

Hochschild Mining plc



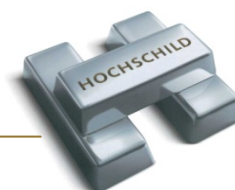
2009 Interim Results

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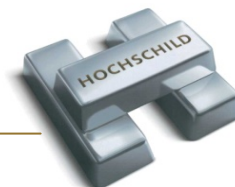
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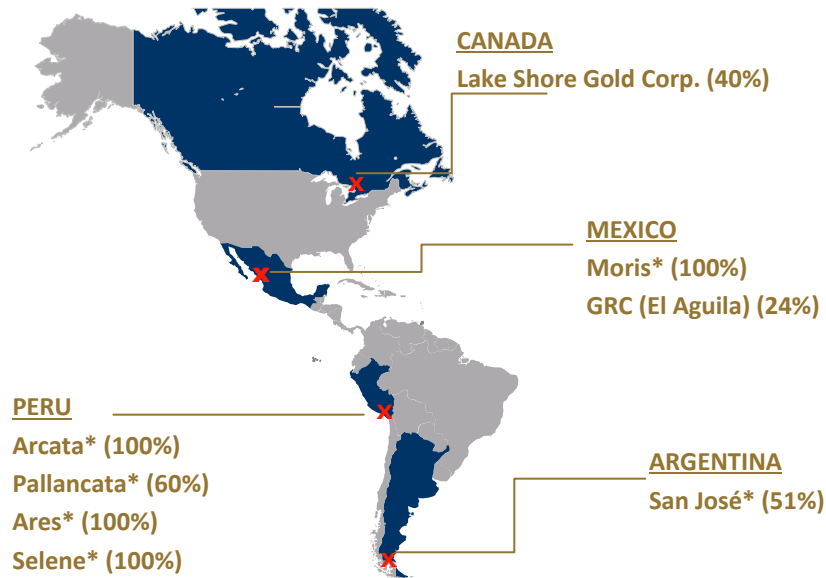
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Company Overview



- A leading mining company specialising in high margin, precious metal deposits
- 40 years operating experience
- FTSE 250 company listed on the London Stock Exchange
- Over £800 million market cap⁺
- Approx. 39% free float

