



CIBC INSTITUTIONAL INVESTOR CONFERENCE

Realizing Value in Precious
Metals

January 2020



RESPONSIBLE. SAFE. INNOVATIVE.

CAUTIONARY STATEMENTS



Cautionary Statement Regarding Forward Looking Statements

This presentation contains "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, which are intended to be covered by the safe harbor created by such sections and other applicable laws, including Canadian securities laws. When a forward-looking statement expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. However, such statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by the forward-looking statements. Forward-looking statements often address our expected future business and financial performance and financial condition, and often contain words such as "anticipate," "intend," "plan," "will," "could," "would," "estimate," "should," "expect," "believe," "project," "target," "indicative," "preliminary," "potential" and similar expressions. Forward-looking statements in this presentation may include, without limitation: (i) strong adjusted EBITDA expected in the fourth quarter; (ii) Expectation that Greens Creek's strong cash flows expected to continue and reserves to grow; (iii) we expect the 148 zone at Casa Berardi to increase its gold production and cashflow in the coming years and that projects to improve milling will be successful; (iv) more than a decade of reserve life at Greens Creek, Casa Berardi and Lucky Friday; (v) the ability of the Lucky Friday to return to full production by year end and for the upcoming high-grade zone to increase its production in the coming years; (vi) the potential for sulfide production at San Sebastian to increase the mine life by 5 years and the ability for sulfides and oxides to be mined simultaneously, increasing the overall throughput of the mine. (vii) the ability to capitalize on high grade exploration targets in Nevada and ability to find a path forward towards making Nevada an economic mine; (viii) the ability to successfully refinance senior notes in the first half of 2020; The material factors or assumptions used to develop such forward-looking statements or forward-looking information include that the Company's plans for development and production will proceed as expected and will not require revision as a result of risks or uncertainties, whether known, unknown or unanticipated, to which the Company's operations are subject.

Estimates or expectations of future events or results are based upon certain assumptions, which may prove to be incorrect, which could cause actual results to differ from forward-looking statements. Such assumptions, include, but are not limited to: (i) there being no significant change to current geotechnical, metallurgical, hydrological and other physical conditions; (ii) permitting, development, operations and expansion of the Company's projects being consistent with current expectations and mine plans; (iii) political/regulatory developments in any jurisdiction in which the Company operates being consistent with its current expectations; (iv) the exchange rate for the USD/CAD and USD/MXN, being approximately consistent with current levels; (v) certain price assumptions for gold, silver, lead and zinc; (vi) prices for key supplies being approximately consistent with current levels; (vii) the accuracy of our current mineral reserve and mineral resource estimates; (viii) the Company's plans for development and production will proceed as expected and will not require revision as a result of risks or uncertainties, whether known, unknown or unanticipated; (ix) counterparties performing their obligations under hedging instruments and put option contracts; (x) sufficient workforce is available and trained to perform assigned tasks; (xi) weather patterns and rain/snowfall within normal seasonal ranges so as not to impact operations; (xii) relations with interested parties, including Native Americans, remain productive; (xiii) economic terms can be reached with third-party mill operators who have capacity to process our ore; (xiv) maintaining availability of water rights; (xv) factors do not arise that reduce available cash balances, (xvi) there being no material increases in our current requirements to post or maintain reclamation and performance bonds or collateral related thereto, and (xvii) the Company's plans for refinancing its high yield notes proceeding as expected.

CAUTIONARY STATEMENTS (cont'd)



Cautionary Statement Regarding Forward Looking Statements (Cont'd)

In addition, material risks that could cause actual results to differ from forward-looking statements include, but are not limited to: (i) gold, silver and other metals price volatility; (ii) operating risks; (iii) currency fluctuations; (iv) increased production costs and variances in ore grade or recovery rates from those assumed in mining plans; (v) community relations; (vi) conflict resolution and outcome of projects or oppositions; (vii) litigation, political, regulatory, labor and environmental risks; (viii) exploration risks and results, including that mineral resources are not mineral reserves, they do not have demonstrated economic viability and there is no certainty that they can be upgraded to mineral reserves through continued exploration; (ix) the failure of counterparties to perform their obligations under hedging instruments, including put option contracts; (x) our plans for improvements at our Nevada operations, including at Fire Creek, are not successful; (xi) our estimates for the third and fourth quarter results are inaccurate; (xii) we take a material impairment charge on our Nevada operations; (xiii) we are unable to remain in compliance with all terms of the credit agreement in order to maintain continued access to the revolver, and (xiv) we are unable to refinance the maturing high yield notes. For a more detailed discussion of such risks and other factors, see the Company's 2018 Form 10-K, filed on February 22, 2019, and Form 10-Q filed on each of May 9, and August 7, 2019 with the Securities and Exchange Commission (SEC), as well as the Company's other SEC filings. The Company does not undertake any obligation to release publicly revisions to any "forward-looking statement," including, without limitation, outlook, to reflect events or circumstances after the date of this presentation, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws. Investors should not assume that any lack of update to a previously issued "forward-looking statement" constitutes a reaffirmation of that statement. Continued reliance on "forward-looking statements" is at investors' own risk.

