



PRODUCTORA
COPPER PROJECT
CHILE

Diggers and Dealers Conference
Kalgoorlie, August 2013



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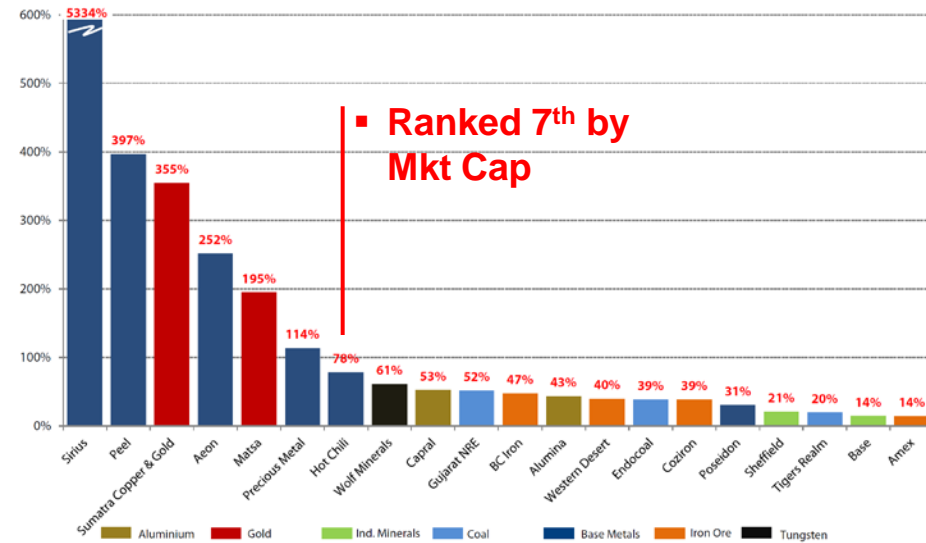
Exploration Target Size and Target Mineralisation described in this presentation is conceptual in nature and should not be construed as a JORC compliant Mineral Resource. Target mineralisation is based on projections of established grade ranges over appropriate widths and strike lengths having regard for geological considerations including mineralisation style, specific gravity and expected mineralisation continuity as determined by qualified geological assessment. There is insufficient information to establish whether further exploration will result in the determination of a Mineral Resource.

Strong Performance & Fundamentals

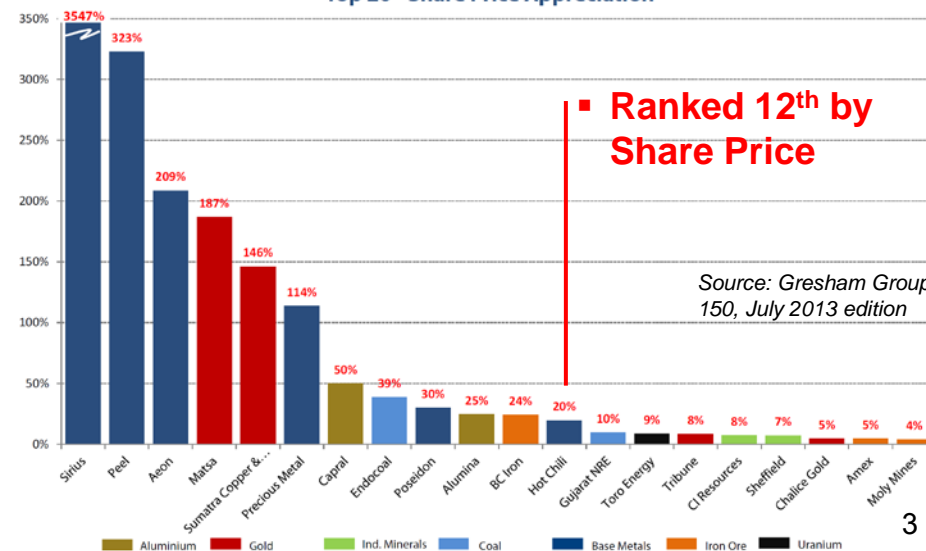


- A 2013 Financial Year- **ASX Resources Top Performers**
- One of the **leading emerging copper producers on ASX**
- **Advanced, large, high quality assets** located in the infrastructure-rich Chilean coastal range
- **Strategic partnerships** with Chilean resources major CAP S.A. and CODELCO
- **Track-record of delivering** growth and development milestones