Strategic clusters in the Americas

* Mines/plants in operation

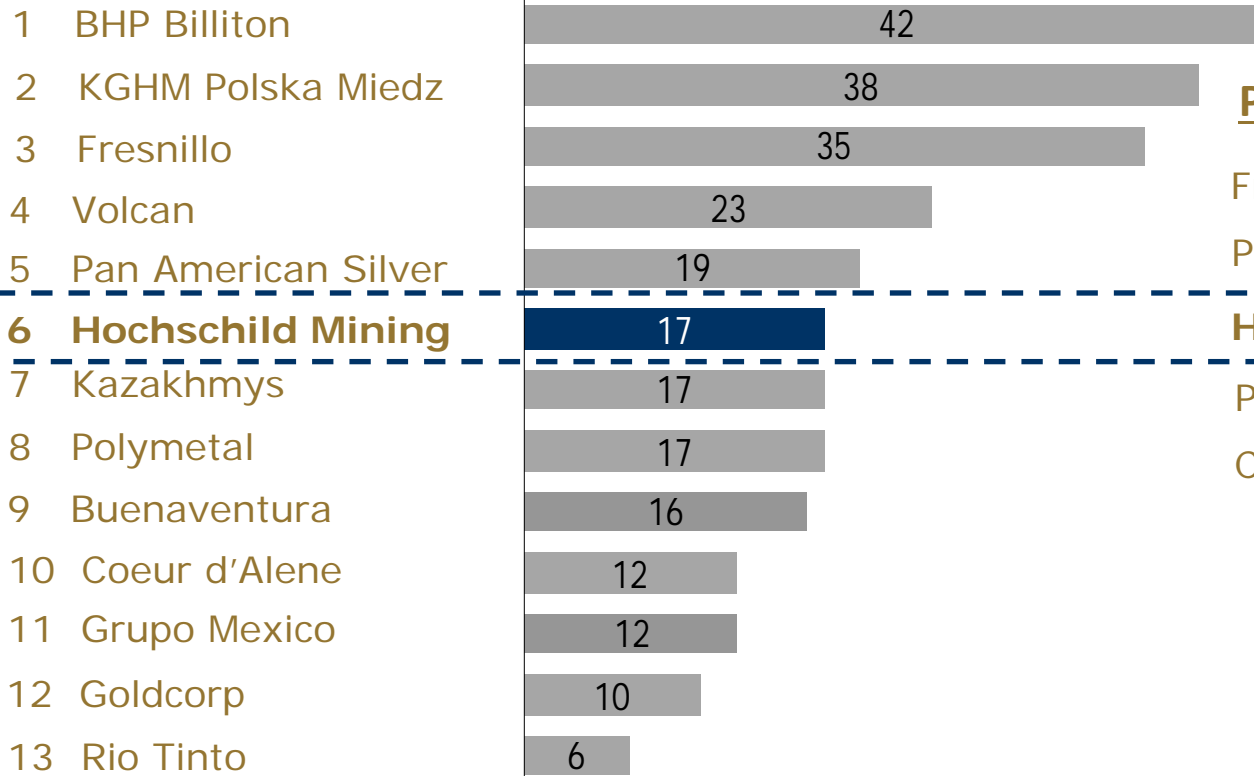
⁺ As at 16 August 2009



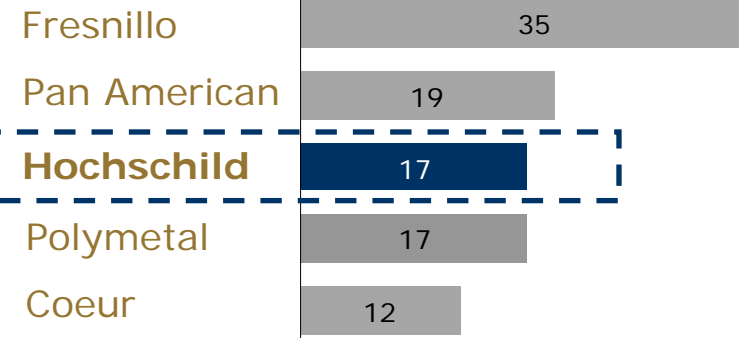
3rd largest primary silver producer

No. Company

2008 production (moz Ag)



