

# FIRST QUARTER 2021

## Earnings Conference Call

May 6, 2021



RESPONSIBLE. SAFE. INNOVATIVE.

## 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) the Company will increase cash flow generation over the rest of the year; (ii) expected increase of the Company’s silver production to 15 million ounces by 2023; (iii) expected increase in Lucky Friday’s silver production to 5 million ounces by 2023; (iv) the new mining method being tested at Lucky Friday could improve safety and productivity at the mine beyond the 5 million ounces expected by 2023 due to grade; (v) Greens Creek estimates of full-year 2021 silver and gold production reaffirmed at 9.5 -10.2 million and 40-43 thousand, respectively, estimated 2021 cost of sales updated to \$213 million, estimated cash costs, after by-product credits, and AISC, after by-product credits, each per silver ounce updated to \$1.50 - \$2.25 and \$6.50 - \$7.25, respectively; (vi) ability of business improvement activities at Casa Berardi to reduce costs and increase cash flow over the next two years; (vii) expectation of the Company to process 22,000 ore tons through the Midas mill and roughly 12,000 tons through a third-party roasting facility, and an additional 10,000 tons for processing at a third-party autoclave facility in the second half of the year with production in the range of 17,000 to 19,000 ounces of gold at the Nevada operations; and (viii) Company-wide estimates of future production, sales, costs of sales, cash costs, after by-product credits, AISC, after by-product credits, as well as estimated spending on capital, exploration and pre-development for 2021. 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; and (xvi) there being no material increases in our current requirements to post or maintain reclamation and performance bonds or collateral related thereto.

# 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; (x) we take a material impairment charge on our Nevada operations; (xi) we are unable to remain in compliance with all terms of the credit agreement in order to maintain continued access to the revolver, and (xii) we are unable to refinance the maturing senior notes. For a more detailed discussion of such risks and other factors, see the Company's 2020 Form 10-K, filed on February 18, 2021, 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 news release 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 disclosures herein regarding mineral reserves and resources are as of December 31, 2020. For disclosures prior to January 1, 2021, 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 prior to January 1, 2021, SEC guidelines generally prohibited U.S. registered companies from including in their filings with the SEC. 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](http://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. 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](http://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 all the mines. 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.

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.

# SOLID FIRST QUARTER: HIGHLIGHTS

Strong operational performance from steady production, low costs and high margins



## Record Quarter

- Record **Adjusted EBITDA<sup>(1)</sup>** of \$86.1 million, **Cash Gross Margin<sup>(10)</sup>** of \$114.1 million, second highest **Sales** of \$210.9 million

## Strong Operating Performance

- Solid production, **Lowering silver cash costs** and **all-in sustaining cash costs guidance** for Greens Creek

## Financial Strength

- **Strong balance sheet**, \$140 million in cash, \$390 million in liquidity; \$16.5 million of quarterly free cash flow

## Leading & Enhanced Dividend Policy

- **50% increase** in silver linked dividend at \$25/oz to \$0.03/year
- **28% of Q1 2021 free cash flow** returned to shareholders as dividends.

## Ratings Upgrade

- **Moody's upgrade** with Corporate Family Rating (CFR) to **B2** from B3

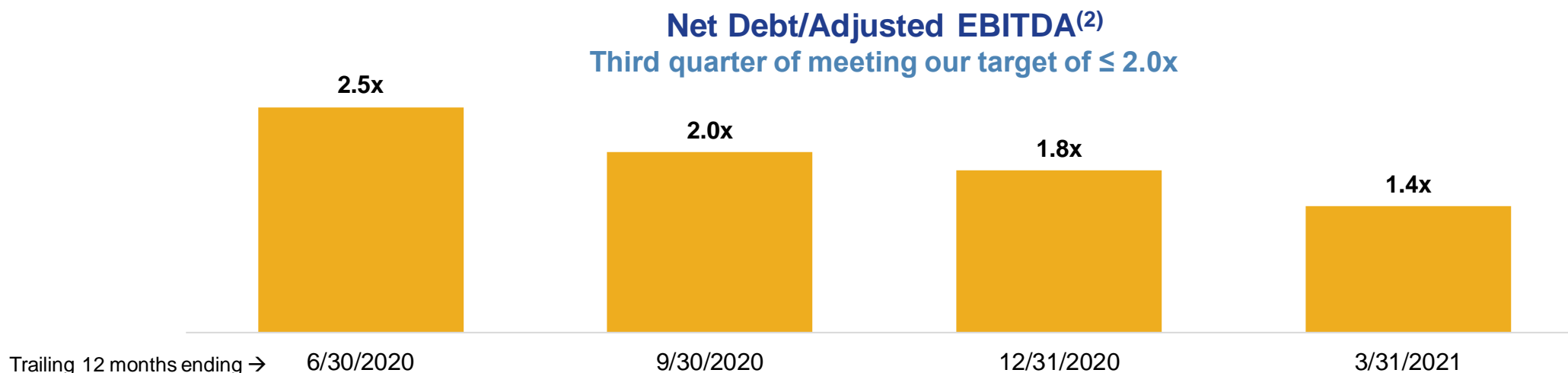
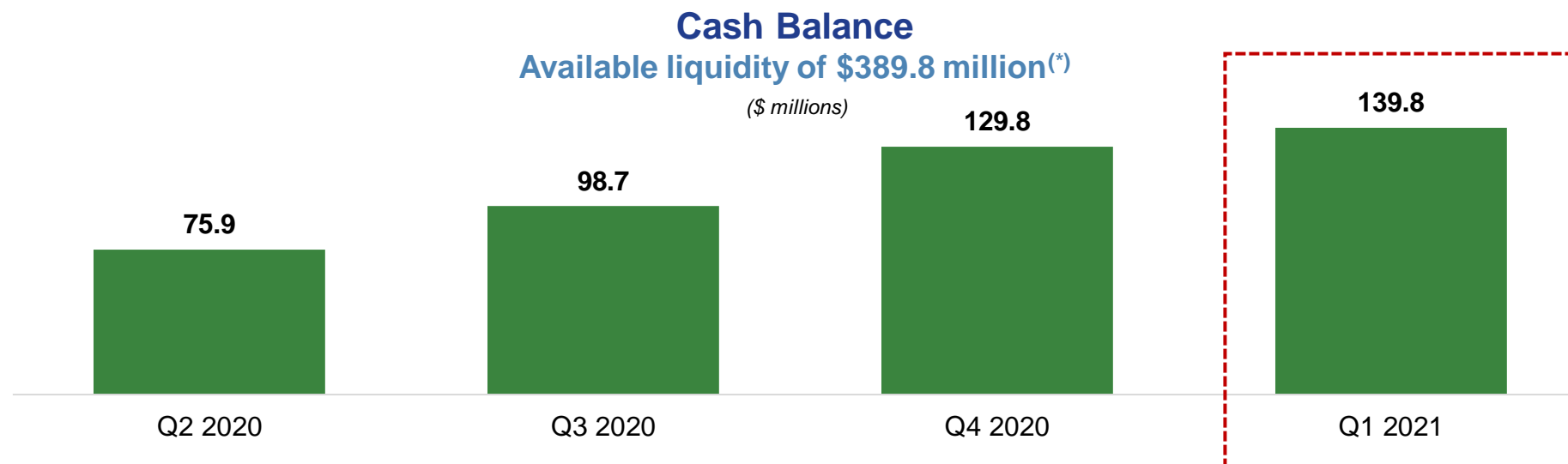
## ESG Focus

- **Low AIFR** of 1.71 in Q1; **Small footprint, LARGE BENEFIT** sustainability report; **Efficient and safe COVID-19** management

# Financial Review

# FINANCIAL STRENGTH AND FLEXIBILITY

Increasing cash balance driven by free cash flow generation, leverage below our target of 2.0x



<sup>(\*)</sup> Liquidity of \$389.8 million calculated as \$250 million in available credit facility plus \$139.8 million in cash equivalents on March 31, 2021.

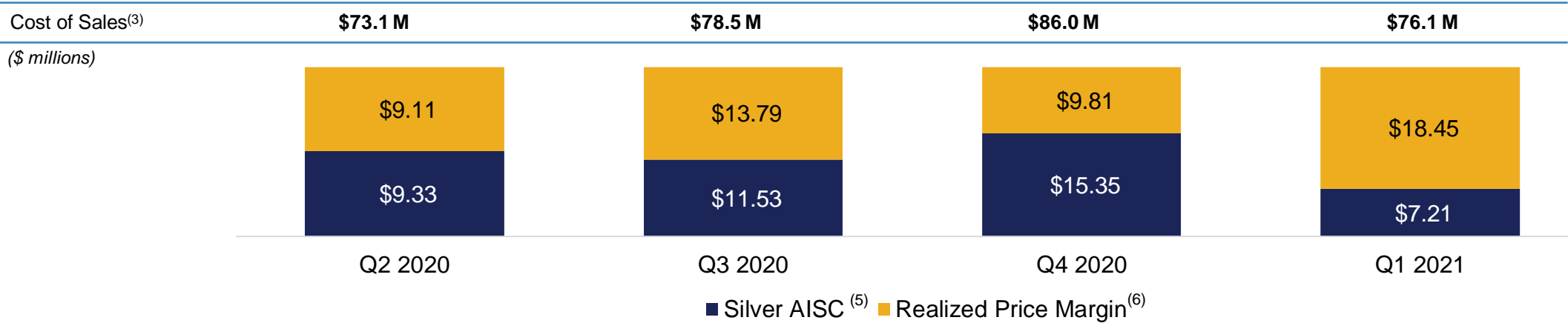
# FOCUSED ON FREE CASH FLOW GENERATION

Free cash flow of \$121 million over the past four quarters driven by superior margins and steady production

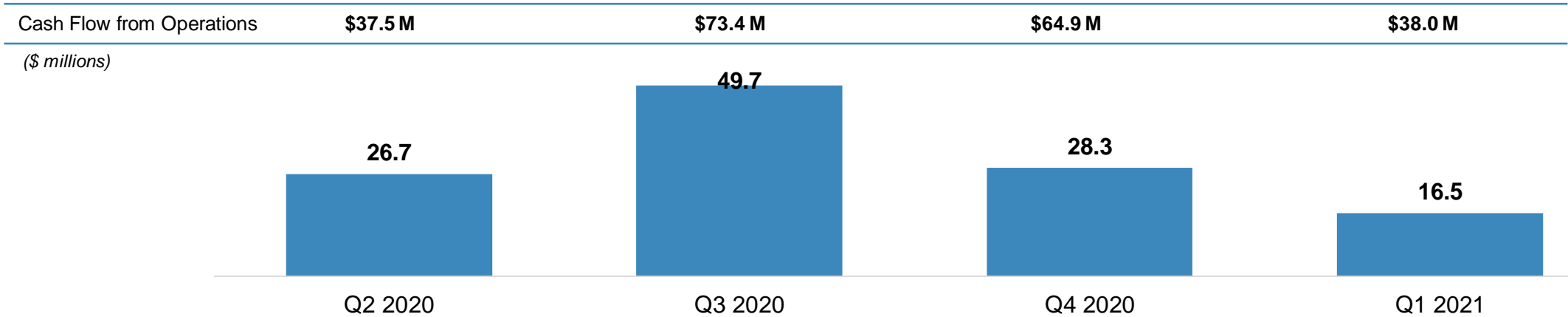


## Solid Silver Margins

(\$ per silver ounce)



