

Tapping Our Hidden Potential



Zurich Silver Summit June 2006
San Francisco Gold Forum June 2006

Cautionary Statements

Cautionary Note Regarding Forward Looking Statements

Statements made which are not historical facts, such as anticipated payments, litigation outcome, 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, and 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, exploration risks and results, political risks, project development risks, labor issues and ability to raise financing. Refer to the company’s Form 10-Q and 10-K reports for a more detailed discussion of factors that may impact expected future results. The company undertakes no obligation and has no intention of updating forward-looking statements.

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 disclose only those mineral deposits that a company can economically and legally extract or produce. We use certain terms in this presentation, such as “measured,” “indicated,” and “inferred resources” that the SEC guidelines strictly prohibit us from including in our filing with the SEC. U.S. investors are cautioned not to assume that any or all of measured, indicated or inferred resources are economically or legally mineable or that these resources will ever be converted into reserves. U.S. Investors are urged to consider closely the disclosure in our Form 10-K and Form 10-Q. You can review and obtain copies of these filings from the SEC's website at <http://www.sec.gov>.



How is Hecla Different?

Hecla
MINING COMPANY

Hecla has:

- US silver reserves and resources that are owned
- Current, lowest-cost silver production
- Growth
- Strength operationally, financially, organizationally

Where Are We?

- 3 Mines
- 3 Countries
- 3 Silver assets
- 2 Gold assets
- 5 Proven,
World-Class
Mining Districts

★ Operations

● Exploration





Hecla's Value is Silver

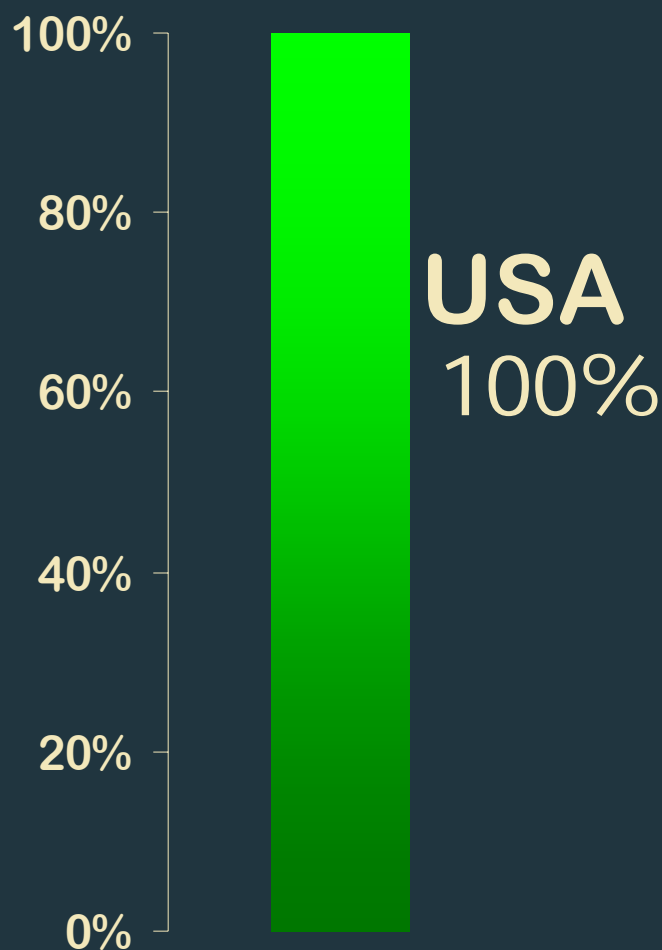
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% of Hecla Value (12/31/05)

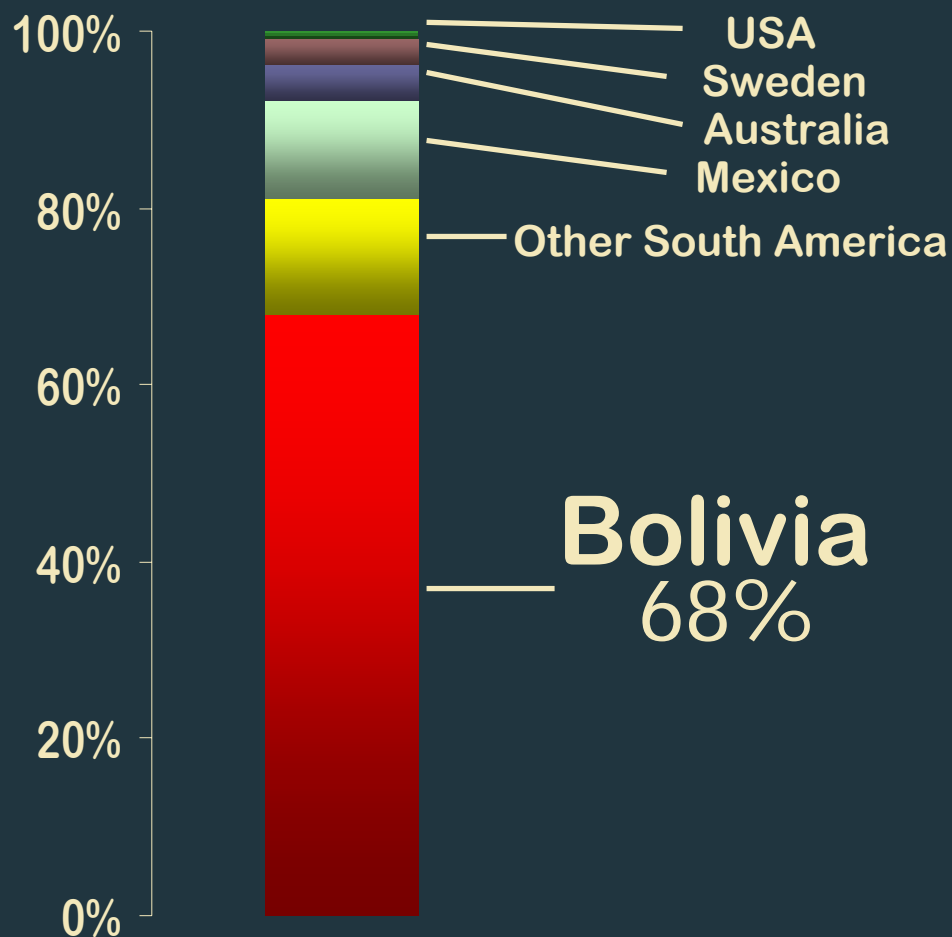
	<u>SILVER</u>	<u>GOLD</u>
Current value	75%	25%
Revenue	65%	35%
Gross profit	87%	13%
Book value	50%	50%

