	201	135	64	2	201	
Net cash (credits) costs	(33)	1,096	558	23	1,677	
DD&A	510	332	171	7	510	
Noncash and other costs, net	30 ^b	20	10	—	30	
Total costs	507	1,448	739	30	2,217	
Other revenue adjustments, primarily for pricing on prior period open sales	32	32	3	—	35	
PT Smelting intercompany loss	(27)	(17)	(9)	(1)	(27)	
Gross profit	\$ 2,682	\$ 1,751	\$ 893	\$ 38	\$ 2,682	
Copper sales (millions of recoverable pounds)	789	789				
Gold sales (thousands of recoverable ounces)			880			
Gross profit per pound of copper/per ounce of gold:						
Revenues, excluding adjustments	\$ 4.04	\$ 4.04	\$ 1.861			
Site production and delivery, before net noncash and other costs shown below	1.42	0.92	426			
Gold and silver credits	(2.17)	—	—			
Treatment charges	0.24	0.16	73			
Export duties	0.21	0.14	63			
Royalty on metals	0.26	0.17	72			
Unit net cash (credits) costs	(0.04)	1.39	634			
DD&A	0.64	0.42	194			
Noncash and other costs, net	0.04 ^b	0.03	11			
Total unit costs	0.64	1.84	839			
Other revenue adjustments, primarily for pricing on prior period open sales	0.04	0.04	3			
PT Smelting intercompany loss	(0.03)	(0.02)	(10)			
Gross profit per pound/ounce	\$ 3.41	\$ 2.22	\$ 1.015			
Reconciliation to Amounts Reported						
	Revenues	Production and Delivery	DD&A			
Totals presented above	\$ 4,891	\$ 1,121	\$ 510			
Treatment charges	(191)	—	—			
Export duties	(164)	—	—			
Royalty on metals	(201)	—	—			
Noncash and other costs, net	12	42	—			
Other revenue adjustments, primarily for pricing on prior period open sales	35	—	—			
PT Smelting intercompany loss	—	27	—			
Indonesia mining	4,382	1,190	510			
Other mining ^c	11,132	8,406	454			
Corporate, other & eliminations	(3,495)	(3,443)	32			
As reported in FCX's consolidated financial statements	\$ 12,019	\$ 6,153	\$ 996			

a. Includes silver sales of 3.1 million ounces (\$22.18 per ounce average realized price).

b. Includes credits of \$30 million (\$0.04 per pound of copper) associated with adjustments to prior year treatment and refining charges and a charge of \$41 million (\$0.05 per pound of copper) associated with a settlement of an administrative fine levied by the Indonesia government. Also includes a charge of \$18 million (\$0.02 per pound of copper) to reserve for exposure associated with export duties in prior periods.

c. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

Indonesia Mining Product Revenues, Production Costs and Unit Net Cash Costs

Six months ended June 30, 2021
(In millions)

	By-Product Method	Co-Product Method			Total
		Copper	Gold	Silver ^a	
Revenues, excluding adjustments	\$ 2,435	\$ 2,435	\$ 995	\$ 68	\$ 3,498
Site production and delivery, before net noncash and other credits shown below	859	598	244	17	859
Gold and silver credits	(1,059)	—	—	—	—
Treatment charges	140	97	40	3	140
Export duties	73	51	21	1	73
Royalty on metals	140	100	38	2	140
Net cash costs	153	846	343	23	1,212
DD&A	446	310	127	9	446
Noncash and other costs, net	3 ^b	2	1	—	3
Total costs	602	1,158	471	32	1,661
Other revenue adjustments, primarily for pricing on prior period open sales	72	72	(4)	—	68
PT Smelting intercompany loss	(90)	(63)	(25)	(2)	(90)
Gross profit	\$ 1,815	\$ 1,286	\$ 495	\$ 34	\$ 1,815

Copper sales (millions of recoverable pounds)	568	568		
Gold sales (thousands of recoverable ounces)			558	

Gross profit per pound of copper/per ounce of gold:

Revenues, excluding adjustments	\$ 4.29	\$ 4.29	\$ 1,785
Site production and delivery, before net noncash and other credits shown below	1.51	1.05	439
Gold and silver credits	(1.86)	—	—
Treatment charges	0.24	0.17	71
Export duties	0.13	0.09	37
Royalty on metals	0.25	0.18	68
Unit net cash costs	0.27	1.49	615
DD&A	0.78	0.55	228
Noncash and other costs, net	0.01 ^b	—	1
Total unit costs	1.06	2.04	844
Other revenue adjustments, primarily for pricing on prior period open sales	0.12	0.12	(8)
PT Smelting intercompany loss	(0.16)	(0.11)	(46)
Gross profit per pound/ounce	\$ 3.19	\$ 2.26	\$ 887

Reconciliation to Amounts Reported

	Revenues	Production and Delivery		DD&A
Totals presented above	\$ 3,498	\$ 859	\$ 446	
Treatment charges	(140)	—	—	
Export duties	(73)	—	—	
Royalty on metals	(140)	—	—	
Noncash and other costs, net	31	34	—	
Other revenue adjustments, primarily for pricing on prior period open sales	68	—	—	
PT Smelting intercompany loss	—	90	—	
Indonesia mining	3,244	983	446	
Other mining ^c	10,113	7,381	425	
Corporate, other & eliminations	(2,759)	(2,511)	31	
As reported in FCX's consolidated financial statements	\$ 10,598	\$ 5,853	\$ 902	

a. Includes silver sales of 2.6 million ounces (\$26.05 per ounce average realized price).

b. Includes credits of \$31 million (\$0.05 per pound of copper) associated with adjustments to prior year treatment and refining charges and charges of \$16 million (\$0.03 per pound of copper) associated with a potential settlement of an administrative fine levied by the Indonesia government.

c. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

Molybdenum Mines Product Revenues, Production Costs and Unit Net Cash Costs

(In millions)	Three Months Ended June 30,	
	2022	2021
Revenues, excluding adjustments ^a	\$ 151	\$ 95
Site production and delivery, before net noncash and other costs shown below	78	54
Treatment charges and other	7	6
Net cash costs	85	60
DD&A	18	17
Noncash and other costs, net	2	2
Total costs	105	79
Gross profit	\$ 46	\$ 16
Molybdenum sales (millions of recoverable pounds) ^a	8	7
Gross profit per pound of molybdenum:		
Revenues, excluding adjustments ^a	\$ 18.87	\$ 12.77
Site production and delivery, before net noncash and other costs shown below	9.77	7.29
Treatment charges and other	0.85	0.85
Unit net cash costs	10.62	8.14
DD&A	2.27	2.29
Noncash and other costs, net	0.30	0.30
Total unit costs	13.19	10.73
Gross profit per pound	\$ 5.68	\$ 2.04

Reconciliation to Amounts Reported

Three Months Ended June 30, 2022	Production		
	Revenues	and Delivery	DD&A
Totals presented above	\$ 151	\$ 78	\$ 18
Treatment charges and other	(7)	—	—
Noncash and other costs, net	—	2	—
Molybdenum mines	144	80	18
Other mining ^b	7,043	4,651	473
Corporate, other & eliminations	(1,771)	(1,728)	16
As reported in FCX's consolidated financial statements	\$ 5,416	\$ 3,003	\$ 507
Three Months Ended June 30, 2021			
Totals presented above	\$ 95	\$ 54	\$ 17
Treatment charges and other	(6)	—	—
Noncash and other costs, net	—	2	—
Molybdenum mines	89	56	17
Other mining ^b	7,285	4,519	451
Corporate, other & eliminations	(1,626)	(1,508)	15
As reported in FCX's consolidated financial statements	\$ 5,748	\$ 3,067	\$ 483

- a. Reflects sales of the Molybdenum mines' production to FCX's molybdenum sales company at market-based pricing. On a consolidated basis, realizations are based on the actual contract terms for sales to third parties; as a result, FCX's consolidated average realized price per pound of molybdenum will differ from the amounts reported in this table.
- b. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X. Also includes amounts associated with FCX's molybdenum sales company, which includes sales of molybdenum produced by the Molybdenum mines and by certain of the North America and South America copper mines.