## Free Cash Flow<sup>(4)</sup>

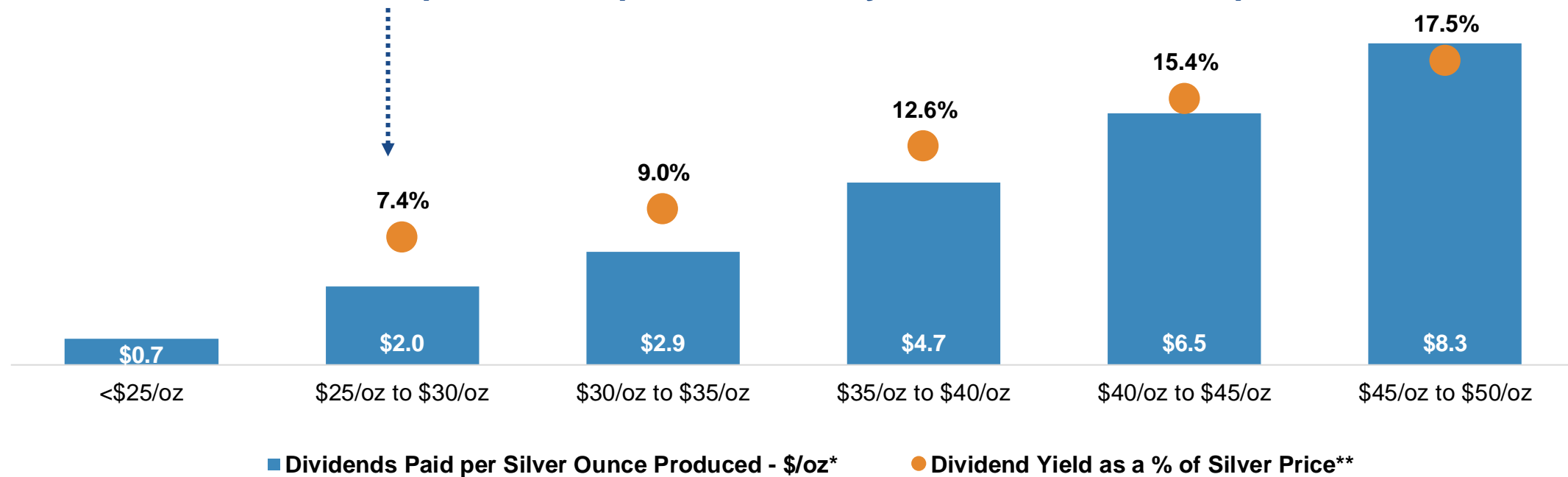




# LEADING DIVIDEND POLICY IS IMPROVED FURTHER

More cash returned to shareholders as dividend yield increases synchronously with silver prices

At \$25/oz realized price, an implied dividend yield of 7.4% of silver price



Annual Base dividend of \$0.015 per share

	<\$25/oz	\$25 - \$30/oz	\$30 - \$35/oz	\$35 - \$40/oz	\$40 - \$45/oz	\$45 - \$50/oz
Silver Linked Dividends.	\$--	\$0.03/share	\$0.05/share	\$0.09/share	\$0.13/share	\$0.17/share

\* Assumes 12 million ounces of silver production

\*\* Dividend yield as a basis of silver price calculated as: Dividend Paid per ounce of silver/Silver Price (Average of the range, for example: \$27.50/oz used for \$25-\$30/oz range)

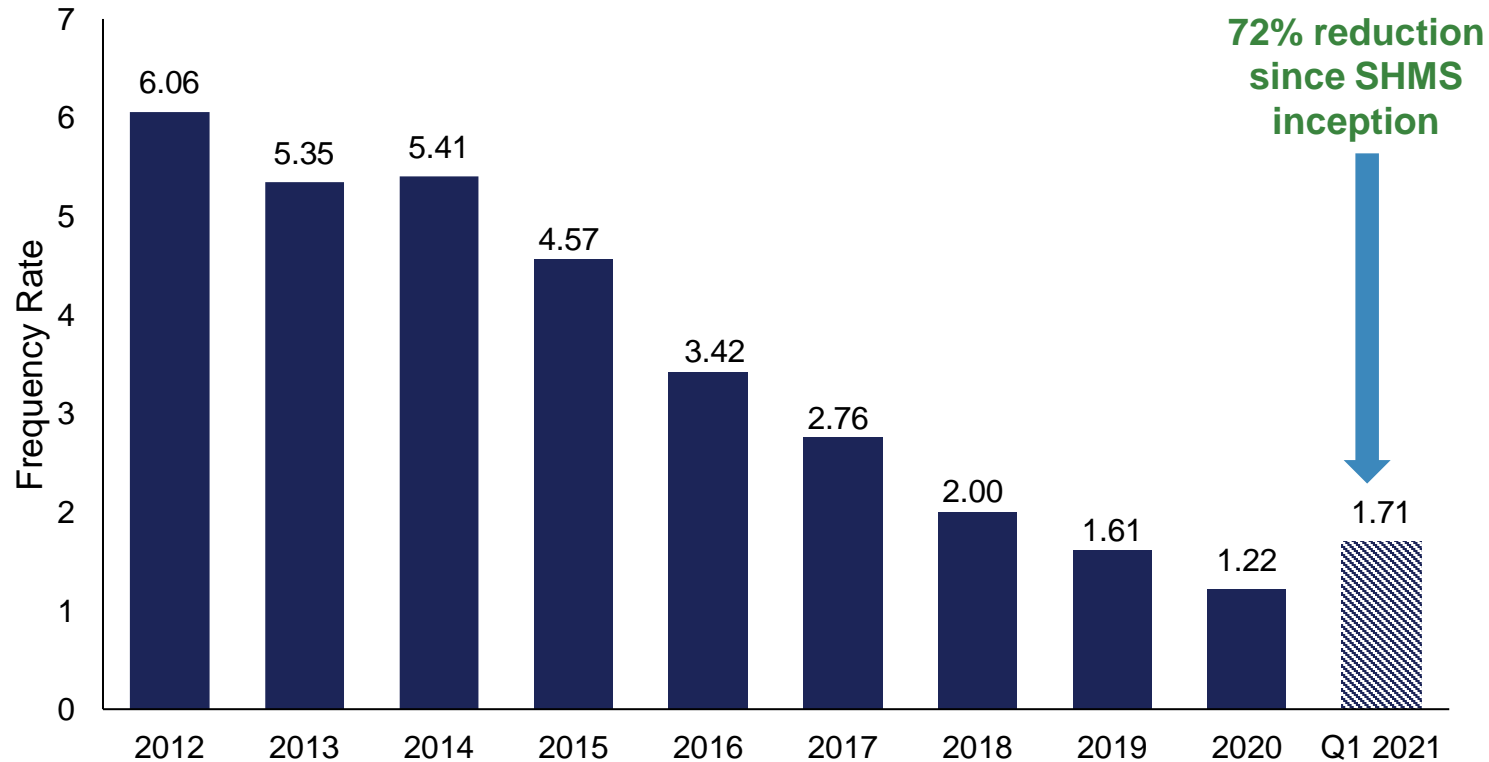


# Operations Review

# SAFETY: STEADY FOCUS, EXCELLENT SAFETY RECORD

Lowest AIFR in Hecla's history; improvements despite pandemic distractions

Hecla All Injury Frequency Rate (AIFR)



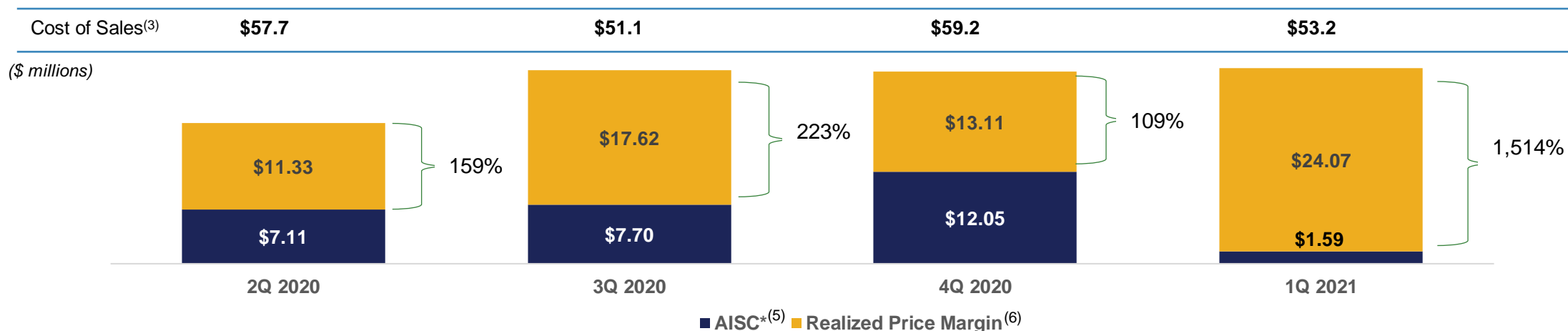
# GREENS CREEK: CONTINUES STRONG

Consistent performance, low costs cement solid free cash flow generation

- 2021 estimated silver production of 9.5-10.2 million
- Lowering guidance for Cash Costs and All-in Sustaining Costs due to higher by-product credits, lower treatment charges, and the reclassification of mine license tax
  - Cash Costs\* at \$1.50 - \$2.25
  - All-in Sustaining Costs\* at \$6.50 - \$7.25



## Greens Creek - Silver All-in Sustaining Cost per ounce and Margins per ounce



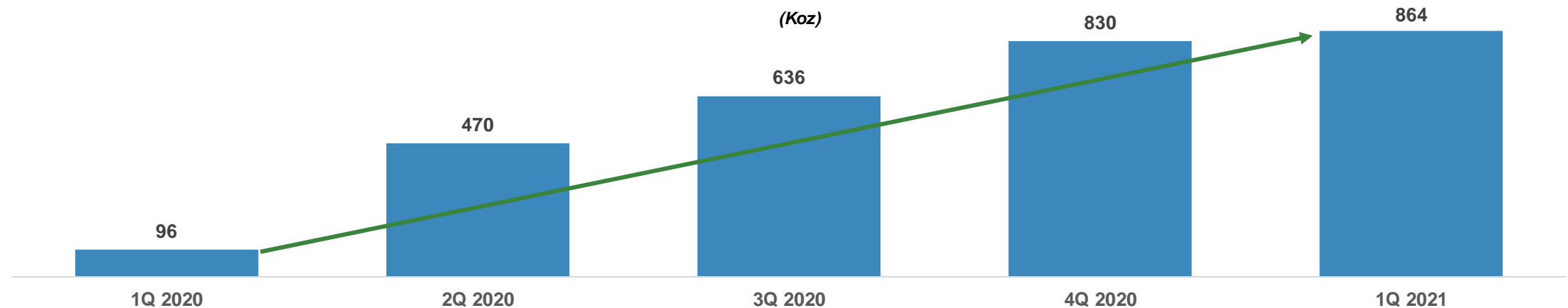
# LUCKY FRIDAY: PERFORMING PER PLAN

On track to increase production to 5 million ounces by 2023

- Ramp-up to full production complete at year-end 2020
- 2021 production guidance exceeds 3.4 Moz
- Grade increases at depth, pursuing initiatives to increase productivity
- Continue to test and optimize new mining methods to improve safety and increase productivity



