



***2012 Global Industrials
and Basic Materials Conference***

Kathleen L. Quirk

Executive Vice President & CFO

June 14, 2012

Cautionary Statement

This presentation contains forward-looking statements in which we discuss factors we believe may affect our potential future performance. Forward-looking statements are all statements other than statements of historical facts, such as statements regarding projected ore grades and milling rates, projected production and sales volumes, projected unit net cash costs, projected operating cash flows, projected capital expenditures, the impact of copper, gold, molybdenum and cobalt price changes, reserve estimates, exploration efforts and results, mine production and development plans, the impact of deferred intercompany profits on earnings, liquidity, other financial commitments and tax rates, potential prepayments of debt, projected EBITDA, future dividend payments and potential share purchases. The words “anticipates,” “may,” “can,” “plans,” “believes,” “estimates,” “expects,” “projects,” “intends,” “likely,” “will,” “should,” “to be” and any similar expressions are intended to identify those assertions as forward-looking statements. The declaration of dividends is at the discretion of our Board of Directors (the Board) and will depend on our financial results, cash requirements, future prospects, and other factors deemed relevant by the Board. This presentation also includes forward-looking statements regarding mineralized material not included in reserves. The mineralized material 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 mineralized material not included in reserves will become proven and probable reserves.

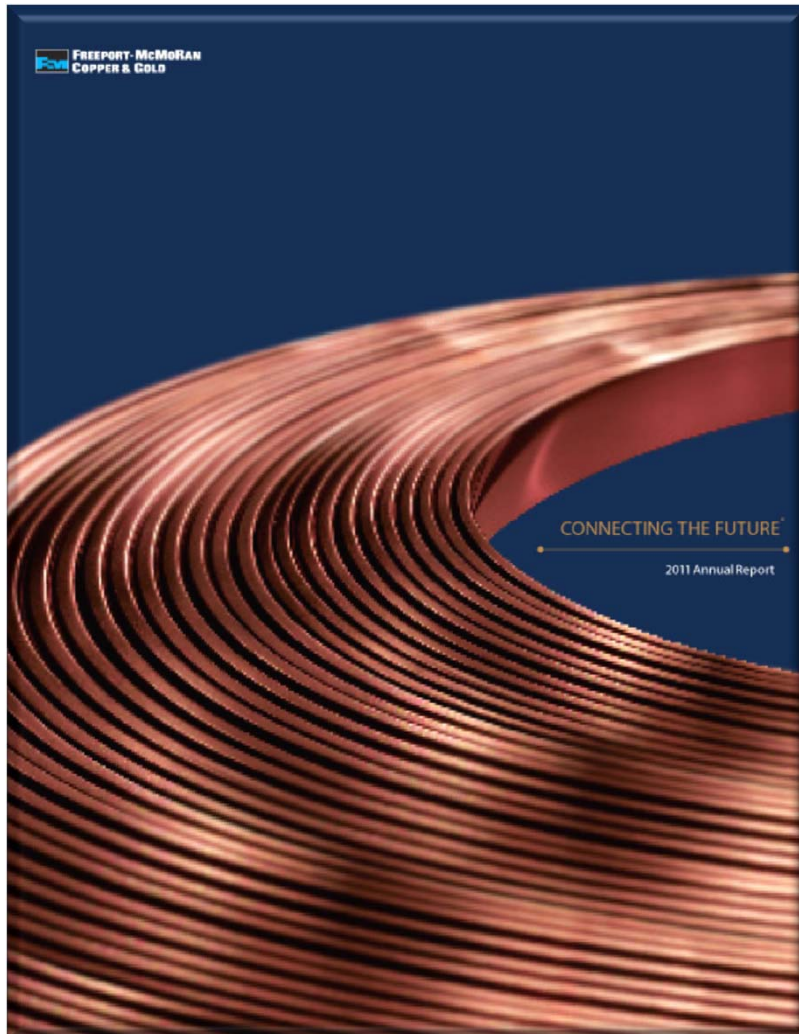
We caution readers that forward-looking statements are not guarantees of future performance and our actual results may differ materially from those anticipated, projected or assumed in the forward-looking statements. Important factors that can cause our actual results to differ materially from results anticipated in the forward-looking statements include commodity prices, mine sequencing, production rates, industry risks, regulatory changes, political risks, potential effects of violence in Indonesia, the resolution of administrative disputes in the Democratic Republic of Congo, weather- and climate-related risks, labor relations, environmental risks, litigation results, currency translation risks and other factors described in more detail under the heading “Risk Factors” in our Annual Report on Form 10-K for the year ended December 31, 2011, filed with the U.S. Securities and Exchange Commission (SEC).

Investors are cautioned that many of the assumptions on which our forward-looking statements are based are likely to change after our forward-looking statements are made, including for example commodity prices, which we cannot control, and production volumes and costs, some aspects of which we may or may not be able to control. Further, we may make changes to our business plans that could or will affect our results. We caution investors that we do not intend to update our forward-looking statements more frequently than quarterly, notwithstanding any changes in our assumptions, changes in our business plans, our actual experience, or other changes, and we undertake no obligation to update any forward-looking statements.

This presentation also contains certain financial measures such as unit net cash costs (credits) per pound of copper and per pound of molybdenum. As required by SEC Regulation G, reconciliations of these measures to amounts reported in our consolidated financial statements are in the supplemental schedule, “Product Revenues and Production Costs,” beginning on page vi, which is available on our internet website www.fcx.com.

“Connecting the Future”

2011 Annual Report Highlights



- **Global Leader in Production of Copper, Gold and Molybdenum**
- **Well Situated to Meet Growing Demand for Metals**
- **Geographically Diverse**
- **Long-Lived Reserves**
- **Growing Production Profile**
- **Strong Financial Position**
- **Environmentally Responsible**
- **Experienced Team**

FCX's Global Footprint

Major Mine Operations & Development Projects

All major assets majority-controlled and operated

North America ¹	
Reserves	
Cu	40.6 bn lbs
Mo	2.71 bn lbs
Sales	
Cu	1.3 bn lbs
Mo	81 mm lbs ²

●	Copper
●	Copper / Gold / Silver
●	Molybdenum
●	Cobalt

Grasberg (90.64 %)	
Reserves	
Cu	31.6 bn lbs
Au	32.2 mm ozs
Sales	
Cu	0.8 bn lbs
Au	1.0 mm ozs

South America ³	
Reserves	
Cu	39.1 bn lbs
Au	1.3 mm ozs
Mo	0.71 bn lbs
Sales	
Cu	1.3 bn lbs
Au	0.1 mm ozs

Tenke (56.0 %)	
Reserves	
Cu	8.4 bn lbs
Co	0.86 bn lbs
Sales	
Cu	300 mm lbs
Co	25 mm lbs

Note: FCX consolidated reserves and annual sales; reserves as of December 31, 2011. Sales figures are based on 2012e.

