



Annual Meeting of Shareholders

May 15, 2013



Cautionary Statements

Cautionary Note Regarding Forward Looking Statements

Statements made which are not historical facts, such as strategies, plans, anticipated payments, litigation outcome (including settlement negotiations), production, sales of assets, exploration results and plans, costs, and prices or sales performance are "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Words such as "may," "will," "should," "expects," "intends," "projects," "believes," "estimates," "targets," "anticipates," and similar expressions are used to identify these forward-looking statements. Forward-looking statements involve a number of risks and uncertainties that could cause actual results to differ materially from those projected, anticipated, expected or implied. These risks and uncertainties include, but are not limited to, metals price volatility, volatility of metals production and costs, environmental and litigation risks, operating risks, project development risks, political risks, labor issues, ability to raise financing, and exploration risks. Refer to our Form 10-K and 10-Q reports for a more detailed discussion of factors that may impact expected future results. We undertake no obligation to update forward-looking statements other than as may be required by law.

Cautionary Note Regarding Estimates of Measured, Indicated and Inferred Resources

The United States Securities and Exchange Commission permits mining companies, in their filings with the SEC, to 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. 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

All disclosures of a technical or scientific nature in this press release have been reviewed and approved by Dean McDonald, P.Geo., Vice President Exploration of Hecla Mining Company, who serves as a Qualified Person under National Instrument 43-101. 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" dated March 28, 2013 and for the Lucky Friday Mine are contained in a technical report titled "Technical Report for the Lucky Friday Mine Shoshone County, Idaho, USA" dated March 28, 2013. Copies of these two technical reports are available under Hecla's profile on SEDAR at www.sedar.com.

Cautionary Note Regarding Non-GAAP measures

Total cash cost per ounce of silver and earnings before adjustments represents non-U.S. Generally Accepted Accounting Principles (GAAP) measurement. A reconciliation of total cash cost to cost of sales and other direct production costs and depreciation, depletion and amortization (GAAP) can be found in the Appendix.