Lucky Friday Silver Production - Returned to historical production levels



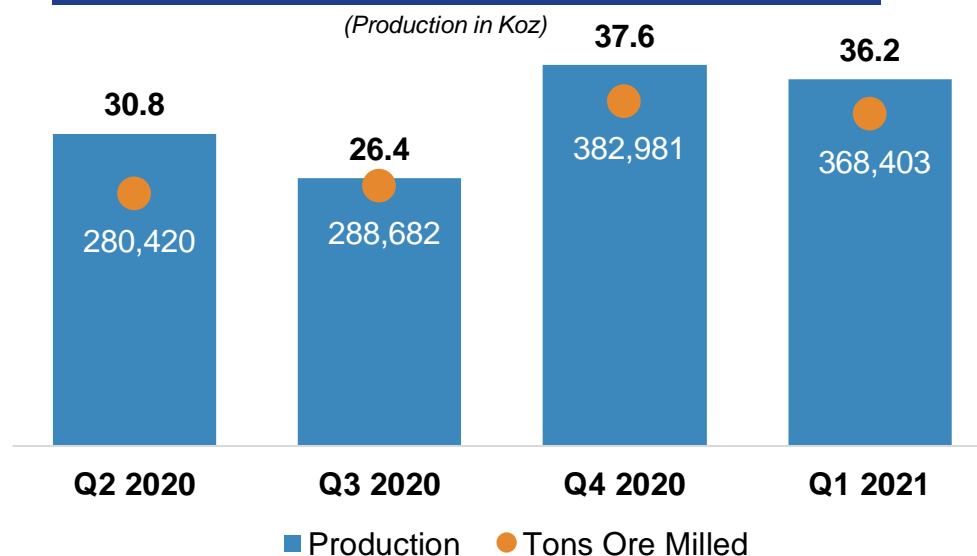
# CASA BERARDI: INVESTMENTS ARE DELIVERING RESULTS

## Strong production coupled with cost improvements

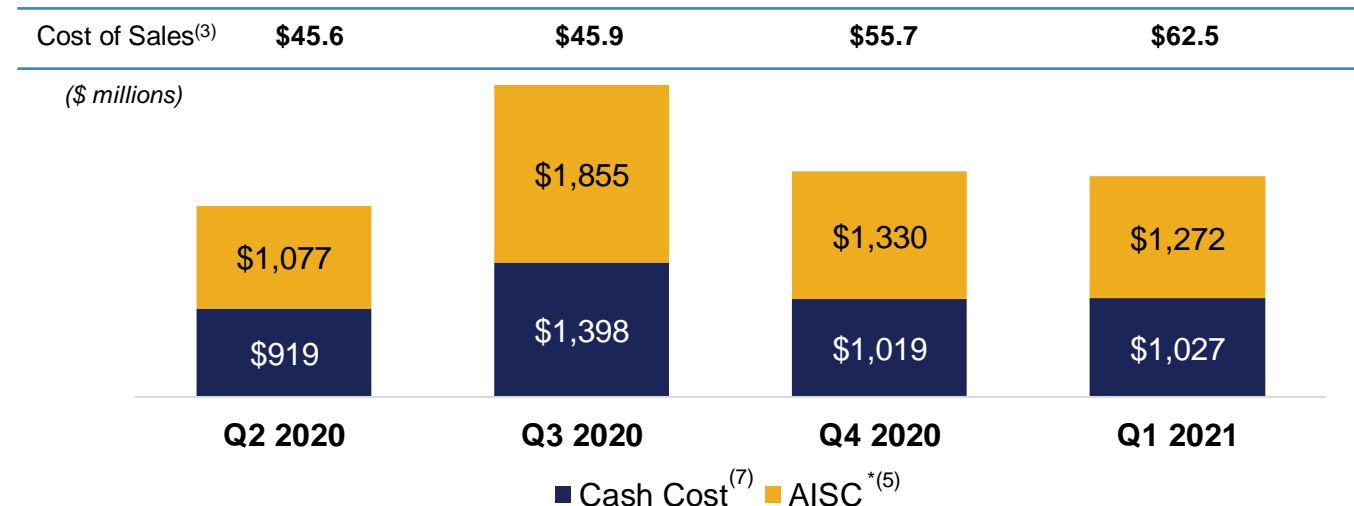
- Business improvement activities continue in 2021; expected to reduce costs and increase cash flow over next two years
- Investments already yielding results as mill availability remains consistently >90%
- Cash Costs and All-in Sustaining Costs continue to improve, on track to meet guidance



### Production and Throughput



### Gold Cash Cost and All-in Sustaining Cost per ounce

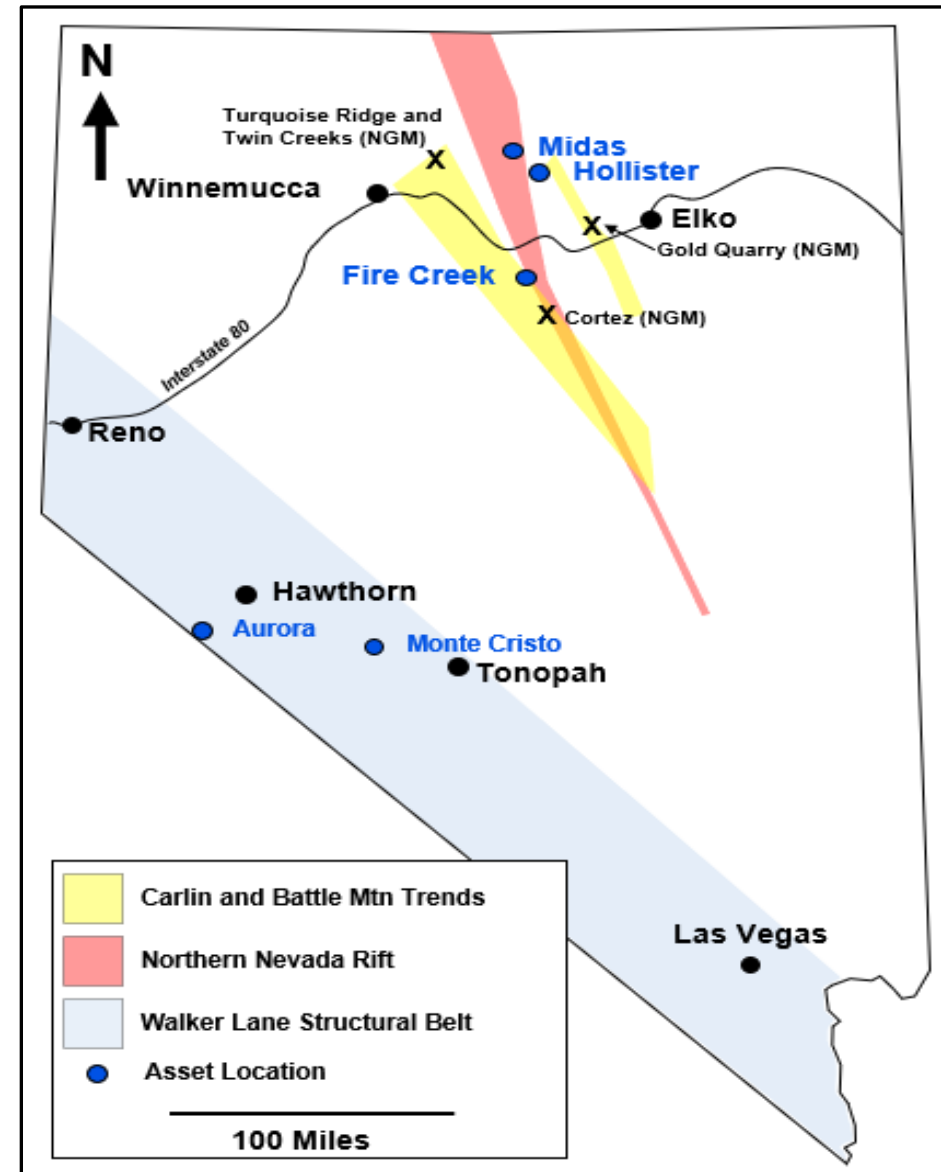




# NEVADA: FOCUS ON LONG-TERM VALUE CREATION

## Bulk sample test nearing completion

- Q1 Gold production of 2,548 ounces from stockpiled bulk sample
- Additional anticipated production of 17,000 – 19,000 ounces through the remaining year
- Nevada operations to go on care & maintenance in Q2/2021
- Activities focused on Hollister development for Hatter Graben and Midas exploration



# Guidance



# SILVER PRODUCTION GROWTH IS ALL IN THE UNITED STATES

Growing cash flow from increasing silver production and higher prices



## Consolidated Production Outlook\*

	Silver Production (Moz)	Gold Production (Koz)	Silver Equivalent (Moz) <sup>8</sup>	Gold Equivalent (Koz) <sup>8</sup>
2021 Total	12.9 – 14.0	185 - 193	40.0 – 41.6	439 – 457
2022 Total	13.7 – 14.5	173 - 181	41.0 – 42.5	448 – 465
2023 Total	14.2 – 15.0	177 - 186	42.5 – 44.5	467 – 485

\* Production and cost outlook by mine available in the appendix

## 2021 Consolidated Cost Outlook\*

	Costs of Sales and other direct production (“Cost of Sales”) (million) <sup>3</sup>		Cash cost, after by-product credits, per silver/gold ounce <sup>7</sup>		AISC, after by-product credits, per produced silver/gold ounce <sup>5</sup>	
	Original	Current	Original	Current	Original	Current
Total Silver	\$311	\$304	\$6.25 - \$7.25	\$3.25 - \$4.25	\$13.50 - \$15.00	\$10.75 - \$12.50
Total Gold	\$217	\$253	\$950 - \$1,050	\$950-\$1,050	\$1,200 - \$1,300	\$1,200 - \$1,300

\* Production and cost outlook by mine available in the appendix

## Capital and Exploration Outlook

(in millions)	Original	Current
2021E capital expenditures <sup>9</sup> (excluding capitalized interest)	\$110	\$110
2021E exploration expenditures <sup>9</sup> (includes corporate development)	\$30	\$30
2021E pre-development expenditures <sup>9</sup>	\$4.5	\$8.5