¹ Cu operations: Morenci (85%), Sierrita (100%), Bagdad (100%), Tyrone (100%), Safford (100%), Miami (100%) and Chino (100%); Primary Mo: Henderson (100%) and Climax (100%)

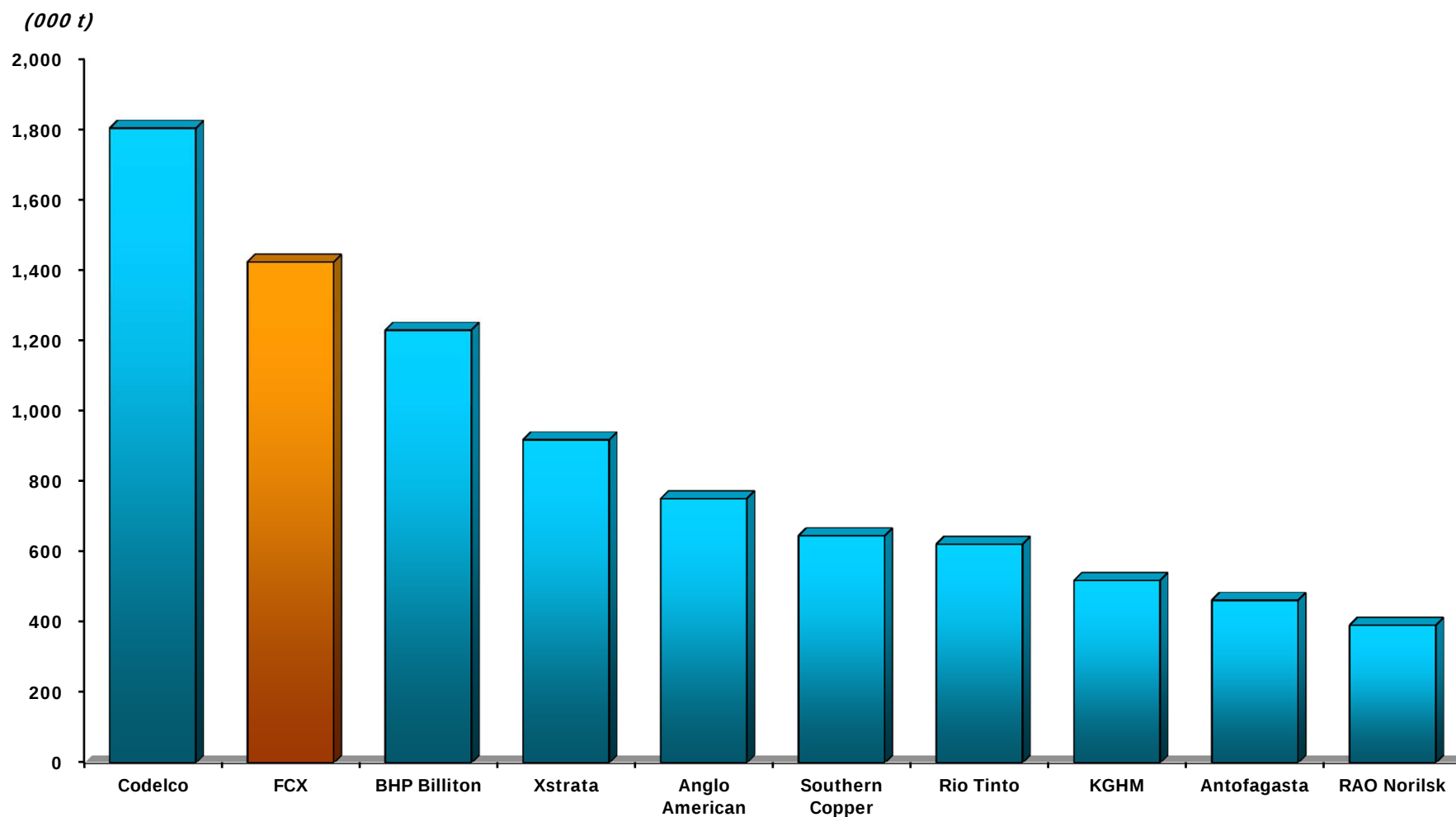
² Includes moly sales from South America

³ Cu operations: Candelaria/Ojos del Salado (80%), Cerro Verde (53.6%) and El Abra (51%)

e = estimate. See Cautionary Statement.

World's Leading Copper Producers

Top 10 Copper Producers (2012e)



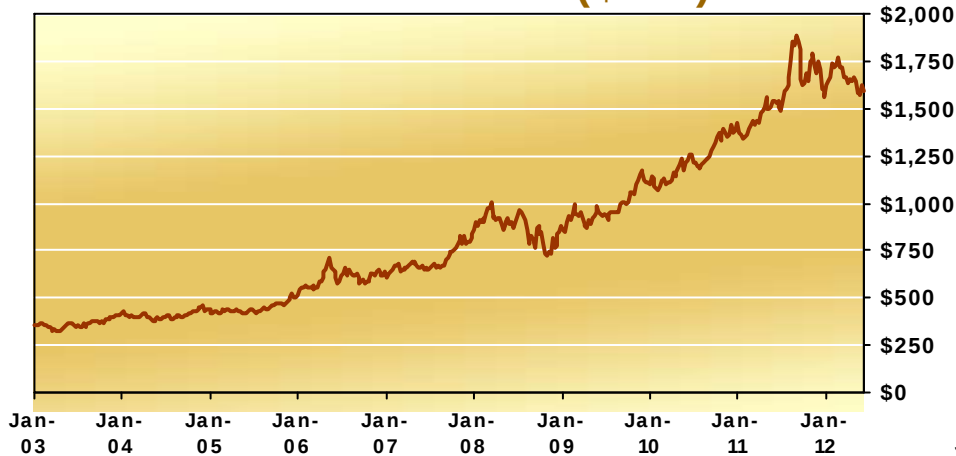
Source: Brook Hunt 1Q12 Report. Rankings based on net equity ownership.
e=estimate

Markets



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

London Gold Price (\$/oz)



Molybdenum Price* (\$/lb)



** Metals Week – Molybdenum Dealer Oxide Price*

Copper Market Commentary

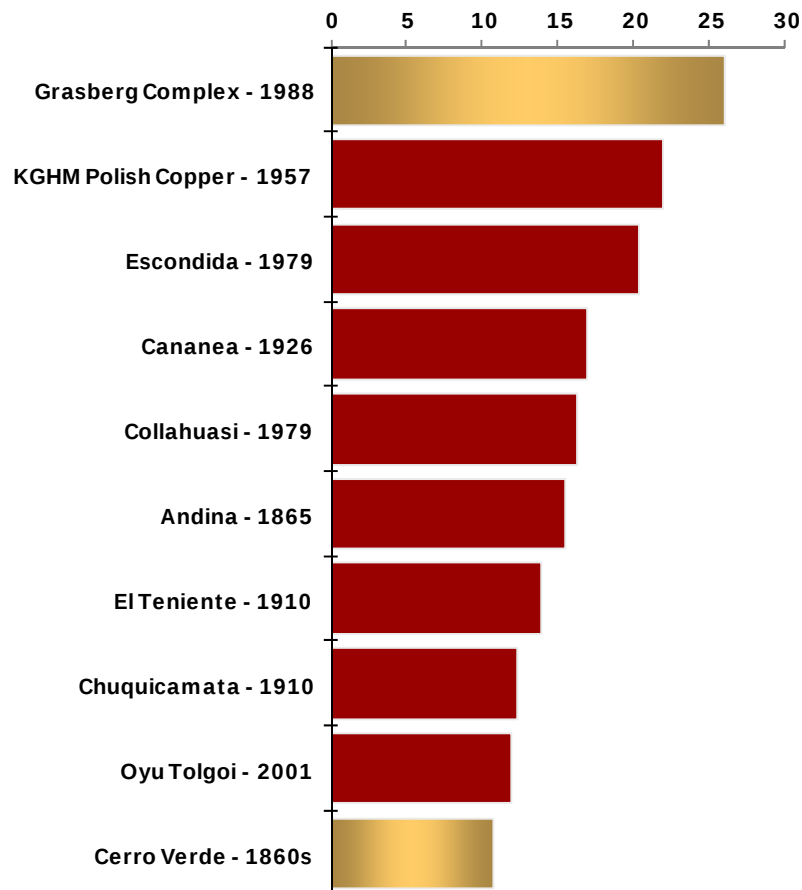


- **China Remains Important Demand Driver**
- **Positive Growth in U.S.**
- **Sovereign Debt Issues & Uncertain Environment Impacting European Demand**
- **Global Inventories Remain Relatively Low**
- **Ongoing Supply Constraints**

