

> Positioned for Production

March 2015



ACN 130 955 725

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Productora, Chile

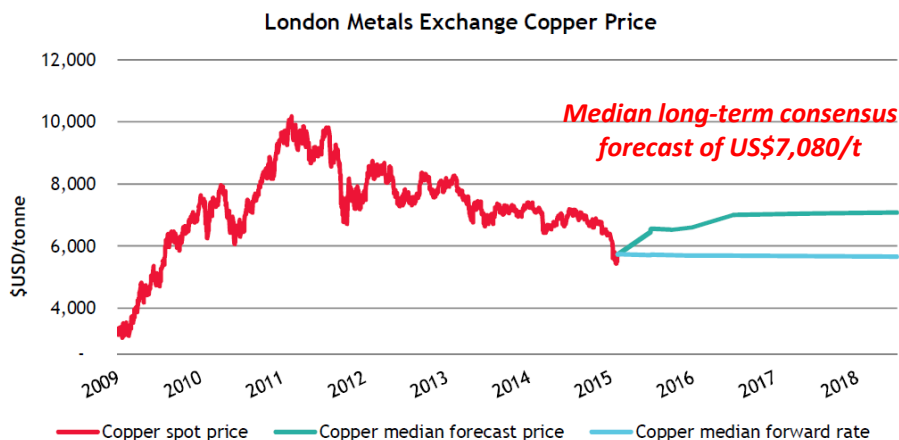
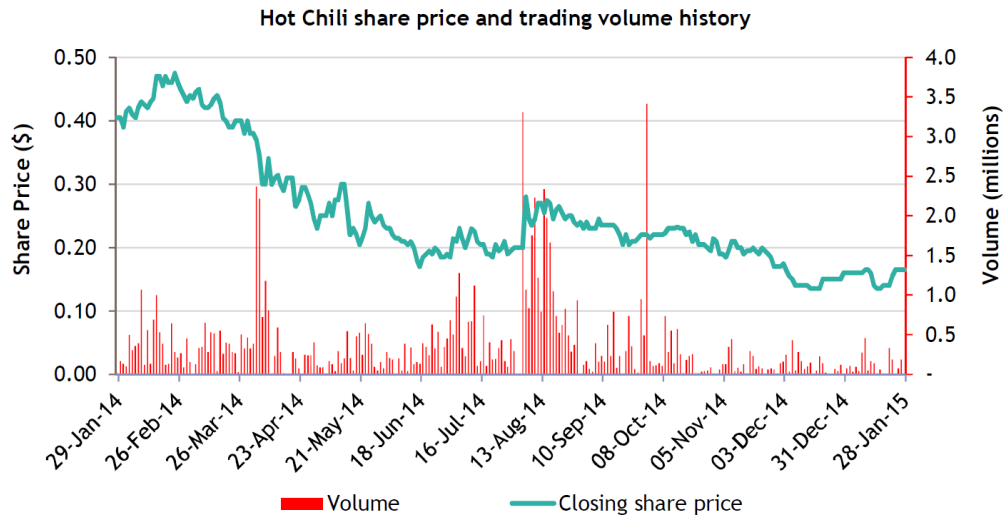
A Leading Global Copper Development

- Flagship project with Mineral Resources of over 1Mt of contained copper and 675,000oz of gold
- Metal inventory continues to grow
- PFS completion expected this year and DFS set to commence
- Landmark deal with Chilean resource major CMP provides infrastructure and project partner
- On-track to become one of the few major ASX-listed copper producers



> Corporate Overview

Poised for re-rating



Cash at Hand

Approx. A\$ 5 million (10th March 2015)

Sprott Lending Debt Facility

US\$10 million drawn (included in cash)

US\$8.5 million un-drawn

Capital Structure

347.7 Million shares

11.0 Million unlisted 30c options (exp Jun 2019)

Share Price

A\$0.125 (share price - 6th March 2015)

Substantial Shareholders

19.3% K.A.S

11.8% CAP S.A. (Port Finance)

11.7% Taurus Funds Management

5.4% Exploration Capital Partners
(affil Sprott)

