

Item 2.02. Results of Operations and Financial Condition.

Freeport-McMoRan Inc. (FCX) issued a press release dated July 20, 2023, announcing its second-quarter and six-month 2023 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 2023 earnings conference call being webcast on the internet at 10:00 a.m. Eastern Time on July 20, 2023, 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 20, 2023, titled "Freeport-McMoRan Reports Second-Quarter and Six-Month 2023 Results."
99.2	Slides presented in connection with FCX's second-quarter 2023 earnings conference call conducted via the internet on July 20, 2023.
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 20, 2023



News Release

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Freeport-McMoRan Reports Second-Quarter and Six-Month 2023 Results

- *Solid production performance*
 - *Strong balance sheet and financial flexibility*
 - *Positive outlook for cash flow generation to support continued organic growth and cash returns to shareholders*
- **Net income** attributable to common stock in second-quarter 2023 totaled \$343 million, \$0.23 per share, and adjusted net income attributable to common stock totaled \$500 million, \$0.35 per share, after excluding net charges totaling \$157 million, \$0.11 per share.
 - **Consolidated production** totaled 1.1 billion pounds of copper, 483 thousand ounces of gold and 21 million pounds of molybdenum in second-quarter 2023.
 - **Consolidated sales** totaled 1.0 billion pounds of copper, 495 thousand ounces of gold and 20 million pounds of molybdenum in second-quarter 2023. Second-quarter 2023 copper sales volumes were 3% below the April 2023 estimate, reflecting shipping delays in Indonesia associated with the renewal of PT Freeport Indonesia's (PT-FI) export license.
 - **Consolidated sales** for the year 2023 are expected to approximate 4.0 billion pounds of copper, 1.75 million ounces of gold and 79 million pounds of molybdenum, including 1.0 billion pounds of copper, 420 thousand ounces of gold and 20 million pounds of molybdenum in third-quarter 2023.
 - **Average realized prices** in second-quarter 2023 were \$3.84 per pound for copper, \$1,942 per ounce for gold and \$24.27 per pound for molybdenum.
 - **Average unit net cash costs** in second-quarter 2023 were \$1.47 per pound of copper. Unit net cash costs for the year 2023 are expected to average \$1.55 per pound of copper.
 - **Operating cash flows** totaled \$1.7 billion (including \$0.2 billion of working capital and other sources) in second-quarter 2023. Based on current sales volume and cost estimates, and assuming average prices of \$3.90 per pound for copper, \$1,950 per ounce for gold and \$20.00 per pound for molybdenum for the second half of 2023, operating cash flows are expected to approximate \$6.4 billion for the year 2023.
 - **Capital expenditures** totaled \$1.2 billion (including \$0.4 billion for major mining projects and \$0.5 billion for the Indonesia smelter projects) in second-quarter 2023. Capital expenditures for the year 2023 are expected to approximate \$4.8 billion (including \$2.0 billion for major mining projects and \$1.6 billion for the Indonesia smelter projects).
 - At June 30, 2023, **consolidated debt** totaled \$9.5 billion and **consolidated cash and cash equivalents** totaled \$6.7 billion, resulting in **net debt** of \$2.8 billion (\$0.9 billion excluding net debt for the Indonesia smelter projects). Refer to the supplemental schedule, "Net Debt," on page IX.

PHOENIX, AZ, July 20, 2023 - Freeport-McMoRan Inc. (NYSE: FCX) reported second-quarter 2023 net income attributable to common stock of \$343 million, \$0.23 per share, and adjusted net income attributable to common stock of \$500 million, \$0.35 per share, after excluding net charges totaling \$157 million, \$0.11 per share, primarily associated with charges for an unfavorable tax ruling at Cerro Verde, adjustments to environmental obligations and an accrual of a potential administrative fine in Indonesia. For additional information, refer to the supplemental schedule, "Adjusted Net Income," on page VII.

Richard C. Adkerson, Chairman and Chief Executive Officer, said, "Our global team continues to execute our strategy and deliver strong results. During the second quarter, we achieved solid production performance, managed costs efficiently and advanced several important value-enhancing initiatives. As a leading supplier of copper with long-lived reserves, organic growth opportunities, a solid balance sheet and a proven track record for successful project development, we are positioned for a bright future for the benefit of all stakeholders."

SUMMARY FINANCIAL DATA

	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
	(in millions, except per share amounts)			
Revenues ^{a,b}	\$ 5,737	\$ 5,416	\$ 11,126	\$ 12,019
Operating income ^a	\$ 1,410	\$ 1,736	\$ 3,011	\$ 4,545
Net income attributable to common stock ^{c,d,e}	\$ 343	\$ 840	\$ 1,006	\$ 2,367
Diluted net income per share of common stock	\$ 0.23	\$ 0.57	\$ 0.69	\$ 1.61
Diluted weighted-average common shares outstanding	1,442	1,457	1,443	1,463
Operating cash flows ^f	\$ 1,673	\$ 1,621	\$ 2,723	\$ 3,312
Capital expenditures	\$ 1,163	\$ 863	\$ 2,284	\$ 1,586
At June 30:				
Cash and cash equivalents	\$ 6,683	\$ 9,492	\$ 6,683	\$ 9,492
Total debt, including current portion	\$ 9,495	\$ 11,092	\$ 9,495	\$ 11,092

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

b. Includes (unfavorable) favorable adjustments to prior period provisionally priced concentrate and cathode copper sales totaling \$(118) million (\$45 million to net income attributable to common stock or \$(0.03) per share) in second-quarter 2023, \$(355) million \$(154) million to net income attributable to common stock or \$(0.10) per share) in second-quarter 2022, \$182 million (\$61 million to net income attributable to common stock or \$0.04 per share) for the first six months of 2023 and \$65 million (\$27 million to net income attributable to common stock or \$0.02 per share) for the first six months of 2022. For further discussion, refer to the supplemental schedule, "Derivative Instruments," beginning on page IX.

c. Includes net charges totaling \$157 million (\$0.11 per share) in second-quarter 2023, \$14 million (\$0.01 per share) in second-quarter 2022, \$251 million (\$0.17 per share) for the first six months of 2023 and \$52 million (\$0.04 per share) for the first six months of 2022 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. Beginning January 1, 2023, FCX's economic and equity ownership interest in PT-FI is 48.76%. Prior to January 1, 2023, FCX's economic interest in PT-FI approximated 81%.

f. Working capital and other sources (uses) totaled \$237 million in second-quarter 2023, \$100 million in second-quarter 2022, \$(230) million for the first six months of 2023 and \$(711) million for the first six months of 2022.

SUMMARY OPERATING DATA

	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
Copper (millions of recoverable pounds)				
Production	1,067	1,075	2,032	2,084
Sales, excluding purchases	1,029 ^a	1,087	1,861 ^a	2,111
Average realized price per pound	\$ 3.84	\$ 4.03	\$ 3.91	\$ 4.18
Site production and delivery costs per pound ^b	\$ 2.39	\$ 2.09	\$ 2.47	\$ 2.06
Unit net cash costs per pound ^b	\$ 1.47	\$ 1.41	\$ 1.60	\$ 1.37
Gold (thousands of recoverable ounces)				
Production	483	476	888	891
Sales	495 ^a	476	765 ^a	885
Average realized price per ounce	\$ 1,942	\$ 1,827	\$ 1,946	\$ 1,861
Molybdenum (millions of recoverable pounds)				
Production	21	23	42	44
Sales, excluding purchases	20	20	39	39
Average realized price per pound	\$ 24.27	\$ 19.44	\$ 27.24	\$ 19.37

a. Beginning on January 1, 2023, PT-FI's commercial arrangement with PT Smelting converted from a concentrate sales agreement to a tolling arrangement, which resulted in a change in timing of sales. At June 30, 2023, approximately 85 million pounds of copper and 40 thousand ounces of gold from PT-FI's production was deferred in inventory and will be sold in future periods.

b. 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 XIV.

Consolidated Sales Volumes

Second-quarter 2023 sales:

- **Copper** sales of 1.029 billion pounds were 3% lower than the April 2023 estimate of 1.065 billion pounds and 5% below the second-quarter 2022 sales of 1.087 billion pounds, primarily reflecting shipping delays in Indonesia associated with the renewal of PT-FI's export license.
- **Gold** sales of 495 thousand ounces approximated the April 2023 estimate of 500 thousand ounces and were 4% above second-quarter 2022 sales of 476 thousand ounces.
- **Molybdenum** sales of 20 million pounds approximated the April 2023 estimate and second-quarter 2022 sales.

Consolidated sales volumes for the year 2023 are expected to approximate 4.0 billion pounds of copper, 1.75 million ounces of gold and 79 million pounds of molybdenum, including 1.0 billion pounds of copper, 420 thousand ounces of gold and 20 million pounds of molybdenum in third-quarter 2023. Projected sales volumes assume the resumption of exports at PT-FI beginning in late July 2023, and are dependent on operational performance, weather-related conditions, timing of shipments and other factors detailed in the Cautionary Statement below. Further delays in obtaining PT-FI's export license could impact FCX's production and sales volumes and financial results.

Consolidated Unit Net Cash Costs

Second-quarter 2023 consolidated average unit net cash costs (net of by-product credits) for FCX's copper mines of \$1.47 per pound of copper were lower than the April 2023 estimate of \$1.51 per pound, primarily reflecting higher by-product credits. Second-quarter 2023 consolidated average unit net cash costs (net of by-product credits) were 4% higher than second-quarter 2022 average unit net cash costs of \$1.41 per pound, primarily reflecting higher unit net cash costs in North America. Refer to "Mining Operations" below for further discussion.

Assuming average prices of \$1,950 per ounce of gold and \$20.00 per pound of molybdenum for the second half of 2023 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 \$1.55 per pound of copper for the year 2023 (including \$1.61 per pound of copper in third-quarter 2023). Quarterly unit net cash costs vary with fluctuations in sales volumes and realized prices, primarily for gold and molybdenum. The impact of price changes during the second half of 2023 on consolidated unit net cash costs for the year 2023 would approximate \$0.03 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.

Estimated consolidated unit net cash costs for the second half of 2023 do not include export duties at PT-FI that may be assessed under the revised regulation issued in mid-July 2023 as export duties applicable to PT-FI are specified in its special mining license (IUPK) (refer to Indonesia Regulatory Matters below for further discussion). The assessment of a 7.5% export duty on PT-FI sales during the second half of 2023 would impact estimated consolidated unit net cash costs by \$0.07 per pound of copper for the year 2023.

MINING OPERATIONS

Leaching Innovation Initiatives. FCX is advancing a series of initiatives across its North America and South America operations to incorporate new applications, technologies and data analytics to its leaching processes. FCX believes these leach innovation initiatives provide opportunities to produce incremental copper from its large existing leach stockpiles. Initial results support the potential for incremental low-cost additions to FCX's production and reserve profile and FCX is targeting an annual run rate of approximately 200 million pounds of copper per year through these initiatives by the end of 2023. FCX is pursuing new technology applications that have the potential for significant increases in recoverable metal beyond the initial target.

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% 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 is planning an expansion to double the concentrator capacity of the Bagdad operation in northwest Arizona and expects to complete a feasibility study in late 2023. In parallel, FCX is advancing plans for expanded tailings infrastructure projects to support Bagdad's long-range plans. The timing of future development will be dependent on market conditions, labor and supply chain considerations and other economic factors.

At Safford/Lone Star, production from oxide ores is approaching 300 million pounds of copper per year, which reflects expansion of the initial design capacity of 200 million pounds of copper per year. FCX has conducted significant exploration drilling in the area in recent years. The positive drilling results indicate opportunities to expand production to include sulfide ores in the future. FCX is advancing metallurgical testing and mine development planning for a potential significant long-term investment for development of identified large sulfide resources.

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

	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
Copper (millions of recoverable pounds)				
Production	354	382	686	736
Sales, excluding purchases	339	389	671	770
Average realized price per pound	\$ 3.92	\$ 4.36	\$ 4.03	\$ 4.46
Molybdenum (millions of recoverable pounds)				
Production ^a	9	8	16	15
Unit net cash costs per pound of copper^b				
Site production and delivery, excluding adjustments	\$ 2.93	\$ 2.50	\$ 2.92	\$ 2.44
By-product credits	(0.55)	(0.35)	(0.57)	(0.35)
Treatment charges	0.13	0.11	0.13	0.10
Unit net cash costs	\$ 2.51	\$ 2.26	\$ 2.48	\$ 2.19

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 XIV.

FCX's consolidated copper sales volumes from North America of 339 million pounds in second-quarter 2023 were lower than second-quarter 2022 copper sales volumes of 389 million, primarily reflecting lower ore grades and the timing of shipments, partly offset by incremental copper associated with leach initiatives. North America copper sales are estimated to approximate 1.4 billion pounds for the year 2023.

Average unit net cash costs (net of by-product credits) for the North America copper mines of \$2.51 per pound of copper in second-quarter 2023 were higher than second-quarter 2022 unit net cash costs of \$2.26 per pound, primarily reflecting the impact of lower sales volumes and increased costs of maintenance, supplies and labor, partly offset by higher molybdenum by-product credits and lower costs of energy.

Average unit net cash costs (net of by-product credits) for the North America copper mines are expected to approximate \$2.56 per pound of copper for the year 2023, based on achievement of current sales volume and cost estimates and assuming an average molybdenum price of \$20.00 per pound for the second half of 2023. North America's average unit net cash costs for the year 2023 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 2023.

South America Mining. FCX operates two copper mines in South America - Cerro Verde in Peru (in which FCX owns a 53.56% interest) and El Abra in Chile (in which FCX owns a 51% 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. El Abra's large sulfide resource supports a potential major mill project similar to the large-scale concentrator at Cerro Verde. Technical and economic studies continue to be evaluated to determine the optimal scope and timing for the sulfide project. FCX is advancing plans 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.

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

	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
Copper (millions of recoverable pounds)				
Production	307	286	611	560
Sales	304	288	606	552
Average realized price per pound	\$ 3.78	\$ 3.83	\$ 3.85	\$ 4.00
Molybdenum (millions of recoverable pounds)				
Production ^a	5	7	11	14
Unit net cash costs per pound of copper^b				
Site production and delivery, excluding adjustments	\$ 2.43	\$ 2.48	\$ 2.49	\$ 2.45
By-product credits	(0.37)	(0.35)	(0.45)	(0.38)
Treatment charges	0.21	0.15	0.19	0.15
Royalty on metals	0.01	0.01	0.01	0.01
Unit net cash costs	\$ 2.28	\$ 2.29	\$ 2.24	\$ 2.23

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 XIV.

FCX's consolidated copper sales volumes from South America of 304 million pounds in second-quarter 2023 were higher than second-quarter 2022 copper sales volumes of 288 million pounds, primarily reflecting higher ore grades. Copper sales from South America mining are expected to approximate 1.2 billion pounds for the year 2023.

Average unit net cash costs (net of by-product credits) for South America mining of \$2.28 per pound of copper in second-quarter 2023 approximated second-quarter 2022 unit net cash costs, as the impact of higher sales volumes was offset by higher costs of maintenance, supplies and consumables, and increased treatment charges.

Average unit net cash costs (net of by-product credits) for South America mining are expected to approximate \$2.33 per pound of copper for the year 2023, based on current sales volume and cost estimates and assuming an average price of \$20.00 per pound of molybdenum for the second half of 2023.