Freeport-McMoRan Inc.
PRODUCT REVENUES AND PRODUCTION COSTS (continued)

Molybdenum Mines Product Revenues, Production Costs and Unit Net Cash Costs

(In millions)	Six months ended June 30,	
	2022	2021
Revenues, excluding adjustments ^a	\$ 285	\$ 171
Site production and delivery, before net noncash and other costs shown below	150	108
Treatment charges and other	13	12
Net cash costs	163	120
DD&A	34	32
Metals inventory adjustments	—	1
Noncash and other costs, net	5	5
Total costs	202	158
Gross profit	\$ 83	\$ 13
Molybdenum sales (millions of recoverable pounds) ^a	15	14
Gross profit per pound of molybdenum:		
Revenues, excluding adjustments ^a	\$ 18.81	\$ 12.12
Site production and delivery, before net noncash and other costs shown below	9.90	7.68
Treatment charges and other	0.85	0.85
Unit net cash costs	10.75	8.53
DD&A	2.27	2.27
Metals inventory adjustments	—	0.06
Noncash and other costs, net	0.34	0.36
Total unit costs	13.36	11.22
Gross profit per pound	\$ 5.45	\$ 0.90

Reconciliation to Amounts Reported

	Revenues	Production and Delivery	DD&A	Metals Inventory Adjustments
Six months ended June 30, 2022				
Totals presented above	\$ 285	\$ 150	\$ 34	\$ —
Treatment charges and other	(13)	—	—	—
Noncash and other costs, net	—	5	—	—
Molybdenum mines	272	155	34	—
Other mining ^b	15,242	9,441	930	18
Corporate, other & eliminations	(3,495)	(3,443)	32	—
As reported in FCX's consolidated financial statements	\$ 12,019	\$ 6,153	\$ 996	\$ 18
Six months ended June 30, 2021				
Totals presented above	\$ 171	\$ 108	\$ 32	\$ 1
Treatment charges and other	(12)	—	—	—
Noncash and other costs, net	—	5	—	—
Molybdenum mines	159	113	32	1
Other mining ^b	13,198	8,251	839	—
Corporate, other & eliminations	(2,759)	(2,511)	31	—
As reported in FCX's consolidated financial statements	\$ 10,598	\$ 5,853	\$ 902	\$ 1

- a. Reflects sales of the Molybdenum mines' production to FCX's molybdenum sales company at market-based pricing. On a consolidated basis, realizations are based on the actual contract terms for sales to third parties; as a result, FCX's consolidated average realized price per pound of molybdenum will differ from the amounts reported in this table.
- b. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page X. Also includes amounts associated with FCX's molybdenum sales company, which includes sales of molybdenum produced by the Molybdenum mines and by certain of the North America and South America copper mines.

ELECTRIFYING THE FUTURE

FCX Conference Call 2nd Quarter 2022 Results

July 21, 2022

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Cautionary Statement Regarding Forward-Looking Statements

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This presentation contains forward-looking statements in which FCX discusses its potential future performance. Forward-looking statements are all statements other than statements of historical facts, such as plans, projections, or expectations relating to business outlook, strategy, goals or targets; global market conditions; ore grades and milling rates; production and sales volumes; unit net cash costs (credits); capital expenditures; operating costs; operating plans; cash flows; liquidity; PT-FI's financing, construction and completion of additional domestic smelting capacity in Indonesia in accordance with the terms of its special mining license (IUPK); FCX's commitments to deliver responsibly produced copper, including plans to implement and validate all of its operating sites under the Copper Mark and to comply with other disclosure frameworks; execution of FCX's energy and climate strategies and the underlying assumptions and estimated impacts on FCX's business related thereto; achievement of climate commitments and net zero aspiration; improvements in operating procedures and technology innovations; exploration efforts and results; development and production activities, rates and costs, future organic growth opportunities, tax rates, export quotas and duties; the impact of copper, gold and molybdenum price changes; the impact of deferred intercompany profits on earnings; mineral reserve and mineral resource estimates; final resolution of settlements associated with ongoing legal proceedings; debt repurchases; and the ongoing implementation of FCX's financial policy and future returns to shareholders, including dividend payments (base or variable) and share repurchases. The words "anticipates," "may," "can," "plans," "believes," "estimates," "expects," "projects," "targets," "intends," "likely," "will," "should," "could," "to be," "potential," "assumptions," "guidance," "aspirations," "future" and any similar expressions are intended to identify those assertions as forward-looking statements. The declaration and payment of dividends (base or variable) and timing and amount of any share repurchases is at the discretion of the Board of Directors (Board) and management, respectively, and is subject to a number of factors, including maintaining FCX's net debt target, capital availability, FCX's financial results, cash requirements, business prospects, global economic conditions, changes in laws, contractual restrictions and other factors deemed relevant by the Board or management, as applicable. The share repurchase program may be modified, increased, suspended or terminated at any time at the Board's discretion.

FCX cautions readers that forward-looking statements are not guarantees of future performance and actual results may differ materially from those anticipated, expected, projected or assumed in the forward-looking statements. Important factors that can cause FCX's actual results to differ materially from those anticipated in the forward-looking statements include, but are not limited to, supply of and demand for, and prices of the commodities FCX produces, primarily copper; changes in FCX's cash requirements, financial position, financing or investment plans; changes in general market, economic, tax, regulatory or industry conditions, including as a result of Russia's invasion of Ukraine or potential global economic downturn or recession; reductions in liquidity and access to capital; the ongoing COVID-19 pandemic and any future public health crisis; political and social risks; operational risks inherent in mining, with higher inherent risks in underground mining; fluctuations in price and availability of commodities purchased; constraints on supply, logistics and transportation services; mine sequencing; changes in mine plans or operational modifications, delays, deferrals or cancellations; production rates; timing of shipments; results of technical, economic or feasibility studies; potential inventory adjustments; potential impairment of long-lived mining assets; the potential effects of violence in Indonesia generally and in the province of Papua; the Indonesia government's extension of PT-FI's export license after March 19, 2023; satisfaction of requirements in accordance with PT-FI's IUPK to extend mining rights from 2031 through 2041; the Indonesia government's approval of a deferred schedule for completion of additional domestic smelting capacity in Indonesia; cybersecurity incidents; labor relations, including labor-related work stoppages and costs; the results of the human health assessment to evaluate the potential impacts of tailings and mining waste, and compliance with applicable environmental, health and safety laws and regulations; weather- and climate-related risks; environmental risks and litigation results; FCX's ability to comply with its responsible production commitments under specific frameworks and any changes to such frameworks and other factors described in more detail under the heading "Risk Factors" in FCX's Annual Report on Form 10-K for the year ended December 31, 2021, filed with the U.S. Securities and Exchange Commission (SEC).

Investors are cautioned that many of the assumptions upon which FCX's forward-looking statements are based are likely to change after the date the forward-looking statements are made, including for example commodity prices, which FCX cannot control, and production volumes and costs or technological solutions and innovation, some aspects of which FCX may not be able to control. Further, FCX may make changes to its business plans that could affect its results. FCX cautions investors that it undertakes no obligation to update any forward-looking statements, which speak only as of the date made, notwithstanding any changes in its assumptions, changes in business plans, actual experience or other changes.