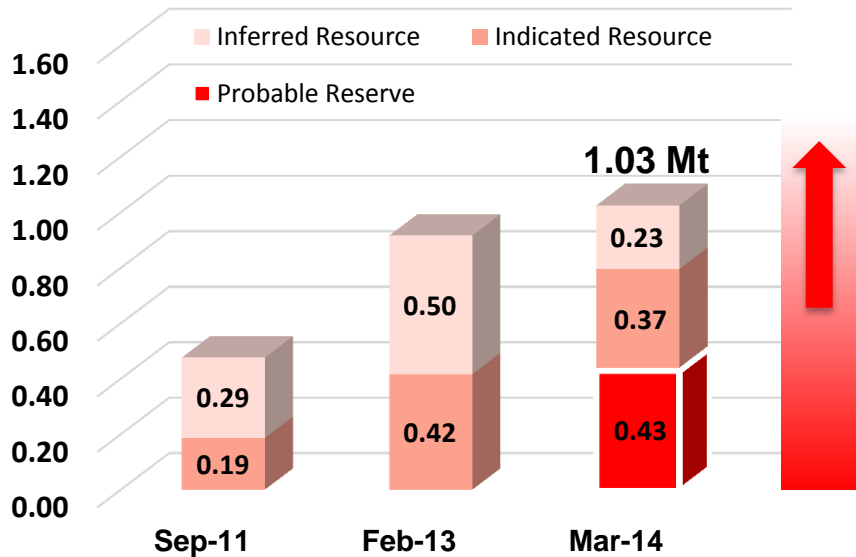
> Productora

Resources and reserves set to grow

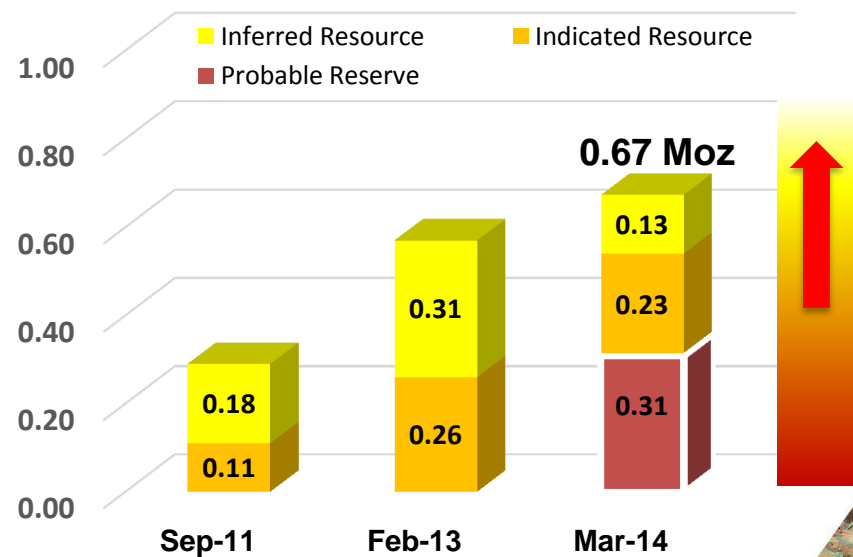


- **Revised Mineral Resource and Ore Reserve** estimate expected with PFS completion in **mid-2015**
- **Will include** first resource estimate for the **Alice copper porphyry discovery**

Copper Metal Growth (Mt)

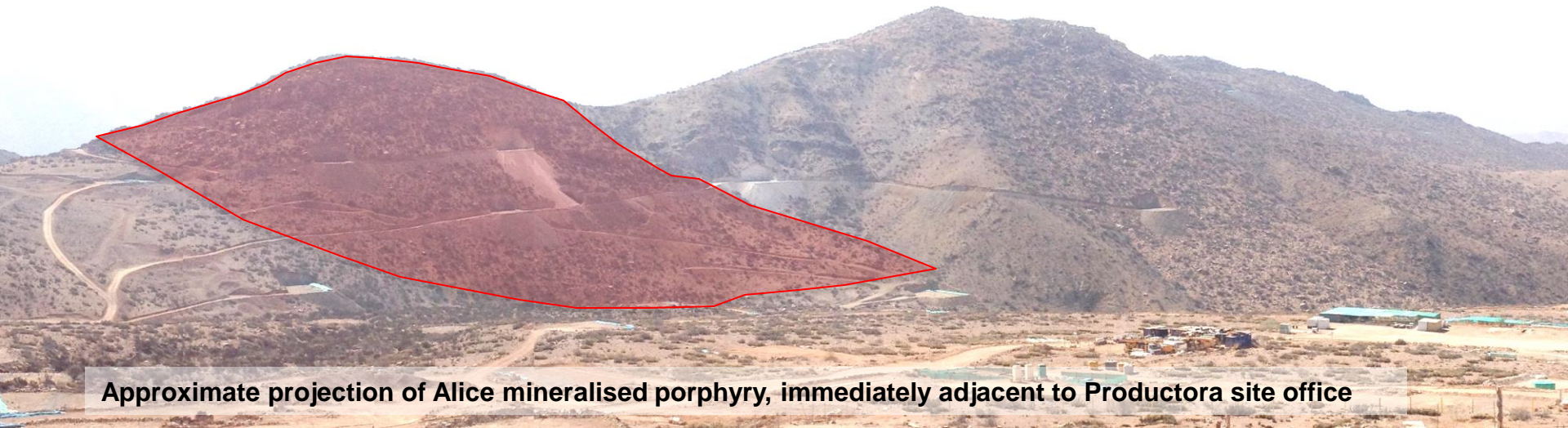


Gold Metal Growth (Moz)