Indonesia Mining. PT-FI operates one of the world's largest copper and gold mines at the Grasberg minerals district in Central Papua, Indonesia. PT-FI produces copper concentrate that contains significant quantities of gold and silver. FCX has a 48.76% ownership interest in PT-FI and manages its mining operations. PT-FI's results are consolidated in FCX's financial statements. Under the terms of agreements entered into in 2018, FCX's economic interest in PT-FI approximated 81% through 2022, and beginning January 1, 2023, FCX's economic interest in PT-FI is 48.76%.

Regulatory Matters. Over the past several years, the Indonesia government has enacted various laws and regulations to promote downstream processing of various minerals, including copper concentrates. In 2018, PT-FI agreed to expand its domestic smelting and refining capacity to process all of its copper concentrates in Indonesia. PT-FI is advancing the construction of the Manyar smelter and precious metals refinery (PMR) and expanding capacity at PT Smelting. Construction progress on the Manyar smelter currently approximates 75% with estimated construction completion in mid-2024. Commissioning of the facilities is expected to commence in second-quarter 2024 with a ramp-up schedule through year-end 2024.

On June 10, 2023, export licenses for several exporters, including PT-FI, expired. During the second quarter and through mid-July 2023, the Indonesia government issued various regulations to address exports of unrefined metals. In June 2023, the Ministry of Energy and Mineral Resource (MEMR) issued regulations to allow continued exports of copper concentrates through May 2024 for companies engaged in ongoing smelter development projects with construction progress greater than 50%, and during July 2023, the Ministry of Trade issued regulations on the permitted export of various products, including copper concentrates. PT-FI has obtained

an export recommendation from MEMR for 1.7 million metric tons of concentrate, which is expected to cover PT-FI's 2023 export volumes, and has received assurances that its export license will be granted promptly. PT-FI will continue to work cooperatively with the Indonesia government to obtain approvals to continue exports until the Indonesia smelter projects are fully commissioned and reach designed operating conditions.

In mid-July 2023, the Ministry of Finance issued a revised regulation on duties for various exported products, including copper concentrates. The revised regulation assesses export duties for copper concentrates at 7.5% in the second half of 2023 and 10% for 2024 for companies with smelter progress of 70% to 90%. For companies with smelter progress above 90%, export duties would be 5% in second-half 2023 and 7.5% in 2024. PT-FI is discussing the applicability of the revised duties with the Indonesia government. Under PT-FI's IUPK, export duties are determined based on regulations in effect in 2018, which provided that no duties are required after smelter progress reached 50%.

During second-quarter 2023, MEMR also issued a decree prescribing a formula for administrative fines for delays in construction of smelter and refining facilities, taking into account allowances for delays associated with the COVID-19 pandemic as verified by a third-party. PT-FI continues to discuss the applicability of this administrative fine with MEMR, and as of June 30, 2023, has recorded an accrual for a potential administrative fine based on its interpretation of the decree.

Operating and Development Activities. Over a multi-year investment period, PT-FI has successfully commissioned three large-scale block cave mines in the Grasberg minerals district (Grasberg Block Cave, Deep Mill Level Zone and Big Gossan), providing annual production volumes of approximately 1.6 billion pounds of copper and 1.6 million ounces of gold.

PT-FI's ongoing project to install additional milling facilities is currently expected to be completed in 2024. The project will increase milling capacity to approximately 240,000 metric tons of ore per day to provide sustained large scale production volumes. 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 second half of 2024 and to provide incremental metal production of approximately 60 million pounds of copper and 40 thousand ounces of gold per year.

Kucing Liar. Long-term mine development activities are ongoing for PT-FI's Kucing Liar deposit in the Grasberg minerals district, which is expected to produce over 6 billion pounds of copper and 6 million ounces of gold between 2028 and the end of 2041. Pre-production development activities commenced in 2022 and are expected to continue over an approximate 10-year timeframe. Capital investments are estimated to average approximately \$400 million per year over this period. At full operating rates of approximately 90,000 metric tons of ore per day, annual production from Kucing Liar is expected to approximate 550 million pounds of copper and 560 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 the Manyar smelter in Gresik, Indonesia with a capacity to process approximately 1.7 million metric tons of copper concentrate per year. Construction is approximately 75% complete, with estimated construction completion in mid-2024 at an estimated cost of \$3.0 billion, including \$2.8 billion for a construction contract (excluding capitalized interest, owner's costs and commissioning) and \$0.2 billion for investment in a desalination plant.
- Expansion of PT Smelting's capacity by 30% to 1.3 million metric tons of copper concentrate per year, which is expected to be completed by the end of 2023. PT-FI is funding the cost of the expansion, estimated to approximate \$250 million, with a loan that will convert to equity and increase PT-FI's ownership in PT Smelting to a majority ownership interest, which is expected to occur in 2024.
- The PMR is being constructed to process gold and silver from the Manyar smelter and PT Smelting. Construction is in progress with commissioning expected during 2024 at an estimated cost of \$525 million.

During second-quarter 2023, capital expenditures for the Manyar smelter and PMR (collectively, the Indonesia smelter projects) totaled \$0.5 billion, and are expected to approximate \$1.6 billion for the year 2023.

Capital expenditures for the Indonesia smelter projects are being funded with proceeds received from PT-FI's April 2022 senior notes offering and availability under its revolving credit facility.

Mining Rights. PT-FI and the Indonesia government continue to engage in discussions regarding the extension of PT-FI's mining rights under its IUPK beyond 2041. An extension beyond 2041 would enable continuity of large-scale operations for the benefit of all stakeholders and provide growth options through additional resource development opportunities in the highly attractive Grasberg minerals district.

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

	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
Copper (millions of recoverable pounds)				
Production	406	407	735	788
Sales	386	410	584	789
Average realized price per pound	\$ 3.82	\$ 3.86	\$ 3.83	\$ 4.04
Gold (thousands of recoverable ounces)				
Production	479	473	881	885
Sales	492	474	758	880
Average realized price per ounce	\$ 1,942	\$ 1,827	\$ 1,946	\$ 1,861
Unit net cash credits per pound of copper^a				
Site production and delivery, excluding adjustments	\$ 1.88	\$ 1.43	\$ 1.93	\$ 1.42
Gold and silver credits	(2.60)	(2.17)	(2.68)	(2.17)
Treatment charges	0.39	0.24	0.38	0.24
Export duties ^b	—	0.21	0.03	0.21
Royalty on metals	0.24	0.27	0.26	0.26
Unit net cash credits	\$ (0.09)	\$ (0.02)	\$ (0.08)	\$ (0.04)

a. For a reconciliation of unit net cash credits 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 XIV.

b. As noted above, export duties were eliminated effective March 29, 2023, upon verification that construction progress of the Manyar smelter exceeded 50%. Refer to Regulatory Matters above for further discussion of the revised export duty regulation that became effective beginning in the second half of 2023.

PT-FI's consolidated copper sales volumes of 386 million pounds in second-quarter 2023 were lower than second-quarter 2022 copper sales volumes of 410 million pounds, primarily reflecting shipping delays associated with the renewal of PT-FI's export license. PT-FI's consolidated gold sales volumes of 492 thousand ounces in second-quarter 2023 were higher than second-quarter 2022 gold sales volumes of 474 thousand ounces, primarily reflecting the timing of sales from PT Smelting.

Consolidated sales volumes from PT-FI are expected to approximate 1.4 billion pounds of copper and 1.7 million ounces of gold for the year 2023, net of a deferral of approximately 90 million pounds of copper and 130 thousand ounces of gold from mine production under tolling arrangements to be processed and sold as refined metal in future periods. Projected sales volumes assume the resumption of exports beginning in late July 2023, and are dependent on operational performance, weather-related conditions and other factors detailed in the Cautionary Statement below.

PT-FI's unit net cash credits (including gold and silver credits) of \$0.09 per pound of copper in second-quarter 2023 were higher than unit net cash credits of \$0.02 per pound in second-quarter 2022, reflecting higher gold and silver credits and lower export duties, partly offset by higher operating rates, increased underground maintenance costs and treatment charges and the impact of lower copper sales volumes.

Assuming an average gold price of \$1,950 per ounce for the second half of 2023 and achievement of current sales volumes and cost estimates, unit net cash credits (including gold and silver credits) for PT-FI are expected to approximate \$0.06 per pound of copper for the year 2023. PT-FI's average unit net cash credits for the

year 2023 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 2023.

PT-FI's estimated unit net cash costs for the second half of 2023 do not include export duties that may be assessed under the revised regulation issued in mid-July 2023 as export duties applicable to PT-FI are specified in its IUPK. The assessment of a 7.5% export duty during the second half of 2023 would impact PT-FI's estimated unit net cash costs by \$0.19 per pound of copper for the year 2023.

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, chemical-grade 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 7 million pounds of molybdenum in second-quarter 2023 and was lower than production of 8 million pounds of molybdenum in second-quarter 2022, primarily reflecting lower ore grades and recovery rates at Climax. 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 \$15.99 per pound of molybdenum in second-quarter 2023 were higher than average unit net cash costs of \$10.62 per pound in second-quarter 2022, primarily reflecting lower sales volumes and higher contract labor costs. Based on current sales volume and cost estimates, average unit net cash costs for the Molybdenum mines are expected to approximate \$14.13 per pound of molybdenum for the year 2023.

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 XIV.

EXPLORATION

FCX's exploration activities are focused on potential mineral reserve and resource additions primarily at its North America and South America operating mines and select properties on care and maintenance status. Preliminary exploration results continue to indicate opportunities for significant future potential mineral reserve and resource additions when market conditions warrant. Exploration expenditures for the year 2023 are expected to approximate \$110 million, compared with \$105 million in 2022.

LIQUIDITY, CASH FLOWS, CASH AND DEBT

Liquidity. At June 30, 2023, FCX had \$6.7 billion in consolidated cash and cash equivalents and \$3.0 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 respective revolving credit facilities.

Operating Cash Flows. FCX generated operating cash flows of \$1.7 billion (including \$0.2 billion of working capital and other sources) in second-quarter 2023 and \$2.7 billion (net of \$0.2 billion of working capital and other uses) for the first six months of 2023.

Based on current sales volume and cost estimates, and assuming average prices of \$3.90 per pound of copper, \$1,950 per ounce of gold and \$20.00 per pound of molybdenum for the second half of 2023, FCX's consolidated operating cash flows are estimated to approximate \$6.4 billion for the year 2023. The impact of price changes for the second half of 2023 on operating cash flows would approximate \$240 million for each \$0.10 per pound change in the average price of copper, \$100 million for each \$100 per ounce change in the average price of gold and \$60 million for each \$2 per pound change in the average price of molybdenum.

Capital Expenditures. Capital expenditures totaled \$1.2 billion in second-quarter 2023 (including \$0.4 billion for major mining projects and \$0.5 billion for the Indonesia smelter projects) and \$2.3 billion for the first six months of 2023 (including \$0.8 billion for major mining projects and \$0.8 billion for the Indonesia smelter projects).

Capital expenditures are expected to approximate \$4.8 billion for the year 2023 (including \$2.0 billion for major mining projects and \$1.6 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 \$0.7 billion for discretionary growth

projects. Capital expenditures for the Indonesia smelter projects are being funded with the proceeds received from PT-FI's April 2022 senior notes offering and availability under PT-FI's 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, excluding cash committed for the Indonesia smelter projects and net of noncontrolling interests' share, taxes and other costs at June 30, 2023 (in billions):

Cash at domestic companies	\$	3.3
Cash at international operations		3.4
Total consolidated cash and cash equivalents		6.7
Cash for Indonesia smelter projects		(1.1) ^a
Noncontrolling interests' share		(1.0)
Cash, net of noncontrolling interests' share		4.6
Withholding taxes		(0.1)
Net cash available	\$	4.5

a. Estimated remaining net proceeds from PT-FI's senior notes offering.

Debt. Following is a summary of total debt and the weighted-average interest rates at June 30, 2023 (in billions, except percentages):

			Weighted-Average Interest Rate
Senior notes:			
Issued by FCX	\$	6.1	4.9%
Issued by PT-FI		3.0	5.4%
Issued by Freeport Minerals Corporation		0.4	7.5%
Other		— ^a	2.3%
Total debt	\$	9.5	5.2%

a. Rounds to less than \$0.1 billion.

At June 30, 2023, there were no borrowings and \$8 million in letters of credit issued under FCX's \$3.0 billion revolving credit facility.

Beginning in 2022 and through July 19, 2023, FCX purchased \$1.3 billion aggregate principal amount of its senior notes in open-market transactions for a total cost of \$1.2 billion, including \$131 million aggregate principal amount in second-quarter 2023 (which resulted in a gain on early extinguishment of debt totaling \$5 million in second-quarter 2023) and \$103 million aggregate principal amount in July 2023.

FINANCIAL POLICY

FCX's financial policy is aligned with its strategic objectives of maintaining a strong balance sheet, providing cash returns to shareholders and advancing opportunities for future growth. The policy includes a base dividend and a performance-based payout framework, whereby up to 50% of available cash flows generated after planned capital spending and distributions to noncontrolling interests are 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 net project debt for additional smelting capacity in Indonesia). The Board of Directors (Board) will review the structure of the performance-based payout framework at least annually.

At June 30, 2023, FCX's net debt, excluding net debt for the Indonesia smelter projects, totaled \$0.9 billion. Refer to the supplemental schedule, "Net Debt," on page IX.

On June 21, 2023, FCX's Board declared cash dividends totaling \$0.15 per share on its common stock (including a \$0.075 per share quarterly base cash dividend and a \$0.075 per share quarterly variable, performance-based cash dividend), which will be paid on August 1, 2023, to shareholders of record as of July 14, 2023. 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, global economic conditions and other factors deemed relevant by the Board.

As of July 19, 2023, 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 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 18, 2023.