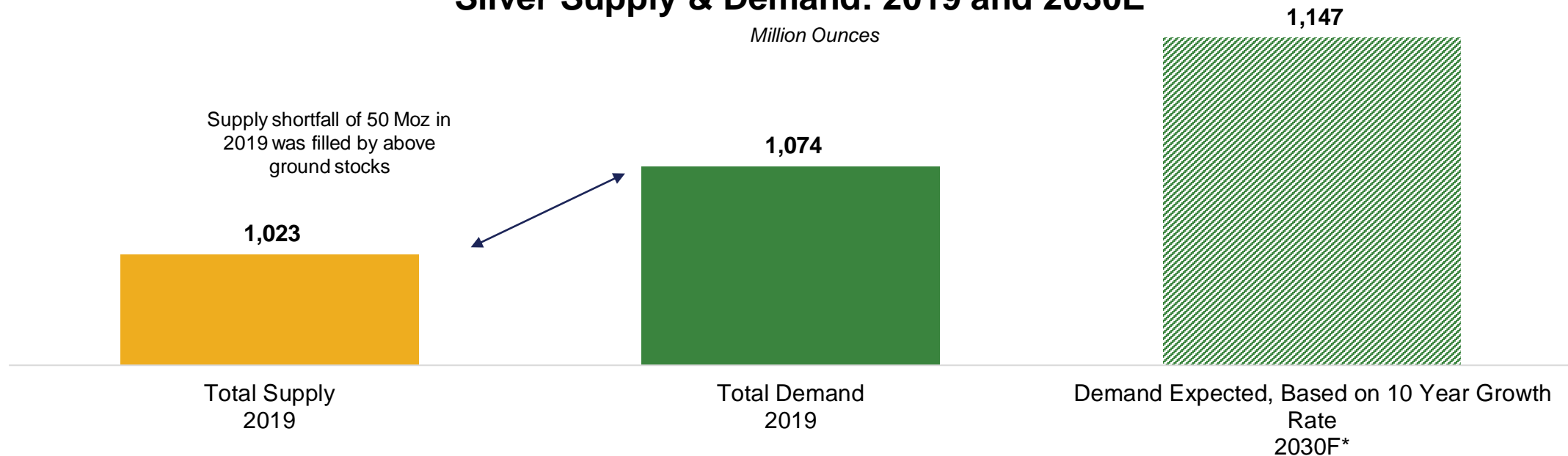
# SILVER – WIDENING GAP BETWEEN SUPPLY & DEMAND

Gap expected to increase with continued trend of industrial demand growth of 2.0%

- 2019 saw a total supply of 1,023 Moz and total demand of 1,074 Moz
- Silver's total demand in 2030 is expected to reach ~1,147 Moz if demand stays on the last decade trend and no increase in silver's investment demand
- Supply needs to grow by ~70 Moz per year to meet the on trend additional demand expected in 2030

## Silver Supply & Demand: 2019 and 2030E

Million Ounces



\* Demand assumptions: CAGR for industrial demand over the past 10 years has been 2.0%. Assume no increase or decrease in investment, jewelry or silverware demand.

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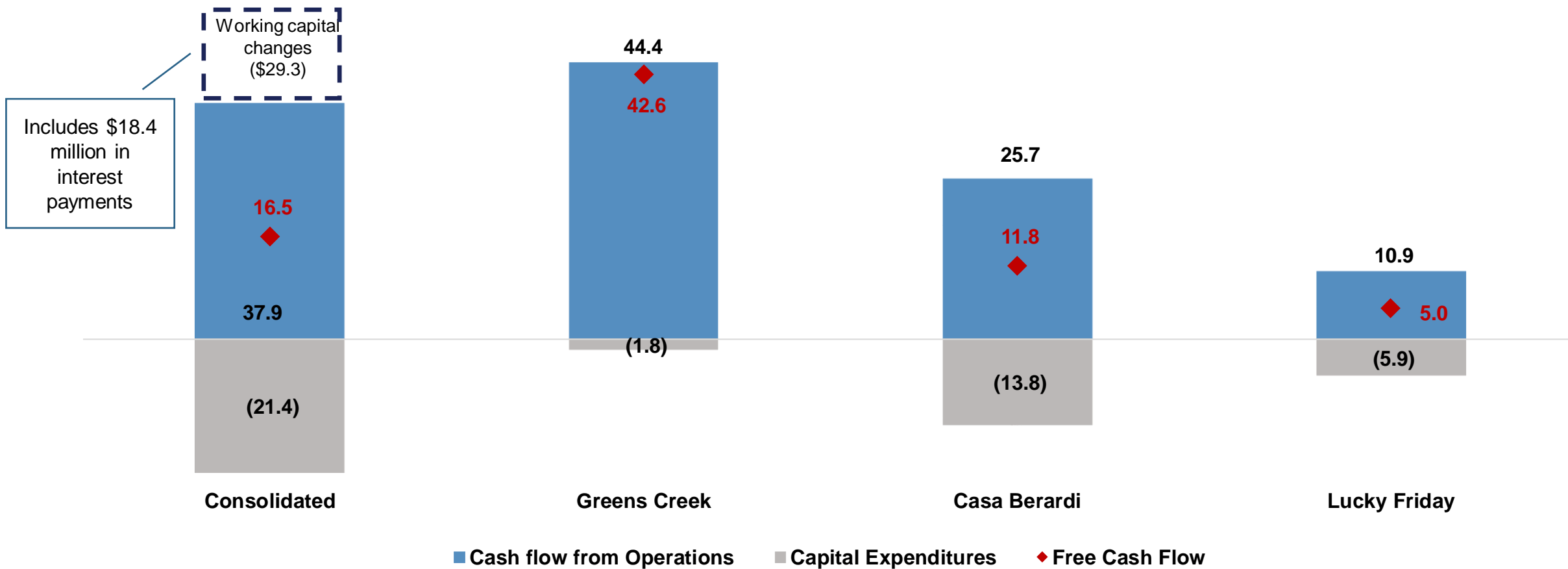
# Appendix

1. Adjusted EBITDA is a non-GAAP measurement, a reconciliation of which to net income, the most comparable GAAP measure, can be found in the Appendix. Adjusted EBITDA is a measure used by management to evaluate the Company's operating performance but should not be considered an alternative to net income, or cash provided by operating activities as those terms are defined by GAAP and does not necessarily indicate whether cash flows will be sufficient to fund cash needs. In addition, the Company may use it when formulating performance goals and targets under its incentive program.
2. Net debt to adjusted EBITDA is a non-GAAP measurement, a reconciliation of adjusted EBITDA and net debt to the closest GAAP measurements of net income (loss) and debt can be found in the appendix. It is an important measure for management to measure relative indebtedness and the ability to service the debt relative to its peers. It is calculated as total debt outstanding less total cash on hand divided by adjusted EBITDA.
3. Cost of sales and other direct production costs and depreciation, depletion and amortization.
4. Free cash flow is a non-GAAP measure and is calculated as as cash flow from operations less additions to property, plant and equipment. Reconciliation to GAAP is shown in the appendix.
5. All-in sustaining cost (AISC), after by-product credits, is a non-GAAP measurement, a reconciliation of which to cost of sales and other direct production costs and depreciation, depletion and amortization, the closest GAAP measurement, can be found in the appendix. AISC, after by-product credits, includes cost of sales and other direct production costs, expenses for reclamation and exploration, and sustaining capital costs at the mine sites. AISC, after by-product credits, for our consolidated silver properties also includes corporate costs for all general and administrative expenses, exploration and sustaining capital which support the operating properties. AISC, after by-product credits, is calculated net of depreciation, depletion, and amortization and by-product credits. Current GAAP measures used in the mining industry, such as cost of goods sold, do not capture all the expenditures incurred to discover, develop and sustain silver and gold production. Management believes that all in sustaining costs is a non-GAAP measure that provides additional information to management, investors and analysts to help in the understanding of the economics of our operations and performance compared to other producers and in the investor's visibility by better defining the total costs associated with production. Similarly, the statistic is useful in identifying acquisition and investment opportunities as it provides a common tool for measuring the financial performance of other mines with varying geologic, metallurgical and operating characteristics. In addition, the Company may use it when formulating performance goals and targets under its incentive program.
6. Realized price margin is a non-GAAP measure and is calculated as realized market price of silver less AISC.
7. Cash cost, after by-product credits, per silver and gold ounce represents a non-GAAP measurement, a reconciliation of which to cost of sales and other direct production costs and depreciation, depletion and amortization (sometimes referred to as "cost of sales" in this release), can be found in the Appendix. It is an important operating statistic that management utilizes to measure each mine's operating performance. It also allows the benchmarking of performance of each mine versus those of our competitors. As a primary U.S. silver mining company, management also uses the statistic on an aggregate basis - aggregating the Greens Creek, Lucky Friday and San Sebastian mines - to compare performance with that of other primary silver mining companies. With regard to Casa Berardi and Nevada Operations, management uses cash cost, after by-product credits, per gold ounce to compare its performance with other gold mines. Similarly, the statistic is useful in identifying acquisition and investment opportunities as it provides a common tool for measuring the financial performance of other mines with varying geologic, metallurgical and operating characteristics. In addition, the Company may use it when formulating performance goals and targets under its incentive program.
8. Silver and gold equivalent (include zinc and lead production) is calculated using the average market prices for the time period noted.
9. 2021E refers to Hecla's estimates for 2021. Expectations for 2021 include silver, gold, lead and zinc production from Greens Creek, Lucky Friday, San Sebastian, Casa Berardi and Nevada Operations converted using \$1,525 gold, \$17 silver, \$0.85 lead, and \$1.00 zinc; these haven't changed from the first quarter.
10. Cash Gross Margin is a non-GAAP measurement, a reconciliation of which to Gross Profit the closest GAAP measurement, can be found in the end of the release. Cash Gross Margin is a measure used by management to evaluate the Company's operating performance but should not be considered an alternative to Gross Profit.