Lowest-Risk Silver Reserves

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Peer* Silver Reserves



* Apex, Coeur, Silver Wheaton, Pan American



Reserves & Resources

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Silver

Proven & Probable

Greens Creek 32.2 million ounces

Lucky Friday 17.2 million ounces

Resource

Greens Creek 9.5 million ounces

Lucky Friday 72.4 million ounces

San Sebastian Hugh Zone 4.1 million ounces

Total Silver 135.4 million ounces

Gold

Proven & Probable

La Camorra Unit 441,392 ounces

Greens Creek 256,959 ounces

Resource

La Camorra Unit 469,465 ounces

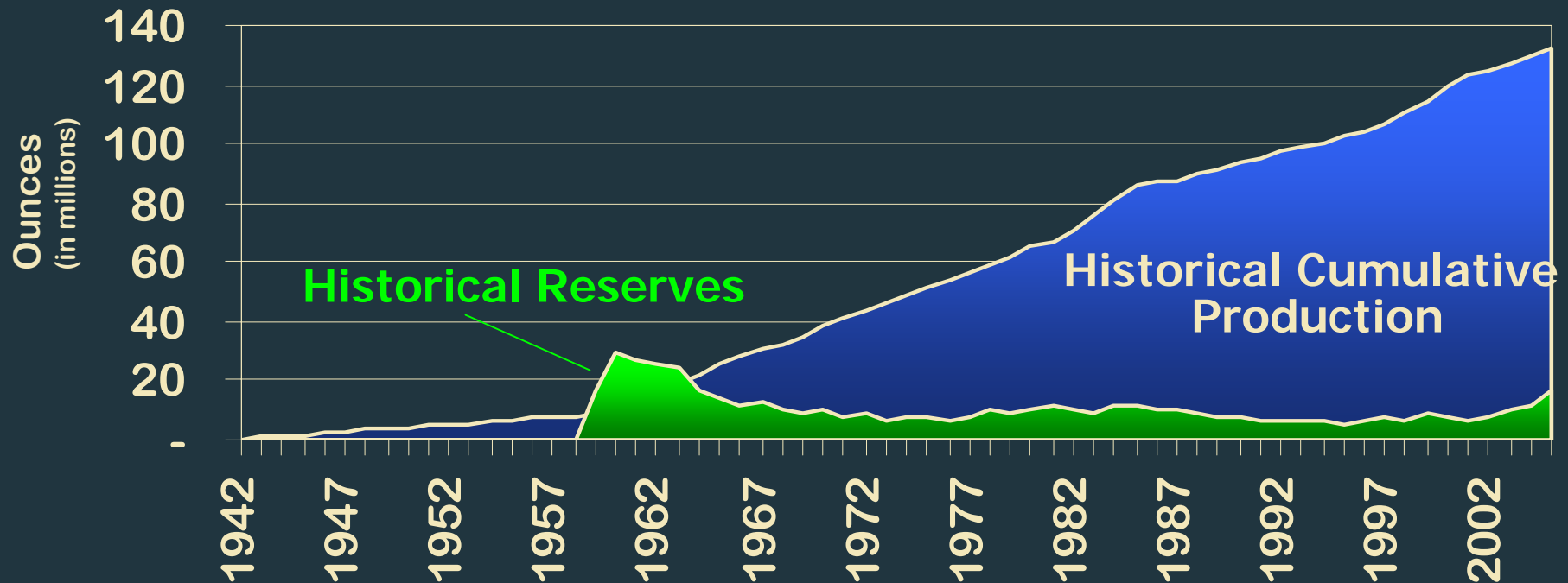
Greens Creek 91,590 ounces

Total Gold 1.3 million ounces

Lucky Friday: Produced 10% of a Billion-Ounce Mining District



Lucky Friday Reserve and Cumulative Production Profile 1942-2005

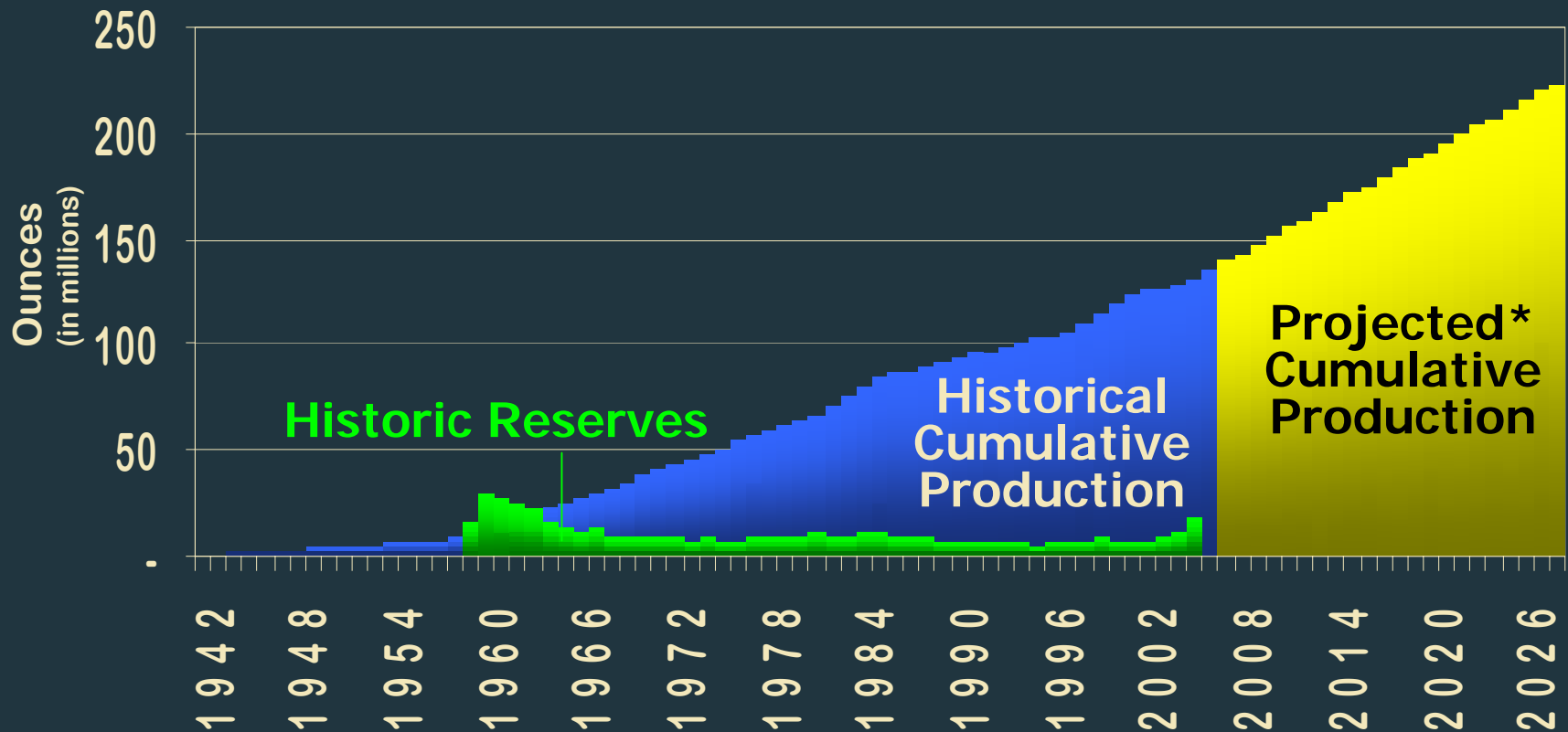


* Certain reserves from 1996 – 2003 are excluded

Lucky Friday: Proven Ability to Sustain Reserves & Production



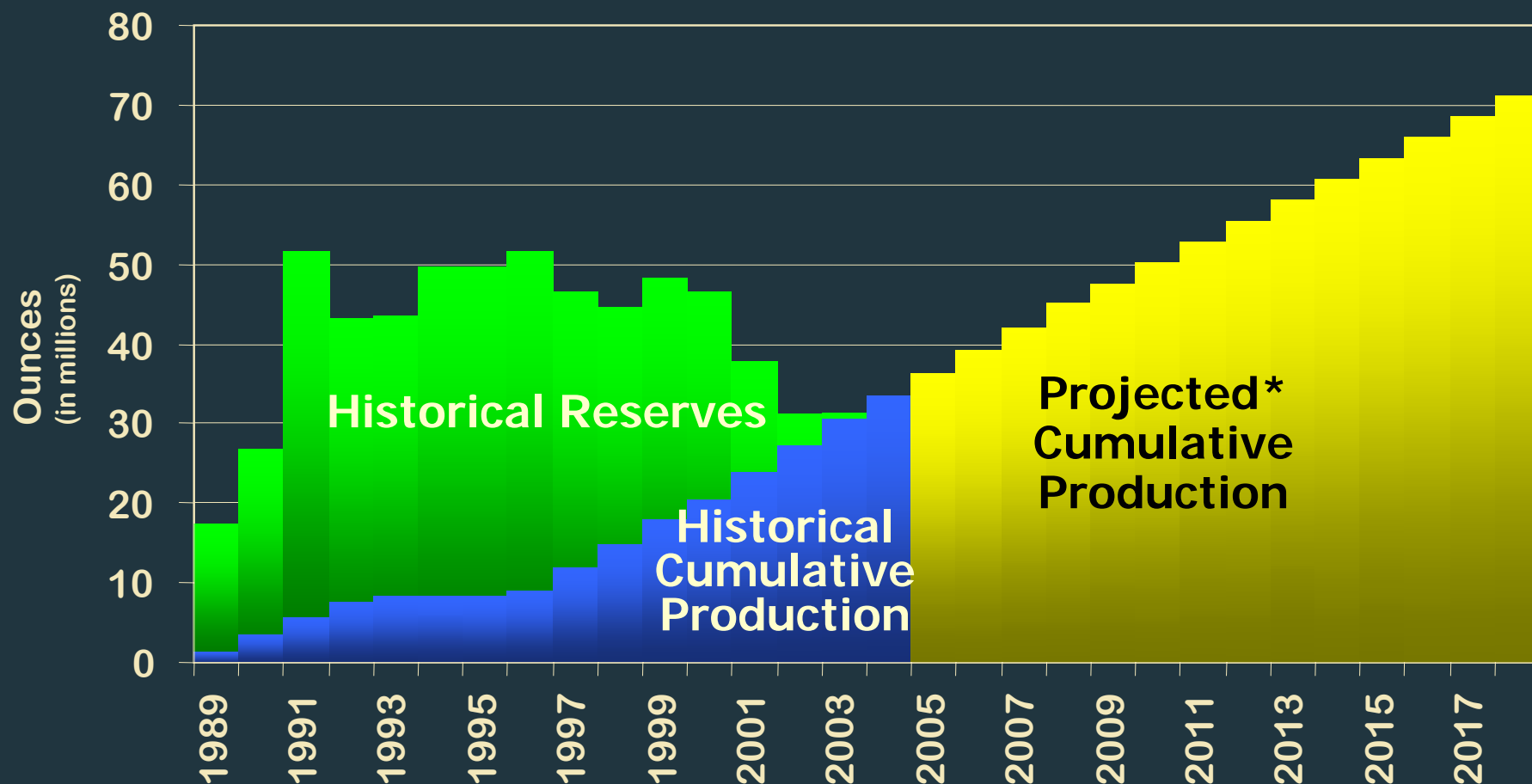
Lucky Friday Reserve and Cumulative Production Profile 1942-2005



