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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, DC 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2024

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from to

Commission File Number: 1-8491

**HECLA MINING COMPANY**

(Exact Name of Registrant as Specified in its Charter)

**Delaware**

**77-0664171**

(State or other jurisdiction of  
incorporation or organization)

(I.R.S. Employer  
Identification No.)

**6500 N. Mineral Drive, Suite 200**

**Coeur d'Alene**

,

**Idaho**

**83815-9408**

(Address of principal executive offices)

(Zip Code)

**Registrant's telephone number, including area code: ( 208 ) 769-4100**

Securities registered pursuant to Section 12(b) of the Act:

<b>Title of each class</b>	<b>Trading Symbol(s)</b>	<b>Name of each exchange on which registered</b>
----------------------------	------------------------------	--

Common Stock, par value \$0.25 per share

HL

New York Stock Exchange

Series B Cumulative Convertible Preferred

Stock, par value \$0.25 per share

HL-PB

New York Stock Exchange

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding

12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant has submitted electronically every Interactive Data File required to be submitted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit such files). Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Accelerated filer

Large accelerated filer

Non-accelerated filer

Smaller reporting company

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes  No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

**Class**

Common stock, par value  
\$0.25 par value per share

**Shares Outstanding November 1, 2024**

637,015,436

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Hecla Mining Company and Subsidiaries

Form 10-Q

For the Quarter Ended September 30, 2024

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\*Items 2 and 3 of Part II are omitted as they are not applicable.

Part I - Financial Information

**Item 1. Financial Statements**

Hecla Mining Company and Subsidiaries

Condensed Consolidated Statements of Operations and Comprehensive Income (Loss) (Unaudited)  
(Dollars and shares in thousands, except for per-share amounts)

	Three Months Ended September 30, 2024	September 30, 2023	Nine Months Ended September 30, 2024	September 30, 2023
<b>Sales</b>				
	\$ 245,085	\$ 181,906	\$ 680,270	\$ 559,537
Cost of sales and other direct production costs				
	144,855	112,212	406,780	345,516
Depreciation, depletion and amortization				
	40,944	36,217	143,614	107,937
<b>Total cost of sales</b>				
	185,799	148,429	550,394	453,453
<b>Gross profit</b>				
	59,286	33,477	129,876	106,084
Other operating expenses:				
General and administrative				
	10,401	7,596	36,357	30,449
Exploration and pre-development				
	10,553	13,686	21,577	25,546
Ramp-up and suspension costs				
	13,679	21,025	33,740	48,684
Provision for closed operations and environmental matters				
	1,542	2,256	3,681	6,411
Write down of property, plant and equipment				
	14,464	—	14,464	—
Other operating (income) expense, net				
	( 13,828 )	1,555	48,082 )	2,729 )
<b>Total other operating expenses</b>				
	36,811	46,118	61,737	108,361
Income (loss) from operations				
	22,475	12,641 )	68,139	2,277 )
Other expense:				
Interest expense				
	( 10,901 )	10,710 )	36,050 )	31,186 )
Fair value adjustments, net				
	3,654	6,397 )	6,804 )	5,774 )

Net foreign exchange (loss) gain	(			
	3,246	4,176	3,409	434
Other income	)			
	1,229	1,657	3,921	4,425
Total other expense	(	(	(	(
	9,264	11,274	21,916	32,101
)	)	)	)	)
Income (loss) before income and mining taxes	(	(	(	(
	13,211	23,915	46,223	34,378
)	)	)	)	)
Income and mining tax (provision) benefit	(	(	(	(
	11,450	1,500	22,345	6,904
)	)	)	)	)
Net income (loss)	(	(	(	(
	1,761	22,415	23,878	41,282
)	)	)	)	)
Preferred stock dividends	(	(	(	(
	138	138	414	414
)	)	)	)	)
Net income (loss) applicable to common stockholders	(	(	(	(
	\$ 1,623	\$ 22,553	\$ 23,464	\$ 41,696
)	)	)	)	)
Comprehensive income (loss):				
Net income (loss)	(	(	(	(
	\$ 1,761	\$ 22,415	\$ 23,878	\$ 41,282
)	)	)	)	)
Change in fair value of derivative contracts designated as hedge transactions	(	(	(	(
	3,171	11,384	8,720	364
)	)	)	)	)
Comprehensive income (loss)	(	(	(	(
	\$ 4,932	\$ 33,799	\$ 15,158	\$ 40,918
)	)	)	)	)
Basic income (loss) per common share after preferred dividends	(	(	(	(
	\$ 0.00	\$ 0.04	\$ 0.04	\$ 0.07
)	)	)	)	)
Diluted income (loss) per common share after preferred dividends	(	(	(	(
	\$ 0.00	\$ 0.04	\$ 0.04	\$ 0.07
)	)	)	)	)
Weighted average number of common shares outstanding - basic				
	621,921	607,896	618,419	604,028
Weighted average number of common shares outstanding - diluted				
	625,739	607,896	621,792	604,028

The accompanying notes are an integral part of the interim condensed consolidated financial statements.

Hecla Mining Company and Subsidiaries

Condensed Consolidated Statements of Cash Flows (Unaudited)  
(In thousands)

	Nine Months Ended	
	September 30, 2024	September 30, 2023
<b>Operating activities:</b>		
Net income (loss)	(	(
	\$ 23,878	\$ 41,282
Non-cash elements included in net income (loss):		
Depreciation, depletion and amortization	149,265	111,705
Inventory adjustments	10,074	16,332
Fair value adjustments, net	(	(
	6,804	5,774
Provision for reclamation and closure costs	5,428	7,805
Stock-based compensation	6,401	5,122
Deferred income taxes	14,261	795
Write down of property, plant and equipment	14,464	—
Net foreign exchange gain	(	(
	3,409	434
Other non-cash items, net	145	1,624
<b>Change in assets and liabilities:</b>		
Accounts receivable	(	(
	24,199	25,020
Inventories	(	(
	27,375	24,339
Other current and non-current assets	(	(
	353	15,045
Accounts payable, accrued and other current liabilities	(	(
	6,991	2,389
Accrued payroll and related benefits	(	(
	6,592	11,244
Accrued taxes	(	(
	1,069	1,008
Accrued reclamation and closure costs and other non-current liabilities	(	(
	12,345	3,821

Net cash provided by operating activities	150,807	74,615
Investing activities:		
Additions to property, plant and mine development	(	(
	153,708	161,265
Proceeds from disposition of assets	)	)
	1,473	160
Purchases of investments	(	(
	73	1,753
Net cash used in investing activities	)	(
	152,308	162,858
Financing activities:		
Proceeds from sale of common stock, net	58,368	25,888
Acquisition of treasury stock	(	(
	1,197	2,036
Borrowing of debt	)	)
	150,000	119,000
Repayment of debt	(	(
	265,000	39,000
Dividends paid to common and preferred stockholders	)	(
	16,691	11,755
Repayments of finance leases	(	(
	7,841	7,990
Net cash (used in) provided by financing activities	)	)
	82,361	84,107
Effect of exchange rates on cash	(	(
	220	77
Net decrease in cash, cash equivalents and restricted cash and cash equivalents	)	(
	84,082	4,059
Cash, cash equivalents and restricted cash and cash equivalents at beginning of period		
	107,539	105,907
Cash, cash equivalents and restricted cash and cash equivalents at end of period		
	\$ 23,457	\$ 101,848
Supplemental disclosure of cash flow information:		
Cash paid for interest	\$ 44,424	\$ 37,514
Cash paid for income and mining taxes, net	\$ 5,730	\$ 7,385
Significant non-cash investing and financing activities:		
Addition of finance lease obligations and right-of-use assets	\$ —	\$ 16,092

Common stock issued to ATAC Resources Ltd. shareholders

			18,789
Common stock issued as incentive compensation		\$ 4,425	\$ —
Common stock issued to directors		\$ 770	\$ 676
Common stock issued to interim CEO		\$ 182	\$ —
Common stock issued for 401-K match		\$ 3,714	\$ 3,713

The accompanying notes are an integral part of the interim condensed consolidated financial statements.

Hecla Mining Company and Subsidiaries

Condensed Consolidated Balance Sheets (Unaudited)  
(In thousands, except shares)

	September 30, 2024	December 31, 2023
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 22,273	\$ 106,374
Accounts receivable:		
Trade	40,718	19,425
Other, net	16,218	13,691
Inventories:		
Product inventories	34,807	28,823
Materials and supplies	69,721	64,824
Other current assets	22,230	27,125
Total current assets	205,967	260,262
Investments	42,019	33,724
Restricted cash and cash equivalents	1,184	1,165
Property, plant and mine development, net	2,665,342	2,666,250
Operating lease right-of-use assets	5,173	8,349
Deferred tax assets	—	2,883
Other non-current assets	36,026	38,471
Total assets	2,955,711	3,011,104
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 86,976	\$ 81,599
Accrued payroll and related benefits	26,447	28,240

Accrued taxes	4,563	3,501
Current debt	35,874	—
Finance leases	7,299	9,752
Accrued reclamation and closure costs	10,261	9,660
Accrued interest	5,192	14,405
Other current liabilities	11,960	10,303
<b>Total current liabilities</b>	<b>188,572</b>	<b>157,460</b>
Accrued reclamation and closure costs	108,329	110,797
Long-term debt including finance leases	496,631	653,063
Deferred tax liabilities	111,331	104,835
Other non-current liabilities	12,566	16,845
<b>Total liabilities</b>	<b>917,429</b>	<b>1,043,000</b>
<b>Commitments and contingencies (Notes 4, 7, 8, and 11)</b>		
<b>STOCKHOLDERS' EQUITY</b>		
Preferred stock,		
5,000,000		
shares authorized:		
Series B preferred stock, \$		
0.25		
par value,		
157,776		
shares issued and outstanding, liquidation preference — \$		
7,889	39	39

Common stock, \$

0.25		
par value, authorized		
750,000,000		
shares; issued September 30, 2024 —		
637,078,901		
shares and December 31, 2023 —		
624,647,379	159,185	156,076
shares		
Capital surplus		
	2,413,546	2,343,747
Accumulated deficit	(	(
	496,674	503,861
Accumulated other comprehensive (loss) income, net	)	)
	(	
	2,883	5,837
Less treasury stock, at cost; September 30, 2024 —		
8,813,127	(	(
and December 31, 2023 —		
8,535,161	34,931	33,734
shares issued and held in treasury	)	)
Total stockholders' equity		
	2,038,282	1,968,104
Total liabilities and stockholders' equity		
	\$ 2,955,711	\$ 3,011,104

The accompanying notes are an integral part of the interim condensed consolidated financial statements.

Hecla Mining Company and Subsidiaries

Condensed Consolidated Statements of Changes in Stockholders' Equity (Unaudited)  
(Dollars are in thousands, except for share and per share amounts)

	Series B Preferred Stock	Common Stock	Capital Surplus	Accumulated Deficit	Accumulated Other Comprehensive Income (Loss), net	Treasury Stock	Total
Balances, July 1, 2024							\$
	\$	\$	\$	\$	\$	\$	\$
	39	156,745	2,354,004	489,738 )	6,054 )	34,931 )	1,980,065
Net income					1,761	—	1,761
Stock-based compensation expense	—	—	—	—	—	—	—
	—	—	2,128	—	—	—	2,128
Incentive compensation units distributed (							
357,723 shares)	—	89	981	—	—	—	1,070
Common stock issued as compensation to interim CEO (							
20,840 shares)	—	5	122	—	—	—	127
Common stock (\$							
0.01375 per share) and Series B Preferred stock (\$	—	—	—	—	(	—	(
0.875 per share) dividends declared	—	—	—	8,697 )	—	—	8,697 )
Common stock issued under ATM program (							
9,090,726 shares)	—	2,273	54,992	—	—	—	57,265
Common stock issued for 401(k) match (							
291,794 shares)	—	73	1,319	—	—	—	1,392
Other comprehensive income					3,171	—	3,171
	—	—	—	—	—	—	—
Balances, September 30, 2024					\$	\$	\$
	\$	\$	\$	\$	\$	\$	\$
	39	159,185	2,413,546	496,674 )	2,883 )	34,931 )	2,038,282
	—	—	—	—	—	—	—
	Series B Preferred Stock	Common Stock	Capital Surplus	Accumulated Deficit	Accumulated Other Comprehensive Income (Loss), net	Treasury Stock	Total
Balances, July 1, 2023							\$
	\$	\$	\$	\$	\$	\$	\$
	39	153,334	2,289,607	430,606 )	14,196	33,734 )	1,992,836
Net loss					(	—	(
	—	—	—	22,415 )	—	—	22,415 )
Stock-based compensation expense							
	—	—	1,758	—	—	—	1,758
Common stock (\$							
0.00625 per share) and Series B Preferred stock (\$	—	—	—	—	(	—	(
0.875 per share) dividends declared	—	—	—	3,947 )	—	—	3,947 )

## Common stock issued for 401(k) match (

283,541 shares)	—	71	1,386	—	—	—	1,457
Common stock issued to ATAC Resources Ltd. shareholders (							
3,676,904 shares)	—	919	17,870	—	—	—	18,789
Common stock issued to directors (							
125,063 shares)	—	31	645	—	—	—	676
Other comprehensive loss							
—	—	—	—	—	11,384	—	11,384
Balances, September 30, 2023	\$	\$	\$	\$	\$	\$	\$
	39	154,355	2,311,266	456,968	2,812	33,734	1,977,770
	=====	=====	=====	=====	=====	=====	=====

Nine Months Ended September 30, 2024							
Balances, January 1, 2024	Series B Preferred Stock	Common Stock	Capital Surplus	Accumulated Deficit	Accumulated Other Comprehensive Income (Loss), net	Treasury Stock	Total
	\$	\$	\$	\$	\$	\$	\$
	39	156,076	2,343,747	503,861	5,837	33,734	1,968,104

Net income	—	—	—	23,878	—	—	23,878
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Stock-based compensation expense	—	—	5,449	—	—	—	5,449
----------------------------------	---	---	-------	---	---	---	-------

Incentive compensation units distributed (	—	—	—	—	—	—	(
2,134,659 shares)	—	534	3,891	—	—	1,197	3,228

Common stock issued as compensation to interim CEO (	—	8	174	—	—	—	182
31,671 shares)	—	37	733	—	—	—	770

Common stock issued to directors (	—	—	—	—	—	—	—
145,687 shares)	—	37	733	—	—	—	770

Common stock (\$	0.02625 per share) and Series B Preferred stock (\$	—	—	(	—	—	(
2,335	56,033	—	—	16,691	—	—	16,691

Common stock issued under ATM program (	—	—	—	—	—	—	—
9,339,287 shares)	—	2,335	56,033	—	—	—	58,368

Common stock issued for 401(k) match (	—	195	3,519	—	—	—	3,714
780,218 shares)	—	39	159,185	2,413,546	496,674	2,883	34,931

Other comprehensive loss	—	—	—	—	—	—	—
—	—	—	—	—	8,720	—	8,720

Balances, September 30, 2024	\$	\$	\$	\$	\$	\$	\$
	39	159,185	2,413,546	496,674	2,883	34,931	2,038,282
	=====	=====	=====	=====	=====	=====	=====

	Nine Months Ended September 30, 2023						
	Series B Preferred Stock	Common Stock	Capital Surplus	Accumulated Deficit	Accumulated Other Comprehensive Income, net	Treasury Stock	
Balances, January 1, 2023	\$	\$	\$	\$	\$	\$	\$
	39	151,819	2,260,290	403,931 )	2,448	31,698 )	1,978,967
Net loss	—	—	—	41,282 )	—	—	41,282 )
Stock-based compensation expense			4,446	—	—	—	4,446
Incentive compensation units distributed (	—	—	(	—	—	—	(
1,435,193 shares)	—	359	359	—	—	2,036 )	2,036 )
Common stock (\$							
0.0125 per share) and Series B Preferred stock (\$	—	—	(	—	—	—	(
1.75 per share) dividends declared	—	—	—	11,755 )	—	—	11,755 )
Common stock issued under ATM program (	—	1,063	24,825	—	—	—	25,888
4,253,334 shares)	—	164	3,549	—	—	—	3,713
Common stock issued for 401(k) match (	—	—	—	—	—	—	—
657,678 shares)	—	31	645	—	—	—	676
Common stock issued to ATAC Resources Ltd. shareholders (	—	919	17,870	—	—	—	18,789
3,676,904 shares)	—	—	—	—	—	—	—
Common stock issued to directors (	—	—	—	—	364	—	364
125,063 shares)	—	—	—	—	—	—	—
Other comprehensive income	—	—	—	—	—	—	—
Balances, September 30, 2023	\$	\$	\$	\$	\$	\$	\$
	39	154,355	2,311,266	456,968 )	2,812	33,734 )	1,977,770

The accompanying notes are an integral part of the interim condensed consolidated financial statements.

## Note 1. Basis of Preparation of Financial Statements

The accompanying unaudited interim condensed consolidated financial statements of Hecla Mining Company and its subsidiaries (collectively, "Hecla," "the Company," "we," "our," or "us," except where the context requires otherwise) have been prepared in accordance with the instructions to Form 10-Q and do not include all information and disclosures required annually by accounting principles generally accepted in the United States of America ("GAAP"). Therefore, this information should be read in conjunction with the Company's consolidated financial statements and notes contained in our annual report for the year ended December 31, 2023, which were revised to conform with current year financial statement changes as described in Note 2 "Business Segments and Sales of Products", and are included in Exhibit 99.1 to the Company's Current Report on Form 8-K filed with the Securities and Exchange Commission on May 20, 2024. The consolidated December 31, 2023 balance sheet data was derived from our audited consolidated financial statements. The information furnished herein reflects all adjustments that are, in the opinion of management, necessary for a fair statement of the results for the interim periods reported. All such adjustments are, in the opinion of management, of a normal recurring nature. Operating results for the three and nine months ended September 30, 2024 are not necessarily indicative of the results that may be expected for the year ending December 31, 2024.

## Note 2. Business Segments and Sales of Products

We discover, acquire and develop mines and other mineral interests and produce and market (i) concentrates containing silver, gold, lead, zinc and copper, (ii) carbon material containing silver and gold, and (iii) doré containing silver and gold. We are currently organized and managed in

four segments: Greens Creek, Lucky Friday, Keno Hill and Casa Berardi.

Effective January 2024, we revised our internal reporting provided to our Chief Operating Decision Maker to no longer include any financial performance information for our Nevada Operations, reflecting the current status of the Nevada Operations being on care and maintenance. General corporate activities not associated with operating mines and their various exploration activities, idle properties and environmental remediation services in the Yukon, Canada, and the previously separately reported Nevada Operations are presented as "Other". The presentation of the prior period information disclosed below has been revised to reflect this change.

The following tables present information about our reportable segments sales for the three and nine months ended September 30, 2024 and 2023 (in thousands):

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
<b>Total sales to external customers:</b>				
Greens Creek	\$ 116,568	\$ 96,459	\$ 309,537	\$ 290,961
Lucky Friday	51,072	21,409	145,483	113,167
Keno Hill	19,809	16,001	59,606	17,582
Casa Berardi	50,308	46,912	150,515	134,856
Other	7,328	1,125	15,129	2,971
	<u>\$ 245,085</u>	<u>\$ 181,906</u>	<u>\$ 680,270</u>	<u>\$ 559,537</u>
<b>Income (loss) from operations:</b>				
Greens Creek	\$ 37,916	\$ 31,169	\$ 100,321	\$ 92,824
Lucky Friday	(12,552)	(4,935)	(74,817)	(20,161)
Keno Hill	(12,674)	(7,462)	(25,467)	(24,145)

Casa Berardi	(	(	(	(
	3,403	12,433	24,309	35,492
Other	(	(	(	(
	18,722	18,980	57,223	55,625
		(	(	(
	<u>22,475</u>	<u>12,641</u>	<u>68,139</u>	<u>2,277</u>
Reconciliation of income (loss) from operations to income (loss) before income and mining taxes:				
Income (loss) from operations:	(	(	(	(
	\$ 22,475	\$ 12,641	\$ 68,139	\$ 2,277
Adjustments all attributable to the Other segment				
Interest expense	(	(	(	(
	10,901	10,710	36,050	31,186
	)	)	)	)
Fair value adjustments, net	(	(	(	(
	3,654	6,397	6,804	5,774
	)	)	)	)
Net foreign exchange (loss) gain	(	(	(	(
	3,246	4,176	3,409	434
	)	)	)	)
Other income				
	1,229	1,657	3,921	4,425
Income (loss) before income and mining taxes	(	(	(	(
	<u>\$ 13,211</u>	<u>\$ 23,915</u>	<u>\$ 46,223</u>	<u>\$ 34,378</u>

Other sales for the three and nine months ended September 30, 2024 and 2023 is comprised of revenue from our environmental remediation services subsidiary in the Yukon for both years presented and Nevada Operations metal sales in 2023. During the three and nine months ended September 30, 2024, Keno Hill sold \$

1.6  
million and \$

3.0  
million, respectively, of zinc concentrate to Greens Creek which is eliminated upon consolidation.

Lucky Friday's income from operations for the three and nine months ended September 30, 2024 includes \$

14.8  
million and \$

50.0  
million, respectively, of business interruption and property damage insurance proceeds received during the respective periods related to the fire which suspended Lucky Friday's operations from August 2023 through January 8, 2024. The insurance proceeds received are recorded as part of "Other operating (income) expense, net" in our Condensed Consolidated Statements of Operations and Comprehensive Income (Loss).

During the three and nine month periods ended September 30, 2024, the Company wrote down \$

14.5

million of property, plant and mine development which had no salvage value. Of this amount, \$

13.9

million is included in Lucky Friday's income from operations and is related to the remote vein miner machine for which (i) we no longer had a use following the success of the Underhand Closed Bench ("UCB") mining method, (ii) we had been unsuccessful in locating a buyer, and (iii) the vendor advised us during the period that it would discontinue support for the program. The write down is recorded as part of "Write down of Property, Plant and Mine Development" in our Condensed Consolidated Statements of Operations and Comprehensive Income (Loss).

Sales by metal for the three and nine months ended September 30, 2024 and 2023 were as follows (in thousands):

	Three Months Ended September 30, 2024	Three Months Ended September 30, 2023	Nine Months Ended September 30, 2024	Nine Months Ended September 30, 2023
Silver				
	\$ 109,756	\$ 74,425	\$ 308,681	\$ 235,447
Gold				
	79,239	70,206	229,123	208,216
Lead				
	21,591	15,719	65,002	62,778
Zinc				
	37,281	33,066	94,741	91,912
Copper				
	409	—	409	—
Less: Smelter and refining charges	(	(	(	(
	10,518	12,550	32,814	40,743
Total metal sales				
	237,758	180,866	665,142	557,610
Environmental remediation services				
	7,327	1,040	15,128	1,927

Total sales

\$	245,085	\$	181,906	\$	680,270	\$	559,537
----	---------	----	---------	----	---------	----	---------

Sales of metals for the three and nine months ended September 30, 2024 include a net gain of \$

0.6  
million and net loss of \$

8.8  
million, respectively, on financially-settled forward contracts for silver, gold, lead and zinc and for the three and nine months ended September 30, 2023 include net gains of \$

4.0  
million and \$

13.1  
million, respectively, on such contracts. See *Note 8* for more information.

The following table presents total assets by reportable segment as of September 30, 2024 and December 31, 2023 (in thousands):

September 30, 2024      December 31, 2023

Total assets:

Greens Creek

\$	566,552	\$	569,369
----	---------	----	---------

Lucky Friday

\$	563,833	\$	578,110
----	---------	----	---------

Keno Hill

\$	401,587	\$	362,986
----	---------	----	---------

Casa Berardi

\$	666,259	\$	683,035
----	---------	----	---------

Other

\$	757,480	\$	817,604
----	---------	----	---------

\$	2,955,711	\$	3,011,104
----	-----------	----	-----------

### Note 3. Income and Mining Taxes

Major components of our income and mining tax for the three and nine months ended September 30, 2024 and 2023 are as follows (in thousands):

	Three Months Ended September 30, 2024		Nine Months Ended September 30, 2024	
	2024	2023	2024	2023
<b>Current:</b>				
Domestic	(	(	(	(
\$ 1,871 )	\$ 1,182 )	\$ 4,824 )	\$ 2,980 )	
Foreign	(	(	(	(
1,006 )	1,029 )	3,260 )	3,050 )	
<b>Total current income and mining tax provision</b>	(	(	(	(
2,877 )	2,211 )	8,084 )	6,030 )	
<b>Deferred:</b>				
Domestic	(	(	(	(
9,532 )	3,696 )	26,155 )	17,619 )	
Foreign	959	7,407	11,894	16,745
<b>Total deferred income and mining tax (provision) benefit</b>	(	(	(	(
8,573 )	3,711	14,261 )	874 )	
<b>Total income and mining tax (provision) benefit</b>	(	(	(	(
\$ 11,450 )	\$ 1,500	\$ 22,345 )	\$ 6,904 )	

The income and mining tax provision for the three and nine months ended September 30, 2024 and 2023 varies from the amounts that would have resulted from applying the statutory tax rates to pre-tax income or loss due primarily to the impact of taxation in foreign jurisdictions, non-recognition of net operating losses and foreign exchange gains and losses in certain jurisdictions.