# Q1 FREE CASH FLOW GENERATION

Positive free cash flow generation from all three operating mines

(\$ millions)



# OUR ESG COMMITMENT IS: CONTINUOUS IMPROVEMENT

Continuing decades of strong performance



## Environment

- Completed reclamation of 97% of the Troy Tailings Facility returning lands to productive uses such as wildlife habitat
  - State to released nearly \$8M in financial assurance
- Advanced “Zero-Discharge” water reduction program at Lucky Friday
- Green house gas emissions decreased 35% from 2019



## Health & Safety

- Lowest AIFR in company history—72% reduction over the last nine years
  - 2020 ended with AIFR of 1.22
- Industry leading COVID-19 response
  - **Greens Creek: 5-day quarantine and 3 PCR tests before at site – 5,137 tests, 29 positives identified, 1 on site with no spread**
- “Take It Home” Safety campaign integrating our every day – every shift – home safe



# OUR ESG COMMITMENT IS: CONTINUOUS IMPROVEMENT

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## Social

- Signed Collaboration Agreement with Pikogan First Nation at Casa Berardi Mine
- Initiated a buy local voucher program in partnership with community chambers of commerce to support local vendors during the economic difficulties caused by COVID-19
- Furthered local education through financial donations and partnerships with the Pathways to Mining Careers program in Alaska, the Hecla-Quebec Global Development Fund and the James Bay Vocational Training Center



## Governance

- The Board approved, adopted and published a human rights statement consistent with UN Universal Declaration on Human Rights
- Increased ESG disclosure around the Sustainability Accounting Standards Board (SASB) metals and mining metrics and benchmarked against the Task Force on Climate-Related Financial Disclosures (TCFD)

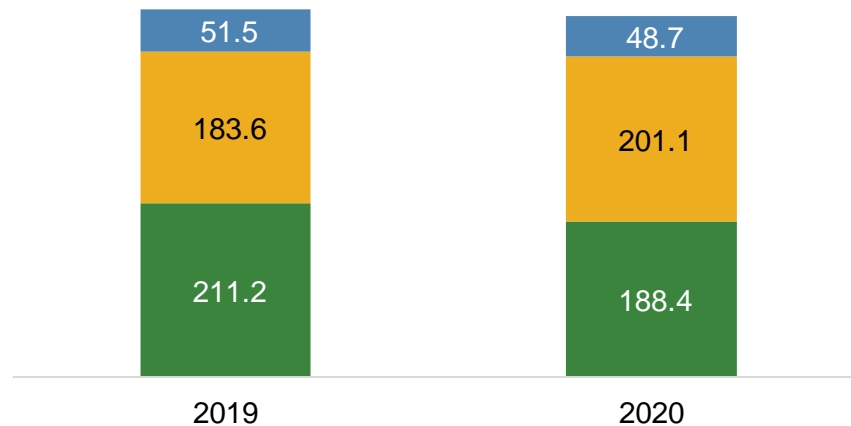
# THIRD HIGHEST RESERVES IN HECLA'S HISTORY

**Strong resource base; Reduction in reserves due to COVID-19 limitations, new mine plans and smelter terms**

- COVID-19 disrupted exploration programs company wide with significant third-party assay laboratory delays
- Reduction in silver reserves at Greens Creek and Lucky Friday due to limited access by drilling contractor, changes to mine plans, less favorable smelter terms and mining depletion.
  - Measured & Indicated silver resources increased 5% to a record 228 million ounces
- Reduction in Casa Berardi's gold reserves due to mining depletion and engineering changes.
  - Total gold reserves and Measured & Indicated and Inferred ounces at Casa Berardi remain unchanged from 2019

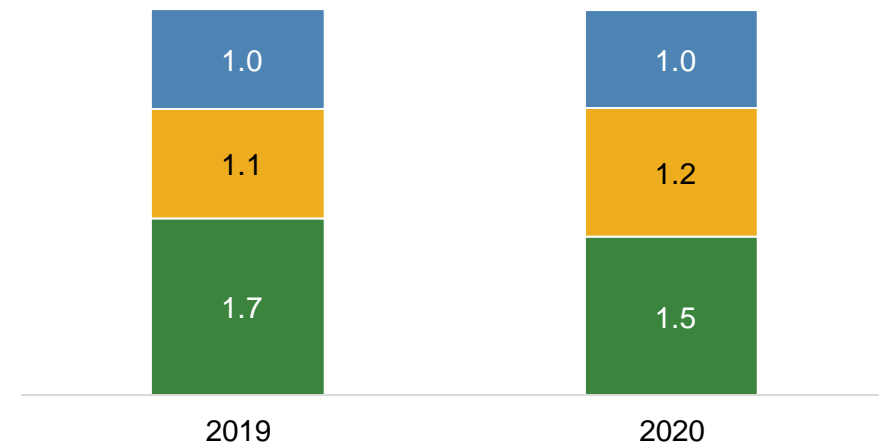
## Greens Creek & Lucky Friday: Silver Resources

(Million ounces)



## Casa Berardi: Gold Resources

(Million ounces)



# FREE CASH FLOW (NON-GAAP) RECONCILIATION

## Reconciliation of Cash provided by operating activities (GAAP) to Free Cash Flow (non-GAAP)

	3 Months Ended						
	31-Mar-21	31-Dec-20	30-Sep-20	30-Jun-20	31-Mar-20	31-Dec-19	30-Sep-19
<i>Dollars are in thousands</i>							
<b>Greens Creek</b>							
Cash provided (used) by operating activities	44,350	61,652	69,795	37,789	13,397	41,412	39,430
Less: Additions to properties, plants equipment and mineral reserves	(4,892)	(10,521)	(5,617)	(1,402)	(5,511)	(12,886)	(8,966)
Less: non-cash PP&E activity	3,120						
Free Cash Flow	<b>42,578</b>	<b>51,131</b>	<b>64,178</b>	<b>36,387</b>	<b>7,886</b>	<b>28,526</b>	<b>30,464</b>
<b>Lucky Friday</b>							
Cash provided (used) by operating activities	10,944	12,886	1,112	(7,575)	(1,624)	(837)	(3,048)
Less: Additions to properties, plants equipment and mineral reserves	(5,912)	(11,146)	(5,547)	(4,761)	(4,295)	(3,043)	(2,739)
Free Cash Flow	<b>5,032</b>	<b>1,740</b>	<b>(4,435)</b>	<b>(12,336)</b>	<b>(5,919)</b>	<b>(3,880)</b>	<b>(5,787)</b>
<b>Casa Berardi</b>							
Cash provided (used) by operating activities	25,684	18,241	19,781	22,226	8,212	14,291	17,597
Less: Additions to properties, plants equipment and mineral reserves	(13,847)	(16,441)	(11,629)	(4,278)	(8,506)	(7,699)	(13,239)
Free Cash Flow	<b>11,837</b>	<b>1,800</b>	<b>8,152</b>	<b>17,948</b>	<b>(294)</b>	<b>6,592</b>	<b>4,358</b>

# FREE CASH FLOW (NON-GAAP) RECONCILIATION



## Reconciliation of Cash provided by operating activities (GAAP) to Free Cash Flow (non-GAAP)

in thousands

	<u>30-Jun-20</u>	<u>30-Sep-20</u>	<u>31-Dec-20</u>	<u>31-Mar-21</u>
Cash Flow from Operations	\$ 37,526	\$ 73,439	\$ 64,901	\$ 37,936
Less: Additions to properties, plants, equipment and mineral interests	<u>(10,819)</u>	<u>(23,693)</u>	<u>(36,634)</u>	<u>(21,413)</u>
Free Cash Flow	<u>\$ 26,707</u>	<u>\$ 49,746</u>	<u>\$ 28,267</u>	<u>\$ 16,523</u>

# CASH GROSS MARGIN (NON-GAAP) RECONCILIATION

## Reconciliation of Gross Profit (GAAP) to Cash Gross Margin (non-GAAP)

in thousands (except per ounce amounts)

	<u>31-Mar-21</u>
Sales of products	\$ 210,852
Cost of sales and other direct production costs	96,709
Depreciation, depletion and amortization	49,331
<b>Gross profit</b>	<u><b>\$ 64,812</b></u>
Add Back: Depreciation, depletion and other direct production costs	\$ 49,331
<b>Cash Gross Margin</b>	<u><b>\$ 114,143</b></u>

# ADJUSTED EBITDA RECONCILIATION TO GAAP

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

in thousands (except per ounce amounts)

	30-Jun-20	30-Sep-20	31-Dec-20	31-Mar-21
Net income (loss)	\$ (58,705)	\$ (25,561)	\$ (16,790)	\$ 19,366
Plus: Interest expense	54,587	53,589	49,569	44,002
Plus/(Less): Income taxes	(6,142)	(2,895)	135	5,831
Plus: Depreciation, depletion and amortization	190,343	179,807	157,130	166,795
Plus: Acquisition costs	246	65	20	20
Plus: Ramp-up and suspension costs	29,575	27,394	24,911	16,233
Less: Loss (gain) on disposition of properties, plants, equipment and mineral interests	574	536	572	572
Plus: Stock-based compensation	4,544	6,139	6,458	5,722
Plus: Provision for closed operations and environmental matters	6,798	6,254	6,189	9,170
Plus/(Less): Foreign exchange gain (loss)	(2,709)	260	4,605	13,305
Plus/(Less): Unrealized losses (gains) on derivative contracts	17,128	4,272	5,578	5,053
Plus/(Less): Provisional price (gains) losses	(5,487)	(5,943)	(8,008)	(5,950)
Plus/(Less): Unrealized loss (gain) on investments	(4,075)	(8,180)	(10,268)	(7,740)
Plus: Foundation Grant	1,970	1,970	1,970	-
Plus: Other	2,371	2,608	2,256	2,806
<b>Adjusted EBITDA</b>	<b>\$ 231,018</b>	<b>\$ 240,315</b>	<b>\$ 224,327</b>	<b>\$ 275,185</b>
Total debt	\$ 531,054	\$ 509,909	\$ 523,007	\$ 525,002
Less: Cash, cash equivalents, and short-term investments	(75,923)	(98,669)	(129,830)	(139,750)
Net debt	<b>\$ 455,131</b>	<b>\$ 411,240</b>	<b>\$ 393,177</b>	<b>\$ 385,252</b>
<b>Net debt/LTM adjusted EBITDA (non-GAAP)</b>	<b>2.0x</b>	<b>1.7x</b>	<b>1.8x</b>	<b>1.4x</b>

# CASH COST AND AISC RECONCILIATION TO GAAP

## Total Silver and Gold

Reconciliation of Cost of Sales and Other Direct Production Costs and Depreciation, Depletion and Amortization (GAAP) to Cash Cost, Before By-product Credits and Cash Cost, After By-product Credits (non-GAAP) and All-In Sustaining Costs, Before By-product Credits, per Ounce and All-In Sustaining Costs, After By-product Credits, per Ounce (non-GAAP)

*In thousands (except per ounce amounts)*

	Three Months Ended March 31, 2021		
	Total Silver	Total Gold	Total
Total cost of sales	\$ 76,069	\$ 69,971	\$ 146,040
Depreciation, depletion and amortization	(21,157)	(28,174)	(49,331)
Treatment costs	15,519	725	16,244
Change in product inventory	308	(1,131)	(823)
Reclamation and other costs	(588)	(235)	(823)
Cash costs excluded	—	(115)	(115)
Cash Cost, Before By-product Credits <sup>(1)</sup>	70,151	41,041	111,192
Reclamation and other costs	1,112	235	1,347
Exploration	558	907	1,465
Sustaining capital	10,346	7,847	18,193
General and administrative	8,007	—	8,007
AISC, Before By-product Credits <sup>(1)</sup>	90,174	50,030	140,204
By-product credits:			
Zinc	(27,520)	—	(27,520)
Gold	(20,996)	—	(20,996)
Lead	(16,795)	—	(16,795)
Silver	—	(278)	(278)
Total By-product credits	(65,311)	(278)	(65,589)
Cash Cost, After By-product Credits	\$ 4,840	\$ 40,763	\$ 45,603
AISC, After By-product Credits	\$ 24,863	\$ 49,752	\$ 74,615
Divided by ounces produced	3,449	39	
Cash Cost, Before By-product Credits, per Ounce	\$ 20.34	\$ 1,059	
By-product credits per ounce	(18.94)	\$ (7)	
Cash Cost, After By-product Credits, per Ounce	\$ 1.40	\$ 1,052	
AISC, Before By-product Credits, per Ounce	\$ 26.15	\$ 1,291	
By-product credits per ounce	(18.94)	\$ (7)	
AISC, After By-product Credits, per Ounce	\$ 7.21	\$ 1,284	

(1) Excludes the discretionary portion of general and administrative costs for Greens Creek, Casa Berardi and corporate of \$0.4 million, \$0.4 million and \$1.4 million, respectively, for the third quarter and first nine months of 2020. Also excludes estimated Q4 2020 discretionary general and administrative costs for Greens Creek, Casa Berardi and corporate of \$0.2 million, \$0.2 million, and \$0.9 million respectively.