This presentation also includes forward-looking statements regarding mineral resources not included in proven and probable mineral reserves. A mineral resource, which includes measured, indicated and inferred mineral resources, is a concentration or occurrence of material of economic interest in or on the Earth's crust in such form, grade or quality, and quantity that there are reasonable prospects for economic extraction. Such a deposit cannot qualify as recoverable proven and probable mineral reserves until legal and economic feasibility are confirmed based upon a comprehensive evaluation of development and operating costs, grades, recoveries and other material factors. This presentation also includes forward-looking statements regarding mineral potential, which includes exploration targets and mineral resources but will not qualify as mineral reserves until comprehensive engineering studies establish legal and economic feasibility. Significant additional evaluation is required and no assurance can be given that the potential quantities of metal will be produced. Accordingly, no assurances can be given that estimated mineral resources or estimated mineral potential not included in mineral reserves will become proven and probable mineral reserves.

This presentation also contains financial measures such as unit net cash costs (credits) per pound of copper, net debt and adjusted EBITDA (earnings before interest, taxes, depreciation and amortization), which are not recognized under U.S. generally accepted accounting principles (GAAP). As required by SEC Regulation G, FCX's calculation and reconciliation of unit net cash costs (credits) per pound of copper and net debt to amounts reported in FCX's consolidated financial statements are in the supplemental schedules of FCX's 2022 press release, which is available on FCX's website, fcx.com. A reconciliation of amounts reported in FCX's consolidated financial statements to adjusted EBITDA is included on slide 32.

For forward-looking non-GAAP measures we are unable to provide a reconciliation to the most comparable GAAP financial measure because the information needed to reconcile these measures is dependent upon future events, many of which are outside of management's control as described above. Additionally, estimating such GAAP measures and providing a meaningful reconciliation consistent with our accounting policies for future periods is extremely difficult and requires a level of precision that is unavailable for these future periods and cannot be accomplished without unreasonable effort. Forward-looking non-GAAP measures are estimated consistent with the relevant definitions and assumptions.

2Q22 Highlights

- Solid operational results
 - Copper & gold sales 5% & 18% above April 2022 guidance
 - Copper & gold sales 17% & 56% above 2Q21 actuals
 - 2Q unit net cash costs in line with April 2022 guidance
 - Indonesia achieved copper unit net cash credit of \$0.02 per lb
- Strong margins/cash flows
 - Adjusted EBITDA of \$2.3 bn ⁽¹⁾
 - Results include \$355 mm revenue/Adjusted EBITDA reduction on prior period provisionally priced sales ⁽²⁾
- Retired \$754 mm in debt through open-market transactions
- Repurchased \$1.8 bn of shares in open market since inception
- \$2 bn increase in share repurchase program up to \$5 bn
- Strong balance sheet, liquidity and financial flexibility

Key Stats	Actual	April Estimate
Copper Sales (mm lbs)	1,087	1,040
Gold Sales (k ozs)	476	405
Unit Net Cash Costs (\$/lb)	\$1.41	\$1.41
Copper Realization \$4.03/lb		Gold Realization \$1,827/oz



(1) A reconciliation of amounts reported in FCX's consolidated financial statements to Adjusted EBITDA is included on slide 32.

(2) See slide 31 for details on FCX's 2Q22 prior period open pounds adjustment.

(3) Includes \$0.4 bn for major projects and \$0.2 bn for the Indonesia smelter projects.

(4) Net debt equals consolidated debt less consolidated cash. 2Q22 includes \$0.6 bn in net debt associated with the Indonesia smelter projects. See Cautionary Statement.

Current Copper Market Conditions

Price insufficient to support new mine supply development



* June 2022 presentation: Copper outlook under an accelerated energy transition
 Source: Bloomberg as of 7/20/22

Copper Structurally Supported by Favorable Long-term Fundamentals

- Physical demand remains strong
- Inventories low by historical standards
- Ongoing supply disruptions and social challenges in Latin America
- Secular growth in metals demand required for clean energy technologies
- Project pipeline is thin
- Looming supply deficits

S&P Global Copper Study Published in July 2022

Key takeaways from independent study led by Dan Yergin as project chairman

- Copper — the “metal of electrification” — is essential to all energy transition plans
- Copper demand is projected to grow from 25 million metric tons (MMt) today to about 50 MMt by 2035, a record-high level that will be sustained and continue to grow to 53 MMt by 2050
- Potential supply-demand gap is expected to be very large as the transition proceeds
- Substitution and recycling will not be enough to meet the demands of electric vehicles (EVs), power infrastructure, and renewable generation
- Unless massive new supply comes online in a timely way, the global goal of Net-Zero Emissions by 2050 will be short-circuited and remain out of reach



The Future of Copper

Will the looming supply gap short-circuit the energy transition?

Management Success & Experience in Successfully Navigating Prior Downturns

2008/2009

Global Financial crisis 18 months after Phelps Dodge Acquisition

- Aggressive actions to reduce capital & costs
- Flexed operating plans
- Debt free by 2011
- Share price recovery: up 5x in two years from bottom

2015/2016

China slowdown

- Significant reduction in costs and capital
- Flexed operating plans
- Sold assets at attractive prices
- Reduced net debt by over \$9 bn during 2016
- Maintained core set of assets
- Share price recovery: up 1.7x in two years from bottom

2020

COVID-19 Pandemic

- Effective global response: protected workforce/communities and served customers
- Solid cost and capital management
- Achieved important milestones with Grasberg underground project and Lone Star ramp-up
- Share price recovery: up 10x in two years from bottom

- FCX is in a position of strength to navigate the current global market uncertainties following actions in recent years

Built strong balance sheet | **Successfully expanded low-cost operations** | **Maintained flexible growth options**

- Long-term market fundamentals and value opportunities for our stakeholders remain extraordinarily favorable

See Cautionary Statement.

2Q 2022 Operations and Project Update



North America

Cu Sales: 389 mm lbs

- Lone Star - Arizona
 - Increasing operating rates to achieve 300 mm lbs of copper/year from oxide ores
 - Future opportunities for large sulfide resource
- Bagdad
 - Progressing 2X concentrator feasibility
- Sulfide Leaching
 - Pursuing technologies to recover low-cost/ low-carbon copper from existing leach stockpiles

See Cautionary Statement.



South America

Cu Sales: 288 mm lbs

- Cerro Verde - Peru
 - Concentrator facilities set a quarterly record averaging 427k mt/d
 - Positive drill results indicate opportunities to expand reserves with increased ore grades
- El Abra - Chile
 - Long-term growth options under consideration



Indonesia

Cu Sales: 410 mm lbs
 Au Sales: 474 k ozs

- Grasberg
 - Sustained strong underground performance
 - Industry-leading cost position
 - Advancing mill projects, dual-fuel power plant and Kucing Liar development
 - Smelter construction activities in-progress

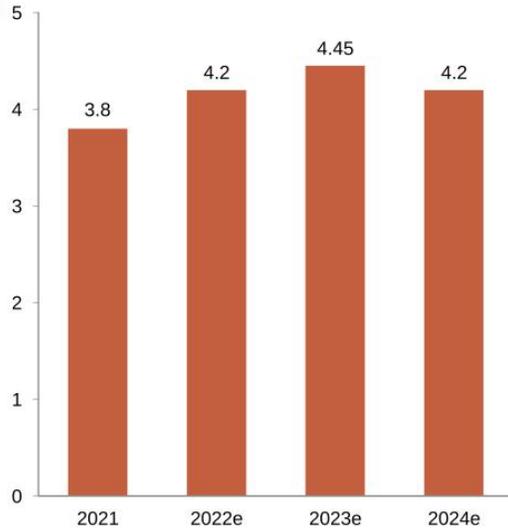


Annual Sales Profile

July 2022 Estimate

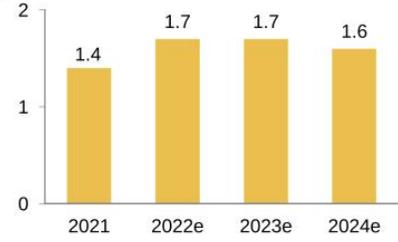


Copper Sales⁽¹⁾ (billion lbs)

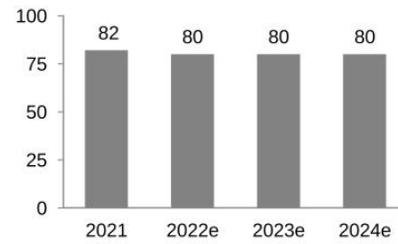


(1) Consolidated copper sales include 741 mm lbs in 2021, 834 mm lbs in 2022e, 1,430 mm lbs in 2023e and 1,408 mm lbs in 2024e for noncontrolling interests; excludes purchased copper.
 (2) Consolidated gold sales include 253k ozs in 2021, 318k ozs in 2022e, 796k ozs in 2023e and 820k ozs in 2024e for noncontrolling interests.
 e = estimate. See Cautionary Statement.