For the three and nine months ended September 30, 2024, we used the annual effective tax rate method to calculate the tax provision. Valuation allowances on Nevada, Mexico and certain Canadian net operating losses were treated as discrete adjustments to the tax provision.

### Note 4. Employee Benefit Plans

We sponsor three defined benefit pension plans, two of which cover substantially all U.S. employees. Net periodic pension benefit for the plans consisted of the following for the three and nine months ended September 30, 2024 and 2023 (in thousands):

	Three Months Ended September 30, 2024		Nine Months Ended September 30, 2024	
	2024	2023	2024	2023
<b>Service cost</b>				
\$ 914	\$ 949	\$ 2,744	\$ 2,847	
<b>Interest cost</b>	2,076	1,993	6,227	5,979
<b>Expected return on plan assets</b>	(	(	(	(
3,136 )	3,107 )	9,408 )	9,321 )	
<b>Amortization of prior service cost</b>	67	125	199	375

Amortization of net loss	(		(	)
	15	47	46	141
Net periodic pension benefit	(	(	(	)
	\$ 64	\$ 87	\$ 192	\$ 261

For the three and nine months ended September 30, 2024 and 2023, the service cost component of net periodic pension benefit is included in the same line items of our condensed consolidated financial statements as other employee compensation costs. The net benefit related to all other components of net periodic pension cost of \$

1.0  
million and \$

2.9  
million for the three and nine months ended September 30, 2024, respectively, and \$

1.0  
million and \$

3.1  
million for the three and nine months ended September 30, 2023, respectively, is included in other income on our condensed consolidated statements of operations and comprehensive income (loss).

During July 2024, we closed the Hecla Mining Company Retirement Plan for Employees (the "Plan") to new participants. The closure of the Plan does not affect employees hired prior to July 19, 2024, and they will continue to accrue benefits. Benefits to retirees will continue unchanged.

## Note 5. Earnings (Loss) Per Common Share

We calculate basic income (loss) per common share on the basis of the weighted average number of shares of common stock outstanding during the period. Diluted income (loss) per share is calculated using the weighted average number of shares of common stock outstanding during the period plus the effect of potential dilutive common shares during the period using the treasury stock and if-converted methods.

Potential dilutive shares of common stock include outstanding unvested restricted stock awards, deferred restricted stock units, performance based units, warrants and convertible preferred stock (collectively referred to as dilutive units) for periods in which we have reported net income. For periods in which we report net losses, potential dilutive units are excluded, as their conversion and exercise would be anti-dilutive.

The following table represents net income (loss) per common share – basic and diluted (in thousands, except income (loss) per share):

	Three Months Ended September 30, 2024	2023	Nine Months Ended September 30, 2024	2023
<b>Numerator</b>				
Net income (loss) applicable to common stockholders				
	1,761	22,415	23,878	41,282
	\$ (	\$ )	\$ (	\$ )
Preferred stock dividends				
	(	(	(	(
	138	138	414	414
	)	)	)	)
Net income (loss) applicable to common stockholders				
	1,623	22,553	23,464	41,696
	\$ (	\$ )	\$ (	\$ )
<b>Denominator</b>				
Basic weighted average common shares				
	621,921	607,896	618,419	604,028
Dilutive units				
	3,818	—	3,373	—
Diluted weighted average common shares				
	625,739	607,896	621,792	604,028
<b>Basic earnings (loss) per common share</b>				
	0.00	0.04	0.04	0.07
	\$ (	\$ )	\$ (	\$ )
<b>Diluted earnings (loss) per common share</b>				
	0.00	0.04	0.04	0.07
	\$ (	\$ )	\$ (	\$ )

For the three and nine months ended September 30, 2023, all outstanding dilutive units were excluded from the computation of diluted loss per share, as our reported net loss would cause their conversion and exercise to have an anti-dilutive effect on the calculation of diluted loss per share.

## Note 6. Stockholders' Equity

### At-The-Market ("ATM") Equity Distribution Agreement

Pursuant to an equity distribution agreement dated February 18, 2021, we may offer and sell up to

60

million shares of our common stock from time to time to or through sales agents. Sales of the shares, if any, will be made by means of ordinary brokers transactions or as otherwise agreed between the Company and the agents as principals. Whether or not we engage in sales from time to time may depend on a variety of factors, including our share price, our cash resources, customary black-out restrictions, and whether we have any material inside information. The agreement can be terminated by us at any time. Any sales of shares under the agreement are registered under the Securities Act of 1933, as amended, pursuant to a shelf registration statement on Form S-3. Under the agreement we have sold

23,844,684

shares for total proceeds of \$

132.3

million, net of commissions and fees of \$

2.1

million from September 2022 through September 30, 2024. During the three months ended September 30, 2024, we sold

9,090,726  
shares under the agreement for proceeds of \$

57.3  
million, net of commissions and fees of \$

0.9  
million and during the nine months ended September 30, 2024, we sold

9,339,287  
shares under the agreement for proceeds of \$

58.4  
million, net of commissions and fees of \$

0.94  
million.

#### *Stock-based Compensation Plans*

The Company has stock incentive plans for executives, directors and eligible employees, under which performance shares, restricted stock and shares of common stock are granted. Stock-based compensation expense for restricted stock unit, performance-based grants and common stock grants (collectively "incentive compensation") to employees, shares granted to the interim CEO and non-employee directors totaled \$

2.3  
million and \$

6.4  
million for the three and nine months ended September 30, 2024, respectively, and \$

2.4  
million and \$

5.1  
million for the three and nine months ended September 30, 2023, respectively. At September 30, 2024, there was \$

10.0  
million of unrecognized stock-based compensation cost which is expected to be recognized over a weighted-average remaining vesting period of 2.2 years.

The following table summarizes the incentive compensation grants awarded during the nine months ended September 30, 2024:

Grant date	Award type	Number granted	Grant date fair value per share
June 21, 2024	Restricted stock	1,466,677	\$ 5.17
June 21, 2024	Performance based	518,336	\$ 3.32
August 20, 2024	Restricted stock	5,092	\$ 6.01
June 21, 2024	Performance based	5,092	\$ 3.32

In connection with the vesting of incentive compensation, employees have in the past, at their election and when permitted by us, chosen to satisfy their minimum tax withholding obligations through net share settlement, pursuant to which the Company withholds the number of shares necessary to satisfy such withholding obligations and pays the obligations in cash. As a result, in the nine months ended September 30, 2024, we withheld

277,966  
shares valued at approximately \$

1.2  
million, or approximately \$

4.31  
per share.

#### Common Stock Dividends

The following table summarizes the dividends our Board of Directors have declared and we have paid during 2024 pursuant to our dividend policy:

Quarter	Prior Quarter Realized Silver Price	Silver-linked component	Minimum component	Total dividend per share
First	23.47	0.0025	0.00375	\$ 0.00625
Second	24.77	0.0025	0.00375	\$ 0.00625
Third	29.77	0.010	0.00375	\$ 0.01375

#### Accumulated Other Comprehensive Income (Loss), Net

The following table lists the beginning balance, quarterly activity and ending balances, net of income and mining tax, of each component of "Accumulated other comprehensive income (loss), net" (in thousands):

	Changes in fair value of derivative contracts designated as hedge transactions	Adjustments For Pension Plans	Total Accumulated Other Comprehensive Income (Loss), Net
Balance January 1, 2024			( 5,837 )
	\$ 13,708	\$ 7,871 )	\$ 5,837
Change in fair value of derivative contracts	( 3,971 )	—	3,971 )
Gains and deferred gains transferred from accumulated other comprehensive income	( 1,432 )	—	1,432 )
Balance March 31, 2024	\$ 8,305	\$ 7,871 )	\$ 434

Changes in fair value of derivative contracts	(	(	)
	4,545	—	4,545
Gains and deferred gains transferred from accumulated other comprehensive income	(	(	)
	1,943	—	1,943
Balance June 30, 2024		(	(
	1,817	7,871	6,054
Changes in fair value of derivative contracts	\$	\$	\$
	3,872	—	3,872
Gains and deferred gains transferred from accumulated other comprehensive income	(	(	)
	701	—	701
Balance September 30, 2024		(	(
	4,988	7,871	2,883
	\$	\$	\$
Balance January 1, 2023		(	)
	9,162	6,714	2,448
Changes in fair value of derivative contracts	\$	\$	\$
	8,665	—	8,665
Gains and deferred gains transferred from accumulated other comprehensive income	(	(	)
	2,149	—	2,149
Balance March 31, 2023		(	)
	15,678	6,714	8,964
Changes in fair value of derivative contracts	\$	\$	\$
	7,445	—	7,445
Gains and deferred gains transferred from accumulated other comprehensive income	(	(	)
	2,213	—	2,213
Balance June 30, 2023		(	)
	20,910	6,714	14,196
Changes in fair value of derivative contracts	\$	\$	\$
	(	)	(
Gains and deferred gains transferred from accumulated other comprehensive income	(	(	)
	5,265	—	5,265
Balance September 30, 2023		(	)
	9,526	6,714	2,812
	\$	\$	\$

**Note 7. Debt, Credit Agreement and Leases**

Our debt as of September 30, 2024 and December 31, 2023 consisted of our

7.25

% Senior Notes due February 15, 2028 ("Senior Notes"), our Series 2020-A Senior Notes due July 9, 2025 (the "IQ Notes") and any drawn amounts on our \$

225

million Credit Agreement, which is described separately below. The following tables summarize our current and long-term debt balances, including principal amounts outstanding under the Credit Agreement, as of September 30, 2024 and December 31, 2023 (in thousands):

	September 30, 2024			
	Senior Notes	IQ Notes	Credit Agreement	Total
<b>Principal</b>				
	475,000	35,735	\$ 13,000	\$ 523,735
Unamortized discount/premium and issuance costs	\$ (3,044)	139	—	\$ (2,905)
<b>Long-term debt balance</b>				
	\$ 471,956	\$ —	\$ 13,000	\$ 484,956
<b>Current debt balance</b>				
	\$ —	\$ 35,874	—	\$ 35,874
	December 31, 2023			
	Senior Notes	IQ Notes	Credit Agreement	Total
<b>Principal</b>				
	475,000	36,473	\$ 128,000	\$ 639,473
Unamortized discount/premium and issuance costs	\$ (3,730)	257	—	\$ (3,473)
<b>Long-term debt balance</b>				
	\$ 471,270	\$ 36,730	\$ 128,000	\$ 636,000

The following table summarizes the scheduled annual future payments, including interest, for our Senior Notes, IQ Notes, and finance and operating leases as of September 30, 2024 (in thousands). Operating leases are included in other current and non-current liabilities on our condensed consolidated balance sheets. The amounts for the IQ Notes are stated in U.S. dollars ("USD") based on the USD/Canadian dollar ("CAD") exchange rate as of September 30, 2024.

Twelve-month period ending September 30,	Senior Notes	IQ Notes	Finance Leases	Operating Leases
2025				
	\$ 34,438	\$ 38,064	\$ 8,303	\$ 1,862
2026				
	34,438	—	6,474	1,298
2027				
	34,438	—	3,200	1,221

	487,914	—	1,172	1,150
2029				
	—	—	1,172	990
Thereafter				
	—	—	879	5,138
	591,228	38,064	21,200	11,659
Less: effect of discounting			(	(
			2,226	2,948
Total			)	)
	\$ 591,228	\$ 38,064	\$ 18,974	\$ 8,711

*Credit Agreement*

On July 21, 2022, we entered into a revolving credit agreement (the "Original Credit Agreement") with various financial institutions (the "Lenders"), Bank of Montreal and Bank of America, N.A. as letters of credit issuers, and Bank of America, N.A., as administrative agent for the Lenders and as swingline lender. The Original Credit Agreement was amended on May 3, 2024, when we entered into a First Amendment to Credit Agreement (the "First Amendment"), which made certain changes to the Original Credit Agreement (the Original Credit Agreement, as amended, modified and supplemented by the First Amendment, is referred to hereafter as the "Credit Agreement"). The First Amendment modified the Original Credit Agreement as follows:

- Increased the amount available for borrowing to \$

225  
million from \$

150  
million;

- Extended the maturity date to July 21, 2028 from July 21, 2026 (the maturity date of the Credit Agreement will be accelerated to August 15, 2027 if our Senior Notes are not refinanced by that date);
- National Bank, TD Securities, Bank of Nova Scotia and ING were added as new Lenders and Credit Suisse AG, New York Branch assigned its interests in the Original Credit Agreement to its affiliate UBS AG, Stamford Branch immediately prior to entering into the First Amendment.

Proceeds of the revolving loans under the Credit Agreement may be used for general corporate purposes. The interest rate on the outstanding loans under the Credit Agreement is based on the Company's net leverage ratio and is calculated at (i) Term Secured Overnight Financing Rate ("SOFR") plus

2  
% to

3.5  
% or (ii) Bank of America's Base Rate plus

1  
% to

2.5  
% with Base Rate being the

highest of (i) the Bank of America prime rate, (ii) the Federal Funds rate plus

.50  
% or (iii) Term SOFR plus

1.00

%. For each amount drawn, we elect whether we draw on a one, three or six month basis or annual basis for SOFR. If we elect to draw for greater than six months, we pay interest quarterly on the outstanding amount.

We are also required to pay a commitment fee of between

0.45  
% to

0.78750

%, depending on our net leverage ratio. Letters of credit issued under the Credit Agreement bear a fee between

2.00  
% and

3.50

% based on our net leverage ratio, as well as a fronting fee to each issuing bank at an agreed upon rate per annum on the average daily dollar amount of our letter of credit exposure.

Hecla Mining Company and certain of our subsidiaries are the borrowers under the Credit Agreement, while certain of our other subsidiaries are guarantors of the borrowers' obligations under the Credit Agreement. As further security, the Credit Agreement is collateralized by a mortgage on the Greens Creek mine, the equity interests of subsidiaries that own the Greens Creek mine or are part of the Greens Creek Joint Venture and our subsidiary Hecla Admiralty Company (the "Greens Creek Group"), and by all of the Greens Creek Group's rights and interests in the Greens Creek Joint Venture Agreement, and in all assets of the joint venture and of any member of the Greens Creek Group.

At September 30, 2024, we had net draws of \$

13.0  
million outstanding at an interest rate of

7.8  
%, and \$

6.3  
million of outstanding letters of credit under the Credit Agreement. Letters of credit that are outstanding reduce availability under the Credit Agreement.

We believe we were in compliance with all covenants under the Credit Agreement as of September 30, 2024.

#### **Note 8. Derivative Instruments**

##### *General*

Our current risk management policy provides that up to

75  
% of five years of our foreign currency, and 100% of our metals price exposure may be covered under a derivatives program, with certain other limitations. Our program also utilizes derivatives to manage price risk exposure created from when revenue is recognized from a shipment of concentrate until final settlement.

These instruments expose us to (i) credit risk in the form of non-performance by counterparties for contracts in which the contract price exceeds the spot price of the hedged commodity or foreign currency and (ii) price risk to the extent that the spot price or currency exchange rate exceeds the contract price for quantities of our production and/or forecasted costs covered under contract positions.

##### *Foreign Currency*

Our wholly-owned subsidiaries owning the Casa Berardi operation and Keno Hill operation are USD-functional entities which routinely incur expenses denominated in CAD. Such expenses expose us to exchange rate fluctuations between the USD and CAD. We have a program to manage our exposure to fluctuations in the USD exchange rate for these subsidiaries' future operating and capital costs denominated in CAD. The program related to forecasted cash operating costs at Casa Berardi and Keno Hill utilizes forward contracts to buy CAD, some of which are designated as cash flow hedges. As of September 30, 2024, we have a total of

359  
forward contracts outstanding to buy a total of CAD \$

236.9  
million having a notional amount of USD \$

178.0  
million to hedge the following exposures for 2024 through 2026:

- Forecasted cash operating costs at Casa Berardi and Keno Hill of CAD \$

194.7  
million at an average CAD-to-USD exchange rate of

1.327

- Forecasted capital expenditures at Casa Berardi of CAD\$

19.5

million at an average CAD-to-USD exchange rate of

1.347

- Forecasted capital expenditures at Keno Hill of CAD\$

12.2

million at an average CAD-to-USD exchange rate of

1.356

- Forecasted exploration expenditures at Casa Berardi and Keno Hill of CAD\$

1.6

million at an average CAD-to-USD exchange rate of

1.3608

- Forecasted Corporate costs of CAD\$

8.9

million at an average CAD-to-USD exchange rate of

1.358

As of September 30, 2024 and December 31, 2023, we recorded the following balances for the fair value of the foreign currency forward contracts (in millions):

	September 30, 2024	December 31, 2023
<b>Balance sheet line item:</b>		
Other current assets		
	\$ 0.4	\$ 2.7
Other non-current assets		
	\$ 0.4	\$ 2.0
Other current liabilities		
	\$ (1.7)	\$ (1.1)
Other non-current liabilities		
	\$ (0.3)	\$ (0.4)

Net unrealized losses of \$

1.6

million related to the effective portion of the foreign currency forward contracts designated as hedges are included in accumulated other comprehensive income (loss) as of September 30, 2024. Unrealized gains and losses will be transferred from accumulated other comprehensive income (loss) to current earnings as the underlying operating expenses are recognized. We estimate \$

1.5

million in net unrealized losses included in accumulated other comprehensive income (loss) as of September 30, 2024 will be reclassified to current earnings in the next twelve months.

Net realized losses of \$

1.5

million and \$

3.0

million for the three and nine months ended September 30, 2024, respectively, and \$

0.6

million and \$

2.5

million for the three and nine months ended September 30, 2023, respectively, on contracts related to underlying expenses which have been recognized were transferred from accumulated other comprehensive income (loss) and included in cost of sales and other direct production costs.

A net gain of \$

0.5

million and a net loss of \$

1.9

million for the three and nine months ended September 30, 2024, respectively, and a net loss of \$

3.2

million and a net gain of \$

0.1

million for the three and nine months ended September 30, 2023, respectively, were related to contracts not designated as hedges.

No

net unrealized gains or losses related to ineffectiveness of the hedges are included in fair value adjustments, net on our consolidated statements of operations and comprehensive income (loss) for the three and nine months ended September 30, 2024 and 2023, respectively.

#### Metals Prices

We are currently using financially-settled forward contracts to manage the exposure to:

- changes in prices of silver, gold, zinc and lead contained in our concentrate shipments between the time of shipment and final settlement; and

- changes in prices of zinc and lead (but not silver and gold) contained in our forecasted future concentrate shipments.

The following tables summarize the quantities of metals committed under forward metals contracts at September 30, 2024 and December 31, 2023:

September 30, 2024	Ounces/pounds under contract (in 000's except gold)				Average price per ounce/pound			
	Silver (ounces)	Gold (ounces)	Zinc (pounds)	Lead (pounds)	Silver (ounces)	Gold (ounces)	Zinc (pounds)	Lead (pounds)
<b>Contracts on provisional sales</b>								
2024 settlements								
	1,460	500	18,905	13,558	\$ 30.29	2,689	\$ 1.36	\$ 0.97
<b>Contracts on forecasted sales</b>								
2024 settlements								
	—	—	4,299	4,519	N/A	N/A	\$ 1.31	\$ 0.97
2025 settlements								
	—	—	26,455	62,501	N/A	N/A	\$ 1.39	\$ 0.98
2026 settlements								
	—	—	—	33,290	N/A	N/A	\$ 1.04	
December 31, 2023	Ounces/pounds under contract (in 000's except gold)				Average price per ounce/pound			
	Silver (ounces)	Gold (ounces)	Zinc (pounds)	Lead (pounds)	Silver (ounces)	Gold (ounces)	Zinc (pounds)	Lead (pounds)
<b>Contracts on provisional sales</b>								
2023 settlements								
	735	3	441	15,542	\$ 24.40	\$ 2,045	\$ 1.51	\$ 1.00
<b>Contracts on forecasted sales</b>								
2024 settlements								
	—	—	—	56,713	N/A	N/A	N/A	\$ 0.98
2025 settlements								
	—	—	—	49,273	N/A	N/A	N/A	\$ 0.98

We recorded the following balances for the fair value of the forward metals contracts as of September 30, 2024 and December 31, 2023 (in millions):

Balance sheet line item:	September 30, 2024	December 31, 2023
Other current assets	\$ —	\$ 3.1
Other non-current assets	\$ 0.9	\$ 1.5
Other current liabilities	\$ (2.6)	\$ (0.1)
Other non-current liabilities	\$ —	\$ —
Net realized and unrealized gains of \$		

5.6 million related to the effective portion of the forward metals contracts designated as hedges were included in accumulated other comprehensive income (loss) as of September 30, 2024. Unrealized gains and losses will be transferred from accumulated other comprehensive income (loss) to current earnings as the underlying forecasted sales are recognized. We estimate \$

4.5 million in net realized and unrealized gains included in accumulated other comprehensive income (loss) as of September 30, 2024 would be reclassified to current earnings in the next twelve months. The realized gains arose due to cash settlement of zinc contracts prior to maturity in 2022 and zinc and lead contracts during 2023 for net proceeds of \$

17.4 million and \$

8.5 million, respectively.

We recognized a net gain of \$

0.6 million, including a \$

2.1 million gain transferred from accumulated other comprehensive income (loss), and a net gain of \$

4.0 million, including a \$

6.7 million gain transferred from accumulated other comprehensive income (loss) during the three months ended September 30, 2024 and 2023, respectively. We recognized a net loss of \$

8.8 million, including a \$

7.1 million gain transferred from accumulated other comprehensive income (loss), and a net gain of \$

13.1 million, including a \$

13.0 million gain transferred from accumulated other comprehensive income (loss) during the nine months ended September 30, 2024 and 2023, respectively. These gains and losses were recognized on the contracts utilized to manage exposure to prices of metals in our concentrate shipments, which are included in sales. The net losses and gains recognized on the contracts offset gains and losses related to price adjustments on our provisional concentrate sales due to changes to silver, gold, lead and zinc prices between the time of sale and final settlement.

During June 2024, the Company purchased

26,900 ounces of gold put options priced at \$

2,100 per ounce, which are not designated as hedges, to provide price protection for Casa Berardi's underground production for the remainder of 2024 at a total cost of \$

0.1 million. At September 30, 2024, the fair value of these gold put options was negative \$

0.1 million.

#### *Credit-risk-related Contingent Features*

Certain of our derivative contracts contain cross default provisions which provide that a default under our Credit Agreement would cause a default under the derivative contract. As of September 30, 2024, we have not posted any collateral related to these contracts. The fair value of derivatives in a net liability position related to these agreements was \$

5.8

million as of September 30, 2024, which includes accrued interest but excludes any adjustment for nonperformance risk. If we were in breach of any of these provisions at September 30, 2024, we could have been required to settle our obligations under the agreements at their termination value of \$

5.8 million.

#### **Note 9. Fair Value Measurement**

Fair value adjustments, net is comprised of the following (in thousands):

	Three Months Ended September 30, 2024	September 30, 2023	Nine Months Ended September 30, 2024	September 30, 2023
Gain (loss) on derivative contracts			(	(
	\$ 394	\$ 2,160	\$ 2,091	\$ 1,848
Unrealized gain (loss) on equity securities investments			(	(
	\$ 3,260	\$ 4,237	\$ 8,895	\$ 7,622
Total fair value adjustments, net			(	(
	<u>\$ 3,654</u>	<u>\$ 6,397</u>	<u>\$ 6,804</u>	<u>\$ 5,774</u>

Accounting guidance has established a hierarchy for inputs used to measure assets and liabilities at fair value on a recurring basis. The three levels included in the hierarchy are:

Level 1: quoted prices in active markets for identical assets or liabilities;

Level 2: significant other observable inputs; and

Level 3: significant unobservable inputs.

The table below sets forth our assets and liabilities that were accounted for at fair value on a recurring basis and the fair value calculation input hierarchy level that we have determined applies to each asset and liability category (in thousands).

Description	Balance at September 30, 2024	Balance at December 31, 2023	Input Hierarchy Level
<b>Assets:</b>			
Cash and cash equivalents:			
Money market funds and other bank deposits	\$ 22,273	\$ 106,374	Level 1
Current and non-current investments:			
Equity securities	40,915	32,284	Level 1
Trade accounts receivable:			
Receivables from provisional concentrate sales	40,124	17,940	Level 2
Restricted cash and cash equivalent balances:			
Certificates of deposit and other deposits	1,184	1,165	Level 1
Derivative contracts - current and non-current derivative assets:			
Foreign exchange contracts	805	4,657	Level 2
Metal forward contracts	886	4,698	Level 2
<b>Liabilities:</b>			
Derivative contracts - current and non-current derivative liabilities:			
Foreign exchange contracts	\$ 2,010	\$ 1,508	Level 2
Metal forward contracts	2,625	40	Level 2

Cash and cash equivalents consist primarily of money market funds and are valued at cost, which approximates fair value.