*Based on current reserve, resource and production levels

Greens Creek: Proven Ability to Sustain Reserves & Production

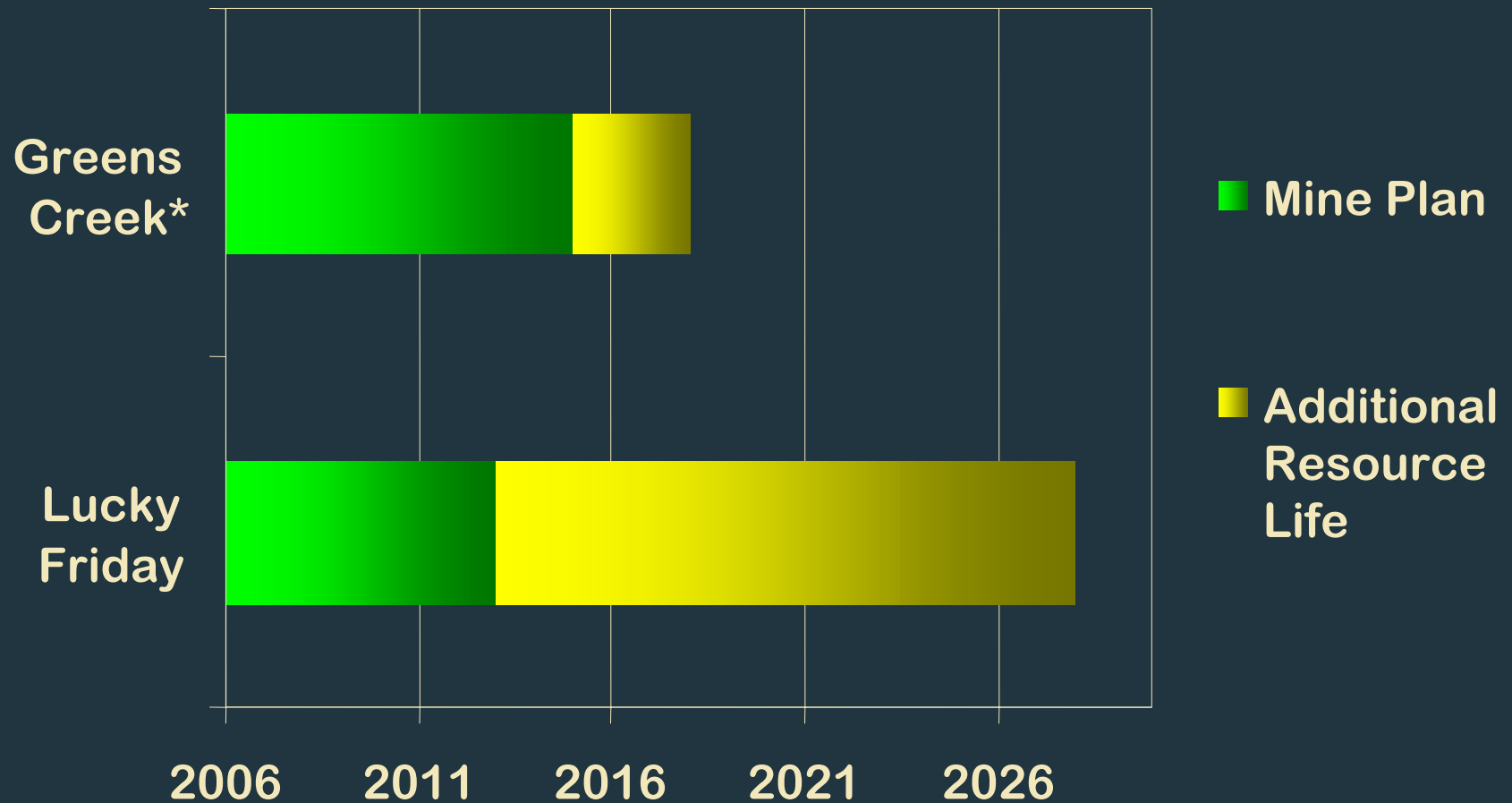
Greens Creek Reserve and Cumulative
Production Profile 1989-2005**



