

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

<b>Part I Reporting Issuer</b>			
1 Issuer's name <b>Hecla Mining Company</b>		2 Issuer's employer identification number (EIN) <b>77-0664171</b>	
3 Name of contact for additional information <b>Dave Vasquez</b>	4 Telephone No. of contact <b>208-769-4100</b>	5 Email address of contact <b>dvasquez@hecla-mining.com</b>	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact <b>6500 N. Mineral Drive, Ste. 200</b>		7 City, town, or post office, state, and Zip code of contact <b>Coeur d'Alene, ID 83815</b>	
8 Date of action <b>10/1/2014</b>	9 Classification and description <b>Series B Preferred Stock</b>		
10 CUSIP number <b>422704205</b>	11 Serial number(s)	12 Ticker symbol <b>HL</b>	13 Account number(s)

**Part II Organizational Action** Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ Non-dividend distribution

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15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ Non-dividend distribution results in a reduction to the basis of the security (to the extent thereof) in the amount of \$0.875 per share, the entire amount of the distribution.

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16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ The basis (to the extent thereof) is reduced by the entire amount of the distribution due to insufficient earnings and profits.

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**Part II Organizational Action** (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ Sections 301(c)(2), 301(c)(3), 316(a)

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18 Can any resulting loss be recognized? ▶ Not applicable

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19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The reportable tax year is 2014.

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Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

**Sign Here**

Signature ▶  Date ▶ 11/12/15

Print your name ▶ James A. Sabala Title ▶ Senior Vice President & CFO

<b>Paid Preparer Use Only</b>	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶	Firm's EIN ▶			
	Firm's address ▶	Phone no.			