

March 17, 2014

http://www.usw.org/asarco

We are one. We are strong.

| BARGAINING UPDATE |

The bargaining committee met with the company as scheduled last week. We presented management with a FAIR, REASONABLE proposal regarding health insurance, which was rejected by the company entirely. Asarco/Grupo management is instead sticking to the SHAMEFUL medical plan they proposed last fall, which would increase everyone's premium contribution approximately 800-900 percent. In contrast, our plan would keep premiums for employees hired before July 1, 2011, the SAME and would DECREASE premiums for those hired after July 1, 2011, to the level workers hired before July 1, 2011 now pay.

No meetings are currently scheduled, but our committee intends to **keep working on the health care issue** and expects to resume bargaining with management **before the end of March**.

| ESSENTIAL SUCCESSORSHIP LANGUAGE |

Reports from various locations indicate that there have been a **number of visitors** touring our Asarco/Grupo Mexico sites. This has sparked rumors that the company may be angling to sell one or more of our facilities. Our union is **NOT** aware of any plan to sell our facilities, but regardless of what Asarco/Grupo Mexico may or may not intend to do, union-represented Asarco/Grupo Mexico employees' jobs, wages, benefits and working conditions are **still protected by the contract under which we are currently working** and its **successorship provisions**. These provisions **require** any potential buyer to **recognize our union** and **negotiate a collective bargaining agreement**. This is why it is **ESSENTIAL that we preserve successorship language in our next contract**. We cannot control what Asarco/Grupo Mexico does with its assets, but we can **ensure that our seniority, benefits and jobs remain secure**.

THE FAIR CONTRACT WE DESERVE

Asarco/Grupo Mexico management MUST GET THE MESSAGE that we will NOT accept changes to our contract that put our jobs at risk. We are proud of our work and deserve a fair contract. The company's continued insistence on major economic concessions must be met with a loud, resounding NO! from union members at all locations. We will not allow Asarco/Grupo Mexico management to intimidate us with rumors or degrade our family-supporting, community sustaining, middle class jobs by chipping away at our benefits. We are one, and we are strong!

| IMPORTANT DATES |

Remember to attend your regularly scheduled local union meetings!