Current and non-current restricted cash and cash equivalent balances consist primarily of certificates of deposit, U.S. Treasury securities, and other deposits and are valued at cost, which approximates fair value.

Our non-current investments consist of marketable equity securities of companies in the mining industry which are valued using quoted market prices for each security.

Trade accounts receivable from provisional concentrate sales are subject to final pricing and valued using quoted prices based on forward curves for the particular metals.

We use financially-settled forward contracts to manage exposure to changes in the exchange rate between USD and CAD, and the impact on CAD-denominated operating and capital costs incurred at our Casa Berardi and Keno Hill operations (see Note 8 for more information). The fair value of each contract represents the present value of the difference between the forward exchange rate for the contract settlement period as of the measurement date and the contract settlement exchange rate.

We use financially-settled forward contracts to manage the exposure to changes in prices of silver, gold, zinc and lead contained in our concentrate shipments that have not reached final settlement. We also use financially-settled forward contracts to manage the exposure to changes in prices of gold, zinc and lead contained in our forecasted future sales (see Note 8 for more information). The fair value of each forward contract represents the present value of the difference between the forward metal price for the contract settlement period as of the measurement date and the contract settlement metal price.

At September 30, 2024, our Senior Notes and IQ Notes were recorded at their carrying value of \$

472.0  
million and \$

35.9  
million, respectively, net of unamortized initial purchaser discount/premium and issuance costs. The estimated fair values of our Senior Notes and IQ Notes were \$

484.7

million and \$

37.2

million, respectively, at September 30, 2024. Quoted market prices, which are considered to be Level 1 inputs, are utilized to estimate fair values of the Senior Notes. Unobservable inputs which are considered to be Level 3, including an assumed current annual yield of

6.12

%, are utilized to estimate the fair value of the IQ Notes. See Note 7 for more information. The Credit Agreement, which we consider to be Level 1 in the fair value hierarchy, has a carrying and fair value of \$

13.0

million.

#### **Note 10. Product Inventories**

Our major components of product inventories are (in thousands):

	September 30, 2024	December 31, 2023
Concentrates		
	\$ 14,544	\$ 13,328
Stockpiled ore		
	13,481	7,168
In-process		
	6,782	8,327
Total product inventories		
	\$ 34,807	\$ 28,823

#### **Note 11. Commitments, Contingencies and Obligations**

##### *Johnny M Mine Area near San Mateo, McKinley County and San Mateo Creek Basin, New Mexico*

Effective on August 26, 2024, Hecla Limited, its New Mexico Land LLC subsidiary and the U.S. Environmental Protection Agency (the "EPA") are parties to a Settlement Agreement and Order on Consent for Removal Action ("Consent Order") resolving certain liabilities of Hecla Limited under the Comprehensive Environmental Response, Compensation and Liability Act ("CERCLA") at the Johnny M Mine Area near San Mateo, McKinley County, New Mexico. Mining at the Johnny M Mine was conducted for a limited period of time by a predecessor of Hecla Limited, and the EPA had previously asserted that Hecla Limited may be responsible under CERCLA for environmental remediation and past costs incurred by the EPA at the site. Under the Consent Order, Hecla Limited agreed to pay \$

420,000

to the EPA for its past response costs at the site and any future response costs at the site under the Consent Order, and undertake remediation work at the site (the "Remedy"), in exchange for a covenant not to sue by the EPA and protection for certain claims of contribution under CERCLA by third parties related to the site. We have accrued \$

10.1

million in prior periods, primarily representing estimated current costs to design and implement the Remedy, which are subject to change as fieldwork is performed.

The Johnny M Mine is in an area known as the San Mateo Creek Basin ("SMCB"), which is an approximately 321 square mile area in New Mexico that contains numerous legacy uranium mines and mills. In addition to Johnny M, Hecla Limited's predecessor was involved at other mining sites within the SMCB. The EPA is working with various potentially responsible parties ("PRPs") at the site in order to study and potentially address perceived groundwater issues within the SMCB. The Remedy discussed above relates primarily to contaminated rock and soil at the Johnny M site, not groundwater and not elsewhere within the SMCB site. It is possible that Hecla Limited's liability at the Johnny M Site, and for any other mine site within the SMCB at which Hecla Limited's predecessor may have operated, will be greater than our current accrual of \$

10.1

million for the Remedy due to any increased scope of required remediation.

In July 2018, the EPA informed Hecla Limited that it and several other PRPs may be liable for cleanup of the SMCB site or for costs incurred by the EPA in cleaning up the site. The EPA stated it has incurred approximately \$

9.6

million in response costs to date. In each of May, 2022, and August, 2024, Hecla Limited received a letter from a PRP notifying Hecla Limited that other PRPs may seek cost recovery and contribution from Hecla Limited under CERCLA for certain investigatory work performed by the PRPs at the SMCB site. Hecla Limited cannot with reasonable certainty estimate the amount or range of liability, if any, relating to this matter because of, among other reasons, the lack of information concerning the site, including the relative contributions of contamination by the various PRPs.

##### *Carpenter Snow Creek and Barker-Hughesville Sites in Montana*

In July 2010, the EPA made a formal request to Hecla for information regarding the Carpenter Snow Creek Superfund site located in Cascade County, Montana. The Carpenter Snow Creek site is located in a historical mining district, and in the early 1980s Hecla Limited leased 6 mining claims and performed limited exploration activities at the site. Hecla Limited terminated the mining lease in 1988.

In June 2011, the EPA informed Hecla Limited that it believes Hecla Limited, and several other PRPs, may be liable for cleanup of the site or for costs incurred by the EPA in cleaning up the site. The EPA stated in the letter that it has incurred approximately \$

4.5

million in response costs and estimated that total remediation costs may exceed \$

100

million. Hecla Limited cannot with reasonable certainty estimate the amount or range of liability, if any, relating to this matter because of, among other reasons, the lack of information concerning the site, including the relative contributions of contamination by various other PRPs.

In February 2017, the EPA made a formal request to Hecla for information regarding the Barker-Hughesville Mining District Superfund site located in Judith Basin and Cascade Counties, Montana. Hecla Limited submitted a response in April 2017. The Barker-Hughesville site is located in a historic mining district, and between approximately June and December 1983, Hecla Limited was party to an agreement with another mining company

under which limited exploration activities occurred at or near the site.

In August 2018, the EPA informed Hecla Limited that it and several other PRPs may be liable for cleanup of the site or for costs incurred by the EPA in cleaning up the site. The EPA did not include an amount of its alleged response costs to date. Hecla Limited

cannot with reasonable certainty estimate the amount or range of liability, if any, relating to this matter because of, among other reasons, the lack of information concerning past or anticipated future costs at the site and the relative contributions of contamination by various other PRPs.

#### *Lucky Friday and Keno Hill Environmental Issues*

Effective on October 16, 2024, Hecla Limited and the EPA are parties to a Consent Agreement and Final Order (the "Settlement") resolving certain liabilities of Hecla Limited under the Clean Water Act involving the Lucky Friday mine's permitted water discharges between 2018 and 2024. Under the Settlement, Hecla Limited will pay the EPA \$

174,300  
and undertake a Supplemental Environmental Project involving river habitat restoration on the South Fork of the Coeur d'Alene River estimated to cost \$

299,000

#### *Litigation Related to Klondex Acquisition*

On May 24, 2019, a purported Hecla stockholder filed a putative class action lawsuit in the U.S. District Court for the Southern District of New York against Hecla and certain of our executive officers, one of whom was also a director. The complaint, purportedly brought on behalf of all purchasers of Hecla common stock from March 19, 2018 through and including May 8, 2019, asserts claims under Sections 10(b) and 20(a) of the Securities Exchange Act of 1934 and Rule 10b-5 promulgated thereunder and seeks, among other things, damages and costs and expenses. Specifically, the complaint alleges that Hecla, under the authority and control of the individual defendants, made certain material false and misleading statements and omitted certain material information regarding Hecla's Nevada Operations. The complaint was dismissed by the Federal District Court with prejudice on September 30, 2024. On October 28, 2024, the plaintiffs filed a notice of appeal with the United States Court of Appeals for the Second Circuit.

Related to this class action lawsuit, Hecla has been named as a nominal defendant in a shareholder derivative lawsuit which also names as defendants certain current and past members of Hecla's Board of Directors and certain past officers of Hecla. The case was filed on May 4, 2022 in the Delaware Chancery Court. In general terms, the suit alleges breaches of fiduciary duties by the individual defendants, waste of corporate assets and unjust enrichment, and seeks damages, purportedly on behalf of Hecla.

#### *Debt*

See Note 7 for information on the commitments related to our debt arrangements as of September 30, 2024.

#### *Indirect Taxes*

In May 2024, our Keno Hill subsidiary received a notice of assessment ("NOA") for goods and services tax ("GST") on its 2023 sales for CAD \$ 1,973,181 from the Canada Revenue Agency ("CRA"). In addition, in May 2024 Keno Hill also received correspondence from the CRA for GST on Keno Hill's sales and input tax credits from 2020 through 2022 of CAD\$

1,038,834  
. As Keno Hill's sales are to a non-Canadian party, we do not believe Keno Hill is subject to collect and remit GST, and we have disputed the NOA and proposed audit adjustments.

#### *Other Commitments*

Our contractual obligations as of September 30, 2024 included open purchase orders and commitments of \$

9.8  
million, \$

18.8  
million, \$

13.1  
million, \$

13.5  
million and \$

0.8  
million for various capital and non-capital items at Greens Creek, Lucky Friday, Keno Hill, Casa Berardi and Other, respectively. We also have total commitments of \$

21.2  
million relating to scheduled payments on finance leases, including interest, primarily for equipment at our operations, and total commitments of \$

11.7  
million relating to payments on operating leases (see Note 7 for more information). As part of our ongoing business and operations, we are required to provide surety bonds, bank letters of credit, and restricted deposits for various purposes, including financial support for environmental reclamation obligations and workers compensation programs. As of September 30, 2024, we had surety bonds totaling \$

215.4  
million and letters of credit totaling \$

6.3  
million in place as financial support for future reclamation and closure costs, self-insurance, and employee benefit plans. The obligations associated with these instruments are generally related to performance requirements that we address through ongoing operations. As the requirements are met, the beneficiary of the associated instruments cancels or returns the instrument to the issuing entity. Certain of these instruments are associated with operating sites with long-lived assets and will remain outstanding until closure of the sites. We believe we are in compliance with all applicable bonding

requirements and will be able to satisfy future bonding requirements as they arise.

*Other Contingencies*

We also have certain other contingencies resulting from litigation, claims, EPA investigations, and other commitments and are subject to a variety of environmental and safety laws and regulations incident to the ordinary course of business. We currently have no basis to conclude that any or all of such contingencies will materially affect our financial position, results of operations or cash flows. However, in the future, there may be changes to these contingencies, or additional contingencies may occur, any of which might result in an accrual or a change in current accruals recorded by us, and there can be no assurance that their ultimate disposition will not have a material adverse effect on our financial position, results of operations or cash flows.

**Note 12. Recent Accounting Pronouncements**

*Accounting Standards Updates to Become Effective in Future Periods*

In November 2023, the FASB issued ASU 2023-07, Segment Reporting (Topic 280): Improvements to Reportable Segment Disclosures, amending reportable segment disclosure requirements to include disclosure of incremental segment information on an annual and interim basis. Among the requirements are new disclosures regarding significant segment expenses that are regularly provided to the chief operating decision-maker and included within each reported measure of segment profit or loss, as well as other segment items bridging segment revenue to each reported measure of segment profit or loss. The amendments in ASU 2023-07 are effective for fiscal years beginning after December 15, 2023, and for interim periods within fiscal years beginning after December 15, 2024, and are applied retrospectively. Early adoption is permitted. We will retrospectively adopt the segment disclosures required under these amendments in the year ended December 31, 2024, financial statements and don't expect any changes to our current reportable segments.

In December 2023, the FASB issued ASU 2023-09, Income Taxes (Topic 740): Improvement to Income Tax Disclosures, amending income tax disclosure requirements for the effective tax rate reconciliation and income taxes paid. The amendments in ASU 2023-09 are effective for fiscal years beginning after December 15, 2024 and are applied prospectively. Early adoption and retrospective application of the amendments are permitted. We are currently evaluating the impact of this update on our consolidated financial statements and disclosures.

## **Forward-Looking Statements**

Certain statements contained in this Form 10-Q, including in Management's Discussion and Analysis of Financial Condition and Results of Operations and Quantitative and Qualitative Disclosures About Market Risk, are intended to be covered by the safe harbor provided for under Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. Our forward-looking statements include our current expectations and projections about future results, performance, results of litigation, prospects and opportunities, including reserves and other mineralization. We have tried to identify these forward-looking statements by using words such as "may," "will," "expect," "anticipate," "believe," "intend," "feel," "plan," "estimate," "project," "forecast" and similar expressions. These forward-looking statements are based on information currently available to us and are expressed in good faith and believed to have a reasonable basis. However, our forward-looking statements are subject to a number of risks, uncertainties and other factors that could cause our actual results, performance, prospects or opportunities to differ materially from those expressed in, or implied by, these forward-looking statements.

These risks, uncertainties and other factors include, but are not limited to, those set forth under *Part I, Item 1A. – Risk Factors* in our 2023 Form 10-K and *Part II, Item 1A - Risk Factors* in our Form 10-Q for the quarterly period ended June 30, 2024. Given these risks and uncertainties, readers are cautioned not to place undue reliance on our forward-looking statements. All subsequent written and oral forward-looking statements attributable to Hecla Mining Company or to persons acting on our behalf are expressly qualified in their entirety by these cautionary statements. Except as required by federal securities laws, we do not intend to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

## **Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations**

In this Management's Discussion and Analysis of Financial Condition and Results of Operations ("MD&A"), "Hecla," "the Company," "we," "us" and "our" refer to Hecla Mining Company and its consolidated subsidiaries, except where the context requires otherwise. You should read this discussion in conjunction with our consolidated financial statements, the related MD&A and the discussion of our Business and Properties for the year ended December 31, 2023, which were revised to conform with current year financial statement changes as described in Note 2 "Business Segments and Sales of Products", and are included in Exhibit 99.1 to the Company's Current Report on Form 8-K filed May 20, 2024, with the United States Securities and Exchange Commission (the "SEC"). The results of operations reported and summarized below are not necessarily indicative of future operating results (refer to "Forward-Looking Statements" above for further discussion). References to "Notes" are Notes included in our Notes to Condensed Consolidated Financial Statements (Unaudited). Throughout this MD&A, all references to losses or income per share are on a diluted basis.

### **Overview**

Established in 1891, we are the oldest operating precious metals mining company in the United States. We are also the largest silver producer in the United States and Canada, producing over 45% of the U.S. silver production at our Greens Creek and Lucky Friday operations. We also produce gold at our Casa Berardi and Greens Creek operations. In addition, we are developing the Keno Hill mine in the Yukon Territory, Canada which we acquired on September 7, 2022 and began ramp-up during the second quarter of 2023. Based upon the jurisdictions in which we operate, we believe we have lower political and economic risk compared to other mining companies whose mines are located in other parts of the world. Our exploration interests are located in the United States, Canada and Mexico. Our operating and strategic framework is based on expanding our production and locating and developing new resource potential in a safe and responsible manner.

### **Third Quarter 2024 Highlights**

#### **Operational:**

- Produced 3.6 million ounces of silver, a 3% increase over the prior year's comparable quarter and 32,280 ounces of gold. See *Consolidated Results of Operations* below for information on total cost of sales, as well as cash costs and all-in sustaining costs, each after by-product credits, per silver and gold ounce for the three-month periods ended September 30, 2024 and 2023.

#### **Financial:**

- Generated sales of \$245.1 million and net income applicable to common stockholders of \$1.6 million.
- Invested in our operations by making capital expenditures of approximately \$55.7 million, including \$11.5 million at Greens Creek, \$11.2 million at Lucky Friday, \$18.6 million at Casa Berardi and \$14.4 million at Keno Hill.
- Collected \$14.8 million in insurance proceeds related to the Lucky Friday fire.
- Returned \$8.6 million to our common stockholders through dividend payments.
- Spent \$10.6 million on exploration and pre-development activities.
- Raised \$57.3 million in equity sales under our ATM program which were utilized to make \$49.0 million in net repayments on our outstanding revolving credit facility balance.
- Copper became a payable metal for Greens Creek, recording \$0.4 million of copper sales.

### **Year to date 2024 Highlights**

#### **Operational:**

- Produced 12.3 million ounces of silver, a 8% increase over the prior year's comparable period and 106,196 ounces of gold. See *Consolidated Results of Operations* below for information on total cost of sales, as well as cash costs and all-in sustaining costs, each after by-product credits, per silver and gold ounce for the nine-month periods ended September 30, 2024 and 2023.
- Keno Hill produced 2.1 million ounces of silver as ramp-up of production continued with an average throughput of 314 tons per day, and stockpiled ore inventory of approximately 290,700 ounces.

#### **Financial:**

- Generated sales of \$680.3 million and net income applicable to common stockholders of \$23.5 million.
- Invested in our operations by making capital expenditures of approximately \$153.7 million, including \$32.0 million at Greens Creek, \$37.0 million at Lucky Friday, \$44.3 million at Casa Berardi and \$39.3 million at Keno Hill.
- Collected \$50.0 million in insurance proceeds related to the Lucky Friday fire.
- Returned \$16.3 million to our common stockholders through dividend payments.
- Spent \$21.6 million on exploration and pre-development activities.

- Raised \$58.4 million in equity sales under our ATM program which were utilized as part of \$115.0 million in net repayments on our outstanding revolving credit facility balance.

#### External Factors that Impact our Results

Our financial results vary as a result of fluctuations in market prices primarily for silver and gold and, to a lesser extent, zinc and lead. World market prices for these commodities have fluctuated historically and are affected by numerous factors beyond our control. We believe that the outlook for precious metals fundamentals in the medium- and long-term is favorable due to macro-economic factors such as lower interest rate expectations, geopolitical uncertainty and global growth expectations, which have resulted in significant volatility in the financial and commodities markets, including the precious metals market. See Item 1A. "Risk Factors" contained in Part I of our annual report on Form 10-K for the year ended December 31, 2023 ("2023 Form 10-K"), for further discussion. Because we cannot control the price of our products, the key measures that management focuses on in operating our business are production volumes, payable sales volumes, Cash Cost, After By-product Credits, per Ounce (non-GAAP) and All-In Sustaining Cost, After By-product Credits, per Ounce ("AISC") (non-GAAP), operating cash flows, capital expenditures, free cash flow and adjusted EBITDA. The average realized prices for all metals sold by us continued to exhibit significant volatility during the period. We have also experienced significant cost inflation across our operations, principally associated with higher energy prices, increased costs for other consumables such as reagents, explosives and steel, and higher labor and contractor costs.

#### Consolidated Results of Operations

Total sales for the three and nine months ended September 30, 2024 and 2023 were as follows:

(in thousands)	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
Silver	\$ 109,756	\$ 74,425	\$ 308,681	\$ 235,447
Gold	79,239	70,206	229,123	208,216
Lead	21,591	15,719	65,002	62,778
Zinc	37,281	33,066	94,741	91,912
Copper	409	-	409	-
Less: Smelter and refining charges	(10,518)	(12,550)	(32,814)	(40,743)
Total metal sales	237,758	180,866	665,142	557,610
Environmental remediation services	7,327	1,040	15,128	1,927
<b>Total sales</b>	<b>\$ 245,085</b>	<b>\$ 181,906</b>	<b>\$ 680,270</b>	<b>\$ 559,537</b>

Environmental remediation services revenue is generated by performing remediation work in the historical Yukon Territory mining district on behalf of the Canadian government. The scope and estimated cost of all work is agreed to in advance by the Canadian government, and the expenses incurred are essentially passed through to the government for reimbursement with minimal margin generated by our subsidiary in performing this work.

Total metal sales for the three and nine months ended September 30, 2024 and 2023, and the approximate variances attributed to differences in metals prices, sales volumes and smelter terms, were as follows:

(in thousands)	Silver	Gold	Base metals	Less: smelter and refining charges		Total sales of products
				2023	2024	
<b>Three months ended September 30, 2023</b>	\$ 74,425	\$ 70,206	\$ 48,785	\$ (12,550)	\$ 180,866	
Variances - 2024 versus 2023:						
Price	20,400	19,693	(5,238)	—	—	34,855
Volume	14,931	(10,660)	15,734	(2,481)	—	17,524
Smelter terms	—	—	—	4,513	—	4,513
<b>Three months ended September 30, 2024</b>	<b>\$ 109,756</b>	<b>\$ 79,239</b>	<b>\$ 59,281</b>	<b>\$ (10,518)</b>	<b>\$ 237,758</b>	

(in thousands)	Silver	Gold	Base metals	Less: smelter and refining charges		Total sales of products
				2023	2024	
<b>Nine months ended September 30, 2023</b>	\$ 235,447	\$ 208,216	\$ 154,690	\$ (40,743)	\$ 557,610	
Variances - 2024 versus 2023:						
Price	52,513	39,147	(2,674)	—	—	88,986
Volume	20,721	(18,240)	8,136	(1,104)	—	9,513
Smelter terms	—	—	—	9,033	—	9,033
<b>Nine months ended September 30, 2024</b>	<b>\$ 308,681</b>	<b>\$ 229,123</b>	<b>\$ 160,152</b>	<b>\$ (32,814)</b>	<b>\$ 665,142</b>	

The fluctuations in sales for the three and nine months ended September 30, 2024 compared to the same periods in 2023 were primarily due to the following two reasons:

- Higher average realized prices for precious metals and lower realized base metals prices during the three and nine months ended September 30, 2024, compared to the same periods in 2023. The table below summarizes average spot prices and our average realized prices for the commodities we sell:

		Three Months Ended September 30,		Nine Months Ended September 30,	
		2024	2023	2024	2023
Silver –	London PM Fix (\$/ounce)	\$ 29.43	\$ 23.57	\$ 27.21	\$ 23.44
	Realized price per ounce	\$ 29.43	\$ 23.71	\$ 28.07	\$ 23.28
Gold –	London PM Fix (\$/ounce)	\$ 2,477	\$ 1,929	\$ 2,296	\$ 1,932
	Realized price per ounce	\$ 2,522	\$ 1,908	\$ 2,317	\$ 1,921
Lead –	LME Final Cash Buyer (\$/pound)	\$ 0.93	\$ 0.99	\$ 0.95	\$ 0.97
	Realized price per pound	\$ 0.93	\$ 1.07	\$ 0.99	\$ 1.02
Zinc –	LME Final Cash Buyer (\$/pound)	\$ 1.26	\$ 1.10	\$ 1.22	\$ 1.22
	Realized price per pound	\$ 1.36	\$ 1.52	\$ 1.32	\$ 1.34
Copper –	LME Final Cash Buyer (\$/pound)	\$ 4.18	\$ —	\$ 4.14	\$ —
	Realized price per pound	\$ 4.20	\$ —	\$ 4.20	\$ —

Average realized prices typically differ from average market prices primarily because concentrate sales are generally recorded as revenues at the time of shipment at forward prices for the estimated month of settlement, which differ from average market prices. Due to the time elapsed between shipment of concentrates and final settlement with the customers, we must estimate the prices at which sales of our metals will be settled. Previously recorded sales are adjusted to estimated settlement metals prices each period through final settlement. We recorded net positive price adjustments to provisional settlements of \$5.0 million and \$19.5 million for the three and nine months ended September 30, 2024, respectively, and \$8.1 million and \$12.3 million for the three and nine months ended September 30, 2023, respectively. The price adjustments related to silver, gold, zinc and lead contained in our concentrate shipments were partially offset by gains and losses on forward contracts for those metals. See *Note 8 of Notes to Condensed Consolidated Financial Statements (Unaudited)* for more information. The gains and losses on these contracts are included in revenues and impact the realized prices for silver, gold, lead and zinc. Realized prices are calculated by dividing gross revenues for each metal (which include the price adjustments and gains and losses on the forward contracts discussed above) by the payable quantities of each metal included in concentrate, doré and carbon material shipped during the period.