Primary silver producers



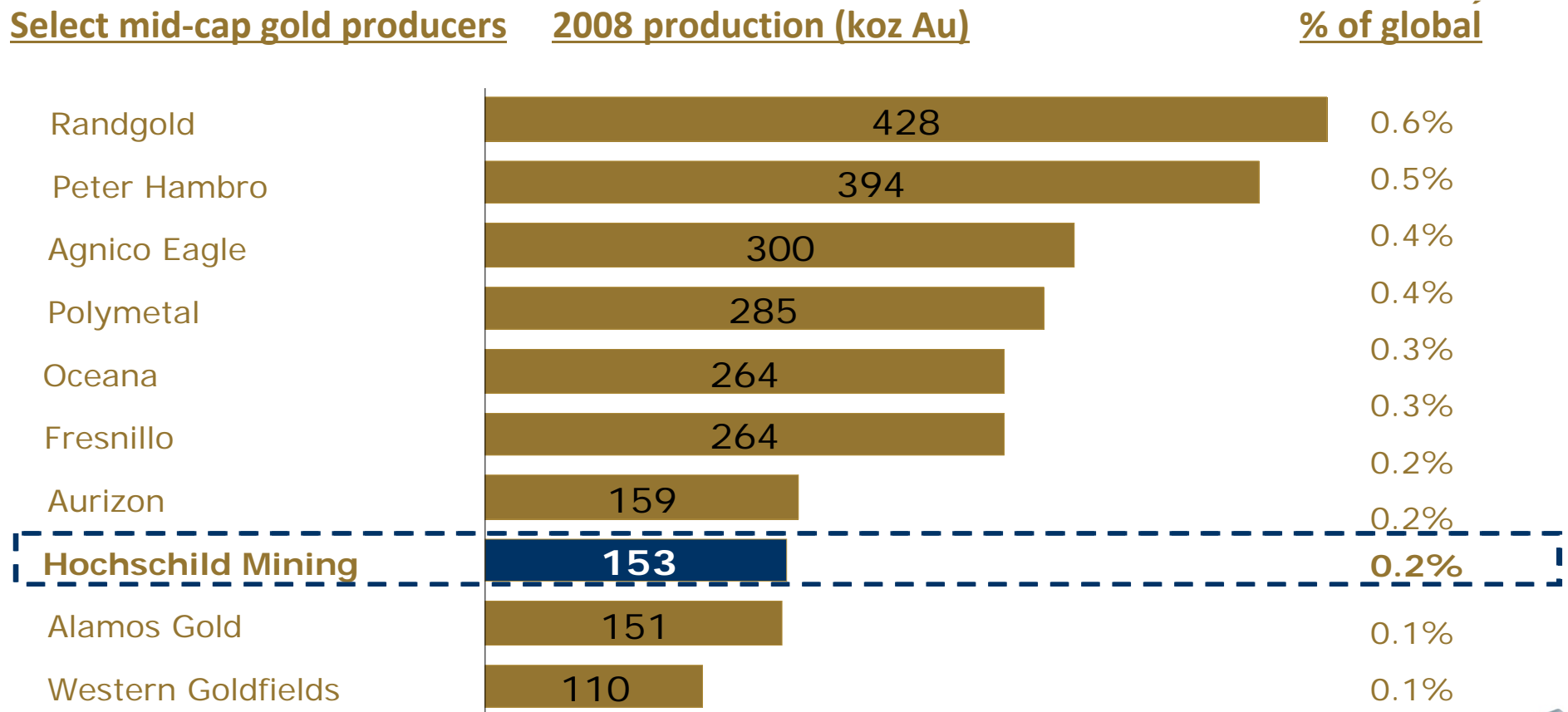
Source: 2008 Company filings

3 Hochschild Mining considered a primary silver producer with approximately 60% of revenue derived from silver



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A developing producer of gold



Source: 2008 Company filings

4 Estimated 2008 global production of 2,385 tonnes, RBC Capital Markets Global Gold Outlook February 4, 2009



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H109 Operational highlights



- Record first half production up 17% year-on-year at 13.9 million silver equivalent ounces
- On track to achieve 2009 production target of 28 million attributable silver equivalent ounces
- Continued progress on cost reduction
- Delivered on M&A strategy with over \$57 million invested in H109:
 - Participated in Lake Shore Gold equity financing, maintaining ownership at 40%
 - Increased stake in Gold Resource Corporation from 5% to 24%*
 - 100% of Southwestern Resources
 - 30% of Moris, bringing it to full ownership

Delivering on our growth strategy



** Stake increased from 17% to 24% on 20 July 2009*

H109 Financial highlights

- Revenue of \$230.6 million flat y-on-y despite 22% fall in realised silver prices
- Administrative expenses down 34% y-on-y to \$23.5 million
- Unit cost per tonne down 10%* y-on-y
- Pre-exceptional EPS of \$0.06 after forward sales losses of \$18 million
- \$5.9 million in exceptional items, bringing post exceptional EPS to \$0.08
- Strong cashflow from operations of \$98 million
- Interim dividend maintained at \$0.02 per share

Strong financial performance



** Excludes Moris, our only open pit mine. Including Moris, unit cost per tonne is 14% lower y-o-y.*

H109 P&L Summary – Pre Exceptionals

US\$ millions	H109	H108
Revenue	231	232
• <i>Production (attrib. Ag eq. oz)</i>	13.9	11.9
Cost of sales	(125)	(101)
• <i>Unit costs (\$/t)¹</i>	73.9	82.1
• <i>D&A</i>	(30)	(21)
Gross profit	106	131
Admin. expenses	(24)	(36)
Others	(15)	(15)
Operating profit	67	80
Finance net ²	(28)	(3)
Tax	(12)	(24)
Attrib. net profit	19	39
EPS	\$0.06	\$0.13

+17%

-10%¹

-34%

Delivering on our commitments

- 17% increase in production following successful completion of capacity expansions
- Efficiently controlling costs:
 - 34% reduction in admin expenses
 - 10% reduction in unit cost per tonne
- Net results mainly influenced by lower prices and impact of forward sales losses

¹ Excludes Moris, our only open pit mine. Including Moris, unit cost per tonne is 14% lower y-o-y.

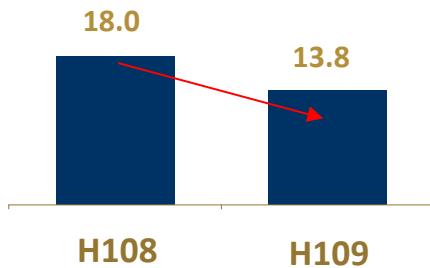
² Finance cost includes \$18 million losses in forward sales and Hochschild's share of post tax losses of associates