Key Events in Hecla's History

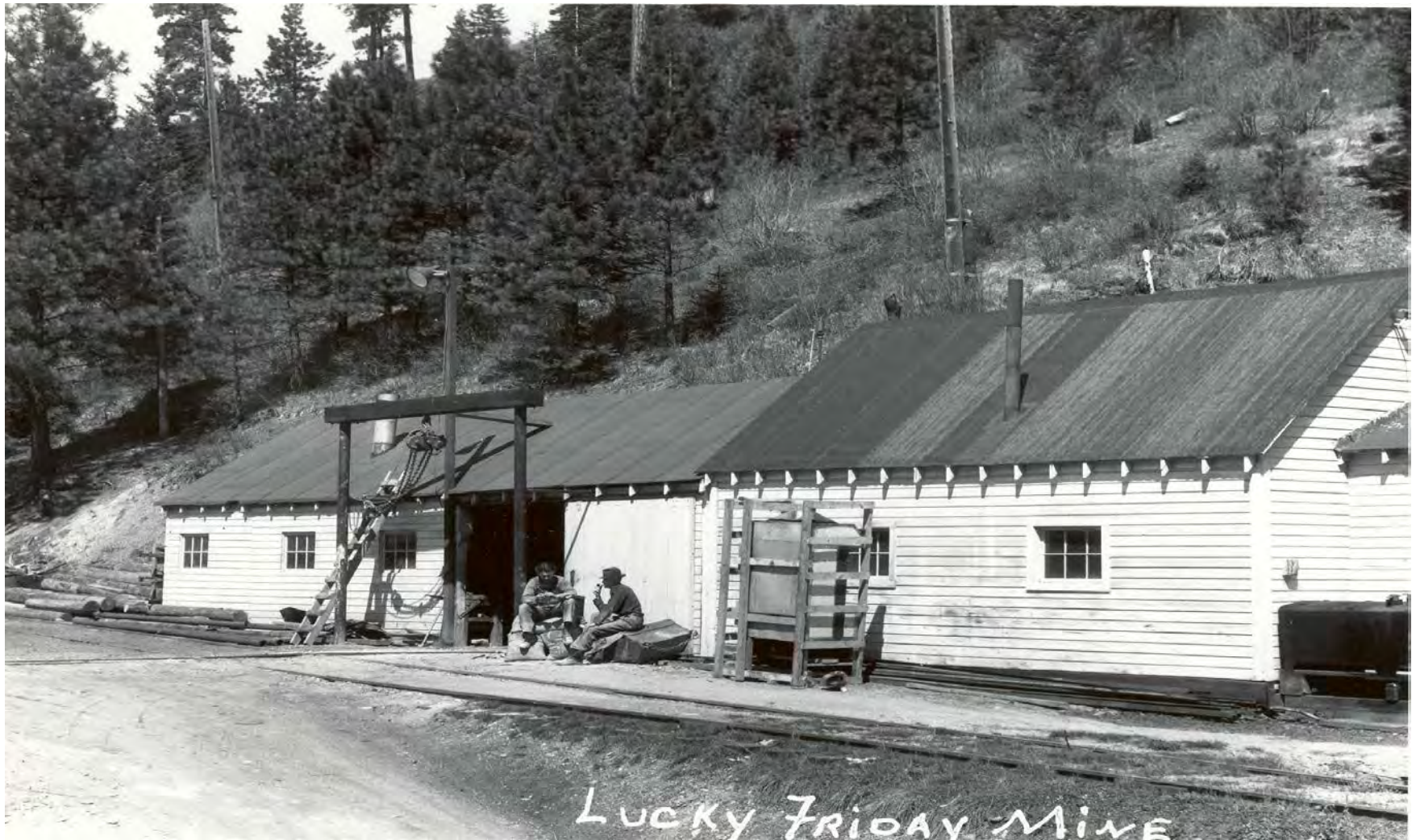
Hecla's #2 Certificate: 1891



Hecla & Star Morning Mine: 1920s



Lucky Friday Mine (1947) Acquired in 1958



Construction of Silver Shaft: 1980-1983



Construction of Silver Shaft: 1980-1983



Acquisition of 30% of Greens Creek: 1987



Acquisition of Venezuelan & Mexican Assets: 1999





La Camorra Mine

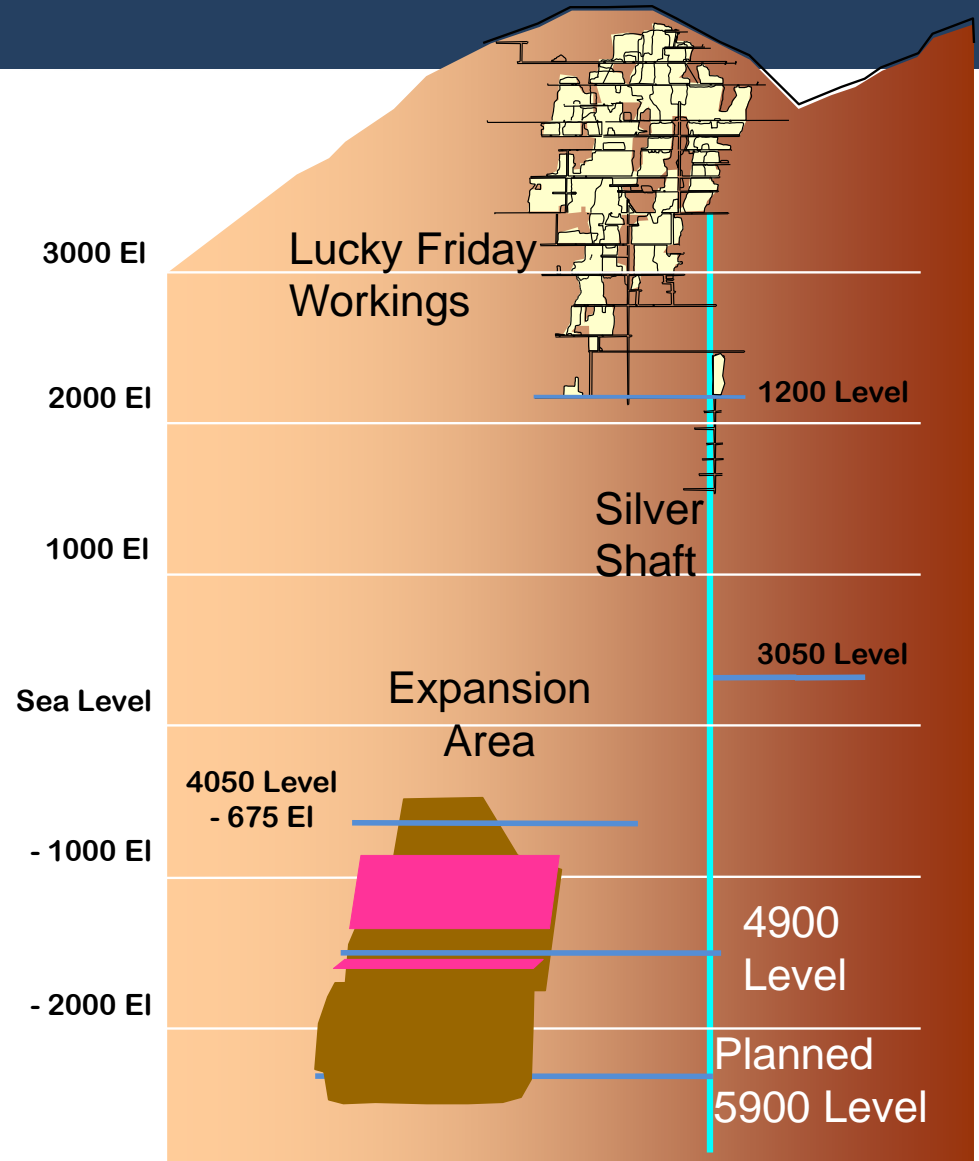
Our Strategy Since 2000

**1. Increase the Known Reserves
and Resources and Production at
the Lucky Friday**

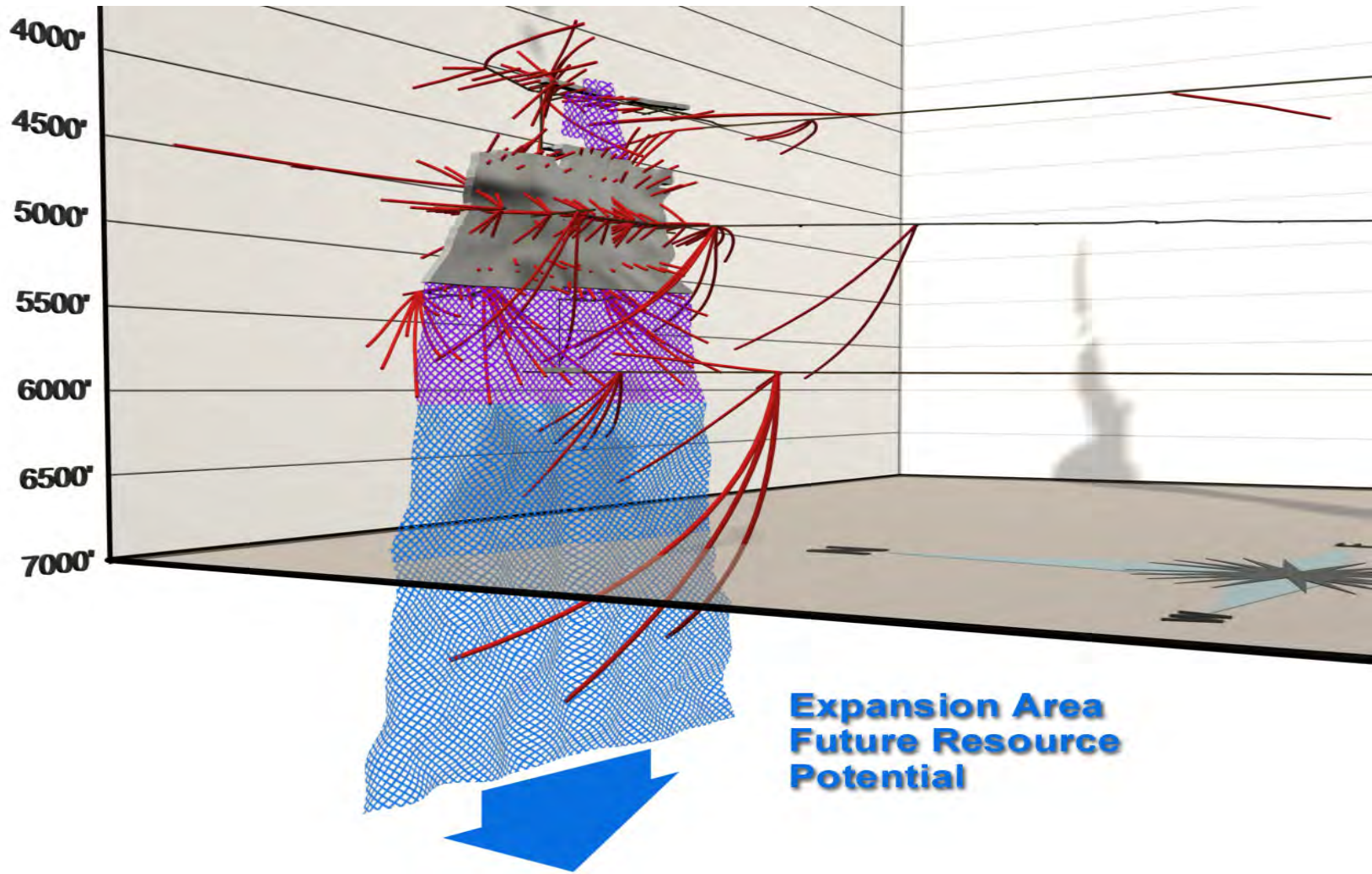
Lucky Friday: 2003

Expansion Area Long Section Looking North

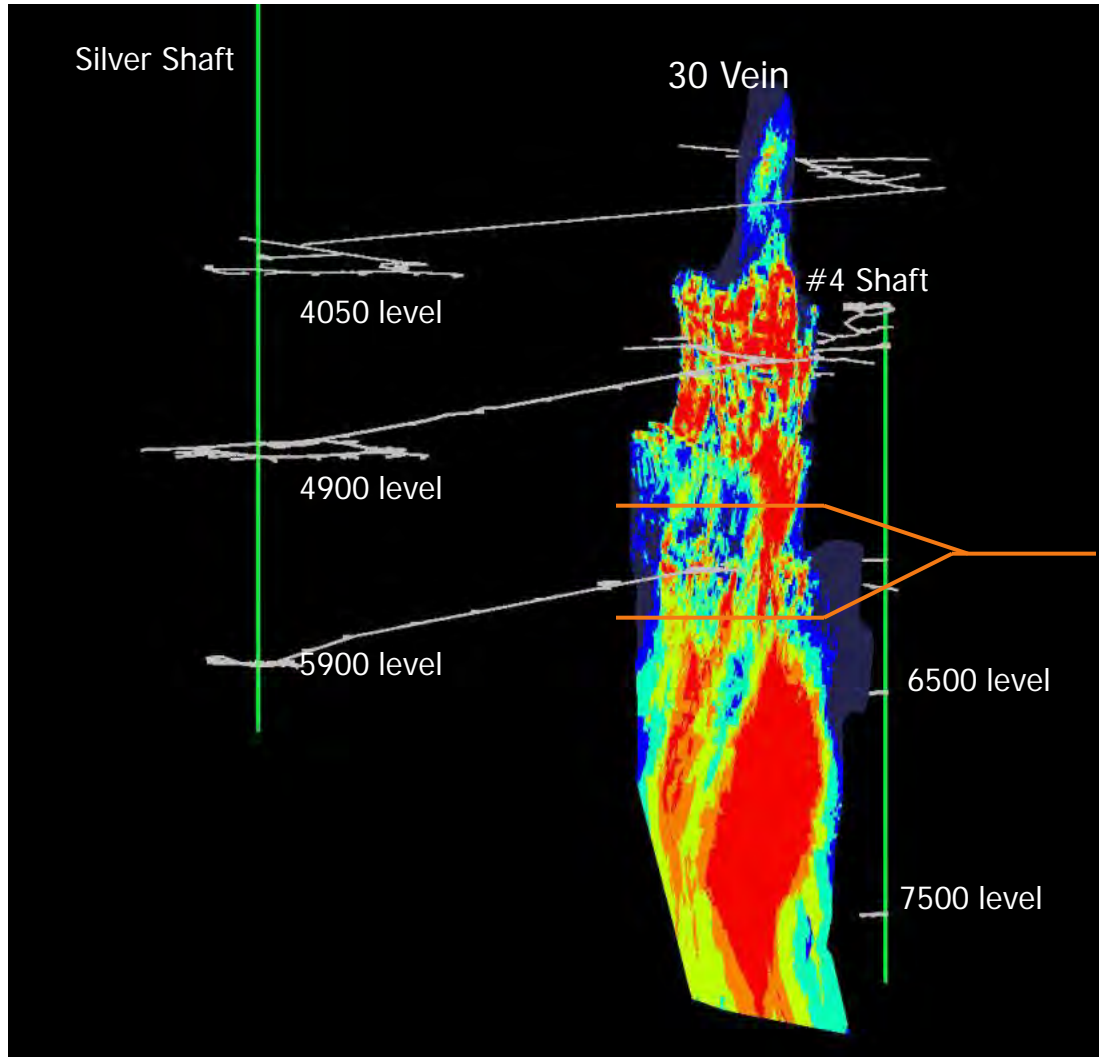
-  Mined Area
-  Total Resources



Lucky Friday Expansion Potential: 2007



Looking Forward

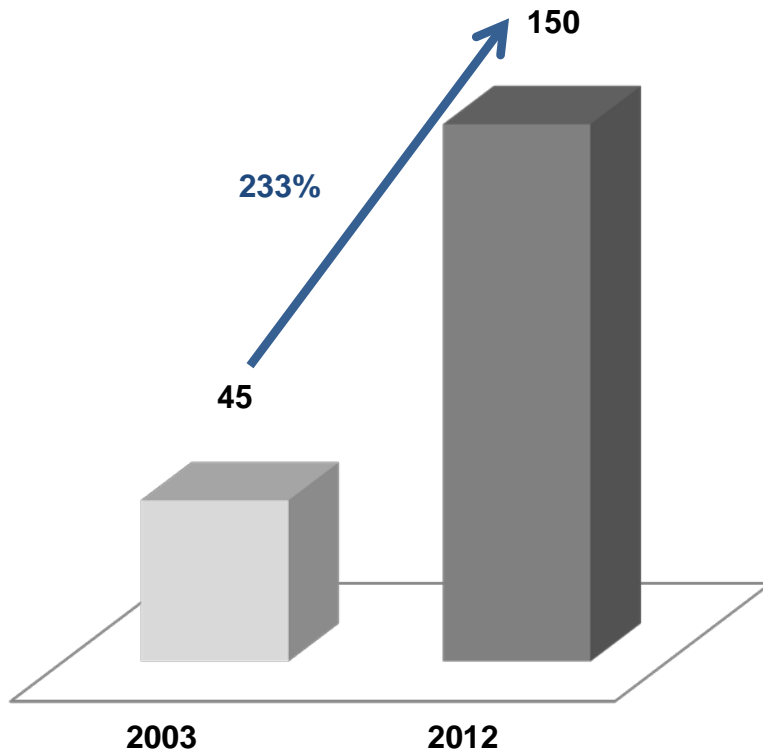


Current mining from 5900 level access

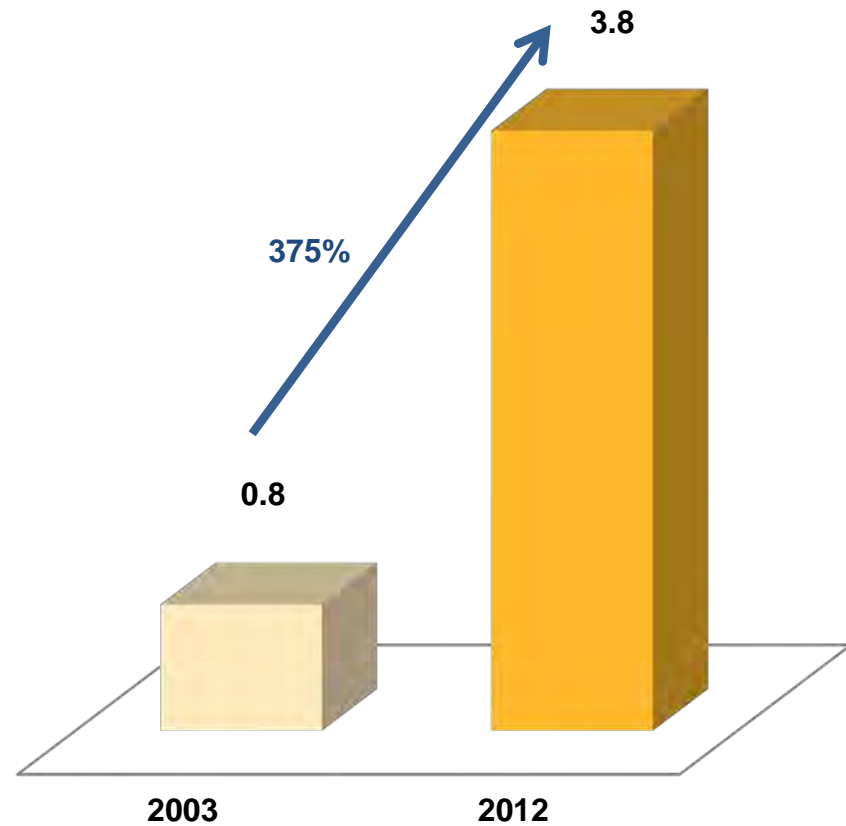
Looking NW

Pro-forma Reserve Growth 2003-2012

Silver ounces (millions)



Gold ounces (millions)⁽¹⁾



1. Includes Aurizon's reserves for 2012.

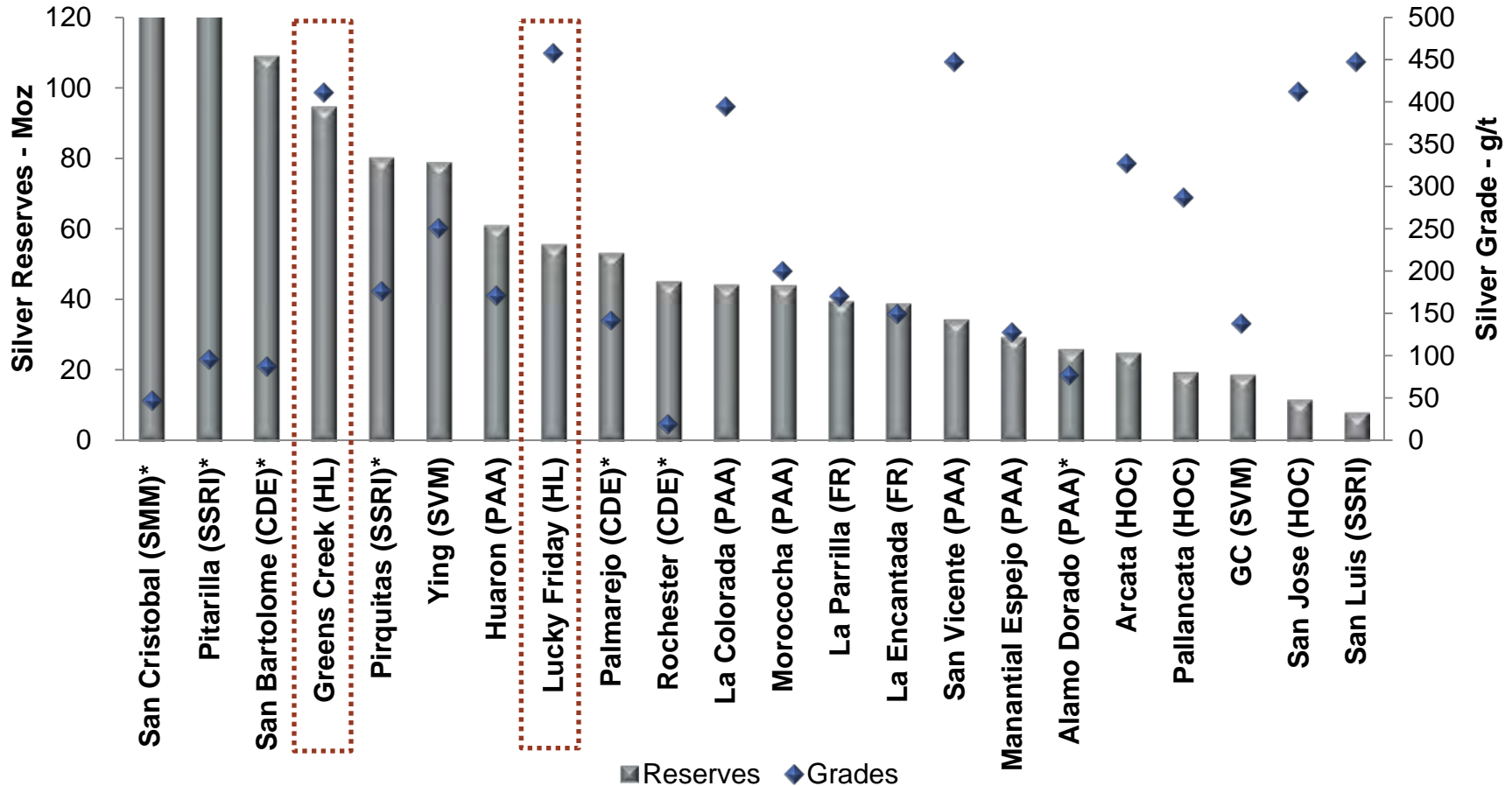
2. Acquired Greens Creek and Consolidate into Mining-Friendly Jurisdictions