- Higher quantities of silver sold during the three and nine months ended September 30, 2024, compared to the same periods in 2023, primarily due to a full third quarter of Lucky Friday sales in 2024 compared to 2023 when production was suspended in August 2023 following a fire in the secondary egress that suspended operations for the remainder of 2023. See *The Greens Creek Segment, The Lucky Friday Segment, The Keno Hill Segment, and Casa Berardi Segment* sections below for more information on metal production and sales volumes at each of our operating segments. Total metals production and sales volumes for each period are shown in the following table:

		Three Months Ended September 30,		Nine Months Ended September 30,	
		2024	2023	2024	2023
Silver -	Ounces produced	3,645,004	3,533,704	12,295,586	11,407,232
	Payable ounces sold	3,729,782	3,142,227	10,996,951	10,107,415
Gold -	Ounces produced	32,280	39,269	106,196	114,091
	Payable ounces sold	31,414	36,792	98,879	108,372
Lead -	Tons produced	12,497	8,024	38,183	34,583
	Payable tons sold	11,563	7,440	32,922	30,848
Zinc -	Tons produced	16,605	14,636	49,007	47,715
	Payable tons sold	13,686	10,993	35,788	34,326
Copper	Tons produced	490	457	1,447	1,374
	Payable tons sold	49	—	49	—

The difference between what we report as "ounces/tons produced" and "payable ounces/tons sold" is attributable to the difference between the quantities of metals contained in the concentrates we produce versus the portion of those metals actually paid for by our customers according to the terms of our sales contracts. Differences can also arise from inventory

changes incidental to shipping schedules, or variances in ore grades which impact the amount of metals contained in concentrates produced and sold.

Sales, total cost of sales, gross profit (loss), Cash Cost, After By-product Credits, per Ounce ("Cash Cost") (non-GAAP) and AISC (non-GAAP) at our operating units for the three and nine months ended September 30, 2024 and 2023 were as follows (in thousands, except for Cash Cost and AISC):

	Silver			Gold and Other		Total Gold and Other	
	Greens Creek	Lucky Friday	Keno Hill	Total Silver <sup>(2)</sup>	Casa Berardi		
<b>Three Months Ended September 30, 2024:</b>							
Sales	\$116,568	\$51,072	\$19,809	\$187,449	\$50,308	\$7,328	\$57,636
Total cost of sales	(73,597)	(39,286)	(19,809)	(132,692)	(46,280)	(6,827)	(53,107)
Gross profit	<u>\$42,971</u>	<u>\$11,786</u>	<u>\$—</u>	<u>\$54,757</u>	<u>\$4,028</u>	<u>\$501</u>	<u>\$4,529</u>
Cash Cost <sup>(1)</sup>	\$0.93	\$9.98	\$—	\$4.46	\$1,754	\$—	\$1,754
AISC <sup>(1)</sup>	\$7.04	\$19.40	\$—	\$15.29	\$2,059	\$—	\$2,059
<b>Three Months Ended September 30, 2023:</b>							
Sales	\$96,459	\$21,409	\$16,001	\$133,869	\$46,912	\$1,125	\$48,037
Total cost of sales	(60,322)	(14,344)	(16,001)	(90,667)	(56,822)	(940)	(57,762)
Gross profit (loss)	<u>\$36,137</u>	<u>\$7,065</u>	<u>\$—</u>	<u>\$43,202</u>	<u>\$9,910</u>	<u>\$185</u>	<u>\$9,725</u>
Cash Cost <sup>(1)</sup>	\$3.04	\$4.74	\$—	\$3.31	\$1,475	\$—	\$1,475
AISC <sup>(1)</sup>	\$8.18	\$10.63	\$—	\$11.39	\$1,695	\$—	\$1,695
	Silver			Gold			Total Gold
	Greens Creek	Lucky Friday	Keno Hill	Total Silver <sup>(2)</sup>	Casa Berardi	Other <sup>(3)</sup>	
<b>Nine Months Ended September 30, 2024</b>							
Sales	\$309,537	\$145,483	\$59,606	\$514,626	\$150,515	\$15,129	\$165,644
Total cost of sales	(200,240)	(104,328)	(59,606)	(364,174)	(171,880)	(14,340)	(186,220)
Gross profit (loss)	<u>\$109,297</u>	<u>\$41,155</u>	<u>\$—</u>	<u>\$150,452</u>	<u>(\$21,365)</u>	<u>\$789</u>	<u>(\$20,576)</u>
Cash Cost <sup>(1)</sup>	\$1.62	\$7.86	\$—	\$3.71	\$1,707	\$—	\$1,707
AISC <sup>(1)</sup>	\$6.53	\$16.26	\$—	\$13.57	\$1,923	\$—	\$1,923
<b>Nine Months Ended September 30, 2023</b>							
Sales	\$290,961	\$113,167	\$17,582	\$421,710	\$134,856	\$2,971	137,827
Total cost of sales	(189,664)	(81,068)	(17,582)	(288,314)	(162,396)	(2,743)	(165,139)
Gross profit (loss)	<u>\$101,297</u>	<u>\$32,099</u>	<u>\$—</u>	<u>\$133,396</u>	<u>(\$27,540)</u>	<u>\$228</u>	<u>(\$27,312)</u>
Cash Cost <sup>(1)</sup>	\$1.81	\$5.51	\$—	\$2.86	\$1,635	\$—	\$1,635
AISC <sup>(1)</sup>	\$5.67	\$12.21	\$—	\$10.52	\$2,075	\$—	\$2,075

(1) A reconciliation of these non-GAAP measures to total cost of sales, the most comparable GAAP measure, can be found below in *Reconciliation of Total Cost of Sales (GAAP) to Cash Cost, Before By-product Credits and Cash Cost, After By-product Credits (non-GAAP) and All-In Sustaining Cost, Before By-product Credits and All-In Sustaining Cost, After By-product Credits (non-GAAP)*.

(2) The calculation of AISC for our consolidated silver properties includes corporate costs for general and administrative expense and sustaining capital.

(3) For the three and nine months ended September 30, 2024, Other includes sales of \$7.3 million and \$15.1 million, respectively, and total cost of sales of \$6.8 million and \$14.3 million, for the three and nine months ended September 30, 2024, respectively, from our environmental remediation services in the Yukon. For the three and nine months ended September 30, 2023, Other includes sales of \$1.1 million and \$3.0 million for the three and nine months ended September 30, 2023, respectively, and cost of sales of \$0.9 million and \$2.7 million, respectively, for the three and nine months ended September 30, 2023, related to our environmental remediation services business and Nevada operations.

While revenue from zinc, lead and gold by-products is significant, we believe that identification of silver as the primary product of Greens Creek, Lucky Friday and Keno Hill is appropriate because:

- silver has historically accounted for a higher proportion of revenue than any other metal and is expected to do so in the future;
- we have historically presented the Greens Creek and Lucky Friday units as primary silver producers, based on the original analysis that justified putting the project into production, and the same analysis applies to the Keno Hill unit. Further we believe

that consistency in disclosure is important to our investors regardless of the relationships of metals prices and production from year to year;

- metallurgical treatment maximizes silver recovery;
- the Greens Creek, Lucky Friday and Keno Hill deposits are massive sulfide deposits containing an unusually high proportion of silver; and
- in most of their working areas, Greens Creek, Lucky Friday and Keno Hill utilize selective mining methods in which silver is the metal targeted for highest recovery.

Accordingly, we believe the identification of gold, lead, zinc and copper as by-product credits at Greens Creek, Lucky Friday and Keno Hill is appropriate because of their lower economic value compared to silver and due to the fact that silver is the primary product we intend to produce at those locations. In addition, we have not consistently received sufficient revenue from any single by-product metal to warrant classification of such as a co-product.

We periodically review our revenues to ensure that reporting of primary products and by-products is appropriate. Because for Greens Creek, Lucky Friday and Keno Hill we consider zinc, lead, gold and copper to be by-products of our silver production, the values of these metals offset operating costs within our calculations of Cash Cost, After By-product Credits, per Silver Ounce and AISC, After By-product Credits, per Silver Ounce. We currently do not report Cash Cost, After By-product Credits, per Silver Ounce and AISC, After By-product Credits, per Silver Ounce for our Keno Hill operation as it is in the production ramp-up phase and has not met our definition of commercial production, and accordingly it is excluded from our consolidated Cash Cost, After By-product Credits, per Silver Ounce and AISC, After By-product Credits, per Silver Ounce. We define an operation as being in commercial production upon achievement of the following criteria:

- Completion of operational commissioning of each major mine and mill component;
- Demonstrated ability to mine and mill consistently and without significant interruption, defined as 75% of historical production levels or mill design capacity over a period of 30 days;
- Silver recoveries are at or near expected steady-state production levels;
- All major capital expenditures have been completed; and
- A significant portion of available funding is directed towards operating activities.

Determination of when these criteria have been met requires the use of judgment, and our definition of commercial production may differ from that of other mining companies.

We believe the identification of silver as a by-product credit is appropriate at Casa Berardi because of its lower economic value compared to gold and due to the fact that gold is the primary product we intend to produce there. In addition, we do not receive sufficient revenue from silver at the Casa Berardi mine to warrant classification of such as a co-product. Because we consider silver to be a by-product of our gold production at Casa Berardi, the value of silver offsets operating costs within our calculations of Cash Cost, After By-product Credits, per Gold Ounce and AISC, After By-product Credits, per Gold Ounce.

We reported net income applicable to common stockholders of \$1.6 million for the three months ended September 30, 2024, compared to a net loss applicable to common stockholders of \$22.6 million in the comparable period in 2023. The following were the significant drivers of the change:

- Consolidated gross profit increased by \$25.8 million. See *The Greens Creek Segment, The Lucky Friday Segment, The Keno Hill Segment, and The Casa Berardi Segment* sections below for a discussion on the key drivers by operating unit.
- Ramp-up and suspension costs decreased by \$7.3 million as the prior period included \$12.0 million of suspension costs related to the temporary suspension of operations at Lucky Friday due to the underground fire, whereas the current period primarily contained costs related to Keno Hill's ramp-up activities and increased by \$4.9 million over the comparable period in 2023.
- Other operating income, net increased by \$15.4 million primarily due to \$14.8 million of insurance proceeds received during the quarter related to the Lucky Friday fire.
- Fair value adjustments, net increased by \$10.1 million primarily due to \$3.3 million in unrealized gains on our marketable equity securities portfolio in 2024 compared to an unrealized loss of \$4.2 million in the comparable period in 2023 and an unrealized gain of \$0.4 million on our undesignated derivative contracts compared to a \$2.2 million unrealized loss when compared to the comparable period in 2023.

The positive movements mentioned above were partly offset by:

- A \$14.5 million write down of property, plant and equipment which had no salvage value. Of this amount, \$13.9 million related to the Lucky Friday remote vein miner machine for which (i) we no longer had a use following the success of the UCB mining

method at Lucky Friday, (ii) we had been unsuccessful in locating a buyer, and (iii) the vendor advised us during the period that it would discontinue support for the program.

- Net foreign exchange loss increased by \$7.4 million to a loss of \$3.2 million, compared to a gain of \$4.2 million in the comparable period, reflecting the strengthening of the Canadian dollar against the US dollar in 2024, compared to a devaluation in the comparable period in 2023, and related impact on the revaluation of our Canadian monetary assets and liabilities.
- Income and mining tax expense increased by \$13.0 million due to higher taxable income generated by our US tax group.

We reported net income applicable to common stockholders of \$23.5 million for the nine months ended September 30, 2024, compared to a net loss applicable to common stockholders of \$41.7 million in the comparable period in 2023. The following were the significant drivers of the change:

- Ramp-up and suspension costs decreased by \$14.9 million as costs incurred in the prior period related to the temporary suspension of operations at Casa Berardi for 20 days resulting from certain forest lands and access road closures due to forest fires and the temporary suspension of operations at Lucky Friday due to an underground fire were not incurred in 2024.
- Other operating income, net increased by \$45.4 million primarily due to \$50.0 million of insurance proceeds received during the period related to the Lucky Friday fire. Other operating income, net in the prior period included \$5.9 million of insurance proceeds related to a coverage lawsuit.
- Fair value adjustments, net increased by \$12.6 million primarily due to \$9.0 million of unrealized gains on our marketable equity securities portfolio in 2024 compared to an unrealized loss of \$7.6 million the comparable period in 2023. This was partially offset by unrealized losses on undesignated derivative contracts of \$2.1 million in 2024 compared to an unrealized gain of \$1.8 million in the comparable period in 2023.
- Net foreign exchange gain increased by \$3.0 million to \$3.4 million reflecting the continued strengthening of the US dollar against the Canadian dollar, and related impact on the revaluation of our Canadian monetary assets and liabilities.

The positive movements mentioned above were partly offset by:

- A \$14.5 million write down of property, plant and equipment which had no salvage value. Of this amount, \$13.9 million related to the Lucky Friday remote vein miner machine for which (i) we no longer had a use following the success of the UCB mining method at Lucky Friday, (ii) we had been unsuccessful in locating a buyer, and (iii) the vendor advised us during the period that it would discontinue support for the program.
- General and administrative expenses increased by \$5.9 million, primarily related to non-recurring non-cash compensation costs associated with our former CEO's retirement in the second quarter and higher incentive compensation accruals.
- Interest expense increased by \$4.9 million as higher amounts were drawn on our revolving credit facility.
- Income and mining tax expense increased by \$15.4 million due to higher taxable income generated by our US tax group.

**Greens Creek**

Dollars are in thousands (except per ounce and per ton amounts)	Three Months Ended		Nine Months Ended	
	September 30, 2024	2023	September 30, 2024	2023
Sales	\$ 116,568	\$ 96,459	\$ 309,537	\$ 290,961
Cost of sales and other direct production costs	(59,649)	(49,307)	(160,533)	(151,107)
Depreciation, depletion and amortization	(13,948)	(11,015)	(39,707)	(38,557)
Total cost of sales	(73,597)	(60,322)	(200,240)	(189,664)
Gross profit	\$ 42,971	\$ 36,137	\$ 109,297	\$ 101,297
Tons of ore milled	212,863	228,978	670,797	694,610
Production:				
Silver (ounces)	1,857,314	2,343,192	6,579,459	7,471,725
Gold (ounces)	11,746	15,010	40,471	46,245
Lead (tons)	4,165	4,740	13,512	14,668
Zinc (tons)	12,585	13,224	38,047	38,961
Copper (tons)	490	457	1,447	1,374
Payable metal quantities sold:				
Silver (ounces)	1,921,040	1,973,606	5,588,407	6,421,060
Gold (ounces)	11,302	12,371	33,800	38,025
Lead (tons)	3,822	3,600	10,382	11,506
Zinc (tons)	10,466	9,444	27,555	27,648
Copper (tons)	49	—	49	—
Ore grades:				
Silver ounces per ton	11.2	13.1	12.4	13.4
Gold ounces per ton	0.08	0.09	0.09	0.09
Lead percent	2.4%	2.5%	2.5%	2.6%
Zinc percent	6.6%	6.5%	6.4%	6.3%
Copper percent	0.3%	0.3%	0.3%	0.3%
Total production cost per ton	\$ 222.39	\$ 200.30	\$ 217.66	\$ 197.94
Cash Cost, After By-product Credits, per Silver Ounce <sup>(1)</sup>	\$ 0.93	\$ 3.04	\$ 1.62	\$ 1.81
AISC, After By-Product Credits, per Silver Ounce <sup>(1)</sup>	\$ 7.04	\$ 8.18	\$ 6.53	\$ 5.67
Capital additions	\$ 11,466	\$ 12,060	\$ 31,997	\$ 27,546

(1) A reconciliation of these non-GAAP measures to total cost of sales, the most comparable GAAP measure, can be found below in *Reconciliation of Total Cost of Sales (GAAP) to Cash Cost, Before By-product Credits and Cash Cost, After By-product Credits (non-GAAP) and All-In Sustaining Cost, Before By-product Credits and All-In Sustaining Cost, After By-product Credits (non-GAAP)*.

The \$6.8 million increase in gross profit for the three months ended September 30, 2024, compared to the same period in 2023 was primarily due to higher realized sales prices for silver and gold, partially offset by lower metals sales volumes. Capital additions were largely consistent with the comparable period, decreasing by \$0.6 million.

The \$8.0 million increase in gross profit for the nine months ended September 30, 2024, compared to the same period in 2023 was primarily due to higher realized sales prices for silver and gold, partially offset by lower metals sales volumes. Capital additions increased by \$4.5 million in the same period primarily due to primary ore access development.

Production during the three and nine months ended September 30, 2024, declined primarily due to a combination of unplanned semi-autogenous grinding ("SAG") mill maintenance and lower grade. Throughput for the quarter averaged 2,314 tons per day, a decline of 7% as various mill maintenance projects were completed during the quarter, including SAG liners inspection, bolts retorquing, as well as work completed during a 7-day unscheduled maintenance event, of which 5 were in September. The mill restarted during early October and we expect similar production levels in the fourth quarter as during the quarter ended September 30, 2024.

The charts below illustrate the factors contributing to Cash Cost, After By-product Credits, per Silver Ounce for Greens Creek:



	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
Cash Cost, Before By-product Credits, per Silver Ounce	\$ 29.97	\$ 25.48	\$ 26.73	\$ 24.03
By-product credits	(29.04)	(22.44)	(25.11)	(22.22)
Cash Cost, After By-product Credits, per Silver Ounce	<u>\$ 0.93</u>	<u>\$ 3.04</u>	<u>\$ 1.62</u>	<u>\$ 1.81</u>

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
AISC, Before By-product Credits, per Silver Ounce	\$ 36.08	\$ 30.62	\$ 31.64	\$ 27.89
By-product credits	(29.04 )	(22.44 )	(25.11 )	(22.22 )
AISC, After By-product Credits, per Silver Ounce	<u>\$ 7.04</u>	<u>\$ 8.18</u>	<u>\$ 6.53</u>	<u>\$ 5.67</u>

For the three months ended September 30, 2024, the decrease in Cash Cost, After By-product Credits, per Silver Ounce and AISC, After By-product Credits, per Silver Ounce was primarily due to an increase in by-product credits, benefiting from higher realized gold prices, partly offset by higher production costs and lower ounces produced.

For the nine months ended September 30, 2024, Cash Cost, After By-product Credits, per Silver Ounce was slightly lower compared to the comparable period from 2023, as higher production costs were offset by higher by-product credits on a per ounce basis, benefiting from higher realized gold prices. In addition to the factors impacting Cash Cost per Silver Ounce, AISC, After By-product Credits, per Silver Ounce was also impacted by higher sustaining capital.

#### Lucky Friday

Dollars are in thousands (except per ounce and per ton amounts)	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
Sales	\$51,072	\$21,409	\$145,483	\$113,167
Cost of sales and other direct production costs	(28,605)	(10,038)	(75,028)	(57,327)
Depreciation, depletion and amortization	(10,681)	(4,306)	(29,300)	(23,741)
Total cost of sales	(39,286)	(14,344)	(104,328)	(81,068)
Gross profit	<u>\$11,786</u>	<u>\$7,065</u>	<u>\$41,155</u>	<u>\$32,099</u>
Tons of ore milled	104,281	36,619	297,956	225,965
Production:				
Silver (ounces)	1,184,819	475,414	3,554,039	3,024,544
Lead (tons)	7,662	2,957	22,580	19,171
Zinc (tons)	3,528	1,159	9,699	7,810
Payable metal quantities sold:				
Silver (ounces)	1,100,873	534,183	3,275,614	2,974,835
Lead (tons)	7,042	3,330	20,633	18,809
Zinc (tons)	2,706	981	7,266	6,061
Ore grades:				
Silver ounces per ton	12.1	13.6	12.6	14.0
Lead percent	7.9%	8.6%	8.1%	8.9%
Zinc percent	3.9%	3.5%	3.8%	4.1%
Total production cost per ton	\$260.99	\$191.81	\$243.18	\$223.44
Cash Cost, After By-product Credits, per Silver Ounce <sup>(1)</sup>	\$9.98	\$4.74	\$7.86	\$5.51
AISC, After By-product Credits, per Silver Ounce <sup>(1)</sup>	\$19.40	\$10.63	\$16.26	\$12.21
Capital additions	\$11,178	\$15,494	\$36,984	\$46,518

(1) A reconciliation of these non-GAAP measures to total cost of sales, the most comparable GAAP measure, can be found below in *Reconciliation of Total Cost of Sales (GAAP) to Cash Cost, Before By-product Credits and Cash Cost, After By-product Credits (non-GAAP) and All-In Sustaining Cost, Before By-product Credits and All-In Sustaining Cost, After By-product Credits (non-GAAP)*.

During August 2023, mining was suspended due to a fire which occurred while repairing an unused station in the #2 ventilation shaft, which is also the secondary egress. By early September, the fire had been extinguished, normal ventilation was reestablished and the workforce recalled. Following evaluation of alternatives, it was determined that in order to safely bring the mine back into production in the most rapid and cost-effective way, a new secondary egress needed to be developed to bypass the damaged portion of the #2 shaft. The new egress involved extending an existing ramp 1,600 feet, installing a 290-foot-long manway raise, and developing an 850-foot ventilation raise. This work resulted in operations being suspended for the remainder of 2023, with the mine restarting production on January 9, 2024, and ramping up to full production during the first quarter. The Company has property and business interruption insurance coverage with an underground sub-limit of \$50.0 million, and through September 30, 2024, has received the full coverage amount of \$50.0 million. The discussion of Lucky Friday's results below for the nine months ended September 30, 2024 and 2023, has been impacted by the prior suspension of operations.

Gross profit increased by \$4.7 million for the three months ended September 30, 2024 compared to the same period in 2023, reflecting a combination of higher sales volumes for all metals and higher realized sales prices for silver, as the mine suspended operations in August 2023 and did not resume operations until January 9, 2024.

Gross profit increased by \$9.1 million for the nine months ended September 30, 2024, compared to the same period in 2023, reflecting higher realized prices for silver, and higher sales volumes for all metals produced due to the suspension of mining operations mentioned above.

For both the three and nine month periods ended September 30, 2023, \$12.0 million of site specific suspension costs were included within Ramp-up and suspension costs.

Capital additions decreased by \$4.3 million for the three months ended September 30, 2024 and decreased by \$9.5 million for the three and nine months ended September 30, 2024, respectively, compared to the same periods in 2023. Capital expenditures decreased during 2024 as the prior period included expenditures for bolters, the installation of a service hoist and the coarse ore bunker.

The charts below illustrate the factors contributing to Cash Cost, After By-product Credits, Per Silver Ounce for Lucky Friday:



	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024		2023	
	\$ 27.11	\$ 20.20	\$ 24.53	\$ 21.45
Cash Cost, Before By-product Credits, per Silver Ounce				
By-product credits				
Cash Cost, After By-product Credits, per Silver Ounce	\$ 9.98	\$ 4.74	\$ 7.86	\$ 5.51

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
AISC, Before By-product Credits, per Silver Ounce	\$ 36.53	\$ 26.09	\$ 32.93	\$ 28.15
By-product credits	(17.13 )	(15.46 )	(16.67 )	(15.94 )
AISC, After By-product Credits, per Silver Ounce	<u>\$ 19.40</u>	<u>\$ 10.63</u>	<u>\$ 16.26</u>	<u>\$ 12.21</u>

The increase in Cash Cost, After By-product Credits, per Silver Ounce and AISC, After By-product Credits, per Silver Ounce for the three months ended September 30, 2024, compared to the same period in 2023 was primarily due to higher production costs, partly offset by higher silver production in the current quarter as mining operations were suspended in August 2023. AISC, After By-product Credits, per Silver Ounce was also negatively impacted higher sustaining capital.

The increase in Cash Cost, After By-product Credits, per Silver Ounce and AISC, After By-product Credits, per Silver Ounce for the nine months ended September 30, 2024, compared to the same period in 2023 was primarily due to higher production costs, partly offset by higher silver production in the current year as mining operations were suspended in August 2023 and resumed on January 9, 2024.

#### **Keno Hill**

Dollars are in thousands (except per ounce and per ton amounts)	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
Sales	\$ 19,809	\$ 16,001	\$ 59,606	\$ 17,582
Cost of sales and other direct production costs	(15,591)	(14,053)	(47,057)	(15,373)
Depreciation, depletion and amortization	(4,218)	(1,948)	(12,549)	(2,209)
Total cost of sales	(19,809)	(16,001)	(59,606)	(17,582)
Gross profit	\$ —	\$ —	\$ —	\$ —
Tons of ore milled	24,027	24,616	86,169	36,680
Production:				
Silver (ounces)	597,293	710,012	2,144,045	894,276
Lead (tons)	670	327	2,091	744
Zinc (tons)	492	252	1,261	943
Payable metal quantities sold:				
Silver (ounces)	703,951	628,571	2,115,825	694,198
Lead (tons)	699	509	1,907	533
Zinc (tons)	514	569	967	617
Ore grades:				
Silver ounces per ton	25.7	33.0	25.6	28.2
Lead percent	3.0%	2.4%	2.6%	2.1%
Zinc percent	2.4%	2.5%	1.7%	3.1%
Capital additions	\$ 14,406	\$ 11,497	\$ 39,285	\$ 32,123

Since acquiring our Keno Hill operations as part of the acquisition of Alexco Resource Corp. ("Alexco") on September 7, 2022, we have focused on development activities, with initial operation of the mill beginning in the second quarter of 2023. The average throughput during the nine months ended September 30, 2024 was 314 tons per day, with silver grades milled of 25.6 ounces per ton. Since commencing production, mill throughput has generally increased as planned, leading to increased levels of production. However, we expect 2025 silver production to remain similar to 2024 as we focus on stakeholder engagement, permitting, infrastructure and capital projects, with production projected to increase again in 2026. The pause in silver production growth at Keno Hill is a direct result of the heap leach failure at Victoria Gold's Eagle Mine in late June 2024. This failure had several immediate and ongoing impacts on our operations. The primary impact was the Company was forced to suspend milling operations at Keno Hill on August 27, 2024, due to delays in receiving an authorization to construct and a permit modification Keno Hill's dry stack tailings storage facility ("DSTF"). The delayed authorization and permit were a result of the focus of the Yukon Government ("YG") and the First Nation of Na-Cho Nyäk Dun ("FNNND") on Eagle Mine incident response and not on routine permitting matters. Mill operations resumed on October 26, 2024 after receiving the authorization and modification and completing related design and construction work on the DSTF. A second impact of the Eagle Mine incident has been expression of strong positions by the FNNND on continuing and future mining activities at projects within their Traditional Territory, where Keno Hill is located, including a call to halt mining production. We are committed to responsible and sustainable mining that governments and local communities support. As such, the projected flat production levels at Keno Hill for 2025 should allow us to focus on stakeholder outreach and ensuring we have local support for increasing production levels by 2026. In 2025, the Company's environmental remediation services group is also expected to increase construction activities, adding incremental demand on Keno Hill's infrastructure and resources.