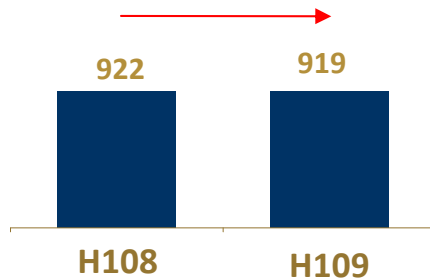
Robust underlying business

Gross Prices*

Silver (\$/ounce)



Gold (\$/ounce)



\$ million	H109	H108	%	H109 @ H108 prices ¹	%
Revenue	231	232	(1%)	276	19%
EBITDA	100	108	(7%)	144	33%
Net profit	27	53	(49%)	55	4%
EPS (cents)	6.1	12.6	(52%)	12.9	2%

Focusing on the variables we can control



* Before commercial discounts

8 ¹ All other variables remain the same, includes \$18 million loss relating to our forward sales contracts

Strong cash flow generation

US\$ millions	
Cash and cash equivalents (31 Dec 2008)	116
Cash flow from operations	98
Less:	
Gold Resources Corp. ¹	(18)
Southwestern	(19)
Lake Shore	(18)
Moris (30%)	(2)
Capex (additions of PP&E)	(58)
Other	(14)
Plus:	
Financing activities	(27)
Cash & cash equivalents (30 June 2009)	59

- \$98 million generated in H109 compared to \$59 million in H208
- Cash flow being used to fund M&A, our exploration programme and the production of profitable ounces

¹ Does not include the increase in ownership from 17 to 24% made after the period end which amounts to \$15 million



Our growth strategy

Current Operations

- All planned expansions completed
- Brownfield exploration – maximising LOM

M&A

- Lake Shore Gold
- Gold Resource Corporation
- Southwestern Resources

Greenfield exploration

- Solid project portfolio
- Also targeting new deposit types and new clusters

Operational growth and leverage from exploration



Current Operations – Arcata

Operations

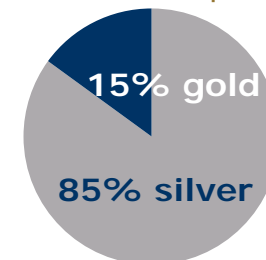
- H109 production: 5.8 million attributable silver equivalent ounces
- Conversion to doré
 - \$25-30m investment to convert Arcata's concentrate to doré, 2 years pay-back

Brownfield

- Two structures identified north of Mariana:
- 400m N: 0.7m at 4.6 g/t Au & 468 g/t Ag and 0.6m at 1.7 g/t Au & 539 g/t Ag
 - 800m N: 0.7m at 2.7 g/t Au & 533 g/t Ag



Production split*



* % of H109 total silver equivalent production at Arcata

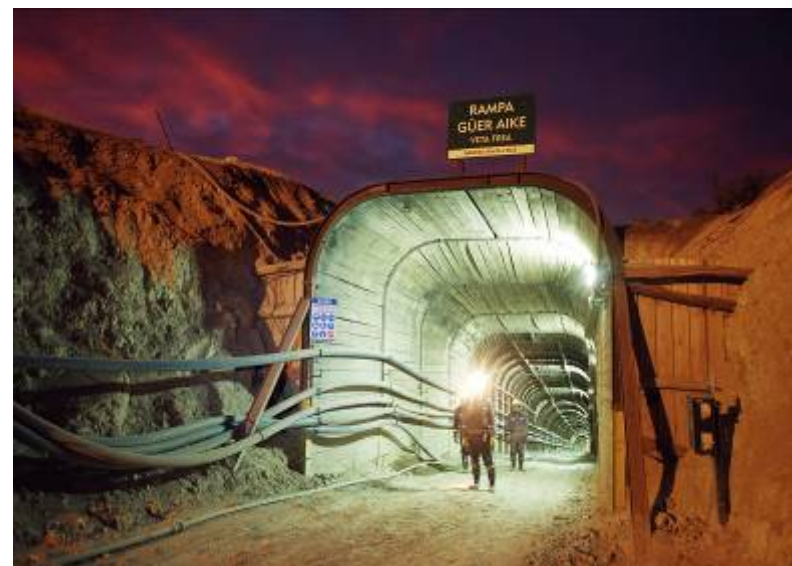
Current operations – San José

Operations

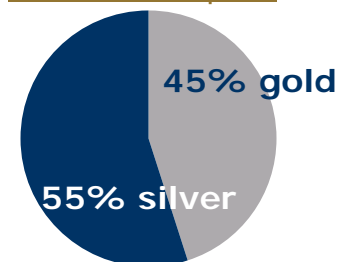
- H109 production: 2.4 million attributable silver equivalent ounces
- Reached full capacity during H109
- Costs savings - Constructed new power line linking San José to the national grid