Transforming Transactions

- On April 16, 2008, Hecla completed the acquisition of 70.3% of the Greens Creek joint venture, increasing our ownership interest to 100%
 - Funded with \$700 million in cash and approximately \$50 million in common stock
 - Gives Hecla control of 100% of the fifth largest silver mine in the world
 - Nearly doubles Hecla's annual silver production to approximately 11 million ounces
 - Significantly increases cash flow from operations
 - Maintains Hecla's already low average cash costs per ounce of silver relative to peers
- On July 8, 2008, Hecla completed the sale of its Venezuelan properties to Rusoro Mining for \$25 million
 - Consideration consisted of \$20 million in cash and approximately 4.3 million shares of Rusoro Mining common stock

High Quality Assets

Silver Reserves and Grades of Primary Silver Mines



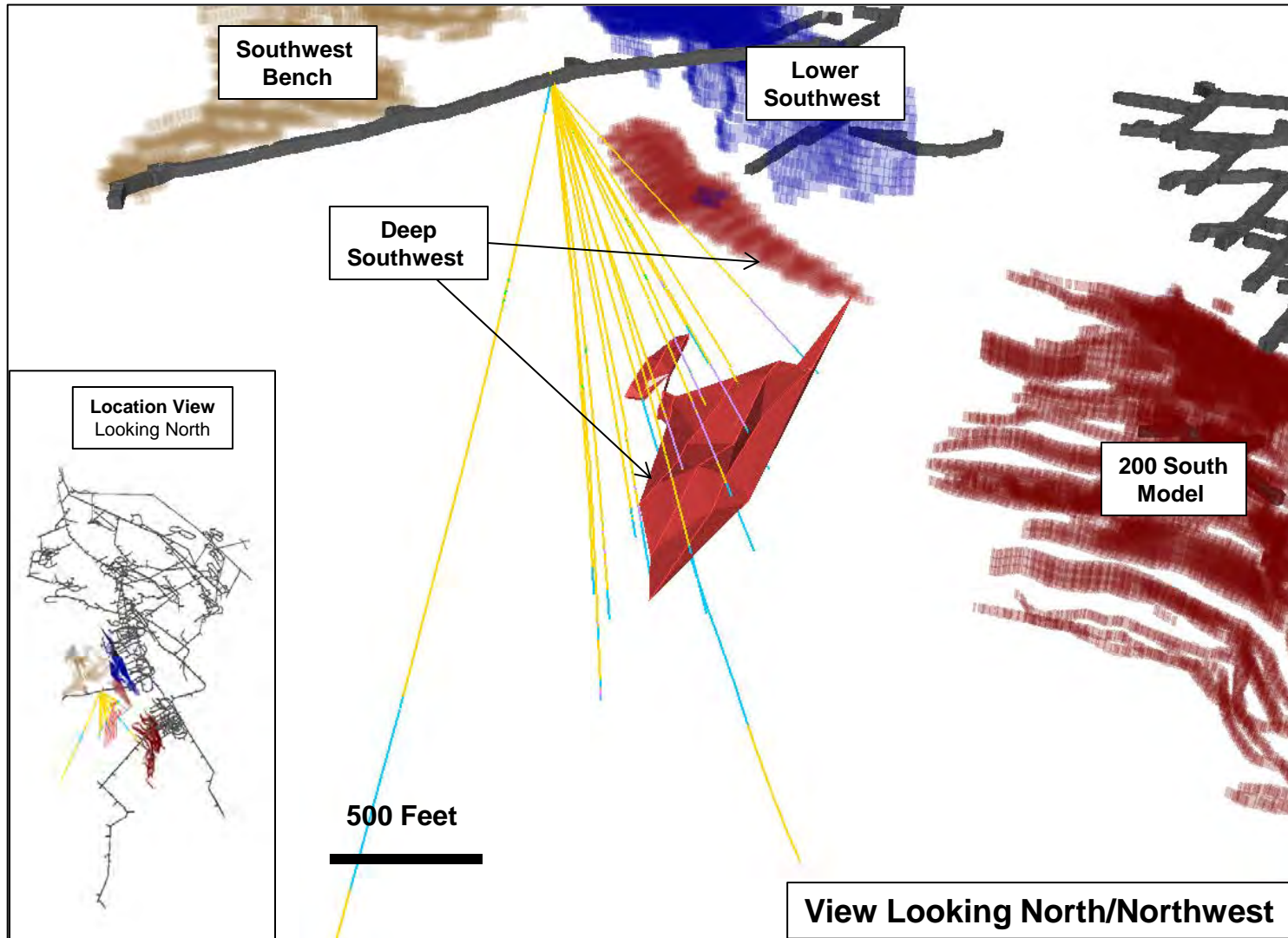
Peer-leading Silver Grade Profile Results in Low-cost, High-margin Production

Greens Creek - Silver Production up 34%

- Produced approx. 200 million ounces of silver and 1.5 million ounces of gold since startup in 1989
- 6.4 million ounces of silver production in 2012, with steady production increases during course of the year
- Q1 silver production of 1.8 million ounces, up 34% from a year ago
- Avg. Q1 cash cost of \$5.02 per ounce
- Rehabilitation begins on 29 Ramp, as part of East Ore project
- Mine life est. 10 years+

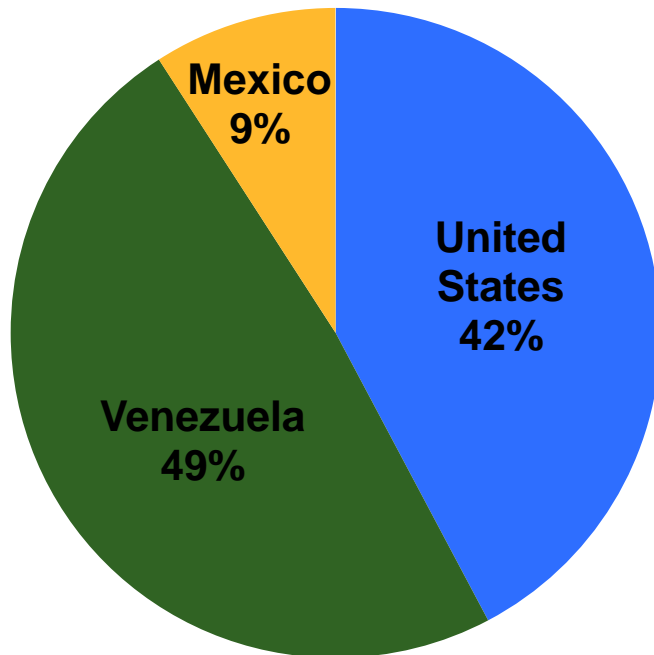


Greens Creek - Deep Southwest

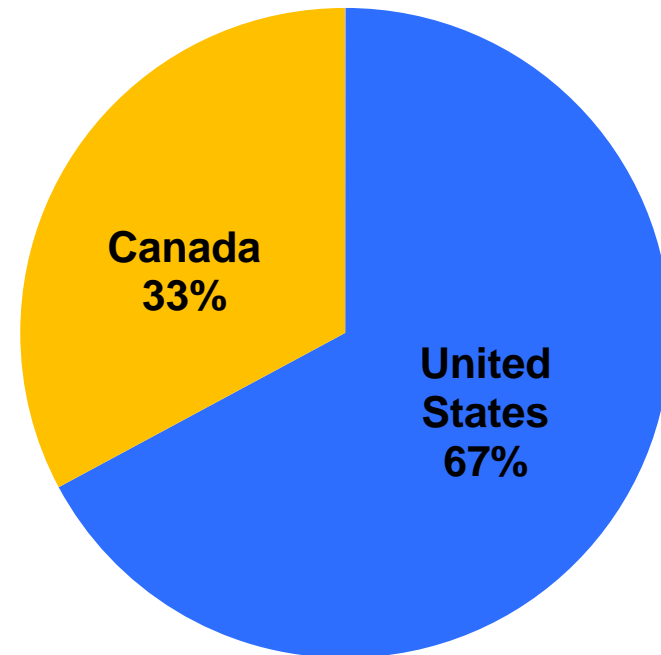


Lower Political Risk Revenue Sources

2001 Revenue



2011 Pro-forma Revenue¹

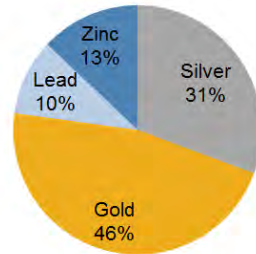
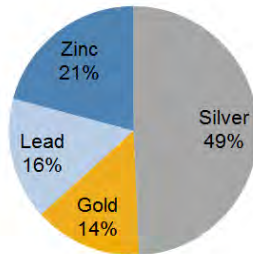


1. Includes Aurizon assets

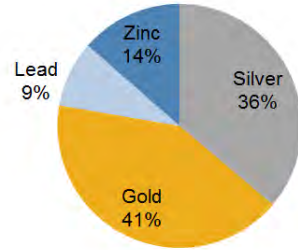
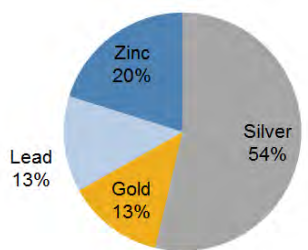
Multiple Revenue Streams → Base Metals Hedging

Hecla Standalone	Pro Forma
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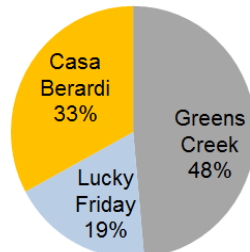
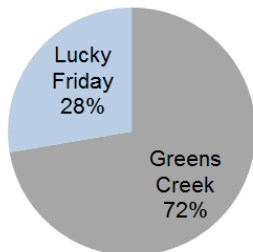
Proven and Probable Reserves⁽¹⁾



2011 Revenue by Metals



2011 Revenue by Mines



- Policy is to hedge up to 60% of the next three years' production of lead and zinc
 - Locking in revenue to cover costs
- ↓
- Currently, base metals hedging offsets approximately 50% of cash operating costs at Lucky Friday and Greens Creek for next 3 years
 - 100% unhedged exposure to silver and gold

Diversified, multi-metal, multi-revenue mining company

1. Reserves as of December 31, 2012.

3. A U.S. Company with a Significant Management Presence in Canada

We're in Vancouver!