> Alice Discovery

Bulk tonnage porphyry to underpin growth

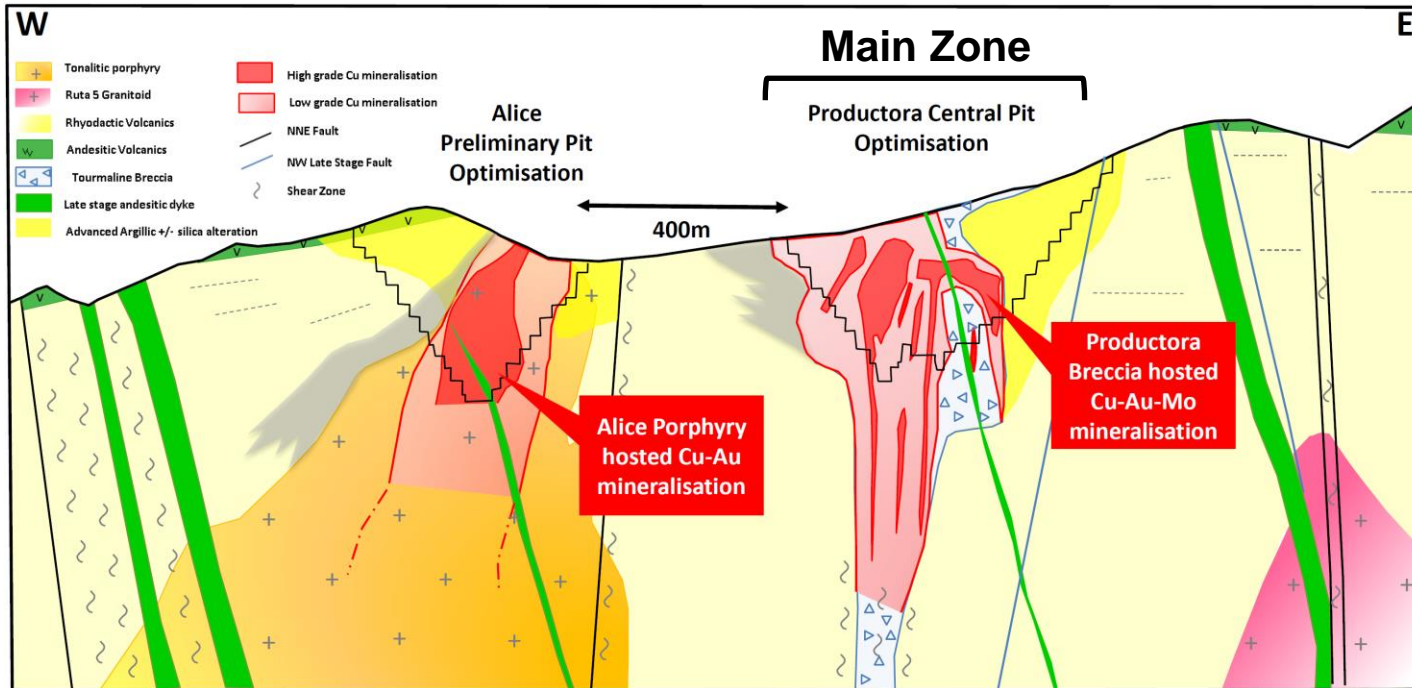


Approximate projection of Alice mineralised porphyry, immediately adjacent to Productora site office

- First exploration drilling in 2 years – **copper porphyry discovery confirmed in late 2014**
- Located **400m west of the planned central pit at Productora**
- Significant drill results include **237m grading 0.5% copper and 0.1g/t gold from surface**

> Alice Discovery

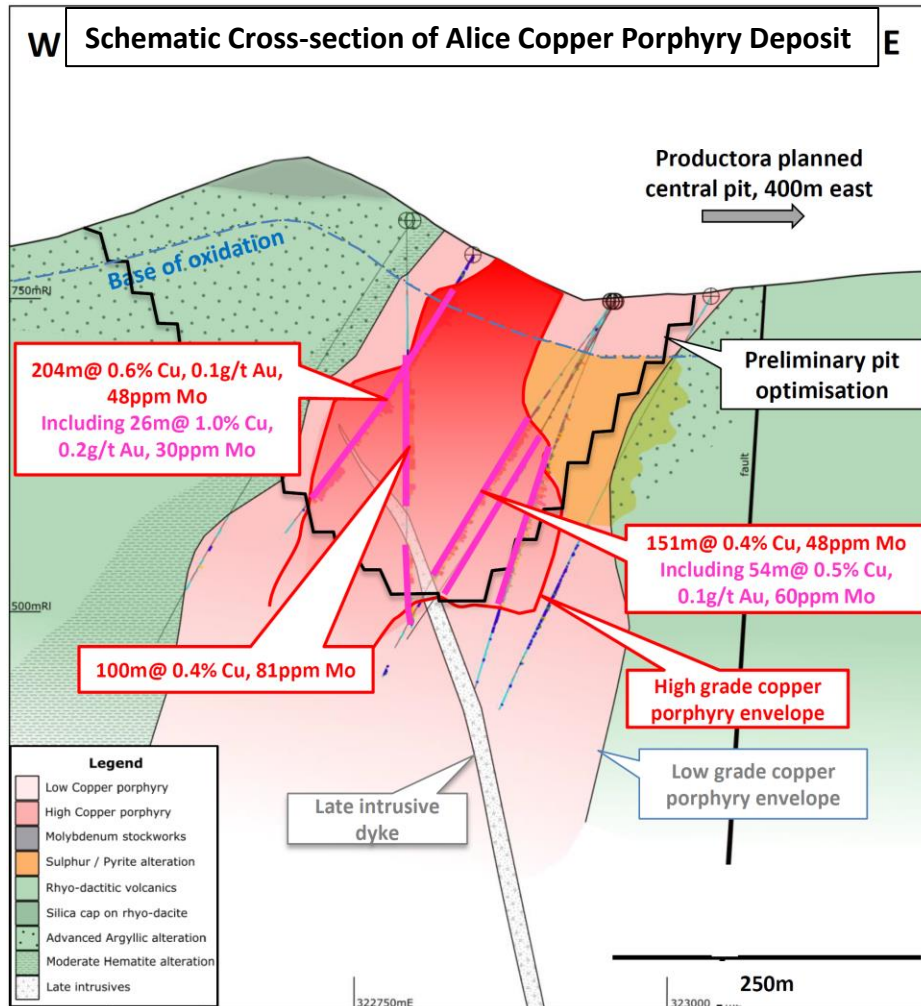
New phase of discovery begins



- **Entire Mineral Resource and Ore Reserve** currently hosted **within Productora main zone**
- **Cluster of porphyry footprints identified** along the western extent of Productora main zone
- Bulk-tonnage, porphyry mineralisation **transforms the size potential of Productora**