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: 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 and operating costs; capital expenditures; 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 IUPK; extension of PT-FI's IUPK beyond 2041 and export licenses; PT-FI's timely resumption of exports; payment of export duties; export volumes; FCX's commitment to deliver responsibly produced copper and molybdenum, including plans to implement, validate and maintain validation of its operating sites under specific frameworks; execution of FCX's energy and climate strategies and the underlying assumptions and estimated impacts on FCX's business related thereto; achievement of 2030 climate targets and 2050 net zero aspiration; improvements in operating procedures and technology innovations and applications; exploration efforts and results; development and production activities, rates and costs; future organic growth opportunities; tax rates; 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," "commitments," "pursues," "initiates," "objectives," "opportunities," "strategy" 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 are at the discretion of the Board and management, respectively, and are subject to a number of factors, including maintaining FCX's net debt target, capital availability, FCX's financial results, cash requirements, 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; PT-FI's ability to continue to export and sell copper concentrates and anode slimes timely; changes in export duties; the Indonesia government's approval of a deferred schedule for completion of additional domestic smelting capacity in Indonesia; production rates; timing of shipments; price and availability of consumables and components FCX purchases as well as constraints on supply and logistics, and transportation services; changes in FCX's cash requirements, financial position, financing or investment plans; changes in general market, economic, regulatory or industry conditions; reductions in liquidity and access to capital; changes in tax laws and regulations, including the impact of the U.S. Inflation Reduction Act; any major public health crisis; political and social risks, including the potential effects of violence in Indonesia, civil unrest in Peru, and relations with local communities and Indigenous Peoples; operational risks inherent in mining, with higher inherent risks in underground mining; mine sequencing; changes in mine plans or operational modifications, delays, deferrals or cancellations; results of technical, economic or feasibility studies; potential inventory adjustments; potential impairment of long-lived mining assets; satisfaction of requirements in accordance with PT-FI's IUPK to extend mining rights from 2031 through 2041; discussions relating to the extension of PT-FI's IUPK beyond 2041; cybersecurity incidents; labor relations, including labor-related work stoppages and costs; compliance with applicable environmental, health and safety laws and regulations; weather- and climate-related risks; environmental risks, including availability of secure water supplies, 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, 2022, 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 innovations, 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 measures such as net debt, adjusted net income and unit net cash costs per pound of copper and molybdenum, which are not recognized under U.S. generally accepted accounting principles. 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,

	2023		2022	
	Production		Sales	
COPPER (millions of recoverable pounds)				
<i>(FCX's net interest in %)</i>				
North America				
Morenci (72%) ^a	146	172	142	173
Safford (100%)	60	70	60	72
Sierrita (100%)	52	48	47	51
Chino (100%)	43	29	39	30
Bagdad (100%)	38	46	36	46
Tyrone (100%)	14	14	14	15
Miami (100%)	3	3	3	2
Other (100%)	(2)	—	(2)	—
Total North America	354	382	339	389
South America				
Cerro Verde (53.56%)	256	241	254	243
El Abra (51%)	51	45	50	45
Total South America	307	286	304	288
Indonesia				
Grasberg (48.76%) ^b	406	407	386	410
Total	1,067	1,075	1,029 ^c	1,087 ^c
Less noncontrolling interests	352	210	340	212
Net	715	865	689	875
Average realized price per pound			\$ 3.84	\$ 4.03
GOLD (thousands of recoverable ounces)				
<i>(FCX's net interest in %)</i>				
North America (100%)	4	3	3	2
Indonesia (48.76%) ^b	479	473	492	474
Consolidated	483	476	495	476
Less noncontrolling interests	245	89	252	89
Net	238	387	243	387
Average realized price per ounce			\$ 1,942	\$ 1,827
MOLYBDENUM (millions of recoverable pounds)				
<i>(FCX's net interest in %)</i>				
Climax (100%)	3	5	N/A	N/A
Henderson (100%)	4	3	N/A	N/A
North America copper mines (100%) ^a	9	8	N/A	N/A
Cerro Verde (53.56%)	5	7	N/A	N/A
Consolidated	21	23	20	20
Less noncontrolling interests	3	3	3	3
Net	18	20	17	17
Average realized price per pound			\$ 24.27	\$ 19.44

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

b. Beginning January 1, 2023, FCX's economic interest in PT Freeport Indonesia (PT-FI) is 48.76%. Prior to January 1, 2023, FCX's economic interest in PT-FI approximated 81%.

c. Consolidated sales volumes exclude purchased copper of 19 million pounds in second-quarter 2023 and 23 million pounds in second-quarter 2022.

Freeport-McMoRan Inc.
SELECTED OPERATING DATA (continued)

	Six Months Ended June 30,			
	2023	2022	2023	2022
	Production		Sales	
COPPER (millions of recoverable pounds)				
<i>(FCX's net interest in %)</i>				
North America				
Morenci (72%) ^a	289	326	284	339
Safford (100%)	123	139	124	143
Sierrita (100%)	95	100	89	103
Chino (100%)	79	57	74	62
Bagdad (100%)	72	80	72	88
Tyrone (100%)	27	28	27	30
Miami (100%)	6	6	6	5
Other (100%)	(5)	—	(5)	—
Total North America	686	736	671	770
South America				
Cerro Verde (53.56%)	501	478	500	472
El Abra (51%)	110	82	106	80
Total South America	611	560	606	552
Indonesia				
Grasberg (48.76%) ^b	735	788	584	789
Total	2,032	2,084	1,861 ^c	2,111 ^c
Less noncontrolling interests	663	409	583	406
Net	1,369	1,675	1,278	1,705
Average realized price per pound			\$ 3.91	\$ 4.18
GOLD (thousands of recoverable ounces)				
<i>(FCX's net interest in %)</i>				
North America (100%)	7	6	7	5
Indonesia (48.76%) ^b	881 ^d	885	758 ^d	880
Consolidated	888	891	765	885
Less noncontrolling interests	389	166	326	165
Net	499	725	439	720
Average realized price per ounce			\$ 1,946	\$ 1,861
MOLYBDENUM (millions of recoverable pounds)				
<i>(FCX's net interest in %)</i>				
Climax (100%)	8	9	N/A	N/A
Henderson (100%)	7	6	N/A	N/A
North America copper mines (100%) ^a	16	15	N/A	N/A
Cerro Verde (53.56%)	11	14	N/A	N/A
Consolidated	42	44	39	39
Less noncontrolling interests	5	6	5	5
Net	37	38	34	34
Average realized price per pound			\$ 27.24	\$ 19.37

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

b. Beginning January 1, 2023, FCX's economic interest in PT-FI is 48.76%. Prior to January 1, 2023, FCX's economic interest in PT-FI approximated 81%.

c. Consolidated sales volumes exclude purchased copper of 67 million pounds for the first six months of 2023 and 39 million pounds for the first six months of 2022.

d. Includes approximately 190 thousand ounces of gold production and sales volumes attributed to PT Mineral Industri Indonesia's approximate 19% economic interest in accordance with the PT-FI shareholders agreement.

Freeport-McMoRan Inc.
SELECTED OPERATING DATA (continued)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
100% North America Copper Mines				
Leach Operations				
Leach ore placed in stockpiles (metric tons per day)	724,100	722,900	668,900	715,800
Average copper ore grade (%)	0.24	0.29	0.25	0.29
Copper production (millions of recoverable pounds)	239	254	473	499
Mill Operations				
Ore milled (metric tons per day)	315,500	306,900	306,500	299,200
Average ore grades (%):				
Copper	0.33	0.39	0.34	0.38
Molybdenum	0.02	0.02	0.02	0.02
Copper recovery rate (%)	83.8	83.2	82.2	82.1
Production (millions of recoverable pounds):				
Copper	172	195	326	364
Molybdenum	9	8	17	15
100% South America Mining				
Leach Operations				
Leach ore placed in stockpiles (metric tons per day)	203,600	157,700	203,800	148,800
Average copper ore grade (%)	0.33	0.37	0.33	0.36
Copper production (millions of recoverable pounds)	74	71	160	132
Mill Operations				
Ore milled (metric tons per day)	425,500	427,100	415,300	410,800
Average ore grades (%):				
Copper	0.35	0.31	0.34	0.32
Molybdenum	0.01	0.01	0.01	0.02
Copper recovery rate (%)	82.6	84.4	83.2	85.5
Production (millions of recoverable pounds):				
Copper	233	215	451	428
Molybdenum	5	7	11	14
100% Indonesia Mining				
Ore extracted and milled (metric tons per day):				
Grasberg Block Cave underground mine	114,800	101,800	102,300	101,100
Deep Mill Level Zone underground mine	80,200	77,300	75,100	77,800
Big Gossan underground mine	8,200	7,400	7,600	7,500
Other adjustments	3,900	10,500	1,100	5,400
Total	<u>207,100</u>	<u>197,000</u>	<u>186,100</u>	<u>191,800</u>
Average ore grades:				
Copper (%)	1.15	1.22	1.16	1.22
Gold (grams per metric ton)	1.05	1.08	1.06	1.05
Recovery rates (%):				
Copper	88.9	89.8	89.5	89.6
Gold	76.7	79.0	77.4	78.2
Production (recoverable):				
Copper (millions of pounds)	406	407	735	788
Gold (thousands of ounces)	479	473	881	885
100% Molybdenum Mines				
Ore milled (metric tons per day)	27,100	25,600	27,200	24,100
Average molybdenum ore grade (%)	0.14	0.18	0.16	0.18
Molybdenum production (millions of recoverable pounds)	7	8	15	15

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

	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
	(In Millions, Except Per Share Amounts)			
Revenues ^a	\$ 5,737	\$ 5,416	\$ 11,126	\$ 12,019
Cost of sales:				
Production and delivery ^b	3,548	3,003	6,712	6,153
Depreciation, depletion and amortization	547	507	946	996
Metals inventory adjustments	1	18	2	18
Total cost of sales	4,096	3,528	7,660	7,167
Selling, general and administrative expenses	115	100	241	215
Mining exploration and research expenses	42	25	73	49
Environmental obligations and shutdown costs	74	29	141	45
Net gain on sales of assets	—	(2)	—	(2)
Total costs and expenses	4,327	3,680	8,115	7,474
Operating income	1,410	1,736	3,011	4,545
Interest expense, net ^c	(171)	(156)	(322)	(283)
Net gain on early extinguishment of debt	5	8	5	8
Other income, net	24	11	112	42
Income before income taxes and equity in affiliated companies' net earnings	1,268	1,599	2,806	4,312
Provision for income taxes ^d	(539)	(571)	(1,038)	(1,395)
Equity in affiliated companies' net earnings	2	10	12	25
Net income	731	1,038	1,780	2,942
Net income attributable to noncontrolling interests	(388)	(198)	(774)	(575)
Net income attributable to common stockholders ^{e,f}	\$ 343	\$ 840	\$ 1,006	\$ 2,367
Diluted net income per share attributable to common stock	\$ 0.23	\$ 0.57	\$ 0.69	\$ 1.61
Diluted weighted-average common shares outstanding	1,442	1,457	1,443	1,463
Dividends declared per share of common stock	\$ 0.15	\$ 0.15	\$ 0.30	\$ 0.30

- 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," beginning on page IX.
- b. FCX is engaged in various studies associated with potential future expansion projects primarily at its mining operations. Production and delivery costs include charges for these feasibility and optimization studies totaling \$51 million in second-quarter 2023, \$31 million in second-quarter 2022, \$101 million for the first six months of 2023 and \$50 million for the first six months of 2022.
- c. Consolidated interest costs (before capitalization) totaled \$234 million in second-quarter 2023 and \$189 million in second-quarter 2022, \$441 million for the first six months of 2023 and \$342 million for the first six months of 2022. The increase in consolidated interest costs (before capitalization) in the 2023 periods, compared to the 2022 periods, is primarily related to interest associated with the Cerro Verde contested tax rulings by the Peruvian Supreme Court (refer to the supplemental schedule, "Adjusted Net Income," on page VII).
- d. For a summary of FCX's income taxes, refer to the supplemental schedule, "Income Taxes," on page VIII.
- e. 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.
- f. Refer to the supplemental schedule, "Adjusted Net Income," on page VII, for a summary of net charges (credits) impacting FCX's consolidated statements of income.

Freeport-McMoRan Inc.
CONSOLIDATED BALANCE SHEETS (Unaudited)

	June 30, 2023	December 31, 2022
(In Millions)		
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 6,683	\$ 8,146
Trade accounts receivable	675	1,336
Income and other tax receivables	417	459
Inventories:		
Materials and supplies, net	2,098	1,964
Mill and leach stockpiles	1,498	1,383
Product	2,214	1,833
Other current assets	472	492
Total current assets	14,057	15,613
Property, plant, equipment and mine development costs, net	33,845	32,627
Long-term mill and leach stockpiles	1,241	1,252
Other assets	1,764	1,601
Total assets	\$ 50,907	\$ 51,093
LIABILITIES AND EQUITY		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 3,642	\$ 4,027
Accrued income taxes	531	744
Current portion of environmental and asset retirement obligations (AROs)	361	320
Dividends payable	217	217
Current portion of debt	37	1,037
Total current liabilities	4,788	6,345
Long-term debt, less current portion	9,458	9,583
Environmental and AROs, less current portion	4,566	4,463
Deferred income taxes	4,343	4,269
Other liabilities	1,725	1,562
Total liabilities	24,880	26,222
Equity:		
Stockholders' equity:		
Common stock	162	161
Capital in excess of par value	25,028	25,322
Accumulated deficit	(2,901)	(3,907)
Accumulated other comprehensive loss	(318)	(320)
Common stock held in treasury	(5,769)	(5,701)
Total stockholders' equity	16,202	15,555
Noncontrolling interests	9,825	9,316
Total equity	26,027	24,871
Total liabilities and equity	\$ 50,907	\$ 51,093

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

	Six Months Ended June 30,	
	2023	2022
	(In Millions)	
Cash flow from operating activities:		
Net income	\$ 1,780	\$ 2,942
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation, depletion and amortization	946	996
Metals inventory adjustments	2	18
Net gain on sales of assets	—	(2)
Stock-based compensation	72	62
Net charges for environmental and AROs, including accretion	237	119
Payments for environmental and AROs	(114)	(120)
Net charges for defined pension and postretirement plans	31	20
Pension plan contributions	(6)	(50)
Net gain on early extinguishment of debt	(5)	(8)
Deferred income taxes	74	63
Change in deferred profit on PT-FI sales to PT Smelting	(112)	27
Other, net	48	(44)
Changes in working capital and other:		
Accounts receivable	756	314
Inventories	(530)	(40)
Other current assets	(17)	(99)
Accounts payable and accrued liabilities	(231)	185
Accrued income taxes and timing of other tax payments	(208)	(1,071)
Net cash provided by operating activities	<u>2,723</u>	<u>3,312</u>
Cash flow from investing activities:		
Capital expenditures:		
North America copper mines	(378)	(276)
South America	(183)	(124)
Indonesia mining	(833)	(759)
Indonesia smelter projects	(780)	(344)
Molybdenum mines	(22)	(9)
Other	(88)	(74)
Proceeds from sales of assets	11	96
Loans to PT Smelting for expansion	(61)	(34)
Other, net	(31)	(6)
Net cash used in investing activities	<u>(2,365)</u>	<u>(1,530)</u>
Cash flow from financing activities:		
Proceeds from debt	681	4,666
Repayments of debt	(1,806)	(2,993)
Cash dividends and distributions paid:		
Common stock	(432)	(438)
Noncontrolling interests	(291)	(513)
Treasury stock purchases	—	(1,185)
Contributions from noncontrolling interests	50	94
Proceeds from exercised stock options	34	106
Payments for withholding of employee taxes related to stock-based awards	(47)	(55)
Other, net	(1)	(33)
Net cash used in financing activities	<u>(1,812)</u>	<u>(351)</u>
Net (decrease) increase in cash, cash equivalents and restricted cash and cash equivalents	(1,454)	1,431
Cash, cash equivalents and restricted cash and cash equivalents at beginning of year	8,390	8,314
Cash, cash equivalents and restricted cash and cash equivalents at end of period ^a	<u>\$ 6,936</u>	<u>\$ 9,745</u>

a. Includes restricted cash and cash equivalents of \$253 million at June 30, 2023 and 2022.

Freeport-McMoRan Inc.
ADJUSTED NET INCOME

Management uses adjusted net income to evaluate FCX's operating performance and believes that investors' understanding of FCX's performance is enhanced by disclosing this measure, which excludes certain items that management believes are not directly related to ongoing operations and are not indicative of future business trends and operations. 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, which may not be comparable to similarly titled measures reported by other companies, follows (in millions, except per share amounts).