World Class Copper Discoveries Are Extremely Rare

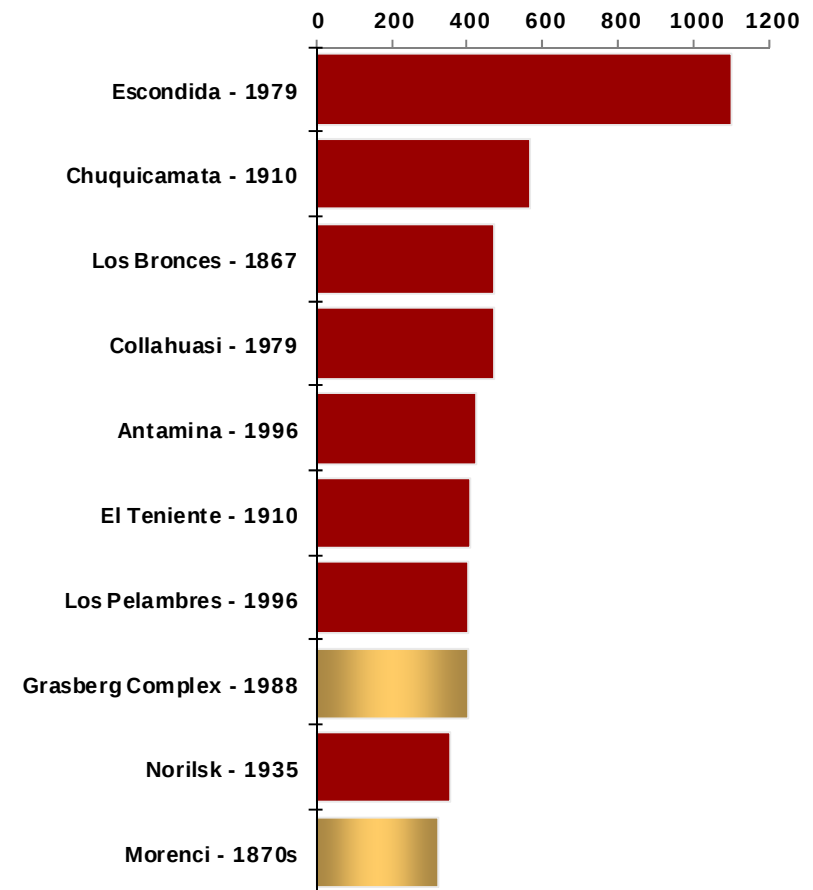
Recoverable Copper Reserves

Million metric tons



2012e Copper Production

Thousand metric tons



Source: Brook Hunt

e=estimate

Value Creation Focus



FCX Copper Resources at 12/31/2011

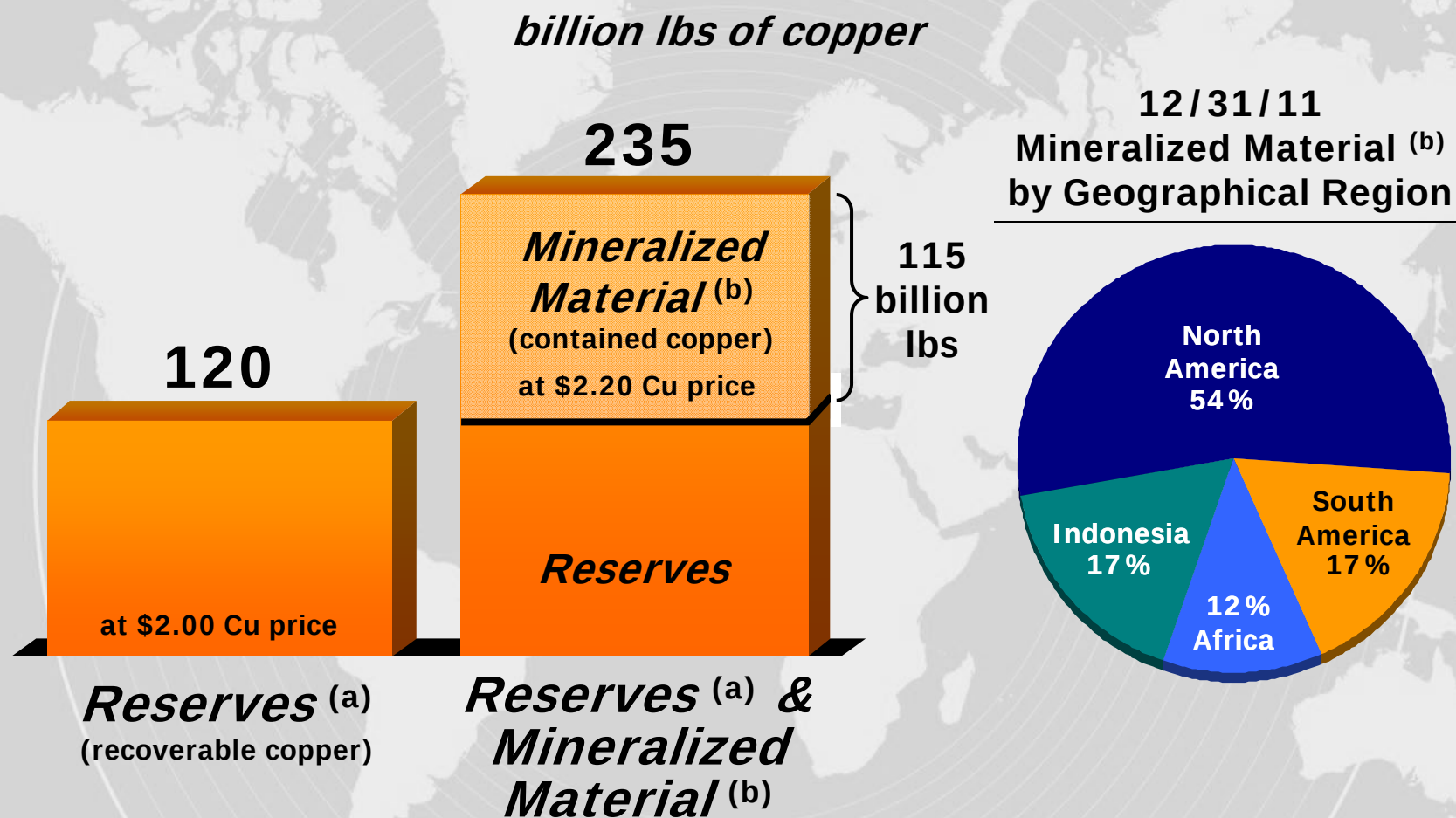
Recoverable Reserves ^(a)	120 bn lbs
Mineralized Material (contained) ^(b)	<u>115 bn lbs</u>
Total Reserves ^(a) & Mineralized Material ^(b)	235 bn lbs

(a) Estimated recoverable proven and probable copper reserves using a long-term average copper price of \$2.00/lb; 96 billion pounds net to FCX's interest.

*(b) Estimated consolidated contained copper resources using a long-term copper price of \$2.20/lb. **Mineralized Material is not included in reserves and will not qualify as reserves until comprehensive engineering studies establish their economic feasibility. Accordingly, no assurance can be given that the estimated mineralized material will become proven and probable reserves. See Cautionary Statement.***

Copper Reserves & Mineralized Material

as of 12/31/11



(a) Estimated recoverable proven and probable copper reserves using a long-term average copper price of \$2.00/lb; 96 billion pounds net to FCX's interest.