> Alice Discovery

To feature in PFS inventory

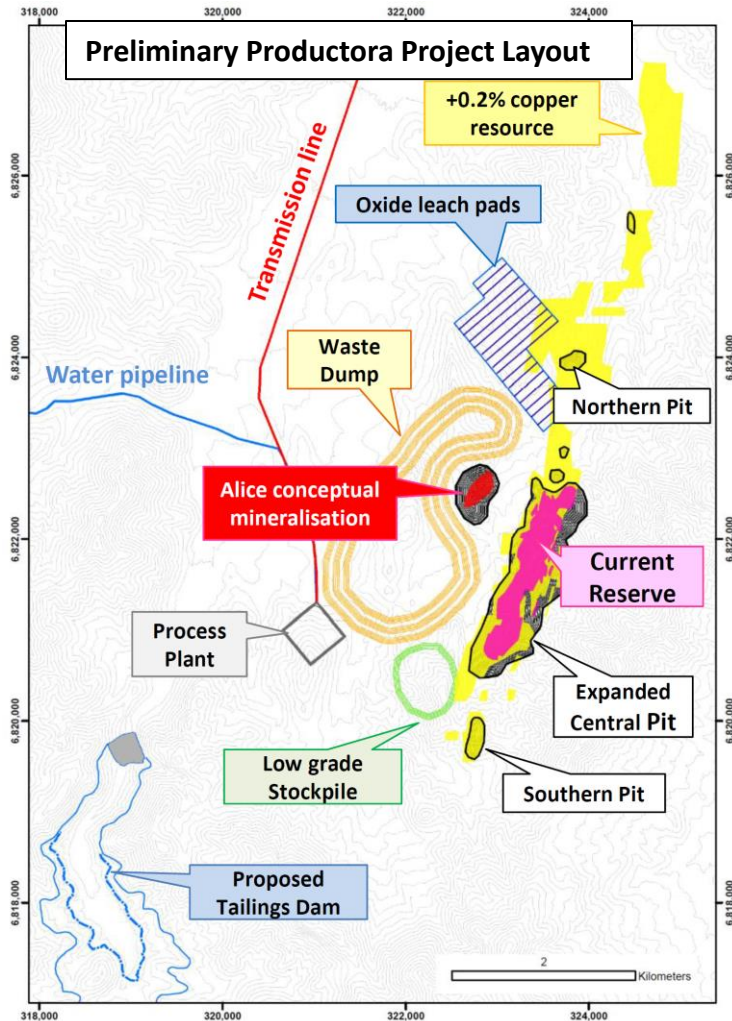


- Preliminary mineralisation modelling outlines **bulk tonnage resource potential from surface**
- Preliminary pit optimisations indicate **low strip ratios and high in-pit conversion rates could be expected**
- **Drilling underway shortly** to complete a first resource estimate at Alice and test multiple, near-surface porphyry targets

Please see ASX release "Impressive Drill Results at Alice Set to Grow Productora Resource, 22nd January 2015 for more information

> Productora PFS

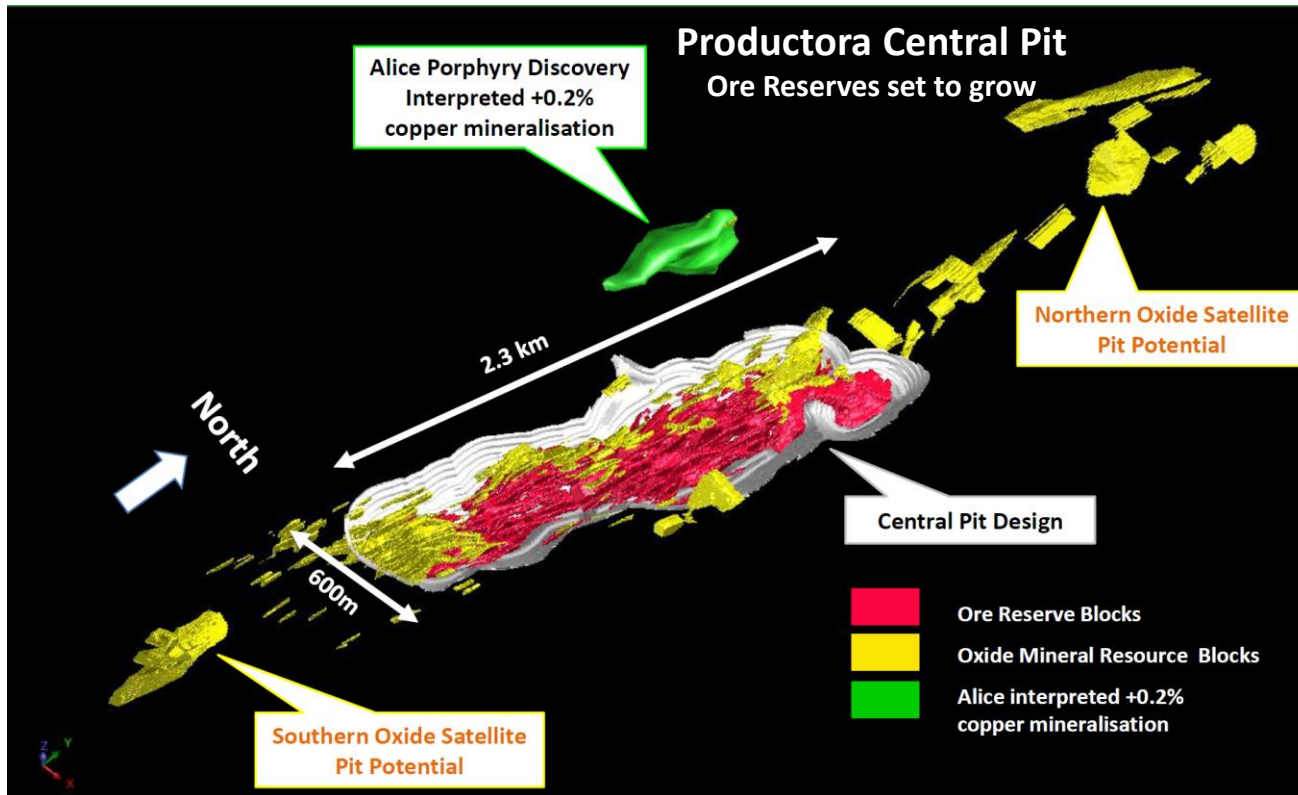
PFS expanded and due in mid-2015



- **Pre-feasibility Study (PFS)** on-track for completion this year and **will include Alice**
- **Oxide project adds** to PFS following robust Scoping study
- Preliminary pit optimisations indicating **increases to mine life and scale of production**
- Definitive Feasibility Study (DFS) planned to commence in 2H 2015 (studying toward **55ktpa of copper concentrate and 10ktpa of copper cathode production**)