Brownfield

New mineralised structure, 845m from Huevos Verdes vein
- 1.0 m at 8.9 g/t Au & 517 g/t Ag



Production split*



* % of H109 total silver equivalent production at San José

Current Operations – Pallancata/Selene's plant

Operations

- H109 combined production: 3.2 million attributable silver equivalent ounces
- Following closure of Selene mine in H109, 100% of ore processed at Selene's plant is from Pallancata

Brownfield

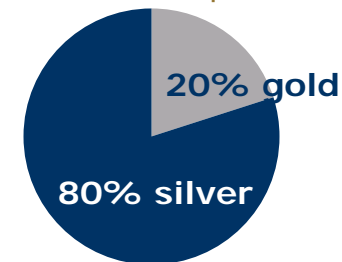
Near mine exploration

Drill intercepts at Virgen del Carmen vein system:

- 0.8m at 527 g/t Ag & 2.2 g/t Au
- 1.5m at 785 g/t Ag & 1.5 g/t Au



Production split*



* % of H109 total silver equivalent production at Pallancata

Current Operations – Ares and Moris

Ares

- H109 production: 1.9 million attributable silver equivalent ounces
- Ageing mine: as anticipated since the IPO, grades and tonnage are declining
- Synergies with Arcata - 10% of Arcata's production is converted to doré at Ares, 100% by mid 2010



Moris

- H109 production: 0.7 million attributable silver equivalent ounces
- Open pit mine with a less than 2 years mine life
- Purchased remaining 30% for \$1.5m in Q109



Lake Shore Gold – Building a mid-tier gold company



- Lake Shore Gold is a TSX listed, emerging gold mining company positioned to become a mid tier producer in Canada

HOC's total investment in Lake Shore Gold to date: \$182 million
Lake Shore Gold market cap: over \$620million* (HOC owns 40%)

- Impressive growth profile

2009 target: 30,000 ounces of gold
2010 target: 100,000 ounces of gold
2011 target: 200,000 ounces of gold

- Low-cost production (US\$320/oz)
- Exploration upside: multiple, highly prospective targets
Thunder Creek: 83.40 meters @ 12.75 g/t Au

Production growth in long lived district

* As at 17 August 2009



Gold Resource Corporation – close to production

- Emerging precious metal producer in southern Mexico

HOC's total investment in GRC to date: \$38million
GRC market cap: over \$200million* (HOC owns 24%)



- Continued outstanding exploration results
 - Expansion of the Arista vein system at El Aguila
 - Successful drilling campaigns

Drilling results

0.75m @ 31.70g/t Au, 2920 g/t Ag

7.00m @ 4.23g/t Au, 324 g/t Ag

1.00m @ 37.20 g/t Au, 118 g/t Ag

1.40m @ 47.40 g/t Au, 1030 g/t Ag,

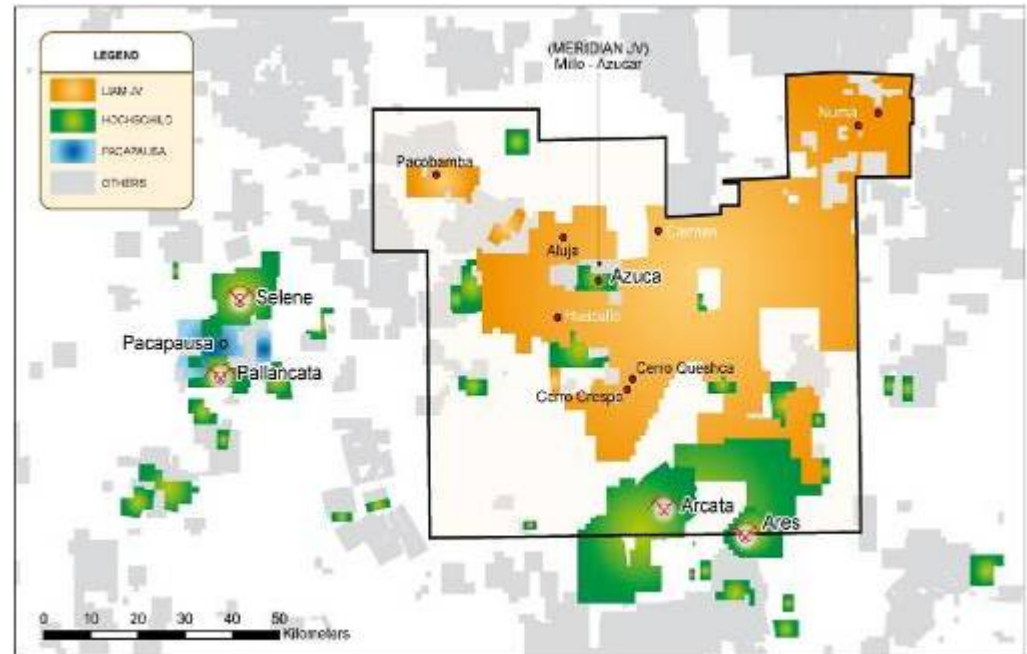
Growth in a new mineralised high grade belt