Cautionary Note Regarding Estimates of Measured, Indicated and Inferred Resources

The SEC permits mining companies, in their filings with the SEC, to disclose only those mineral deposits that a company can economically and legally extract or produce. We use certain terms in this presentation, such as "resource," "measured resources," "indicated resources," and "inferred resources" that are recognized by Canadian regulations, but that SEC guidelines generally prohibit U.S. registered companies from including in their filings with the SEC, except in certain circumstances. U.S. investors are urged to consider closely the disclosure in our most recent Form 10-K and Form 10-Q. You can review and obtain copies of these filings from the SEC's website at www.sec.gov.

Qualified Person (QP) Pursuant to Canadian National Instrument 43-101

Kurt D. Allen, MSc., CPG, Director - Exploration of Hecla Limited and Keith Blair, MSc., CPG, Chief Geologist of Hecla Limited, who serve as a Qualified Person under National Instrument 43-101 ("NI 43-101"), supervised the preparation of the scientific and technical information concerning Hecla's mineral projects in this presentation, including with respect to the newly acquired Nevada projects. Information regarding data verification, surveys and investigations, quality assurance program and quality control measures and a summary of analytical or testing procedures for the Greens Creek Mine are contained in a technical report titled "Technical Report for the Greens Creek Mine" effective date December 31, 2018, and for the Lucky Friday Mine are contained in a technical report titled "Technical Report for the Lucky Friday Mine Shoshone County, Idaho, USA" effective date April 2, 2014, for Casa Berardi are contained in a technical report titled "Technical Report on the mineral resource and mineral reserve estimate for Casa Berardi Mine, Northwestern Quebec, Canada" effective date December 31, 2018 (the "Casa Berardi Technical Report"), and for the San Sebastian Mine, Mexico, are contained in a technical report prepared for Hecla titled "Technical Report for the San Sebastian Ag-Au Property, Durango, Mexico" effective date September 8, 2015. Also included in these four technical reports is a description of the key assumptions, parameters and methods used to estimate mineral reserves and resources and a general discussion of the extent to which the estimates may be affected by any known environmental, permitting, legal, title, taxation, socio-political, marketing or other relevant factors. Information regarding data verification, surveys and investigations, quality assurance program and quality control measures and a summary of sample, analytical or testing procedures for the Fire Creek Mine are contained in a technical report prepared for Klondex Mines, dated March 31, 2018; the Hollister Mine dated May 31, 2017, amended August 9, 2017; and the Midas Mine dated August 31, 2014, amended April 2, 2015. Copies of these technical reports are available under Hecla's and Klondex's profiles on SEDAR at www.sedar.com.

Mr. Allen and Mr. Blair reviewed and verified information regarding drill sampling, data verification of all digitally-collected data, drill surveys and specific gravity determinations relating to the Casa Berardi Mine. The review encompassed quality assurance programs and quality control measures including analytical or testing practice, chain-of-custody procedures, sample storage procedures and included independent sample collection and analysis. This review found the information and procedures meet industry standards and are adequate for Mineral Resource and Mineral Reserve estimation and mine planning purposes.

Cautionary Note Regarding Non-GAAP measures

Cash cost per ounce of silver and gold, net of by-product credits, EBITDA, adjusted EBITDA, AISC, after by-product credits, and free cash flow represent non-U.S. Generally Accepted Accounting Principles (GAAP) measurements. A reconciliation of these non-GAAP measures to the most comparable GAAP measurements can be found in the Appendix.

HECLA HAS FUNDAMENTAL VALUE

Long-lived, low cost North American assets in strong jurisdictions



Characteristics are unique among peers

- Largest primary silver producer in the US, third largest producer of lead and zinc with proven track record
- Best mining jurisdictions: Alaska, Quebec, Idaho, Nevada, and Durango (Mexico)
- Mine lives are long: most mines have 10+ year lives
- Low-cost, high-margin
- Brand value of Hecla equity having been among the best performing NYSE stocks multiple times

Strong Adjusted EBITDA in Q3 and Q4 Expected



Established miner, proven operational track record, with assets in mining friendly jurisdictions in North America

Asset Overview



Source: Company disclosures, analyst reports

- 1 Adjusted EBITDA is a non-GAAP measure; please refer to appendix for reconciliation to GAAP
- 2 Free Cash Flow = Operating Cash Flow – Capital Expenditures.

