



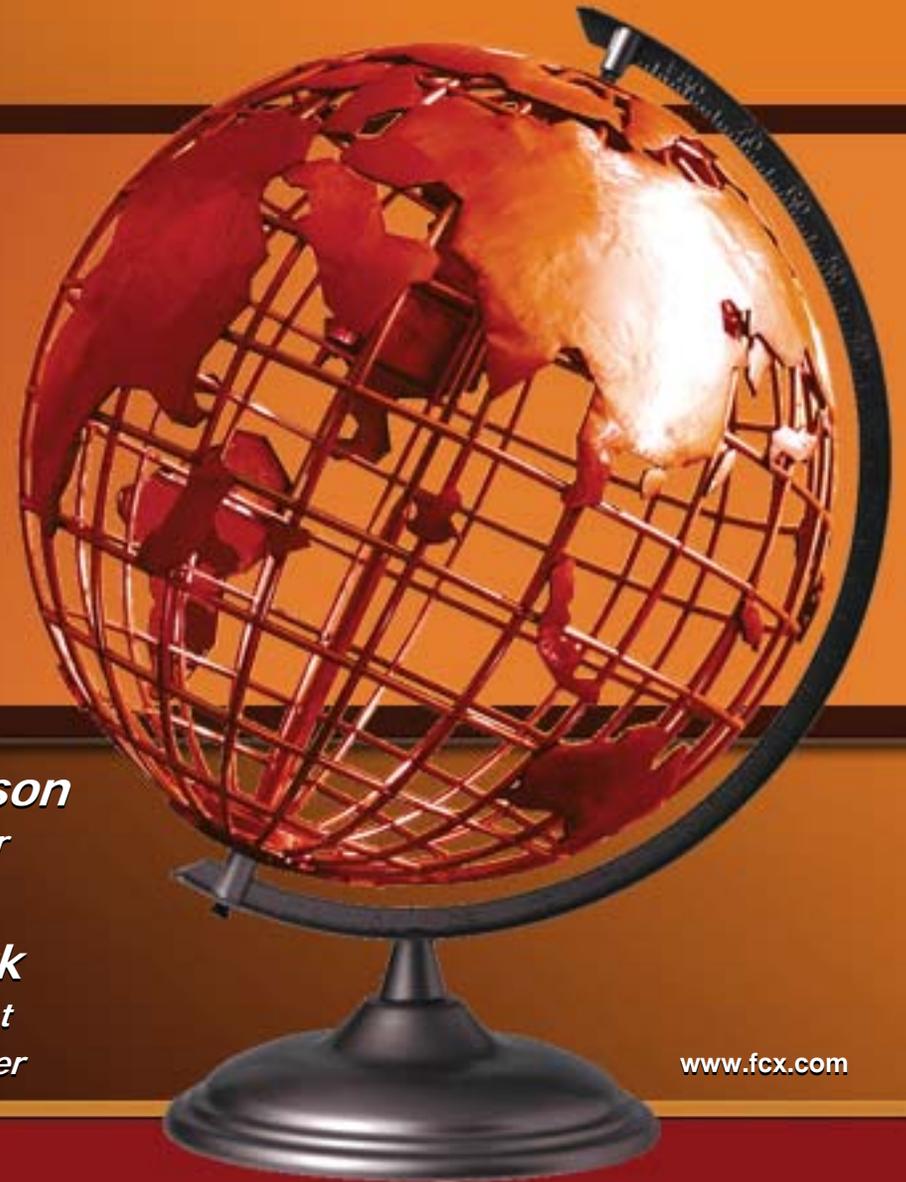
***3rd Quarter 2007
Earnings Conference Call***

James R. Moffett
Chairman of the Board

Richard C. Adkerson
Chief Executive Officer

Timothy R. Snider
*President and Chief
Operating Officer*

Kathleen L. Quirk
*Executive Vice President
and Chief Financial Officer*





Cautionary Statement Regarding Forward-Looking Statements

This presentation contains forward-looking statements in which we discuss factors we believe may affect our performance in the future. Forward-looking statements are all statements other than historical facts, such as statements regarding projected ore grades and milling rates, projected sales volumes, projected unit net cash costs, projected operating cash flows, projected capital expenditures, the impact of copper, gold and molybdenum price changes, the impact of changes in deferred intercompany profits on earnings, projected debt and cash balances, projected sale of PDIC and the impact of purchase accounting, including on production costs and depreciation, depletion and amortization expenses. Accuracy of the forward-looking statements depends on assumptions about events that change over time and is thus susceptible to periodic change based on actual experience and new developments. FCX cautions readers that it assumes no obligation to update or publicly release any revisions to the forward-looking statements in this presentation and, except to the extent required by applicable law, does not intend to update or otherwise revise the forward-looking statements more frequently than quarterly. This presentation includes forward looking statements regarding geologic resources not included in reserves. The geologic resources described in this presentation will not qualify as reserves until comprehensive engineering studies establish their economic feasibility. Accordingly, no assurance can be given that the estimated geologic resources not included in reserves will become proven and probable reserves. Additionally, important factors that might cause future results to differ from these projections include mine sequencing, production rates, industry risks, commodity prices, political risks, weather-related risks, labor relations, currency translation risks and other factors described in FCX's Quarterly Report on Form 10-Q for the three months ended March 31, 2007, filed with the Securities and Exchange Commission (SEC).

This presentation also contains certain financial measures such as unit net cash costs (credits) per pound of copper and unit net cash costs per pound of molybdenum. As required by SEC Regulation G, reconciliations of these measures to amounts reported in FCX's consolidated financial statements are available in our internet web site www.fcx.com.



3Q07 Highlights



<i>Sales Data</i>	<i>3Q06</i>	<i>3Q07</i>
<u>Copper</u>		
Consolidated Volumes (mm lbs)	324	949 ⁽¹⁾
Average Realization (per lb)	\$3.43	\$3.53 ⁽²⁾
<u>Gold</u>		
Consolidated Volumes (000's ozs)	478	269
Realization (per oz)	\$609	\$692
<u>Molybdenum</u>		
Consolidated Volumes (mm lbs)	N/A	16 ⁽¹⁾
Realization (per lb)	N/A	\$27.89
<i>Financial Results (in millions, except per share amounts)</i>		
Revenues	\$1,636	\$5,066
Net Income	\$351	\$763 ⁽³⁾
Diluted Earnings Per Share	\$1.67	\$1.85 ⁽³⁾
Operating Cash Flows	\$692	\$2,177
Capital Expenditures ⁽⁴⁾	\$68	\$466

(1) Excludes purchased products

(2) Includes reduction for PD's historical hedging of 4¢/lb

(3) From continuing operations applicable to common stock. Includes net charges totaling \$299 mm (67¢/share), including charges of \$184 mm (41¢/share) for purchase accounting impacts related to inventory charges, \$97 mm (22¢/share) for purchase accounting impacts related to PP&E, \$31 mm (7¢/share) for early extinguishment of debt, \$26 mm (6¢/share) to mark-to-market the 2007 copper price protection program, and a gain of \$29 mm (6¢/share) on the sale of marketable equity securities.

(4) Includes capitalized interest



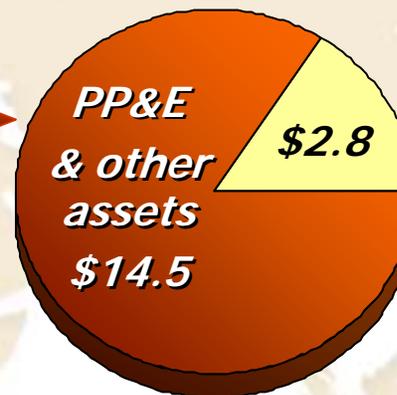
Preliminary Purchase Accounting Allocation ⁽¹⁾



(\$ in billions)

Step-up in Assets Breakdown

Historical Book Value	\$ 8.2
Step-up in Assets	17.3
Deferred Tax on Step-up	(6.2)
Goodwill	<u>6.5</u>
Purchase Price	<u><u>\$25.8</u></u>



Purchase Accounting Impacts ⁽²⁾

(\$ in millions)	1Q07	2Q07	3Q07	4Q07e	2007e
Incremental Production Costs (Inventory Impact)	\$ 96	\$269	\$291	\$100	\$ 756
Incremental DD&A	<u>28</u>	<u>186</u>	<u>155</u>	<u>200</u>	<u>569</u>
Total	<u><u>\$124</u></u>	<u><u>\$455</u></u>	<u><u>\$446</u></u>	<u><u>\$300</u></u>	<u><u>\$1,325</u></u>
Impact to Net Income	<u><u>\$ 79</u></u>	<u><u>\$286</u></u>	<u><u>\$281</u></u>	<u><u>\$189</u></u>	<u><u>\$ 835</u></u>

(1) Amounts are estimates of assets/liabilities on March 19, 2007. During 3Q07, FCX made adjustments to its preliminary purchase price allocation based on updated valuation models for its mill and leach stockpiles resulting in an approximate \$1.0 billion increase in the related estimated fair values. The increase resulted in higher net purchase accounting impacts than previous estimates for the 3Q07 (\$446 mm pre-tax for 3Q actual compared to \$300 mm pre-tax in previous estimates). The final valuation of assets acquired and liabilities assumed is not complete and the net adjustments to those values will result in changes to goodwill and other carrying amounts assigned to assets and liabilities based on the preliminary analyses.

(2) These amounts do not affect cash flows and are based on the preliminary purchase price allocations and projected annual sales volumes. Changes to fair value estimates of PP&E, inventories and mill and leach stockpiles could result in significantly different amounts from those shown below. Additionally, inventories and mill and leach stockpiles are subject to lower of cost or market assessments, and significant declines in metals market prices could result in future impairment charges.

e = estimate. Please see cautionary statement.



3Q07 Operating Highlights



Operating Data

3Q06 Pro Forma

3Q07

Copper

Consolidated Volumes (mm lbs) ⁽¹⁾	922	949
Average Realization (per lb) ⁽²⁾	\$3.32	\$3.53
Net Unit Cash Cost (per lb)	\$0.77	\$1.05

Gold

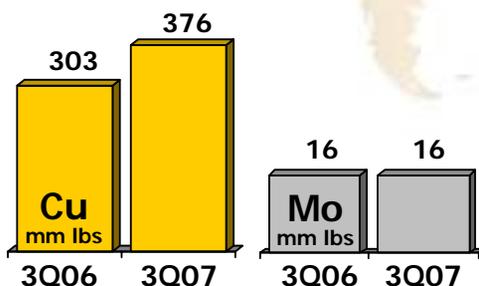
Consolidated Volumes (000's ozs)	510	269
Realization (per oz)	\$608	\$692

Molybdenum

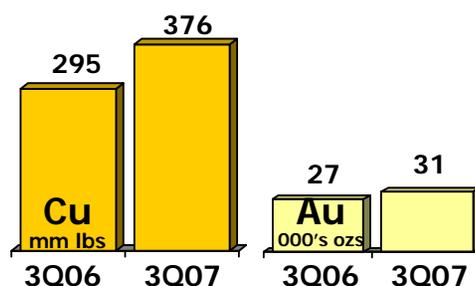
Consolidated Volumes (mm lbs) ⁽¹⁾	16	16
Realization (per lb)	\$22.59	\$27.89

Sales From Mines for 3Q by Region

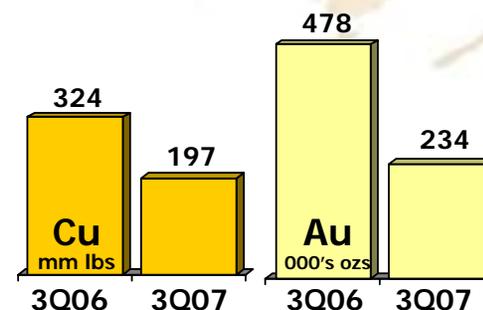
North America



South America



Indonesia



Note: 3Q06 numbers are pro forma

(1) Excludes purchased products

(2) Includes reductions for PD's historical hedging of 15¢/lb in 3Q06 and 4¢/lb in 3Q07



3Q07 Unit Production Costs



(per pound of copper)

	North America	South America	Indonesia	Consolidated
Cash Unit Costs				
Site Production & Delivery ⁽¹⁾	\$1.40	\$0.98	\$1.76	\$1.31
Royalties ⁽¹⁾	0.00	0.00	0.10	0.02
Treatment Charges	0.09	0.24	0.34	0.20
By-product Credits	<u>(0.66)</u>	<u>(0.09)</u>	<u>(0.90)</u>	<u>(0.48)</u>
Net Cash Unit Costs	<u>\$0.84</u>	<u>\$1.14</u>	<u>\$1.30</u> ⁽²⁾	<u>\$1.05</u>