* As at 17 August 2009



Southwestern Resources Package

- Remaining 50% of the Liam package, consolidating full ownership
- Additional 50% interest in Pacapausa, bringing ownership to 80%
- 50% of Millo, an advanced project adjacent to HOC's 100% owned Azuca project.
- 48% in Zincore, a TSX listed zinc company with a \$9m market cap
- 100% interest in other early stage exploration projects in southern Peru (gold, silver and copper)



More than adding projects to our cluster



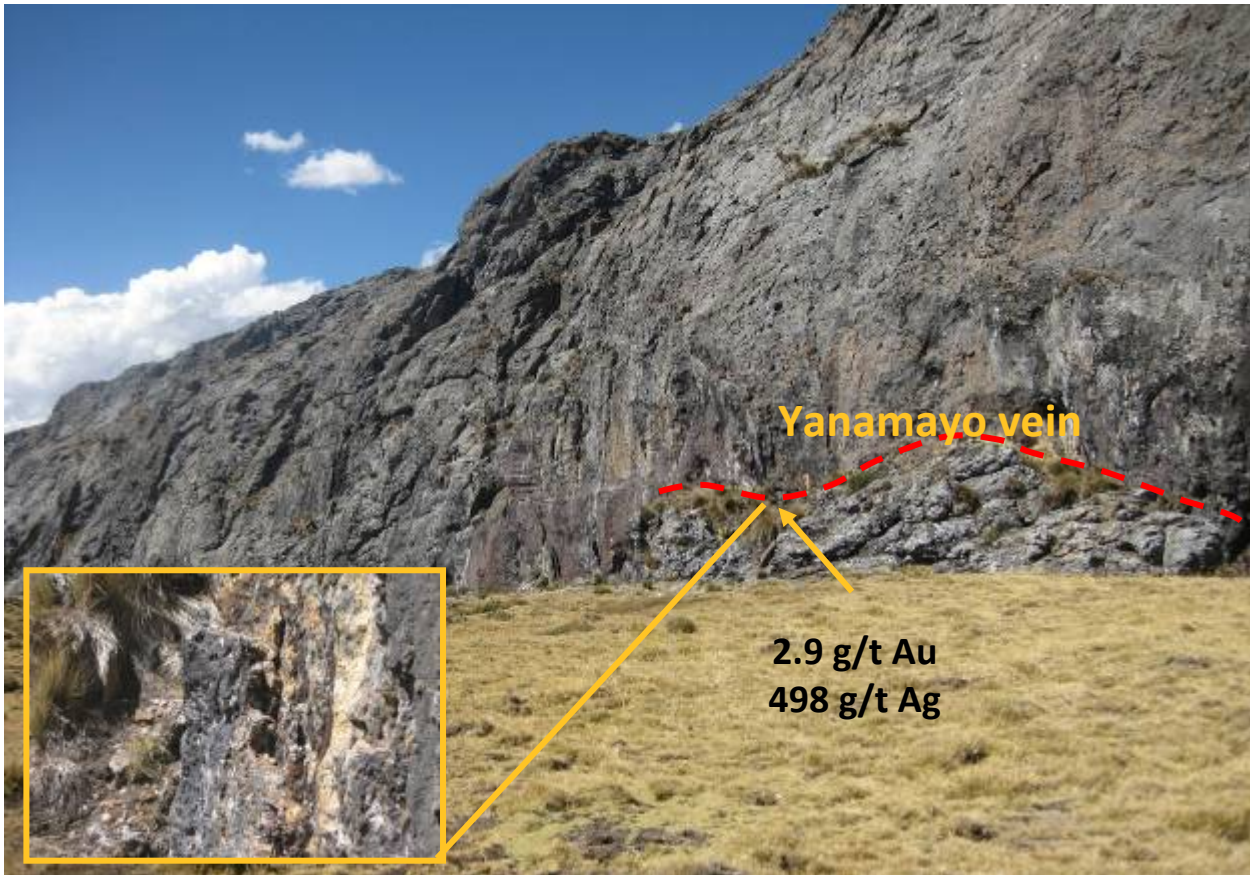
Exploration update



Strong project pipeline



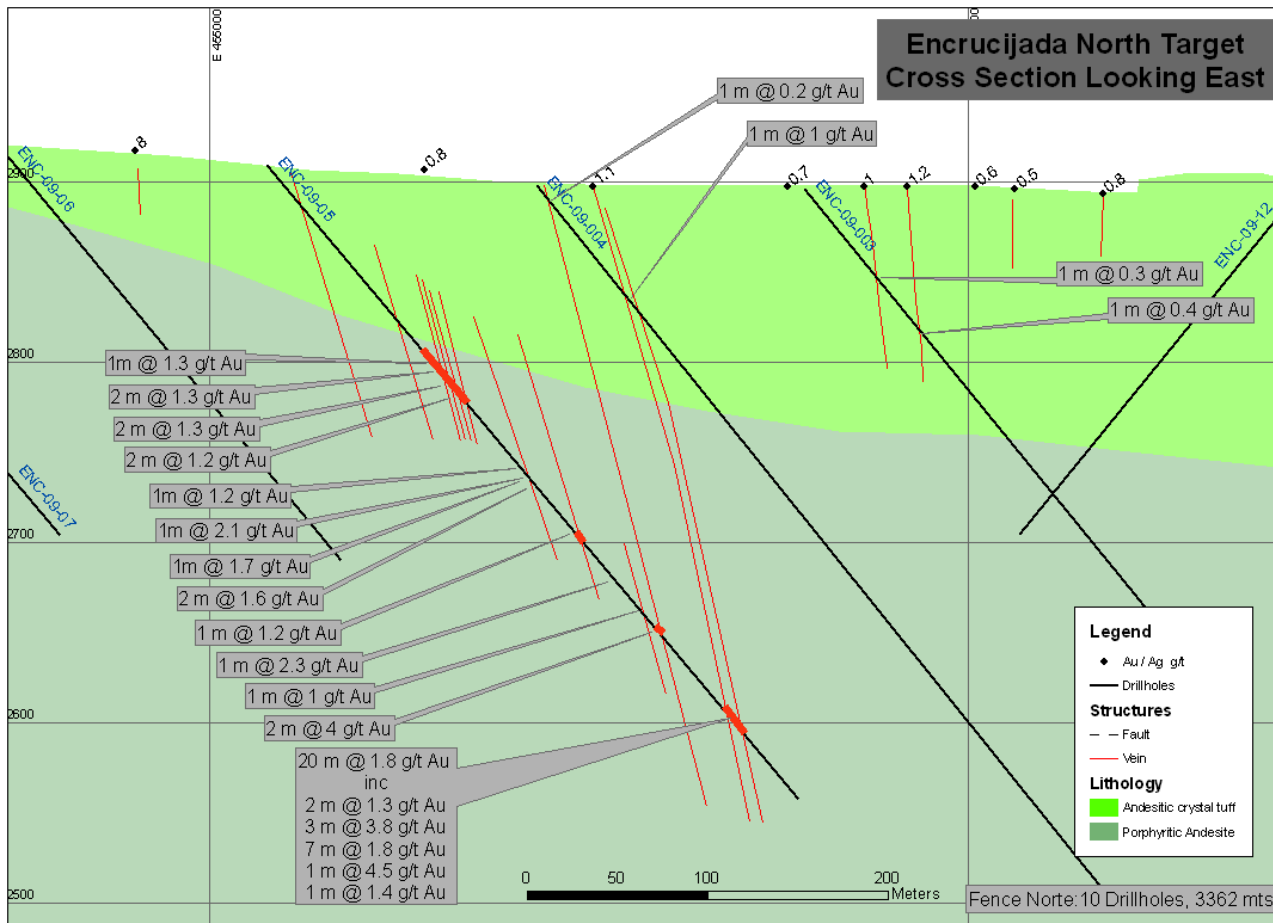
Greenfield Exploration – Azuca, Peru



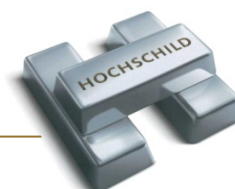
- Azuca has an initial inferred resource of 1.8 million tonnes with 327 g/t silver and 1.34 g/t gold, as at December 2008
- Hochschild aims to increase this resource and progress the project towards an initial economic assessment by year end
- Testing new targets identified this year