DIVERSE ASSET PORTFOLIO IN MINING FRIENDLY JURISDICTIONS

Greens Creek



- Economic engine of the company
- Consistent, high-grade, strong cash flow generation expected beyond 2030
- Growing reserves

Casa Berardi



- New East Mine discoveries in 148 Zone to increase gold production and cash flow for years
- Underground mine life is extending as expected

Lucky Friday



- Tentative agreement signed, mine is on the path to full production
- High-grade zone could increase silver and lead production for years

San Sebastian



- High-grade, near-surface El Toro oxide deposit and Hugh Zone sulfide deposit could extend mine life 5+ years
- Potential exists to operate both in parallel, doubling the size of the mine

Nevada



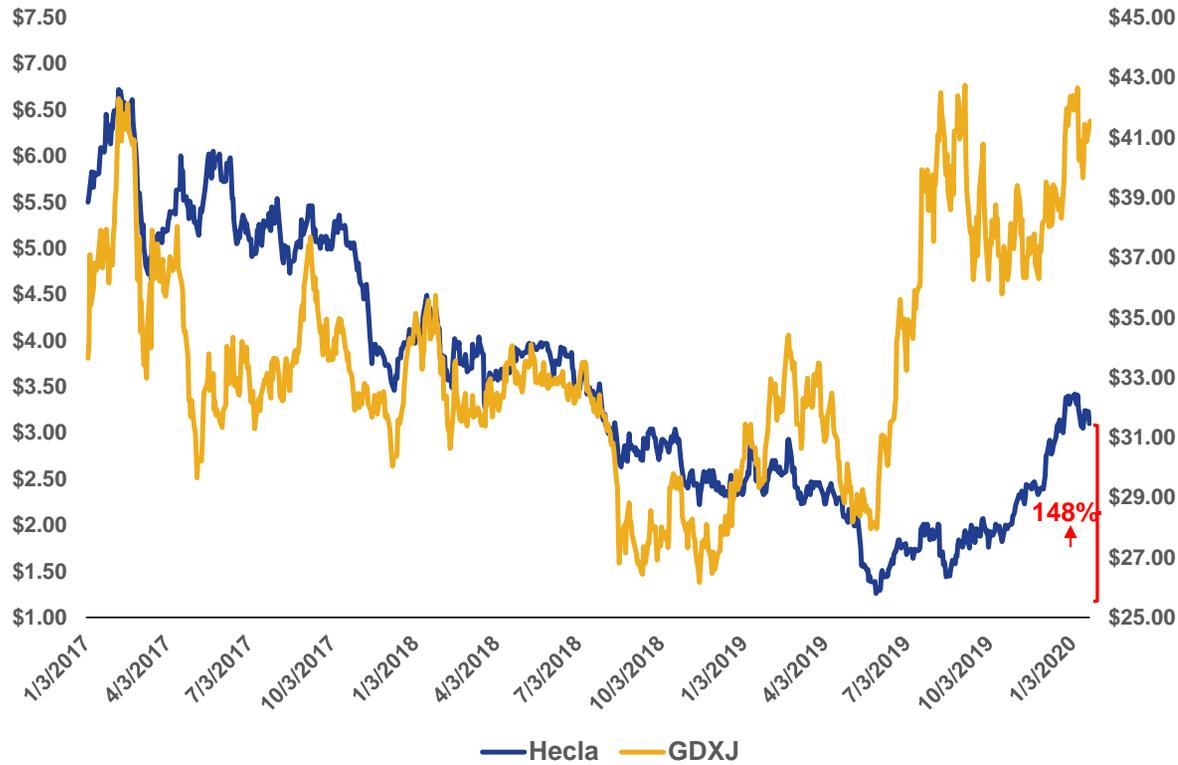
- Development suspended at operating mines
- Studies to help determine the path forward to an economic mine
- Multiple high-grade targets