(b) Estimated consolidated contained copper resources using a long-term copper price of \$2.20/lb. **Mineralized Material is not included in reserves and will not qualify as reserves until comprehensive engineering studies establish their economic feasibility. Accordingly, no assurance can be given that the estimated mineralized material will become proven and probable reserves. See Cautionary Statement.**

Highly Attractive Brownfield Development Projects

North America

- Morenci Expansion in progress Under Development* 225 mm lbs Cu
- Sulphide Expansions Potential ~800 mm lbs Cu

South America

- Large Scale Cerro Verde Expansion under way Under Development* 600 mm lbs Cu
- Studying El Abra Concentrator Potential 600 mm lbs Cu

Tenke Fungurume

- Oxide Expansion Under Development* 150 mm lbs Cu
- Sulphide Expansions Potential ??? mm lbs Cu

Grasberg

- Underground Development Under Development** 1.1 bln lbs Cu
1.4 mm ozs Au

* excludes restarts currently in progress

** PT-FI's share, average per annum

Portfolio of World Scale Mines

Positive Exploration Results – “Big Mines Get Bigger”

*Mines with Potential Capacity for
1 billion lbs of copper per annum **

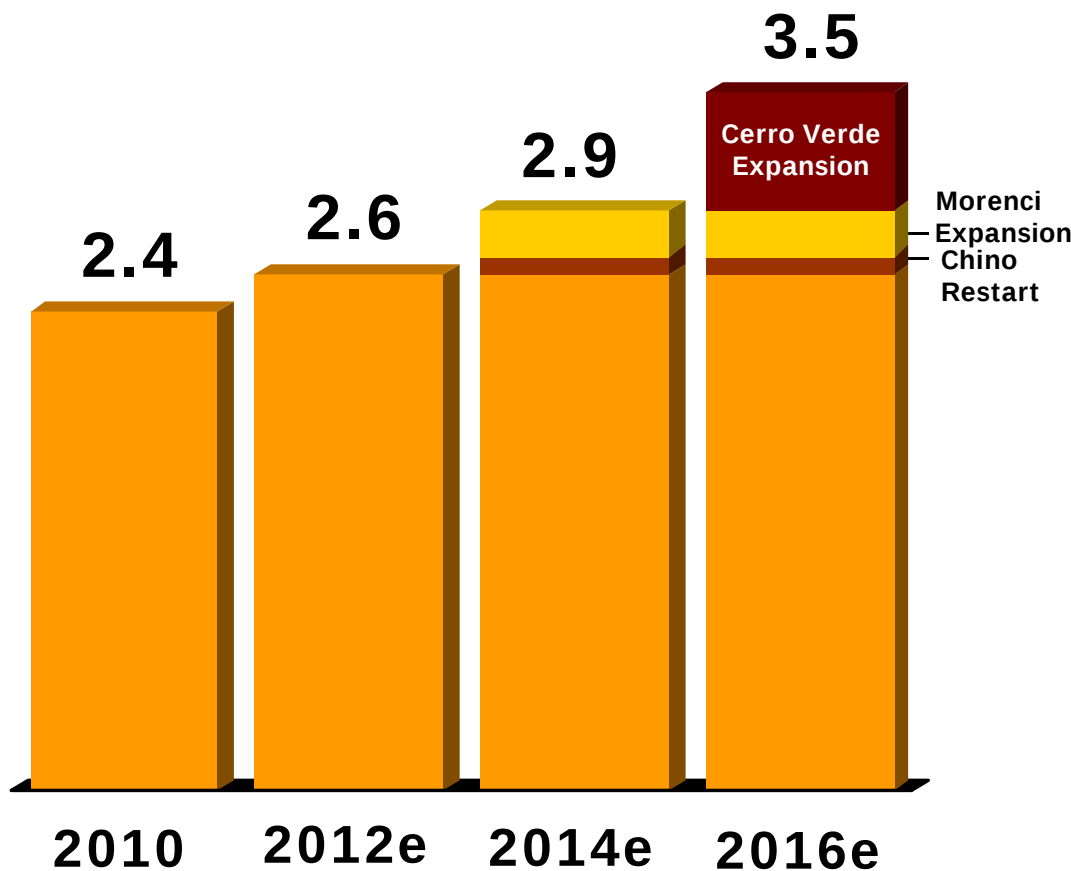


** Grasberg currently producing over 1 bln lbs/annum, Morenci & Cerro Verde in development to produce 1 bln lbs/annum and El Abra & Tenke have potential to produce 1 bln lbs/annum*

Americas Growth Outlook

Copper Production

billion lbs per year



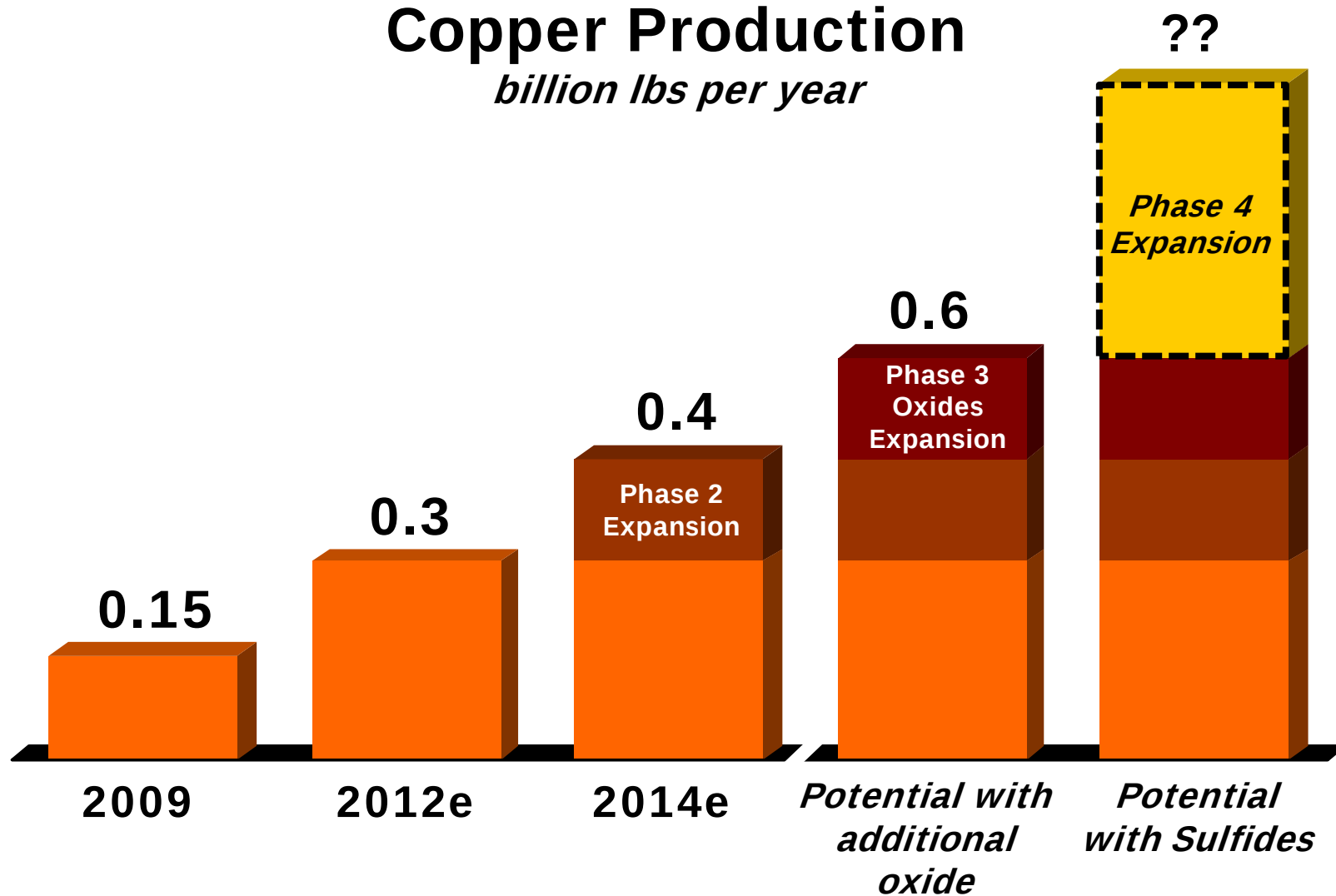
Potential Projects under review



e = estimate. See Cautionary Statement.