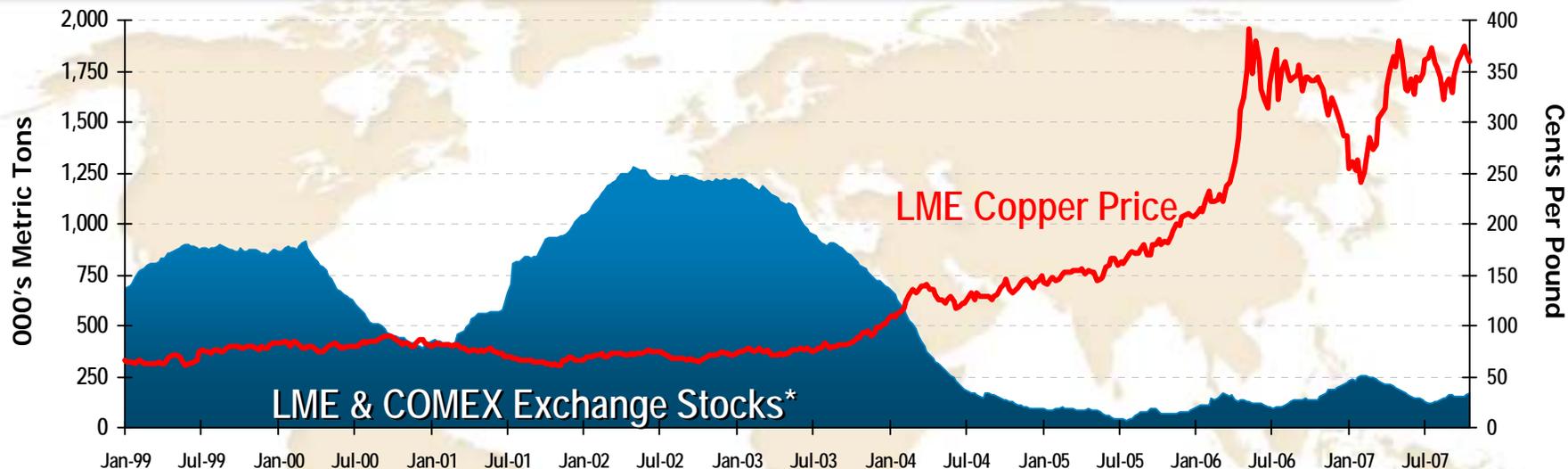
Note: Totals may not sum because of rounding.

(1) Production costs include profit sharing in South America and severance taxes in North America

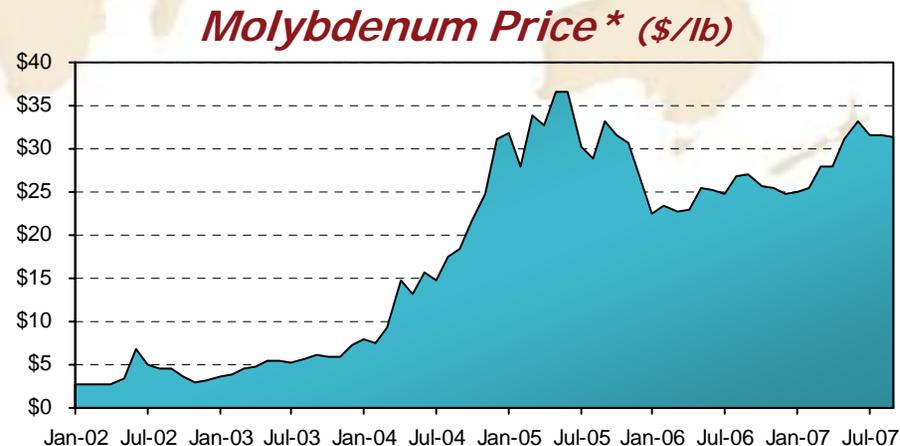
(2) Unit costs will vary with fluctuations in production volumes because of the primarily fixed nature of PT-FI's cost structure. First-half 2007 net unit cash cost approximated a net credit of \$0.25/lb. Assuming average copper prices of \$3.50/lb and gold prices of \$750/oz for 4Q07, 2007 annual unit net cash costs would approximate \$0.36/lb.



Markets Overview



**LME and Comex, excluding Shanghai stocks, producer, consumer and merchant stocks.*



** Metals Week – Molybdenum Dealers Oxide Price*

2007 Outlook



- **Pro Forma Sales Outlook ⁽¹⁾:**
 - *Copper: 3.9 Billion lbs.*
 - *Gold: 2.3 Million ozs.*
 - *Molybdenum: 68 Million lbs.*

- **Modeled Operating Cash Flows ⁽²⁾:**
 - *~\$6.2 Billion for 2007*
 - *~\$1.3 Billion in 4Q07*

- **Capital Expenditures: ~ \$1.9 Billion for 2007**

- **Year-end Total Debt: ~ \$7.3 Billion, \$5.8 Billion Net of Cash ⁽³⁾**

(1) 2007e includes pre-acquisition sales of 505 mm lbs of copper, 22 k oz of gold and 17 mm lbs of molybdenum

(2) Assumes prices of \$3.50/lb. Copper, \$750/oz. Gold, and \$30/lb. Molybdenum in the fourth quarter of 2007, each 20¢ change in copper in the fourth quarter would impact this estimate by approximately \$140 MM.

(3) Assumes excess cash flows (above capital expenditures, minority interest distributions, common and preferred dividends and other cash requirements) are applied to debt reduction.

Note: Amounts are projections; see cautionary statement.



Strong Financial Profile



Capitalization, Net of Cash

(\$ in billions)

\$36.2

At Closing of PD Acquisition ⁽¹⁾



\$55.7

Current ⁽²⁾

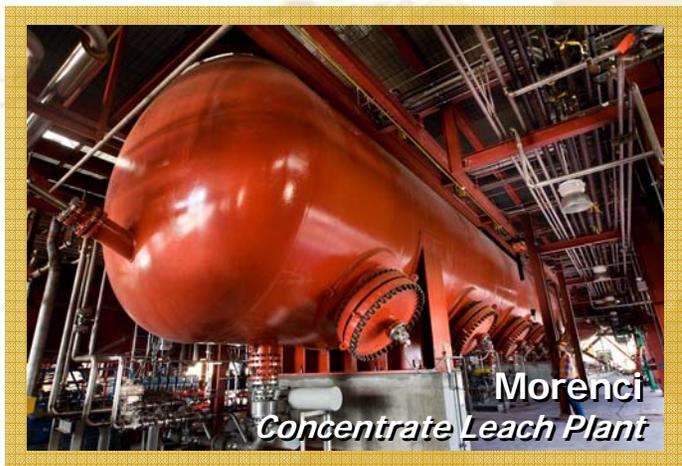
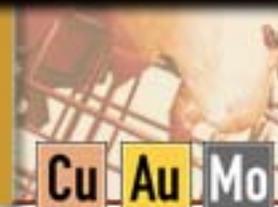


(1) Based on March 19, 2007 stock price of \$61.59 per share and 358 million fully diluted shares.

(2) Based on October 23, 2007 stock price of \$111.15 per share and 444 million fully diluted shares. Net Debt as of September 30, 2007.



Development Project Update North America



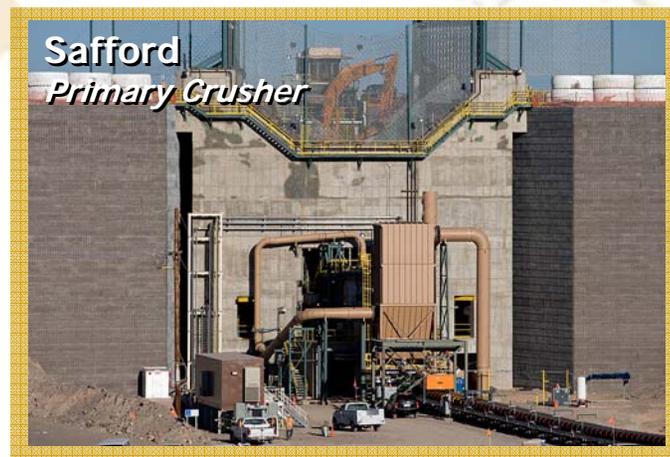
Morenci
Concentrate Leach Plant

Morenci Mill Restart & Concentrate Leach Plant

- Mill operated at 38K t/d* in 3Q, ramping up to 54K t/d capacity
- Concentrate Leach Plant is currently being commissioned
- Adds 115MM lbs Cu/year aggregate and enhances cost profile
- ~ \$250MM project

Safford Mine Development

- Major new mine in Arizona
- Engineering and procurement complete with construction well advanced and 87% complete
- SX/EW facility start-up scheduled by year-end 2007; ramp-up in 1H08
- 240MM lbs Cu/year
- ~ \$625MM project



Safford
Primary Crusher

NOTE: FCX has an 85% ownership interest in Morenci and a 100% interest in Safford

* short tons

Development Project Update

North America



Climax Mine Restart

- **Completing Feasibility Study for the restart of Climax moly mine near Leadville, Co**
- **~\$500 million “brownfield” project with open pit operation/construction of new mill with potential restart by 2010**
 - Annual production of ~30 million lbs moly at cash costs approximately \$3.50/lb
 - Long lead-time equipment ordered
 - Financially attractive
- **Largest, highest grade undeveloped moly resource with substantial upside**
 - Estimated 180 million ton reserve @ 0.165% moly (\$6.50/lb price)
 - Substantial upside – 1.1 billion tons @ 0.113% moly mineralized material (\$15 moly price)
- **Facilities designed to enable expansion – potential to double production**
- **Expect to reach final investment decision by year-end 2007**





Development Project Update South America



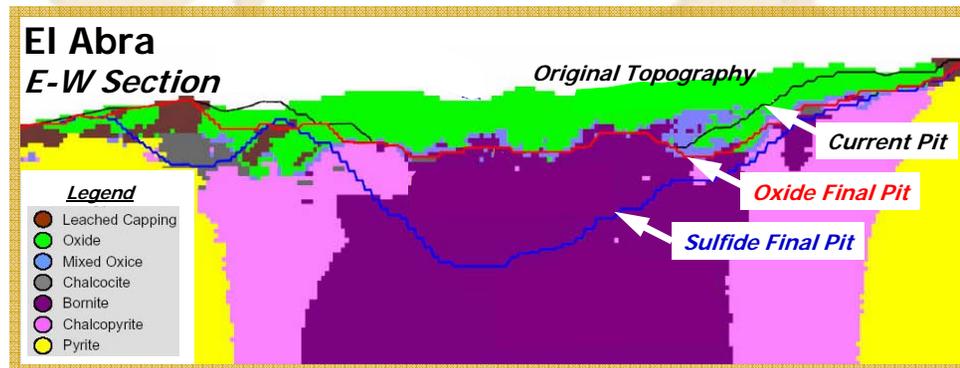
Cerro Verde
Mill Expansion

Cerro Verde Sulfide Mill Expansion

- ~\$900MM project completed in 4Q06
- Operated at capacity during the third quarter
- Adds 430MM lbs/year aggregate

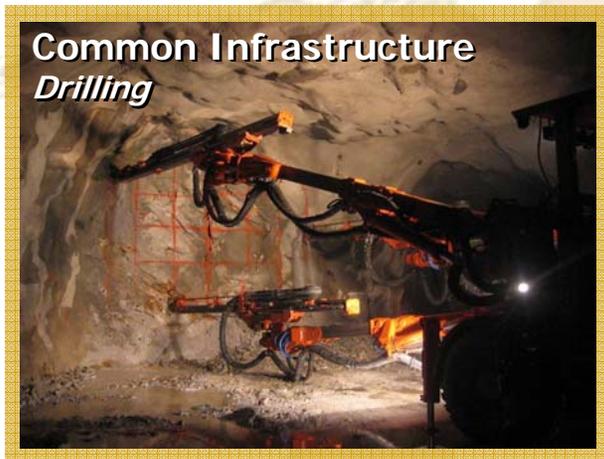
El Abra Sulfide

- Large sulfide mineral deposit underlying current oxide pit
- Environmental impact study submitted to Chilean Government
- Extends mine life thru 2021
- Adds 325MM lbs copper/year aggregate
- ~ \$450MM project



NOTE: FCX has a 53.6% ownership interest in Cerro Verde and a 51% interest in El Abra

Development Project Update Indonesia



Common Infrastructure
Drilling



Crusher Master Plan
Mill Optimization

Underground Mine Development

- DOZ Expansions
 - Completed 50K Expansion in mid-2007; record production of 56K t/d in 3Q
 - Further expansion to 80K
- Completed 89% of tunneling (Common Infrastructure) required to reach Grasberg Block Cave
- Initiate mine development activities at Grasberg Block Cave in 1H08
- Big Gossan to reach full rates by year-end 2010 (aggregate copper of 135MM lbs/year and gold of 65K ozs/year)

Mill Optimization

- HPGRs – completed; recovery enhancements
- Crusher Master Plan – target completion 1Q08; throughput enhancement

NOTE: FCX has a 90.64% ownership interest in Grasberg



Development Project Update Democratic Republic of Congo



Tenke Fungurume Mine Development

- Engineering – 55% complete & procurement – about 70% complete
- Construction – 15% complete. Bulk earthworks substantially complete at plant site & shop areas and concrete started
- New capital cost estimate of \$900MM* (aggregate)
- Initial production target – 2009
- Aggregate annual production of 250MM lbs copper and 18MM lbs cobalt in first 10 years
- Reserves at 12/31/06: 103MM metric tons – 2.1% copper and 0.3% cobalt
- 31,000 meters drilled to date in 2007 to expand reserves

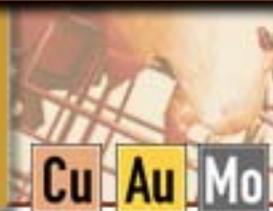
NOTE: FCX has a 57.75% ownership interest in the Tenke Fungurume project

* capital cost increase of \$250MM with 30% of the increase for scope changes, 30% for escalation, 25% for higher local costs & 15% for higher duties





Copper Reserves & Mineralized Material



Reserves*

(billion lbs of recoverable copper)

Mineralized Material**

(billion lbs of contained copper)

Sensitivity to Copper Price



94 billion lbs

**Potential for additional
69 to 146 billion lbs**

* Consolidated copper reserves: 77.2 billion pounds net to FCX's interest. PT-FI's estimated recoverable reserves in 2006 were assessed using a copper price of \$1.00 per pound and a gold price of \$400 per ounce. PD's estimated recoverable reserves in 2006 were assessed using a long-term copper price of \$1.05 per pound and a long-term molybdenum price of \$5.00 per pound.