> Productora PFS

Oxide project adds further scale



- Scoping study confirms Oxide resources are amenable to **conventional heap leaching**
- Potential to add **toward 10,000 tpa of copper production**
- Will **reduce overall costs** and pre-strip capex

March 2014 JORC Resource - Oxide (Copper only)	Tonnes (Mt)	Cu grade (%)	Metal (t)
Total Oxide Resource (Ind + Inf)	25.6	0.52	133,120
Central Pit Oxide Resource (Ind + Inf)	15.4	0.58	89,320



> Productora PFS

Port access study MOU executed

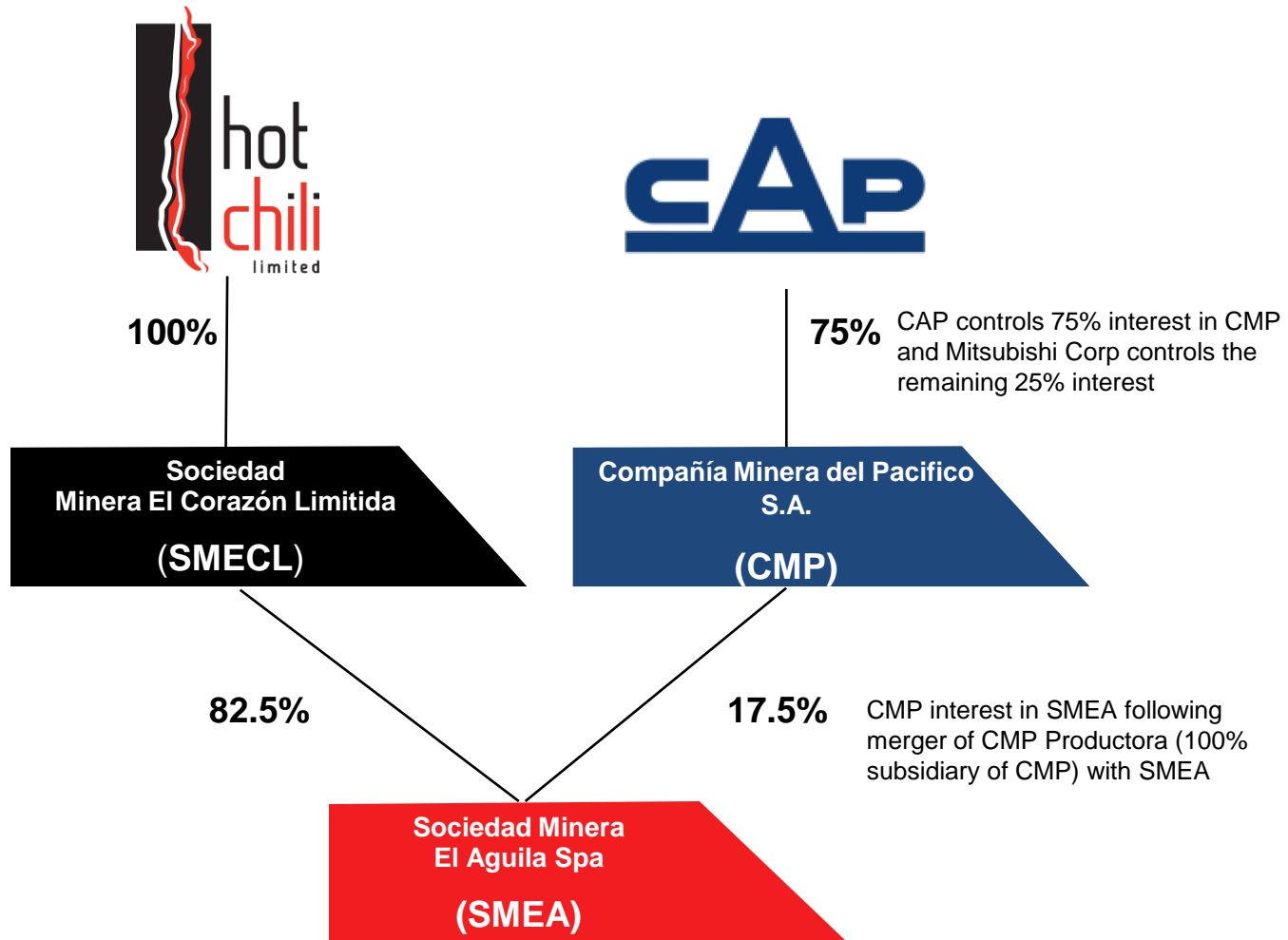


Las Losas Port terminal at Huasco, 40km west of Productora

- Hot Chili and PLL (51% CAP, 49% Agrocommercial) to co-operate and study an **expansion of Las Losas into a copper concentrate terminal**
- Hot Chili to fund PFS of Las Losas following **recent environmental approval to construct and operate a copper concentrate terminal**