*Based on current reserve, resource and production levels

**Hecla's 29.73% interest

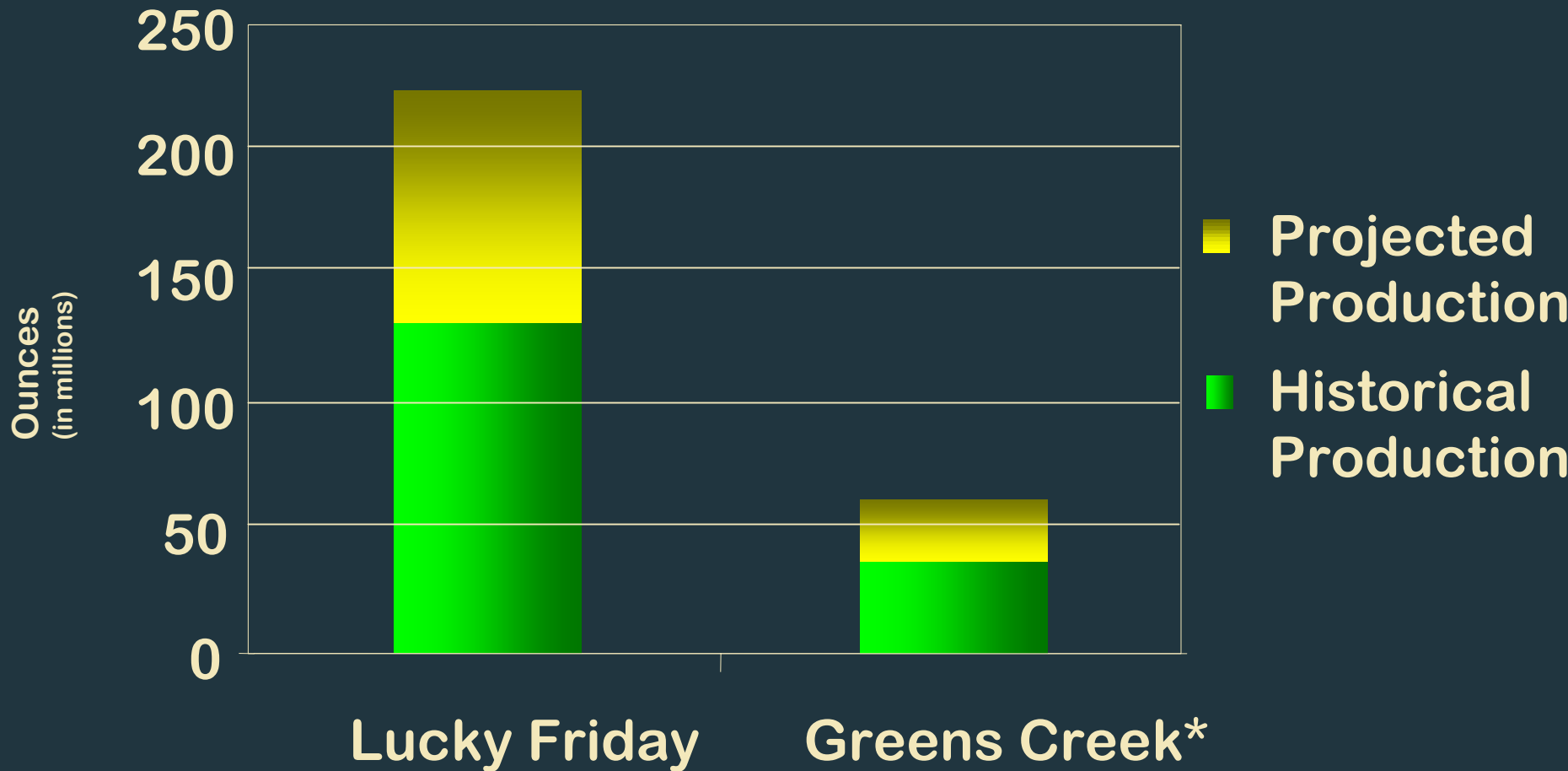
Silver Mine Life to the Year 2028



Based on current reserve, resource and production levels

*Hecla's 29.73% interest

Historic Silver Production Plus Projected Production



Based on current reserve, resource and production levels

*Hecla's 29.73% interest



In Production

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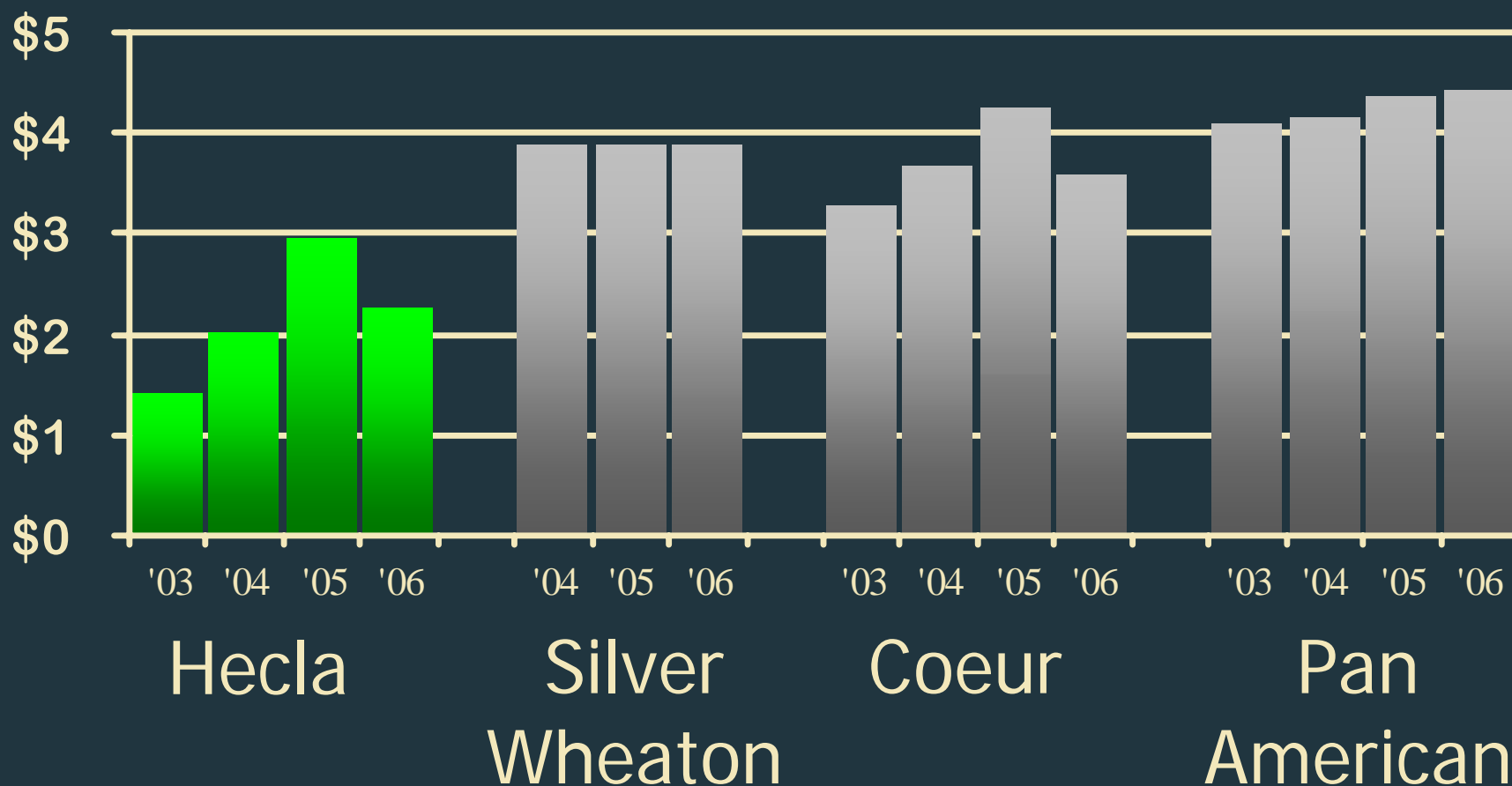
2006 Estimates

- 6 million ounces of silver @ \$2.25 cash cost
- 150,000 ounces of gold @ \$350-\$375 cash cost
- 26,000 tons of zinc
- 24,000 tons of lead



Lowest Silver Cash Costs

Silver Cash Costs Per Ounce 2003 – 2006E





Greens Creek

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- Location:
 - Admiralty Island, Alaska
- 2006 Estimate:
 - 2.9 million ounces silver
 - 22,000 ounces gold
 - 21,000 tons zinc
 - 7,000 tons lead

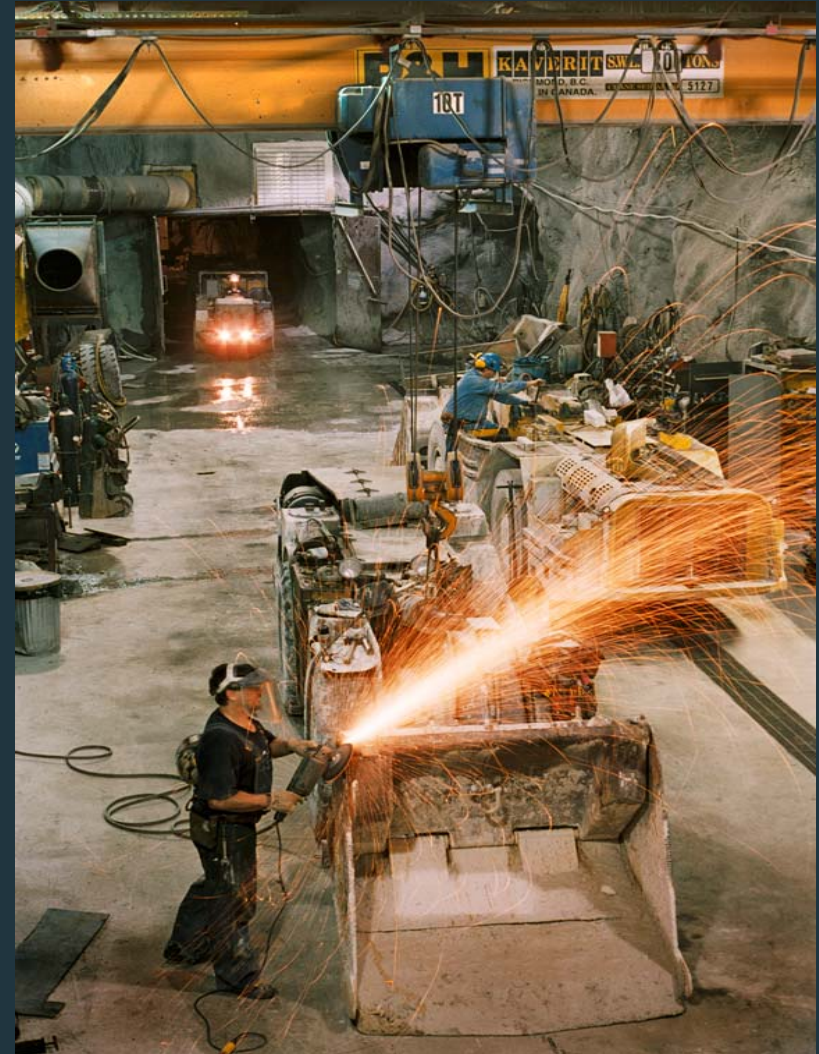




Lucky Friday

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- Location:
 - Mullan, Idaho
- 2006 Estimate:
 - 3+ million ounces silver
 - 19,000 tons lead
 - 4,000 tons zinc



La Camorra Unit

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- Location:
 - Bolivar State, Venezuela
 - Consists of La Camorra and Mina Isidora
- 2006 Estimate:
 - 125,000 ounces gold



Capital Expenditures



(in millions)	2004	2005	2006E
Lucky Friday (increased production)	\$5.1	\$10.2	\$10
La Camorra (new source of production)	31.6	28.8	16
Greens Creek (29.73%)	3.8	5	8
Mexico	0.9	--	--
Total	\$41.4	\$44	\$34



Cash & Profits Generator

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- At \$12 per ounce silver, Hecla's silver properties generate significant cash flow & gross profit:
 - \$50-\$60 million cash flow
 - \$37-\$47 million gross profit
- A \$1 change in silver price is:
 - \$6 million to cash flow & gross profit
 - \$0.05 per share
- A \$625 per ounce gold price generates:
 - \$30-\$35 million cash flow



Hecla Benefits from Upside Metals Prices

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Metals Price Sensitivities

- Gold +\$10 oz = \$1.5 million/\$0.01 per share
- Silver +\$1 oz = \$6 million/\$0.05 per share
- Lead +\$0.05 lb or \$110 per tonne =
\$2 million/\$0.02 per share
- Zinc +\$0.05 lb or \$110 per tonne =
\$1 million/\$0.01 per share