During the three months ended September 30, 2024, Keno Hill recorded sales and total cost of sales of \$19.8 million related to concentrate produced and sold. The third quarter of 2024 had \$10.0 million of site-specific ramp-up costs, compared to \$5.1 million in the third quarter of 2023, due to the mill shutdown. During the quarter, Keno Hill recorded capital additions of \$14.4 million, related to mine development, work on the DSTF and other mining equipment purchases.

During the nine months ended September 30, 2024, Keno Hill recorded sales and total cost of sales of \$59.6 million related to concentrate produced and sold. The nine months ended September 30, 2024 and 2023 had \$20.4 million of site-specific ramp up costs included in ramp-up and suspension costs. During the current year, Keno Hill recorded capital additions of \$39.3 million, primarily related to mine development, work on the DSTF, a surface backfill plant and other mining equipment purchases.

#### Casa Berardi

Dollars are in thousands (except per ounce and per ton amounts)	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
Sales	\$ 50,308	\$ 46,912	\$ 150,515	\$ 134,856
Cost of sales and other direct production costs	(34,183)	(37,842)	(109,822)	(119,108)
Depreciation, depletion and amortization	(12,097)	(18,980)	(62,058)	(43,288)
Total cost of sales	(46,280)	(56,822)	(171,880)	(162,396)
Gross profit (loss)	\$ 4,028	\$ (9,910)	\$ (21,365)	\$ (27,540)
Tons of ore milled	369,599	343,619	1,118,204	1,091,477
Production:				
Gold (ounces)	20,534	24,259	65,725	67,846
Silver (ounces)	5,578	5,084	18,043	16,685
Payable metal quantities sold:				
Gold (ounces)	20,112	24,423	65,079	69,804
Silver (ounces)	3,918	5,864	17,105	17,209
Ore grades:				
Gold ounces per ton	0.06	0.08	0.07	0.07
Silver ounces per ton	0.02	0.02	0.02	0.02
Total production cost per ton	\$ 97.82	\$ 103.75	\$ 100.67	\$ 103.63
Cash Cost, After By-product Credits, per Gold Ounce <sup>(1)</sup>	\$ 1,754	\$ 1,475	\$ 1,707	\$ 1,635
AISC, After By-product Credits, per Gold Ounce <sup>(1)</sup>	\$ 2,059	\$ 1,695	\$ 1,923	\$ 2,075
Capital additions	\$ 18,606	\$ 16,225	\$ 44,298	\$ 54,127

(1) A reconciliation of these non-GAAP measures to total cost of sales, the most comparable GAAP measure, can be found below in *Reconciliation of Total Cost of Sales (GAAP) to Cash Cost, Before By-product Credits and Cash Cost, After By-product Credits (non-GAAP) and All-In Sustaining Cost, Before By-product Credits and All-In Sustaining Cost, After By-product Credits (non-GAAP)*.

As part of the transition of the Casa Berardi mine from a combined underground and open pit operation to an open pit only operation, the lower margin east mine underground operations were closed in July 2023 and, along with mining the 160 open pit, only the higher margin stopes of the west underground mine will be mined until they are exhausted, which is expected to occur in mid-2025, at which time most underground activity is expected to cease. Following the halt to underground mining, Casa Berardi is expected to only produce gold from the 160 open pit, and at lower volumes than historic production levels with production expected to conclude in 2027. We forecast a gap in production commencing in 2027 and lasting until 2032 or later, when no ore is expected to be mined and no revenue is expected. During this hiatus, our focus is expected to be on investing in infrastructure and equipment, permitting and de-watering and stripping two expected new open pits, Principal and West Mine Crown Pillar. Upon conclusion of the hiatus and related permitting and construction, the mine is expected to generate significant free cash flow at current gold prices.

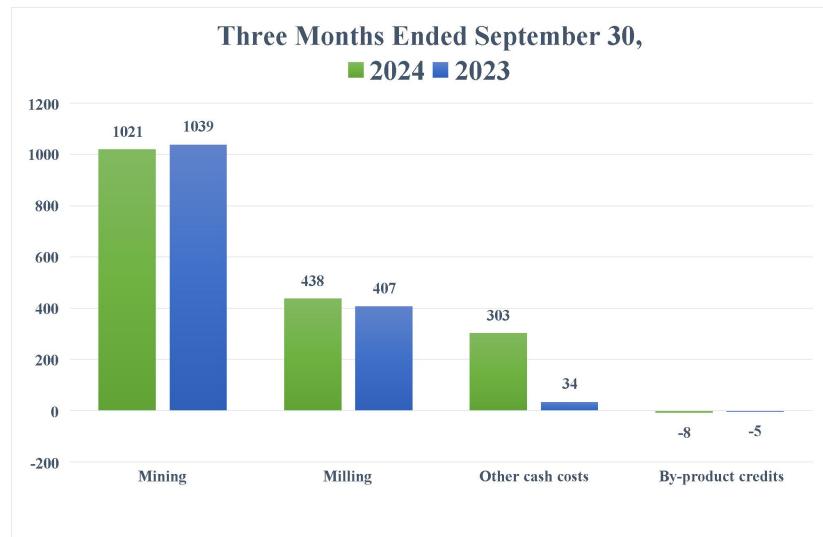
Gross profit increased by \$13.9 million to \$4.0 million for the three months ended September 30, 2024, compared to a gross loss of \$9.9 million in the same period in 2023. The increase in gross profit is primarily related to higher realized prices, partly offset by lower gold ounces sold, and lower depreciation costs in the current quarter due to the west underground mine being fully depreciated during the first half of the year. Capital additions increased by \$2.4 million during the quarter, compared to the same period in 2023, primarily related to a tailings dam raise.

Gross loss decreased by \$6.2 million to \$21.4 million for the nine months ended September 30, 2024, compared to a gross loss of \$27.5 million in the same period in 2023. The decrease in gross loss primarily relates to an increase in realized gold prices, partly offset by lower gold ounces sold and a \$9.3 million reduction in production costs due to the closure of the east mine in July 2023. These

items were partly offset by a \$18.8 million increase in depreciation expense, reflecting the west underground mine being fully depreciated during the first half of the year, in line with the initial expectation of underground mining ceasing in the first half of 2024 and \$6.3 million in product inventory net realizable value write downs attributable to higher depreciation. Capital additions decreased by \$9.8 million during the nine months ended September 30, 2024, compared to the same period in 2023, primarily related to the cessation of capitalization of underground development. The majority of capital additions for the current year are related to a tailings dam raise.

Although Casa Berardi generated gross profit during the third quarter of 2024, it has generated gross losses during the previous eight quarters. This lack of profitability, the expected hiatus in future production discussed above, and the uncertainty surrounding permitting and timing of construction of the new open pits, has caused us to undertake a review of how Casa Berardi fits into the Company's future strategy. While it is possible we may continue down the path towards future production at the Principal and West Mine Crown Pillar pits, we are also examining potential strategic alternatives.

The charts below illustrate the factors contributing to Cash Cost, After By-product Credits, Per Gold Ounce for Casa Berardi:



	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
Cash Cost, Before By-product Credits, per Gold Ounce	\$ 1,762	\$ 1,480	\$ 1,714	\$ 1,641
By-product credits	(8)	(5)	(7)	(6)
Cash Cost, After By-product Credits, per Gold Ounce	<u>\$ 1,754</u>	<u>\$ 1,475</u>	<u>\$ 1,707</u>	<u>\$ 1,635</u>

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
	\$ 2,067	\$ 1,700	\$ 1,930	\$ 2,081
AISC, Before By-product Credits, per Gold Ounce				
By-product credits	(8)	(5)	(7)	(6)
AISC, After By-product Credits, per Gold Ounce	<u>\$ 2,059</u>	<u>\$ 1,695</u>	<u>\$ 1,923</u>	<u>\$ 2,075</u>

The increase in Cash Cost After By-product Credits, per Gold Ounce, for the three months ended September 30, 2024, compared to the same period in 2023 was primarily due to lower gold production and higher production costs. Higher AISC, After By-product Credits, per Gold Ounce reflected lower gold production and higher sustaining capital over the comparable period in 2023.

The increase in Cash Cost After By-product Credits, per Gold Ounce, for the nine months ended September 30, 2024 was primarily related to lower gold production, partly offset by lower production costs from the cessation of underground mining of the east mine during July 2023. Sustaining capital decreased for the nine months ended September 30, 2024, reflecting no underground development and the prior period containing machinery and equipment expenditures related to surface operations positively impacted AISC, After By-product Credits, per Gold Ounce.

### **Corporate Matters**

#### *Income Taxes*

During the three and nine months ended September 30, 2024, an income and mining tax provision of \$11.5 million and \$22.3 million, respectively, resulted in an effective tax rate of 86.7% and 48.3%, respectively. This compares to an income and mining tax benefit of \$1.5 million and an income and mining tax provision of \$6.9 million which resulted in an effective tax rate of 6.3% and -20.1%, for the three and nine months ended September 30, 2023, respectively. The comparability of our income and mining tax provision and effective tax rate for the reported periods was impacted by multiple factors, primarily: (i) mining taxes; (ii) variations in our income before income taxes; (iii) geographic distribution of that income; (iv) foreign exchange rates including non-recognition of foreign exchange gains and losses; (v) percentage depletion; and (vi) the non-recognition of tax assets. The effective tax rate will fluctuate, sometimes significantly, period to period. The change in the effective tax rate during the three and nine months ended September 30, 2024, compared to the comparable periods in 2023 is primarily related to the reported consolidated income (loss) as well as the losses incurred at our consolidated Alexco subsidiaries, and our Nevada subsidiaries, for which no tax benefit is recognized due to uncertainty surrounding our ability to utilize these future tax benefits.

Each reporting period we assess our deferred tax balances based on a review of long-range forecasts and quarterly activity. A valuation allowance is provided for deferred tax assets for which it is more likely than not the related tax benefits will not be realized. We analyze our deferred tax assets and, if it is determined that we will not realize all or a portion of our deferred tax assets, we record or increase a valuation allowance. Conversely, if it is determined we will ultimately more likely than not be able to realize all or a portion of the related benefits for which a valuation allowance has been provided, all or a portion of the related valuation allowance will be reduced. There are a number of factors that impact our ability to realize our deferred tax assets. Valuation allowances are provided on deferred tax assets in Nevada, Mexico, and certain Canadian jurisdictions. For additional information, please see risk factors *Our accounting and other estimates may be imprecise and Our ability to recognize the benefits of deferred tax assets related to net operating loss carryforwards and other items is dependent on future cash flows and taxable income in Item 1A - Risk Factors* in our 2023 Form 10-K.

### **Reconciliation of Total Cost of Sales to Cash Cost, Before By-product Credits and Cash Cost, After By-product Credits (non-GAAP) and All-In Sustaining Cost, Before By-product Credits and All-In Sustaining Cost, After By-product Credits (non-GAAP)**

The tables below present reconciliations between the most comparable GAAP measure of total cost of sales to the non-GAAP measures of (i) Cash Cost, Before By-product Credits, (ii) Cash Cost, After By-product Credits, (iii) AISC, Before By-product Credits and (iv) AISC, After By-product Credits for our operations and for the Company for the three and nine months ended September 30, 2024 and 2023.

Cash Cost, After By-product Credits, per Ounce and AISC, After By-product Credits, per Ounce are measures developed by precious metals companies (including the Silver Institute and the World Gold Council) in an effort to provide a uniform standard for comparison purposes. There can be no assurance, however, that these non-GAAP measures as we report them are the same as those reported by other mining companies.

Cash Cost, After By-product Credits, per Ounce is an important operating statistic that we utilize to measure each mine's operating performance. We use AISC, After By-product Credits, per Ounce as a measure of our mines' net cash flow after costs for reclamation and sustaining capital. This is similar to the Cash Cost, After By-product Credits, per Ounce non-GAAP measure we report, but also includes reclamation and sustaining capital costs. 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. Cash Cost, After By-product Credits, per Ounce and AISC, After By-product Credits, per Ounce also allow us to benchmark the performance of each of our mines versus those of our competitors. As a silver and gold mining company, we also use these statistics on an aggregate basis - aggregating the Greens Creek and Lucky Friday mines to compare our performance with that of other silver mining companies. Similarly, these statistics are useful in identifying acquisition and investment opportunities as they provide a common tool for measuring the financial performance of other mines with varying geologic, metallurgical and operating characteristics.

We have not disclosed cost per ounce statistics for the Keno Hill operation as it is in the production ramp-up phase and has not met our definition of commercial production. See above "*Consolidated Results of Operations*" for our definition of commercial production. Determination of when those criteria have been met requires the use of judgment, and our definition of commercial production may differ from that of other mining companies.

Cash Cost, Before By-product Credits and AISC, Before By-product Credits include all direct and indirect operating cash costs related directly to the physical activities of producing metals, including mining, processing and other plant costs, third-party refining expense, on-site general and administrative costs, royalties and mining production taxes. AISC, Before By-product Credits for each mine also includes reclamation and sustaining capital costs. AISC, Before By-product Credits for our consolidated silver properties also includes corporate costs for general and administrative expense and sustaining capital costs. By-product credits include revenues earned from all metals other than the primary metal produced at each unit. As depicted in the tables below, by-product credits comprise an essential element of our silver unit cost structure, distinguishing our silver operations due to the polymetallic nature of their orebodies.

In addition to the uses described above, Cash Cost, After By-product Credits, per Ounce and AISC, After By-product Credits, per Ounce provide management and investors an indication of operating cash flow, after consideration of the average price received from production. We also use these measurements for the comparative monitoring of performance of our mining operations period-to-period from a cash flow perspective. We currently do not report Cash Cost, After By-product Credits, per Silver Ounce and AISC, After By-product Credits, per Silver Ounce for our Keno Hill operation as it is in the ramp-up phase of production and accordingly it is excluded from our consolidated Cash Cost, After By-product Credits, per Silver Ounce and AISC, After By-product Credits, per Silver Ounce.

Casa Berardi reports Cash Cost, After By-product Credits, per Gold Ounce and AISC, After By-product Credits, per Gold Ounce for the production of gold, their primary product, and by-product revenues earned from silver, which is a by-product at Casa Berardi. Only costs and ounces produced relating to units with the same primary product are combined to represent Cash Cost, After By-product Credits, per Ounce and AISC, After By-product Credits, per Ounce. Thus, the gold produced at Casa Berardi is not included as a by-product credit when calculating Cash Cost, After By-product Credits, per Silver Ounce and AISC, After By-product Credits, per Silver Ounce for the total of Greens Creek and Lucky Friday, our combined silver properties. Similarly, the silver produced at our other three units is not included as a by-product credit when calculating the gold metrics for Casa Berardi.

*In thousands (except per ounce amounts)*

	Three Months Ended September 30, 2024				
	Greens Creek	Lucky Friday	Keno Hill <sup>(6)</sup>	Corporate <sup>(2)</sup>	Total Silver
Total cost of sales	\$ 73,597	\$ 39,286	\$ 19,809	\$ —	\$ 132,692
Depreciation, depletion and amortization	(13,948)	(10,681)	(4,218)	—	(28,847)
Treatment costs	5,962	3,650	—	—	9,612
Change in product inventory	(8,125)	106	—	—	(8,019)
Reclamation and other costs	(1,825)	(241)	—	—	(2,066)
Exclusion of Keno Hill cash costs <sup>(6)</sup>	—	—	(15,591)	—	(15,591)
Cash Cost, Before By-product Credits <sup>(1)</sup>	55,661	32,120	—	—	87,781
Reclamation and other costs	786	303	—	—	1,089
Sustaining capital	10,558	10,862	—	42	21,462
General and administrative	—	—	—	10,401	10,401
AISC, Before By-product Credits <sup>(1)</sup>	67,005	43,285	—	10,443	120,733
By-product credits:					
Zinc	(22,126)	(7,046)	—	—	(29,172)
Gold	(25,430)	—	—	—	(25,430)
Lead	(5,970)	(13,245)	—	—	(19,215)
Copper	(409)	—	—	—	(409)
Total By-product credits	(53,935)	(20,291)	—	—	(74,226)
Cash Cost, After By-product Credits	\$ 1,726	\$ 11,829	\$ —	\$ —	\$ 13,555
AISC, After By-product Credits	<u>\$ 13,070</u>	<u>\$ 22,994</u>	<u>\$ —</u>	<u>\$ 10,443</u>	<u>\$ 46,507</u>
Ounces produced	1,857	1,185			3,042
Cash Cost, Before By-product Credits, per Ounce	\$ 29.97	\$ 27.11			\$ 28.86
By-product credits per ounce	(29.04)	(17.13)			(24.40)
Cash Cost, After By-product Credits, per Ounce	<u>\$ 0.93</u>	<u>\$ 9.98</u>			<u>\$ 4.46</u>
AISC, Before By-product Credits, per Ounce	\$ 36.08	\$ 36.53			\$ 39.69
By-product credits per ounce	(29.04)	(17.13)			(24.40)
AISC, After By-product Credits, per Ounce	<u>\$ 7.04</u>	<u>\$ 19.40</u>			<u>\$ 15.29</u>

*In thousands (except per ounce amounts)*

	Three Months Ended September 30, 2024		
	Gold - Casa Berardi	Other <sup>(4)</sup>	Total Gold and Other
Total cost of sales	\$ 46,280	\$ 6,827	\$ 53,107
Depreciation, depletion and amortization	(12,097)	—	(12,097)
Treatment costs	36	—	36
Change in product inventory	2,176	—	2,176
Reclamation and other costs	(207)	—	(207)
Exclusion of Other costs	—	(6,827)	(6,827)
Cash Cost, Before By-product Credits <sup>(1)</sup>	36,188	—	36,188
Reclamation and other costs	207	—	207
Sustaining capital	6,054	—	6,054
AISC, Before By-product Credits <sup>(1)</sup>	42,449	—	42,449
By-product credits:			
Silver	(163)	—	(163)
Total By-product credits	(163)	—	(163)
Cash Cost, After By-product Credits	\$ 36,025	\$ —	\$ 36,025
AISC, After By-product Credits	\$ 42,286	\$ —	\$ 42,286
Divided by ounces produced	21	—	21
Cash Cost, Before By-product Credits, per Ounce	\$ 1,762	\$ —	\$ 1,762
By-product credits per ounce	(8)	—	(8)
Cash Cost, After By-product Credits, per Ounce	\$ 1,754	\$ —	\$ 1,754
AISC, Before By-product Credits, per Ounce	\$ 2,067	\$ —	\$ 2,067
By-product credits per ounce	(8)	—	(8)
AISC, After By-product Credits, per Ounce	\$ 2,059	\$ —	\$ 2,059

*In thousands (except per ounce amounts)*

**Three Months Ended September 30, 2024**

	<b>Total Silver</b>	<b>Total Gold and Other</b>	<b>Total</b>
<b>Total cost of sales</b>	<b>\$ 132,692</b>	<b>\$ 53,107</b>	<b>\$ 185,799</b>
Depreciation, depletion and amortization	(28,847)	(12,097)	(40,944)
Treatment costs	9,612	36	9,648
Change in product inventory	(8,019)	2,176	(5,843)
Reclamation and other costs	(2,066)	(207)	(2,273)
Exclusion of Keno Hill cash costs <sup>(6)</sup>	(15,591)	—	(15,591)
Exclusion of Other costs	—	(6,827)	(6,827)
Cash Cost, Before By-product Credits <sup>(1)</sup>	87,781	36,188	123,969
Reclamation and other costs	1,089	207	1,296
Sustaining capital	21,462	6,054	27,516
General and administrative	10,401	—	10,401
AISC, Before By-product Credits <sup>(1)</sup>	120,733	42,449	163,182
By-product credits:			
Zinc	(29,172)	—	(29,172)
Gold	(25,430)	—	(25,430)
Lead	(19,215)	—	(19,215)
Silver	—	(163)	(163)
Copper	(409)	—	(409)
Total By-product credits	(74,226)	(163)	(74,389)
Cash Cost, After By-product Credits	\$ 13,555	\$ 36,025	\$ 49,580
AISC, After By-product Credits	<u>\$ 46,507</u>	<u>\$ 42,286</u>	<u>\$ 88,793</u>
Divided by ounces produced	3,042	21	
Cash Cost, Before By-product Credits, per Ounce	\$ 28.86	\$ 1,762	
By-product credits per ounce	(24.40)	(8)	
Cash Cost, After By-product Credits, per Ounce	<u>\$ 4.46</u>	<u>\$ 1,754</u>	
AISC, Before By-product Credits, per Ounce	\$ 39.69	\$ 2,067	
By-product credits per ounce	(24.40)	(8)	
AISC, After By-product Credits, per Ounce	<u>\$ 15.29</u>	<u>\$ 2,059</u>	

*In thousands (except per ounce amounts)*

	Three Months Ended September 30, 2023				
	Greens Creek	Lucky Friday	Keno Hill <sup>(6)</sup>	Corporate <sup>(2)</sup>	Total Silver
Total cost of sales	\$ 60,322	\$ 14,344	\$ 16,001	\$ —	\$ 90,667
Depreciation, depletion and amortization	(11,015)	(4,306)	(1,948)	—	(17,269)
Treatment costs	10,369	1,368	1,033	—	12,770
Change in product inventory	377	(2,450)	—	—	(2,073)
Reclamation and other costs	(348)	(168)	—	—	(516)
Exclusion of Lucky Friday cash costs	—	(20)	—	—	(20)
Exclusion of Keno Hill cash costs	—	—	(15,086)	—	(15,086)
Cash Cost, Before By-product Credits <sup>(1)</sup>	59,705	8,768	—	—	68,473
Reclamation and other costs	722	101	—	—	823
Sustaining capital	11,330	7,386	—	237	18,953
Exclusion of Lucky Friday sustaining costs	—	(4,934)	—	—	(4,934)
General and administrative	—	—	—	7,596	7,596
AISC, Before By-product Credits <sup>(1)</sup>	71,757	11,321	—	7,833	90,911
By-product credits:					
Zinc	(20,027)	(2,019)	—	—	(22,046)
Gold	(25,344)	—	—	—	(25,344)
Lead	(7,201)	(5,368)	—	—	(12,569)
Exclusion of Lucky Friday by-product credits	—	676	—	—	676
Total By-product credits	(52,572)	(6,711)	—	—	(59,283)
Cash Cost, After By-product Credits	<u>\$ 7,133</u>	<u>\$ 2,057</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 9,190</u>
AISC, After By-product Credits	<u>\$ 19,185</u>	<u>\$ 4,610</u>	<u>\$ —</u>	<u>\$ 7,833</u>	<u>\$ 31,628</u>
Ounces produced	2,343	475			2,818
Exclusion of Lucky Friday ounces produced	—	(41)			(41)
Divided by ounces produced	2,343	434			2,777
Cash Cost, Before By-product Credits, per Ounce	\$ 25.48	\$ 20.20			\$ 24.66
By-product credits per ounce	(22.44)	(15.46)			(21.35)
Cash Cost, After By-product Credits, per Ounce	<u>\$ 3.04</u>	<u>\$ 4.74</u>			<u>\$ 3.31</u>
AISC, Before By-product Credits, per Ounce	\$ 30.62	\$ 26.09			\$ 32.74
By-product credits per ounce	(22.44)	(15.46)			(21.35)
AISC, After By-product Credits, per Ounce	<u>\$ 8.18</u>	<u>\$ 10.63</u>			<u>\$ 11.39</u>