Gold Sales⁽²⁾ (million ozs)



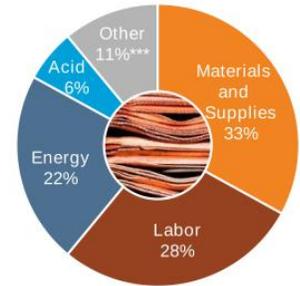
Molybdenum Sales (million lbs)



Reconciliation of 2022e Unit Net Cash Cost Guidance

(\$ and ¢ per pound of copper)

	April 2022e Guidance Price Assumptions \$4.75 Cu / \$1,950 Au / \$19 Mo	Impacts	July 2022e Guidance Price Assumptions \$3.25 Cu / \$1,700 Au / \$16 Mo
Site Production & Delivery	\$2.10	+3¢*	\$2.13
By-product Credits	(1.00)	+5¢**	(0.95)
Treatment Charges	0.16	No Change	0.16
Royalties & Export Duties	0.18	-2¢	0.16
Net Unit Cash Costs	<u>\$1.44</u>		<u>\$1.50</u>

 2022e Site Production
 Costs Breakdown


*** Support costs, taxes/fees, social costs & other

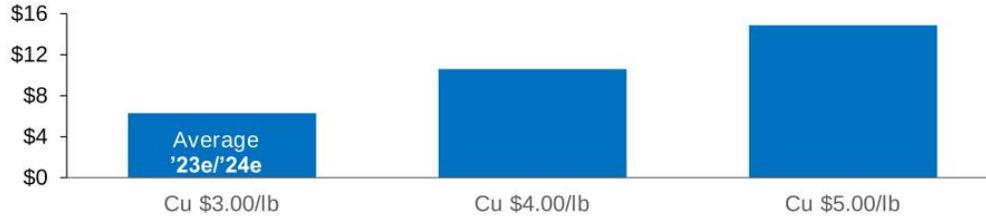
* Reflects higher energy costs and consumables, impacts of change in estimate for copper in leach pad at El Abra, partly offset by currency exchange rates and lower profit sharing
 ** Reflects lower gold and molybdenum price assumptions for 2H22e

e = estimate. See Cautionary Statement.



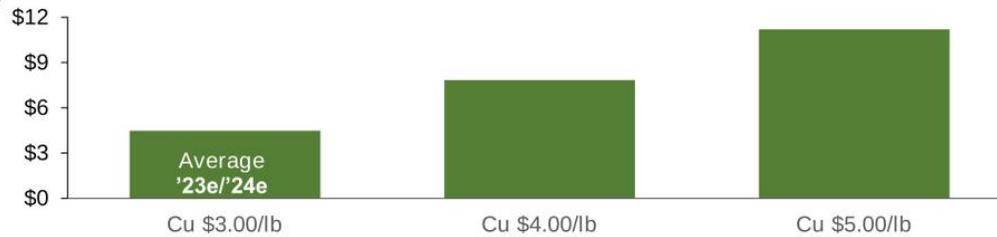
EBITDA and Cash Flow at Various Copper Prices

(\$ in bns except copper, gold and molybdenum prices)


EBITDA | (\$1,700/oz gold, \$16/lb molybdenum)

Sensitivities
Average '23e/'24e
 (US\$ in mms)

EBITDA

Copper	+/- \$0.10/lb	\$430
Molybdenum	+/- \$1.00/lb	\$ 80
Gold	+/- \$50/oz	\$ 80
Currencies ⁽¹⁾	+/- 10%	\$225
Diesel	+/- 10%	\$110


Operating cash flow | Excludes working capital changes (\$1,700/oz gold, \$16/lb molybdenum)

Operating Cash Flow

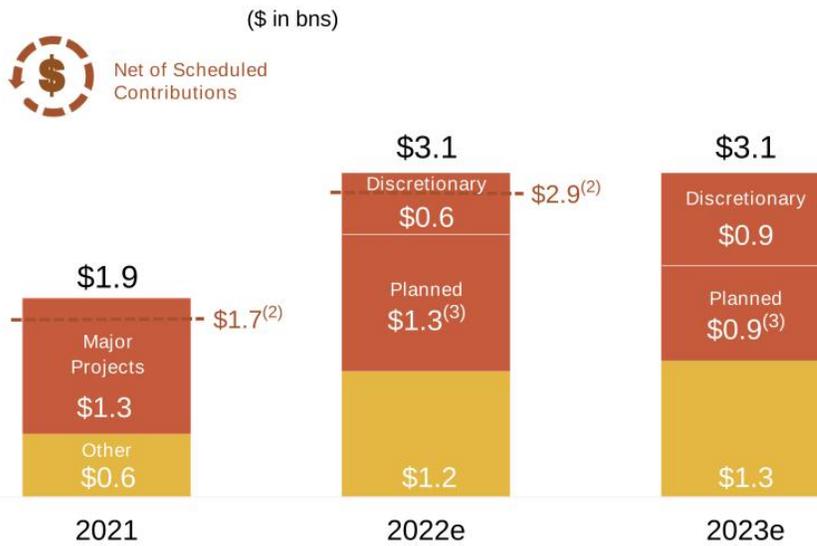
Copper	+/- \$0.10/lb	\$335
Molybdenum	+/- \$1.00/lb	\$ 70
Gold	+/- \$50/oz	\$ 55
Currencies ⁽¹⁾	+/- 10%	\$160
Diesel	+/- 10%	\$ 80

NOTE: EBITDA equals operating income plus depreciation, depletion and amortization. e = estimate. See Cautionary Statement.

(1) U.S. Dollar Exchange Rates: 1,000 Chilean peso, 15,000 Indonesian rupiah, \$0.69 Australian dollar, \$1.04 Euro, 3.90 Peruvian Nuevo Sol base case assumption. Each +10% equals a 10% strengthening of the U.S. dollar; a strengthening of the U.S. dollar against forecasted expenditures in these foreign currencies equates to a cost benefit of noted amounts.

Consolidated Capital Expenditures

Excluding Indonesia Smelter Projects CAPEX ⁽¹⁾

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(1) See slide 29; Indonesia smelter projects are being funded with PT-FI's senior notes and its available revolving credit facility.

(2) Net of scheduled contributions from PT Inalum for expansion capital spending that will be reflected in financing on the cash flow statement.

(3) Major projects include CAPEX associated with Grasberg underground development and supporting mill and power capital costs (\$1.2 bn in 2022e and \$0.7 bn in 2023e).

For detail of discretionary spending see slide 30.

NOTE: Amounts include capitalized interest. Discretionary CAPEX and smelter spending will be excluded from the free cash flow (as defined on slide 14) calculation for purposes of the performance-based payout framework. e= estimate. See Cautionary Statement.