Top 20 - Market Capitalisation Appreciation



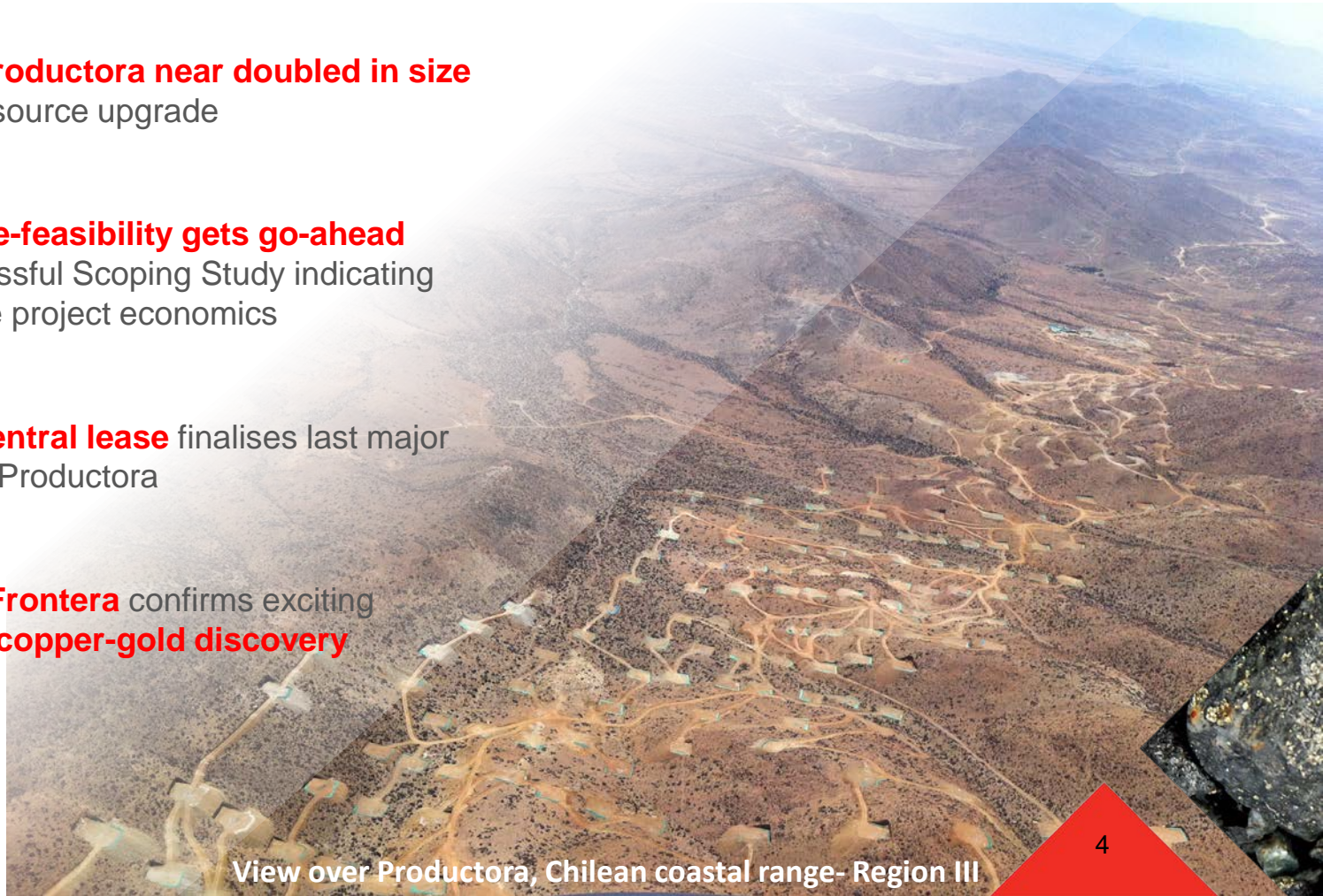
Top 20 - Share Price Appreciation



Growth & Development Milestones

Already achieved in 2013

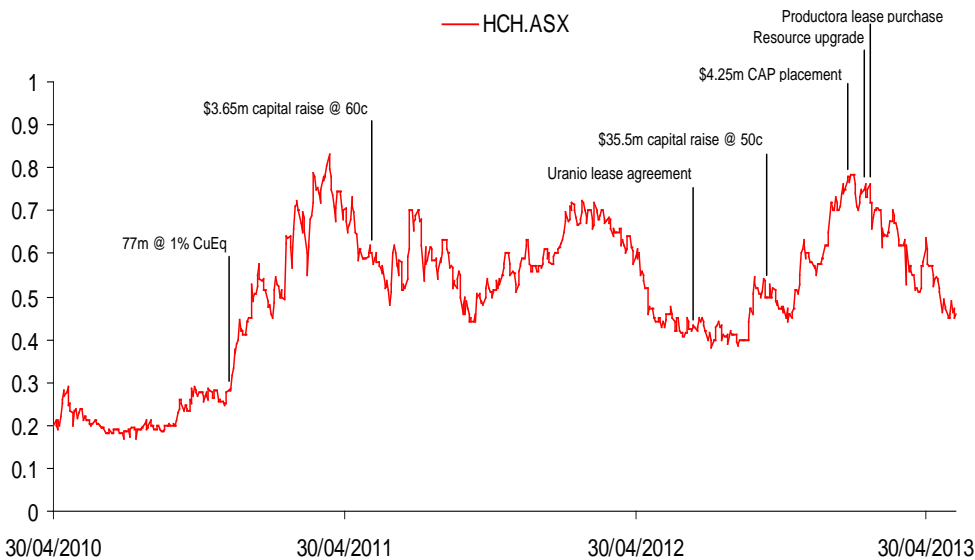
- **Resource at Productora near doubled in size**
in first major resource upgrade
- **Productora Pre-feasibility gets go-ahead**
following successful Scoping Study indicating
highly favorable project economics
- **Purchase of central lease** finalises last major
commitment at Productora
- First drilling at **Frontera** confirms exciting
second major copper-gold discovery



View over Productora, Chilean coastal range- Region III

Strategic Support and Funding

- **Successful A\$11.7 million capital raising** announced in early **July 2013**
- **Strongly supported by** Chilean resources major **CAP S.A.** and **affiliates of Sprott Inc**
- **Appointment of** Roberto Andraca as **CAP S.A. elect** to the board



Source: FactSet, Macquarie Research, June 2013

Cash at Hand

Approx. A\$ 11.1 million (30th June)
Prior to July capital raising

Capital Structure

323.6 Million shares (post raise)

24.3 Million unlisted 20c options (exp Nov 2013)

39.7 Million listed 75c options (exp Nov 2014)

Top 5 Shareholders

16.4% Kalgoorlie Auto Services

12.6% CAP S.A.* (Port Finance)

12.6% Taurus Funds Management

8.4% Lundin Mining

5.8% Exploration Capital Partners
(affil Sprott)

**subject to shareholder approval*

Delivering Growth & Leverage



Drill coverage over planned central pit area at Productora- 3km field of view, July 2013