** Consolidated copper resources: Net to FCX's interest, copper resources total 61 billion pounds of copper at \$1.20 copper price, 94 billion pounds at \$1.50 copper, and 130 billion pounds at \$2.00 copper and \$10 per pound molybdenum. **Geologic resources (i.e. Mineralized Material) are not included in reserves. The geologic resources will not qualify as reserves until comprehensive studies establish their legal and economic feasibility. Accordingly, no assurance can be given that the estimated resources and mineralization will become proven and probable reserves.**



Significant Exploration Potential

Papua, Indonesia

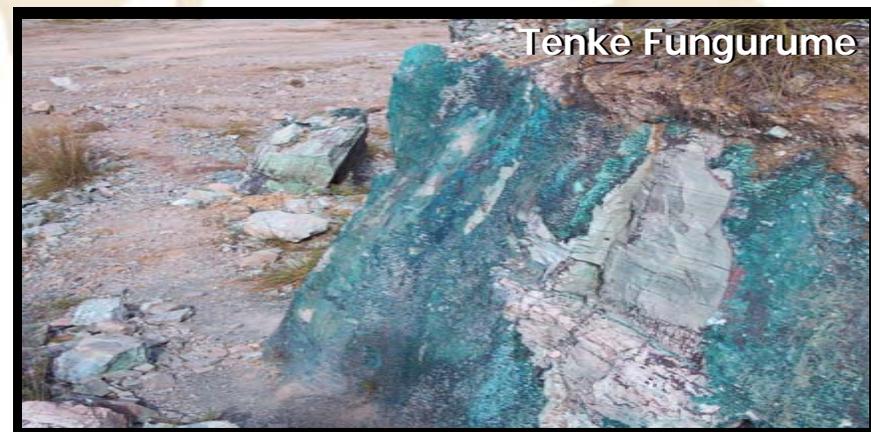
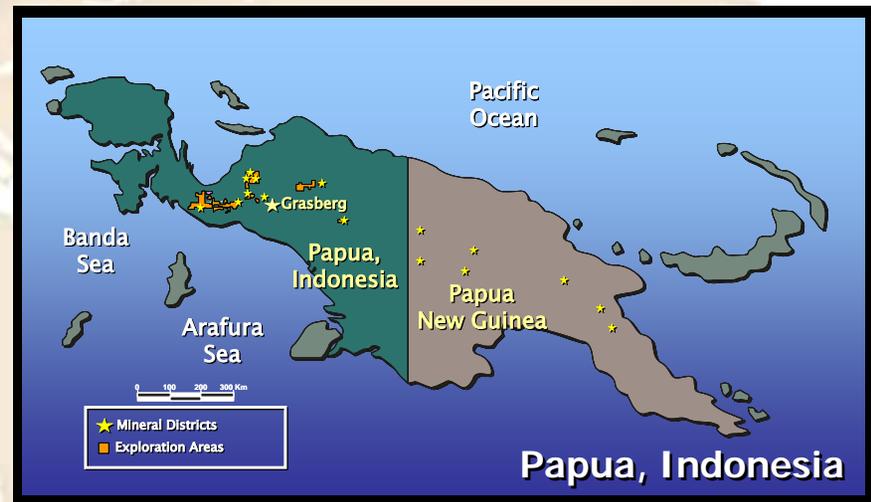
- Rights to 2.2 million acres
- Highly prospective exploration areas provide opportunities to continue to add to our long-lived reserves

Tenke Fungurume, Democratic Republic of Congo

- Believed to be largest undeveloped, high grade copper/cobalt project in the world today
- Less than half of 600-square-mile concession explored; cumulative strike length greater than 80 kilometers

Other

- Brownfield opportunities – existing operations
- Greenfield – global exploration activities

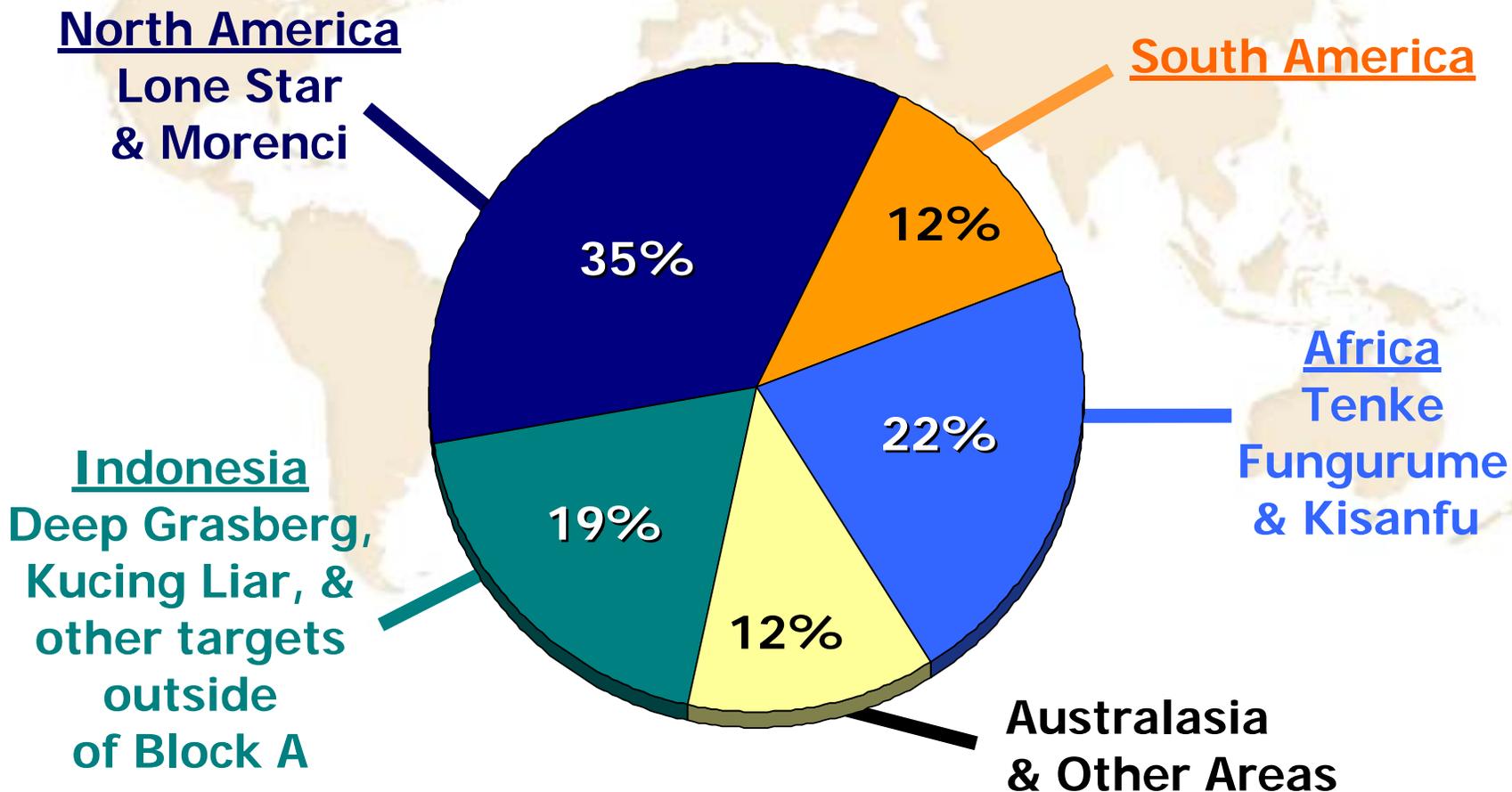




Exploration Drives the Mine Plan



Aggregate 2007e Exploration: ~\$135 million



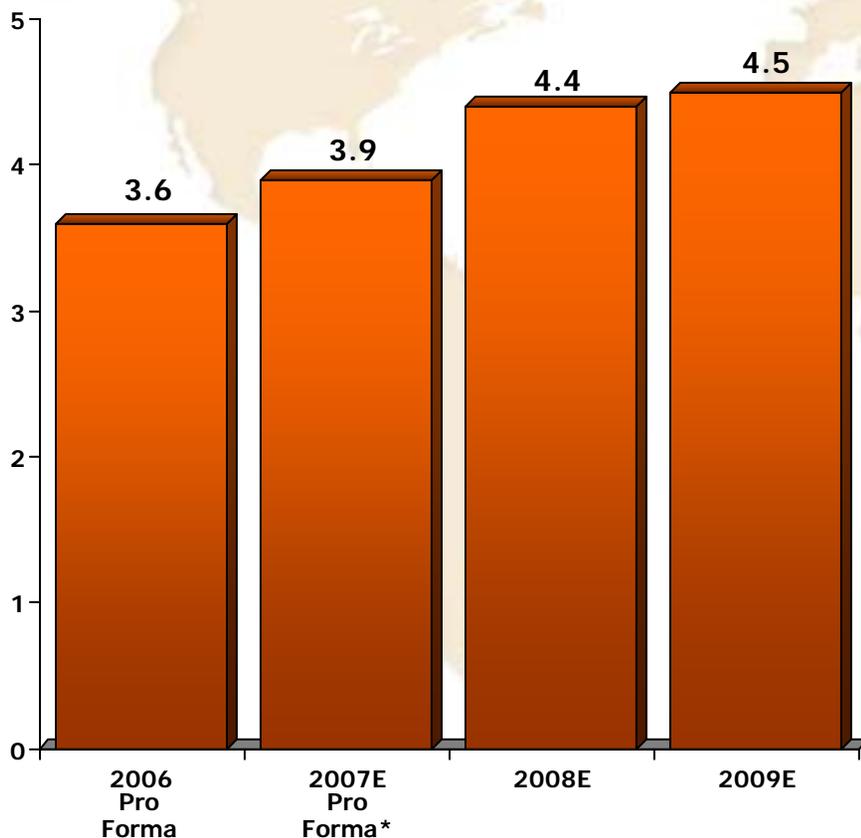
e = estimate. Please see cautionary statement.