Future Growth Embedded in Existing Asset Base Provides Increased Leverage to Copper Prices

New Leach Technologies Americas



- Advancing sulfide leaching technologies
- Targeting near-term increases of 100-200 mm lbs per annum

Bagdad Expansion Arizona



- Double concentrator capacity
- Commencing feasibility study, stakeholder engagement
- Increasing confidence in commencing construction in 2023 for potential 2026 start-up

Lone Star Expansions Arizona



- Near-term oxide expansions
- Increasing exploration to define resource
- Potential long-term sulfide investment

El Abra Expansion Chile



- Large sulfide resource supports a major expansion opportunity
- Preparations for submitting environmental impact statement and stakeholder engagement
- Monitoring regulatory and fiscal matters

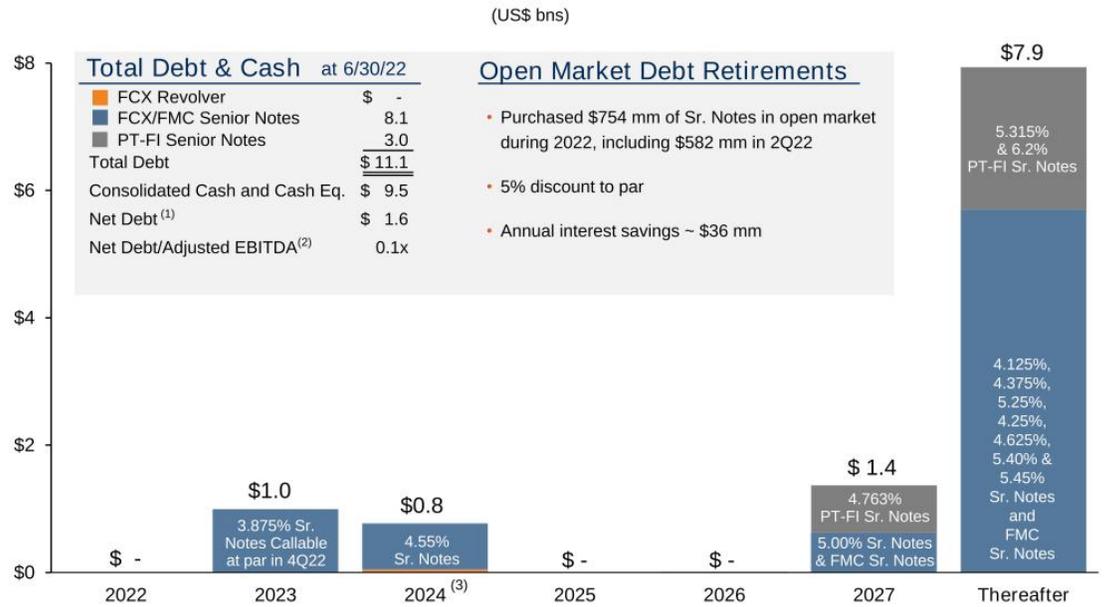
Kucing Liar Grasberg District Indonesia



- Commenced development of underground copper/gold reserves
- Benefits from substantial shared infrastructure

Strong Balance Sheet and Liquidity

Attractive debt maturity profile



(1) Includes \$0.6 bn associated with the Indonesia smelter projects.

(2) Trailing 12-months.

(3) For purposes of this schedule, maturities of uncommitted lines of credit and other short-term lines are included in FCX's revolver balance, which matures in 2023/2024. See Cautionary Statement.

Financial Policy

Priorities



Maintain strong
balance sheet



Cash returns
to stockholders



Advance organic
growth opportunities

Up to 50% Free Cash Flow⁽¹⁾ to Be Returned

To stockholders under
performance-based payout
framework

\$0.60 Per Share in Dividends

Includes \$0.30 per share annual
base dividend and \$0.30 per
share variable dividend for 2022

Share Repurchase Program Scorecard as of July 20, 2022

Authorized	Repurchased	Remaining
\$5.0 billion <small>Includes \$2 bn increase in July 2022</small>	~\$1.8 billion <small>Includes \$0.5 bn in 1Q22 and \$0.8 bn since 1Q22</small>	~\$3.2 billion
Shares Repurchased	Avg. Price	Shares Outstanding
47.9 million <small>Including 35.1 mm in 2022</small>	\$38.35 per share <small>2Q22 \$37.66/share avg. July \$28.30/share avg.</small>	~1.429 billion <small>As of July 20, 2022</small>

Board will review structure of performance-based payout framework at least annually

NOTE: Target net debt \$3 - \$4 bn, excluding project debt for additional smelting capacity in Indonesia.

(1) Available cash flows generated after planned capital spending (excluding Indonesia smelter projects funded with debt and discretionary CAPEX) and distributions to noncontrolling interests. See Cautionary Statement.

Executing Clearly Defined Strategy Focused on Copper

BUILDING VALUE FOR SHAREHOLDERS

Responsible
producer of scale

Experienced
management team

Long-lived
reserves

Strong
balance sheet

Embedded
growth options

Cash returns
for shareholders

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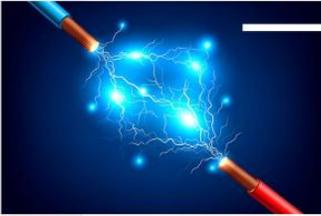


Reference Slides

Copper – Metal of the Future

Critical to Global Decarbonization

Global Decarbonization is Expected to Drive Intensity of Copper Use



More than 65% of the world's copper is used in applications that deliver electricity



Renewable energy technologies use four to five times more copper than fossil fuel power generation



Electric vehicles use up to four times more copper than internal combustion engines



Copper consumption associated with electric vehicles and renewable energy technologies to grow rapidly

Freeport is strategically positioned as a leading copper producer.

Source: International Copper Association
See Cautionary Statement.

The Copper Mark

Recognition for Responsible Production

- Assurance framework developed to demonstrate the copper industry's responsible production practices
- Producers participating in the Copper Mark are committed to adhering to internationally recognized responsible operating practices
- Copper Mark governed by independent board including NGO participation and multi-stakeholder advisory council
- Framework covers 32 issue areas across 5 ESG categories developed by the Responsible Minerals Initiative's Risk Readiness Assessment
- Requires third-party assurance of site performance and independent Copper Mark validation every three years
- FCX is committed to achieving the Copper Mark at all of our copper producing sites
- The Copper Mark is currently evaluating an extension of its framework to metals that are produced as a by-product of copper; FCX supports this effort

See Cautionary Statement.

COPPER MARK STATUS BY SITE:

AWARDED	
Atlantic Copper smelter & refinery (Spain)	Miami mine & smelter (AZ)
Bagdad mine (AZ)	Morenci mine (AZ)
Cerro Verde mine (Peru)	Safford mine (AZ)
Chino mine (NM)	Sierrita mine (AZ)
El Abra mine (Chile)	Tyrone mine (NM)
El Paso refinery (TX)	

LETTER OF COMMITMENT

PT-FI mine (Indonesia)

Note: Copper Mark status as of 07/20/2022



Financial Highlights

Sales Data	2Q22	2Q21
Copper		
Consolidated Volumes (mm lbs)	1,087	929
Average Realization (per lb)	\$ 4.03	\$ 4.34
Site Production & Delivery Costs (per lb)	\$ 2.09	\$ 2.02
Unit Net Cash Costs (per lb)	\$ 1.41	\$ 1.48
Gold		
Consolidated Volumes (000's ozs)	476	305
Average Realization (per oz)	\$1,827	\$1,794
Molybdenum		
Consolidated Volumes (mm lbs)	20	22
Average Realization (per lb)	\$19.44	\$13.11
Financial Results (in billions, except per share amounts)		
Revenues	\$ 5.4	\$ 5.7
Net Income Attributable to Common Stock	\$ 0.8	\$ 1.1
Diluted Net Income Per Share	\$ 0.57	\$ 0.73
Operating Cash Flows ⁽¹⁾	\$ 1.6	\$ 2.4
Capital Expenditures	\$ 0.9	\$ 0.4
Total Debt ⁽²⁾	\$ 11.1	\$ 9.7
Consolidated Cash and Cash Equivalents ⁽³⁾	\$ 9.5	\$ 6.3