- Vancouver - an international center of mining excellence
- Silver industry “headquarters”
- Co-head office in Vancouver
 - Nearly half of senior management here
- 2012/13 equity investments in Canadian junior exploration companies
 - Dolly Varden Silver Corporation
 - Canamex Resource Corporation
 - Brixton Metals Corporation
- Acquisition of Aurizon Mines Ltd. underway
 - Casa Berardi gold mine in Quebec



4. Settled the 20 Year Basin Litigation

Coeur d'Alene Basin Litigation Settlement

- Related to mining conducted pre-1950's that did not violate any laws
- 20 years of litigation ended in 2011 when court approved Consent Decree
- \$4.4 billion claim was settled for \$264 million (\$159 million net of \$105 million income tax benefits)
 - \$193 million has been paid in 2011 and 2012
 - \$71 million remaining
 - \$15 million due in 2013
 - \$55 million in 2014 expected to be funded from proceeds from exercise of outstanding Series 1 and Series 3 warrants¹

1. The Series 1 and Series 3 warrants have an exercise price between \$2.45 and \$2.56 per share.

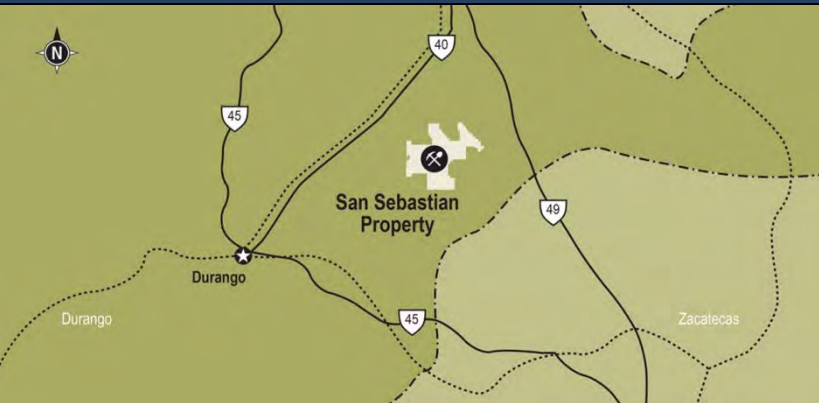
5. Emphasize Large Prospective Land Packages

North American Focused Asset Portfolio

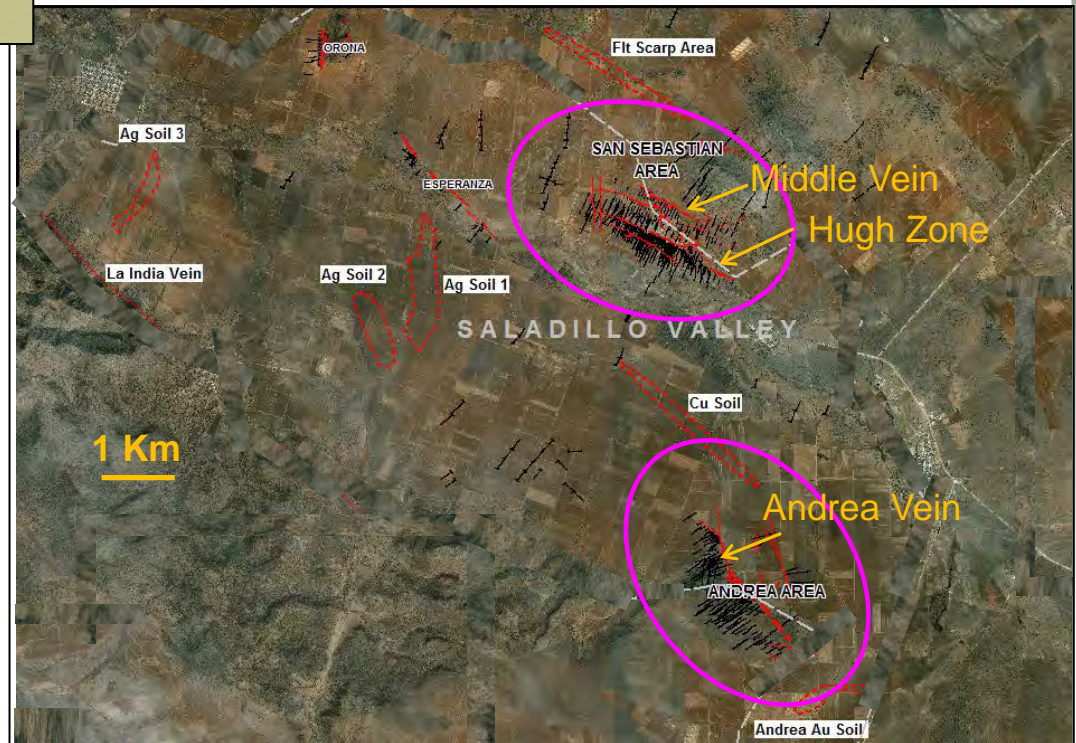
All Operations in Mining-Friendly Jurisdictions



Organic Growth - San Sebastian (Mexico)

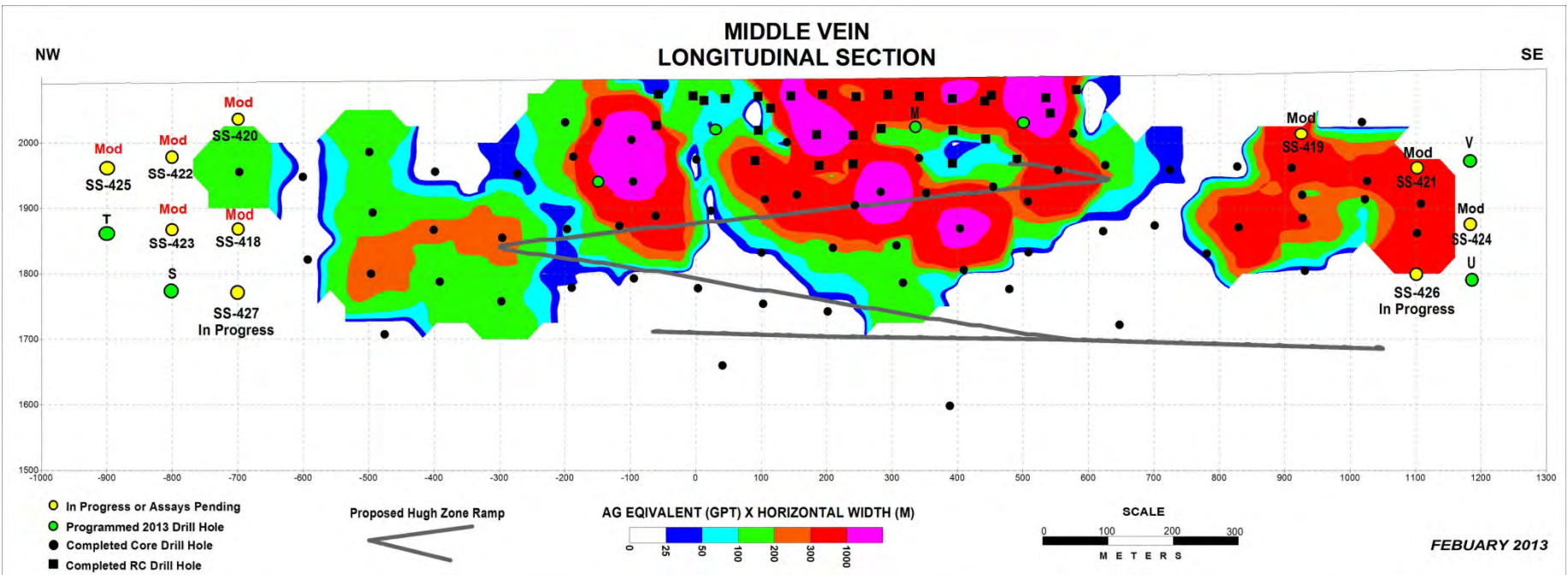


- 185-square-mile land package
- Potential extensions to both Middle Vein and Hugh Zone structures
- Andrea Vein remains open along strike and at depth



Reserve and Resource Growth - Middle Vein (Mexico)

Longitudinal of Middle Vein



- Middle Vein at San Sebastian defined over 3,000 feet along strike, from surface to over 1,000 feet in depth
- New inferred resource of 8.8 million silver ounces and 45,000 ounces gold appears open along strike

6. Continue Hecla's 100 Year Focus on Silver

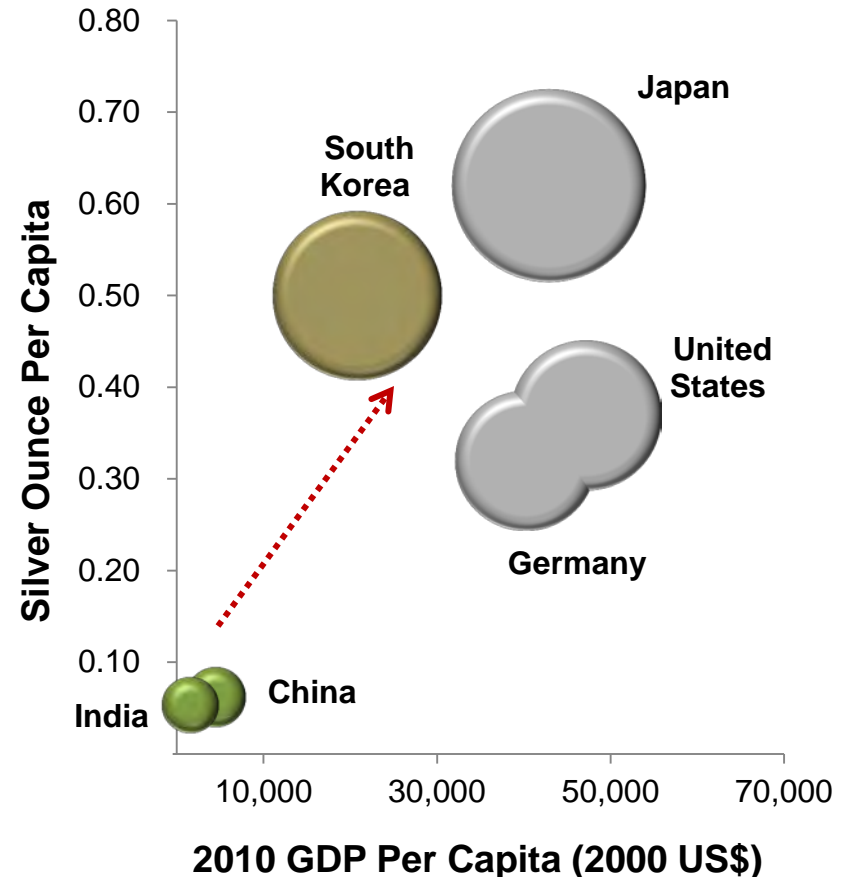
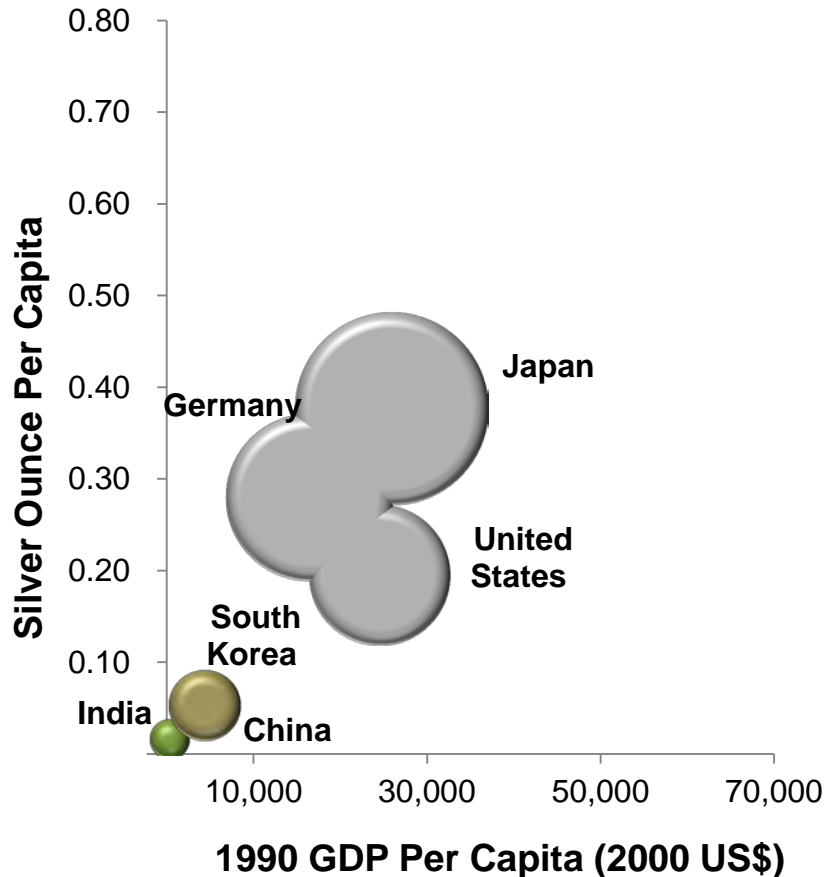
Silver - The Metal of This Age