*In thousands (except per ounce amounts)*

	Three Months Ended September 30, 2023		
	Gold - Casa Berardi	Other	Total Gold and Other
Total cost of sales	\$ 56,822	\$ 940	\$ 57,762
Depreciation, depletion and amortization	(18,980)	32	(18,948)
Treatment costs	254	—	254
Change in product inventory	(1,977)	—	(1,977)
Reclamation and other costs	(219)	—	(219)
Exclusion of Other costs	—	(972)	(972)
Cash Cost, Before By-product Credits <sup>(1)</sup>	35,900	—	35,900
Reclamation and other costs	219	—	219
Sustaining capital	5,133	—	5,133
AISC, Before By-product Credits <sup>(1)</sup>	41,252	—	41,252
By-product credits:			
Silver	(119)	—	(119)
Total By-product credits	(119)	—	(119)
Cash Cost, After By-product Credits	\$ 35,781	\$ —	\$ 35,781
AISC, After By-product Credits	\$ 41,133	\$ —	\$ 41,133
Divided by ounces produced	24	—	24
Cash Cost, Before By-product Credits, per Ounce	\$ 1,480	\$ —	\$ 1,480
By-product credits per ounce	(5)	—	(5)
Cash Cost, After By-product Credits, per Ounce	\$ 1,475	\$ —	\$ 1,475
AISC, Before By-product Credits, per Ounce	\$ 1,700	\$ —	\$ 1,700
By-product credits per ounce	(5)	—	(5)
AISC, After By-product Credits, per Ounce	\$ 1,695	\$ —	\$ 1,695

*In thousands (except per ounce amounts)*

	Three Months Ended September 30, 2023		
	Total Silver	Total Gold and Other	Total
Total cost of sales	\$ 90,667	\$ 57,762	\$ 148,429
Depreciation, depletion and amortization	(17,269)	(18,948)	(36,217)
Treatment costs	12,770	254	13,024
Change in product inventory	(2,073)	(1,977)	(4,050)
Reclamation and other costs	(516)	(219)	(735)
Exclusion of Other costs	—	(972)	(972)
Exclusion of Lucky Friday cash costs <sup>(3)</sup>	(20)	—	(20)
Exclusion of Keno Hill cash costs	(15,086)	—	(15,086)
Cash Cost, Before By-product Credits <sup>(1)</sup>	68,473	35,900	104,373
Reclamation and other costs	823	219	1,042
Sustaining capital	18,953	5,133	24,086
Exclusion of Lucky Friday sustaining costs <sup>(3)</sup>	(4,934)	—	(4,934)
General and administrative	7,596	—	7,596
AISC, Before By-product Credits <sup>(1)</sup>	90,911	41,252	132,163
By-product credits:			
Zinc	(22,046)	—	(22,046)
Gold	(25,344)	—	(25,344)
Lead	(12,569)	—	(12,569)
Silver	—	(119)	(119)
Exclusion of Lucky Friday by-product credits <sup>(3)</sup>	676	—	676
Total By-product credits	(59,283)	(119)	(59,402)
Cash Cost, After By-product Credits	\$ 9,190	\$ 35,781	\$ 44,971
AISC, After By-product Credits	<u>\$ 31,628</u>	<u>\$ 41,133</u>	<u>\$ 72,761</u>
Ounces produced	2,818	24	
Exclusion of Lucky Friday ounces produced <sup>(3)</sup>	(41)	—	
Divided by ounces produced	2,777	24	
Cash Cost, Before By-product Credits, per Ounce	\$ 24.66	\$ 1,480	
By-product credits per ounce	(21.35)	(5)	
Cash Cost, After By-product Credits, per Ounce	<u>\$ 3.31</u>	<u>\$ 1,475</u>	
AISC, Before By-product Credits, per Ounce	<u>\$ 32.74</u>	<u>\$ 1,700</u>	
By-product credits per ounce	(21.35)	(5)	
AISC, After By-product Credits, per Ounce	<u>\$ 11.39</u>	<u>\$ 1,695</u>	

*In thousands (except per ounce amounts)*

	Nine Months Ended September 30, 2024				
	Greens Creek	Lucky Friday	Keno Hill <sup>(6)</sup>	Corporate <sup>(2)</sup>	Total Silver
Total cost of sales	\$ 200,240	\$ 104,328	\$ 59,606	\$ —	\$ 364,174
Depreciation, depletion and amortization	(39,707)	(29,300)	(12,549)	—	(81,556)
Treatment costs	21,755	9,619	—	—	31,374
Change in product inventory	(3,025)	602	—	—	(2,423)
Reclamation and other costs	(3,362)	(654)	—	—	(4,016)
Exclusion of Lucky Friday cash costs <sup>(3)</sup>	—	(3,634)	—	—	(3,634)
Exclusion of Keno Hill cash costs <sup>(6)</sup>	—	—	(47,057)	—	(47,057)
Cash Cost, Before By-product Credits <sup>(1)</sup>	175,901	80,961	—	—	256,862
Reclamation and other costs	2,356	708	—	—	3,064
Sustaining capital	29,885	32,430	—	1,143	63,458
Exclusion of Lucky Friday sustaining costs <sup>(3)</sup>	—	(5,396)	—	—	(5,396)
General and administrative	—	—	—	36,357	36,357
AISC, Before By-product Credits <sup>(1)</sup>	208,142	108,703	—	37,500	354,345
By-product credits:					
Zinc	(64,205)	(18,537)	—	—	(82,742)
Gold	(80,826)	—	—	—	(80,826)
Lead	(19,769)	(40,432)	—	—	(60,201)
Copper	(409)	—	—	—	(409)
Exclusion of Lucky Friday by-product credits <sup>(3)</sup>	—	3,943	—	—	3,943
Total By-product credits	(165,209)	(55,026)	—	—	(220,235)
Cash Cost, After By-product Credits	\$ 10,692	\$ 25,935	\$ —	\$ —	\$ 36,627
AISC, After By-product Credits	<u>\$ 42,933</u>	<u>\$ 53,677</u>	<u>\$ —</u>	<u>\$ 37,500</u>	<u>\$ 134,110</u>
Ounces produced	6,579	3,554			10,133
Exclusion of Lucky Friday ounces produced <sup>(3)</sup>	—	(253)			(253)
Divided by ounces produced	6,579	3,301			9,880
Cash Cost, Before By-product Credits, per Ounce	\$ 26.73	\$ 24.53			\$ 26.00
By-product credits per ounce	(25.11)	(16.67)			(22.29)
Cash Cost, After By-product Credits, per Ounce	<u>\$ 1.62</u>	<u>\$ 7.86</u>			<u>\$ 3.71</u>
AISC, Before By-product Credits, per Ounce	\$ 31.64	\$ 32.93			\$ 35.86
By-product credits per ounce	(25.11)	(16.67)			(22.29)
AISC, After By-product Credits, per Ounce	<u>\$ 6.53</u>	<u>\$ 16.26</u>			<u>\$ 13.57</u>

*In thousands (except per ounce amounts)*

	Nine Months Ended September 30, 2024		
	Casa Berardi	Other <sup>(4)</sup>	Total Gold
Total cost of sales	\$ 171,880	\$ 14,340	\$ 186,220
Depreciation, depletion and amortization	(62,058)	—	(62,058)
Treatment costs	112	—	112
Change in product inventory	3,365	—	3,365
Reclamation and other costs	(622)	—	(622)
Exclusion of Other costs	—	(14,340)	(14,340)
Cash Cost, Before By-product Credits <sup>(1)</sup>	112,677	—	112,677
Reclamation and other costs	622	—	622
Sustaining capital	13,582	—	13,582
AISC, Before By-product Credits <sup>(1)</sup>	126,881	—	126,881
By-product credits:			
Silver	(489)	—	(489)
Total By-product credits	(489)	—	(489)
Cash Cost, After By-product Credits	\$ 112,188	\$ —	\$ 112,188
AISC, After By-product Credits	\$ 126,392	\$ —	\$ 126,392
Divided by ounces produced	66	—	66
Cash Cost, Before By-product Credits, per Ounce	\$ 1,714	\$ —	\$ 1,714
By-product credits per ounce	(7)	—	(7)
Cash Cost, After By-product Credits, per Ounce	\$ 1,707	\$ —	\$ 1,707
AISC, Before By-product Credits, per Ounce	\$ 1,930	\$ —	\$ 1,930
By-product credits per ounce	(7)	—	(7)
AISC, After By-product Credits, per Ounce	\$ 1,923	\$ —	\$ 1,923

*In thousands (except per ounce amounts)*

	Nine Months Ended September 30, 2024		
	Total Silver	Total Gold and Other	Total
Total cost of sales	\$ 364,174	\$ 186,220	\$ 550,394
Depreciation, depletion and amortization	(81,556)	(62,058)	(143,614)
Treatment costs	31,374	112	31,486
Change in product inventory	(2,423)	3,365	942
Reclamation and other costs	(4,016)	(622)	(4,638)
Exclusion of Lucky Friday cash costs <sup>(3)</sup>	(3,634)	—	(3,634)
Exclusion of Keno Hill cash costs <sup>(6)</sup>	(47,057)	—	(47,057)
Exclusion of Other costs	—	(14,340)	(14,340)
Cash Cost, Before By-product Credits <sup>(1)</sup>	256,862	112,677	369,539
Reclamation and other costs	3,064	622	3,686
Sustaining capital	63,458	13,582	77,040
Exclusion of Lucky Friday sustaining costs <sup>(3)</sup>	(5,396)	—	(5,396)
General and administrative	36,357	—	36,357
AISC, Before By-product Credits <sup>(1)</sup>	354,345	126,881	481,226
By-product credits:			
Zinc	(82,742)	—	(82,742)
Gold	(80,826)	—	(80,826)
Lead	(60,201)	—	(60,201)
Copper	(409)	—	(409)
Silver	—	(489)	(489)
Exclusion of Lucky Friday by-product credits <sup>(3)</sup>	3,943	—	3,943
Total By-product credits	(220,235)	(489)	(220,724)
Cash Cost, After By-product Credits	\$ 36,627	\$ 112,188	\$ 148,815
AISC, After By-product Credits	<u>\$ 134,110</u>	<u>\$ 126,392</u>	<u>\$ 260,502</u>
Ounces produced	10,133	66	
Exclusion of Lucky Friday ounces produced <sup>(3)</sup>	(253)	—	
Divided by ounces produced	9,880	66	
Cash Cost, Before By-product Credits, per Ounce	\$ 26.00	\$ 1,714	
By-product credits per ounce	(22.29)	(7)	
Cash Cost, After By-product Credits, per Ounce	<u>\$ 3.71</u>	<u>\$ 1,707</u>	
AISC, Before By-product Credits, per Ounce	<u>\$ 35.86</u>	<u>\$ 1,930</u>	
By-product credits per ounce	(22.29)	(7)	
AISC, After By-product Credits, per Ounce	<u>\$ 13.57</u>	<u>\$ 1,923</u>	

*In thousands (except per ounce amounts)*

	Nine Months Ended September 30, 2023					
	Greens Creek	Lucky Friday	Keno Hill <sup>(6)</sup>	Corporate <sup>(2)</sup>	Total Silver	
Total cost of sales	\$ 189,664	\$ 81,068	\$ 17,582	\$ —	\$ 288,314	
Depreciation, depletion and amortization	(38,557)	(23,741)	(2,209)	—	(64,507)	
Treatment costs	31,114	10,832	1,146	—	43,092	
Change in product inventory	(2,479)	(3,313)	—	—	(5,792)	
Reclamation and other costs	(214)	(826)	—	—	(1,040)	
Exclusion of Lucky Friday cash costs <sup>(3)</sup>	—	(20)	—	—	(20)	
Exclusion of Keno Hill cash costs <sup>(6)</sup>	—	—	(16,519)	—	(16,519)	
Cash Cost, Before By-product Credits <sup>(1)</sup>	179,528	64,000	—	—	243,528	
Reclamation and other costs	2,166	671	—	—	2,837	
Sustaining capital	26,686	24,251	—	831	51,768	
Exclusion of Lucky Friday sustaining costs	—	(4,934)	—	—	(4,934)	
General and administrative	—	—	—	30,449	30,449	
AISC, Before By-product Credits <sup>(1)</sup>	208,380	83,988	—	31,280	323,648	
By-product credits:						
Zinc	(64,955)	(14,284)	—	—	(79,239)	
Gold	(79,089)	—	—	—	(79,089)	
Lead	(22,002)	(33,953)	—	—	(55,955)	
Exclusion of Lucky Friday by-product credits	—	676	—	—	676	
Total By-product credits	(166,046)	(47,561)	—	—	(213,607)	
Cash Cost, After By-product Credits	\$ 13,482	\$ 16,439	\$ —	\$ —	\$ 29,921	
AISC, After By-product Credits	<u>\$ 42,334</u>	<u>\$ 36,427</u>	<u>\$ —</u>	<u>\$ 31,280</u>	<u>\$ 110,041</u>	
Ounces produced	7,472	3,025			10,497	
Exclusion of Lucky Friday ounces produced	—	(41)			(41)	
Divided by ounces produced	7,472	2,984			10,456	
Cash Cost, Before By-product Credits, per Ounce	\$ 24.03	\$ 21.45			\$ 23.29	
By-product credits per ounce	(22.22)	(15.94)			(20.43)	
Cash Cost, After By-product Credits, per Ounce	<u>\$ 1.81</u>	<u>\$ 5.51</u>			<u>\$ 2.86</u>	
AISC, Before By-product Credits, per Ounce	<u>\$ 27.89</u>	<u>\$ 28.15</u>			<u>\$ 30.95</u>	
By-product credits per ounce	(22.22)	(15.94)			(20.43)	
AISC, After By-product Credits, per Ounce	<u>\$ 5.67</u>	<u>\$ 12.21</u>			<u>\$ 10.52</u>	

*In thousands (except per ounce amounts)*

	Nine Months Ended September 30, 2023		
	Casa Berardi	Other <sup>(4)</sup>	Total Gold
Total cost of sales	\$ 162,396	\$ 2,743	\$ 165,139
Depreciation, depletion and amortization	(43,288)	(142)	(43,430)
Treatment costs	1,072	—	1,072
Change in product inventory	(5,345)	—	(5,345)
Reclamation and other costs	(655)	—	(655)
Exclusion of Casa Berardi cash costs <sup>(5)</sup>	(2,851)	—	(2,851)
Exclusion of Other costs	—	(2,601)	(2,601)
Cash Cost, Before By-product Credits <sup>(1)</sup>	111,329	—	111,329
Reclamation and other costs	655	—	655
Sustaining capital	29,175	—	29,175
AISC, Before By-product Credits <sup>(1)</sup>	141,159	—	141,159
By-product credits:			
Silver	(390)	—	(390)
Total By-product credits	(390)	—	(390)
Cash Cost, After By-product Credits	\$ 110,939	\$ —	\$ 110,939
AISC, After By-product Credits	\$ 140,769	\$ —	\$ 140,769
Divided by ounces produced	68	—	68
Cash Cost, Before By-product Credits, per Ounce	\$ 1,641	\$ —	\$ 1,641
By-product credits per ounce	(6)	—	(6)
Cash Cost, After By-product Credits, per Ounce	\$ 1,635	\$ —	\$ 1,635
AISC, Before By-product Credits, per Ounce	\$ 2,081	\$ —	\$ 2,081
By-product credits per ounce	(6)	—	(6)
AISC, After By-product Credits, per Ounce	\$ 2,075	\$ —	\$ 2,075

*In thousands (except per ounce amounts)*

	Nine Months Ended September 30, 2023		
	Total Silver	Total Gold	Total
Total cost of sales	\$ 288,314	\$ 165,139	\$ 453,453
Depreciation, depletion and amortization	(64,507)	(43,430)	(107,937)
Treatment costs	43,092	1,072	44,164
Change in product inventory	(5,792)	(5,345)	(11,137)
Reclamation and other costs	(1,040)	(655)	(1,695)
Exclusion of Lucky Friday cash costs	(20)	—	(20)
Exclusion of Keno Hill cash costs	(16,519)	—	(16,519)
Exclusion of Casa Berardi cash costs <sup>(5)</sup>	—	(2,851)	(2,851)
Exclusion of Other costs	—	(2,601)	(2,601)
Cash Cost, Before By-product Credits <sup>(1)</sup>	243,528	111,329	354,857
Reclamation and other costs	2,837	655	3,492
Sustaining capital	51,768	29,175	80,943
Exclusion of Lucky Friday sustaining costs	(4,934)	—	(4,934)
General and administrative	30,449	—	30,449
AISC, Before By-product Credits <sup>(1)</sup>	323,648	141,159	464,807
By-product credits:			
Zinc	(79,239)	—	(79,239)
Gold	(79,089)	—	(79,089)
Lead	(55,955)	—	(55,955)
Silver	—	(390)	(390)
Exclusion of Lucky Friday by-product credits	676	—	676
Total By-product credits	(213,607)	(390)	(213,997)
Cash Cost, After By-product Credits	\$ 29,921	\$ 110,939	\$ 140,860
AISC, After By-product Credits	\$ 110,041	\$ 140,769	\$ 250,810
Ounces produced	\$ 10,497	\$ 68	
Exclusion of Lucky Friday ounces produced	\$ (41)	\$ —	
Divided by ounces produced	10,456	68	
Cash Cost, Before By-product Credits, per Ounce	\$ 23.29	\$ 1,641	
By-product credits per ounce	(20.43)	(6)	
Cash Cost, After By-product Credits, per Ounce	\$ 2.86	\$ 1,635	
AISC, Before By-product Credits, per Ounce	\$ 30.95	\$ 2,081	
By-product credits per ounce	(20.43)	(6)	
AISC, After By-product Credits, per Ounce	\$ 10.52	\$ 2,075	

(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, on-site general and administrative costs and royalties, before by-product revenues earned from all metals other than the primary metal produced at each operation. AISC, Before By-product Credits also includes reclamation and sustaining capital costs.

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

(3) Lucky Friday operations were suspended in August 2023 following the underground fire in the #2 shaft secondary egress and resumed on January 9, 2024. The portion of cash costs, sustaining costs, by-product credits, and silver production incurred during the suspension period are excluded from the calculation of total cost of sales, Cash Cost, Before By-product Credits, Cash Cost, After By-product Credits, AISC, Before By-product Credits, and AISC, After By-product Credits.

(4) Other includes \$6.8 million and \$14.3 million of total cost of sales for the three and nine months ended September 30, 2024, respectively, related to our environmental remediation services business. For the three and nine months ended September 30, 2023, Other includes total cost of sales of \$0.9 million and \$2.7 million, respectively, related to our environmental remediation services business and Nevada operations.

(5) During the nine months ended September 30, 2023, the Company completed the necessary studies to conclude usage of the F-160 pit as a tailings storage facility after mining is complete. As a result, a portion of the mining costs have been excluded from Cash Cost, Before By-product Credits and AISC, Before By-product Credits.

(6) Keno Hill is in the ramp-up phase of production and is excluded from the calculation of Cash Cost, Before By-product Credits, Cash Cost, After By-product Credits, AISC, Before By-product Credits, and AISC, After By-product Credits.

#### Financial Liquidity and Capital Resources

We have a disciplined cash management strategy of maintaining financial flexibility to execute our capital priorities and provide long-term value to our stockholders. Consistent with that strategy, we aim to maintain an acceptable level of net debt and sufficient liquidity to fund debt service costs, operations, capital expenditures, exploration and pre-development projects, while returning cash to stockholders through dividends and potential share repurchases.

At September 30, 2024, we had \$22.3 million in cash and cash equivalents, of which \$8.8 million was held in foreign subsidiaries' local currency that we anticipate utilizing for near-term operating, exploration or capital costs by those foreign subsidiaries. At September 30, 2024, we had utilized \$13.0 million drawn on our credit facility of \$225 million, with \$6.3 million used for letters of credit and the remainder available as borrowings. We also have USD cash and cash equivalent balances held by our foreign subsidiaries that, if repatriated, may be subject to withholding taxes. We expect that there would be no additional tax burden upon repatriation after considering the cash cost associated with the withholding taxes. We believe that our liquidity and capital resources from our U.S. operations are adequate to fund our U.S. operations and corporate activities.

Pursuant to our common stock dividend policy described in *Note 12 of Notes to Consolidated Financial Statements* in our consolidated financial statements and notes for the year ended December 31, 2023, our Board of Directors declared and paid dividends on our common stock and preferred of \$8.7 million and \$16.7 million during the three and nine months ended September 30, 2024, respectively, and \$3.9 million and \$11.8 million for the three and nine months ended September 30, 2023, respectively. Our dividend policy has a silver-linked component which ties the amount of declared common stock dividends to our realized silver price for the preceding quarter. Another component of our common stock dividend policy anticipates paying an annual minimum dividend.

For illustrative purposes only, the table below summarizes potential dividend amounts under our dividend policy.

Quarterly Average Realized Silver Price (\$ per ounce)	Quarterly Silver-Linked Dividend (\$ per share)	Annualized Silver-Linked Dividend (\$ per share)	Annualized Minimum Dividend (\$ per share)	Annualized Dividends per Share: Silver-Linked and Minimum (\$ per share)
Less than \$20	\$—	\$—	\$0.015	\$0.015
\$ 20	\$0.0025	\$0.01	\$0.015	\$0.025
\$ 25	\$0.010	\$0.04	\$0.015	\$0.055
\$ 30	\$0.015	\$0.06	\$0.015	\$0.075
\$ 35	\$0.025	\$0.10	\$0.015	\$0.115
\$ 40	\$0.035	\$0.14	\$0.015	\$0.155
\$ 45	\$0.045	\$0.18	\$0.015	\$0.195
\$ 50	\$0.055	\$0.22	\$0.015	\$0.235

The declaration and payment of dividends on our common stock is at the sole discretion of our Board of Directors, and there can be no assurance that we will continue to declare and pay common stock dividends in the future.

Pursuant to our stock repurchase program described in *Note 12 of Notes to Consolidated Financial Statements* in our consolidated financial statements and notes for the year ended December 31, 2023, we are authorized to repurchase up to 20 million shares of our outstanding common stock from time to time in open market or privately negotiated transactions, depending on prevailing market conditions and other factors. The repurchase program may be modified, suspended or discontinued by us at any time. Whether or not we engage in repurchases from time to time may depend on a variety of factors, including not only price and cash resources, but customary black-out restrictions, whether we have any material inside information, limitations on share repurchases or cash usage that may be imposed by our credit agreement or in connection with issuances of securities, alternative uses for cash, applicable law, and other investment opportunities from time to time. As of September 30, 2024 and December 31, 2023, 934,100 shares had been purchased in prior periods at an average price of \$3.99 per share, leaving 19.1 million shares that may yet be purchased under the program. We have not repurchased any shares since June 2014.

As discussed in *Note 6 of Notes to Condensed Consolidated Financial Statements (Unaudited)* pursuant to an equity distribution agreement dated February 18, 2021, we may offer and sell up to 60 million shares of our common stock from time to time to or through sales agents in "at-the-market" offerings. Sales of the shares, if any, will be made by means of ordinary brokers transactions or as otherwise agreed between the Company and the agents as principals. Whether or not we engage in sales from time to time may depend on a variety of factors, including share price, our cash resources, customary black-out restrictions, and whether we have any material inside information. The equity distribution agreement can be terminated by us at any time. Any sales of shares under that agreement are registered under the Securities Act of 1933, as amended, pursuant to a shelf registration statement on Form S-3. During the three months ended September 30, 2024, we sold 9,090,726 shares under the agreement for proceeds of \$57.3 million, net of commissions and fees of \$0.9 million and during the nine months ended September 30, 2024, we sold 9,339,287 shares under the agreement for proceeds of \$58.4 million, net of commissions and fees of \$0.94 million.

As a result of our current cash balances, the performance of our current and expected operations, current metals prices, proceeds from potential at-the-market sales of common stock, and availability under our Credit Agreement, we believe we will be able to meet

our obligations and other potential cash requirements during the next 12 months and beyond. Our obligations and other uses of cash may include, but are not limited to: debt service obligations related to the Senior Notes and IQ Notes; principal and interest payments under our Credit Agreement; ramp up and suspension costs; capital expenditures at our operations; potential acquisitions of other mining companies or properties; regulatory matters; litigation; potential repurchases of our common stock under the program described above; and payment of dividends on common stock, if declared by our Board of Directors.

We currently estimate a range of approximately \$196 to \$218 million (before any lease financing) will be invested in 2024 on capital expenditures, primarily for equipment, infrastructure, and development at our mines, including \$153.7 million already incurred as of September 30, 2024. We also estimate exploration and pre-development expenditures will total approximately \$31.5 million in 2024, including \$21.6 million already incurred as of September 30, 2024. Our expenditures for these items and our related plans for 2024 may change based upon our financial position, metals prices, and other considerations. Our ability to fund the activities described above will depend on our operating performance, metals prices, our ability to estimate revenues and costs, sources of liquidity available to us, including the revolving credit facility (which requires compliance with certain financial and other covenants), and other factors. A sustained downturn in metals prices, significant increase in operational or capital costs or other uses of cash, poor results of our operating units, our inability to access the credit facility or the sources of liquidity discussed above, or other factors beyond our control could impact our plans.

We may defer some capital investment and/or exploration and pre-development activities, engage in asset sales or secure additional capital if necessary to maintain liquidity. We also may pursue additional acquisition opportunities, which could require additional equity issuances or other forms of financing. There can be no assurance that such financing will be available to us.