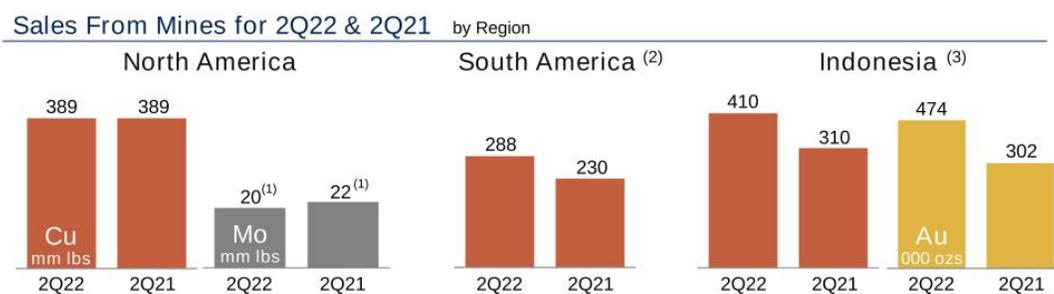
(1) Includes working capital and other sources of \$0.1 bn for 2Q22 and \$0.5 bn for 2Q21.

(2) 2Q22 includes \$3.0 bn in senior notes issued by PT-FI in April 2022.

(3) 2Q22 includes \$2.4 bn at PT-FI for future smelter funding.



2Q22 Mining Operating Summary



2Q22 Unit Net Cash Costs	(per lb of Cu)	North America	South America	Indonesia	Consolidated
Site Production & Delivery, excl. adjs.		\$2.50	\$2.48	\$1.43	\$2.09
By-product Credits		(0.35)	(0.35)	(2.17)	(1.04)
Treatment Charges		0.11	0.15	0.24	0.18
Royalties & Export Duties		-	0.01	0.48	0.18
Unit Net Cash Costs (Credits)		\$2.26	\$2.29	\$(0.02)	\$1.41

(1) Includes 7 mm lbs in 2Q22 and 4 mm lbs in 2Q21 from South America.

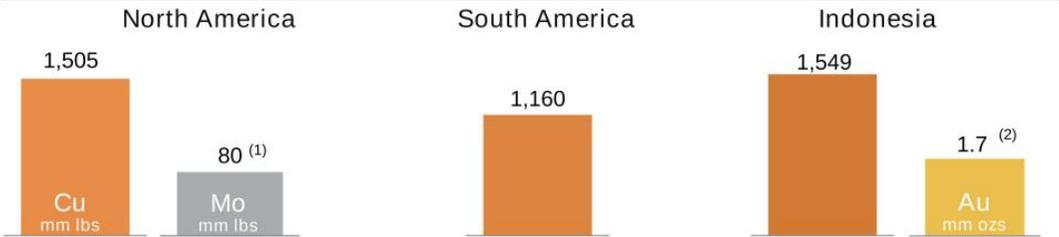
(2) Silver sales totaled 1.1 mm ozs in 2Q22 and 0.8 mm ozs in 2Q21.

(3) Silver sales totaled 1.6 mm ozs in 2Q22 and 1.4 mm ozs in 2Q21.

NOTE: For a reconciliation of unit net cash costs (credits) per pound to production and delivery costs applicable to sales reported in FCX's consolidated financial statements, refer to "Product Revenues and Production Costs" in the supplemental schedules of FCX's 2Q22 press release, which is available on FCX's website.

2022e Operational Data

2022e Sales by Region



2022e Unit Net Cash Costs⁽³⁾ (per lb of Cu)

	North America	South America	Indonesia	Consolidated
Site Production & Delivery, excl. adjs. ⁽⁴⁾	\$2.48	\$2.49	\$1.52	\$2.13
By-product Credits	(0.33)	(0.33)	(2.00)	(0.95)
Treatment Charges	0.10	0.14	0.24	0.16
Royalties & Export Duties	-	0.01	0.42	0.16
Unit Net Cash Costs	\$2.25	\$2.31	\$0.18	\$1.50

(1) Includes molybdenum produced in South America.

(2) Includes gold produced in North America.

(3) Estimates assume average prices of \$1,700/oz for gold and \$16/lb for molybdenum for 2H22e. Quarterly unit costs will vary significantly with quarterly metal sales volumes.

(4) Production costs include profit sharing in South America and severance taxes in North America.
e = estimate. See Cautionary Statement.

2022e Outlook

Sales Outlook	Unit Net Cash Cost of Copper	Operating Cash Flows ⁽²⁾	Capital Expenditures
<ul style="list-style-type: none"> • Copper: 4.2 billion lbs • Gold: 1.7 million ozs • Molybdenum: 80 million lbs 	<ul style="list-style-type: none"> • Site prod. & delivery <ul style="list-style-type: none"> ○ 2022e: \$2.13/lb ○ 3Q22e: \$2.23/lb • After by-product credits ⁽¹⁾ <ul style="list-style-type: none"> ○ 2022e: \$1.50/lb ○ 3Q22e: \$1.67/lb 	<ul style="list-style-type: none"> • ~\$4.5 billion⁽³⁾ @ \$3.25/lb copper for 2H22e • Each 10¢/lb change in copper in 2H22e = \$230 million impact 	<ul style="list-style-type: none"> • \$3.1 billion⁽⁴⁾ (excluding smelter⁽⁵⁾) <ul style="list-style-type: none"> ○ \$1.9 billion for major projects ○ \$1.2 billion for other mining

(1) Assumes average prices of \$1,700/oz gold and \$16/lb molybdenum in 2H22e.

(2) Assumes average prices of \$1,700/oz gold and \$16/lb molybdenum in 2H22e; each \$100/oz change in gold would have an approximate \$80 mm impact and each \$2/lb change in molybdenum would have an approximate \$50 mm impact.

(3) Net of \$1.4 billion of working capital and other uses.

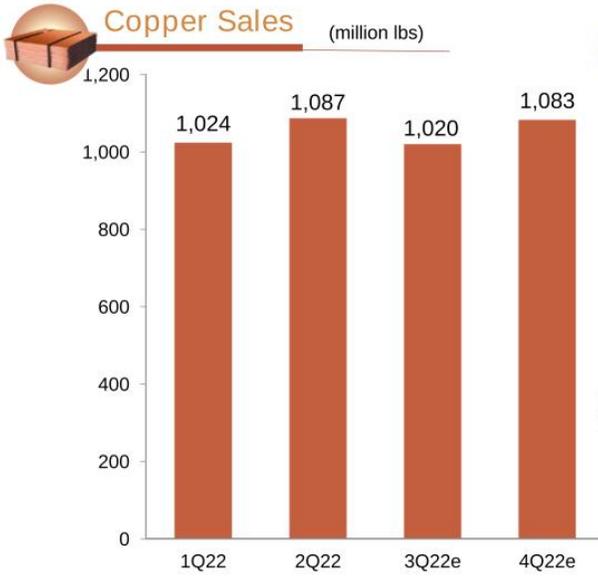
(4) PT Inalum scheduled contributions in 2022e approximate \$0.2 bn. Major projects CAPEX includes \$1.3 bn for planned projects and \$0.6 bn of discretionary projects.