Sales Profile 2007e - 2009e



Copper Sales (billion lbs)



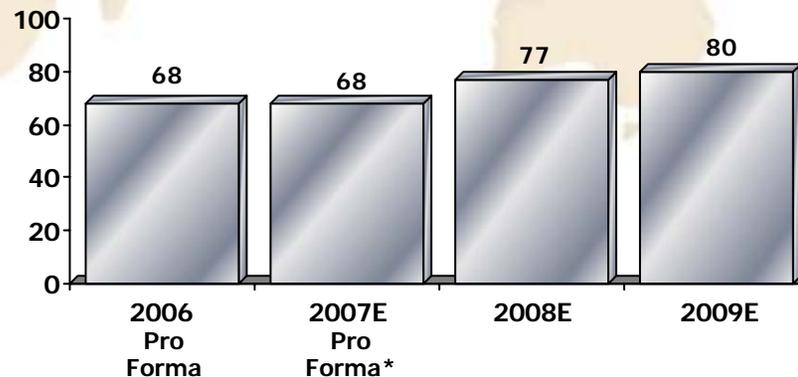
Note: Consolidated copper sales include approximately 540 mm lbs in 2006, 650 mm lbs in 2007e, 720 mm lbs in 2008e and 760 mm lbs in 2009e for minority interest; excludes purchased copper.
 * 2007e includes pre-acquisition sales of 505 mm lbs of copper, 22 k oz of gold and 17 mm lbs of molybdenum

Gold Sales (million ozs)



Note: Consolidated gold sales include approximately 185 k oz in 2006, 220 k oz in 2007e, 150 k oz in 2008e and 210 k oz in 2009e for minority interest

Molybdenum Sales (million lbs)



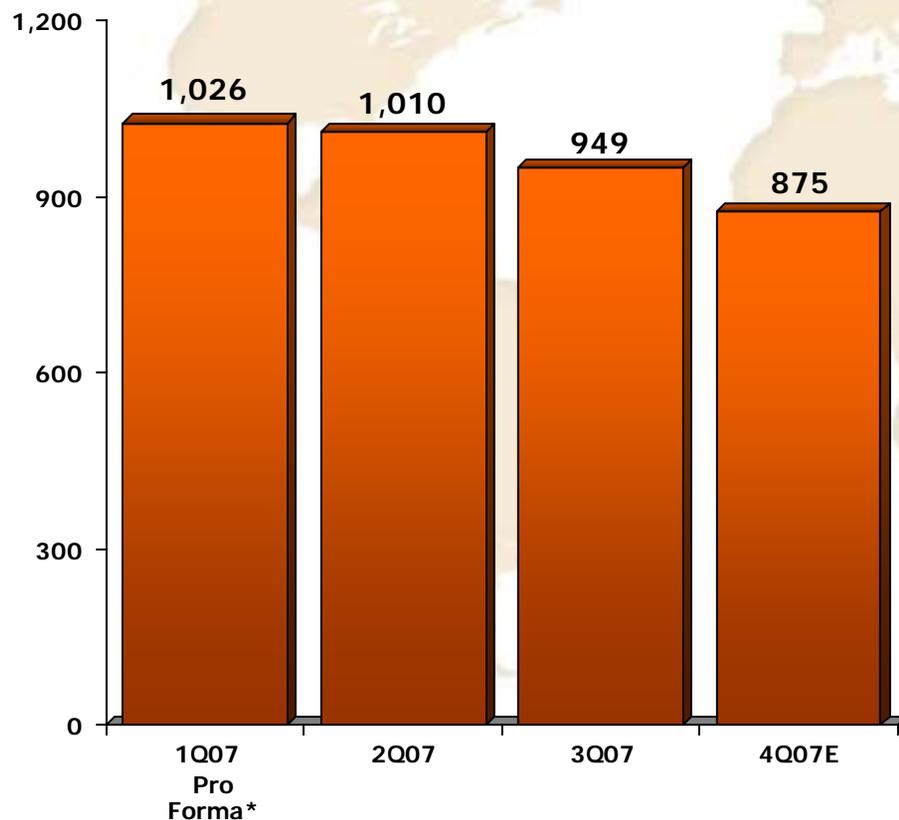
Note: Consolidated molybdenum sales include approximately 1.0 mm lbs in 2007e, 4 mm lbs in 2008e and 4 mm lbs in 2009e for minority interest; excludes purchased molybdenum
 e = estimate. Please see cautionary statement.



2007 Quarterly Payable Metal Sales



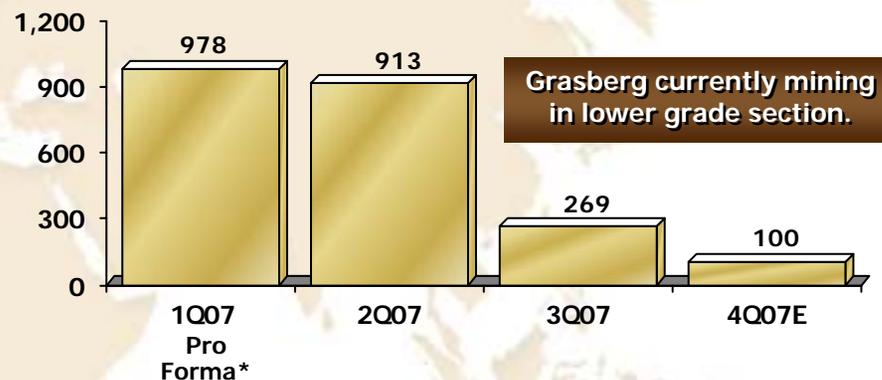
Copper Sales (million lbs)



Note: Consolidated copper sales include approximately 154 mm lbs in 1Q07, 164 mm lbs in 2Q07, 164 mm lbs in 3Q07 and 168 mm lbs in 4Q07e for minority interest; excludes purchased copper

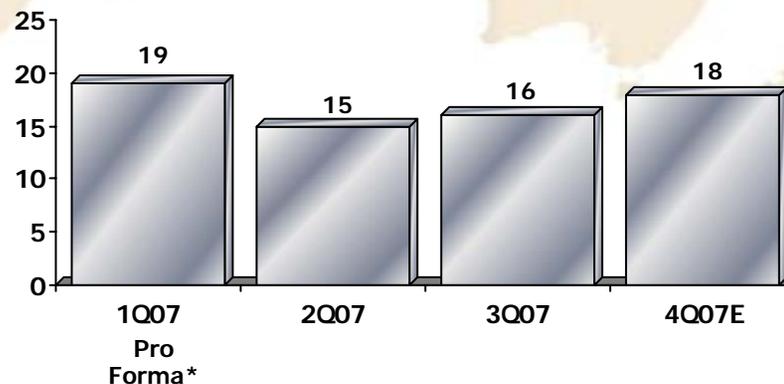
* 1Q07 includes pre-acquisition sales of 505 mm lbs of copper, 22 k oz of gold and 17 mm lbs of molybdenum

Gold Sales (thousand ozs)



Note: Consolidated gold sales include approximately 94 k oz in 1Q07, 88 k oz in 2Q07, 28 k oz in 3Q07 and 10 k oz in 4Q07e for minority interest

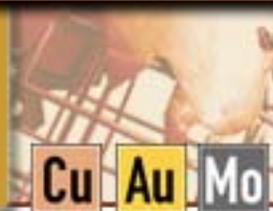
Molybdenum Sales (million lbs)



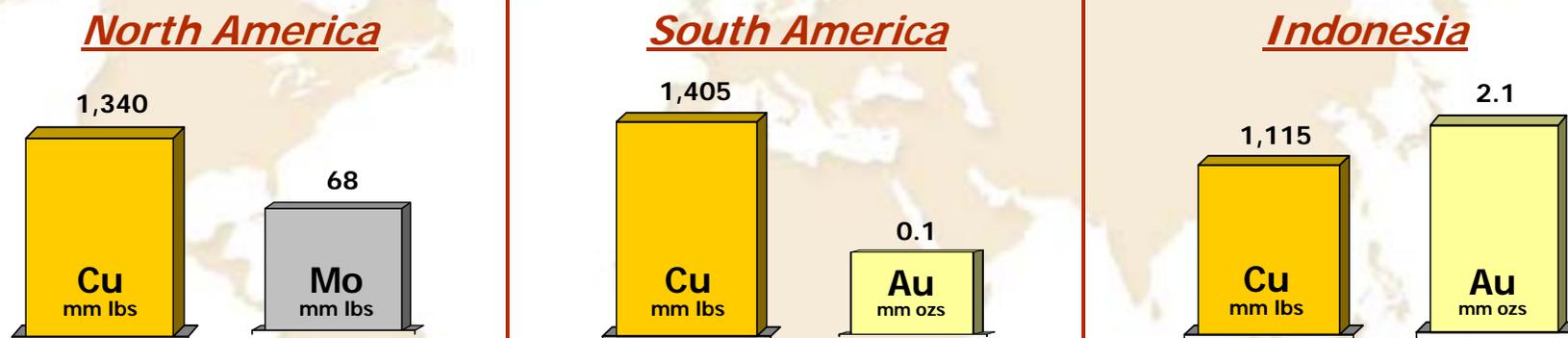
e = estimate. Please see cautionary statement.



Pro Forma 2007e Sales and Unit Production Costs by Region



2007e Pro Forma Sales by Region



(per pound of copper)	North America	South America	Indonesia	Consolidated
Cash Unit Costs ⁽¹⁾				
Site Production & Delivery ⁽²⁾	\$1.38	\$0.91	\$1.21	\$1.16
Royalties ⁽²⁾	-	-	0.12	0.03
Treatment Charges	0.09	0.21	0.35	0.21
By-product Credits	<u>(0.67)</u>	<u>(0.11)</u>	<u>(1.32)</u>	<u>(0.65)</u>
Net Cash Unit Costs	<u><u>\$0.80</u></u>	<u><u>\$1.00</u></u>	<u><u>\$0.36</u></u>	<u><u>\$0.75</u></u>

(1) Estimates assume average prices of \$3.50/lb for copper, \$750/oz for gold and \$30/lb for molybdenum for the fourth quarter of 2007. Represents nine-month actual results, including PD's results prior to March 20, 2007. Quarterly unit costs will vary significantly with quarterly metal sales volumes.

(2) Production costs include profit sharing in South America and severance taxes in North America

Note: Amounts for 2007 above are projections. See Cautionary Statement.

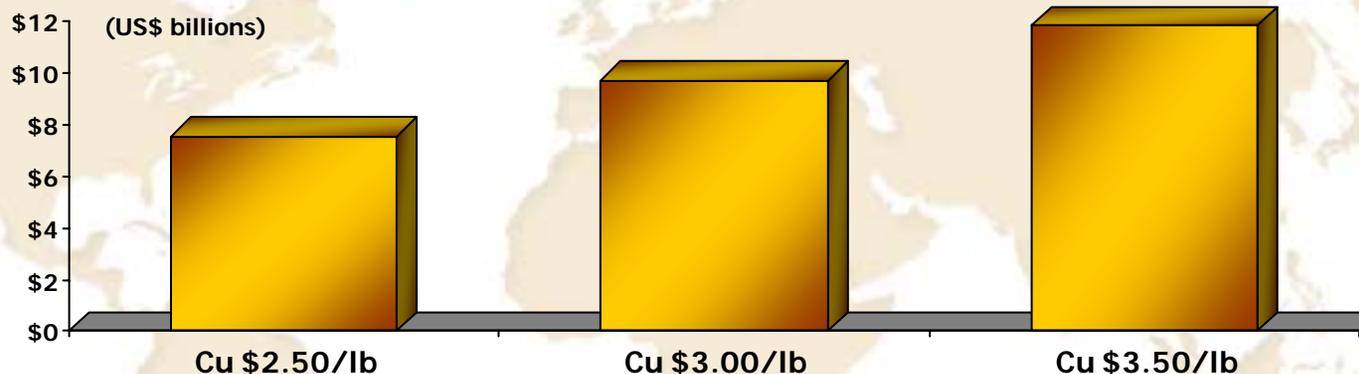


EBITDA and Cash Flow at Various Copper Prices



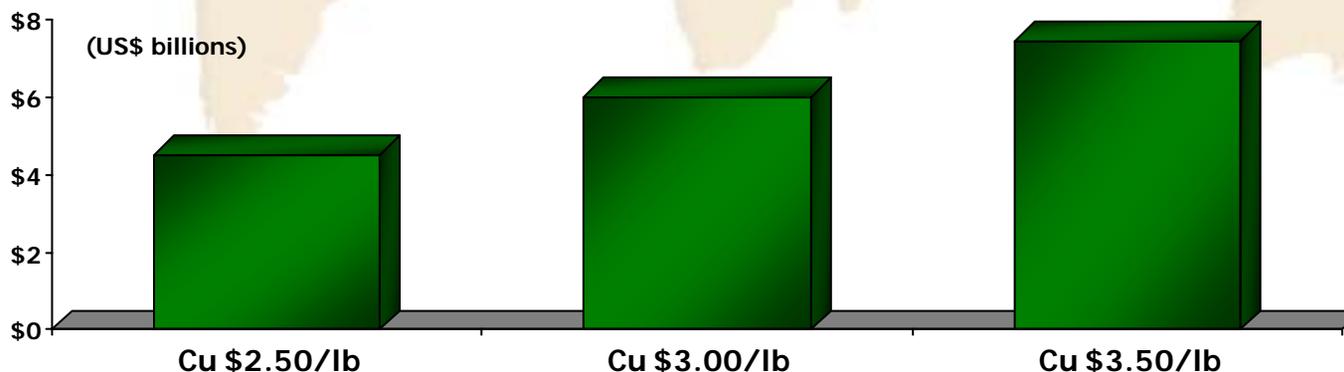
Average Annual EBITDA 2008e-2009e

(\$700 Gold & \$20 Molybdenum)



Average Annual Operating Cash Flow 2008e-2009e

(\$700 Gold & \$20 Molybdenum)



Note: Prices as noted for 2008 – 2009. On an annual basis, each \$50/oz change in gold approximates \$90 million to EBITDA and \$50 million to operating cash flow; each \$2.00/lb of molybdenum equates to \$140 million to EBITDA and \$100 million to operating cash flow. EBITDA equals operating income plus depreciation, depletion, and amortization, and excludes purchase accounting impacts.