	Three Months Ended June 30,					
	2023			2022		
	Pre-tax	After-tax ^a	Per Share	Pre-tax	After-tax ^a	Per Share
Net income attributable to common stock	N/A	\$ 343	\$ 0.23	N/A	\$ 840	\$ 0.57
Cerro Verde contested tax rulings	\$ (117) ^b	\$ (59)	\$ (0.04)	\$ —	\$ —	\$ —
Net adjustments to environmental obligations	(60)	(60)	(0.04)	(13)	(13)	(0.01)
PT-FI net charges	(54) ^c	(22)	(0.02)	—	—	—
Impairments and contract-cancellation costs	(16) ^d	(16)	(0.01)	(4)	(2)	—
Metals inventory adjustments	(1)	(1)	—	(18)	(11)	(0.01)
Net gain on early extinguishment of debt	5	5	—	8	13	0.01
Net gain on sales of assets	—	—	—	2	2	—
Other net charges	(5) ^e	(5)	—	(2) ^f	(2)	—
Total net charges ^h	\$ (247)	\$ (157)	\$ (0.11)	\$ (28)	\$ (14)	\$ (0.01)
Adjusted net income attributable to common stock^h	N/A	\$ 500	\$ 0.35	N/A	\$ 854	\$ 0.58

	Six Months Ended June 30,					
	2023			2022		
	Pre-tax	After-tax ^a	Per Share	Pre-tax	After-tax ^a	Per Share
Net income attributable to common stock	N/A	\$ 1,006	\$ 0.69	N/A	\$ 2,367	\$ 1.61
Cerro Verde contested tax rulings	\$ (142) ^b	\$ (73)	\$ (0.05)	\$ —	\$ —	\$ —
Net adjustments to environmental obligations	(116)	(116)	(0.08)	(13)	(13)	(0.01)
PT-FI net charges	(60) ^c	(26)	(0.02)	(51) ^g	(31)	(0.02)
Impairments and contract-cancellation costs	(35) ^d	(34)	(0.02)	(8)	(3)	—
Metals inventory adjustments	(2)	(2)	—	(18)	(11)	(0.01)
Net gain on early extinguishment of debt	5	5	—	8	13	0.01
Net gain on sales of assets	—	—	—	2	2	—
Other net charges	(7) ^e	(6)	—	(8) ^f	(8)	(0.01)
Total net charges ^h	\$ (357)	\$ (251)	\$ (0.17)	\$ (89)	\$ (52)	\$ (0.04)
Adjusted net income attributable to common stock^h	N/A	\$ 1,257	\$ 0.87	N/A	\$ 2,419	\$ 1.65

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

b. Reflects charges (credits) associated with contested tax rulings by the Peruvian Supreme Court recorded to interest expense, net (\$50 million in the second quarter and \$74 million for the first six months of 2023), other income, net (\$69 million in the second quarter and first six months of 2023) and production and delivery (\$2 million in the second quarter and \$1 million for the first six months of 2023).

c. Primarily reflects a charge of \$55 million recorded to production and delivery associated with a potential administrative fine in Indonesia. Other PT-FI (credits) charges for the second quarter and first six months of 2023 include \$(4) million recorded to revenues and \$3 million to production and delivery. The first six months of 2023 also include net charges of \$2 million to interest expense, net and \$4 million to other income, net.

d. Includes charges for impairment of oil and gas properties (\$14 million in the second quarter and first six months of 2023), and mining asset impairments and contract-cancellation costs, which were recorded to production and delivery.

e. Reflects charges recorded to production and delivery (\$1 million in the second quarter and \$3 million for the first six months of 2023) and selling, general and administrative expenses (\$4 million in the second quarter and first six months of 2023) associated with a litigation settlement and ARO adjustments.

f. Reflects net charges recorded to production and delivery associated with ARO adjustments.

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

h. May not foot because of rounding.

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,					
	2023			2022		
	Income (Loss) ^a	Effective Tax Rate	Income Tax (Provision) Benefit	Income (Loss) ^a	Effective Tax Rate	Income Tax (Provision) Benefit
U.S. ^b	\$ 37	—%	\$ (1)	\$ 357	1%	\$ (3)
South America	143	79%	(113)	164	37%	(61)
Indonesia	1,094	37%	(410)	1,113	39%	(434)
Eliminations and other	(6)	N/A	(1)	(35)	N/A	3
Rate adjustment ^e	—	N/A	(14)	—	N/A	(76)
Continuing operations	<u>\$ 1,268</u>	43%	<u>\$ (539)</u>	<u>\$ 1,599</u>	36%	<u>\$ (571)</u>
	Six Months Ended June 30,					
	2023			2022		
	Income (Loss) ^a	Effective Tax Rate	Income Tax (Provision) Benefit	Income (Loss) ^a	Effective Tax Rate	Income Tax (Provision) Benefit
U.S. ^b	\$ 250	—%	\$ 3	\$ 909	1%	\$ (5)
South America	642	48%	(307)	776	39%	(302)
Indonesia	1,981	37%	(740)	2,625	39%	(1,020)
Eliminations and other	(67)	N/A	21	2	N/A	(7)
Rate adjustment ^e	—	N/A	(15)	—	N/A	(61)
Continuing operations	<u>\$ 2,806</u>	37%	<u>\$ (1,038)</u>	<u>\$ 4,312</u>	32%	<u>\$ (1,395)</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 (NOLs). See below for discussion of the provisions of the U.S. Inflation Reduction Act of 2022.

d. Includes net charges associated with contested tax rulings by the Peruvian Supreme Court totaling \$117 million in the second quarter and \$142 million for the first six months of 2023. Excluding these net charges, South America's effective tax rate would have approximated 43% for second-quarter 2023 and 39% for the first six months of 2023. Refer to the supplemental schedule, "Adjusted Net Income," on page VII.

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

The provisions of the U.S. Inflation Reduction Act of 2022 (the Act) became applicable to FCX on January 1, 2023. The Act includes, among other provisions, a new Corporate Alternative Minimum Tax (CAMT) of 15% on the adjusted financial statement income (AFSI) of corporations with average AFSI exceeding \$1.0 billion over a three-year period. As limited guidance related to how the CAMT provisions of the Act should be applied or otherwise administered has been released by the U.S. Department of the Treasury (the Treasury), uncertainty remains regarding the application of the CAMT. FCX has made interpretations of certain provisions of the Act, and based on these interpretations, determined that the provisions of the Act did not impact FCX's financial results for the first six months of 2023. However, future guidance released by the Treasury may differ from FCX's interpretations, which could be material and may further limit FCX's ability to realize future benefits from its U.S. NOLs.

Assuming achievement of current sales volume and cost estimates and average prices of \$3.90 per pound for copper, \$1,950 per ounce for gold and \$20.00 per pound for molybdenum for the second half of 2023, FCX estimates its consolidated effective tax rate for the year 2023 would approximate 36%. Projections for the year 2023 assume, among other things, exports resume at PT-FI beginning in late July 2023. Changes in projected sales volumes and average prices during 2023 would incur tax impacts at estimated effective rates of 40% for Peru, 36% for Indonesia and 0% for the U.S., which excludes any impact from the Act. FCX's projected estimated effective tax rate of 0% for the U.S. for the year 2023 may be adjusted as additional guidance is released by the Treasury on key provisions of the Act, including guidance on the CAMT.

Freeport-McMoRan Inc.
NET DEBT

FCX believes that net debt, which FCX defines as consolidated debt less consolidated cash and cash equivalents, provides investors with information related to the performance-based payout framework in FCX's financial policy, which requires FCX to maintain its net debt at a level not to exceed the net debt target of \$3 billion to \$4 billion (excluding net 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 billions):

	As of June 30, 2023	As of December 31, 2022
Current portion of debt	\$ — ^a	\$ 1.0
Long-term debt, less current portion	9.5	9.6
Consolidated debt	9.5	10.6
Less: consolidated cash and cash equivalents	6.7	8.1
FCX net debt	2.8	2.5
Less: net debt for Indonesia smelter projects ^b	1.9	1.2
FCX net debt, excluding Indonesia smelter projects	\$ 0.9	\$ 1.3

a. Rounds to less than \$0.1 billion

b. Includes consolidated debt of \$3.0 billion and consolidated cash and cash equivalents of \$1.1 billion as of June 30, 2023, and consolidated debt of \$3.0 billion and consolidated cash and cash equivalents of \$1.8 billion as of December 31, 2022.

DERIVATIVE INSTRUMENTS

For the six months ended June 30, 2023, FCX's mined copper was sold 51% in concentrate, 26% as cathode and 23% as rod from North America operations. All of FCX's copper concentrate and some 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 \$3.84 per pound during second-quarter 2023 and FCX's provisionally priced copper sales were recorded at an average price of \$3.77 per pound on June 30, 2023. Because a 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 determinant of the average recorded copper price for the period. FCX's average realized copper price was \$3.84 per pound in second-quarter 2023.

Beginning on January 1, 2023, PT-FI's commercial arrangement with PT Smelting converted from a concentrate sales agreement to a tolling arrangement. Under this arrangement, PT-FI pays PT Smelting a tolling fee to smelt and refine its concentrate and PT-FI retains title to all products for sale to third parties (i.e., there are no further sales to PT Smelting). PT-FI's sale of copper cathodes under the tolling arrangement are priced in the month of shipment and are not subject to provisional pricing.

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,					
	2023			2022		
	Prior Period ^a	Current Period ^b	Total	Prior Period ^a	Current Period ^b	Total
Revenues	\$ (118)	\$ (52)	\$ (170)	\$ (355)	\$ (365)	\$ (720)
Net income attributable to common stock	\$ (45)	\$ (15)	\$ (60)	\$ (154)	\$ (140)	\$ (294)
Net income per share of common stock	\$ (0.03)	\$ (0.01)	\$ (0.04)	\$ (0.10)	\$ (0.10)	\$ (0.20)

a. Reflects adjustments to provisionally priced copper sales at March 31, 2023 and 2022.

b. Reflects adjustments to provisionally priced copper sales during the second quarters of 2023 and 2022.

Freeport-McMoRan Inc.
DERIVATIVE INSTRUMENTS (continued)

	Six months ended June 30,							
	2023			2022				
	Prior Period ^a	Current Period ^b	Total	Prior Period ^a	Current Period ^b	Total		
Revenues	\$ 182	\$ (121)	\$ 61	\$ 65	\$ (567)	\$ (502)		
Net income attributable to common stock	\$ 61	\$ (43)	\$ 18	\$ 27	\$ (230)	\$ (203)		
Net income per share of common stock	\$ 0.04	\$ (0.03)	\$ 0.01	\$ 0.02	\$ (0.16)	\$ (0.14)		

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

b. Reflects adjustments to provisionally priced copper sales for the first six months of 2023 and 2022.

At June 30, 2023, FCX had provisionally priced copper sales at its copper mining operations totaling 271 million pounds of copper (net of intercompany sales and noncontrolling interests) recorded at an average price of \$3.77 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 \$26 million effect on 2023 revenues (\$8 million to net income attributable to common stock). The LME copper price settled at \$3.79 per pound on July 19, 2023.

DEFERRED PROFITS

FCX defers recognizing profits on sales from its mining operations to Atlantic Copper and, through December 31, 2022, on 39.5% of PT-FI's sales to PT Smelting (PT-FI's 39.5% owned copper smelter and refinery in Gresik, Indonesia) 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 \$(39) million (\$(21) million to net income attributable to common stock) in second-quarter 2023, \$(7) million (less than \$1 million to net income attributable to common stock) in second-quarter 2022, \$72 million (\$27 million to net income attributable to common stock) for the first six months of 2023 and \$40 million (\$23 million to net income attributable to common stock) for the first six months of 2022. FCX's net deferred profits on its inventories at Atlantic Copper to be recognized in future periods' operating income totaled \$63 million at June 30, 2023. 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.

NONCONTROLLING INTERESTS

Net income attributable to noncontrolling interests is primarily associated with PT-FI, Cerro Verde and El Abra and totaled \$388 million in second-quarter 2023 and \$774 million for the first six months of 2023 (which represented 31% and 28%, respectively, of FCX's consolidated income before income taxes). Refer to Business Segments below for net income attributable to noncontrolling interests for each of FCX's business segments. As noted above, FCX's economic interest in PT-FI approximated 81% through 2022, and beginning January 1, 2023, FCX's economic interest in PT-FI is 48.76% (with the exception of approximately 190 thousand ounces of first-quarter 2023 gold sales volumes that were attributed approximately 81% to FCX in accordance with the PT-FI shareholder agreement). Based on current sales volume and cost estimates and assuming average prices of \$3.90 per pound for copper, \$1,950 per ounce for gold and \$20.00 per pound for molybdenum, net income attributable to noncontrolling interests is estimated to approximate \$2.0 billion for the year 2023 (which would represent 30% of FCX's consolidated income before income taxes). The actual amount will depend on many factors, including relative performance of each business segment (including that exports resume at PT-FI beginning in late July 2023), commodity prices, costs and other factors.

Freeport-McMoRan Inc.
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, 2023												
Revenues:												
Unaffiliated customers	\$ 26	\$ 14	\$ 40	\$ 783	\$ 190	\$ 973	\$ 2,039	\$ —	\$ 1,463	\$ 744	\$ 478 ^a	\$ 5,737
Intersegment	570	980	1,550	175	—	175	198	150	10	4	(2,087)	—
Production and delivery	422	744	1,166	609	174	783	858 ^b	105	1,465	725	(1,554)	3,548
Depreciation, depletion and amortization	42	57	99	117	15	132	275	14	1	7	19	547
Metals inventory adjustments	1	—	1	—	—	—	—	—	—	—	—	1
Selling, general and administrative expenses	1	—	1	2	—	2	30	—	—	7	75	115
Mining exploration and research expenses	—	1	1	—	—	—	—	—	—	—	41	42
Environmental obligations and shutdown costs	—	1	1	—	—	—	—	—	—	—	73	74
Operating income (loss)	130	191	321	230	1	231	1,074	31	7	9	(263)	1,410
Interest expense, net	—	—	—	55 ^c	—	55	13	—	—	8	95	171
Provision for income taxes	—	—	—	113	—	113	410	—	—	—	16	539
Net income attributable to noncontrolling interests	—	—	—	18	2	20	368 ^d	—	—	—	—	388
Total assets at June 30, 2023	3,167	5,754	8,921	8,444	1,890	10,334	20,460	1,717	280	1,127	8,068	50,907
Capital expenditures	67	115	182	57	26	83	384	13	2	11	488 ^e	1,163
Three Months Ended June 30, 2022												
Revenues:												
Unaffiliated customers	\$ 17	\$ 30	\$ 47	\$ 702	\$ 180	\$ 882	\$ 1,920 ^f	\$ —	\$ 1,753	\$ 433	\$ 381 ^a	\$ 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 ^g	(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	13	—	—	2	137	156
Provision for (benefit from) income taxes	—	—	—	68	(7)	61	434	—	—	—	76	571
Net income (loss) attributable to noncontrolling interests	—	—	—	50	8	58	141 ^d	—	—	—	(1)	198
Total assets at June 30, 2022	2,839	5,338	8,177	8,379	1,843	10,222	20,679	1,702	300	1,078	7,955	50,113
Capital expenditures	63	83	146	35	33	68	388	8	2	32	219 ^e	863