- Has the highest electrical conductivity of all the metals
 - 80% more conductive than aluminum
 - 50% more conductive than gold, 6% more conductive than copper
 - Critically important in the miniaturization of circuits as electronic items become increasingly compact and users expect more power or utility
- Has superior thermal conductivity
 - Transfers heat efficiently; doesn't overheat
- Highest reflectivity (94%) in visible light of the metals
 - Gold 72%, Aluminum 92%



Silver Consumption per Capita

Increasing Silver Consumption Per Person in China and India

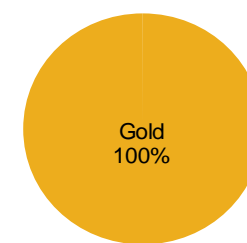
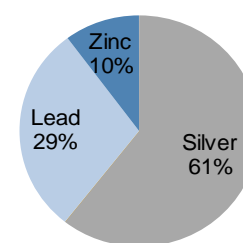
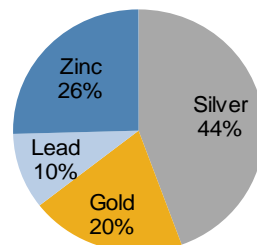


7. Focus on Reducing Risks and Continuous Improvement on Safety

Portfolio of High Quality, Long-Life Assets

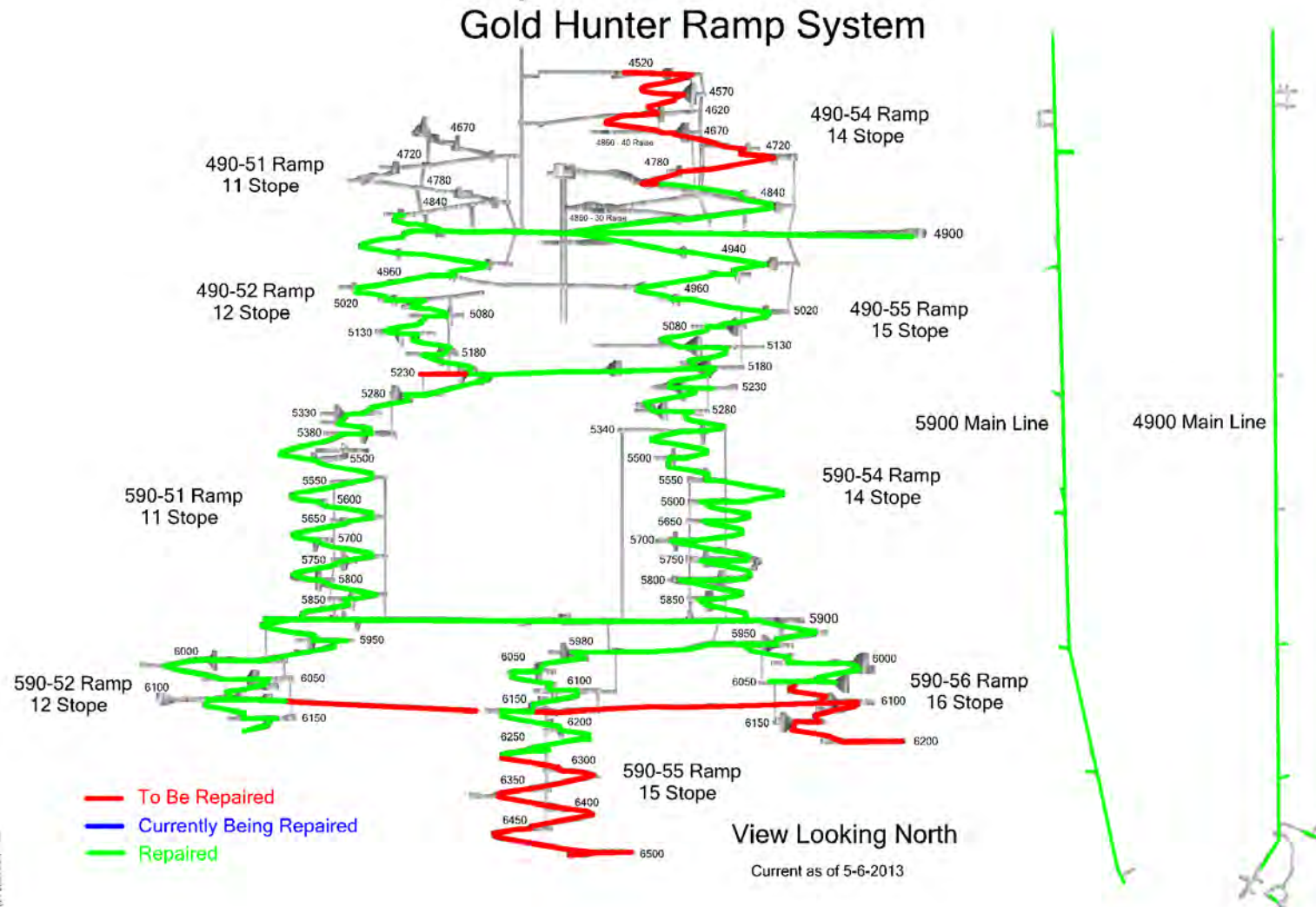
	Greens Creek	Lucky Friday	Casa Berardi
Location	Alaska	Idaho	Quebec
Ownership	100%	100%	100%
Primary Metal	Ag	Ag	Au
Primary Metal Grade (oz/t)	12.1	13.4	0.2
Proven and Probable Reserves (mm oz)			
Au Eq.	3.6	--	1.5
Ag Eq.	213	92	87
Mine Life (Years)	10+ years	25+ years	10+ years⁽¹⁾
2013 Metal Production			
Ag (mm oz) / Au (koz)	6.0 - 7.0 M oz	2.0 M oz*	125 - 130 koz*
2013 By-Product Cash Cost (\$/oz)	\$3.25/oz	\$11.00/oz ⁽²⁾	\$810/oz
2013 Capital (Sustaining Capex)	\$76 M (~\$35 M)	\$76 M (~\$30 M)	\$102 M (~\$30 M)

Proven and Probable Reserves



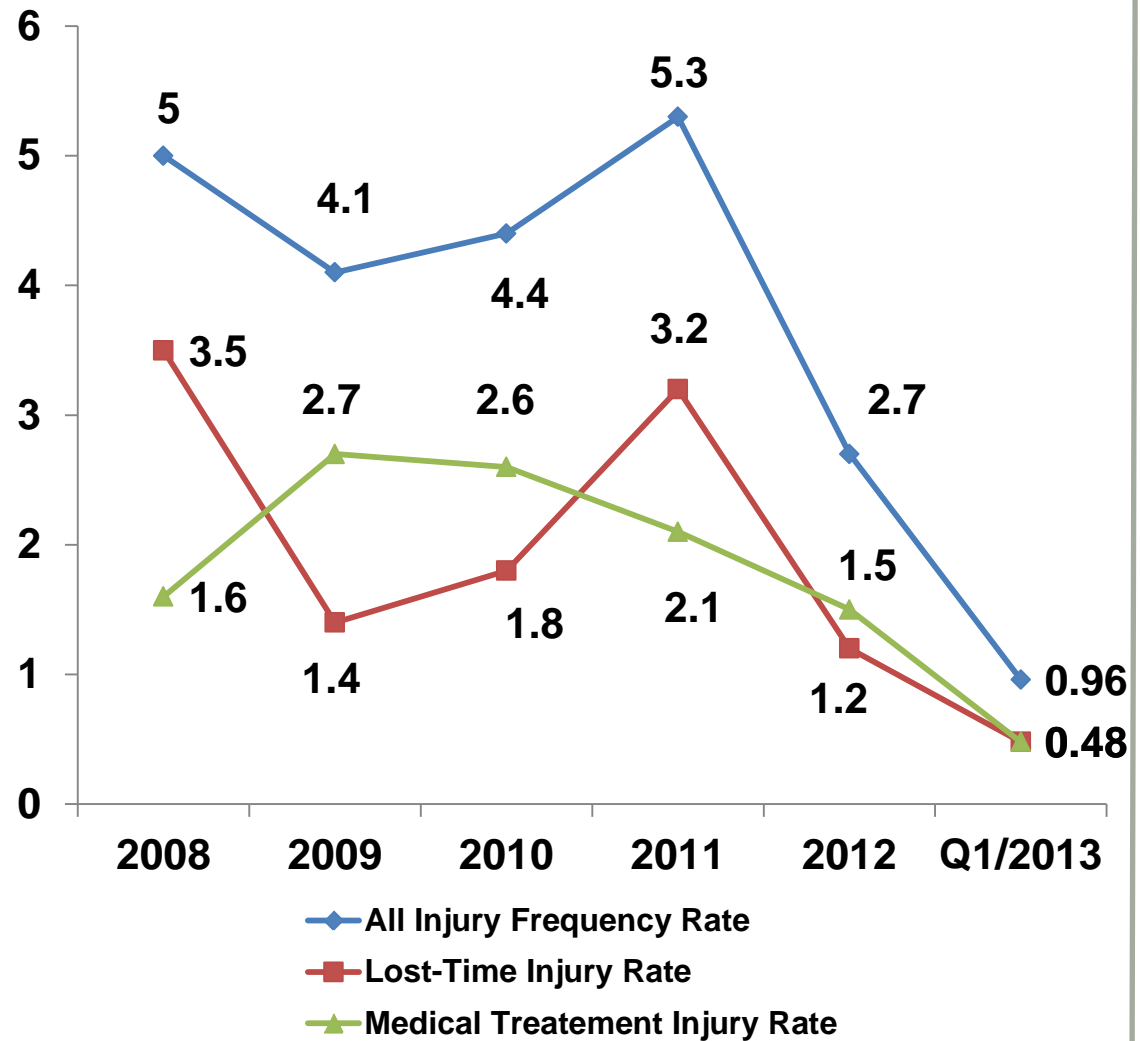
1. Based on reserves only
2. Cash costs at Lucky Friday in the second half of 2013 are expected to be \$9.50/oz once the ramp-up is complete.
*Lucky Friday and Casa Berardi in transition years

Upgrades to the Lucky Friday Ramp System



Hecla Safety Performance

- Greens Creek and Lucky Friday both have good safety records
 - Pre-2011 Lucky Friday had 0 fatalities in 25 years
- After fatalities and temporary Lucky Friday shutdown, redoubled our safety efforts
- We are seeing results already



8. Acquire Aurizon and Issue Eight Year Bonds

Casa Berardi - Long-Life Gold Asset

- Aurizon projects 2013 production of 125,000 to 130,000 ounces
- Potential to increase processing capacity to 2,400 tpd
- High conversion (~65%) of resources to reserves and consistent replacement of mined reserves
- Expected to complete shaft deepening project in late 2013
- Upside potential with completion of paste back-fill plant (Q3/13) and mill expansion in long-term mine plan



Highlights

Location	Western Quebec
Ownership	100%
Metal Composition	Au
Expected 2013 Production	125 - 130 koz
Estimated 2013 Cash Costs	\$810/oz
Projected Life of Mine (reserve only)	10+ years
Proven and Probable Reserves (Au)	1.46Moz
2013 Capital Program	\$102M

Senior Notes Overview

Peer Comparison

Issuer	Date Issued	Coupon		Maturity	Gross Proceeds ¹	Current Rating
Hecla	12-Apr-13	6.875%	Sr. Notes	1-May-21	\$500	B2/B
Coeur	24-Jan-13	7.875%	Sr. Notes	1-Feb-21	\$300	B2/B+
Eldorado Gold	10-Dec-12	6.125%	Sr. Notes	15-Dec-20	\$600	Ba3/BB
IAMGOLD Corp.	14-Sep-12	6.750%	Sr. Notes	1-Oct-20	\$650	Ba/BB-
New Gold	8-Nov-12	6.250%	Sr. Notes	22-Nov-15	\$500	B2/BB-
	2-Apr-12	7.000%	Sr. Notes	15-Apr-20	\$300	B2/BB-
Allied Nevada Gold	18-May-12	8.750%	Sr. Notes	1-Jun-19	\$400	B3/B
Hudbay Minerals	18-Jan-13	9.500%	Sr. Notes	1-Oct-20	\$500	B3/B