Africa Growth Outlook

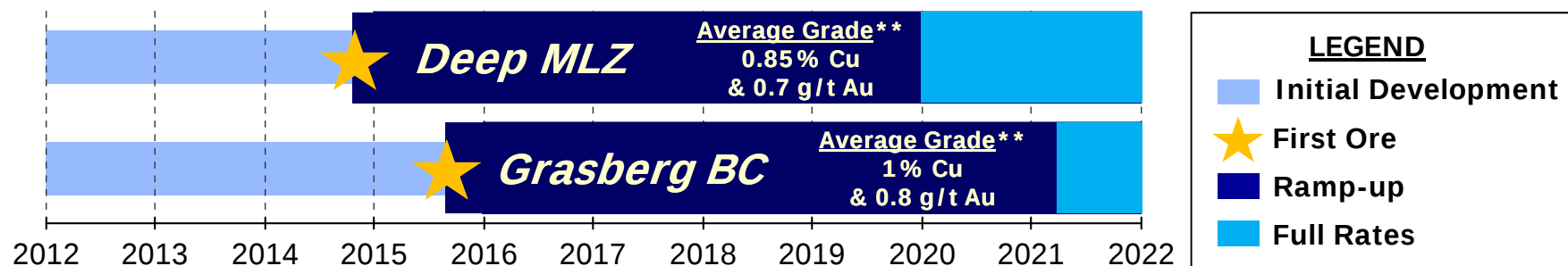
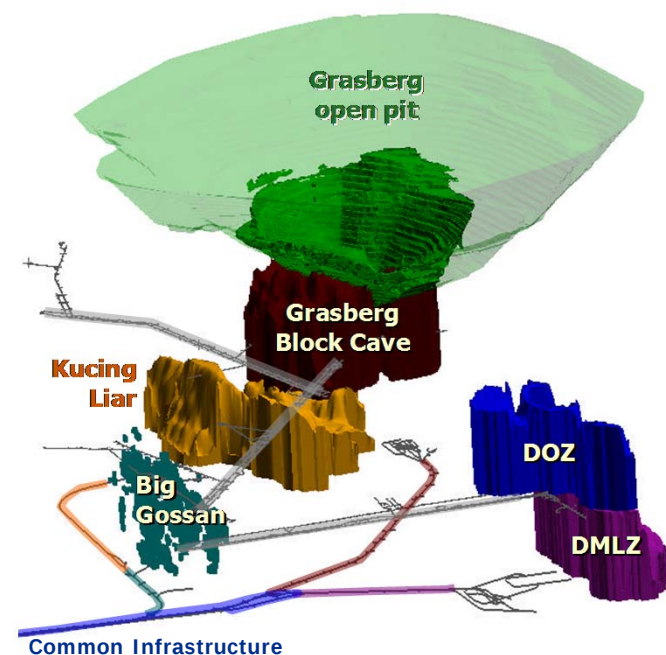
Copper Production *billion lbs per year*



e = estimate. See Cautionary Statement.

Grasberg BC & DMLZ Underground Mine Development

- Completed significant development on access to underground ore bodies
- Completed 55 km of development for Grasberg BC & 20 km for DMLZ
- Key development activities include work on ore flow systems & Grasberg BC shaft
- Development capital* of \$6.4 bln (\$5.2 bln net to PT-FI) with \$1.0 bln spent to-date (\$0.7 bln net to PT-FI)
- Schedule



* Initial development capital spend through achievement of full rates

** Ore grades in first 10 years expected to be higher than life of mine average; PT-FI's share of production expected to average 1.1 billion lbs Cu & 1.4 million ozs Au per annum between 2017-2021

Financial Benefits to Indonesia

(\$ billions)

- Contributed Over \$60 Billion to National GDP in Total Since 1992
- Planning Over \$15 Billion in New Investments
- Largest Private Employer in Papua and One of the Largest Taxpayers in Indonesia

	<i>2010</i>	<i>2011 ⁽²⁾</i>	<i>Last 5 Years</i>
■ Direct Benefits ⁽¹⁾			
Taxes	\$1.5	\$2.0	\$7.0
Dividends to GOI	0.2	0.2	0.9
Royalties	<u>0.2</u>	<u>0.2</u>	<u>0.8</u>
<i>Total Direct Benefits to GOI</i>	<u><u>\$1.9</u></u>	<u><u>\$2.4</u></u>	<u><u>\$8.7</u></u>

- Contributions to Local Community through the “Freeport Partnership Fund for Community Development”: Over \$500 Million Since Inception (1996) Through 2011

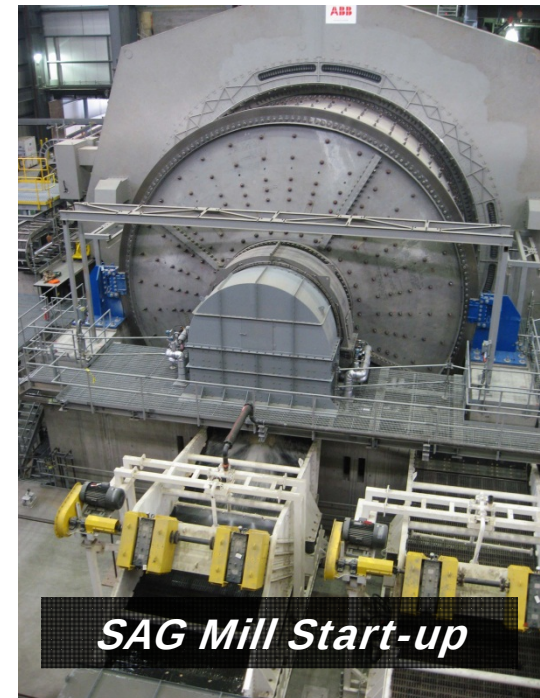
(1) Cash basis

(2) 2011 taxes include approximately \$327 million of payments in excess of the estimated tax liability; this over-payment is expected to be refunded in future periods

Climax Molybdenum Start-Up

- Start-up in March 2012
- Construction essentially complete with commissioning on-going in 2Q12*
- Ramp up to 20mm lbs/yr during 2013
- Depending on market conditions, Climax may increase to 30mm lbs/yr

* ~\$700mm in costs incurred through 3/31/12; ~\$60mm in remaining plant & mine development costs and ~\$260mm for tailings dam & water treatment facilities (to be completed after start-up)



2012 Outlook



- **Sales Outlook:**
 - Copper: 3.7 Billion lbs.
 - Gold: 1.1 Million ozs.
 - Molybdenum: 81 Million lbs.