Sensitivity to Commodity Prices



Change	Annual Financial Impact		
	EBITDA	Net Income	Operating Cash Flow
Copper: -/+ \$0.20/lb	\$850	\$490	\$575
Molybdenum: -/+ \$2.00/lb	\$140	\$100	\$100
Gold: -/+ \$50/ounce	\$90	\$45	\$50

(US\$ millions)

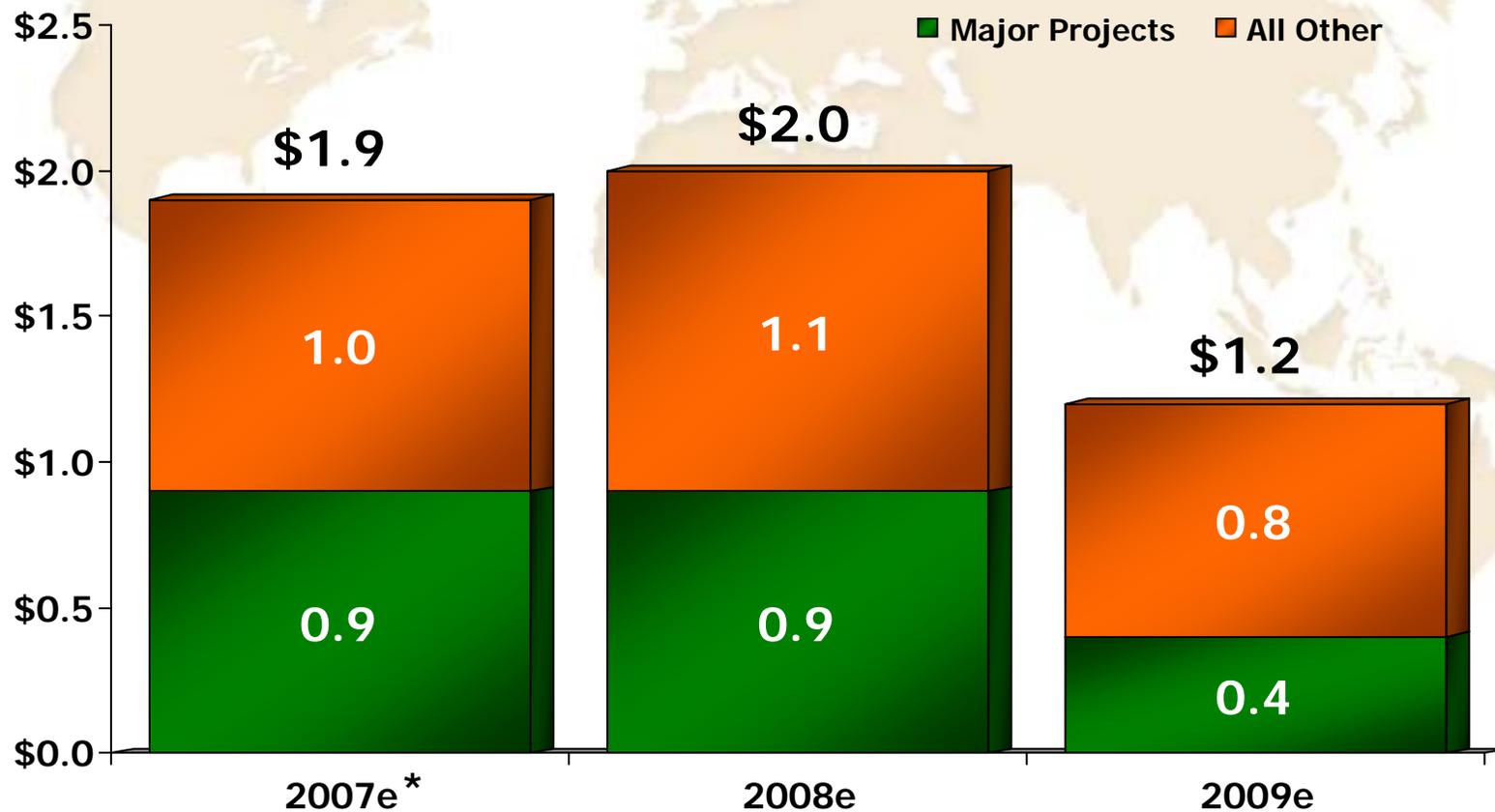
Note: Annual financial impact based on estimated average annual sales for 2008-2009 and excludes purchase accounting impacts.



Capital Expenditures



(US\$ billions)



* Includes PD expenditures beginning March 20, 2007

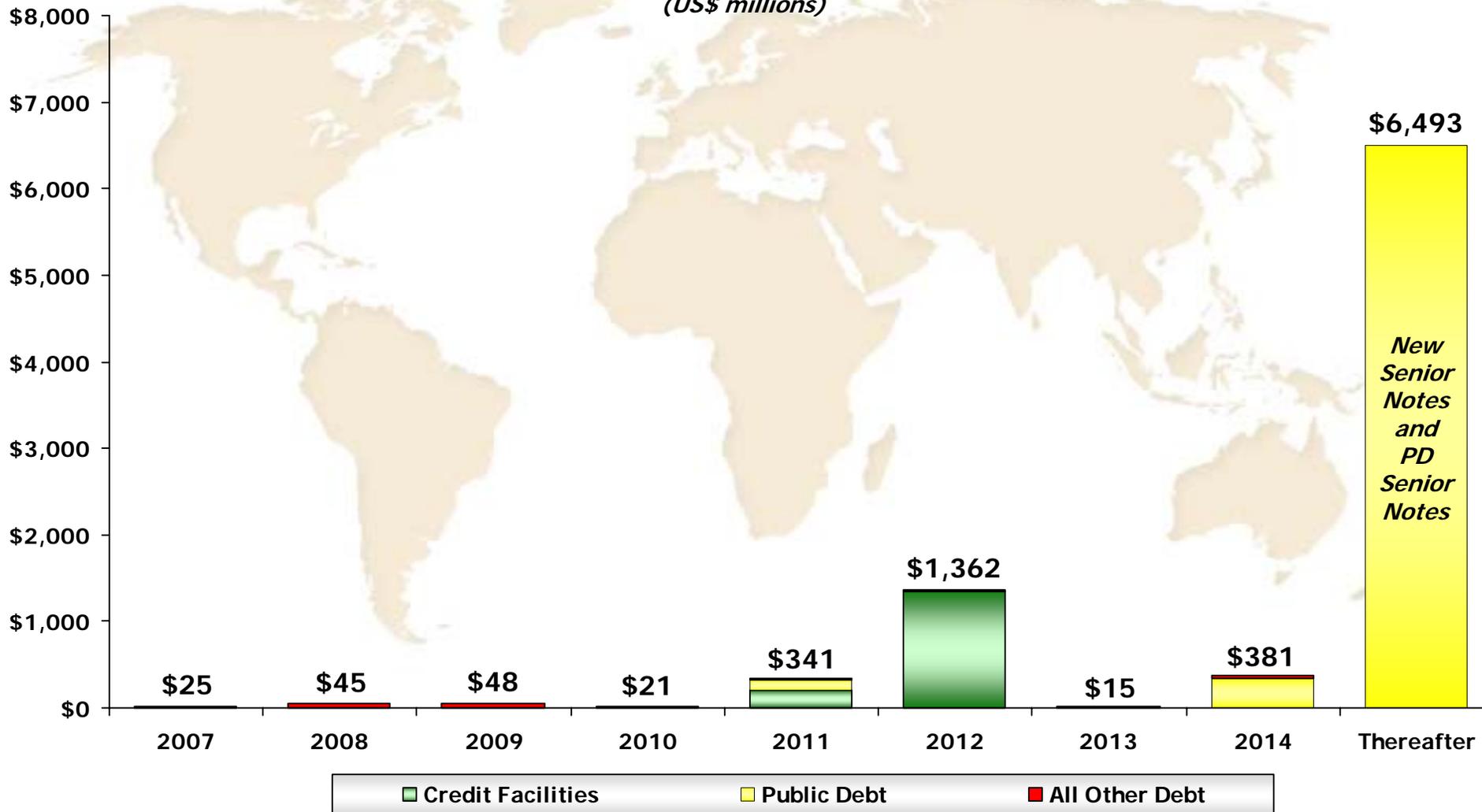
Note: Includes capitalized interest. e = estimate. Please see cautionary statement.



Debt Maturities at 9/30/07



(US\$ millions)

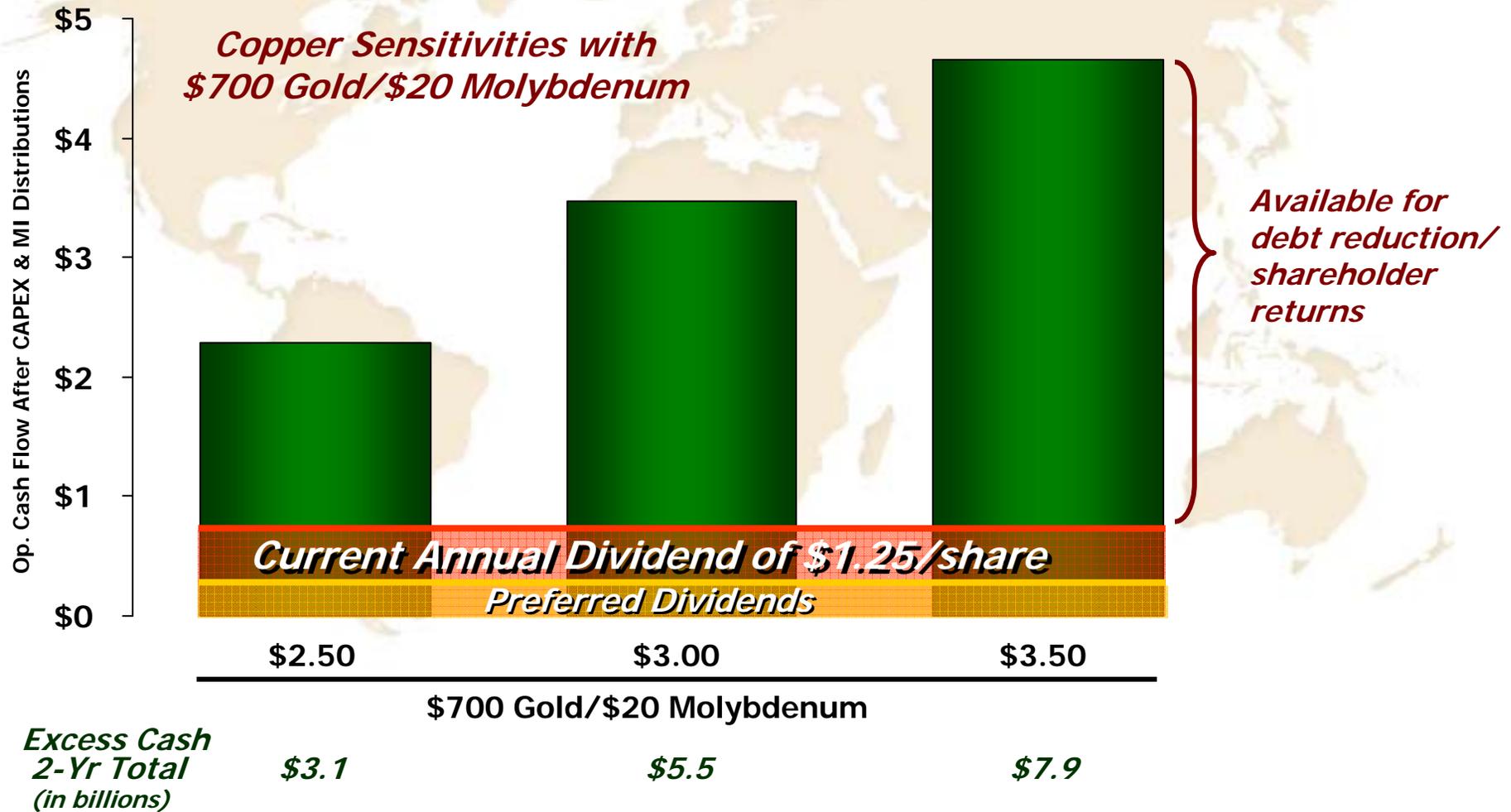




Average Annual Excess Cash Flow ⁽¹⁾ 2008e – 2009e



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



(1) Average annual operating cash flow after capital expenditures and minority distributions.