Our liquid assets include (in millions):

	September 30, 2024	December 31, 2023
Cash and cash equivalents held in U.S. dollars	\$ 13.5	\$ 98.8
Cash and cash equivalents held in foreign currency	8.8	7.6
Total cash and cash equivalents	22.3	106.4
Marketable equity securities - non-current	40.9	32.3
<b>Total cash, cash equivalents and investments</b>	<b>\$ 63.2</b>	<b>\$ 138.7</b>

Cash and cash equivalents decreased by \$84.1 million in the first nine months of 2024. Cash held in foreign currencies represents balances in Canadian dollars and Mexican Pesos. The value of non-current marketable equity securities increased by \$8.6 million.

	Nine Months Ended	
	September 30, 2024	September 30, 2023
<b>Cash provided by operating activities (in millions)</b>	<b>\$ 150.8</b>	<b>\$ 74.6</b>

Cash provided by operating activities for the nine months ended September 30, 2024, of \$150.8 million represents a \$76.2 million increase compared to the \$74.6 million provided in the same period for 2023. \$106.3 million of the variance was attributable to higher income adjusted for non-cash items, reflecting higher non-cash depreciation, depletion and amortization expense, a foreign exchange gain and write down of property, plant and equipment. The increase was partly offset by negative net working capital changes resulting from higher accounts receivable balances reflecting the timing of sales at Greens Creek, Lucky Friday and Keno Hill and an increase in inventories at Lucky Friday, Casa Berardi and Keno Hill.

	Nine Months Ended	
	September 30, 2024	September 30, 2023
<b>Cash used in investing activities (in millions)</b>	<b>\$ (152.3)</b>	<b>\$ (162.9)</b>

During the nine months ended September 30, 2024, cash used in investing activities of \$152.3 million, included \$153.7 million invested in our business, net of \$1.5 million in proceeds from the sale of property, plant and mine development. Capital expenditures decreased by \$7.6 million compared to the same period in 2023. The variance was primarily due to lower capital spending at Lucky Friday and Casa Berardi, partially offset by higher capital spending at Greens Creek.

	Nine Months Ended	
	September 30, 2024	September 30, 2023
<b>Cash (used in) provided by financing activities (in millions)</b>	<b>\$ (82.4)</b>	<b>\$ 84.1</b>

During the nine months ended September 30, 2024, we had net repayments of \$115.0 million on our revolving credit facility resulting in \$13.0 million outstanding at an interest rate of 7.8% on September 30, 2024. During the nine months ended September 30, 2024 and 2023:

- we paid cash dividends on our common and preferred stock totaling \$16.7 million and \$11.8 million, respectively;

- we issued stock under our ATM program described above for net proceeds of \$58.4 million and \$25.9 million, respectively; and
- we made repayments on our finance leases of \$7.8 million and \$8.0 million, respectively.

#### **Contractual Obligations, Contingent Liabilities and Commitments**

The table below presents our fixed, non-cancelable contractual obligations and commitments primarily related to our Senior Notes, IQ Notes, credit facility, outstanding purchase orders (including certain capital expenditures) and lease arrangements as of September 30, 2024 (in thousands):

	Payments Due By Period					<b>Total</b>
	<b>Less than 1 year</b>	<b>1-3 years</b>	<b>4-5 years</b>	<b>More than 5 years</b>		
Purchase obligations <sup>(1)</sup>	\$ 55,865	\$ —	\$ —	\$ —	\$ —	\$ 55,865
Credit facility <sup>(2)</sup>	14,882	3,086	1,243	—	—	19,211
Finance lease commitments <sup>(3)</sup>	8,303	9,674	2,344	879	—	21,200
Operating lease commitments <sup>(4)</sup>	1,862	2,519	2,140	5,138	—	11,659
Senior Notes <sup>(5)</sup>	34,438	68,876	487,914	—	—	591,228
IQ Notes <sup>(6)</sup>	38,064	—	—	—	—	38,064
<b>Total contractual cash obligations</b>	<b>\$ 153,414</b>	<b>\$ 84,155</b>	<b>\$ 493,641</b>	<b>\$ 6,017</b>	<b>\$ 737,227</b>	

(1) Consists of open purchase orders and commitments of approximately \$9.8 million, \$18.8 million, \$13.1 million, \$13.5 million and \$0.8 million for various capital and non-capital items at Greens Creek, Lucky Friday, Keno Hill, Casa Berardi and Other Operations, respectively.

(2) The Credit Agreement provides for a \$225 million revolving credit facility. We had net draws of \$13.0 million and \$6.3 million in letters of credit outstanding as of September 30, 2024. The amounts in the table above assume no additional amounts will be drawn in future periods, and include only the standby fee on the current undrawn balance and accrued interest. For more information on our credit facility, see *Note 7 of Notes to Condensed Consolidated Financial Statements (Unaudited)*.

(3) Includes scheduled finance lease payments of \$3.9 million, \$4.6 million, \$7.2 million, and \$5.5 million for equipment at Greens Creek, Lucky Friday, Casa Berardi, and Keno Hill, respectively.

(4) We enter into operating leases in the normal course of business. Substantially all lease agreements have fixed payment terms based on the passage of time. Some lease agreements provide us with the option to renew the lease or purchase the leased property. Our future operating lease obligations would change if we exercised these renewal options and if we entered into additional operating lease arrangements.

(5) On February 19, 2020, we completed an offering of \$475 million in aggregate principal amount of our Senior Notes due February 15, 2028. The Senior Notes bear interest at a rate of 7.25% per year, with interest payable on February 15 and August 15 of each year. See *Note 7 of Notes to Condensed Consolidated Financial Statements (Unaudited)* for more information.

(6) On July 9, 2020, we entered into a note purchase agreement pursuant to which we issued our IQ Notes for CAD\$50 million (approximately USD\$36.8 million at the time of the transaction) in aggregate principal amount. The IQ Notes bear interest on amounts outstanding at a rate of 6.515% per year, payable on January 9 and July 9 of each year. See *Note 7 of Notes to Condensed Consolidated Financial Statements (Unaudited)* for more information.

We record liabilities for costs associated with mine closure, reclamation of land and other environmental matters. At September 30, 2024, our liabilities for these matters totaled \$118.6 million. Future expenditures related to closure, reclamation and environmental expenditures at our sites are difficult to estimate, although we anticipate we will incur expenditures relating to these obligations over the next 30 years. For additional information relating to our environmental obligations, see *Note 11 of Notes to Condensed Consolidated Financial Statements (Unaudited)*.

#### **Critical Accounting Estimates**

There have been no significant changes to the critical accounting estimates disclosed in "Critical Accounting Policies" in Item 7 "Management's Discussion and Analysis of Financial Condition and Results of Operations" included in Exhibit 99.1 to the May 20, 2024 8-K.

#### **Off-Balance Sheet Arrangements**

At September 30, 2024, we had no existing off-balance sheet arrangements, as defined under SEC regulations, that have or are reasonably likely to have a current or future effect on our financial condition, revenues or expenses, results of operations, liquidity, capital expenditures or capital resources that are material to investors.

#### **Guarantor Subsidiaries**

Presented below are Hecla's unaudited interim condensed consolidating financial statements as required by Rule 3-10 of Regulation S-X of the Securities Exchange Act of 1934, as amended, resulting from the guarantees by certain of Hecla's subsidiaries of the Senior Notes and IQ Notes (see *Note 7 of Notes to Condensed Consolidated Financial Statements (Unaudited)* for more information). The Guarantors consist of the following of Hecla's 100%-owned subsidiaries: Hecla Limited; Silver Hunter Mining Company; Rio Grande Silver, Inc.; Hecla MC Subsidiary, LLC; Hecla Silver Valley, Inc.; Burke Trading, Inc.; Hecla Montana, Inc.; Revett Silver Company; RC Resources, Inc.; Troy Mine Inc.; Revett Exploration, Inc.; Revett Holdings, Inc.; Mines Management, Inc.; Newhi, Inc.; Montanore Minerals Corp.; Hecla Alaska LLC; Hecla Greens Creek Mining Company; Hecla Admiralty Company; Hecla Juneau Mining Company; Klondex Holdings Inc.; Klondex Gold & Silver Mining Co.; Klondex Midas Holdings Limited; Klondex Aurora Mine Inc.; Klondex Hollister Mine Inc.; Hecla Quebec, Inc.; and Alexco Resource Corp. We completed the offering of the Senior Notes on February 19, 2020 under our shelf registration statement previously filed with the SEC. We issued the IQ Notes in four equal tranches between July and October 2020.

The unaudited interim condensed consolidating financial statements below have been prepared from our financial information on the same basis of accounting as the unaudited interim condensed consolidated financial statements set forth elsewhere in this report. Investments in the subsidiaries are accounted for under the equity method. Accordingly, the entries necessary to consolidate Hecla, the Guarantors, and our non-guarantor subsidiaries are reflected in the intercompany eliminations column. In the course of preparing consolidated financial statements, we eliminate the effects of various transactions conducted between Hecla and its subsidiaries and among the subsidiaries. While valid at an individual subsidiary level, such activities are eliminated in consolidation because, when taken as a whole, they do not represent business activity with third-party customers, vendors, and other parties. Examples of such eliminations include the following:

- **Investments in subsidiaries.** The acquisition of a company results in an investment in debt or equity capital on the records of the parent company and a contribution to debt or equity capital on the records of the subsidiary. Such investments and capital contributions are eliminated in consolidation.
- **Capital contributions.** Certain of Hecla's subsidiaries do not generate cash flow, either at all or that is sufficient to meet their capital needs, and their cash requirements are routinely met with inter-company advances from their parent companies. Generally on an annual basis, when not otherwise intended as debt, the Boards of Directors of such parent companies declare contributions of capital to their subsidiary companies, which increase the parents' investment and the subsidiaries' additional paid-in capital. Occasionally, parent companies may also subscribe for additional common shares of their subsidiaries. In consolidation, investments in subsidiaries and related additional paid-in capital are eliminated.
- **Debt.** At times, inter-company debt agreements have been established between certain of Hecla's subsidiaries and their parents. The related debt liability and receivable balances, accrued interest expense (if any) and income activity (if any), and payments of principal and accrued interest amounts (if any) by the subsidiary companies to their parents are eliminated in consolidation.
- **Dividends.** Certain of Hecla's subsidiaries which generate cash flow routinely provide cash to their parent companies through inter-company transfers. On at least an annual basis, the Boards of Directors of such subsidiary companies declare dividends to their parent companies, which reduces the subsidiaries' retained earnings and increases the parents' dividend income. In consolidation, such activity is eliminated.
- **Deferred taxes.** Our ability to realize deferred tax assets and liabilities is considered for two consolidated tax groups of subsidiaries within the United States: The Nevada U.S. Group and the Hecla U.S. Group. Within each tax group, all subsidiaries' estimated future taxable income contributes to the ability of their tax group to realize all such assets and liabilities. However, when Hecla's subsidiaries are viewed independently, we use the separate return method to assess the realizability of each subsidiary's deferred tax assets and whether a valuation allowance is required against such deferred tax assets. In some instances, a parent company or subsidiary may possess deferred tax assets whose realization depends on the future taxable incomes of other subsidiaries on a consolidated-return basis, but would not be considered realizable if such parent or subsidiary filed on a separate stand-alone basis. In such a situation, a valuation allowance is assessed on that subsidiary's deferred tax assets, with the resulting adjustment reported in the eliminations column of the guarantor and parent's financial statements, as is the case in the unaudited interim financial statements set forth below. The separate return method can result in significant eliminations of deferred tax assets and liabilities and related income tax provisions and benefits. Non-current deferred tax asset balances are included in other non-current assets on the consolidating balance sheets and make up a large portion of that item, particularly for the guarantor balances.

Separate financial statements of the Guarantors are not presented because the guarantees by the Guarantors are joint and several and full and unconditional, except for certain customary release provisions, including: (1) the sale or disposal of all or substantially all of the assets of the Guarantor; (2) the sale or other disposition of the capital stock of the Guarantor; (3) the Guarantor is designated as an unrestricted entity in accordance with the applicable provisions of the indenture; (4) Hecla ceases to be a borrower as defined in the indenture; and (5) upon legal or covenant defeasance or satisfaction and discharge of the indenture.

**Unaudited Interim Condensed Consolidating Balance Sheets**

	As of September 30, 2024				
	Parent	Guarantors	Non-Guarantors (in thousands)	Eliminations	Consolidated
<b>Assets</b>					
Cash and cash equivalents	\$ 13,095	\$ 8,216	\$ 962	\$ —	\$ 22,273
Other current assets	22,950	137,520	23,224	—	183,694
Properties, plants, equipment and mineral interests, net	—	2,657,082	8,260	—	2,665,342
Intercompany receivable (payable)	(191,308)	(850,839)	552,052	490,095	—
Investments in subsidiaries	2,232,270	(52)	—	(2,232,218)	—
Other non-current assets	490,750	21,573	77,996	(505,917)	84,402
<b>Total assets</b>	<b>\$ 2,567,757</b>	<b>\$ 1,973,500</b>	<b>\$ 662,494</b>	<b>\$ (2,248,040)</b>	<b>\$ 2,955,711</b>
<b>Liabilities and Stockholders' Equity</b>					
Current liabilities	\$ 43,224	\$ 164,312	\$ 22,960	\$ (41,924)	\$ 188,572
Long-term debt	466,178	4,300	—	26,153	496,631
Non-current portion of accrued reclamation	—	106,551	1,778	—	108,329
Non-current deferred tax liability	20,074	91,257	—	—	111,331
Other non-current liabilities	—	12,566	—	—	12,566
Stockholders' equity	2,038,281	1,594,514	637,756	(2,232,269)	2,038,282
<b>Total liabilities and stockholders' equity</b>	<b>\$ 2,567,757</b>	<b>\$ 1,973,500</b>	<b>\$ 662,494</b>	<b>\$ (2,248,040)</b>	<b>\$ 2,955,711</b>

	As of December 31, 2023				
	Parent	Guarantors	Non-Guarantors (in thousands)	Eliminations	Consolidated
<b>Assets</b>					
Cash and cash equivalents	\$ 89,377	\$ 16,053	\$ 944	\$ —	\$ 106,374
Other current assets	15,929	127,531	10,428	—	153,888
Properties, plants, equipment and mineral interests - net	642	2,657,261	8,347	—	2,666,250
Intercompany receivable (payable)	(132,464)	(812,078)	589,842	354,700	\$ —
Investments in subsidiaries	2,248,533	—	—	(2,248,533)	\$ —
Other non-current assets	432,468	21,960	29,353	(399,189)	\$ 84,592
<b>Total assets</b>	<b>\$ 2,654,485</b>	<b>\$ 2,010,727</b>	<b>\$ 638,914</b>	<b>\$ (2,293,022)</b>	<b>\$ 3,011,104</b>
<b>Liabilities and Stockholders' Equity</b>					
Current liabilities	\$ 50,383	\$ 141,439	\$ 10,128	\$ (44,490)	\$ 157,460
Long-term debt	636,000	17,063	0	—	653,063
Non-current portion of accrued reclamation	—	108,731	2,066	—	\$ 110,797
Non-current deferred tax liability	—	104,835	—	—	\$ 104,835
Other non-current liabilities	—	16,845	0	—	\$ 16,845
Stockholders' equity	1,968,102	1,621,814	626,720	(2,248,532)	\$ 1,968,104
<b>Total liabilities and stockholders' equity</b>	<b>\$ 2,654,485</b>	<b>\$ 2,010,727</b>	<b>\$ 638,914</b>	<b>\$ (2,293,022)</b>	<b>\$ 3,011,104</b>

**Unaudited Interim Condensed Consolidating Statements of Operations**

	Nine Months Ended September 30, 2024				
	Parent	Guarantors	Non-Guarantors (in thousands)	Eliminations	Consolidated
Revenues	\$ (8,761)	\$ 689,031	\$ —	\$ —	\$ 680,270
Cost of sales	(2,976)	(403,804)	—	—	(406,780)
Depreciation, depletion, amortization	—	(143,614)	—	—	(143,614)
General and administrative	(16,436)	(18,474)	(1,447)	—	(36,357)
Exploration and pre-development	(375)	(18,919)	(2,283)	—	(21,577)
Equity in earnings of subsidiaries	28,758	—	—	(28,758)	—
Other income (expense)	50,206	(60,159)	7,005	(22,771)	(25,719)
Income before income and mining taxes	50,416	44,061	3,275	(51,529)	46,223
Expense from income taxes	(26,539)	(18,576)	—	22,770	(22,345)
Net income	23,877	25,485	3,275	(28,759)	23,878
Preferred stock dividends	(414)	—	—	—	(414)
Income applicable to common stockholders	\$ 23,463	\$ 25,485	\$ 3,275	\$ (28,759)	\$ 23,464
Net income	23,877	25,485	3,275	(28,759)	23,878
Changes in comprehensive income	(8,720)	—	—	—	(8,720)
Comprehensive income	\$ 15,157	\$ 25,485	\$ 3,275	\$ (28,759)	\$ 15,158

### Item 3. Quantitative and Qualitative Disclosures About Market Risk

The following discussion about our exposure to market risks and risk management activities includes forward-looking statements that involve risks and uncertainties, as well as summarizes the financial instruments held by us at September 30, 2024, which are sensitive to changes in commodity prices and foreign exchange rates and are not held for trading purposes. Actual results could differ materially from those projected in the forward-looking statements. In the normal course of business, we also face risks that are either non-financial or non-quantifiable (See *Part I, Item 1A. – Risk Factors of our 2023 Form 10-K and Part II, Item 1A - Risk Factors* in our Form 10-Q for the quarterly period ended June 30, 2024).

#### Metals Prices

Changes in the market prices of silver, gold, lead and zinc can significantly affect our profitability and cash flow. Metals prices can and often do fluctuate widely and are affected by numerous factors beyond our control (see *Item 1A – Risk Factors – A substantial or extended decline in metals prices would have a material adverse effect on us* in our 2023 Form 10-K). We utilize financially-settled forward and put option contracts to manage our exposure to changes in prices for silver, gold, zinc and lead.

#### Provisional Sales

Sales of all metals products sold directly to customers, including by-product metals, are recorded as revenues when all performance obligations have been completed and the transaction price can be determined or reasonably estimated. For concentrate sales, revenues are generally recorded at the time of shipment at forward prices for the estimated month of settlement. Due to the time elapsed between shipment to the customer and the final settlement with the customer, we must estimate the prices at which sales of our metals will be settled. Previously recorded sales are adjusted to estimated settlement metals prices until final settlement by the customer. Changes in metals prices between shipment and final settlement will result in changes to revenues previously recorded upon shipment. Metals prices can and often do fluctuate widely and are affected by numerous factors beyond our control (see *Item 1A – Risk Factors – A substantial or extended decline in metals prices would have a material adverse effect on us* in our 2023 Form 10-K). At September 30, 2024, metals contained in concentrate sales and exposed to future price changes totaled 1.5 million ounces of silver, 500 ounces of gold, 22,525 tons of zinc and 51,650 tons of lead. If the price for each metal were to change by 10%, the change in the total value of the concentrates sold would be approximately \$21.3 million. As discussed in *Note 8 of Notes to Condensed Consolidated Financial Statements (Unaudited)*, we utilize a program designed and intended to mitigate the risk of negative price adjustments with limited mark-to-market financially-settled forward contracts for our silver, gold, zinc and lead sales.

#### Commodity-Price Risk Management

See *Note 8 of Notes to Condensed Consolidated Financial Statements (Unaudited)* for a description of our commodity-price risk management program.

#### Foreign Currency Risk Management

We operate and have mining interests in Canada, which exposes us to risks associated with fluctuations in the exchange rates between the USD and the CAD. We determined the functional currency for our Canadian operations is the USD. As such, foreign exchange gains and losses associated with the re-measurement of monetary assets and liabilities from CAD to USD are recorded to earnings each period. For the three and nine months ended September 30, 2024, we recognized a net foreign exchange loss of \$3.2 million and net foreign exchange gain of \$3.4 million, respectively, compared to a net foreign exchange gain of \$4.2 million and \$0.4 million for the three and nine months ended September 30, 2023, respectively. Foreign currency exchange rates are influenced by a number of factors beyond our control. A 10% change in the exchange rate between the USD and CAD from the rate at September 30, 2024 would have resulted in a change of approximately \$7.3 million in our net foreign exchange gain or loss. We do not hedge the remeasurement of monetary assets and liabilities. We do hedge some of our operating and capital costs denominated in CAD.

See *Note 9 of Notes to Condensed Consolidated Financial Statements (Unaudited)* for a description of our foreign currency risk management program.

#### **Item 4. Controls and Procedures**

An evaluation was performed under the supervision and with the participation of our management, including the Interim Chief Executive Officer ("CEO") and Chief Financial Officer ("CFO"), of the effectiveness of the design and operation of our disclosure controls and procedures as required by Securities Exchange Act Rules 13a-15(e) and 15d-15(e) as of the end of the period covered by this report. Based on that evaluation, our CEO and CFO concluded that our disclosure controls and procedures, including controls and procedures designed to ensure that information required to be disclosed by us is accumulated and communicated to our management (including our CEO and CFO), were effective as of September 30, 2024, in assuring them in a timely manner that material information required to be disclosed in this report has been properly recorded, processed, summarized and reported. There were no changes in our internal control over financial reporting during the three months ended September 30, 2024 that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting.

Internal control systems, no matter how well designed and operated, have inherent limitations. Therefore, even a system which is determined to be effective cannot provide absolute assurance that all control issues have been detected or prevented. Our systems of internal controls are designed to provide reasonable assurance with respect to financial statement preparation and presentation.

Part II - Other Information

Hecla Mining Company and Subsidiaries

**Item 1. Legal Proceedings**

For information concerning legal proceedings, refer to *Note 11 of Notes to Condensed Consolidated Financial Statements (Unaudited)*, which is incorporated by reference into this Item 1.

**Item 1A. Risk Factors**

*Item 1A. – Risk Factors* of our 2023 Form 10-K set forth information relating to important risks and uncertainties that could materially adversely affect our business, financial condition or operating results.

**Item 4. Mine Safety Disclosures**

The information concerning mine safety violations or other regulatory matters required by Section 1503(a) of the Dodd-Frank Wall Street Reform and Consumer Protection Act and Item 104 of Regulation S-K is included in exhibit 95 to this Quarterly Report.

**Item 5. Other Information**

During the three months ended September 30, 2024, no director or officer of the Company adopted or terminated a “Rule 10b5-1 trading arrangement” or “non-Rule 10b5-1 trading arrangement,” as each term is defined in Item 408(a) of Regulation S-K.

## Item 6. Exhibits

Hecla Mining Company and Wholly Owned Subsidiaries  
Form 10-Q – September 30, 2024  
Index to Exhibits

Exhibit Number	Description
10.3*	<a href="#">Amended and Restated Hecla Mining Company Stock Plan for Nonemployee Directors</a>
31.1*	<a href="#">Certification of Principal Executive Officer Pursuant to Rules 13a-14(a) and 15d-14(a) under the Securities Exchange Act of 1934, as Adopted Pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.</a>
31.2*	<a href="#">Certification of Principal Financial Officer Pursuant to Rules 13a-14(a) and 15d-14(a) under the Securities Exchange Act of 1934, as Adopted Pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.</a>
32.1*	<a href="#">Certification of Principal Executive Officer Pursuant to 18 U.S.C. Section 1350, as Adopted Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.</a>
32.2*	<a href="#">Certification of Principal Financial Officer Pursuant to 18 U.S.C. Section 1350, as Adopted Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.</a>
95*	<a href="#">Mine safety information listed in Section 1503 of the Dodd-Frank Act.</a>
101.INS	Inline XBRL Instance Document – the instance document does not appear in the Interactive Data File as its XBRL tags are embedded within the Inline XBRL document. **
101.SCH	Inline XBRL Taxonomy Extension Schema with Embedded Linkbase Documents **
104	Cover page formatted as Inline XBRL and contained in Exhibit 101 **

\* Filed herewith

\*\* XBRL information is furnished and not filed or a part of a registration statement or prospectus for purposes of Sections 11 or 12 of the Securities Act of 1933, as amended, is deemed not filed for purposes of Section 18 of the Securities and Exchange Act of 1934, as amended, and otherwise is not subject to liability under these sections.

(1) Indicates a management contract or compensatory plan or arrangement.

*Items 2 and 3 of Part II are not applicable and are omitted from this report.*

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

HECLA MINING COMPANY

(Registrant)

Date:	November 7, 2024	By: /s/ Catherine J. Boggs Catherine J. Boggs, Interim President and Chief Executive Officer, Director
Date:	November 7, 2024	By: /s/ Russell D. Lawlar Russell D. Lawlar, Senior Vice President, Chief Financial Officer

**AMENDED AND RESTATED HECLA MINING COMPANY STOCK PLAN FOR NONEMPLOYEE DIRECTORS**  
**(Approved by Shareholders May 25, 2017; Amended and Restated**  
**by the Board of Directors October 16, 2024)**

1. **Name of Plan.** This plan shall be known as the "Hecla Mining Company Stock Plan for Nonemployee Directors" and is hereinafter referred to as the "Plan."