1. In millions
Source: Company Reports

New Quebec Gold Assets

- Gold producer and exploration portfolio in western Quebec
- Heva and Hosco West extension and the Joanna Hosco Pit
 - Large in-pit gold resource at Hosco
 - Additional gold resources at Heva and Hosco West Extension
 - Attractive exploration potential
- Growth potential with future open pit development and shaft deepening at Casa Berardi
- Significant exploration portfolio
- Portfolio of other earlier stage projects and investments

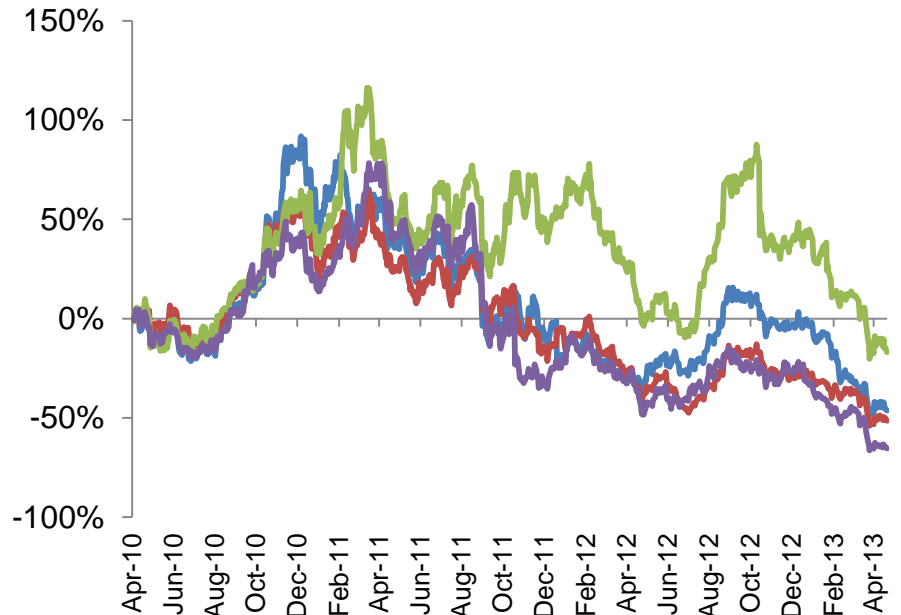
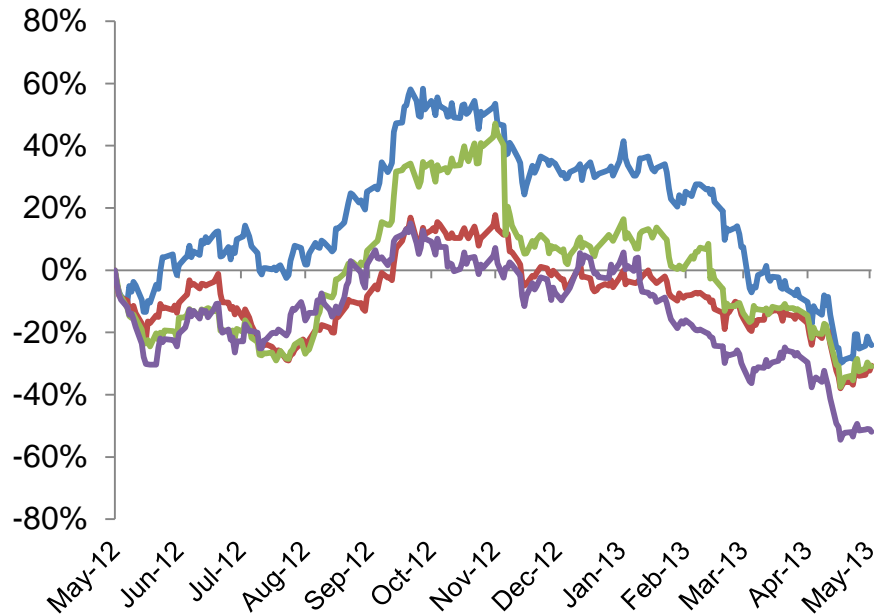


1. Based on only Casa Berardi reserves as of December 31, 2012

Silver Peer Relative Price Performance

1-Year

3-Year



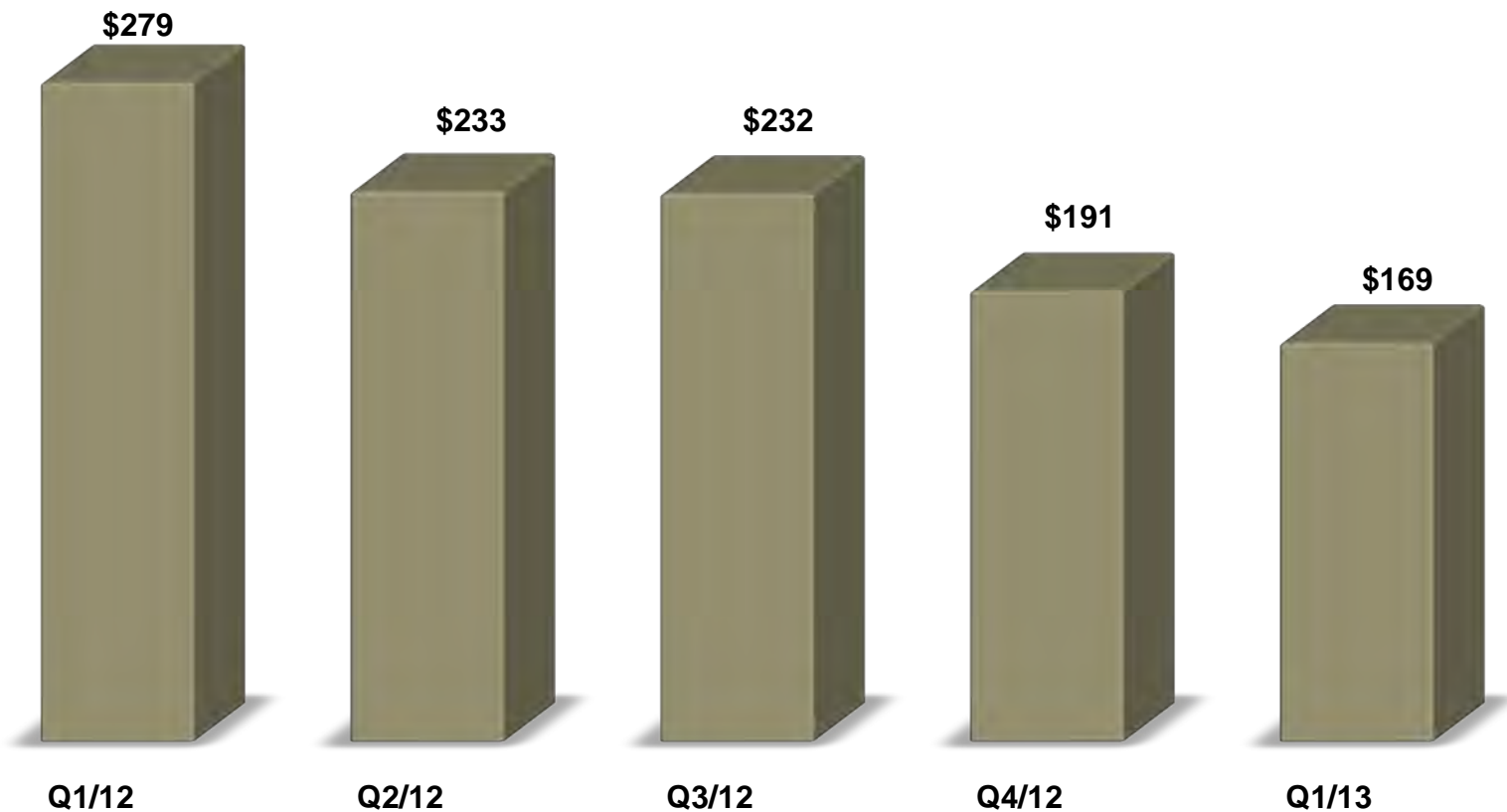
— Hecla — Pan American — Coeur — Silver Standard

Results of the Strategy

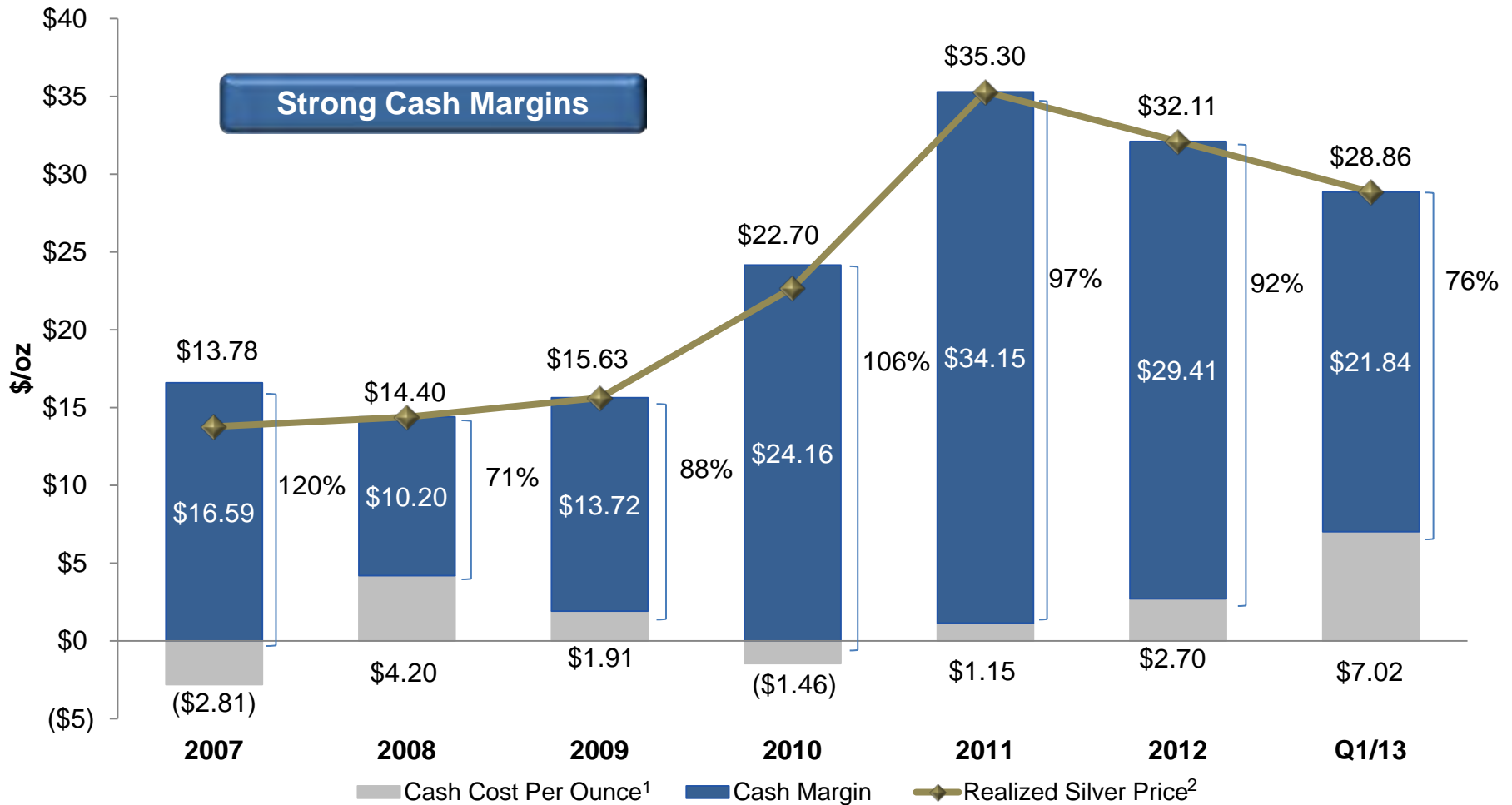
Strong Balance Sheet

Cash and Cash Equivalents

(millions)