> CMP Transaction

Landmark deal clears path to production

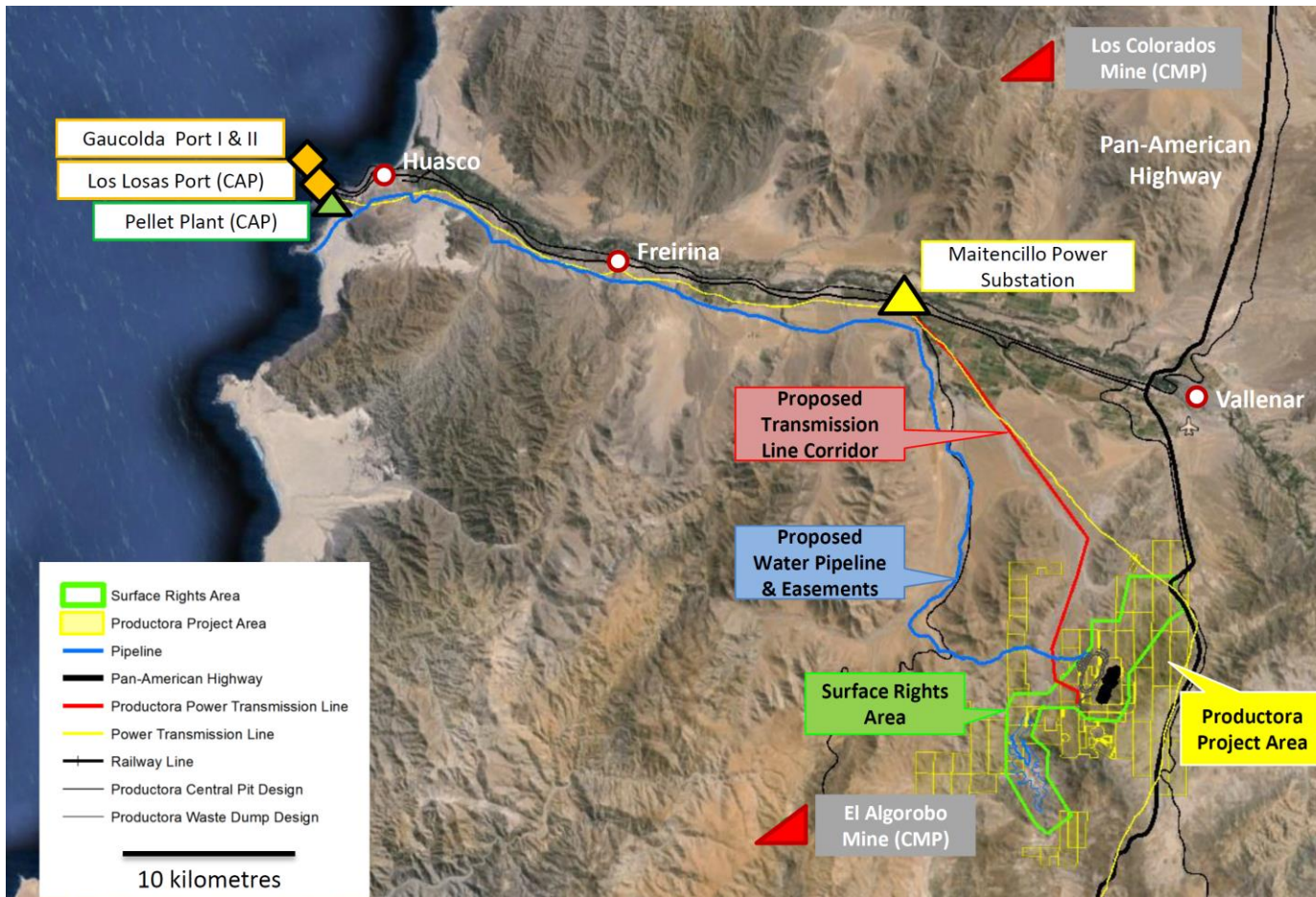


Following merger SMEA will hold all CMP Productora assets

(surface rights, easements, CMP tenement interests)

> CMP Transaction

Infrastructure and major Chilean mining partner



- Conversion of CMP Productora assets into **17.5% stake in SMEA**
- CMP Productora assets:
 - **Surface rights**
 - **Easements**
 - Interest in certain **CMP tenements**
- CMP free-carried to end of PFS

Please see ASX release of Notice of Meeting and Independent Experts Report, March 2015 for more information

> CMP Transaction

Option to increase CMP stake to 50.1%



- Option to purchase a further 32.6% interest in Productora for minimum US\$80 million and maximum of US\$110 million in two tranches:
 - Tranche 1- US\$26 million following PFS
 - Tranche 2- Remainder following DFS
- CMP to pay HCH US\$1.5 million for grant of Option
- CMP to also provide HCH with **US\$13 million** (24 month term) **loan facility following PFS and exercise of Tranche 1 Option**

Please see ASX release of Notice of Meeting and Independent Experts Report, March 2015 for more information

> CMP Transaction

Strong Endorsement of Value



- Independent Expert values Productora at many multiples of Hot Chili's market capitalisation

100% Project Basis		Min Valuation	Max Valuation
BDO- Independent Expert (100% basis)	\$ million	245	297
Implied HCH Share price for 82.5% interest	\$ per share	0.58	0.70

Please see ASX release of Notice of Meeting and Independent Experts Report, March 2015 for more information