(5) Indonesia smelter projects are being funded with PT-FI's senior notes and its available revolving credit facility.

e = estimate. See Cautionary Statement.

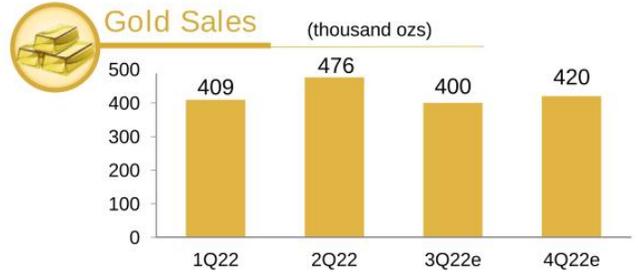


2022e Quarterly Sales

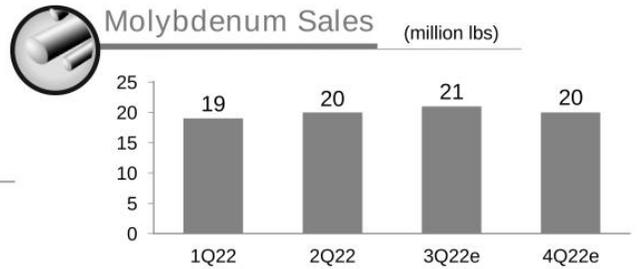


Note: Consolidated copper sales include 194 mm lbs in 1Q22, 212 mm lbs in 2Q22, 210 mm lbs in 3Q22e and 218 mm lbs in 4Q22e for noncontrolling interests; excludes purchased copper.

e = estimate. See Cautionary Statement.

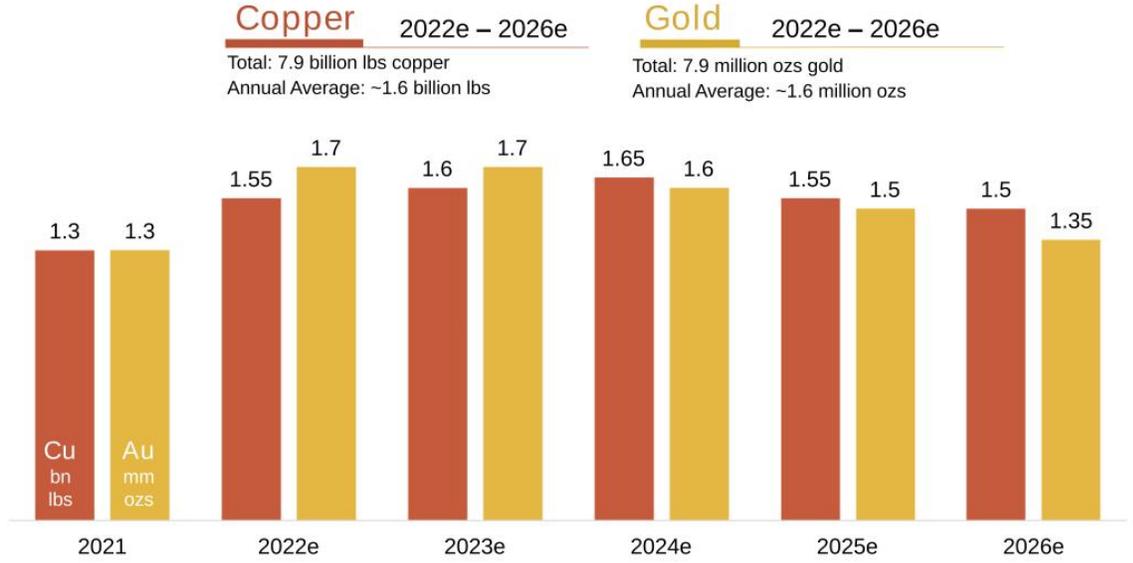


Note: Consolidated gold sales include 76k ozs in 1Q22, 89k ozs in 2Q22, 75k ozs in 3Q22e and 78k ozs in 4Q22e for noncontrolling interests.



PT-FI Mine Plan

Metal Sales, 2021 – 2026e

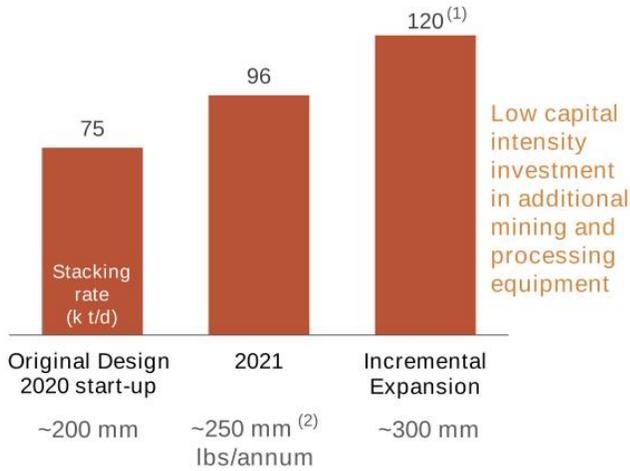


NOTE: Amounts are projections. Timing of annual sales will depend on a number of factors, including operational performance, timing of shipments, and other factors. FCX's economic interest in PT-FI approximates 81.27% through 2022 and 48.76% thereafter.
e = estimate. See Cautionary Statement.

Lone Star Update

Oxides

2P Reserves: 4.9 billion lbs



(1) Initially at 105k t/d with ramp-up to 120k t/d by 2024e.

(2) Excludes historic Safford leach material which currently approximates 25 mm lbs/annum.

(3) Estimated mineral potential includes exploration targets and mineral resources but will not qualify as mineral reserves until comprehensive engineering studies establish legal and economic feasibility.

Significant additional evaluation is required and no assurance can be given that the potential quantities of metal will be produced. Accordingly, no assurance can be given that estimated mineral potential not included in mineral reserves will become proven and probable mineral reserves.

e = estimate See Cautionary Statement.

Sulfides

Mineral Potential: ~50 billion lbs ⁽³⁾

- Success of oxide development advances opportunity for scale
- Design to incorporate combined leach and concentrate facilities – similar to Morenci
- Next steps
 - Ongoing exploration to support metallurgical testing
 - Scoping studies/mine planning scenarios

Advancing New Leach Technologies

Taking Leach to the Next Level

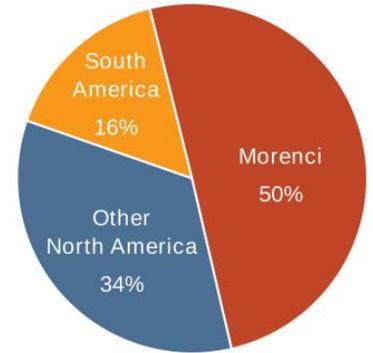


- Industry leader with long history of leach production
- Internal and external initiatives to advance sulfide leaching technologies and to drive continuous recovery improvement
- Data analytics providing new insights to drive additional value
- Focused on traditional ores and ores that have been typically considered difficult to leach, like chalcopyrite
- Leveraging both R&D and in-field trials at existing leach stockpiles and future opportunities to recover copper from below mill cut-off grade material
- Success would enable utilization of latent tank house capacity with limited capital investment
- Low carbon and water-use footprint

See Cautionary Statement.

Copper in Leach Stockpiles Unrecoverable by Traditional Leach Methods

38 bn lbs Contained*

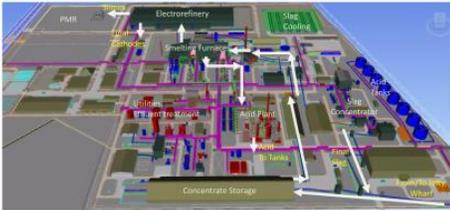


* Copper from historical placements beyond assumed recovery estimates and is not included in mineral reserves and mineral resources.