2. **Purpose of Plan.** The purpose of the Plan is to enable Hecla Mining Company, a Delaware corporation (the "Corporation"), to attract and retain qualified persons to serve as members of the Corporation's Board of Directors (the "Board") from time to time (each, a "Director"), to enhance the equity interest of Directors in the Corporation and to solidify the common interests of Directors and stockholders of the Corporation ("Stockholders") in enhancing the value of the Corporation's common stock, par value \$0.25 per share (the "Common Stock"). The Plan seeks to encourage the highest level of Director performance by providing Directors with a proprietary interest in the Corporation's performance and progress by crediting them with shares of Common Stock annually in satisfaction of their annual retainer.

3. **Effective Date and Term.** The Plan shall be effective as of February 21, 2017 (the "Effective Date") (the date that it was approved by the Board), and shall remain in effect until (a) May 15, 2027 if approved by the Stockholders at the 2017 Annual Meeting of Stockholders, or (b) July 17, 2017 if not so approved by the Stockholders.

4. **Eligible Participants.** Each Director who is not a full-time employee of the Corporation or any of its affiliates ("Nonemployee Director") shall be a participant ("Participant") in the Plan. Each credit of shares of Common Stock pursuant to the Plan shall be evidenced by a written agreement duly executed and delivered by or on behalf of the Corporation and a Participant, if such an agreement is required by the Corporation to ensure compliance with applicable laws and regulations. Following the Effective Date, no Participant shall be eligible to receive awards under any other equity compensation plan of the Corporation or an affiliate while a Participant in the Plan.

5. **Credit of Shares.** (a) Commencing as of the Effective Date, in satisfaction of the annual retainer payable to each Participant for service on the Board (the "Annual Retainer"), each Participant shall be credited with shares of Common Stock subject to applicable restrictions set forth in Section 6 below with respect to payment. Subject to Section 5(b) below, each Participant shall be credited each year for service on the Board with a number of shares of Common Stock determined by dividing the amount of the Annual Retainer for the applicable year by the average closing price for the Common Stock on the New York Stock Exchange (or if not listed on such exchange on any other national securities exchange on which the shares of Common Stock are listed) for the prior calendar year (the "Stock Retainer"). The Stock Retainer for each year shall be credited by September 30 of each year during the term of the Plan (with the actual date of crediting being the "Credit Date"), commencing as of the Effective Date. A minimum of 25% of each Stock Retainer (or a greater percentage up to 100% if the Participant so elects prior to the first day of the year in which the applicable Stock Retainer is to be credited) shall be contributed to a grantor trust established by the Corporation pursuant to Section 6(g) below and subject to its terms (the "Trust Shares"). The portion of the applicable Stock Retainer that is not contributed to

a grantor trust shall be transferred to the Participant as soon as administratively practicable following the applicable Credit Date.

(b) Any person who becomes a Nonemployee Director following the Credit Date of any year during the term of the Plan, whether by appointment or election as a Director or by change in status from a full-time employee, shall receive, on becoming a Nonemployee Director, a pro rata portion of the Stock Retainer, with the number of shares of Common Stock equal to the product of the number of shares determined pursuant to Section 5(a) above times a fraction, the numerator of which is the number of full weeks remaining until December 31 of the year in which the person becomes a Nonemployee Director and the denominator of which is 52; provided that no fractional shares shall be credited and the number of shares of Common Stock to be credited pursuant to this Section 5(b) shall be rounded up to the next whole number. A minimum of 25% of any Stock Retainer payable pursuant to this Section 5(b) (or a greater percentage up to 100% if the Participant so elects within 30 days after becoming a Participant in the Plan (or such other time period permitted under Section 409A ("Section 409A") of the Internal Revenue Code of 1986, as amended)) shall be Trust Shares and any portion the applicable Stock Retainer that is not contributed to a grantor trust shall be transferred to the Participant as soon as administratively practicable following the time the Participant becomes a Nonemployee Director.

6. Delivery of Trust Shares. (a) The Trust Shares, together with the "Dividend Equivalent Amount" (as defined in Section 6(c) below) with respect thereto, shall be delivered to the Participant or the Participant's estate or legal guardian in shares of Common Stock on, or beginning on, the Delivery Date (as defined in Section 6(b) below), in accordance with this Section 6.

(b) The "Delivery Date" means the first date upon which one of the following events occurs:

- (i) Death of the Participant;
- (ii) Disability of the Participant as defined in Section 6(f) below;
- (iii) Retirement of the Participant from service as a Director in accordance with the Corporation's By-Laws then in effect;
- (iv) Cessation of service as a Director for any reason other than those specified in clauses (i), (ii) or (iii) immediately above;
- (v) Change in Control as defined in Section 8 below; or
- (vi) At a specified date at least 24 months after the applicable Credit Date for the Stock Retainer, pursuant to an election made by the Participant prior to the first day of the year in which the applicable notional shares of Common Stock are credited to the Participant under Section 5 above.

(c) The "Dividend Equivalent Amount" with respect to any Trust Shares means (i) the amount of cash, plus the fair market value as determined by the Board on the date of distribution of any property, other than stock of the Corporation, plus (ii) any shares of stock of the

Corporation, in each case which the Participant would have received as dividends or other distributions with respect to the Trust Shares, if the Trust Shares had been delivered to the Participant as shares of Common Stock at the time they were credited to the Participant under this Plan, plus (iii) interest on the amount described in clauses (i) plus (ii) at a rate equal to the Corporation's cost of funds, from the date or date(s) such dividends or other distributions would have been received through the date the Trust Shares are delivered.

(d) If a Participant's Delivery Date is described in clause (iv) (normal cessation of service), clause (v) (Change in Control) or clause (vi) (specified date) of Section 6(b) above, all Trust Shares and all Dividend Equivalent Amounts with respect thereto shall be delivered at one time, as soon as practicable after the Delivery Date. If a Participant's Delivery Date is described in clause (i) (death), clause (ii) (Disability) or clause (iii) (retirement) of Section 6(b) above, the Trust Shares and the Dividend Equivalent Amounts with respect thereto shall be delivered at one time, as soon as practicable after the Delivery Date, unless the Participant has in effect a valid Installment Delivery Election pursuant to Section 6(e) below to have the Trust Shares and Dividend Equivalent Amounts delivered in yearly installments over 5, 10 or 15 years (the "Applicable Delivery Period"). If the Participant does have in effect a valid Installment Delivery Election, then the Trust Shares, together with the Dividend Equivalent Amounts with respect thereto, shall be delivered in equal yearly installments over the Applicable Delivery Period, with the first such installment being delivered on the first anniversary of the Delivery Date; provided, that if in order to equalize such installments, fractional shares would have to be delivered, such installments shall be adjusted by rounding to the nearest whole share. If any Trust Shares and Dividend Equivalent Amounts of a Participant are to be delivered after the Participant has died or become legally incompetent, they shall be delivered to the Participant's estate or legal guardian, as the case may be, in accordance with the foregoing schedules; provided, that if the Participant dies with a valid Installment Delivery Election in effect, and the legal representatives of the Participant's estate so request, the Board may (but shall not be obligated to) deliver all remaining undelivered Trust Shares and Dividend Equivalent Amounts to the Participant's estate immediately. References to the Participant in this Plan shall be deemed to refer to the Participant's estate or legal guardian, where appropriate.

(e) An "Installment Delivery Election" means a written election by a Participant, on such form as may be prescribed by the Board, to receive delivery of Trust Shares and Dividend Equivalent Amounts in installments over a period of 5, 10 or 15 years, as more fully described in Section 6(d) above. Once made, an Installment Delivery Election may be superseded by another Installment Delivery Election. However, in order for any initial or superseding Installment Delivery Election to be valid, it must be received by the Corporation prior to the first day of the year in which the applicable shares of Common Stock are credited to the Participant under Section 5. In the case of multiple Installment Delivery Elections and/or revocations by any Participant, the most recent valid Installment Delivery Election or revocation in effect as of the Delivery Date shall be controlling. No Delivery Elections once made can be accelerated and any elections to further defer Delivery Elections must be made in accordance with the following:

- (i) Such election will not take effect until 12 months after the election is made;

- (ii) Any subsequent election other than under Section 6(b)(i) or Section 6(b)(ii) above must be for a period of at least 5 years from the date such Delivery Election issuance would otherwise have been made under the Plan; and
- (iii) With respect to any Delivery Election issuance to be made at a specified time or pursuant to a fixed schedule pursuant to an election at the time of such initial deferral, such election must be made at least 12 months prior to the date of the first scheduled Delivery Election issuance under such initial election.

(f) "Disability" shall mean (i) the Participant is unable to engage in any substantial gainful activity by reason of any medically determinable physical or mental impairment that can be expected to result in death or can be expected to last for a continuous period of not less than 12 months, (ii) the Participant is, by reason of any medically determinable physical or mental impairment that can be expected to result in death or can be expected to last for a continuous period of not less than 12 months, receiving income replacement benefits for a period of not less than three months under an accident and health plan covering service providers of the Corporation or (iii) any other definition provided under Section 409A. Unless otherwise provided by the Board, in the event that the timing of payments under the Plan (that would otherwise be considered "deferred compensation" subject to Section 409A) would be accelerated upon the occurrence of a Disability, no such acceleration shall be permitted unless the Disability also satisfies the definition of "disability" pursuant to Section 409A.

(g) The Corporation has created a grantor trust (the "Trust") to assist it in accumulating the shares, cash and other property needed to fulfill its obligations under this Section 6. On each date when a Stock Retainer is credited to a Participant, the Corporation shall contribute Trust Shares to the Trust. However, Participants shall have no beneficial or other interest in the Trust and the assets thereof, and their rights under the Plan shall be as general creditors of the Corporation, unaffected by the existence or nonexistence of the Trust, except that deliveries of Trust Shares and payments of cash and other property to Participants from the Trust shall, to the extent thereof, be treated as satisfying the Corporation's obligations under this Section 6.

7. Share Certificates; Voting and Other Rights. The certificates for shares delivered to a Participant or the trustee of the Trust, if any (the "Trustee"), pursuant to Section 6 above shall be issued in the name of the Participant or the Trustee, as the case may be, and the Participant or the Trustee, as the case may be, shall be entitled to all rights of a Stockholder with respect to Common Stock for all such shares issued in his name, including the right to vote the shares; provided, however, that the Participant or the Trustee, as the case may be, shall not receive dividends and other distributions paid or made with respect to such shares in addition to the Dividend Equivalent Amounts.

8. Change in Control. A "Change in Control" shall be deemed to have occurred if any of the following events shall have happened:

- (i) An acquisition by any individual, entity or group (within the meaning of Section 13(d)(3) or 14(d)(2) of the Securities Exchange Act of 1934, as amended (the "Exchange Act")) (a "Person") (including in connection with

a merger, consolidation, purchase or acquisition of Common Stock, or similar business transaction) of beneficial ownership (within the meaning of Rule 13d-3 promulgated under the Exchange Act) of 50% or more of either (1) the fair market value of then outstanding shares of Common Stock of the Corporation (the "Outstanding Corporation Common Stock") or (2) the combined voting power of the then outstanding voting securities of the Corporation entitled to vote generally in the election of Directors (the "Outstanding Corporation Voting Securities"); excluding, however, the following: (1) any acquisition directly from the Corporation, other than an acquisition by virtue of the exercise of a conversion privilege unless the security being so converted was itself acquired directly from the Corporation; (2) any acquisition by the Corporation (other than an increase in the percentage of Common Stock owned by a Person caused as a result of a transaction in which the Corporation acquires its Common Stock in exchange for property); (3) any acquisition by any employee benefit plan (or related trust) sponsored or maintained by the Corporation or any corporation controlled by the Corporation; (4) any acquisition of additional beneficial ownership in Common Stock by a Person that is already considered to own more than 50% of more of the total fair market value or total voting power of the Corporation; or (5) any transaction in which the Common Stock of the Corporation does not remain outstanding after the transaction; or

- (ii) An acquisition by any Person (including in connection with a merger, consolidation, purchase or acquisition of Common Stock, or similar business transaction) of beneficial ownership of 30% or more of the combined voting power of the Corporation during a 12-month period; excluding, however, the following: (1) any acquisition directly from the Corporation, other than an acquisition by virtue of the exercise of a conversion privilege unless the security being so converted was itself acquired directly from the Corporation; (2) any acquisition by the Corporation (other than an increase in the percentage of Common Stock owned by a Person caused as a result of a transaction in which the Corporation acquires its Common Stock in exchange for property); (3) any acquisition by any employee benefit plan (or related trust) sponsored or maintained by the Corporation or any corporation controlled by the Corporation; or (4) any acquisition of additional beneficial ownership in Common Stock by a Person that is already considered to own more than 30% of more of the total voting power of the Corporation; or
- (iii) A change in the composition of the Board such that a majority of the Directors (such Directors shall be hereinafter referred to as the "Incumbent Directors") are replaced during any 12-month period by Directors whose appointment or election is not endorsed by a majority of the Incumbent Directors before the date of the appointment or election; or

- (iv) An acquisition by any Person of assets from the Corporation, during a 12-month period, that have a total gross fair market value equal to or more than 40% of the total gross fair market value of all the assets of the Corporation immediately before such acquisition or acquisitions; excluding, however, an acquisition by any Person that is an entity controlled by the shareholders of the Corporation immediately after the transfer (within the meaning of Section 409A).

Notwithstanding any provision of this definition to the contrary, in the event that any amount or benefit under the Plan constitutes deferred compensation under Section 409A and the settlement of or distribution of such amount or benefit is to be triggered by a Change in Control, then such settlement or distribution shall be subject to the event constituting the Change in Control also constituting a "change in control event" under Section 409A.

9. General Restrictions. (a) Notwithstanding any other provision of the Plan or agreements made pursuant thereto, the Corporation shall not be required to issue or deliver any certificate or certificates for shares of Common Stock under the Plan prior to fulfillment of all the following conditions:

- (i) Listing or approval for listing upon notice of issuance of such shares on The New York Stock Exchange, or such other securities exchange as may at the time be the principal market for the Common Stock;
- (ii) Any registration or other qualification of such shares of the Corporation under any state or federal law or regulation, or maintaining in effect any such registration or other qualification which the Board shall deem necessary or advisable; and
- (iii) Obtaining any other consent, approval or permit from any state or federal governmental agency which the Board shall determine to be necessary or advisable.

(b) Nothing contained in the Plan shall prevent the Corporation from adopting other or additional compensation arrangements for the Participants.

(c) The Corporation shall not be required to issue or deliver any shares of Common Stock under the Plan if such issuance or delivery would constitute a violation of any provision of any law or regulation of any governmental authority.

10. Shares Available. (a) Subject to Section 11 below, the maximum number of shares of Common Stock which may be credited as Stock Retainers pursuant to the Plan is (i) 1,000,000 as of the Effective Date, and (ii) 3,000,000 as of the Corporation's 2017 Annual Meeting of Stockholders, subject to the approval of the Stockholders at the 2017 Annual Meeting. Shares of Common Stock issuable under the Plan shall be taken from authorized but unissued shares or from treasury shares of the Corporation as shall from time to time be necessary for issuance pursuant to the Plan.

(b) The maximum value of Stock Retainers credited during any calendar year to any Nonemployee Director, taken together with any cash fees paid to such Nonemployee Director for Board service during the calendar year and the value of awards granted to the Nonemployee Director under any other equity compensation plan of the Corporation or an affiliate during the calendar year, shall not exceed the following in total value (calculating the value of any Stock Retainers or other equity compensation plan awards based on the grant date fair value for financial reporting purposes): (i) \$900,000 for the Chair of the Board and (ii) \$675,000 for each Nonemployee Director other than the Chair of the Board; provided, however, that awards granted to Nonemployee Directors upon their initial election to the Board or the board of directors of an affiliate shall not be counted against the limits under this paragraph.

11. Change in Capital Structure. Subject to any required action by the Stockholders, in the event of any change in the Common Stock effected without receipt of consideration by the Corporation, whether by reason of any stock dividend, stock split, split-up, split-off, spin-off, combination of shares, exchange of shares, warrants or rights offering to purchase Common Stock at a price below its fair market value, reclassification, recapitalization, reorganization, reincorporation, merger, consolidation or other change in capitalization, appropriate adjustment shall be made by the Board in the number and kind of shares subject to the Plan and any other relevant provisions of the Plan, in order to prevent dilution or enlargement of Participants' rights under the Plan.

12. Administration; Amendment. (a) The Board shall have such powers and authorities related to the administration of the Plan as are consistent with the Corporation's certificate of incorporation and bylaws and applicable law. The Board shall have the power and authority to delegate its responsibilities hereunder to its Compensation Committee or such other committee as determined by the Board (the "Committee"), which shall have full authority to act in accordance with its charter (as in effect from time to time), and with respect to the power and authority of the Board to act hereunder, all references to the Board shall be deemed to include a reference to the Committee, unless such power or authority is specifically reserved by the Board. Except as may be required by applicable law, regulatory requirement or the certificate of incorporation or the bylaws of the Corporation, the Board shall have full power and authority to take all actions and to make all determinations required or provided for under the Plan, and shall have full power and authority to take all such other actions and make all such other determinations that the Board deems to be necessary or appropriate to the administration of the Plan. All actions, determinations and decisions by the Board or the Committee under the Plan shall be in the sole discretion of the Board (or the Committee, as applicable) and shall be final, binding, and conclusive on all persons.

(b) The Board may, at any time and from time to time, amend or suspend the Plan. An amendment shall be contingent on approval of the Stockholders to the extent stated by the Board, required by applicable law or required by applicable securities exchange listing requirements. No amendment or suspension of the Plan shall, without the consent of the affected Participant, materially impair rights or obligations of such Participant.

(c) The Board may terminate the Plan at any time subject to the requirements of Section 409A.

13. Grandfathered Amounts. Notwithstanding anything in this Plan to the contrary, any amounts accrued and vested by Participants under the Plan prior to January 1, 2005 will be paid under the terms of the Plan as then in effect.

14. Miscellaneous. (a) Nothing in the Plan shall be deemed to create any obligation on the part of the Board to nominate any Director for reelection by the Stockholders or to limit the rights of the Stockholders to remove any Director.

(b) The Corporation shall have the right to require, prior to the issuance or delivery of any shares of Common Stock pursuant to the Plan, payment by a Participant of any taxes required by law with respect to the issuance or delivery of such shares.

15. Section 409A. (a) Notwithstanding any provision of the Plan to the contrary, it is intended that the provisions of the Plan comply with Section 409A, and all provisions of the Plan shall be construed and interpreted in a manner consistent with the requirements for avoiding taxes or penalties under Section 409A. Each Participant is solely responsible and liable for the satisfaction of all taxes and penalties that may be imposed on or in respect of such Participant in connection with the Plan (including any taxes and penalties under Section 409A), and the Corporation shall not have any obligation to indemnify or otherwise hold any Participant (or beneficiary) harmless from any or all such taxes or penalties. With respect to any amount under the Plan that is considered "deferred compensation" subject to Section 409A, references in the Plan to "termination of employment" (and substantially similar phrases) shall mean "separation from service" within the meaning of Section 409A. For purposes of Section 409A, each of the payments that may be made under the Plan is designated as a separate payment.

(b) Notwithstanding anything in the Plan to the contrary, if a Participant is a "specified employee" within the meaning of Section 409A, no payments under the Plan that are "deferred compensation" subject to Section 409A and that would otherwise be payable upon the Participant's "separation from service" (as defined in Section 409A) shall be made to such Participant prior to the date that is six months after the date of such Participant's "separation from service" or, if earlier, the date of the Participant's death. Following any applicable six-month delay, all such delayed payments will be paid in a single lump sum on the earliest date permitted under Section 409A that is also a business day.

16. Governing Law. The Plan and all actions taken thereunder shall be governed by and construed in accordance with the laws of the State of Delaware.

**CERTIFICATION PURSUANT TO  
RULES 13a-14(a) AND 15d-14(a) UNDER THE SECURITIES EXCHANGE ACT OF 1934,  
AS ADOPTED PURSUANT TO SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002**

I, Catherine J. Boggs, certify that:

1. I have reviewed this quarterly report on Form 10-Q of Hecla Mining Company;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
  - (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
  - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - (c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
  - (d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. The registrant's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
  - (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
  - (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: November 7, 2024

By:

*/s/ Catherine J. Boggs*  
**Catherine J. Boggs**  
**Interim President and Chief Executive Officer and Director**

**CERTIFICATION PURSUANT TO  
RULES 13a-14(a) AND 15d-14(a) UNDER THE SECURITIES EXCHANGE ACT OF 1934,  
AS ADOPTED PURSUANT TO SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002**

I, Russell D. Lawlar, certify that:

1. I have reviewed this quarterly report on Form 10-Q of Hecla Mining Company;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
  - (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
  - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - (c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
  - (d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. The registrant's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
  - (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
  - (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: November 7, 2024

By:

/s/ Russell D. Lawlar

**Russell D. Lawlar  
Senior Vice President, Chief Financial Officer**

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**CERTIFICATIONS**

I, Catherine J. Boggs, Interim President and Chief Executive Officer and Director of Hecla Mining Company ("Hecla"), certify that to my knowledge:

1. This quarterly report of Hecla on Form 10-Q ("report") fully complies with the requirements of section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
2. The information contained in the report fairly presents, in all material respects, the financial condition and results of operations of Hecla.

Date: November 7, 2024

By:

/s/ Catherine J. Boggs  
**Catherine J. Boggs**  
**Interim President and Chief Executive Officer and Director**

A signed original of this written statement required by Section 906, or other document authenticating, acknowledging or otherwise adopting the signature that appears in typed form within the electronic version of this written statement required by Section 906 has been provided to Hecla Mining Company and will be retained by Hecla and furnished to the Securities and Exchange Commission or its staff upon request.

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The foregoing certification is being furnished in accordance with Securities and Exchange Commission Release No. 34-47551 and shall not be considered filed as part of the Form 10-Q.

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**CERTIFICATIONS**

I, Russell D. Lawlar, Senior Vice President, Chief Financial Officer of Hecla Mining Company ("Hecla"), certify that to my knowledge:

1. This quarterly report of Hecla on Form 10-Q ("report") fully complies with the requirements of section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
2. The information contained in the report fairly presents, in all material respects, the financial condition and results of operations of Hecla.

Date: November 7, 2024

By:

/s/ Russell D. Lawlar  
**Russell D. Lawlar**  
**Senior Vice President, Chief Financial Officer**

A signed original of this written statement required by Section 906, or other document authenticating, acknowledging or otherwise adopting the signature that appears in typed form within the electronic version of this written statement required by Section 906 has been provided to Hecla Mining Company and will be retained by Hecla and furnished to the Securities and Exchange Commission or its staff upon request.

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The foregoing certification is being furnished in accordance with Securities and Exchange Commission Release No. 34-47551 and shall not be considered filed as part of the Form 10-Q.

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Mine Safety Disclosures

Our mines are operated subject to the regulation of the Federal Mine Safety and Health Administration ("MSHA"), under the Federal Mine Safety and Health Act of 1977 (the "Mine Act"). In July 2010, the Dodd-Frank Wall Street Reform and Consumer Protection Act (the "Dodd-Frank Act") was signed into law, and amended in December 2011. When MSHA believes a violation of the Mine Act has occurred, it may issue a citation for such violation, including a civil penalty or fine, and the mine operator must abate the alleged violation.

As required by the reporting requirements of the Dodd-Frank Act, as amended, the table below presents the following information for the three months ended September 30, 2024.

Mine	Citations	Orders	Orders	Violations	Orders	Received								
						Section				Total		Received		
						104(d)		Value of		Number	Pattern of	to have	Actions	Legal
	Section	Section	Citations	Section	Section	MSHA	Mining	Under	Under	Patterns	Pending	Actions	Legal	Legal
	104 S&S	104(b)	and	110(b)(2)	107(a)	Assessments	Related	Section	Section	Violations	Under	as of Last	Initiated	Resolved
Mine	Citations	Orders	Orders	Violations	Orders	Proposed	Fatalities	104(e)	104(e)	Period	Period	Period	Period	Period
Greens Creek	1	0	0	—	1	\$0	—	no	no	0	0	0	0	0
Lucky Friday	1	0	0	—	—	\$0	—	no	no	0	0	0	0	0
Troy	0	0	0	—	—	\$0	—	no	no	0	0	0	0	0
Fire Creek	0	0	0	—	—	\$0	—	no	no	0	0	0	0	0
Hollister	0	0	0	—	—	\$0	—	no	no	0	0	0	0	0
Midas	0	0	0	—	—	\$0	—	no	no	0	0	0	0	0
Bulldog	0	0	0	—	—	\$0	—	no	no	0	0	0	0	0
Libby Project	0	0	0	—	—	\$0	—	no	no	0	0	0	0	0