# CASH COST AND AISC RECONCILIATION TO GAAP

## Greens Creek

### Reconciliation of Cost of Sales and Other Direct Production Costs and Depreciation, Depletion and Amortization (GAAP) to Cash Cost, Before By-product Credits and Cash Cost, After By-product Credits (non-GAAP) and All-In Sustaining Costs, Before By-product Credits, per Ounce and All-In Sustaining Costs, After By-product Credits, per Ounce (non-GAAP)

*In thousands (except per ounce amounts)*

	Q2 2020	Q3 2020	Q4/2020	Q1/2021
Cost of sales and other direct production costs and depreciation, depletion and amortization (GAAP)	\$ 57,672	\$ 51,057	\$ 59,215	\$ 53,181
Depreciation, depletion and amortization	(12,988)	(11,735)	(12,540)	(14,821)
Treatment costs	20,016	22,675	18,605	10,541
Change in product inventory	(4,020)	2,899	(4,893)	401
Reclamation and other costs	93	(891)	(1,130)	(261)
Cash Cost, Before By-product Credits <sup>(1)</sup>	60,733	64,005	59,257	49,041
Reclamation and other costs	789	788	789	848
Exploration	-	370	(20)	123
Sustaining capital	4,501	8,265	10,521	4,892
AISC, Before By-product Credits <sup>(1)</sup>	66,063	73,428	70,547	54,904
Total By-product credits	(46,473)	(53,147)	(42,452)	(50,783)
Cash Cost, After By-product Credits	\$ 14,300	\$ 10,858	\$ 16,805	\$ (1,742)
AISC, After By-product Credits	\$ 19,590	\$ 20,281	\$ 28,095	\$ 4,121
Divided by ounces produced	2,754	2,634	2,331	2,585
Cash Cost, Before By-product Credits, per Silver Ounce	\$ 22.06	\$ 24.30	\$ 25.43	\$ 18.98
By-products credits per Silver Ounce	(16.87)	(20.18)	(18.22)	(19.65)
Cash Cost, After By-product Credits, per Silver Ounce	\$ 5.19	\$ 4.12	\$ 7.21	\$ (0.67)
AISC, Before By-product Credits, per Silver Ounce	\$ 23.98	\$ 27.88	\$ 30.27	\$ 21.24
By-product credits per Silver Ounce	(16.87)	(20.18)	(18.22)	(19.65)
AISC, After By-product Credits, per Silver Ounce	\$ 7.11	\$ 7.70	\$ 12.05	\$ 1.59
Realized Silver Price	\$ 18.44	\$ 25.32	\$ 25.16	\$ 25.66
Silver Margin (Realized Silver Price - AISC)	\$ 11.33	\$ 17.62	\$ 13.11	\$ 24.07

1. Includes all direct and indirect operating costs related to the physical activities of producing metals, including mining, processing and other plant costs, third-party refining and marketing expense, non-discretionary on-site general and administrative costs, royalties and mining production taxes, before by-product revenues earned from all metals other than the primary metal produced at each unit. AISC, Before By-product Credits also includes on-site exploration, reclamation, and sustaining capital costs.

# CASH COST AND AISC RECONCILIATION TO GAAP

## Lucky Friday

### Reconciliation of Cost of Sales and Other Direct Production Costs and Depreciation, Depletion and Amortization (GAAP) to Cash Cost, Before By-product Credits and Cash Cost, After By-product Credits (non-GAAP) and All-In Sustaining Costs, Before By-product Credits, per Ounce and All-In Sustaining Costs, After By-product Credits, per Ounce (non-GAAP)

*In thousands (except per ounce amounts)*

	Q2 2020	Q3 2020	Q4 2020	Q1 2021
Cost of sales and other direct production costs and depreciation, depletion and amortization (GAAP)	\$ 11,455	\$ 21,500	\$ 20,919	\$ 22,794
Depreciation, depletion and amortization	(1,894)	(2,956)	(6,321)	(6,336)
Treatment costs	3,032	4,038	4,590	4,978
Change in product inventory	(118)	11	1,533	(93)
Reclamation and other costs	-	-	(274)	(233)
Exclusion of Lucky Friday costs	(12,475)	(22,593)	-	-
Cash Cost, Before By-product Credits <sup>(1)</sup>	-	-	20,447	21,110
Reclamation and other costs	-	-	222	264
Sustaining capital	-	-	7,154	5,454
AISC, Before By-product Credits <sup>(1)</sup>	-	-	27,823	26,828
Total By-product credits	-	-	(12,694)	(14,528)
Cash Cost, After By-product Credits, per Silver Ounce	-	-	\$ 7,753	\$ 6,582
AISC, After By-product Credits	-	-	\$ 15,129	\$ 12,300
Divided by ounces produced	-	-	830	864
Cash Cost, Before By-product Credits, per Silver Ounce	-	-	\$ 24.63	\$ 24.43
By-products credits per Silver Ounce	-	-	\$ (15.29)	\$ (16.81)
Cash Cost, After By-product Credits, per Silver Ounce	-	-	\$ 9.34	\$ 7.62
AISC, Before By-product Credits, per Silver Ounce	-	-	\$ 33.52	\$ 31.05
By-products credits per Silver Ounce	-	-	(15.29)	(16.81)
AISC, After By-product Credits, per Silver Ounce	-	-	\$ 18.22	\$ 14.24

1. Includes all direct and indirect operating costs related to the physical activities of producing metals, including mining, processing and other plant costs, third-party refining and marketing expense, non-discretionary on-site general and administrative costs, royalties and mining production taxes, before by-product revenues earned from all metals other than the primary metal produced at each unit. AISC, Before By-product Credits also includes on-site exploration, reclamation, and sustaining capital costs.

# CASH COST AND AISC RECONCILIATION TO GAAP

Casa Berardi



## Reconciliation of Cost of Sales and Other Direct Production Costs and Depreciation, Depletion and Amortization (GAAP) to Cash Cost, Before By-product Credits and Cash Cost, After By-product Credits (non-GAAP) and All-In Sustaining Costs, Before By-product Credits, per Ounce and All-In Sustaining Costs, After By-product Credits, per Ounce (non-GAAP)

In thousands (except per ounce amounts)

	Q2 2020	Q3 2020	Q4 2020	Q1 2021
Cost of sales and other direct production costs and depreciation, depletion and amortization (GAAP)	\$ 45,582	\$ 53,821	\$ 55,706	\$ 62,518
Depreciation, depletion and amortization	(17,281)	(17,471)	(18,423)	(25,541)
Treatment costs	558	562	898	714
Change in product inventory	(400)	543	474	(47)
Reclamation and other costs	(92)	(449)	(135)	(208)
Cash cost, before by-product credits <sup>(1)</sup>	28,367	37,006	38,520	37,434
Reclamation and other costs	94	97	99	208
Exploration	467	335	738	907
Sustaining capital	4,278	11,629	10,829	7,758
AISC, Before By-product Credits <sup>(1)</sup>	33,206	49,067	50,186	46,307
Total By-products credits	(92)	(93)	(214)	(278)
Cash Cost, After By-product Credits	\$ 28,275	\$ 36,913	\$ 38,306	\$ 37,156
AISC, After By-product Credits	\$ 33,114	\$ 48,974	\$ 49,972	\$ 46,029
Divided by ounces produced	31	26	38	36
Cash Cost, Before By-product Credits, per Gold Ounce	\$ 922	\$ 1,402	\$ 1,025	\$ 1,035
By-product credits per Gold Ounce	\$ (3)	\$ (4)	\$ (6)	\$ (8)
Cash Cost, After By-product Credits, per Gold Ounce	\$ 919	\$ 1,398	\$ 1,019	\$ 1,027
AISC, Before By-product Credits, per Gold Ounce	\$ 1,080	\$ 1,859	\$ 1,335	\$ 1,280
By-product credits per Gold Ounce	\$ (3)	\$ (4)	\$ (6)	\$ (8)
AISC, After By-product Credits, per Gold Ounce	\$ 1,077	\$ 1,855	\$ 1,330	\$ 1,272

1. Includes all direct and indirect operating costs related to the physical activities of producing metals, including mining, processing and other plant costs, third-party refining and marketing expense, non-discretionary on-site general and administrative costs, royalties and mining production taxes, before by-product revenues earned from all metals other than the primary metal produced at each unit. AISC, Before By-product Credits also includes on-site exploration, reclamation, and sustaining capital costs.

# CASH COST AND AISC RECONCILIATION TO GAAP

## 2021 Silver Estimates

**Reconciliation of Cost of Sales and Other Direct Production Costs and Depreciation, Depletion and Amortization (GAAP) to Cash Cost, Before By-product Credits and Cash Cost, After By-product Credits (non-GAAP) and All-In Sustaining Costs, Before By-product Credits, per Ounce and All-In Sustaining Costs, After By-product Credits, per Ounce (non-GAAP)**

*In thousands (except per ounce amounts)*

	Current Estimate for Twelve Months Ended December 31, 2021				
	Greens Creek	Lucky Friday	San Sebastian	Corporate <sup>(3)</sup>	Total Silver
Total cost of sales	\$ 213,000	\$ 90,400	\$ —		\$ 303,400
Depreciation, depletion and amortization	(55,000)	(26,000)	—		(81,000)
Treatment costs	38,000	17,100	—		55,100
Change in product inventory	(4,000)	—	—		(4,000)
Reclamation and other costs	4,500	1,000	—		5,500
Cash Cost, Before By-product Credits <sup>(1)</sup>	204,500	82,500	—		287,000
Reclamation and other costs	4,500	500	—		4,000
Exploration	4,000	—	—		4,000
Sustaining capital	36,000	22,000	—		58,000
General and administrative	—	—	—	32,000	4,500
AISC, Before By-product Credits <sup>(1)</sup>	249,000	105,000	—		388,500
By-product credits:					
Zinc	86,000	(14,500)	—		100,500
Gold	70,000	—	—		70,000
Lead	(28,000)	(38,900)	—		(66,900)
Total By-product credits	(184,000)	(53,400)	—		237,400
Cash Cost, After By-product Credits	\$ 20,500	\$ 29,100	\$ —		\$ 49,600
AISC, After By-product Credits	\$ 65,000	\$ 51,600	\$ —		\$ 625,900
Divided by silver ounces produced	9,850	3,600	—		13,450
Cash Cost, Before By-product Credits, per Silver Ounce	\$ 20.76	\$ 22.92	\$ —		\$ 21.34
By-product credits per silver ounce	(18.68)	(14.83)	—		(17.65)
Cash Cost, After By-product Credits, per Silver Ounce	\$ 2.08	\$ 8.09	\$ —		\$ 3.69
AISC, Before By-product Credits, per Silver Ounce	\$ 25.28	\$ 29.17	\$ —		\$ 28.88
By-product credits per silver ounce	(18.68)	(14.83)	—		(17.65)
AISC, After By-product Credits, per Silver Ounce	\$ 6.60	\$ 14.34	\$ —		\$ 11.23

1. Includes all direct and indirect operating costs related directly to the physical activities of producing metals, including mining, processing and other plant costs, third-party refining and marketing expense, on-site general and administrative costs, and royalties, after by-product revenues earned from all metals other than the primary metal produced at each unit. AISC, Before By-product Credits also includes on-site exploration, reclamation, and sustaining capital cost.