Indonesia Downstream Processing Activities

Greenfield Smelter

- 1.7 mm mt of annual concentrate capacity
- Designed to be world's largest flash smelter/converter facility
- Advancing groundwork/preparation
- Project expected to be completed as soon as feasible in 2024 ⁽¹⁾
- Target price: ~\$2.8 bn ⁽²⁾



Overall Smelting Process

PT Smelting Expansion

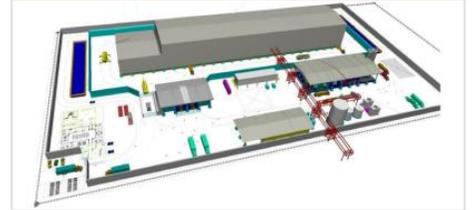
- 30% increase to existing smelter to add 300,000 mt of annual concentrate capacity
- Completed commercial arrangements in 4Q21
- Target completion of YE 2023
- Cost estimate: \$250 mm



PTS Smelter at Gresik

Precious Metals Refinery (PMR)

- To be constructed to process gold and silver from greenfield smelter and PT Smelting
- Cost estimate: \$400 mm



3D Concept Map of PMR

(1) Dependent on no further COVID-19-related disruptions; PT-FI has requested an extension of the timeline for the greenfield smelter from the Indonesian government.

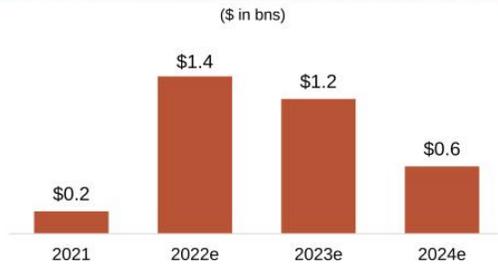
(2) Excludes capitalized interest, owner's costs and commissioning.
See Cautionary Statement.

Indonesia Downstream Processing Update

PT-FI's Downstream Commitment

- PT-FI committed in 2018 IUPK to construct 2 mm tpy in-country Cu concentrate processing capacity
 - Greenfield project expected to be completed as soon as feasible in 2024⁽¹⁾
 - PT Smelting expansion expected to be completed by end of 2023
- Financing in place to fund construction activities

Preliminary Estimate of Spending on Greenfield Smelter and PMR to be shared 51% / 49% (PT Inalum/FCX)⁽²⁾



NOTE: See slide 28 for additional details.

(1) Dependent on no further COVID-19-related disruptions; PT-FI has requested an extension of the timeline for the greenfield smelter from the Indonesian government.

(2) Capital spending on the greenfield smelter will be debt financed and will not be deducted from cash available for returns to FCX shareholders. Excludes capitalized interest, owner's costs and commissioning.
 e = estimate. See Cautionary Statement.

July 2022



Discretionary Capital Projects*

Kucing Liar

- Commenced long-term mine development activities
- Approximate 10-year development timeframe
- Sustain large-scale, low-cost Cu/Au production
- Capital investment: ~\$400 mm/yr average (~\$200 mm in 2022e)
- > 6 bn lbs copper & 5 mm ozs gold
 - ~ 600 mm lbs & 500K ozs per annum

Lone Star Oxide Expansion

- Low capital intensity investment
- Capital investment: ~\$250 mm (~\$100 mm in 2022e)
- Increase stacking rate: 95k t/d to 120k t/d
- Targeting 300 mm lbs of copper/annum by 2023e
 - +50 mm lbs/yr of incremental production

Grasberg Mill Recovery Project

- Installing new copper cleaner circuit
- Improved Cu concentrate grades/metal recoveries
- Capital investment: ~\$420 mm (~\$200 mm in 2022e)
- Targeted completion: 1H24e
- +60 mm lbs/yr & +40K ozs/yr of incremental Cu/Au

Atlantic Copper CirCular

- Recycle electronic material
- Capital investment: ~\$320 mm (~\$45 mm in 2022e)
- Expect to commission in 2024e; full rates in 2025e
- ~\$60 mm per annum in incremental EBITDA

Bagdad Expansion

- Early works and equipment: ~\$100 mm (~\$75 mm in 2023e)

*These discretionary projects and the Indonesia smelter projects will be excluded from the free cash flow calculation (defined on slide 14) for purposes of the performance-based payout framework.
e = estimate. See Cautionary Statement.

2Q22 Copper Realization & 3Q22e Guidance

2Q22 LME Average Copper Price	\$4.31/lb
3-Mo. Fwd Price for Copper at the End of June	\$3.75/lb
FCX 2Q22 Consolidated Copper Price Realization	\$4.03/lb (Generally, 50/50 weight of qtrly avg and 3-mo forward price at end of period)
FCX 2Q22 Prior Period Open Lb Adj. (aka Provisional Price Adj.)	Revenue/EBITDA: \$(355) mm Net income: \$(154) mm Earnings/share: \$(0.10)
3Q22e Open Pound Guidance	<ul style="list-style-type: none"> • Open lbs priced at \$3.75/lb on 6/30/22 • Each \$0.05 change in avg copper price in 3Q22 = \$14 mm impact to 2022e net income* • LME copper settled at \$3.34/lb on 7/20/22

NOTE: When the quarter end forward pricing is below the average quarterly spot price, FCX's consolidated quarterly copper realization can be expected to be below the quarterly average spot pricing. Conversely, the quarterly copper realization can be expected to be above the quarterly spot price average if quarter end forward curve pricing is above the quarterly average spot price. Quarterly copper realizations by region may vary from the consolidated average.

*Assuming the 3Q copper price averages \$3.25/lb, FCX anticipates 3Q results to include \$300 mm in revenue/EBITDA reductions on prior period provisionally priced sales e = estimate. See Cautionary Statement.



Adjusted EBITDA Reconciliation

(\$ in mm)	12 mos ended	
	2022	6/30/2022
Net income attributable to common stock	\$840	\$4,872
Interest expense, net	156	592
Income tax provision	571	2,649
Depreciation, depletion and amortization	507	2,092
Metals inventory adjustments	18	33
Net gain on sales of assets	(2)	(79)
Accretion and stock-based compensation	37	186
Other net charges ⁽¹⁾	19	393
Gain on early extinguishment of debt	(8)	(8)
Other (income) expense, net	(11)	83
Net income attributable to noncontrolling interests	198	1,151
Equity in affiliated companies' net earnings	(10)	(27)
FCX Adjusted EBITDA⁽²⁾	\$2,315	\$11,937

(1) 2Q22 primarily includes net adjustments to environmental obligations (\$13 mm). The 12 months ended 6/30/2022 also includes adjustments to reclamation liabilities at PT-FI (\$340 mm), net charges for contested matters at PT-FI (\$46 mm), net adjustments to environmental obligations (\$24 mm) and nonrecurring labor-related charges at Cerro Verde (\$23 mm). Charges for the 12 months ended 6/30/2022 were partly offset by net credits primarily associated with refunds of Arizona transaction privilege taxes related to purchased electricity (\$27 mm) and adjustments to prior-period profit sharing at Cerro Verde (\$26 mm).

(2) Adjusted EBITDA is a non-GAAP financial measure that is frequently used by securities analysts, investors, lenders and others to evaluate companies' performance, including, among other things, profitability before the effect of financing and similar decisions. Because securities analysts, investors, lenders and others use Adjusted EBITDA, management believes that our presentation of Adjusted EBITDA affords them greater transparency in assessing our financial performance. Adjusted EBITDA should not be considered as a substitute for measures of financial performance prepared in accordance with GAAP. Adjusted EBITDA may not necessarily be comparable to similarly titled measures reported by other companies, as different companies calculate such measures differently.

ELECTRIFYING THE FUTURE



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