- **Unit Net Cash Cost⁽¹⁾:**
 - \$1.43/lb in 2012e
 - Reflects Impact of Lower Volumes at Grasberg
 - Costs in Future Years Expected to Decline with Higher Volumes

- **Operating Cash Flows⁽²⁾:**
 - ~\$4.2 Billion (@\$3.50/lb Copper)
 - Net of ~ \$1.1 Billion in Working Capital Uses
 - Each 10¢/lb Change in Copper in 2012 = \$220 Million

- **Capital Expenditures:**
 - \$4.3 Billion (including \$2.7 Billion for Major Projects)
 - Updated to Include Morenci Mill Expansion

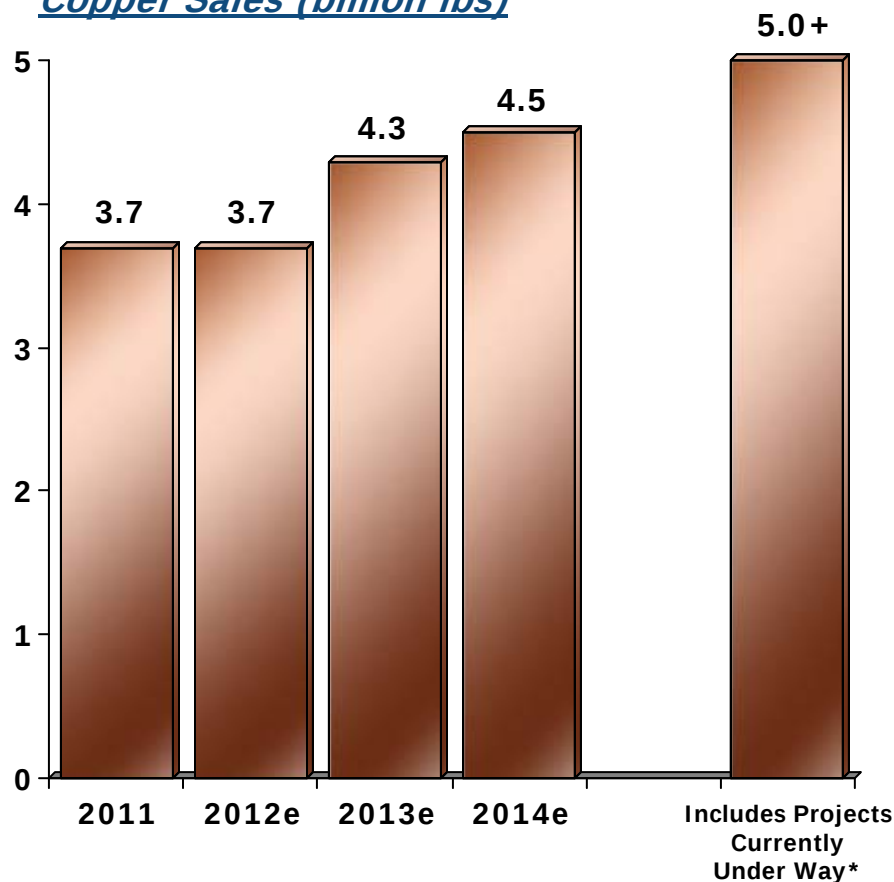
(1) Assumes average prices of \$1,600/oz gold and \$14/lb molybdenum for the remainder of 2012.

(2) Assumes average prices of \$1,600/oz gold and \$14/lb molybdenum for the remainder of 2012; each \$50/oz change in gold would have an approximate \$35 MM impact, and each \$2.00/lb change in molybdenum would have an approximate \$70 MM impact.

e = estimate. See Cautionary Statement.

Near-Term Sales Profile

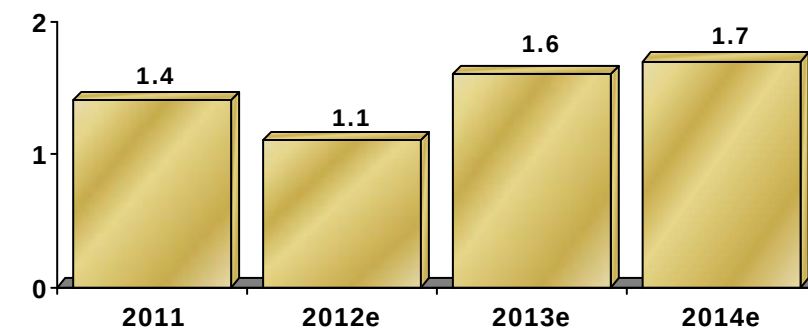
Copper Sales (billion lbs)



Note: Consolidated copper sales include approximately 717 mm lbs in 2011, 720 mm lbs in 2012e, 825 mm lbs in 2013e, and 775 mm lbs in 2014e for noncontrolling interest; excludes purchased copper.

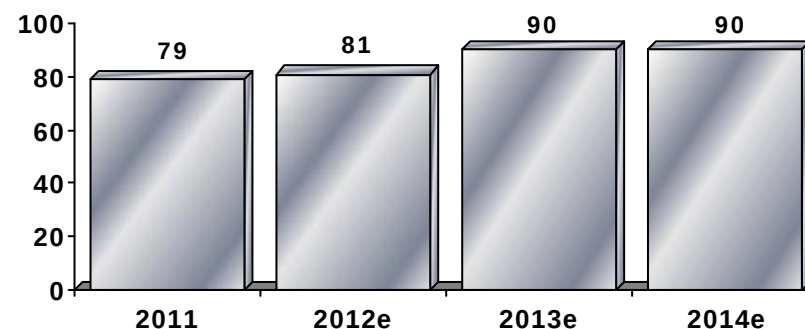
* Includes Cerro Verde expansion (2016 full rates) & Morenci mill expansion, targeted for 2014 .
e = estimate. See Cautionary Statement.

Gold Sales (million ozs)



Note: Consolidated gold sales include approximately 139k ozs in 2011, 115k ozs in 2012e, 160k ozs in 2013e, and 170k ozs in 2014e for noncontrolling interest.

Molybdenum Sales (million lbs)



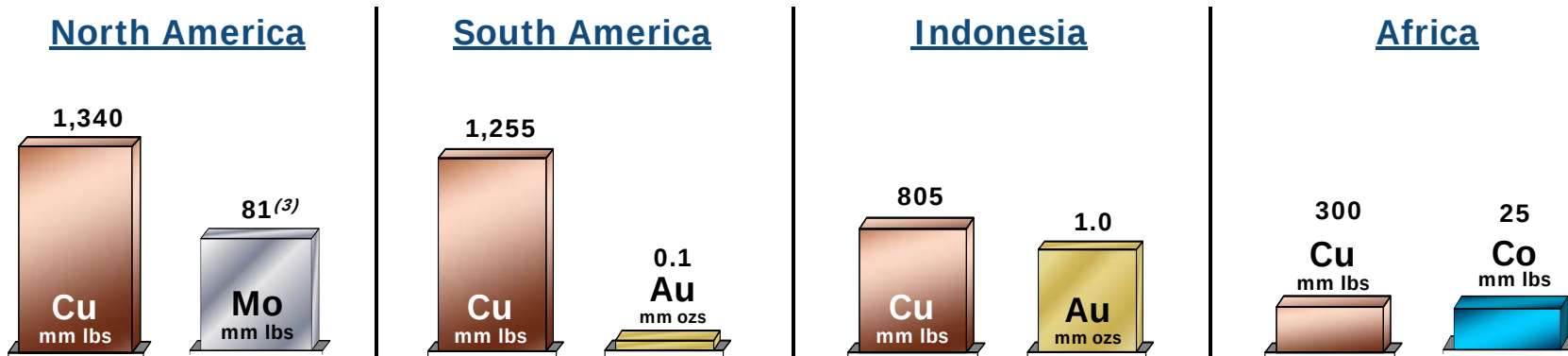
2012 Operating Estimates

2012e Unit Production Costs

(per pound of copper)