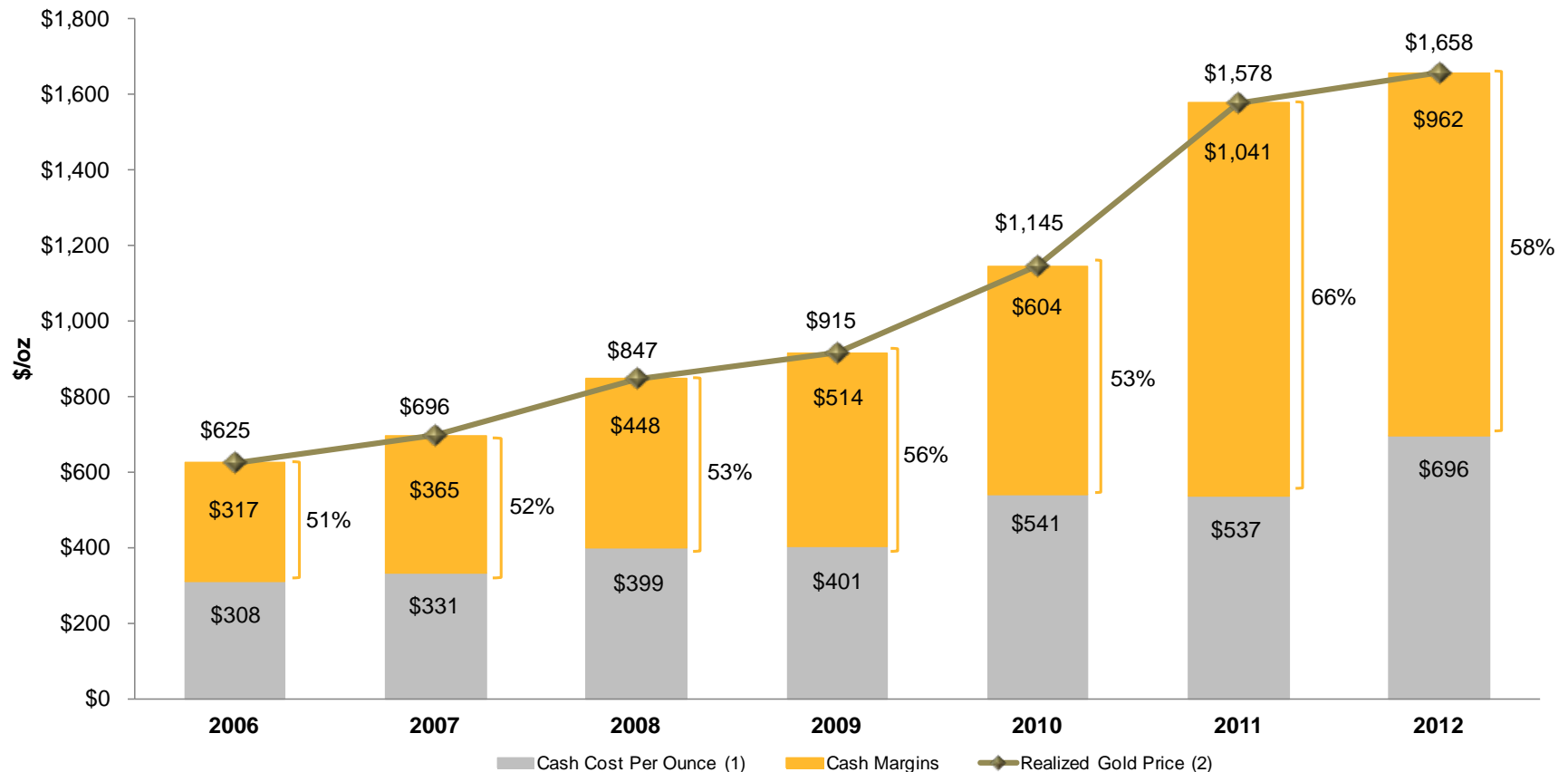
Continued Strong Margins



1. Total cash cost per ounce of silver represent non-U.S. Generally Accepted Accounting Principles (GAAP) measurement. A reconciliation of total cash costs to cost of sales and other direct production costs and depreciation, depletion and amortization (GAAP) can be found in the Appendix.

2. Realized prices are calculated by dividing gross revenues for each metal by the payable quantities of each metal included in the concentrate and doré sold during the period.

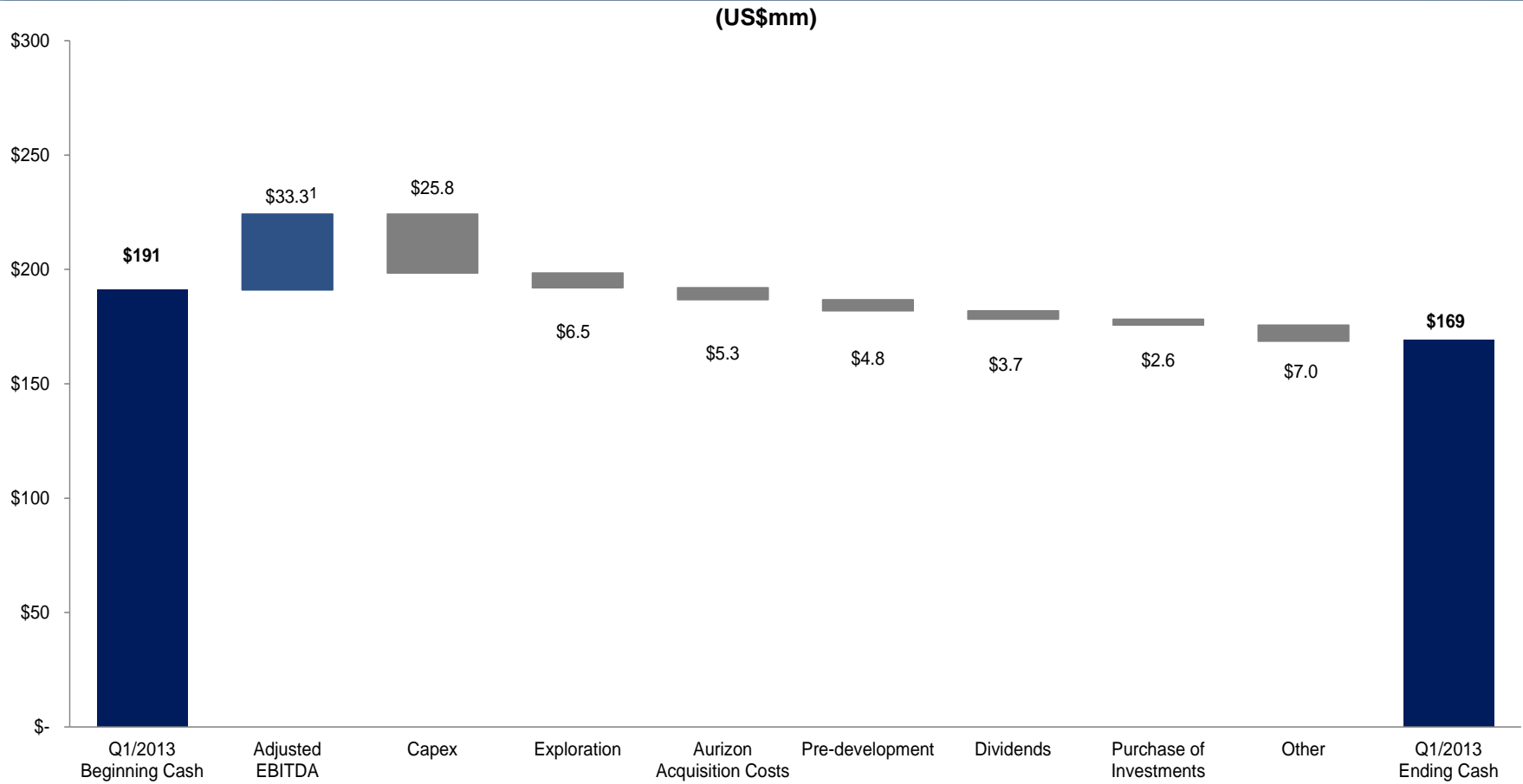
Strong Cash Margins at Casa Berardi



1. Total cash cost per ounce of gold represents a non-U.S. Generally Accepted Accounting Principles (GAAP) measurement. A reconciliation of total cash costs to cost of sales and other direct production costs and depreciation, depletion and amortization (GAAP) can be found in the Appendix.
2. Realized prices are calculated by dividing gross revenues for each metal by the payable quantities of each metal included in the concentrate and doré sold during the period.

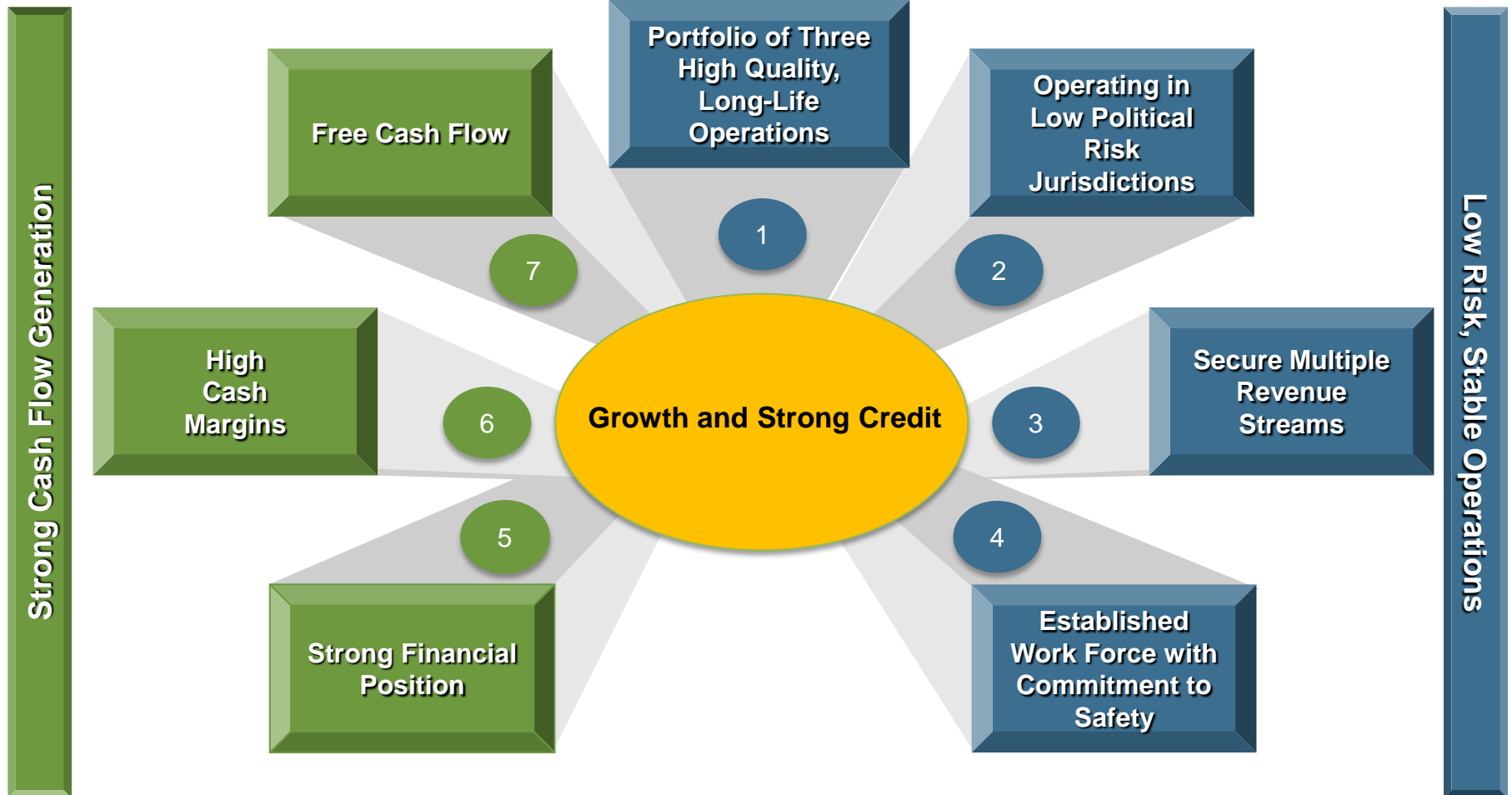
Cash Flow Usage: Flexibility

Cash Bridge Q1 2013



1. Adjusted EBITDA (non-GAAP measure) reconciliation in appendix.

Strong Investment Fundamentals



Led by a management team with over 150 years of experience, Hecla is a multi-metal and operationally diversified company, operating low-cost mines in stable jurisdictions, generating strong and growing cash flow.