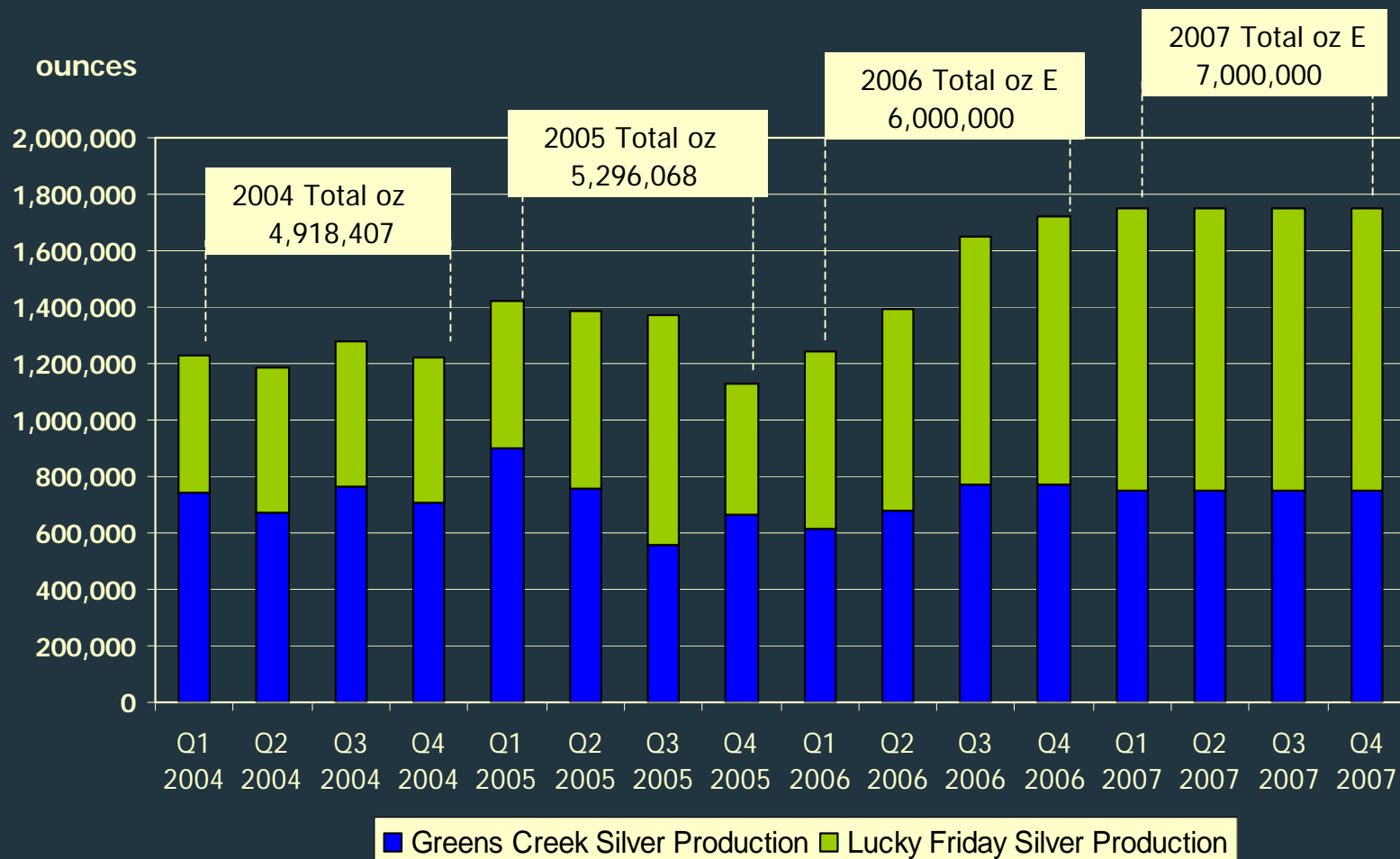


Hecla Has No Silver Stream Contracts



- When we report our reserves and resources we own them - we have “an interest in” the mines
- We own the mine & exploration potential
- We decide on the production, capital expenditures, preference between metals
- We don't have contracts for ounces that are not reserves or even resources
- We amortize our costs over proven and probable reserves, no risk of end of contract write-down

Growing U.S. Silver Production





Incremental Growth Potential

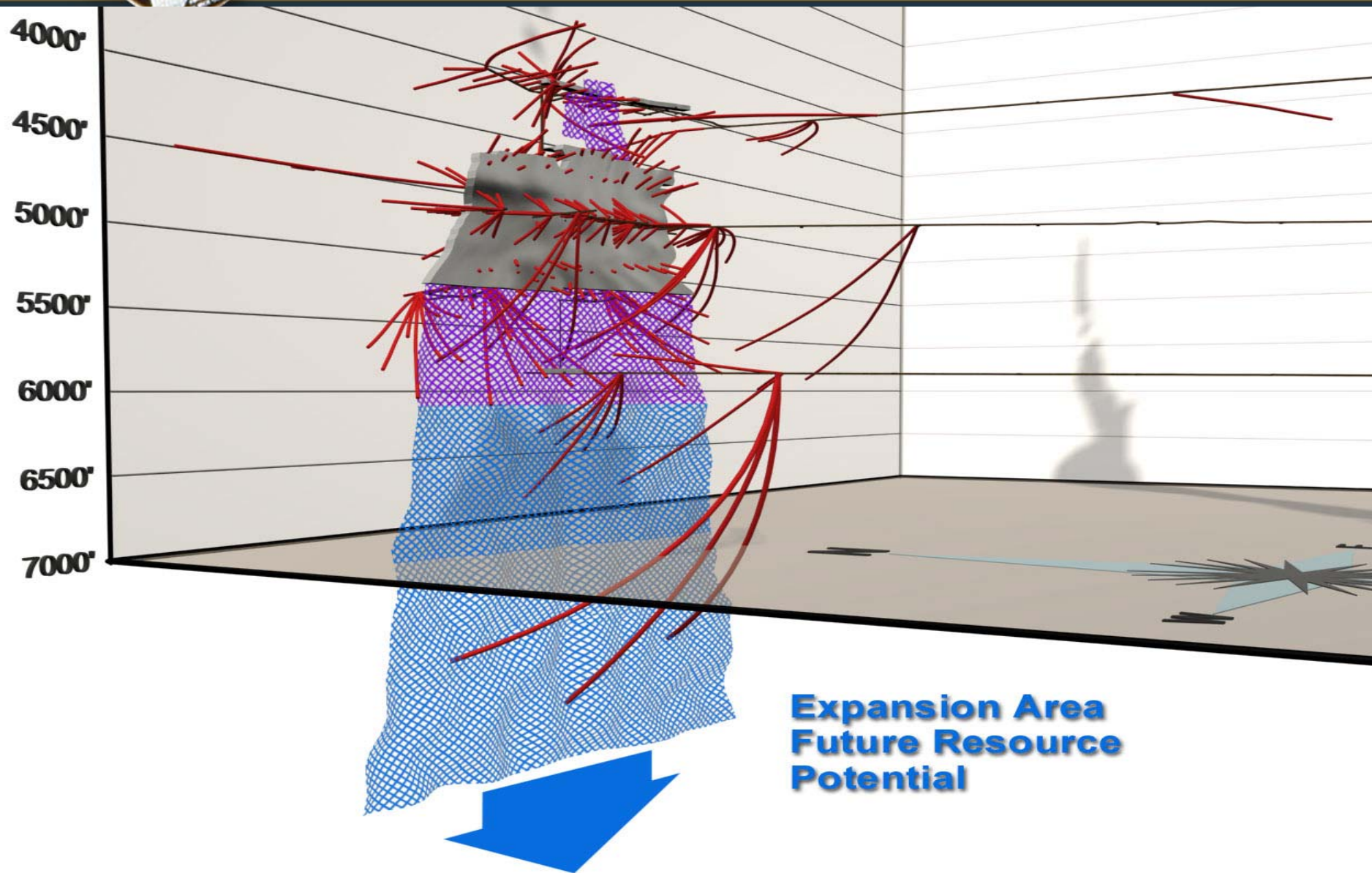
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- Lucky Friday at depth
- Greens Creek West Gallagher
- Hugh Zone
- Hollister
- La Camorra