	<u>North America</u>	<u>South America</u>	<u>Indonesia</u>	<u>Africa</u>	<u>Consolidated</u>
Cash Unit Costs ⁽¹⁾					
Site Production & Delivery ⁽²⁾	\$1.92	\$1.58	\$2.98	\$1.50	\$2.00
By-product Credits	(0.35)	(0.30)	(2.20)	(0.45)	(0.74)
Treatment Charges	0.11	0.16	0.20	-	0.14
Royalties ⁽²⁾	-	-	0.13	0.08	0.03
Unit Net Cash Costs	\$1.68	\$1.44	\$1.11	\$1.13	\$1.43

2012e Sales From Mines by Region



(1) Estimates assume average prices of \$3.50/lb for copper, \$1,600/oz for gold, \$14/lb for molybdenum and \$12/lb for cobalt for the remaining nine months of 2012. Quarterly unit costs will vary significantly with quarterly metal sales volumes. Unit net cash costs for 2012 would change by ~\$0.01/lb for each \$50/oz change in gold and ~\$0.015 for each \$2/lb change in molybdenum. 2012 estimated net unit cash costs are higher than 1Q12 actuals primarily because of lower projected gold volumes and higher mining and milling maintenance in North America in the balance of the year.

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

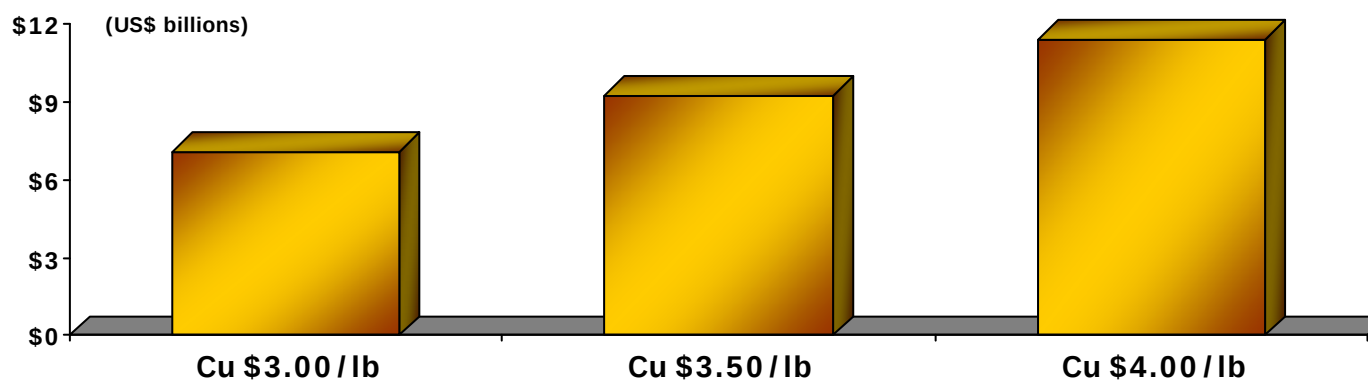
(3) Includes molybdenum produced in South America.

Note: e = estimate. See Cautionary Statement.

EBITDA and Cash Flow at Various Copper Prices

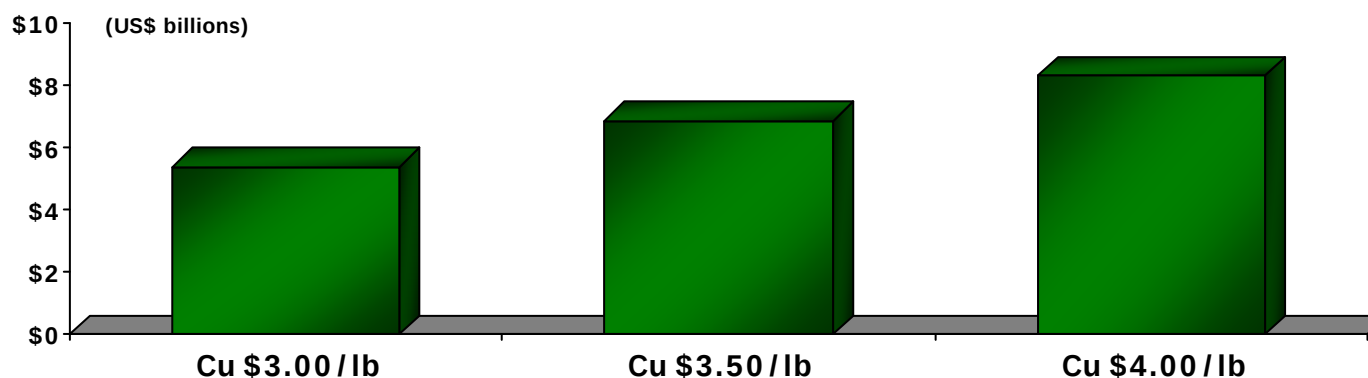
*Average EBITDA **

(\$1,200 Gold & \$12 Molybdenum)



*Average Operating Cash Flow (excluding Working Capital changes) **

(\$1,200 Gold & \$12 Molybdenum)