Financial Policy



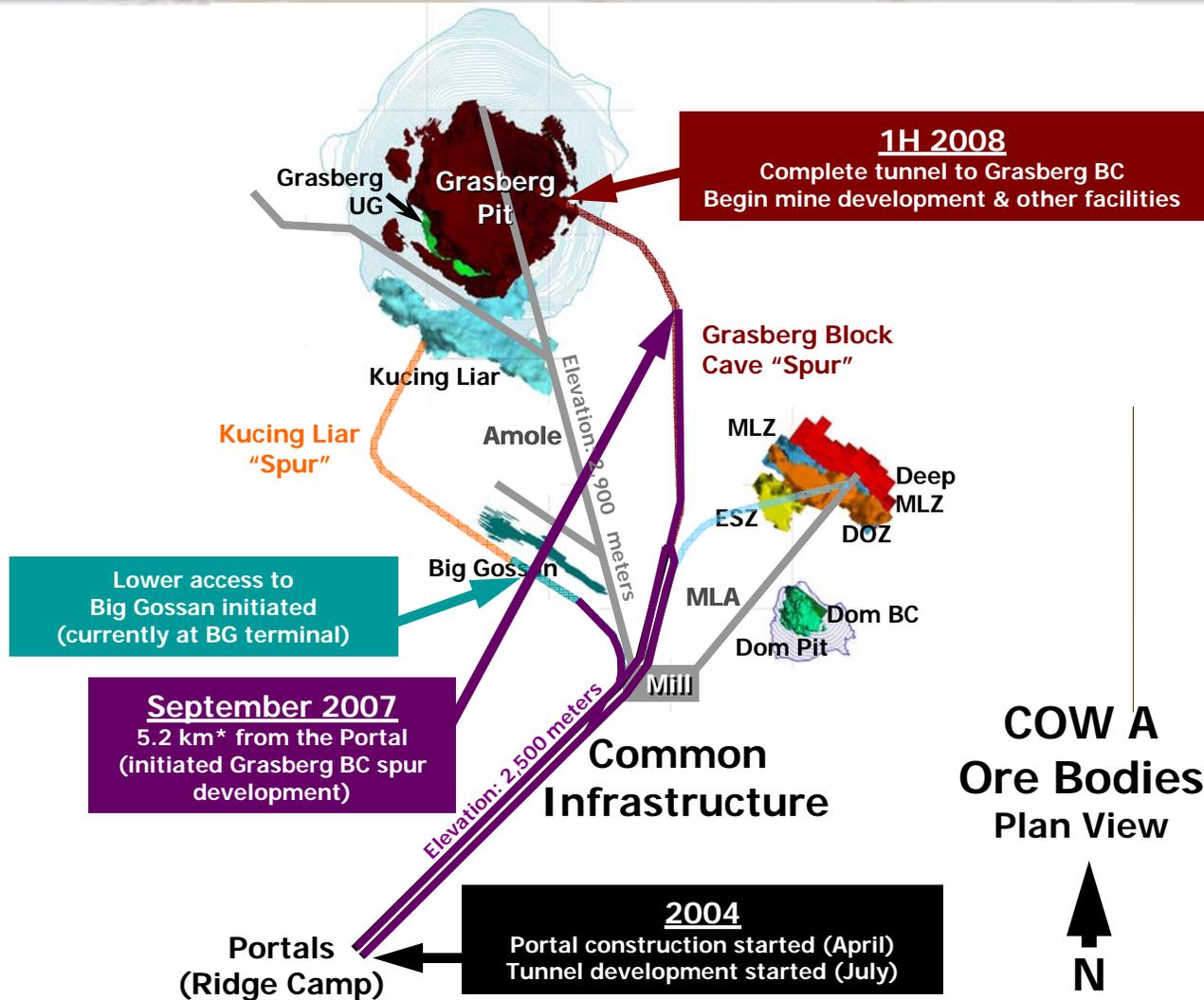
- **FCX is Committed to Maintaining a Strong Financial Position**
- **Continuation of Positive Copper Markets is Expected to Provide Substantial Cash Flows**
 - **Investments in Projects With Attractive Returns**
 - **Debt Reduction**
 - **Shareholder Returns**
- **Committed to Long-Standing Tradition of Maximizing Value for Shareholders**
- **Financial Policy Reviewed on Ongoing Basis**

Reference Slides





Grasberg District Ore Bodies

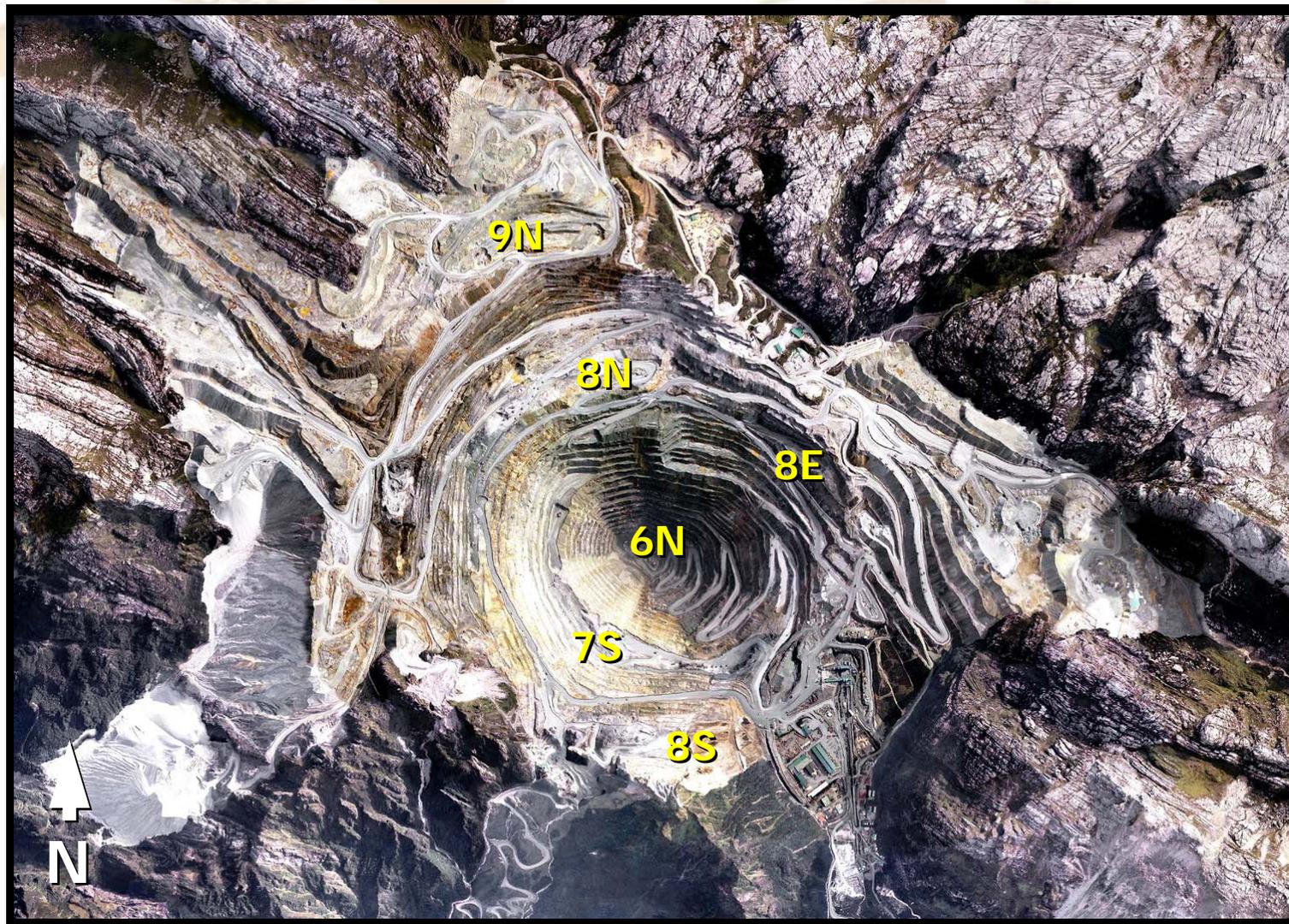


* represents the distance from the portal and not indicative of total development meters