3. AISC, Before By-product Credits for our consolidated silver properties includes corporate costs for general and administrative expense, exploration and sustaining capital.

# CASH COST AND AISC RECONCILIATION TO GAAP

## 2021 Gold Estimates

**Reconciliation of Cost of Sales and Other Direct Production Costs and Depreciation, Depletion and Amortization (GAAP) to Cash Cost, Before By-product Credits and Cash Cost, After By-product Credits (non-GAAP) and All-In Sustaining Costs, Before By-product Credits, per Ounce and All-In Sustaining Costs, After By-product Credits, per Ounce (non-GAAP)**

<i>In thousands (except per ounce amounts)</i>	Current Estimate for Twelve Months Ended December 31, 2021		
	Casa Berardi	Nevada Operations	Total Gold
Total cost of sales	\$ 212,000	\$ 41,000	\$ 253,000
Depreciation, depletion and amortization	(87,500)	(5,600)	(93,100)
Treatment costs	400	4,600	5,000
Change in product inventory	(9,000)	(11,600)	(20,600)
Reclamation and other costs	300	500	800
Cash Cost, Before By-product Credits <sup>(1)</sup>	116,200	28,900	145,100
Reclamation and other costs	500	100	600
Exploration	3,800	—	3,800
Sustaining capital	31,500	2,000	33,500
AISC, Before By-product Credits <sup>(1)</sup>	152,000	31,000	183,000
By-product credits:			
Silver	(600)	(550)	(1,150)
Total By-product credits	(600)	(550)	(1,150)
Cash Cost, After By-product Credits	\$ 115,600	\$ 28,350	\$ 143,950
AISC, After By-product Credits	\$ 151,400	\$ 30,450	\$ 181,850
Divided by gold ounces produced	127	21	148
Cash Cost, Before By-product Credits, per Gold Ounce	\$ 919	\$ 1,376	\$ 984
By-product credits per gold ounce	(5)	(26)	(8)
Cash Cost, After By-product Credits, per Gold Ounce	\$ 914	\$ 1,350	\$ 976
AISC, Before By-product Credits, per Gold Ounce	\$ 1,201	\$ 1,476	\$ 1,241
By-product credits per gold ounce	(5)	(26)	(8)
AISC, After By-product Credits, per Gold Ounce	\$ 1,196	\$ 1,450	\$ 1,233

(1) Includes all direct and indirect operating costs related to the physical activities of producing metals, including mining, processing and other plant costs, third-party refining and marketing expense, non-discretionary on-site general and administrative costs, royalties and mining production taxes, before by-product revenues earned from all metals other than the primary metal produced at each unit. AISC, Before By-product Credits also includes on-site exploration, reclamation, and sustaining capital costs.

# PROVEN & PROBABLE MINERAL RESERVES<sup>(1)</sup>

(On December 31, 2020 unless otherwise noted)

Proven Reserves											
Asset	Tons (000)	Silver (oz/ton)	Gold (oz/ton)	Lead %	Zinc %	Copper %	Silver (000 oz)	Gold (000 oz)	Lead Tons	Zinc Tons	Copper Tons
Greens Creek <sup>(2)</sup>	3	21.8	0.10	3.7	7.8	-	70	0.3	120	250	-
Lucky Friday <sup>(2)</sup>	4,393	14.2	-	8.8	4.1	-	62,290	-	386,210	180,060	-
Casa Berardi Open Pit <sup>(3)</sup>	4,437	-	0.09	-	-	-	-	410	-	-	-
Casa Berardi Underground <sup>(3)</sup>	1,038	-	0.15	-	-	-	-	158	-	-	-
Fire Creek <sup>(2,4)</sup>	62	0.4	0.48	-	-	-	28	30	-	-	-
<b>Total</b>	<b>9,933</b>						<b>62,388</b>	<b>598</b>	<b>386,330</b>	<b>180,310</b>	<b>-</b>
Probable Reserves											
Asset	Tons (000)	Silver (oz/ton)	Gold (oz/ton)	Lead %	Zinc %	Copper %	Silver (000 oz)	Gold (000 oz)	Lead (Tons)	Zinc (Tons)	Copper Tons
Greens Creek <sup>(2)</sup>	8,975	12.4	0.09	2.8	7.3	-	111,333	827	254,840	652,170	-
Lucky Friday <sup>(2)</sup>	1,372	10.7	-	7.2	3.9	-	14,702	-	99,170	53,190	-
Casa Berardi Open Pit <sup>(3)</sup>	9,763	-	0.08	-	-	-	-	744	-	-	-
Casa Berardi Underground <sup>(3)</sup>	1,533	-	0.15	-	-	-	-	231	-	-	-
Fire Creek <sup>(2,4)</sup>	1	0.9	0.71	-	-	-	1	1	-	-	-
<b>Total</b>	<b>21,643</b>						<b>126,036</b>	<b>1,802</b>	<b>354,010</b>	<b>705,360</b>	<b>-</b>
Proven and Probable Reserves											
Asset	Tons (000)	Silver (oz/ton)	Gold (oz/ton)	Lead %	Zinc %	Copper %	Silver (000 oz)	Gold (000 oz)	Lead (Tons)	Zinc (Tons)	Copper Tons
Greens Creek <sup>(2)</sup>	8,978	12.4	0.09	2.8	7.3	-	111,404	828	254,960	652,420	-
Lucky Friday <sup>(2)</sup>	5,764	13.4	-	8.4	4.0	-	76,992	-	485,380	233,250	-
Casa Berardi Open Pit <sup>(3)</sup>	14,200	-	0.08	-	-	-	-	1,153	-	-	-
Casa Berardi Underground <sup>(3)</sup>	2,571	-	0.16	-	-	-	-	389	-	-	-
Fire Creek <sup>(2,4)</sup>	63	0.5	0.48	-	-	-	29	31	-	-	-
<b>Total</b>	<b>31,576</b>						<b>188,424</b>	<b>2,400</b>	<b>740,340</b>	<b>885,670</b>	<b>-</b>

(1) The term "reserve" means that part of a mineral deposit that can be economically and legally extracted or produced at the time of the reserve determination. The term "economically," as used in the definition of reserve, means that profitable extraction or production has been established or analytically demonstrated to be viable and justifiable under reasonable investment and market assumptions. The term "legally," as used in the definition of reserve, does not imply that all permits needed for mining and processing have been obtained or that other legal issues have been completely resolved. However, for a reserve to exist, Hecla must have a justifiable expectation, based on applicable laws and regulations, that issuance of permits or resolution of legal issues necessary for mining and processing at a particular deposit will be accomplished in the ordinary course and in a timeframe consistent with Hecla's current mine plans.

(2) Mineral reserves are based on \$1300 gold, \$16.00 silver, \$0.90 lead, \$1.15 zinc, unless otherwise stated. The NSR cut-off grades are \$205/ton for Greens Creek, \$216.19 for the 30 Vein and \$230.98 for the Intermediate Veins at Lucky Friday.

(3) Mineral reserves are based on \$1300 gold and a US\$/CAN\$ exchange rate of 1:1.35. Reserve diluted to an average of 18% or 23% depending on mining method. The average cut-off grades at Casa Berardi are 0.101 oz/ton gold (3.46 g/tonne) for underground mineral reserves and 0.025 oz/ton gold (0.85 g/tonne) for open pit mineral reserves.

(4) Fire Creek mineral reserves are based on a cut-off grade of 0.482 gold equivalent oz/ton and incremental cut-off grade of 0.106 gold equivalent oz/ton. Unplanned dilution of 10% to 17% included depending on mining method.

\* Totals may not represent the sum of parts due to rounding

# MEASURED AND INDICATED MINERAL RESOURCES

(On December 31, 2020 unless otherwise noted)

Measured Resources											
Asset	Tons (000)	Silver (oz/ton)	Gold (oz/ton)	Lead %	Zinc %	Copper %	Silver (000 oz)	Gold (000 oz)	Lead (Tons)	Zinc (Tons)	Copper Tons
Greens Creek <sup>(5)</sup>	297	12.9	0.11	3.1	10.3	-	3,837	33	9,310	30,500	-
Lucky Friday <sup>(5,6)</sup>	9,007	7.6	-	4.8	2.4	-	68,543	-	30,950	218,740	-
Casa Berardi Open Pit <sup>(7)</sup>	824	-	0.09	-	-	-	-	71	-	-	-
Casa Berardi Underground <sup>(7)</sup>	2,231	-	0.15	-	-	-	-	331	-	-	-
San Sebastian <sup>(5,8)</sup>	-	-	-	-	-	-	-	-	-	-	-
Fire Creek <sup>(5,9)</sup>	20	0.7	0.50	-	-	-	14	10	-	-	-
Hollister <sup>(5,10)</sup>	18	4.9	0.59	-	-	-	87	10	-	-	-
Midas <sup>(5,11)</sup>	2	7.6	0.68	-	-	-	14	1	-	-	-
Heva <sup>(12)</sup>	-	-	-	-	-	-	-	-	-	-	-
Hosco <sup>(12)</sup>	-	-	-	-	-	-	-	-	-	-	-
Rio Grande Silver <sup>(13)</sup>	-	-	-	-	-	-	-	-	-	-	-
Star <sup>(14)</sup>	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>12,399</b>						<b>72,495</b>	<b>456</b>	<b>440,260</b>	<b>249,240</b>	<b>-</b>