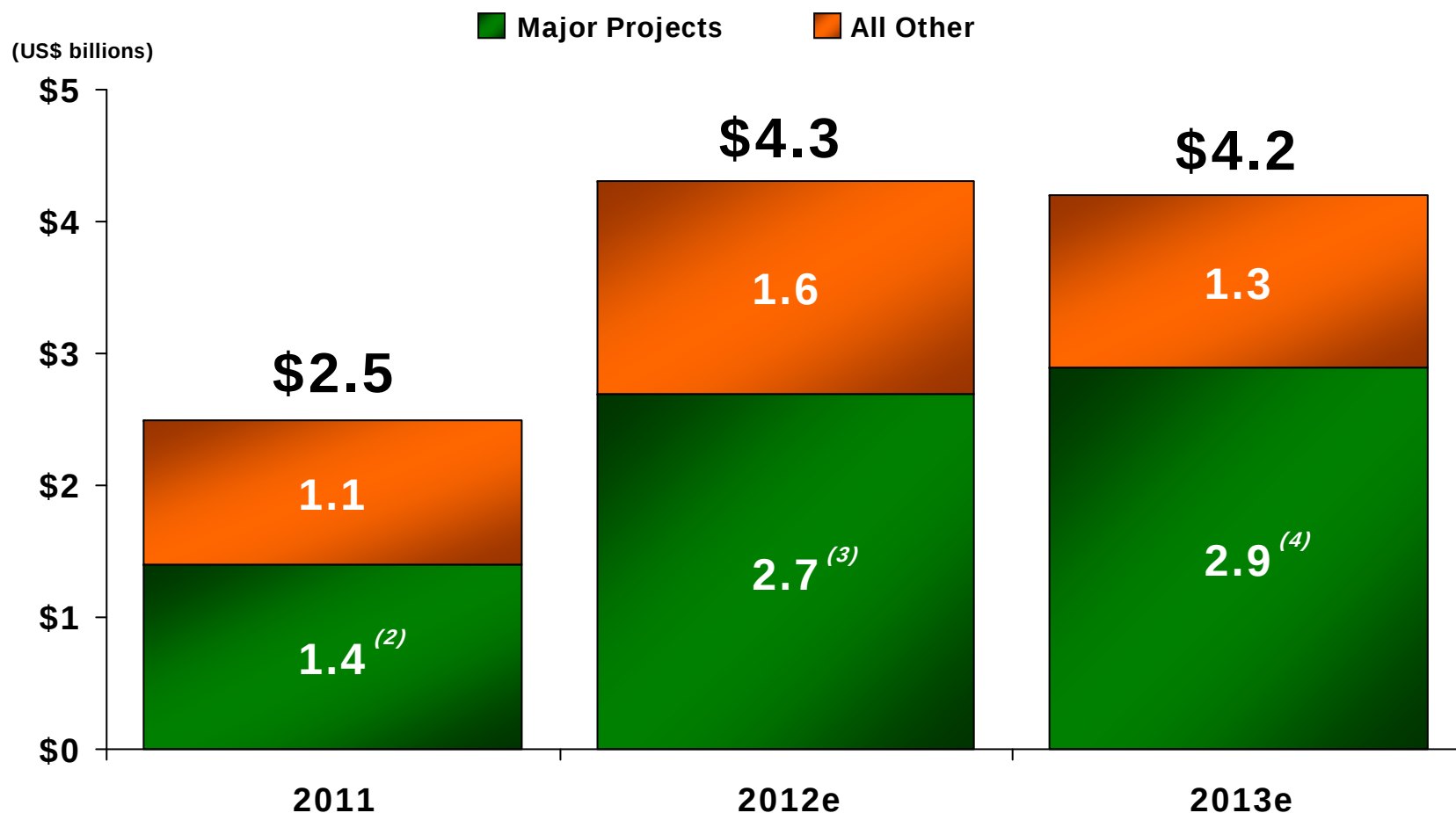


* Based on operating plans, volumes and costs for average of 2013e & 2014e.

Note: For 2013e/2014e average, each \$50/oz change in gold approximates \$80 million to EBITDA and \$50 million to operating cash flow; each \$2.00/lb change in molybdenum approximates \$160 million to EBITDA and \$130 million to operating cash flow. EBITDA equals operating income plus depreciation, depletion and amortization.

e = estimate. See Cautionary Statement.

Capital Expenditures ⁽¹⁾



(1) Capital expenditure estimates include projects in progress. Project spending will continue to be reviewed and revised subject to market conditions. Excludes potential projects under review.

(2) Primarily includes Grasberg underground development, Climax construction activities and El Abra sulfide, as well as engineering and studies for near-term development projects.

(3) Primarily includes Grasberg underground development, Tenke 14k expansion, Cerro Verde expansion, Morenci mill expansion and Climax construction activities.

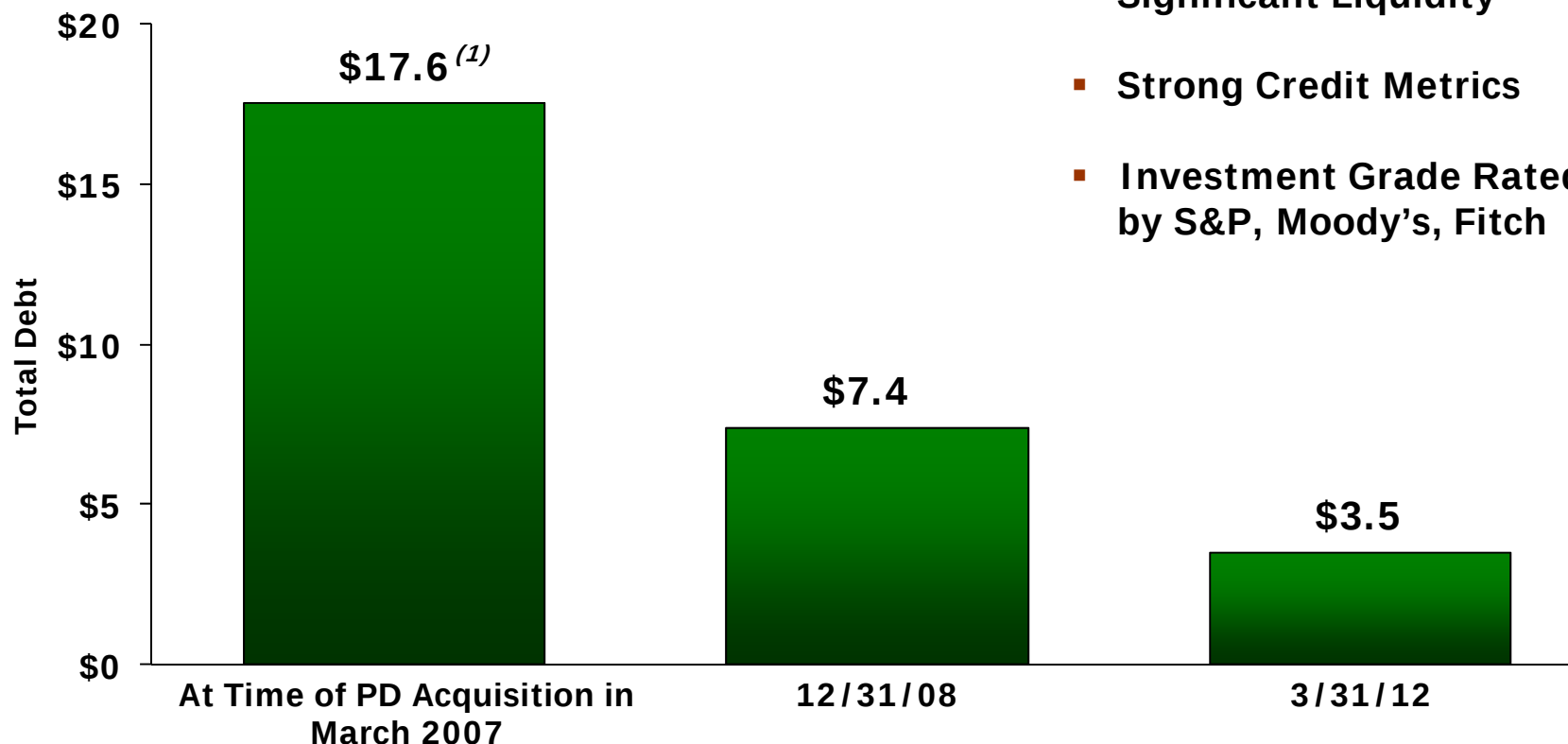
(4) Primarily includes Cerro Verde expansion, Morenci mill expansion, Grasberg underground development and Tenke 14k expansion.

Note: Includes capitalized interest.

e= estimate. See Cautionary Statement.

Balance Sheet

(US\$ billions)



- Significant Liquidity
- Strong Credit Metrics
- Investment Grade Rated by S&P, Moody's, Fitch

<i>Consolidated Cash</i>	<i>\$3.4</i>	<i>\$0.9</i>	<i>\$4.5</i>
<i>Net Debt/(Cash)</i>	<i>\$14.2</i>	<i>\$6.5</i>	<i>\$(1.0)</i>
<i>Moody's</i>	<i>B2</i>	<i>Ba2</i>	<i>Baa3</i>
<i>S&P</i>	<i>B+</i>	<i>BBB-</i>	<i>BBB</i>
<i>Fitch</i>	<i>BB-</i>	<i>BBB-</i>	<i>BBB</i>

(1) Pro Forma year-end 2006 total debt of \$1.6 billion plus \$16 billion in acquisition debt.

Financial Policy



- **Maintain Strong Balance Sheet & Liquidity Position**
- **Invest in Attractive Growth Projects/Capital Discipline**
- **Board Action Increased Common Stock Dividend Rate:
\$1.25/Share per Annum**
- **Board to Review Financial Policy on an Ongoing Basis**

FCX Investment Summary

- **World's Premier Publicly Traded Copper Company**
- **World's Largest Molybdenum Producer & Significant Gold Producer**
- **Long-lived Reserves, Geographically Diverse Operations**
- **Flexible Operating Structure Can Respond to Varying Market Conditions**
- **Significant Reserve Growth**