SHARE PRICE REBOUNDED BUT STILL BELOW HIGHS

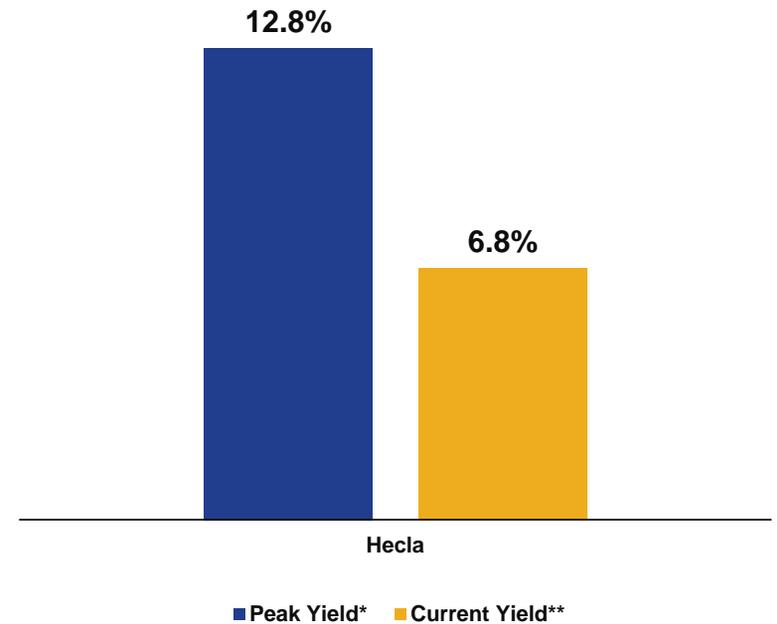
Like the bond market, the equity market is seeing value but well below the GDXJ



3-Year Performance GDXJ vs. HL



Hecla Debt Yield Since May



Share Price and GDXJ – January 3, 2017 – January 22, 2020
 * Peak Yield is highest Yield to Worst in the period May 1, 2019 to January 15, 2020.
 ** Current Yield to Worst as of January 15, 2020.
 Source: Bloomberg

REALIZING VALUE

Solid progress so far; more work to do



	Complete	To Do 2020
Greens Creek production increase	✓	
Ratification of Lucky Friday contract	✓	
Fully repaid revolver from cashflow	✓	
Year-end cash balance of \$62 million	✓	
\$136 million reduction in net debt; improves leverage metrics	✓	
Refinance Senior Notes in 1H2020		✓
Extend mine life at San Sebastian with sulfide and/or oxide ore		✓
Lucky Friday production increases Q2-Q4		✓
Grow Greens Creek reserves		✓
Production from Casa Berardi East Mine		✓
Improve Casa Berardi milling		✓

Appendix

ADJUSTED EBITDA RECONCILIATION TO GAAP



Reconciliation of Net Income (Loss) (GAAP) to Adjusted EBITDA (non-GAAP)

Dollars in thousands (USD)

	3 Months Ended		
	31-Mar-19	30-Jun-19	30-Sep-19
Net Income (Loss)	\$ (25,533)	\$ (46,532)	\$ (11,155)
Plus: Interest expense, net of amount capitalized	10,665	11,335	11,777
Plus/(Less): Income taxes	(7,216)	(11,179)	(1,614)
Plus: Depreciation, depletion and amortization	38,787	49,477	53,325
Plus: Exploration expense	4,402	4,346	-
Plus: Pre-development expense	856	798	-
Plus: Acquisition costs	13	397	183
Plus/(Less): Foreign exchange loss (gain)	3,133	4,381	(773)
Plus/(Less): Loss (gain) on derivative contracts	1,799	(4,201)	11,326
Plus: Suspension costs	2,778	2,266	3,722
Less: Gain on disposition of properties, plants, equipment and mineral interests	-	4,642	24
Plus/(Less): Provisional price losses (gains)	(524)	1,225	(619)
Plus: Stock-based compensation	1,580	1,973	1,206
Plus: Provision for closed operations and environmental matters	1,594	1,615	2,089
Plus/(Less): Unrealized loss (gain) on investments	(96)	1,129	-
Plus/(Less): Other	1,124	1,187	295
Adjusted EBITDA	\$ 33,362	\$ 22,859	\$ 69,786

FREE CASH FLOW RECONCILIATION TO GAAP



Reconciliation of Cash Flow from Operations (GAAP) to Free Cash Flow (Non-GAAP)

	<u>2016</u>	<u>2017</u>	<u>2018</u>
Cash flow from Operations	\$ 225,328	\$ 115,878	\$ 94,221
Capital	(164,788)	(98,038)	(145,221)
Dividends	(4,419)	(4,528)	(4,945)
Cash Flow from Operations Less Capital Less Dividends	56,121	13,312	(55,945)
Exploration	14,720	23,510	35,695
Pre-Development	3,137	5,448	4,887
Research & Development	243	3,276	8,503
Dividends	4,419	4,528	4,945
Discretionary Capital	1,932	6,131	6,021
Free Cash Flow	80,572	56,205	4,106