> CMP Transaction

Recommendation to Approve

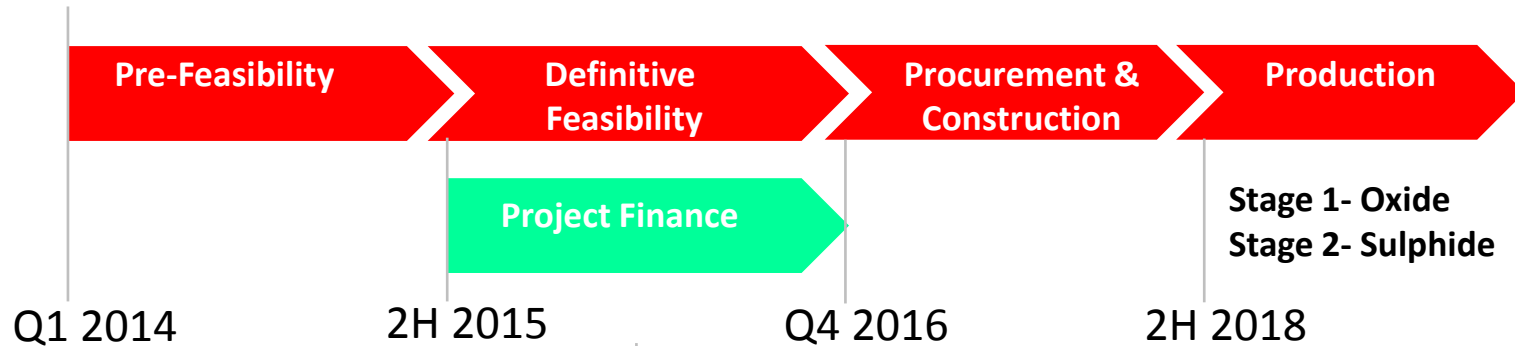


- **General Meeting** of shareholders in **April 2015** to approve the CMP Transaction
- **Approval of the CMP Transaction de-risks Productora's development** and will provide:
 - **Critical infrastructure** necessary to develop Productora faster
 - **Funding** that Hot Chili can use to contribute to its portion of development costs
 - **Project level partner** with significant local operational experience and capability

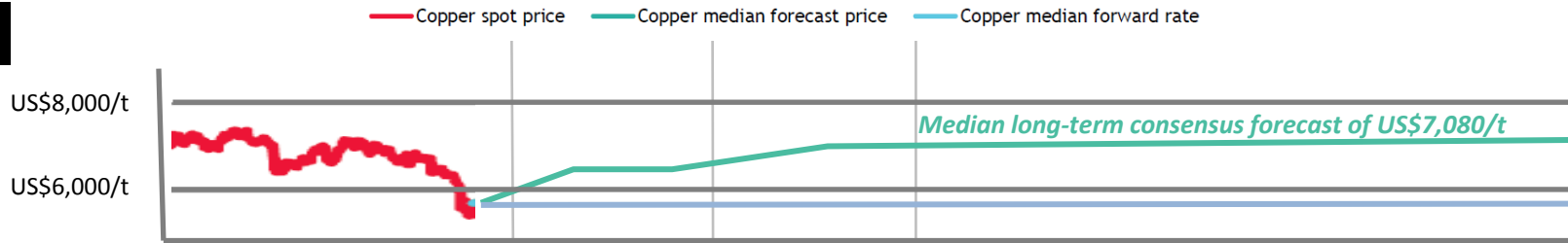
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> Productora

Development Timeline- Copper- CMP Option

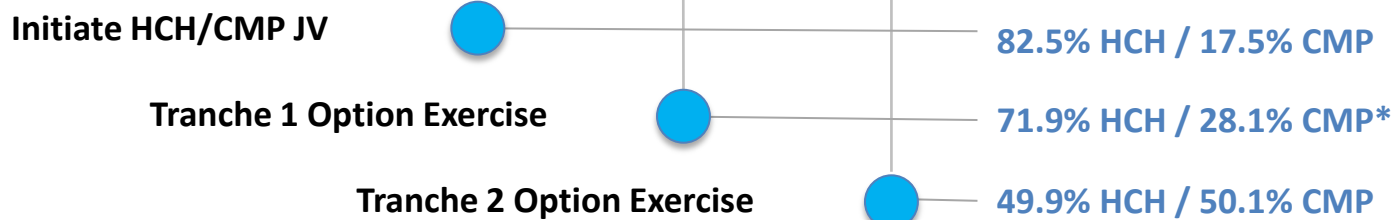


Copper Price



Source: BDO – HCH IER, March 2015

CMP Purchase Option



* Assuming minimum US\$80 million Valuation of the Option shares post PFS for 32.6% interest in SMEA. Please see ASX release of Notice of Meeting and Independent Experts Report, March 2015 for more information

> Productora

Key Value Drivers in 2015



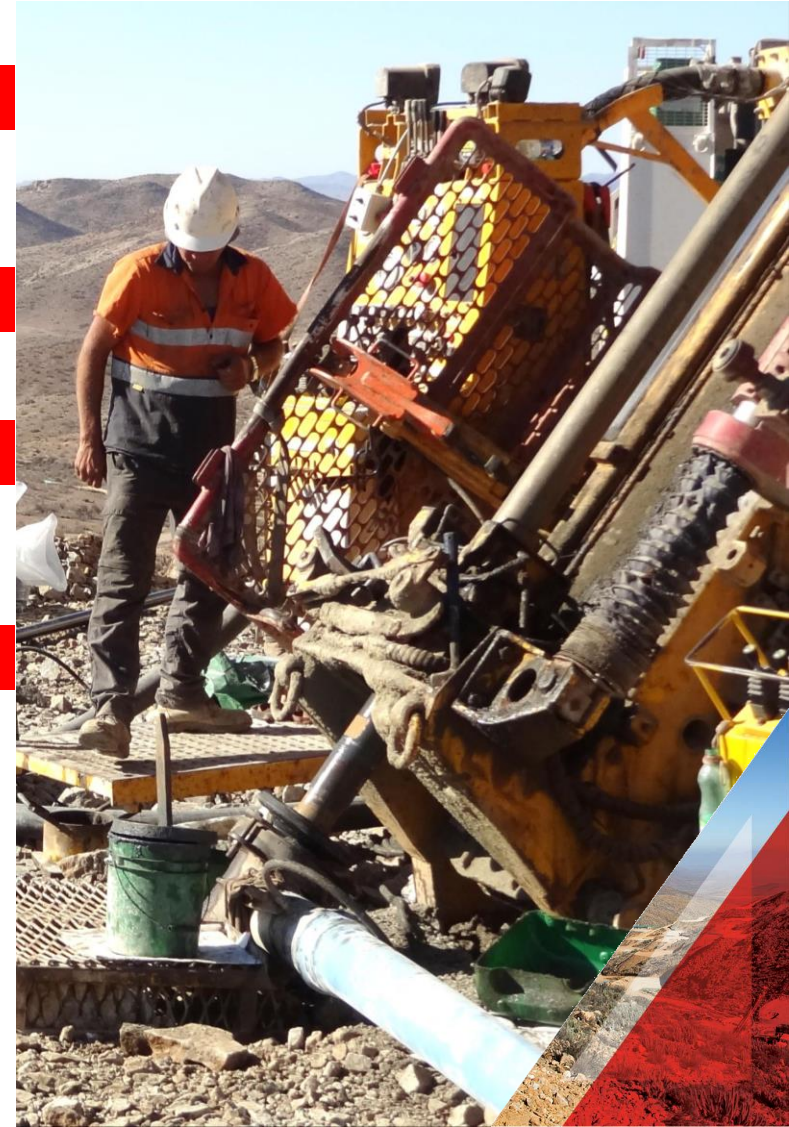
- Approval of infrastructure deal with Chilean resource major CMP
- Commence Alice resource drilling
- Deliver PFS along with expanded Resource and Reserve estimates
- Commence DFS and project financing process
- **On-track to become one of the few major ASX-listed copper producers**