Appendix



Reserves & Resources Update (on Dec. 31, 2012)

	Silver		Gold	Lead	Zinc	Silver		Gold	Lead	Zinc
	Tons	(Oz/ton)	(Oz/ton)	(%)	(%)	(Ounces)	(Ounces)	(Tons)	(Tons)	
Proven and Probable Reserves										
<i>Proven Ore Reserves</i>										
Lucky Friday, USA	2,206,600	12.1	—	7.4	2.7	26,778,900	—	163,350	58,560	
Greens Creek, USA	12,000	9.3	0.095	2.7	7.8	112,500	1,100	330	940	
Subtotal Proven	2,218,600					26,891,400	1,100	163,680	59,500	
<i>Probable Reserves</i>										
Lucky Friday, USA	1,931,700	14.8	—	8.7	3.2	28,676,000	—	167,390	62,300	
Greens Creek, USA	7,845,600	12.0	0.092	3.4	9.0	94,481,200	718,400	267,410	702,300	
Subtotal Probable	9,777,300					123,157,200	718,400	434,800	764,600	
Total Proven & Probable	11,995,900					150,048,600	719,500	598,480	824,100	
<i>Indicated Resources</i>										
Lucky Friday, USA ⁽¹⁾	19,028,600	5.7	—	3.8	2.3	108,704,400	—	731,460	440,470	
Greens Creek, USA ⁽²⁾	448,600	5.9	0.119	3.2	7.0	2,650,500	53,500	14,300	31,580	
San Sebastian, Mexico ⁽³⁾	1,297,300	3.4	0.057	1.1	1.5	4,371,000	73,900	14,640	19,080	
San Juan Silver, USA ⁽⁴⁾	515,500	14.8	—	2.1	1.1	7,619,600	—	10,760	5,820	
Star Complex, USA ⁽⁵⁾	1,061,200	3.0	—	6.4	7.5	3,235,200	—	68,340	80,100	
Total Indicated Resources	22,351,100					126,580,700	127,400	839,500	577,050	
<i>Inferred Resources</i>										
Lucky Friday, USA ⁽⁶⁾	6,921,900	9.1	—	5.6	2.3	62,651,500	—	384,930	158,240	
Greens Creek, USA ⁽⁷⁾	3,784,500	11.4	0.100	2.4	6.2	42,977,300	379,200	92,130	233,110	
San Sebastian, Mexico ⁽⁸⁾	5,695,900	4.2	0.028	0.5	0.6	23,897,400	159,700	25,880	36,040	
San Juan Silver, USA ⁽⁹⁾	3,078,200	10.7	0.012	1.3	1.1	33,096,400	35,600	40,990	34,980	
Star Complex, USA ⁽¹⁰⁾	2,972,300	3.2	—	5.9	5.5	9,377,900	—	174,080	163,480	
Monte Cristo, USA ⁽¹¹⁾	913,300	0.3	0.144	—	—	271,000	131,300	—	—	
Total Inferred Resources	23,366,000					172,000,500	705,900	718,010	625,860	

Note: All estimates are in-situ

⁽¹⁾ Indicated Resources from Gold Hunter and Lucky Friday vein systems diluted and factored for expected mining recovery.

⁽²⁾ Indicated Resources only in Gallagher ore body, factored for dilution and mining recovery.

⁽³⁾ Indicated Resources diluted to minimum mining width of 2.0 meters for Hugh Zone, 1.5 meters for Andrea Vein.

⁽⁴⁾ Indicated Resources diluted to minimum mining width of 6.0 feet for Bulldog.

⁽⁵⁾ Indicated Resources diluted to minimum mining width of 4.3 feet.

⁽⁶⁾ Inferred Resources from Gold Hunter and Lucky Friday vein systems diluted and factored for expected mining recovery.

⁽⁷⁾ Inferred Resources in East Ore, Gallagher, NWW, 200S ore bodies, factored for dilution and mining recovery.

⁽⁸⁾ Inferred Resources diluted to minimum mining width of 2.0 meters for Hugh Zone, 1.5 meters for Andrea & Middle veins.

San Sebastian Hugh Zone also contains 29,720 tons of Cu at 1.46% Cu within 1,949,800 tons of ore.

⁽⁹⁾ Inferred Resources diluted to minimum mining width of 6.0 feet for Bulldog, 5.0 feet for Equity & North Amethyst veins.

⁽¹⁰⁾ In situ Inferred Resources diluted to minimum mining width of 4.3 feet.

⁽¹¹⁾ Inferred Resources diluted to minimum mining width of 5.0 feet.

Total Cash Cost GAAP Reconciliation

Reconciliation of Cash Costs per Ounce to Generally Accepted Accounting Principles (GAAP)

(dollars and ounces in thousands, except per ounce - unaudited)

	<u>Q1/2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Total cash costs ⁽¹⁾	\$ 13,346	\$ 17,262	\$ 10,934	\$ (15,435)	\$ 20,958	\$ 36,621	\$ (15,873)
Divided by silver ounces produced	<u>1,901</u>	<u>6,394</u>	<u>9,483</u>	<u>10,566</u>	<u>10,989</u>	<u>8,709</u>	<u>5,643</u>
Total cash cost per ounce produced	<u>\$ 7.02</u>	<u>\$ 2.70</u>	<u>\$ 1.15</u>	<u>\$ (1.46)</u>	<u>\$ 1.91</u>	<u>\$ 4.20</u>	<u>\$ (2.81)</u>
Reconciliation to GAAP:							
Total cash costs	\$ 13,346	\$ 17,262	\$ 10,934	\$ (15,435)	\$ 20,958	\$ 36,621	\$ (15,873)
Depreciation, depletion and amortization	\$ 14,007	\$ 43,522	\$ 47,066	\$ 60,011	\$ 62,837	\$ 35,207	\$ 12,323
Treatment costs	\$ (18,597)	\$ (73,355)	\$ (99,019)	\$ (92,144)	\$ (80,830)	\$ (70,776)	\$ (27,617)
By- products credits	\$ 46,577	\$ 190,916	\$ 254,372	\$ 267,272	\$ 206,608	\$ 164,963	\$ 112,079
Change in product inventory	\$ (4,604)	\$ (1,381)	\$ (4,805)	\$ 3,660	\$ 310	\$ 20,254	\$ (1,261)
Suspension-related costs ⁽²⁾	\$ -	\$ -	\$ 4,135	\$ -	\$ -	\$ -	\$ -
Reclamation, severance and other costs	\$ 103	\$ 663	\$ (44)	\$ 630	\$ 1,596	\$ 537	\$ 203
Costs of sales and other direct production costs and depreciation, depletion and amortization (GAAP)	<u>\$ 50,832</u>	<u>\$ 177,627</u>	<u>\$ 212,639</u>	<u>\$ 223,994</u>	<u>\$ 211,479</u>	<u>\$ 186,806</u>	<u>\$ 79,854</u>

- Cash cost per ounce of silver represents a non-U.S. Generally Accepted Accounting Principles (GAAP) measurement that the Company believes provide management and investors an indication of net cash flow. Management also uses this measurement for the comparative monitoring of performance of mining operations period-to-period from a cash flow perspective. "Total cash cost per ounce" is a measure developed by mining companies in an effort to provide a uniform standard for comparison purposes; however, there can be no assurance that our reporting of this non-GAAP measure is similar to that reported by other mining companies. Cost of sales and other direct production costs and depreciation, depletion and amortization, was the most comparable financial measures calculated in accordance with GAAP to total cash costs.
- Production had been temporarily suspended at the Lucky Friday Unit as work was performed to rehabilitate and enhance the Silver Shaft, the primary access from surface to the underground workings at the Lucky Friday mine. The Silver Shaft work was completed in early 2013, and limited production resumed at the Lucky Friday starting in February 2013. Care and maintenance costs incurred at the Lucky Friday during the suspension of production are included in a separate line item under Other operating expenses on the Condensed Consolidated Statement of Operations and Comprehensive Income (Unaudited) in the 10-Q for the quarter ending March 31, 2013, and have been excluded from the calculation of total cash costs for the three month periods ended March 31, 2013 and 2012.

Total Cash Cost GAAP Reconciliation

Reconciliation of Cash Costs per Ounce to Generally Accepted Accounting Principles (GAAP) (dollars and ounces in thousands, except per ounce - unaudited)

	Q1/13	Q1/12
Total cash costs ¹	\$ 13,346	\$ 2,976
Divided by silver ounces produced	1,901	1,329
Total cash cost per ounce produced	<u>\$ 7.02</u>	<u>\$ 2.24</u>
Reconciliation to GAAP		
Total cash costs	\$ 13,346	\$ 2,976
Depreciation, depletion and amortization	14,007	9,661
Treatment and freight costs	(18,597)	(17,695)
By-product credits	46,577	46,353
Change in product inventory	(4,604)	1,805
Reclamation and other costs	103	(149)
Cost of sales and other direct production costs and depreciation, depletion and amortization	<u>\$ 50,832</u>	<u>\$ 42,951</u>

1. Cash costs per ounce of silver represent non- U.S. Generally Accepted Accounting Principles (GAAP) measurements that the Company believes provide management and investors an indication of net cash flow. Management also uses this measurement for the comparative monitoring of performance of mining operations period-to-period from a cash flow perspective. "Total cash cost per ounce" is a measure developed by mining companies in an effort to provide a uniform standard for comparison purposes; however, there can be no assurance that our reporting of this non-GAAP measure is similar to that reported by other mining companies. Cost of sales and other direct production costs and depreciation, depletion and amortization was the most comparable financial measures calculated in accordance with GAAP to total cash costs.

Adjusted Earnings Reconciliation

Reconciliation of Net Income Applicable to Common Shareholders (GAAP) to (dollars and ounces in thousands, except per ounce - unaudited)

	Three Months Ended March 31	
	2013	2012
Net income applicable to common shareholders (GAAP)	\$ 10,956	\$ 12,434
Adjusting items:		
(Gains)/losses on derivatives contracts	(21,539)	5,231
Environmental accruals	0	769
Provisional price (gains)/losses	2,700	(5,137)
Lucky Friday suspension-related costs	1,498	6,166
Aurizon acquisition costs	5,292	0
Income tax effect of above adjustments	4,458	(2,530)
Adjusted income applicable to common shareholders	\$ 3,365	\$ 16,933
Weighted average shares - basic	285,171	285,292
Weighted average shares - diluted	297,164	296,928
Basic adjusted income per common share	\$ 0.01	\$ 0.06
Diluted adjusted income per common share	\$ 0.01	\$ 0.06

1. Earnings After Adjustments and Earnings After Adjustments per share are non-GAAP measures which are indicators of our performance. They exclude certain impacts which are of a nature which we believe are not reflective of our underlying performance. Management believes that earnings after adjustments per common share provides investors with the ability to better evaluate our underlying operating performance.

Hecla Adjusted EBITDA Reconciliation

Reconciliation of Adjusted EBITDA to Generally Accepted Accounting Principles (GAAP)

	Three Months Ended March 31,	
	2013	2012
Net Income	\$ 11,094	\$ 12,572
Plus: Interest expense	704	467
Plus: Income taxes	7,415	7,315
Plus: Depreciation, depletion, and amortization	14,711	11,269
Plus: Exploration expense	6,493	5,611
Plus: Pre-development expense	4,791	3,366
Plus: Aurizon acquisition Costs	5,292	0
Plus: Lucky Friday suspension-related costs	1,498	6,166
Plus/(Less): Interest and other (income) expense	113	(149)
Plus/(Less): (Gains)/losses on derivative contracts	(21,539)	5,231
Plus/(Less): Provisional price (gains)/losses	2,700	(5,137)
Adjusted EBITDA	<u>\$ 33,272</u>	<u>\$ 46,711</u>

This presentation refers to a non-GAAP measure of Adjusted earnings before interest, taxes, depreciation and amortization ("Adjusted EBITDA"), which is a measure of our operating performance. Adjusted EBITDA is calculated as net income before the following items: interest expense, income tax provision, depreciation, depletion, and amortization expense, exploration expense, predevelopment expense, Aurizon acquisition costs, Lucky Friday suspension-related costs, interest and other income (expense), gains and losses on derivative contracts, and provisional price gains and losses. Management believes that, when presented in conjunction with comparable GAAP measures, Adjusted EBITDA is useful to investors in evaluating our operating performance. The table above reconciles net income to Adjusted EBITDA.

Note: All monetary amounts presented in thousands of dollars.