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, 2023												
Revenues:												
Unaffiliated customers	\$ 58	\$ 111	\$ 169	\$ 1,741	\$ 424	\$ 2,165	\$ 3,238 ^f	\$ —	\$ 2,986	\$ 1,493	\$ 1,075 ^a	\$ 11,126
Intersegment	1,163	1,928	3,091	419	—	419	367	373	16	11	(4,277)	—
Production and delivery	803	1,525	2,328	1,229	361	1,590	1,193 ^b	201	2,992	1,459	(3,051)	6,712
Depreciation, depletion and amortization	85	117	202	208	31	239	423	34	2	14	32	946
Metals inventory adjustments	1	—	1	—	—	—	—	—	—	—	1	2
Selling, general and administrative expenses	1	1	2	4	—	4	58	—	—	15	162	241
Mining exploration and research expenses	—	1	1	—	—	—	—	—	—	—	72	73
Environmental obligations and shutdown costs	—	22	22	—	—	—	—	—	—	—	119	141
Operating income (loss)	331	373	704	719	32	751	1,931	138	8	16	(537)	3,011
Interest expense, net	—	—	—	84 ^c	—	84	22	—	—	14	202	322
Provision for (benefit from) income taxes	—	—	—	300	7	307	740	—	—	—	(9)	1,038
Net income (loss) attributable to noncontrolling interests	—	—	—	158	20	178	639 ^d	—	—	—	(43)	774
Capital expenditures	123	255	378	118	65	183	833	22	7	23	838 ^e	2,284
Six months ended June 30, 2022												
Revenues:												
Unaffiliated customers	\$ 107	\$ 85	\$ 192	\$ 1,808	\$ 340	\$ 2,148	\$ 4,246 ^f	\$ —	\$ 3,496	\$ 1,151	\$ 786 ^a	\$ 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 ^b	155	3,519	1,185 ^b	(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	15	—	—	4	257	283
Provision for income taxes	—	—	—	295	7	302	1,020	—	—	—	73	1,395
Net income attributable to noncontrolling interests	—	—	—	218	14	232	331 ^d	—	—	—	12	575
Capital expenditures	136	140	276	68	56	124	759	9	4	43	371 ^e	1,586

Freeport-McMoRan Inc.
BUSINESS SEGMENTS (continued)

- a. *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.*
- b. *Includes a \$55 million charge for administrative fines in the second quarter and first six months of 2023 and \$41 million for the first six months of 2022.*
- c. *Includes interest expense associated with contested tax rulings by the Peruvian Supreme Court totaling \$50 million in the second quarter and \$74 million for the first six months of 2023. Refer to the supplemental schedule, "Adjusted Net Income," on page VIII.*
- d. *Beginning January 1, 2023, FCX's economic and equity ownership interest in PT-FI is 48.76%. Prior to January 1, 2023, FCX's economic interest in PT-FI approximated 81%. In addition, as discussed in Note 3 of FCX's 2022 Form 10-K, in accordance with provisions pertaining to PT-FI's shareholders agreement, FCX's net income for the first six months of 2023 included a \$35 million net benefit associated with PT-FI sales volumes that were attributed to FCX at its previous approximate 81% economic ownership interest.*
- e. *Primarily includes capital expenditures for the Indonesia smelter projects.*
- f. *Includes PT-FI sales to PT Smelting totaling \$827 million in second-quarter 2022, \$27 million for the first six months of 2023 (reflecting adjustments to prior period provisionally priced concentrate sales) and \$1.7 billion for the first six months of 2022. Beginning January 1, 2023, there are no sales from PT-FI to PT Smelting (refer to above discussion of the tolling arrangement between PT-FI and PT Smelting).*
- g. *Includes maintenance charges and idle facility costs associated with major maintenance turnarounds totaling \$40 million at Atlantic Copper in the second quarter and first six months of 2022.*

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, feasibility and optimization study costs, restructuring and/or unusual charges. 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, 2023
(In millions)

	By-Product Method	Co-Product Method			Total
		Copper	Molybdenum ^a	Other ^b	
Revenues, excluding adjustments	\$ 1,337	\$ 1,337	\$ 200	\$ 51	\$ 1,588
Site production and delivery, before net noncash and other costs shown below	999	870	139	51	1,060
By-product credits	(190)	—	—	—	—
Treatment charges	46	43	—	3	46
Net cash costs	855	913	139	54	1,106
Depreciation, depletion and amortization (DD&A)	99	87	10	2	99
Metals inventory adjustments	1	1	—	—	1
Noncash and other costs, net	51 ^c	45	5	1	51
Total costs	1,006	1,046	154	57	1,257
Other revenue adjustments, primarily for pricing on prior period open sales	(11)	(11)	—	—	(11)
Gross profit (loss)	\$ 320	\$ 280	\$ 46	\$ (6)	\$ 320
Copper sales (millions of recoverable pounds)	341	341			
Molybdenum sales (millions of recoverable pounds) ^a			9		
Gross profit per pound of copper/molybdenum:					
Revenues, excluding adjustments	\$ 3.92	\$ 3.92	\$ 23.08		
Site production and delivery, before net noncash and other costs shown below	2.93	2.55	16.04		
By-product credits	(0.55)	—	—		
Treatment charges	0.13	0.13	—		
Unit net cash costs	2.51	2.68	16.04		
DD&A	0.29	0.26	1.15		
Metals inventory adjustments	—	—	—		
Noncash and other costs, net	0.15 ^c	0.13	0.60		
Total unit costs	2.95	3.07	17.79		
Other revenue adjustments, primarily for pricing on prior period open sales	(0.03)	(0.03)	—		
Gross profit per pound	\$ 0.94	\$ 0.82	\$ 5.29		
Reconciliation to Amounts Reported					
	Revenues	Production and Delivery	DD&A	Metals Inventory Adjustments	
Totals presented above	\$ 1,588	\$ 1,060	\$ 99	\$ 1	
Treatment charges	(3)	43	—	—	
Noncash and other costs, net	—	51	—	—	
Other revenue adjustments, primarily for pricing on prior period open sales	(11)	—	—	—	
Eliminations and other	16	12	—	—	
North America copper mines	1,590	1,166	99	1	
Other mining ^d	5,756	3,936	429	—	
Corporate, other & eliminations	(1,609)	(1,554)	19	—	
As reported in FCX's consolidated financial statements	\$ 5,737	\$ 3,548	\$ 547	\$ 1	

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. Includes charges totaling \$26 million (\$0.08 per pound of copper) for feasibility and optimization studies.

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

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			Total
		Copper	Molybdenum ^a	Other ^b	
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
DD&A	103	95	7	1	103
Metals inventory adjustments	7	6	1	—	7
Noncash and other costs, net	36 ^c	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 ^c	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	

Reconciliation to Amounts Reported

	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 ^d	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. Includes charges totaling \$21 million (\$0.05 per pound of copper) for feasibility and optimization studies.

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

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, 2023

(In millions)	By-Product Method		Co-Product Method		
		Copper	Molybdenum ^a	Other ^b	Total
Revenues, excluding adjustments	\$ 2,723	\$ 2,723	\$ 412	\$ 86	\$ 3,221
Site production and delivery, before net noncash and other costs shown below	1,975	1,720	288	78	2,086
By-product credits	(387)	—	—	—	—
Treatment charges	88	83	—	5	88
Net cash costs	1,676	1,803	288	83	2,174
DD&A	202	178	20	4	202
Metals inventory adjustments	1	1	—	—	1
Noncash and other costs, net	126 ^c	107	17	2	126
Total costs	2,005	2,089	325	89	2,503
Other revenue adjustments, primarily for pricing on prior period open sales	13	13	—	—	13
Gross profit (loss)	\$ 731	\$ 647	\$ 87	\$ (3)	\$ 731
Copper sales (millions of recoverable pounds)	676	676			
Molybdenum sales (millions of recoverable pounds) ^a			16		
Gross profit per pound of copper/molybdenum:					
Revenues, excluding adjustments	\$ 4.03	\$ 4.03	\$ 25.52		
Site production and delivery, before net noncash and other costs shown below	2.92	2.55	17.81		
By-product credits	(0.57)	—	—		
Treatment charges	0.13	0.12	—		
Unit net cash costs	2.48	2.67	17.81		
DD&A	0.30	0.26	1.24		
Metals inventory adjustments	—	—	—		
Noncash and other costs, net	0.19 ^c	0.16	1.06		
Total unit costs	2.97	3.09	20.11		
Other revenue adjustments, primarily for pricing on prior period open sales	0.02	0.02	—		
Gross profit per pound	\$ 1.08	\$ 0.96	\$ 5.41		
Reconciliation to Amounts Reported					
	Revenues	Production and Delivery	DD&A	Metals Inventory Adjustments	
Totals presented above	\$ 3,221	\$ 2,086	\$ 202	\$ 1	
Treatment charges	(9)	79	—	—	
Noncash and other costs, net	—	126	—	—	
Other revenue adjustments, primarily for pricing on prior period open sales	13	—	—	—	
Eliminations and other	35	37	—	—	
North America copper mines	3,260	2,328	202	1	
Other mining ^d	11,068	7,435	712	—	
Corporate, other & eliminations	(3,202)	(3,051)	32	1	
As reported in FCX's consolidated financial statements	\$ 11,126	\$ 6,712	\$ 946	\$ 2	

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. Includes charges totaling \$53 million (\$0.08 per pound of copper) for feasibility and optimization studies.

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

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		Co-Product Method			Total
	Method	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 ^c	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 ^c	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 ^d	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. Includes charges totaling \$29 million (\$0.04 per pound of copper) for feasibility and optimization studies.

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

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, 2023
(In millions)

	By-Product Method	Co-Product Method		
		Copper	Other ^a	Total
Revenues, excluding adjustments	\$ 1,153	\$ 1,153	\$ 128	\$ 1,281
Site production and delivery, before net noncash and other costs shown below	741	678	82	760
By-product credits	(109)	—	—	—
Treatment charges	62	62	—	62
Royalty on metals	2	2	—	2
Net cash costs	696	742	82	824
DD&A	132	118	14	132
Noncash and other costs, net	24	23	1	24
Total costs	852	883	97	980
Other revenue adjustments, primarily for pricing on prior period open sales	(69)	(69)	—	(69)
Gross profit	\$ 232	\$ 201	\$ 31	\$ 232
Copper sales (millions of recoverable pounds)	304	304		
Gross profit per pound of copper:				
Revenues, excluding adjustments	\$ 3.78	\$ 3.78		
Site production and delivery, before net noncash and other costs shown below	2.43	2.22		
By-product credits	(0.37)	—		
Treatment charges	0.21	0.21		
Royalty on metals	0.01	0.01		
Unit net cash costs	2.28	2.44		
DD&A	0.44	0.39		
Noncash and other costs, net	0.08	0.07		
Total unit costs	2.80	2.90		
Other revenue adjustments, primarily for pricing on prior period open sales	(0.22)	(0.22)		
Gross profit per pound	\$ 0.76	\$ 0.66		

Reconciliation to Amounts Reported

	Revenues	Production and Delivery	DD&A
Totals presented above	\$ 1,281	\$ 760	\$ 132
Treatment charges	(62)	—	—
Royalty on metals	(2)	—	—
Noncash and other costs, net	—	24	—
Other revenue adjustments, primarily for pricing on prior period open sales	(69)	—	—
Eliminations and other	—	(1)	—
South America mining	1,148	783	132
Other mining ^c	6,198	4,319	396
Corporate, other & eliminations	(1,609)	(1,554)	19
As reported in FCX's consolidated financial statements	\$ 5,737	\$ 3,548	\$ 547

- a. Includes silver sales of 1.1 million ounces (\$23.02 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 charges totaling \$11 million (\$0.04 per pound of copper) for feasibility studies.
c. Represents the combined total for FCX's other mining operations as presented in the supplemental schedule, "Business Segments," beginning on page XI.

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 Method	Co-Product Method		
		Copper	Other ^a	Total
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 XI.

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, 2023

(In millions)

	By-Product Method	Co-Product Method		
		Copper	Other ^a	Total
Revenues, excluding adjustments	\$ 2,331	\$ 2,331	\$ 301	\$ 2,632
Site production and delivery, before net noncash and other costs shown below	1,508	1,363	179	1,542
By-product credits	(270)	—	—	—
Treatment charges	118	118	—	118
Royalty on metals	4	3	1	4
Net cash costs	1,360	1,484	180	1,664
DD&A	239	212	27	239
Noncash and other costs, net	50	46	4	50
Total costs	1,649	1,742	211	1,953
Other revenue adjustments, primarily for pricing on prior period open sales	71	71	3	74
Gross profit	\$ 753	\$ 660	\$ 93	\$ 753
Copper sales (millions of recoverable pounds)	606	606		
Gross profit per pound of copper:				
Revenues, excluding adjustments	\$ 3.85	\$ 3.85		
Site production and delivery, before net noncash and other costs shown below	2.49	2.25		
By-product credits	(0.45)	—		
Treatment charges	0.19	0.19		
Royalty on metals	0.01	0.01		
Unit net cash costs	2.24	2.45		
DD&A	0.40	0.35		
Noncash and other costs, net	0.08	0.07		
Total unit costs	2.72	2.87		
Other revenue adjustments, primarily for pricing on prior period open sales	0.11	0.11		
Gross profit per pound	\$ 1.24	\$ 1.09		

Reconciliation to Amounts Reported

	Revenues	Production and Delivery	DD&A
Totals presented above	\$ 2,632	\$ 1,542	\$ 239
Treatment charges	(118)	—	—
Royalty on metals	(4)	—	—
Noncash and other costs, net	—	50	—
Other revenue adjustments, primarily for pricing on prior period open sales	74	—	—
Eliminations and other	—	(2)	—
South America mining	2,584	1,590	239
Other mining ^c	11,744	8,173	675
Corporate, other & eliminations	(3,202)	(3,051)	32
As reported in FCX's consolidated financial statements	\$ 11,126	\$ 6,712	\$ 946

a. Includes silver sales of 2.1 million ounces (\$23.20 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 charges totaling \$19 million (\$0.03 per pound of copper) for feasibility studies.

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

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 XI.

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, 2023
(In millions)

	By-Product Method	Co-Product Method			Total
		Copper	Gold	Silver ^a	
Revenues, excluding adjustments	\$ 1,473	\$ 1,473	\$ 956	\$ 45	\$ 2,474
Site production and delivery, before net noncash and other costs shown below	725	432	280	13	725
Gold and silver credits	(1,002)	—	—	—	—
Treatment charges	151	90	58	3	151
Royalty on metals	92	55	36	1	92
Net cash (credits) costs	(34)	577	374	17	968
DD&A	275	164	106	5	275
Noncash and other costs, net	77	46	30	1	77
Total costs	318	787	510	23	1,320
Other revenue adjustments, primarily for pricing on prior period open sales	(54)	(54)	1	—	(53)
Gross profit	\$ 1,101	\$ 632	\$ 447	\$ 22	\$ 1,101
Copper sales (millions of recoverable pounds)	386	386			
Gold sales (thousands of recoverable ounces)			492		
Gross profit per pound of copper/per ounce of gold:					
Revenues, excluding adjustments	\$ 3.82	\$ 3.82	\$ 1,942		
Site production and delivery, before net noncash and other costs shown below	1.88	1.12	569		
Gold and silver credits	(2.60)	—	—		
Treatment charges	0.39	0.23	118		
Royalty on metals	0.24	0.14	72		
Unit net cash (credits) costs	(0.09)	1.49	759		
DD&A	0.71	0.42	216		
Noncash and other costs, net	0.20	0.12	60		
Total unit costs	0.82	2.03	1,035		
Other revenue adjustments, primarily for pricing on prior period open sales	(0.14)	(0.14)	1		
Gross profit per pound/ounce	\$ 2.86	\$ 1.65	\$ 908		
<i>Reconciliation to Amounts Reported</i>					
	Revenues	Production and Delivery	DD&A		
Totals presented above	\$ 2,474	\$ 725	\$ 275		
Treatment charges	(92)	59	—		
Royalty on metals	(92)	—	—		
Noncash and other costs, net	—	77	—		
Other revenue adjustments, primarily for pricing on prior period open sales	(53)	—	—		
Eliminations and other	—	(3)	—		
Indonesia mining	2,237	858	275		
Other mining ^f	5,109	4,244	253		
Corporate, other & eliminations	(1,609)	(1,554)	19		
As reported in FCX's consolidated financial statements	\$ 5,737	\$ 3,548	\$ 547		

a. Includes silver sales of 1.8 million ounces (\$23.07 per ounce average realized price).

b. Includes a charge of \$55 million (\$0.14 per pound of copper) associated with a potential administrative fine and charges totaling \$12 million (\$0.03 per pound of copper) for feasibility and optimization studies.