Lucky Friday Expansion Potential

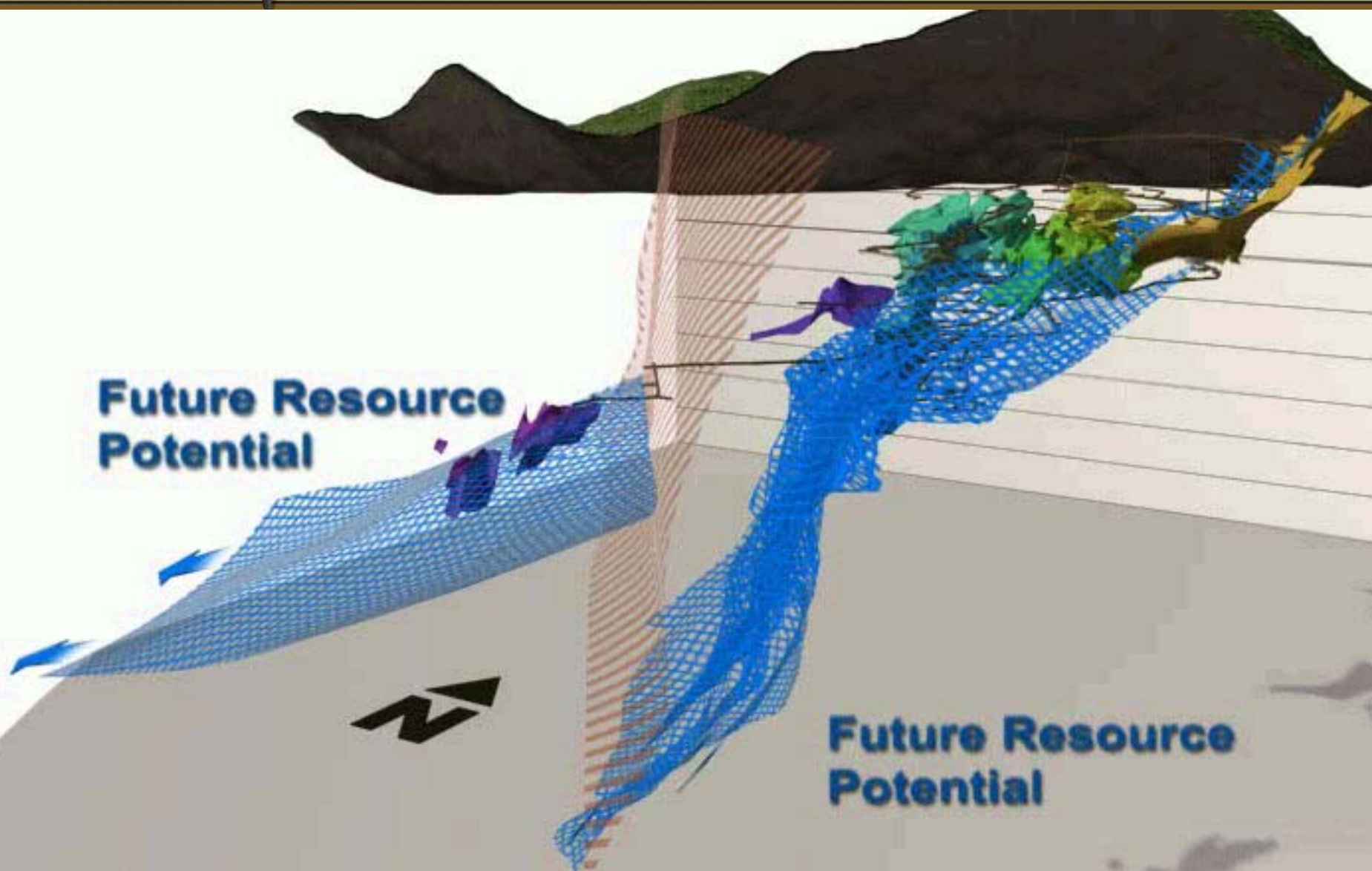
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Greens Creek Future Potential

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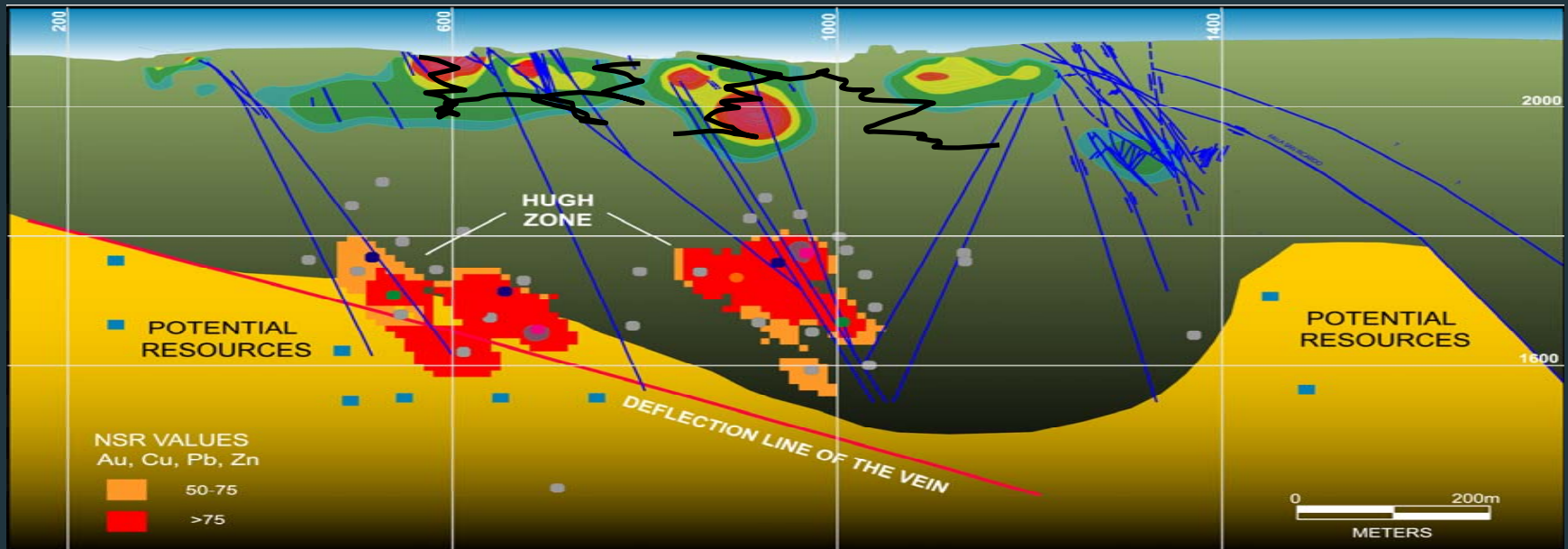
San Sebastian, Mexico

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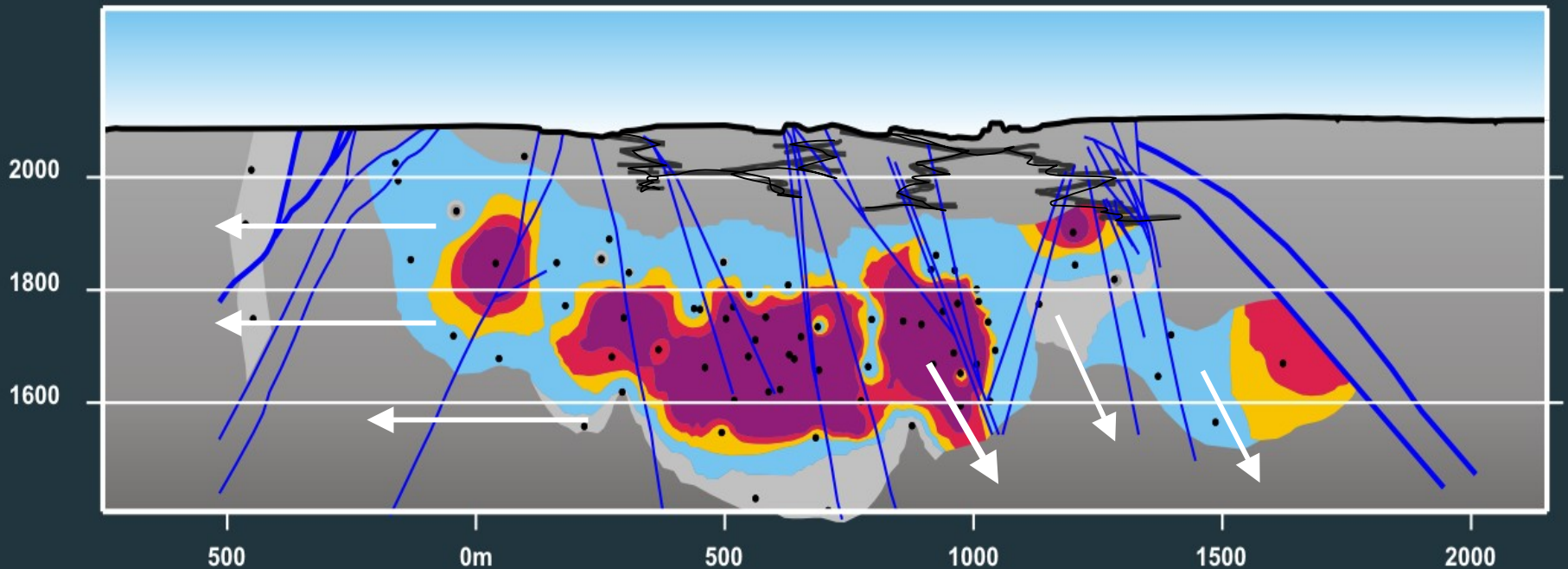
Hugh Zone Long Section January 2005

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Hugh Zone Long Section March 2006

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Hugh Zone NSR March 2006 Metal Prices
(\$/tonne)