April

May

Mid 2015

2H 2015





> Qualifying Statements

Ore Reserves



Productora Ore Reserve Statement, 31st March 2014

Ore Type	Category	Tonnage (Mt)	Grade			Contained Metal			Payable Metal		
			Copper	Gold	Molybdenum	Copper	Gold	Molybdenum	Copper	Gold	Molybdenum
			(%)	(g/t)	(ppm)	(tonnes)	(ounces)	(tonnes)	(tonnes)	(ounces)	(tonnes)
Transitional	Probable	10.2	0.54	0.10	128	55,000	34,000	1,300	27,000	13,000	1,000
Fresh	Probable	80.3	0.47	0.11	177	378,000	274,000	14,200	323,000	139,000	8,000
Total	Probable	90.5	0.48	0.11	172	433,000	308,000	15,500	350,000	152,000	9,000

Note 1: Figures in the above table are rounded, reported to two significant figures, and classified in accordance with the Australian JORC code 2012 guidance on mineral resource and ore reserve reporting. Note 2: Average recoveries applied to Probable Ore Reserve estimate are: Fresh Cu - 88.8%; Fresh Au - 65%; Fresh Mo - 60%, Transitional Cu - 50%, Transitional Au - 50% and Transitional Molybdenum - 50%. Payability factors applied for Cu - 96.5%, Au - 78% and Mo - 98%

> Qualifying Statements

Mineral Resources



Productora Mineral Resource Statement, 31st March 2014

Classification (+0.25% Cu)	Tonnage (Mt)	Grade			Contained Metal		
		Copper	Gold	Molybdenum	Copper	Gold	Molybdenum
		(%)	(g/t)	(ppm)	(tonnes)	(ounces)	(tonnes)
Indicated	158.6	0.50	0.11	152	799,000	540,000	24,000
Inferred	55.6	0.41	0.08	97	229,000	133,000	5,000
Total	214.3	0.48	0.10	138	1,029,000	675,000	29,000

Note. Figures in the above table are rounded, reported to two significant figures, and classified in accordance with the Australian JORC code 2012 guidance on mineral resource reporting.

Frontera Mineral Resource Statement, 11th March 2014

Frontera Resource					
Classification (>0.25% Copper)	Tonnage	Grade		Contained Metal	
		Coppe (%)	Gold (g/t)	Copper (tonnes)	Gold (ounces)
Indicated	16.1	0.4	0.2	61,000	116,000
Inferred	34.4	0.4	0.2	125,000	239,000
Total	50.5	0.4	0.2	187,000	356,000

Note: Figures in the above table are rounded, reported to one significant figure, and classified in accordance with the Australian JORC code 2012 guidance on mineral resource reporting.

> Qualifying Statements

Competent Person's Statement



Exploration Results

Exploration information in this presentation is based upon work undertaken by Mr Christian Easterday, the Managing Director and a full-time employee of Hot Chili Limited whom is a Member of the Australasian Institute of Geoscientists (AIG). Mr Easterday has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a 'Competent Person' as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). Mr Easterday consents to the inclusion in the presentation of the matters based on their information in the form and context in which it appears.

Mineral Resources

The information in this presentation that relates to the Productora Mineral Resource is based on information compiled by Mr J Lachlan Macdonald and Mr N Ingvar Kirchner. Mr Macdonald is a full-time employee of Hot Chili Ltd. Mr Macdonald is a Member of the Australasian Institute of Mining and Metallurgy. Mr Kirchner is employed by Coffey Mining Pty Ltd (Coffey). Coffey has been engaged on a fee for service basis to provide independent technical advice and final audit for the Productora Mineral Resource estimate. Mr Kirchner is a Fellow of the Australasian Institute of Mining and Metallurgy and is a Member of the Australian Institute of Geoscientists. Both Mr Macdonald and Mr Kirchner have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (the JORC Code 2012). Both Mr Macdonald and Mr Kirchner consent to the inclusion in the presentation of the matters based on their information in the form and context in which it appears.

Ore Reserves

The information in this presentation that relates to Productora Ore Reserves is based on information compiled by Mr Carlos Guzmán who is a Fellow of the Australasian Institute of Mining and Metallurgy (FAusIMM), a Registered Member of the Chilean Mining Commission (RM- a 'Recognised Professional Organisation' within the meaning of the JORC Code 2012) and a full time employee of NCL Ingeniería y Construcción SpA. NCL has been engaged on a fee for service basis to provide independent technical advice and final audit for the Productora Ore Reserve estimate. Mr. Guzmán has sufficient experience which is relevant to the style of mineralisation and type of deposit under Consideration, and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Guzmán consents to the inclusion in the presentation of the matters based on their information in the form and context in which it appears.



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