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

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			
<i>Reconciliation to Amounts Reported</i>						
	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 XI.

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, 2023

(In millions)	By-Product Method	Co-Product Method			Total
		Copper	Gold	Silver ^a	
Revenues, excluding adjustments	\$ 2,238	\$ 2,238	\$ 1,474	\$ 73	\$ 3,785
Site production and delivery, before net noncash and other costs shown below	1,124	665	438	21	1,124
Gold and silver credits	(1,564)	—	—	—	—
Treatment charges	224	133	87	4	224
Export duties	18	10	7	1	18
Royalty on metals	150	92	55	3	150
Net cash (credits) costs	(48)	900	587	29	1,516
DD&A	423	250	165	8	423
Noncash and other costs, net	107 ^b	63	42	2	107
Total costs	482	1,213	794	39	2,046
Other revenue adjustments, primarily for pricing on prior period open sales	114	114	18	(1)	131
PT Smelting intercompany profit	112	66	44	2	112
Gross profit	\$ 1,982	\$ 1,205	\$ 742	\$ 35	\$ 1,982
Copper sales (millions of recoverable pounds)	584	584			
Gold sales (thousands of recoverable ounces)			758		
Gross profit per pound of copper/per ounce of gold:					
Revenues, excluding adjustments	\$ 3.83	\$ 3.83	\$ 1.946		
Site production and delivery, before net noncash and other costs shown below	1.93	1.14	578		
Gold and silver credits	(2.68)	—	—		
Treatment charges	0.38	0.23	115		
Export duties	0.03	0.02	9		
Royalty on metals	0.26	0.15	73		
Unit net cash (credits) costs	(0.08)	1.54	775		
DD&A	0.72	0.43	217		
Noncash and other costs, net	0.18 ^b	0.11	55		
Total unit costs	0.82	2.08	1,047		
Other revenue adjustments, primarily for pricing on prior period open sales	0.19	0.19	22		
PT Smelting intercompany profit	0.19	0.11	58		
Gross profit per pound/ounce	\$ 3.39	\$ 2.05	\$ 979		
Reconciliation to Amounts Reported					
	Revenues	Production and Delivery	DD&A		
Totals presented above	\$ 3,785	\$ 1,124	\$ 423		
Treatment charges	(143)	81	—		
Export duties	(18)	—	—		
Royalty on metals	(150)	—	—		
Noncash and other costs, net	—	107	—		
Other revenue adjustments, primarily for pricing on prior period open sales	131	—	—		
PT Smelting intercompany profit	—	(112)	—		
Eliminations and other	—	(7)	—		
Indonesia mining	3,605	1,193	423		
Other mining ^c	10,723	8,570	491		
Corporate, other & eliminations	(3,202)	(3,051)	32		
As reported in FCX's consolidated financial statements	\$ 11,126	\$ 6,712	\$ 946		

a. Includes silver sales of 2.7 million ounces (\$23.28 per ounce average realized price).

b. Includes a charge of \$55 million (\$0.09 per pound of copper) associated with a potential administrative fine and charges totaling \$25 million (\$0.04 per pound of copper) for feasibility and optimization studies.

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

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 credits 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 XI.

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,	
	2023	2022
Revenues, excluding adjustments ^a	\$ 156	\$ 151
Site production and delivery, before net noncash and other costs shown below	101	78
Treatment charges and other	6	7
Net cash costs	107	85
DD&A	14	18
Noncash and other costs, net	4	2
Total costs	125	105
Gross profit	\$ 31	\$ 46
Molybdenum sales (millions of recoverable pounds) ^a	7	8
Gross profit per pound of molybdenum:		
Revenues, excluding adjustments ^a	\$ 23.28	\$ 18.87
Site production and delivery, before net noncash and other costs shown below	15.13	9.77
Treatment charges and other	0.86	0.85
Unit net cash costs	15.99	10.62
DD&A	2.01	2.27
Noncash and other costs, net	0.59	0.30
Total unit costs	18.59	13.19
Gross profit per pound	\$ 4.69	\$ 5.68

Reconciliation to Amounts Reported

	Revenues	Production and Delivery	DD&A
Three Months Ended June 30, 2023			
Totals presented above	\$ 156	\$ 101	\$ 14
Treatment charges and other	(6)	—	—
Noncash and other costs, net	—	4	—
Molybdenum mines	150	105	14
Other mining ^b	7,196	4,997	514
Corporate, other & eliminations	(1,609)	(1,554)	19
As reported in FCX's consolidated financial statements	\$ 5,737	\$ 3,548	\$ 547
Three Months Ended June 30, 2022			
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

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 XI. 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,	
	2023	2022
Revenues, excluding adjustments ^a	\$ 386	\$ 285
Site production and delivery, before net noncash and other costs shown below	192	150
Treatment charges and other	13	13
Net cash costs	205	163
DD&A	34	34
Noncash and other costs, net	9	5
Total costs	248	202
Gross profit	\$ 138	\$ 83
Molybdenum sales (millions of recoverable pounds) ^a	15	15
Gross profit per pound of molybdenum:		
Revenues, excluding adjustments ^a	\$ 26.36	\$ 18.81
Site production and delivery, before net noncash and other costs shown below	13.10	9.90
Treatment charges and other	0.85	0.85
Unit net cash costs	13.95	10.75
DD&A	2.32	2.27
Noncash and other costs, net	0.64	0.34
Total unit costs	16.91	13.36
Gross profit per pound	\$ 9.45	\$ 5.45

Reconciliation to Amounts Reported

	Revenues	Production and Delivery	DD&A
Six months ended June 30, 2023			
Totals presented above	\$ 386	\$ 192	\$ 34
Treatment charges and other	(13)	—	—
Noncash and other costs, net	—	9	—
Molybdenum mines	373	201	34
Other mining ^b	13,955	9,562	880
Corporate, other & eliminations	(3,202)	(3,051)	32
As reported in FCX's consolidated financial statements	\$ 11,126	\$ 6,712	\$ 946
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
Corporate, other & eliminations	(3,495)	(3,443)	32
As reported in FCX's consolidated financial statements	\$ 12,019	\$ 6,153	\$ 996

- 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 XI. 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.



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FCX Conference Call 2nd Quarter 2023 Results

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Cautionary Statement

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 and operating costs; capital expenditures; 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); extension of PT-FI's IUPK beyond 2041 and export licenses; PT-FI's timely resumption of exports; payment of export duties; export volumes; FCX's commitment to deliver responsibly produced copper and molybdenum, including plans to implement, validate and maintain validation of its operating sites under specific frameworks, execution of FCX's energy and climate strategies and the underlying assumptions and estimated impacts on FCX's business related thereto, achievement of 2030 climate targets and 2050 net zero aspiration; improvements in operating procedures and technology innovations and applications; exploration efforts and results; development and production activities, rates and costs; future organic growth opportunities; tax rates; 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," "commitments," "pursues," "initiatives," "objectives," "opportunities," "strategy" 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 are at the discretion of the Board of Directors (Board) and management, respectively, and are subject to a number of factors, including maintaining FCX's net debt target, capital availability, FCX's financial results, cash requirements, 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; PT-FI's ability to continue to export and sell copper concentrates and anode slimes timely; changes in export duties; the Indonesia government's approval of a deferred schedule for completion of additional domestic smelting capacity in Indonesia; production rates; timing of shipments; price and availability of consumables and components FCX purchases as well as constraints on supply and logistics, and transportation services; changes in FCX's cash requirements, financial position, financing or investment plans; changes in general market, economic, regulatory or industry conditions; reductions in liquidity and access to capital; changes in tax laws and regulations, including the impact of the U.S. Inflation Reduction Act; any major public health crisis; political and social risks, including the potential effects of violence in Indonesia, civil unrest in Peru, and relations with local communities and Indigenous Peoples; operational risks inherent in mining, with higher inherent risks in underground mining; mine sequencing; changes in mine plans or operational modifications, delays, deferrals or cancellations; results of technical, economic or feasibility studies; potential inventory adjustments; potential impairment of long-lived mining assets; satisfaction of requirements in accordance with PT-FI's IUPK to extend mining rights from 2031 through 2041; discussions relating to the extension of PT-FI's IUPK beyond 2041; cybersecurity incidents; labor relations, including labor-related work stoppages and costs; compliance with applicable environmental, health and safety laws and regulations; weather- and climate-related risks; environmental risks, including availability of secure water supplies, 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, 2022, filed with the U.S. Securities and Exchange Commission (SEC).

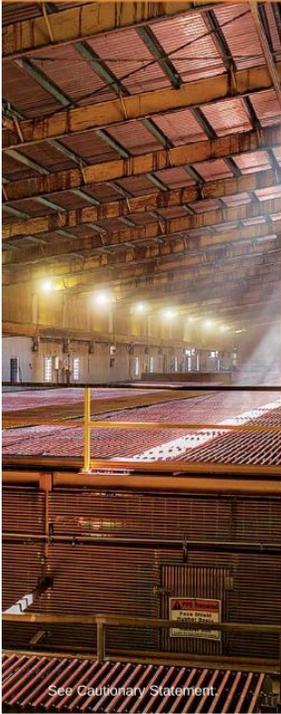
Investors are cautioned that many of the assumptions upon which FCX's forward-looking statements are based are likely to change after the date the forward-looking statements are made, including for example commodity prices, which FCX cannot control, and production volumes and costs or technological solutions and innovations, 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.

Estimates of mineral reserves and mineral resources are subject to considerable uncertainty. Such estimates are, to a large extent, based on metal prices for the commodities we produce and interpretations of geologic data, which may not necessarily be indicative of future results or quantities ultimately recovered. This presentation 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 modifying 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 measures such as unit net cash costs per pound of copper and molybdenum, net debt and adjusted EBITDA (earnings before interest, taxes, depreciation and amortization), which are not recognized under U.S. generally accepted accounting principles (GAAP). FCX's calculation and reconciliation of unit net cash costs per pound of copper and net debt to amounts reported in FCX's consolidated financial statements are in the supplemental schedules of FCX's 2Q23 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 27.

For forward-looking non-GAAP measures FCX is unable to provide a reconciliation to the most comparable GAAP 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 FCX's 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.

2Q 2023 Highlights



Copper		
Production	Sales	Price Realization
1,067 mm lbs	1,029 ⁽¹⁾ mm lbs	\$3.84 per lb
Gold		
483 k ozs	495 k ozs	\$1,942 per oz
Molybdenum		
21 mm lbs	20 mm lbs	\$24 per lb
Unit Net Cash Costs (Credits)		
\$1.47/lb	\$(0.09)/lb	
Consolidated	Indonesia	
Better than April Guidance		

Adjusted EBITDA	\$2.14 bn ⁽²⁾
Operating Cash Flow	\$1.7 bn
Including \$0.2 bn in working capital and other sources	
Capital Expenditures	
Excluding smelter projects	\$0.7 bn
Total	\$1.2 bn
Net Debt ⁽³⁾	
Excluding smelter projects	\$0.9 bn
Total	\$2.8 bn

(1) Reflects shipping delays in Indonesia associated with renewal of PT-FI's export license.

(2) A reconciliation of amounts reported in FCX's consolidated financial statements to Adjusted EBITDA is included on slide 27.

(3) Net debt equals consolidated debt less consolidated cash.

See Cautionary Statement.

Notable Operational Highlights – 2Q23

- **Cerro Verde**
 - 2Q23 Mill Rate: 425k tpd, ~5% Above 1Q23
- **Grasberg**
 - 2Q23 Mill Rate: 207k tpd, ~25% Above 1Q23
 - Unit Net Cash Credit: 9¢/lb of copper
- **Smelter Construction Progress**
 - Many Greenfield Smelter is ~75% Complete with Commissioning Expected in 2024
- **Leaching Recovery Initiatives**
 - 29 mm lbs Cu in 2Q23
 - ~2.5x 2Q22

See Cautionary Statement.



Indonesian Regulatory Update

Indonesia President Joko Widodo visited the Manyar smelter construction site in June 2023 and witnessed the substantial progress being made to establish additional downstream processing for copper concentrates in Indonesia.



- Downstream development is a strategic national policy priority
- PT-FI expanding domestic capacity to meet requirements
- **2020 law restricted exports of “certain minerals” beginning June 2023**
- In June and July 2023, various ministries completed regulatory processes to enable ongoing exports of copper concentrates through May 2024 for exporters with more than 50% smelter progress*
- PT-FI has met requirements and expects to commence exports in late July 2023
- PT-FI will continue to work with government to continue exports until smelter projects are fully operational
- PT-FI also working with government on applicability of July 2023 tariffs given stabilized terms of IUPK

* PT-FI has obtained an export recommendation from Ministry of Energy and Mineral Resource for 1.7 million metric tons of concentrate, which is expected to cover PT-FI's 2023 export volumes, and has received assurances that its export license will be granted promptly. Estimates and projections in this presentation assume resumption of exports at PT-FI beginning in late July 2023. See Cautionary Statement.

Copper – The Metal of Electrification

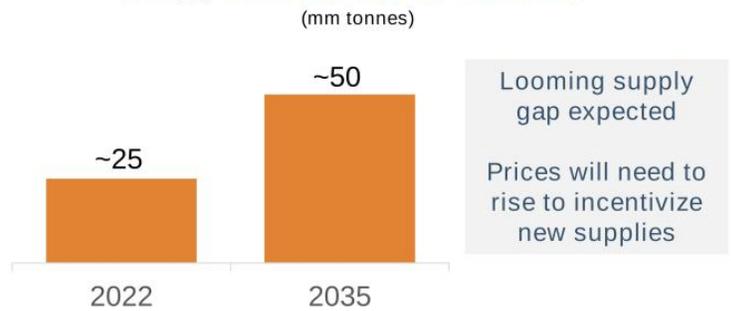


Current Copper Market Commentary

- Slowing global growth in manufacturing sector
- Auto sector/EVs growing rapidly
- Copper-intensive expansion of renewables and supporting infrastructure
- **China's copper consumption continues to grow despite property sector weakness (growth in EV/renewables)**
- Supply challenges persist
- Notable low inventory levels

(1) Source: S&P Global copper study published in July 2022
 (2) Source: International Monetary Fund
 See Cautionary Statement.