■ \$0 - 3

■ \$3 - 40

■ \$40 - 70

■ \$70 - 100

■ \$100 - 1,000



Company-Changing Growth Potential

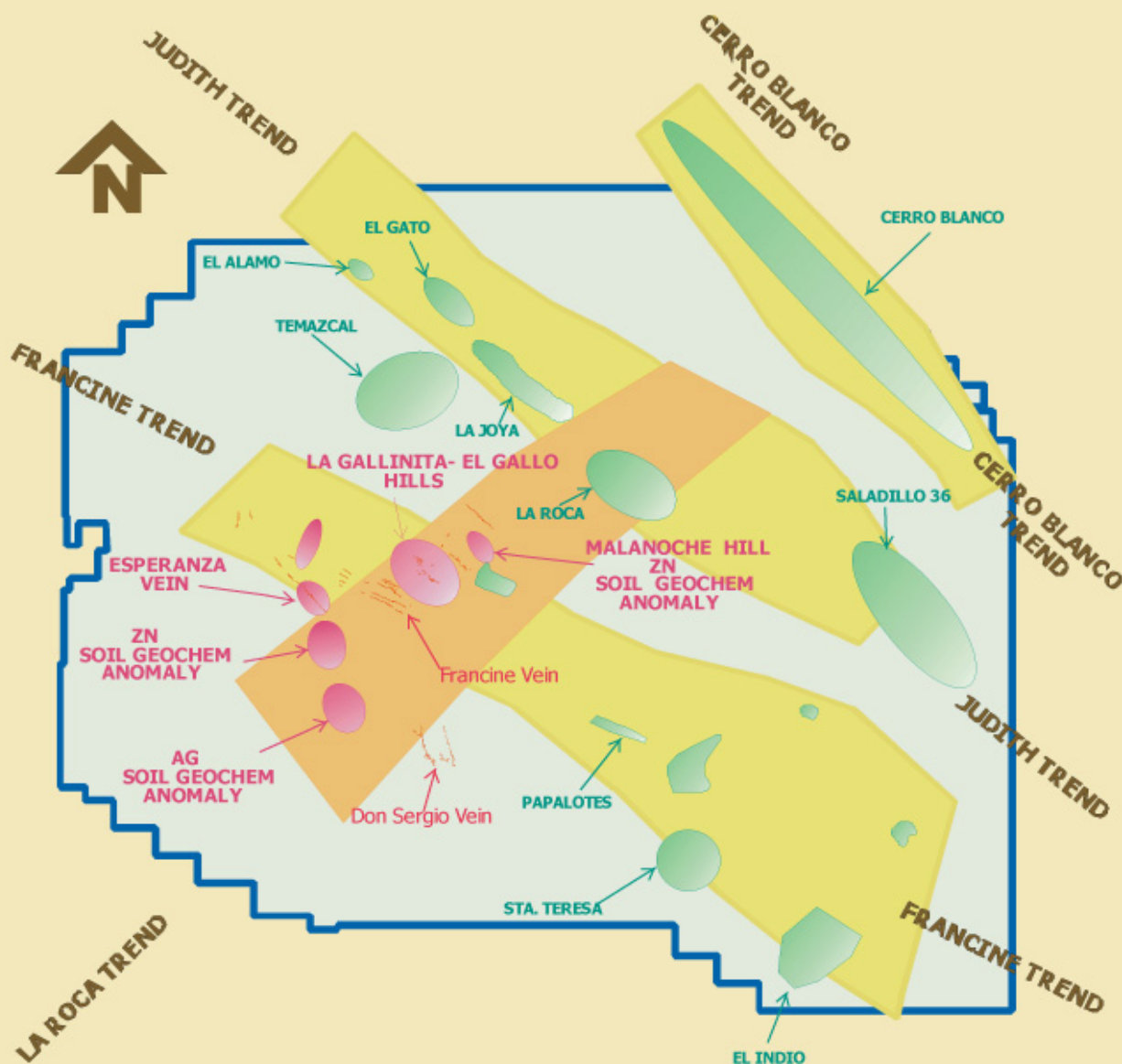


- 327-square-mile (848 km²) Mexican property
- Greens Creek surface targets
- Lucky Friday look-alikes
- Block B, Venezuela



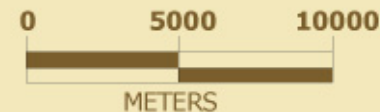
San Sebastian Exploration Targets

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EXPLANATION

-  Hecla Saladillo Concessions
-  District targets
-  Regional targets
-  Trends



MINERA HECLA S.A. DE C.V.
SALADILLO CONCESSIONS
TARGETS 2006

Exploration and Pre-development



(in millions)	2004	2005	2006E
Lucky Friday	\$ 0.3	\$ 0.5	\$ 1
Greens Creek	1	1.1	1.2
Hollister	--	--	6.4
Hollister pre-dev.	4.4	9.7	7.3
Venezuela	5.9	9.2	4.7
Mexico	7.5	5.7	3.9
Unallocated/Other	1.1	- -	3.5
Total Exploration	\$20.2	\$26.2	\$28



Acquisitions: Hecla has an Advantage



Strengths

- 14-year history in the heart of Mexico's silver district. Good presence, established team.
- Underground expertise – a strategic advantage in adding value to maintain low-cost profile
- More \$ for silver exploration overall = more opportunities for Hecla
 - Gold acquisition advantage: a smaller threshold increases opportunities

Criteria

- Opportunity for Hecla being value-added
- Ability to be part of large district (100 mil. oz. potential)
- Low-cost, high-margin operating future



Growing Silver Exploration Gives Hecla Opportunities

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- Little silver exploration done for the last 20 years
- 487 N. and S. American Companies with Silver Exploration Properties
- 339 TSX-V Listed Companies with Silver Exploration Properties

Source: InfoMine May 2006



Poised for Opportunities



- Potential \$80-\$100 million cash flow
- \$54 million cash and short-term investments on hand
- \$30 million credit facility
- Debt-free
- S-3 and S-4 Registration Statements in place
- Zero taxes (\$300+ million in NOLs)



Well-Staffed, Loyal & Experienced Team



6 Executive Officers

- 64 years with Hecla
- 55 years as executive officers

7 Directors

- 53 years with Hecla

Technical Team

- 40 engineers
- 35 geologists
- 7 metallurgists



A “Sea Change” in the Silver Market



A Fundamental Change in Supply & Demand

- ➔ Demonetization of silver
- ➔ Silver supply grew dramatically 25 years ago
- ➔ Silver price dropped to all-time lows
- ➔ Great demand growth in last 2 decades
- ➔ Drawdown of silver supply
- ➔ No silver left

RESULT?

