



To the Community of Kamloops,

On September 1, 2012 KGHM International Ltd., a Canadian based wholly owned subsidiary of KGHM Polska Miedź S.A., became the operator of the Ajax Copper-Gold Project. Formerly known as Quadra FNX Mining Ltd., we currently operate six mines in Canada, United States and Chile and are advancing two other development projects: the Sierra Gorda project in Chile, which is in the late stages of construction and is scheduled to begin production in early 2014, and the Victoria project in Sudbury, Ontario, which is in the permitting process and is in an advanced exploration state of development.

At the time we were appointed the Ajax Copper-Gold Project's operator we began a thorough evaluation of all social, environmental, health, technical, economic and other aspects that could potentially impact the community and the proposed project. We have dedicated all necessary resources, both internal and external, to ensure that our approach to the development of this project is socially and environmentally responsible, innovative yet sound, and technically viable.

We are committed to earning the social license needed to develop this project and to gain your community's trust by demonstrating that we will build and operate the Ajax mine according to the same high standards to which we conduct all of our operations.

As the new operator we are working hard readying ourselves to involve the community in our development of this project, and will do so in a transparent and straightforward manner with appropriate and timely information.

Public information sessions will be scheduled for the month of January 2013, during which we will introduce KGHM International and our project management team and present our plans. These information sessions will provide an open forum to discuss the issues that matter to all the people within the community of Kamloops and to establish the ongoing dialogue key to developing a successful, long-term partnership.

Information about these sessions will be made available in the next few weeks in the local newspapers; we look forward to your participation in these sessions and to your continued involvement in this process.

Respectfully yours,

KGHM International

Project Management Team