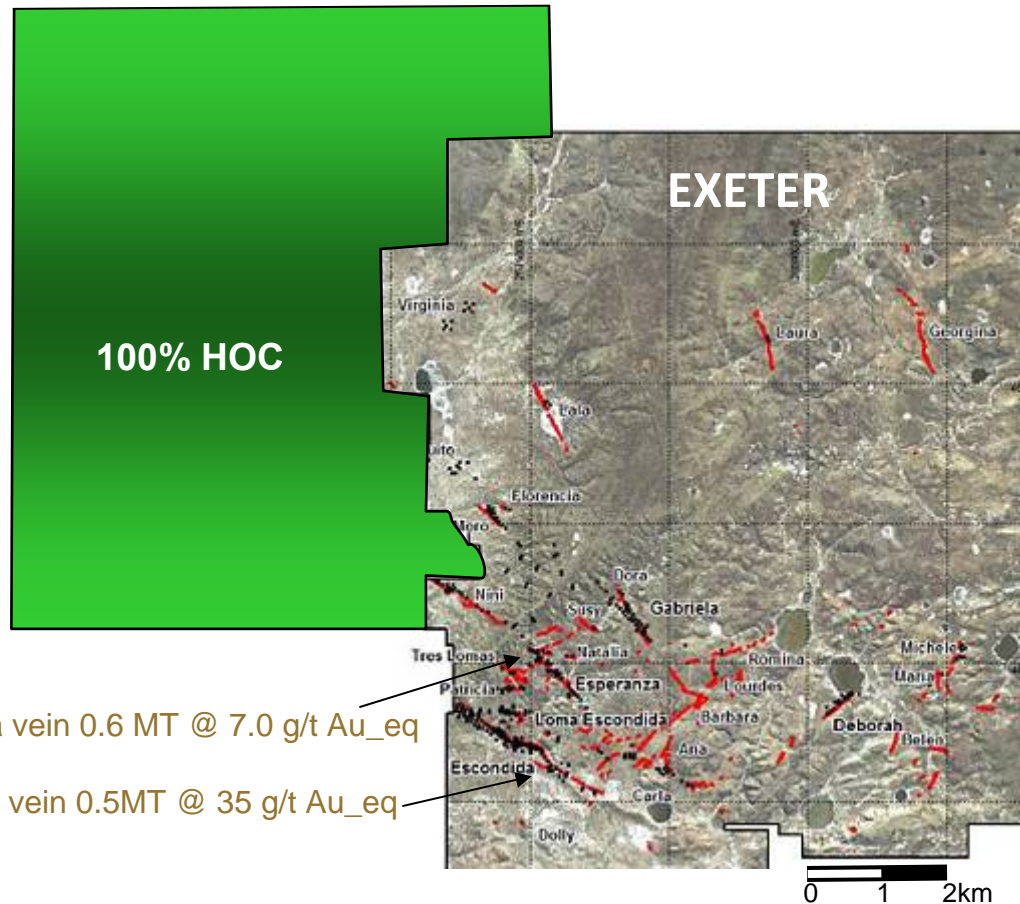
Greenfield Exploration – Encrucijada, Chile



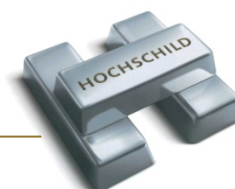
- A 10 hole (3,362m) fence revealed multiple concealed vein structures
- Along same structural corridor and equivalent geological context as Yamana's El Peñon, located 100km north mine (endowment approx. 9.0 moz Au eq)
- Follow-up on the north target October-November



Greenfield Exploration – El Mosquito, Argentina



- Cerro Moro is an Exeter Resource Corp. discovery of a San Jose type high grade Au-Ag vein mineralization system .
- HOC claim block along structural corridor immediately NW of main vein systems.
- Agreement with surface owner secured; exploration work to commence in September.



Conclusion



- Focused in the Americas
- Underground mining expertise
- Diversified asset base; growing project pipeline
- Proven track record of reserve replacement
- On track to achieve 2009 production target of 28 moz Ag eq, an increase of 7% on 2008
- Focusing on profitable ounces

Attractive growth profile



Questions and answers