Grasberg Open Pit

Mid-2007





PT-FI Mine Plan

PT-FI's Share of Metal Sales, 2007e-2011e

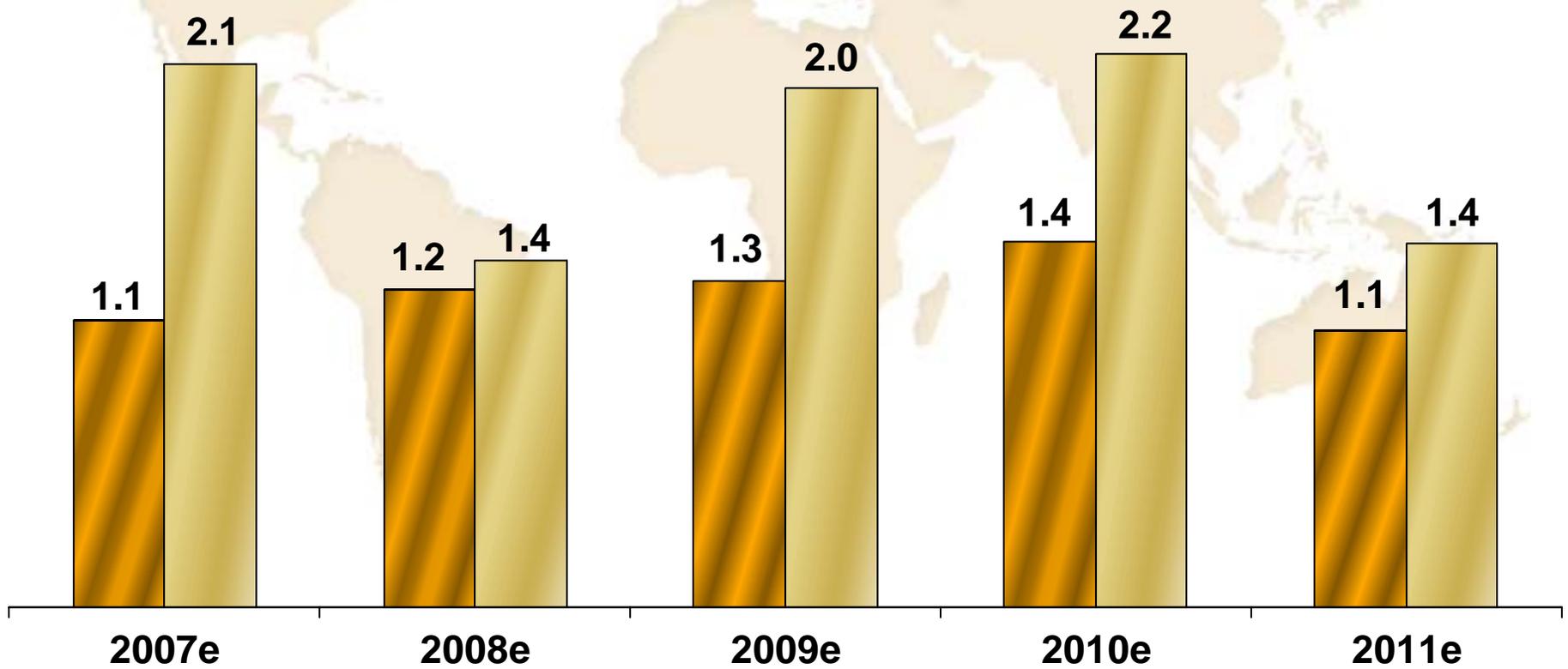


 **Copper, billion lbs**

 **Gold, million ozs**

**2007e – 2011e PT-FI Share
Total: 6.1 billion lbs
Annual Average: 1.22 billion lbs**

**2007e – 2011e PT-FI Share
Total: 9.1 million ozs
Annual Average: 1.8 million ozs**



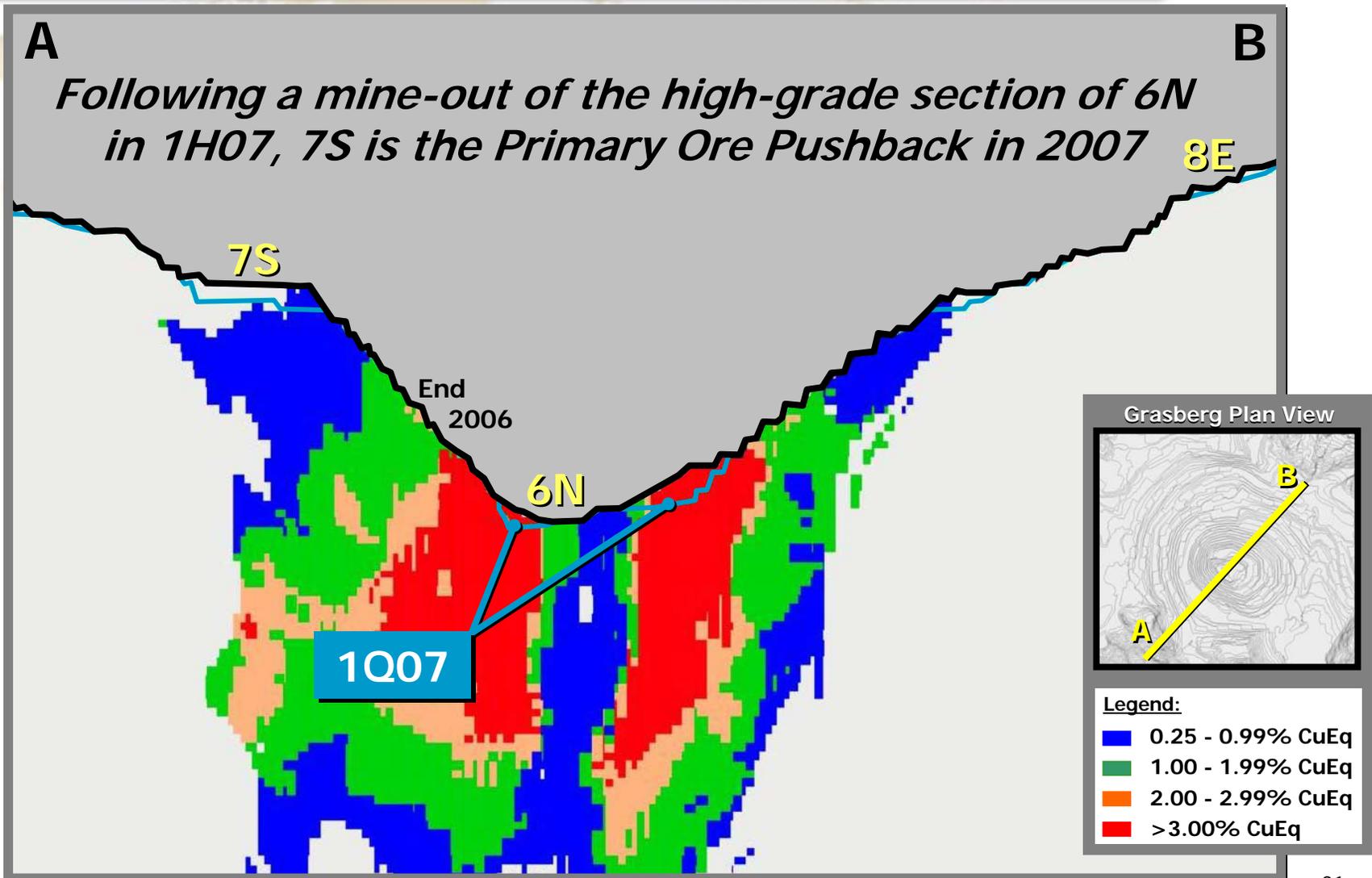
e = estimate. Amounts are projections; see cautionary statement.

Note: Timing of annual sales will depend upon mine sequencing, shipping schedules and other factors.