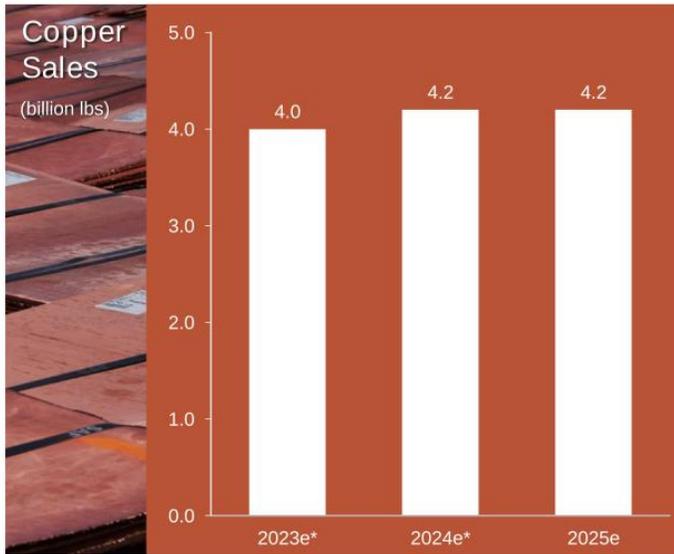
Copper Demand Forecast ⁽¹⁾



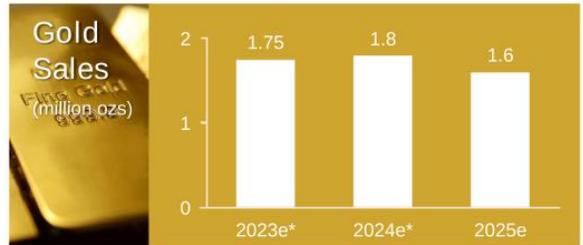
- Intensity of copper use in electrification is rising
- Low carbon technologies driving massive growth in metals demand
- Renewables growth from 10% to 60% of power under 2050 net zero ⁽²⁾

Annual Sales Profile

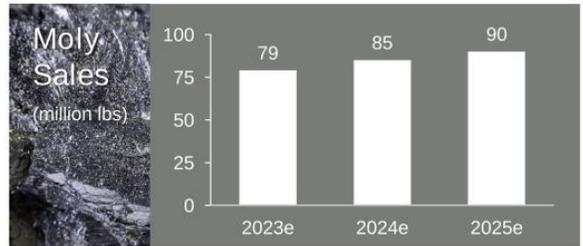
July 2023 Estimate



NOTE: Consolidated copper sales include 1.3 bn lbs in 2023e, 1.4 bn lbs in 2024e and 1.36 bn lbs in 2025e for noncontrolling interests; excludes purchased copper.



NOTE: Consolidated gold sales include 827k ozs in 2023e, 922k ozs in 2024e and 820k ozs in 2025e for noncontrolling interests.

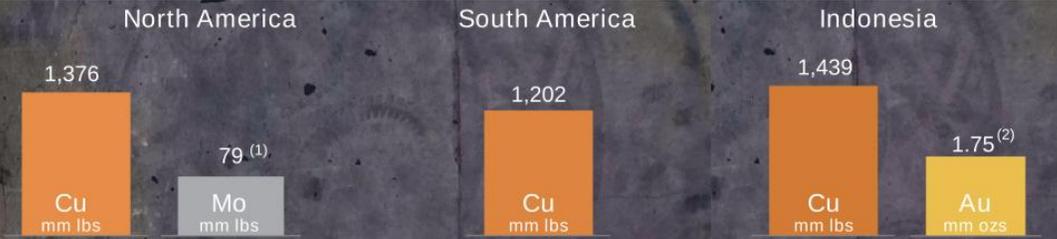


* Estimates assume deferrals of ~90 mm lbs of copper and ~130k ozs of gold in 2023 related to production deferred in inventory until final sale associated with PT-FI's tolling arrangement with PT Smelting (effective January 2023) and ~100 mm lbs of copper and ~105k ozs of gold in 2024 related to PT-FI's Manyar smelter (expected to be commissioned in 2024). e = estimate. See Cautionary Statement.

2023e Operational Data



2023e Sales by Region



2023e Unit Net Cash Costs⁽³⁾ (per lb of Cu)

	North America	South America	Indonesia	Consolidated
Site Production & Delivery ⁽⁴⁾	\$2.90	\$2.54	\$1.70	\$2.36
By-product Credits	(0.46)	(0.41)	(2.39)	(1.14)
Treatment Charges	0.12	0.19	0.37	0.23
Royalties & Export Duties	-	0.01	0.26 ⁽⁵⁾	0.10 ⁽⁵⁾
Unit Net Cash Costs (Credits)	\$2.56	\$2.33	\$(0.06)	\$1.55

(1) Includes molybdenum produced in South America.

(2) Includes gold produced in North America.

(3) Estimates assume average prices of \$1,950/oz for gold and \$20/lb for molybdenum for 2H23e. 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.

(5) Assumes no change in Indonesian export duties. A 7.5% export duty would impact 2023e consolidated unit costs by 7¢/lb (and Indonesia unit costs by 19¢/lb).

e = estimate. See Cautionary Statement.

EBITDA and Cash Flow at Various Copper Prices

Assuming \$1,950/oz gold, \$20/lb molybdenum



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

Sensitivities Average '24e/'25e
(US\$ in mms)

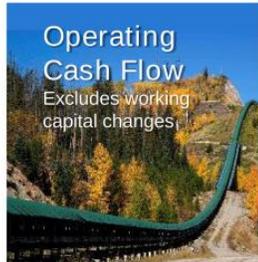


EBITDA



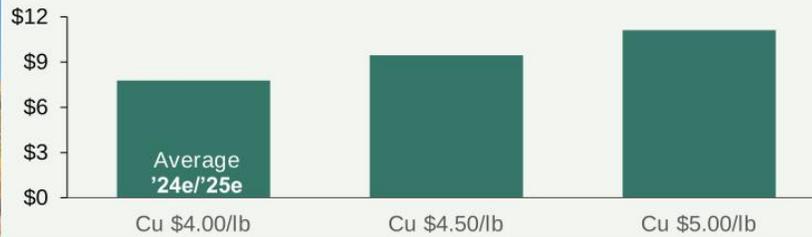
EBITDA

Copper	+/- \$0.10/lb	\$425
Molybdenum	+/- \$1.00/lb	\$ 80
Gold	+/- \$50/oz	\$ 80
Currencies ⁽¹⁾	+/- 10%	\$240
Diesel	+/- 10%	\$ 90



Operating Cash Flow

Excludes working capital changes



Operating Cash Flow

Copper	+/- \$0.10/lb	\$335
Molybdenum	+/- \$1.00/lb	\$ 75
Gold	+/- \$50/oz	\$ 55
Currencies ⁽¹⁾	+/- 10%	\$170
Diesel	+/- 10%	\$ 65

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

(1) U.S. Dollar Exchange Rates: 790 Chilean peso, 14,900 Indonesian rupiah, \$0.68 Australian dollar, \$1.08 Euro, 3.61 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⁾



(1) See slide 25; Indonesia smelter projects are being funded with net proceeds from PT-FI's April 2022 senior notes offering and availability under its revolving credit facility.
 (2) Major projects include CAPEX associated with Grasberg underground development and supporting mill and power capital costs (\$1.1 bn in 2023e and \$0.7 bn in 2024e). For details of discretionary spending see slide 24.
 NOTE: Amounts include capitalized interest. Discretionary CAPEX and smelter spending will be excluded from the free cash flow (as defined on slide 12) calculation for purposes of the performance-based payout framework. e= estimate. See Cautionary Statement.

Organic Development Pipeline

FCX Copper Reserves ⁽¹⁾ – 111 bn lbs

FCX Copper Resources ⁽¹⁾ – 235 bn lbs

Near-Term	Medium-Term	Long-Term Potential
<p>Leach Initiatives ~200 mm lbs*</p> <hr/> <p>North America Staffing & Asset Efficiency ~200 mm lbs*</p>	<p>Potential Step Change in Leaching Technology ~600 mm lbs*</p> <hr/> <p>Bagdad 2X Expansion ~200 mm lbs*</p> <hr/> <p>El Abra Expansion ~650 mm lbs*</p> <hr/> <p>Kucing Liar ~550 mm lbs & 560 k ozs*</p>	<p>Safford / Lone Star Sulfides ~50 bn lbs Mineral Potential ⁽²⁾</p> <hr/> <p>Other U.S. Brownfield Opportunities ~100 bn lbs Mineral Potential ⁽²⁾</p> <hr/> <p>Grasberg Extension of Operating Rights Beyond 2041 opens significant development potential</p>

* Annual production estimates

(1) As of 12/31/22. Copper reserves (recoverable metal) based on long-term average price of \$3.00/lb; copper resources (contained metal) based on long-term average price of \$3.50/lb. Mineral resources are not included in mineral reserves and will not qualify as mineral reserves until comprehensive engineering studies establish legal and economic feasibility. Accordingly, no assurance can be given that the estimated mineral resources will become proven and probable mineral reserves.

(2) 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. See Cautionary Statement.

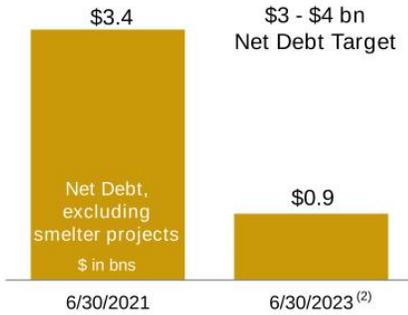
Financial Policy: Performance-Based Payout Framework

~50% free cash flow⁽¹⁾ for shareholder returns

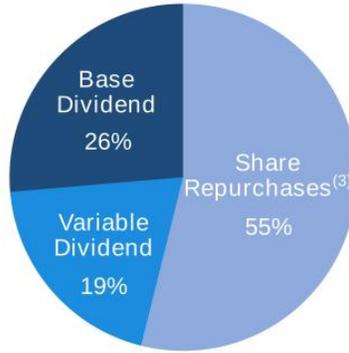


Maintaining Strong Balance Sheet	Providing Cash Returns to Shareholders	Advancing Organic Growth Opportunities
----------------------------------	--	--

Net Debt/Adjusted EBITDA
Less than 1x



\$3.4 bn Distributed Since 6/30/21



- Positioned for future growth
- New projects in progress
 - Kucing Liar
 - Lone Star oxide expansion
 - Grasberg Mill recovery project
 - Atlantic Copper CirCular
- Organic project pipeline
 - Leach innovation initiatives
 - Bagdad 2X
 - Lone Star sulfide expansions
 - El Abra expansion

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

(1) Available cash flows generated after planned capital spending (excluding Indonesia smelter projects funded with debt and discretionary CAPEX) and distributions to noncontrolling interests.
 (2) Net debt equals consolidated debt less consolidated cash. Excludes \$1.9 bn in net debt associated with the Indonesia smelter projects.
 (3) FCX has acquired 47.9 mm shares of its common stock for a total cost of \$1.8 bn (\$38.35 avg. cost per share) under program since November 2021. See Cautionary Statement.

EXECUTING CLEARLY DEFINED STRATEGY FOCUSED ON

COPPER





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Reference Slides

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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
- The Copper Mark recently extended its framework to other base metals including molybdenum ("the Molybdenum Mark")
- FCX has achieved the Copper Mark at all 12 of its copper producing sites globally and has achieved the Molybdenum Mark at its two primary molybdenum mines and four copper mines that produce by-product molybdenum
- Requires third-party assurance of site performance and independent Copper Mark validation every three years

STATUS BY SITE:

AWARDED

Atlantic Copper smelter & refinery (Spain)	Henderson mine (CO)**
Bagdad mine (AZ)*	Miami smelter, mine & rod mill (AZ)
Cerro Verde mine (Peru)*	Morenci mine (AZ)*
Chino mine (NM)	PT-FI mine (Indonesia)
Climax mine (CO)**	Safford mine (AZ)
El Abra mine (Chile)	Sierrita mine (AZ)*
El Paso refinery & rod mill (TX)	Tyrone mine (NM)

LETTER OF COMMITMENT

- Fort Madison (IA)
- Rotterdam (Netherlands)
- Stowmarket (United Kingdom)

Note: Status as of 7/20/2023

* Denotes Molybdenum Mark awarded for by-product production

** Denotes Molybdenum Mark for primary production



Financial Highlights

Sales Data	2Q23	2Q22
Copper		
Consolidated Volumes, excluding purchases (mm lbs)	1,029 ⁽¹⁾	1,087
Average Realization (per lb)	\$ 3.84	\$ 4.03
Site Production & Delivery Costs (per lb)	\$ 2.39	\$ 2.09
Unit Net Cash Costs (per lb)	\$ 1.47	\$ 1.41
Gold		
Consolidated Volumes (000's ozs)	495	476
Average Realization (per oz)	\$1,942	\$1,827
Molybdenum		
Consolidated Volumes (mm lbs)	20	20
Average Realization (per lb)	\$24.27	\$19.44
Financial Results (in billions, except per share amounts)		
Revenues	\$ 5.7	\$ 5.4
Net Income Attributable to Common Stock	\$ 0.3	\$ 0.8
Diluted Net Income Per Share	\$ 0.23	\$ 0.57
Operating Cash Flows ⁽²⁾	\$ 1.7	\$ 1.6
Capital Expenditures	\$ 1.2	\$ 0.9
Total Debt ⁽³⁾	\$ 9.5	\$ 11.1
Consolidated Cash and Cash Equivalents ⁽⁴⁾	\$ 6.7	\$ 9.5

(1) Reflects shipping delays in Indonesia associated with renewal of PT-FI's export license.

(2) Includes working capital and other sources of \$0.2 bn for 2Q23 and \$0.1 bn for 2Q22.

(3) Includes \$3.0 bn in senior notes issued by PT-FI in April 2022.

(4) 2Q23 includes \$1.1 bn and 2Q22 includes \$2.4 bn from PT-FI senior notes offering that is expected to be used to finance the Indonesia smelter projects.



2Q 2023 Mining Operating Summary



Production and Sales From Mines for 2Q23 by Region



2Q23 Unit Net Cash Costs (Credits) (per lb of Cu)	North America	South America	Indonesia	Consolidated
Site Production & Delivery, excl. adjs.	\$2.93	\$2.43	\$1.88	\$2.39
By-product Credits	(0.55)	(0.37)	(2.60)	(1.26)
Treatment Charges	0.13	0.21	0.39	0.25
Royalties & Export Duties	-	0.01	0.24	0.09
Unit Net Cash Costs (Credits)	\$2.51	\$2.28	\$(0.09)	\$1.47

(1) Includes 5 mm lbs from South America.

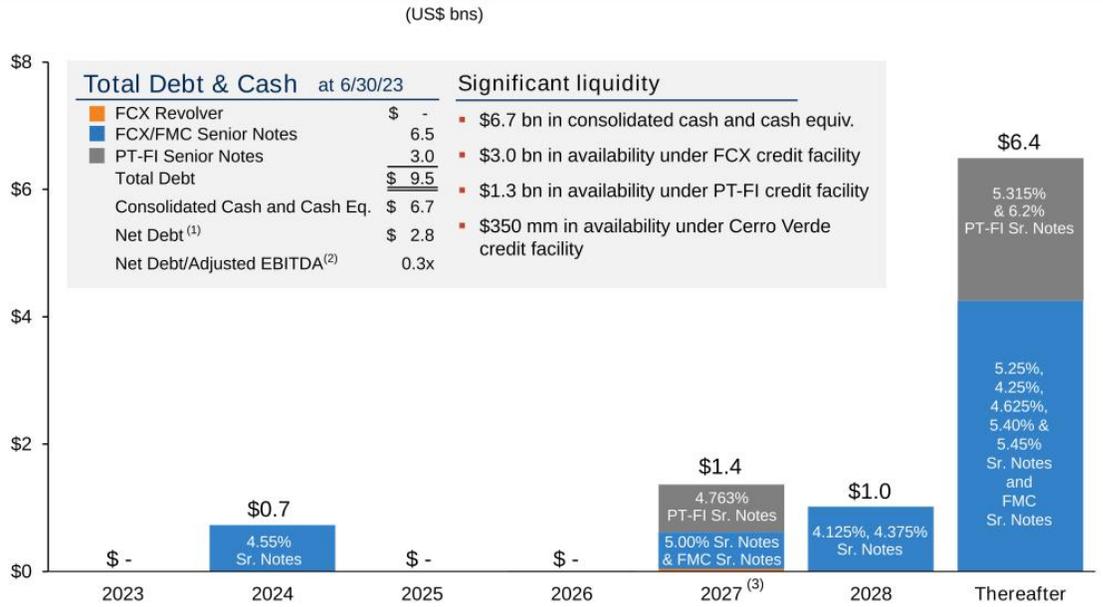
(2) Silver sales totaled 1.1 mm ozs.