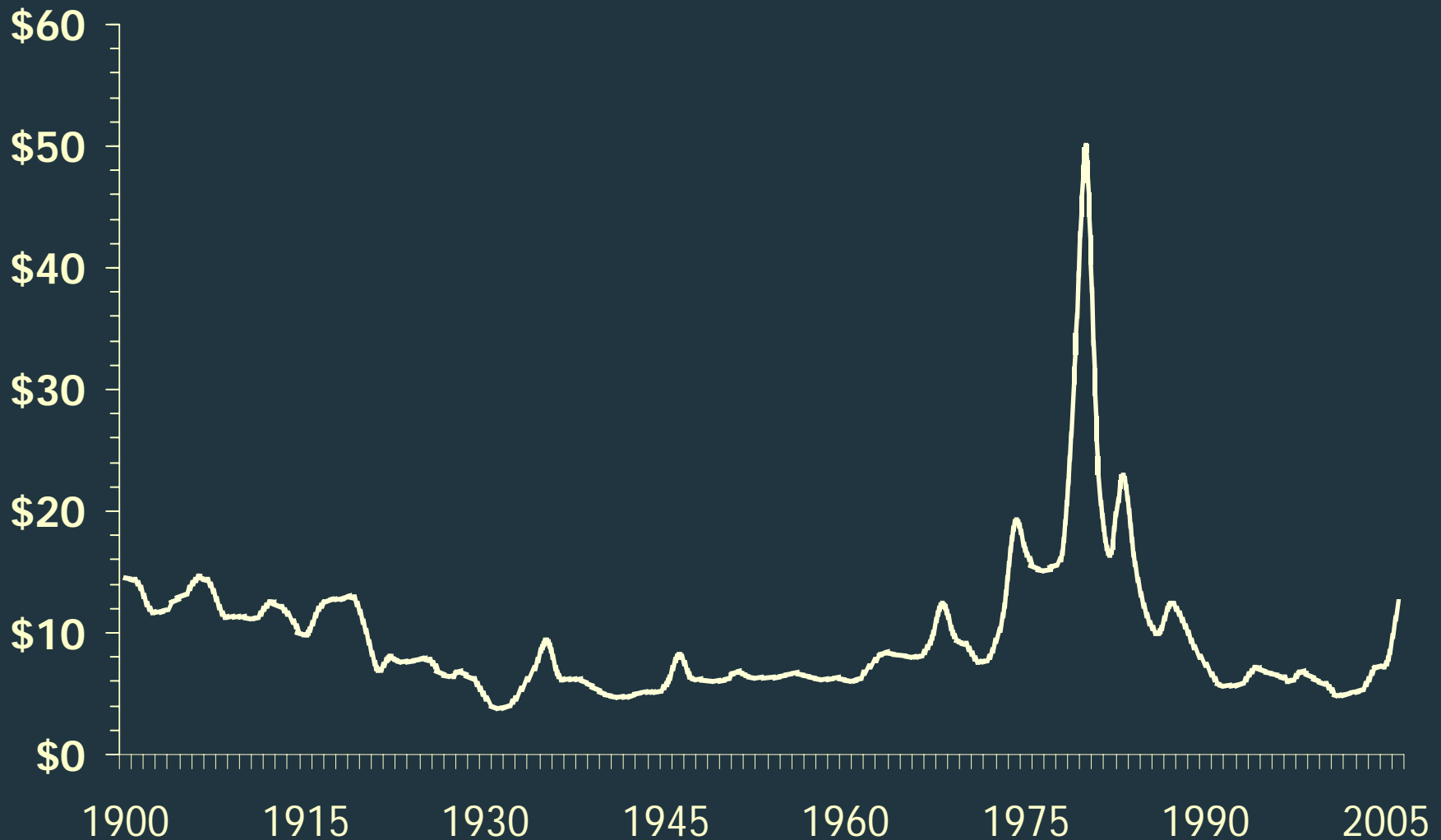
- ➔ Upward price for silver

Silver Price from 1900

Present in Constant 2006 Dollars

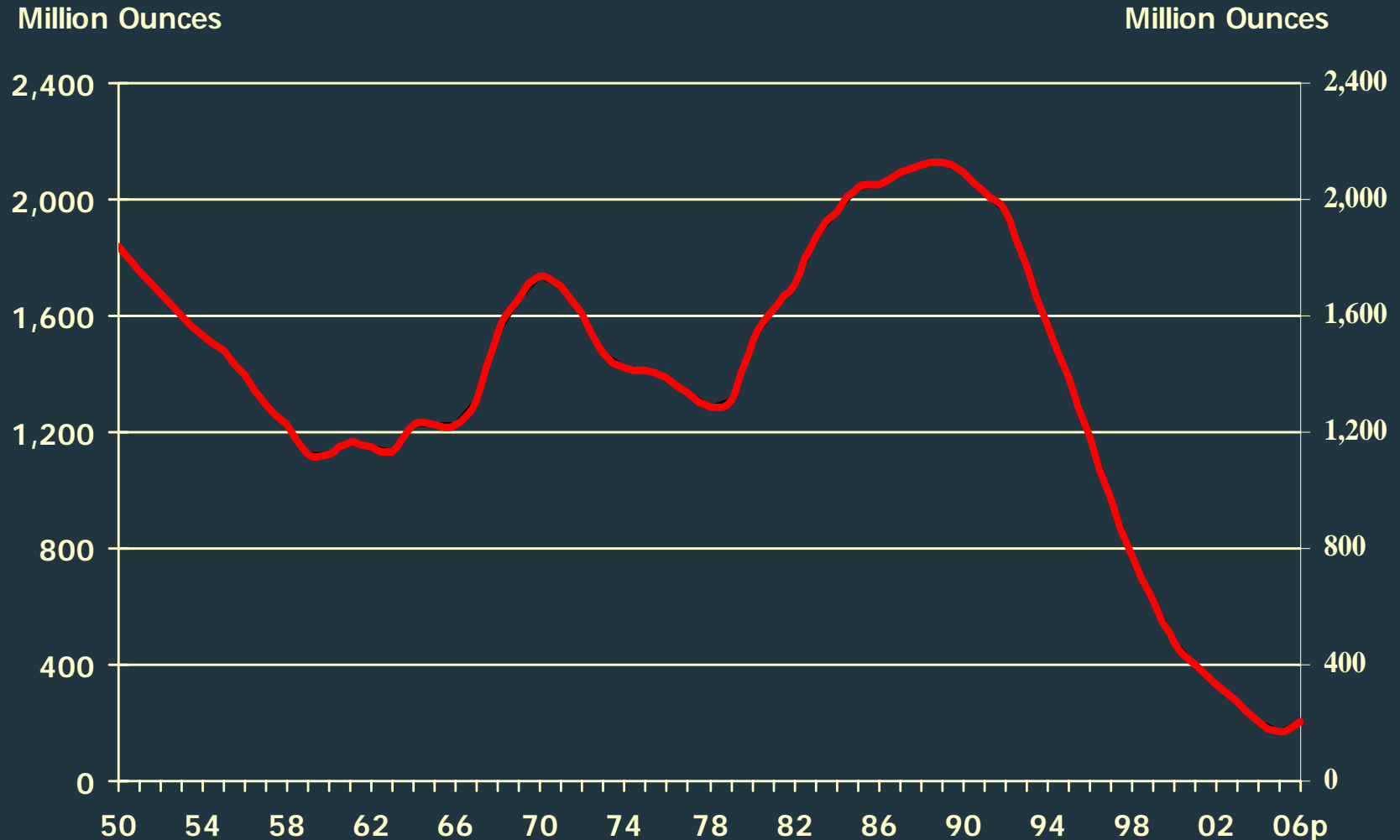


Dollars per ounce



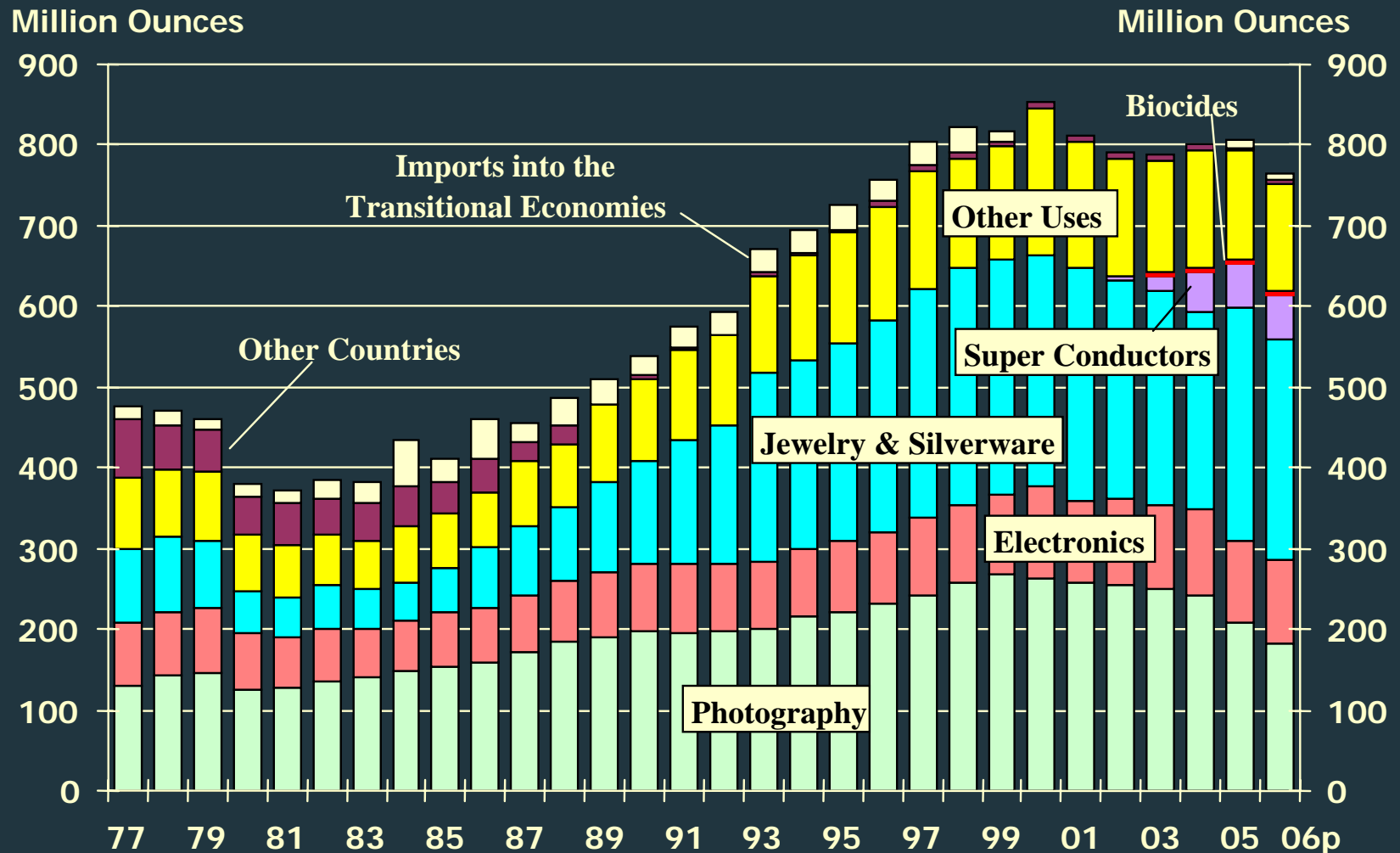
Estimated Total Silver Bullion Inventories

Estimated Total Silver Bullion Inventories, Year-End



Rising Silver Demand

Annual Total Demand



Annual Total Silver Supply

Annual Total Supply