Indicated Resources											
Asset	Tons (000)	Silver (oz/ton)	Gold (oz/ton)	Lead %	Zinc %	Copper %	Silver (000 oz)	Gold (000 oz)	Lead (Tons)	Zinc (Tons)	Copper Tons
Greens Creek <sup>(5)</sup>	8,599	12.9	0.10	3.0	8.2	-	110,844	848	256,790	708,520	-
Lucky Friday <sup>(5,6)</sup>	2,275	7.8	-	5.3	2.2	-	17,844	-	120,390	50,970	-
Casa Berardi Open Pit <sup>(7)</sup>	1,621	-	0.06	-	-	-	-	97	-	-	-
Casa Berardi Underground <sup>(7)</sup>	5,424	-	0.14	-	-	-	-	750	-	-	-
San Sebastian <sup>(5,8)</sup>	2,541	5.9	0.06	1.9	2.9	1.2	14,985	149	22,420	34,100	14,650
Fire Creek <sup>(5,9)</sup>	114	1.0	0.45	-	-	-	114	51	-	-	-
Fire Creek - Open Pit <sup>(13)</sup>	-	-	-	-	-	-	-	-	-	-	-
Hollister <sup>(5,10)</sup>	70	1.9	0.58	-	-	-	130	40	-	-	-
Midas <sup>(5,11)</sup>	76	5.7	0.42	-	-	-	430	32	-	-	-
Heva <sup>(12)</sup>	1,266	-	0.06	-	-	-	-	76	-	-	-
Hosco <sup>(12)</sup>	29,287	-	0.04	-	-	-	-	1,202	-	-	-
Rio Grande Silver <sup>(13)</sup>	516	14.8	-	2.1	1.1	-	7,620	-	10,760	5,820	-
Star <sup>(14)</sup>	1,126	2.9	-	6.2	7.4	-	3,301	-	69,900	83,410	-
<b>Total</b>	<b>52,913</b>						<b>155,266</b>	<b>3,245</b>	<b>480,260</b>	<b>882,820</b>	<b>14,650</b>

Measured & Indicated Resources											
Asset	Tons (000)	Silver (oz/ton)	Gold (oz/ton)	Lead %	Zinc %	Copper %	Silver (000 oz)	Gold (000 oz)	Lead (Tons)	Zinc (Tons)	Copper Tons
Greens Creek <sup>(5)</sup>	8,895	12.9	0.10	3.0	8.3	-	114,681	881	266,110	739,020	-
Lucky Friday <sup>(5,6)</sup>	11,282	7.7	-	4.9	2.4	-	86,386	-	551,340	269,710	-
Casa Berardi Open Pit <sup>(7)</sup>	2,445	-	0.07	-	-	-	-	168	-	-	-
Casa Berardi Underground <sup>(7)</sup>	7,656	-	0.14	-	-	-	-	1,081	-	-	-
San Sebastian <sup>(5,8)</sup>	2,541	5.9	0.06	1.9	2.9	1.2	14,985	149	22,420	34,100	14,650
Fire Creek <sup>(5,9)</sup>	134	1.0	0.46	-	-	-	128	61	-	-	-
Fire Creek - Open Pit <sup>(13)</sup>	-	-	-	-	-	-	-	-	-	-	-
Hollister <sup>(5,10)</sup>	88	2.5	0.58	-	-	-	217	51	-	-	-
Midas <sup>(5,11)</sup>	78	5.7	0.43	-	-	-	444	33	-	-	-
Heva <sup>(12)</sup>	1,266	-	0.06	-	-	-	-	76	-	-	-
Hosco <sup>(12)</sup>	29,287	-	0.04	-	-	-	-	1,202	-	-	-
Rio Grande Silver <sup>(13)</sup>	516	14.8	-	2.1	1.1	-	7,620	-	10,760	5,820	-
Star <sup>(14)</sup>	1,126	2.9	-	6.2	7.4	-	3,301	-	69,900	83,410	-
<b>Total</b>	<b>65,312</b>						<b>227,760</b>	<b>3,701</b>	<b>920,530</b>	<b>1,132,060</b>	<b>14,650</b>



# INFERRED MINERAL RESOURCES

(On December 31, 2020 unless otherwise noted)

Inferred Resources											
Asset	Tons (000)	Silver (oz/ton)	Gold (oz/ton)	Lead %	Zinc %	Copper %	Silver (000 oz)	Gold (000 oz)	Lead (Tons)	Zinc (Tons)	Copper Tons
Greens Creek <sup>(5)</sup>	1,767	13.2	0.08	2.8	7.0	-	23,370	145	49,670	123,480	-
Lucky Friday <sup>(5,6)</sup>	3,069	8.3	-	6.3	2.7	-	25,359	-	192,200	83,350	-
Casa Berardi Open Pit <sup>(7)</sup>	9,229	-	0.06	-	-	-	-	508	-	-	-
Casa Berardi Underground <sup>(7)</sup>	2,447	-	0.18	-	-	-	-	445	-	-	-
San Sebastian <sup>(5,15)</sup>	2,923	5.9	0.05	1.6	2.3	0.9	17,188	133	6,070	8,830	3,330
Fire Creek <sup>(5,9)</sup>	765	0.5	0.51	-	-	-	394	392	-	-	-
Fire Creek - Open Pit <sup>(16)</sup>	74,584	0.1	0.03	-	-	-	5,232	2,178	-	-	-
Hollister <sup>(5,10)</sup>	642	3.0	0.42	-	-	-	1,916	273	-	-	-
Midas <sup>(5,11)</sup>	1,057	5.0	0.40	-	-	-	5,280	424	-	-	-
Heva <sup>(12)</sup>	2,787	-	0.08	-	-	-	-	216	-	-	-
Hosco <sup>(12)</sup>	17,726	-	0.04	-	-	-	-	663	-	-	-
Rio Grande Silver <sup>(17)</sup>	3,078	10.7	0.01	1.3	1.1	-	33,097	36	40,990	34,980	-
Star <sup>(14)</sup>	3,157	2.9	-	5.6	5.5	-	9,432	-	178,670	174,450	-
Monte Cristo <sup>(18)</sup>	913	0.3	0.14	-	-	-	271	131	-	-	-
Rock Creek <sup>(19)</sup>	100,086	1.5	-	-	-	0.7	148,736	-	-	-	658,680
Montanore <sup>(20)</sup>	112,185	1.6	-	-	-	0.7	183,346	-	-	-	759,420
<b>Total.....</b>	<b>336,416</b>						<b>453,621</b>	<b>5,543</b>	<b>467,600</b>	<b>425,090</b>	<b>1,421,430</b>

Investors are cautioned that Reserves and Resources are as of December 31, 2020, and are dynamic during the year due to mining depletion, changing metal prices, changing costs or project economics, and new drill or mining information. These factors can impact Reserves and Resources either positively or negatively.

# MINERAL RESOURCES (NOTES)

(On December 31, 2020 unless otherwise noted)

**Note: All estimates are in-situ except for the proven reserves at Greens Creek and Fire Creek which are in surface stockpiles. Resources are exclusive of reserves.**

- (5) Mineral resources are based on \$1500 gold, \$21 silver, \$1.15 lead, \$1.35 zinc and \$3.00 copper, unless otherwise stated. Cut-off grades are as above unless otherwise stated.
- (6) Measured and indicated resources from Gold Hunter and Lucky Friday vein systems are diluted and factored for expected mining recovery using NSR cut-off grades of \$170.18 for the 30 Vein, \$184.97 for the Intermediate Veins and \$207.15 for the Lucky Friday Vein.
- (7) Measured, indicated and inferred resources are based on \$1,500 gold and a US\$/CAN\$ exchange rate of 1:1.35. Underground resources are reported at a minimum mining width of 6.6 to 9.8 feet (2 m to 3 m). The average cut-off grades at Casa Berardi are 0.087 oz/ton gold (3.0 g/tonne) for underground mineral resources and 0.025 oz/ton gold (0.85 g/tonne) for open pit mineral resources.
- (8) Indicated resources reported at a minimum mining width of 5.9 feet (1.8 m) for Hugh Zone, Middle Vein, North Vein, and East Francine Vein and 4.9 feet (1.5 m) for Andrea Vein using a cut-off grade of \$90.72/ton (\$100/tonne).
- San Sebastian lead, zinc and copper grades are for 1,187,000 tons of indicated resource within the Middle Vein and the Hugh Zone of the Francine Vein.
- (9) Fire Creek mineral resources are reported at a gold equivalent cut-off grade of 0.283 oz/ton. The minimum mining width is defined as four feet or the vein true thickness plus two feet, whichever is greater.
- (10) Hollister mineral resources, including the Hatter Graben are reported at a gold equivalent cut-off grade of 0.238 oz/ton. The minimum mining width is defined as four feet or the vein true thickness plus two feet, whichever is greater.
- (11) Midas mineral resources are reported at a gold equivalent cut-off grade of 0.237 oz/ton. The minimum mining width is defined as four feet or the vein true thickness plus two feet, whichever is greater.
- (12) Measured, indicated and inferred resources are based on \$1,500 gold. The resources are in-situ without dilution and material loss at a cut-off grade of 0.01 oz/ton gold (0.33 g/tonne) for open pit and 0.088 oz/ton gold (3.0 g/tonne) for underground.
- (13) Indicated resources reported at a minimum mining width of 6.0 feet for Bulldog; resources based on \$26.5 Ag, \$0.85 Pb, and \$0.85 Zn and a cut-off grade of 6.0 silver equivalent oz/ton.
- (14) Indicated and Inferred resources reported using \$21 silver, \$0.95 lead, \$1.10 lead minimum mining width of 4.3 feet and a cut-off grade of \$100/ton.
- (15) Inferred resources reported at a minimum mining width of 5.9 feet (1.8 m) for Hugh Zone, Middle Vein, North Vein, and East Francine Vein and 4.9 feet (1.5 m) for Andrea Vein using a cut-off grade of \$90.72/ton (\$100/tonne).
- San Sebastian lead, zinc and copper grades are for 385,000 tons of inferred resource within the Middle Vein and the Hugh Zone of the Francine Vein.
- (16) Inferred open-pit resources for Fire Creek calculated November 30, 2017 using gold and silver recoveries of 65% and 30% for oxide material and 60% and 25% for mixed oxide-sulfide material. Indicated Resources reclassified as Inferred for 2019.  
Open pit resources are calculated at \$1400 gold and \$19.83 silver and cut-off grade of 0.01 Au Equivalent oz/ton and is inclusive of 10% mining dilution and 5% ore loss. Open pit mineral resources exclusive of underground mineral resources.  
NI43-101 Technical Report for the Fire Creek Project, Lander County, Nevada; Effective Date March 31, 2018; prepared by Practical Mining LLC, Mark Odell, P.E. for Hecla Mining Company, June 28, 2018.
- (17) Inferred resources reported at a minimum mining width of 6.0 feet for Bulldog and a cut-off grade of 6.0 equivalent oz/ton silver and 5.0 feet for Equity and North Amethyst vein at a cut-off grade of \$50/ton and \$100/ton; based on \$1400 Au, \$26.5 Ag, \$0.85 Pb, and \$0.85 Zn.
- (18) Inferred resource reported at a minimum mining width of 5.0 feet; resources based on \$1400 Au, \$26.5 Ag using a 0.06 oz/ton gold cut-off grade.
- (19) Inferred resource at Rock Creek reported at a minimum thickness of 15 feet and a cut-off grade of \$24.50/ton NSR and adjusted given mining restrictions as defined by U.S. Forest Service, Kootenai National Forest in the June 2003 'Record of Decision, Rock Creek Project'.
- (20) Inferred resource at Montanore reported at a minimum thickness of 15 feet and a cut-off grade of \$24.50/ton NSR and adjusted given mining restrictions defined by U.S. Forest Service, Kootenai National Forest, Montana DEQ in December 2015 'Joint Final EIS, Montanore Project'

\* Totals may not represent the sum of parts due to rounding