Mining Sequence in 2007

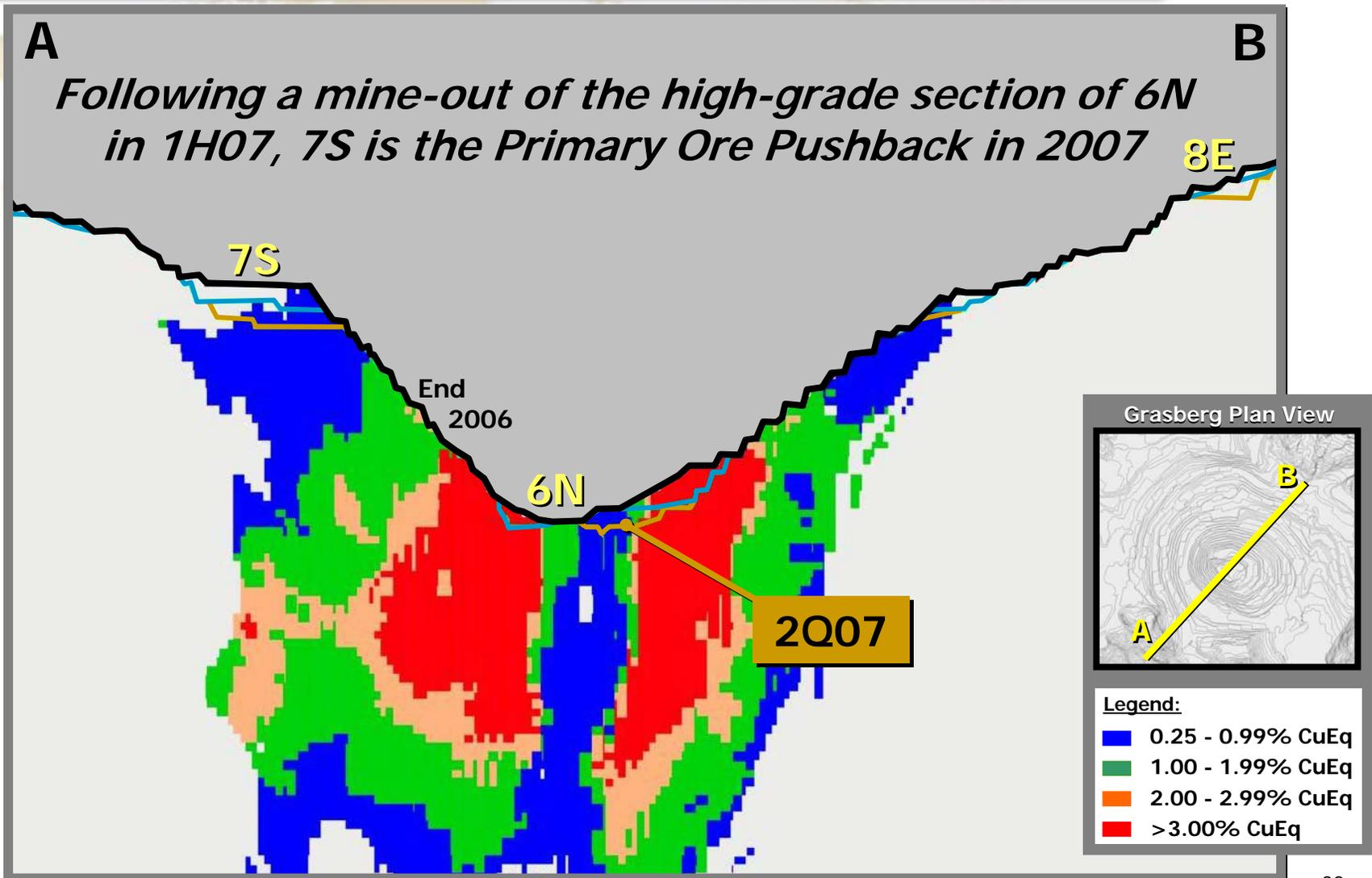
Copper Equivalent Cross Section





Mining Sequence in 2007

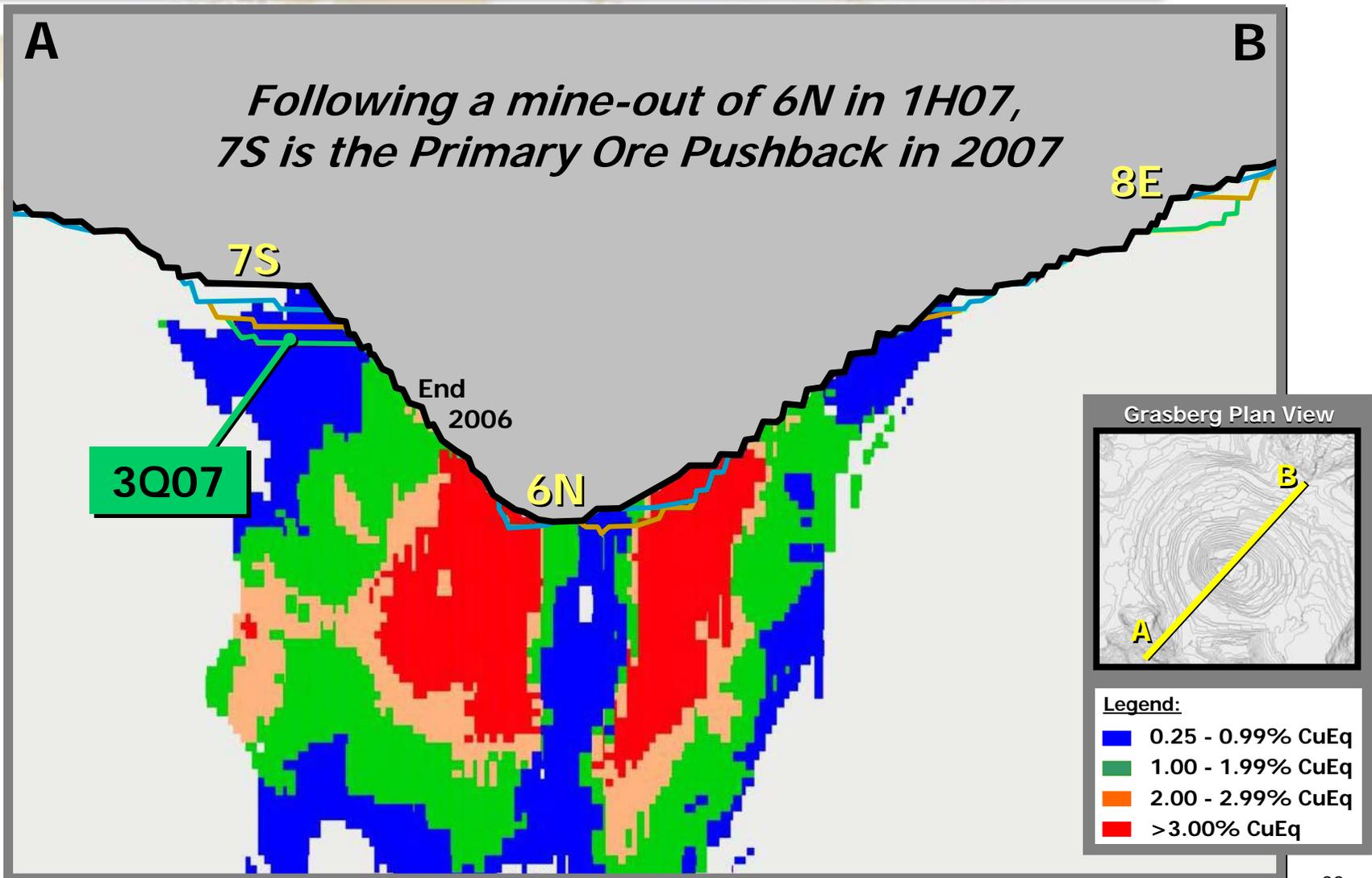
Copper Equivalent Cross Section





Mining Sequence in 2007

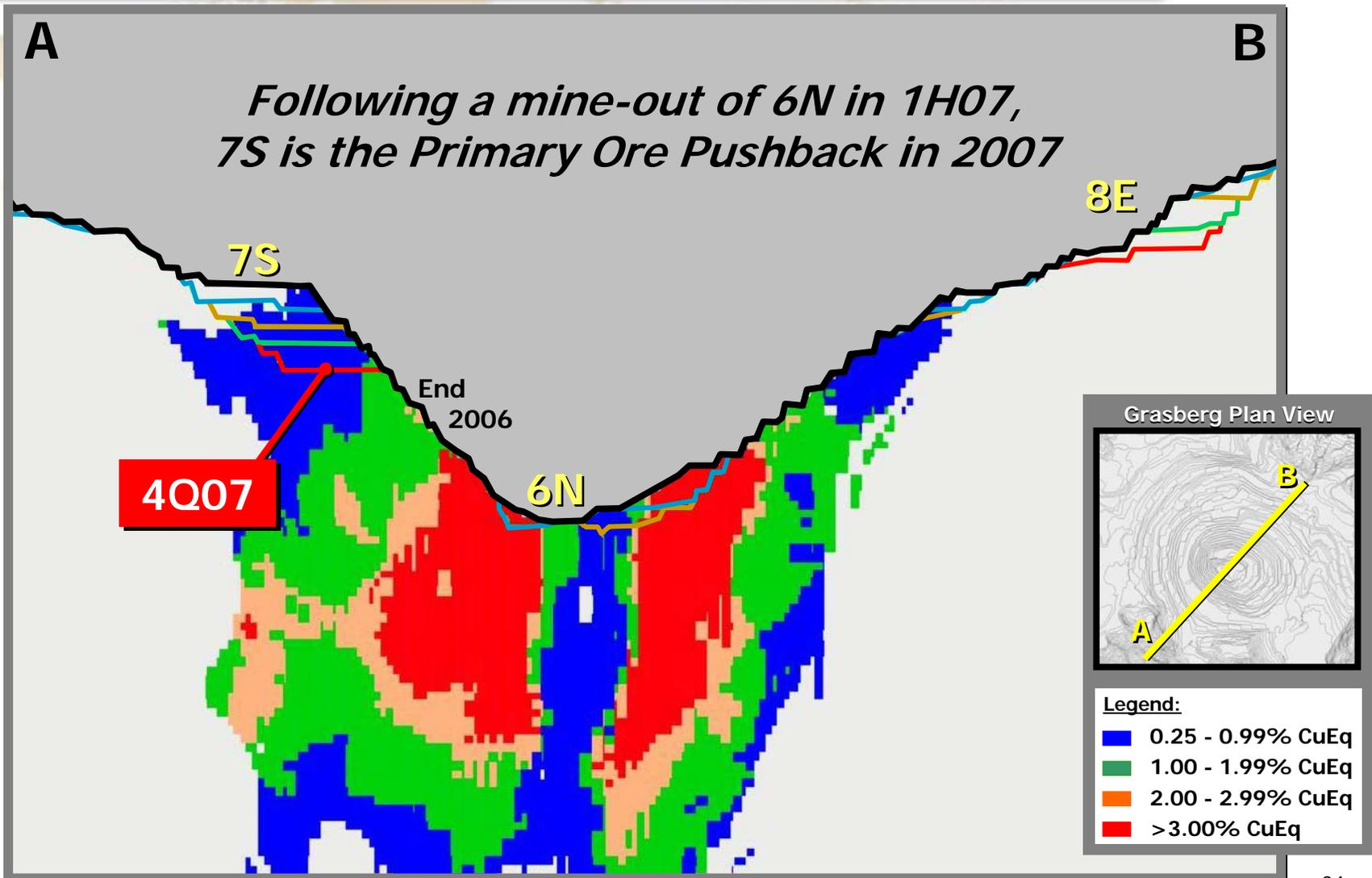
Copper Equivalent Cross Section





Mining Sequence in 2007

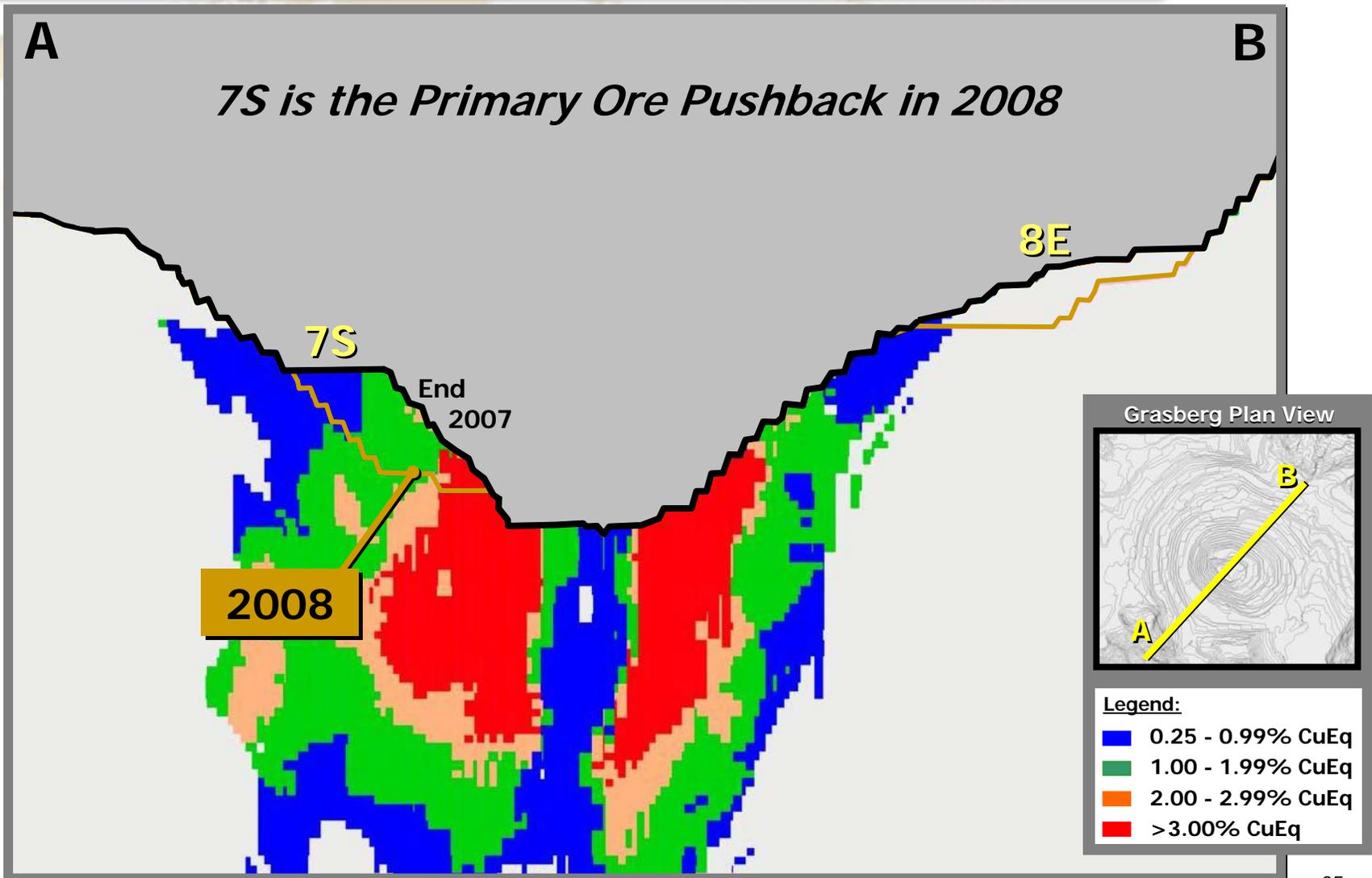
Copper Equivalent Cross Section





Mining Sequence in 2008

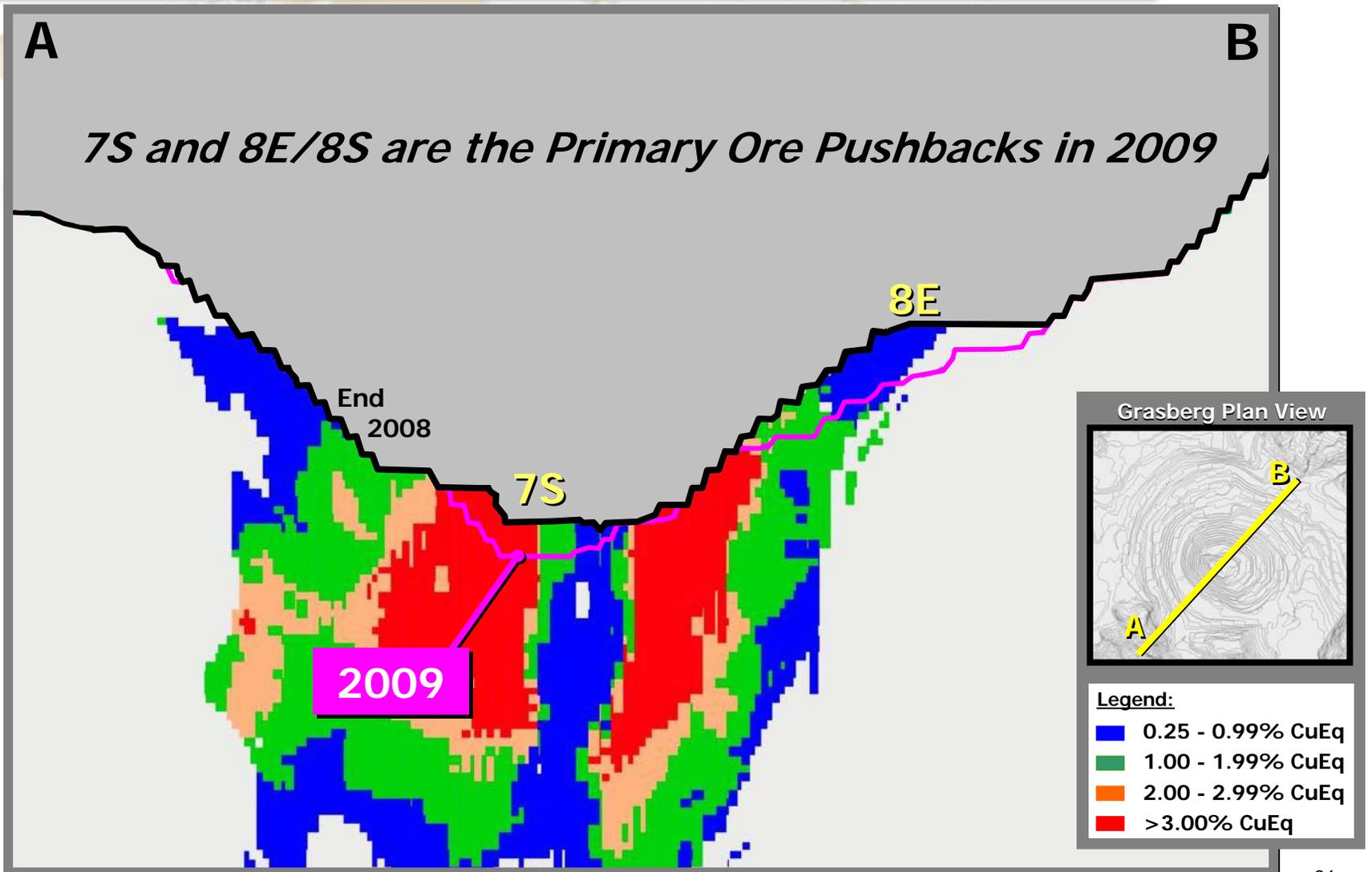
Copper Equivalent Cross Section





Mining Sequence in 2009

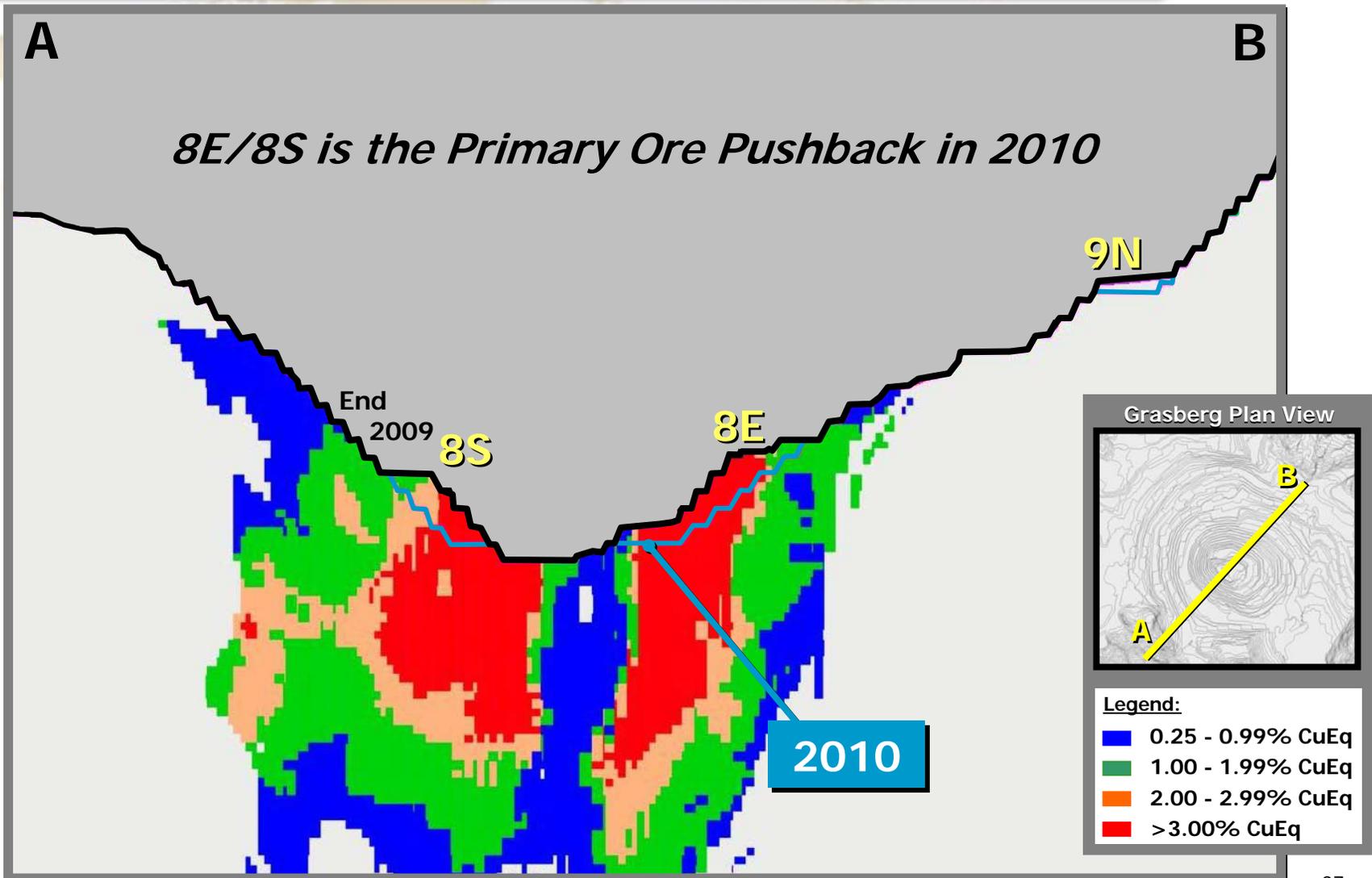
Copper Equivalent Cross Section





Mining Sequence in 2010

Copper Equivalent Cross Section





Mining Sequence in 2011

Copper Equivalent Cross Section