(3) Beginning January 1, 2023, PT-FI's commercial arrangement with PT Smelting converted to a tolling arrangement. As of June 30, 2023, ~85 mm lbs of copper and ~40k ozs of gold from PT-FI's production was deferred in inventory and will be sold in future periods.

NOTE: 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 "Product Revenues and Production Costs" in the supplemental schedules of FCX's 2Q23 press release, which is available on FCX's website.

Strong Balance Sheet and Liquidity

Attractive Debt Maturity Profile



(1) Includes \$1.9 bn of net debt 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 2027. See Cautionary Statement.

2023e Outlook

Sales Outlook	Unit Net Cash Cost of Copper	Operating Cash Flows ^(1,3)	Capital Expenditures
<ul style="list-style-type: none"> • Copper: 4.0 billion lbs • Gold: 1.75 million ozs • Molybdenum: 79 million lbs 	<ul style="list-style-type: none"> • Site prod. & delivery <ul style="list-style-type: none"> ○ 2023e: \$2.36/lb ○ 3Q23e: \$2.32/lb • After by-product credits <ul style="list-style-type: none"> ○ 2023e: \$1.55/lb ⁽¹⁾ ○ 3Q23e: \$1.61/lb ⁽²⁾ 	<ul style="list-style-type: none"> • ~\$6.4 billion⁽⁴⁾ @ \$3.90/lb copper for 2H23e • Each 10¢/lb change in copper in 2H23e = \$240 mm impact 	<ul style="list-style-type: none"> • \$3.2 billion (excluding smelter projects⁽⁵⁾) <ul style="list-style-type: none"> ○ \$2.0 billion for major projects⁽⁶⁾ ○ \$1.2 billion for other mining

(1) Assumes average prices of \$1,950/oz gold and \$20/lb molybdenum for 2H23e and no change in Indonesian export duties. A 7.5% export duty would impact 2023e consolidated unit costs by 7¢/lb (and Indonesia unit costs by 19¢/lb).

(2) Assumes no change in Indonesian export duties. A 7.5% export duty would impact 3Q23e consolidated unit costs by 12¢/lb (and Indonesia unit costs by 31¢/lb).

(3) Each \$100/oz change in gold is estimated to have an approximate \$100 mm impact and each \$2/lb change in molybdenum is estimated to have an approximate \$60 mm impact.

(4) Net of less than \$0.1 billion of working capital and other uses.

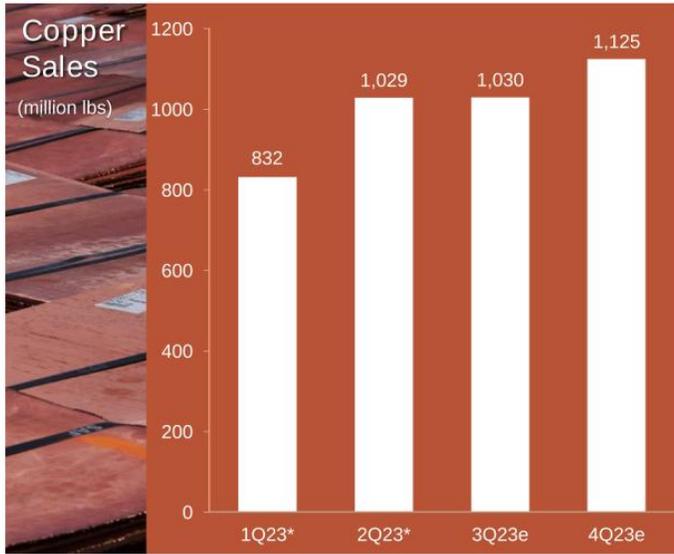
(5) Indonesia smelter projects are being funded with net proceeds from PT-FI's senior notes offering and availability under its revolving credit facility.

(6) Major projects CAPEX includes \$1.3 bn for planned projects and \$0.7 bn of discretionary projects.

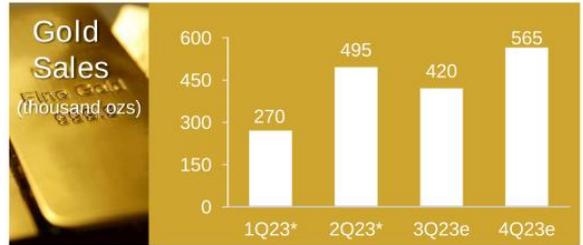
e = estimate. See Cautionary Statement.



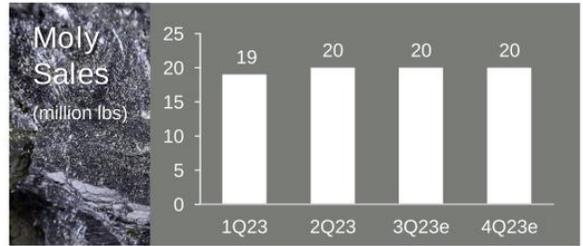
2023e Quarterly Sales



NOTE: Consolidated copper sales include 243 mm lbs in 1Q23, 340 mm lbs in 2Q23, 333 mm lbs in 3Q23e and 384 mm lbs in 4Q23e for noncontrolling interests; excludes purchased copper.



NOTE: Consolidated gold sales include 74k ozs in 1Q23, 252k ozs in 2Q23, 213k ozs in 3Q23e and 288k ozs in 4Q23e for noncontrolling interests.



* Beginning January 1, 2023, PT-FI's commercial arrangement with PT Smelting converted to a tolling arrangement. As of June 30, 2023, ~85 mm lbs of copper and ~40k ozs of gold from PT-FI's production was deferred in inventory and will be sold in future periods.
e = estimate. See Cautionary Statement.

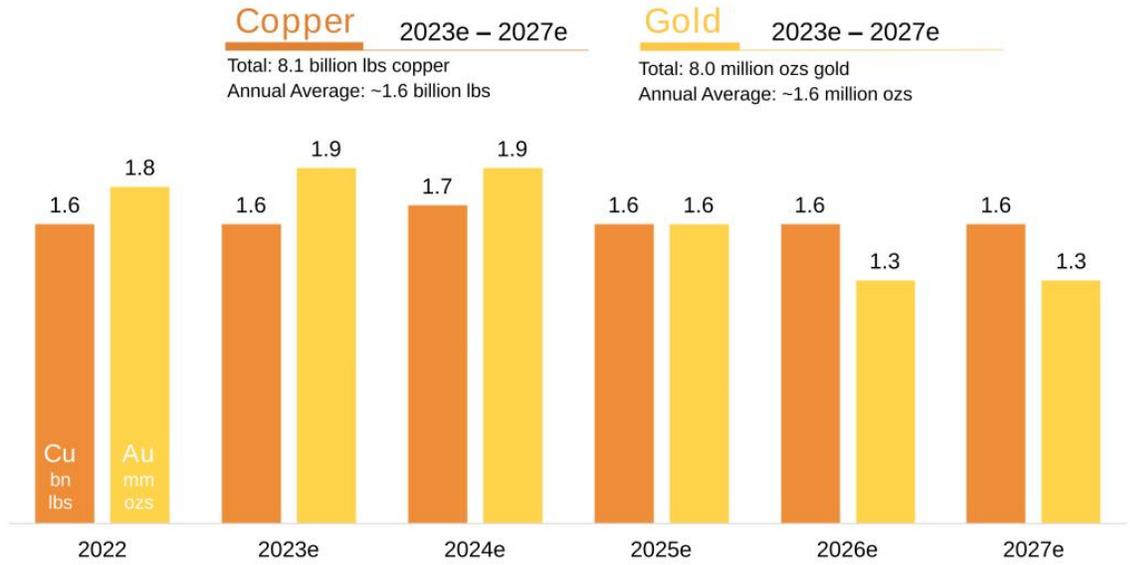
Leach Initiatives Gaining Traction



Operational Initiatives		Further Innovation to Build Scale	Significant Potential
30%	Heat – Proven Enhancer <ul style="list-style-type: none"> Covers installed on over 30% (47 mm ft²) of leach areas Mechanization improving installation execution 	Turning Up the Heat <ul style="list-style-type: none"> Evaluating heated injections using renewable sources Cover expansion 	<p>Copper in Leach Stockpiles Unrecoverable by Traditional Leach Methods</p> <p>38 bn lbs Contained*</p> <p>* Copper from historical placements beyond assumed recovery estimates and is not included in mineral reserves or mineral resources. See Cautionary Statement.</p>
50%	Leach “Everywhere” <ul style="list-style-type: none"> Targeted drilling to improve flow Injecting solution to lower stockpile sections Sensors measuring conditions Extended side slope leaching 	Additives <ul style="list-style-type: none"> Pursuing internal & third-party technology Transition from lab to large-scale testing AI-driven evaluation accelerating development 	
20%	Analytics <ul style="list-style-type: none"> Providing valuable insights Optimizing acid concentration Testing response to application rates <p>~200 mm lbs per annum run rate targeted by YE 2023</p>	Air Injection/Oxidation <ul style="list-style-type: none"> Sulfide leaching dependent on oxygen Evaluating new uses of existing technology <p>R&D stage – Potential to build scale to ~800 mm lbs per annum</p>	

PT-FI Mine Plan

Metal Production, 2022 – 2027e



NOTE: Amounts are projections. Timing of annual production will depend on a number of factors, including operational performance, and other factors. FCX's economic interest in PT-FI approximated 81.27% through 2022 and beginning January 1, 2023, FCX's economic interest in PT-FI is 48.76%. PT-FI expects to defer production in inventory until final sale under its new tolling arrangement with PT Smelting (effective January 2023) and upon commissioning of its Manyar smelter (expected in 2024). This is not expected to result in a significant change in PT-FI's economics but will impact the timing of PT-FI's sales.
e = estimate. See Cautionary Statement.

Discretionary Capital Projects*

Kucing Liar

- Commenced long-term mine development activities in 2022
- Approximate 10-year development timeframe
- Sustain large-scale, low-cost Cu/Au production
- Capital investment: ~\$400 mm/yr average (~\$240 mm in 2023e)
- 6.8 bn lbs copper & 6.5 mm ozs gold
 - ~ 550 mm lbs & 560K ozs per annum

Grasberg Mill Recovery Project

- Installing new copper cleaner circuit
- Improved Cu concentrate grades/metal recoveries
- Capital investment: ~\$530 mm (~\$200 mm in 2023e)
- Targeted completion: 2H24e
- +60 mm lbs/yr & +40k ozs/yr of incremental Cu/Au

Lone Star Oxide Expansion

- Low capital intensity investment
- Capital investment: ~\$300 mm (~\$80 mm in 2023e)
- Increase stacking rate: 95k t/d to 120k t/d
- Targeting ~300 mm lbs of copper/annum in 2023e
 - +50 mm lbs/yr of incremental production

Bagdad 2X Expansion

- Planning expansion to double concentrator capacity
- Conducting feasibility study; expected completion late 2023
- Expanding tailings infrastructure: ~\$80 mm in 2023e

Atlantic Copper CirCular

- Recycle electronic material
- Capital investment: ~\$330 mm (~\$120 mm in 2023e)
- Expect to commission in 2024e; full rates in 2025e
- ~\$60 mm per annum in incremental EBITDA

*These discretionary projects and the Indonesia smelter projects will be excluded from the free cash flow calculation (defined on slide 12) for purposes of the performance-based payout framework.
e = estimate. See Cautionary Statement.

Indonesia Downstream Processing Activities



Greenfield Smelter (Manyar)

- 1.7 mm mt of annual concentrate capacity
- Designed to be world's largest single line flash smelter/converter facility
- ~75% complete
- Project expected to be commissioned in 2024
- Cost estimate: ~\$3.0 bn ⁽¹⁾

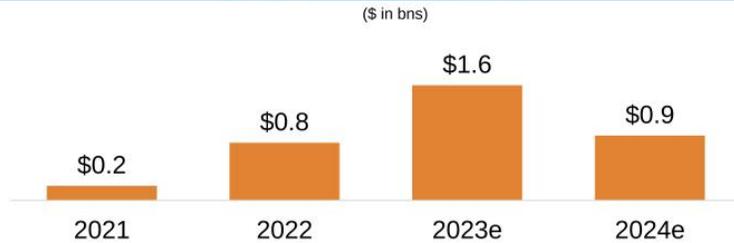
Precious Metals Refinery (PMR)

- To be constructed to process gold and silver from Manyar smelter and PT Smelting
- Construction is in progress with commission expected during 2024
- Cost estimate: ~\$525 mm

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, over 85% complete
- Cost estimate: ~\$250 mm

Estimate of Spending on Manyar Smelter & PMR (shared 51% PT Inalum/49% FCX)⁽²⁾



Expansion Project General Layout



(1) Based on target price of \$2.8 bn for construction contract (excludes capitalized interest, owner's costs and commissioning) and \$0.2 bn for investment in a desalination plant for the smelter.

(2) Manyar smelter project expected to be funded with net proceeds from PT-FI's senior notes offering and availability under its revolving credit facility. Capital spending on the Manyar smelter will be debt financed and will not be deducted from cash available for returns to FCX shareholders. Estimates exclude capitalized interest, owner's costs and commissioning.
e = estimate. See Cautionary Statement.

Indonesia Manyar Smelter Project Update



August 2021



March 2022



July 2022



January 2023



New Greenfield Smelter is ~75% Complete with Commissioning Expected in 2024

NOTE: See slide 25 for additional details.

Adjusted EBITDA Reconciliation

(\$ in mm)	<u>2Q23</u>	12 mos ended <u>6/30/2023</u>
Net income attributable to common stock	\$343	\$2,107
Interest expense, net	171	599
Income tax provision	539	1,910
Depreciation, depletion and amortization	547	1,969
Metals inventory adjustments	1	13
Accretion and stock-based compensation	50	223
Other net charges ⁽¹⁾	133	374
Gain on early extinguishment of debt	(5)	(28)
Other income, net	(24)	(277)
Net income attributable to noncontrolling interests	388	1,210
Equity in affiliated companies' net earnings	(2)	(18)
Adjusted EBITDA ⁽²⁾	<u>\$2,141</u>	<u>\$8,082</u>

(1) Includes net adjustments to environmental obligations and litigation reserves (\$60 mm in 2Q23 and \$169 mm for the twelve months ended 6/30/2023) and a charge for a potential administrative fine in Indonesia (\$55 mm in 2Q23 and for the twelve months ended 6/30/2023). The twelve months ended 6/30/2023 also include adjustments to reclamation liabilities at PT-FI (\$116 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.



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