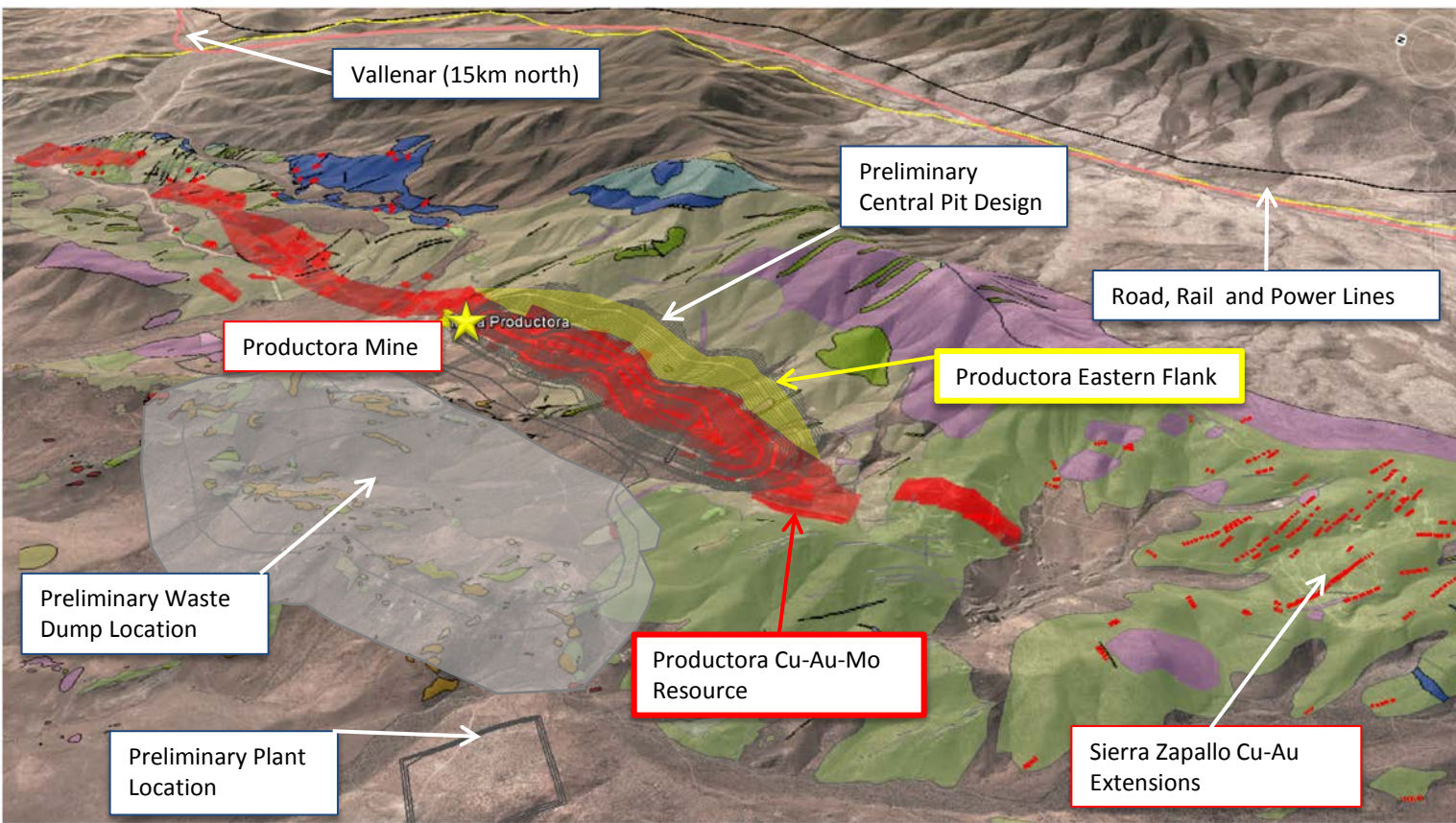
Near-term value catalysts and leverage:

- Deliver **second major resource upgrade at Productora**- +50,000m already complete
- Completion of Productora **infrastructure and oxide agreements**
- **Position Productora PFS for optimal delivery**- critical path activities
- Deliver **first resource at Frontera**- drilling complete

Productora Resource Growth

Shallow, at-surface resources growing

- Resource currently **165Mt grading 0.6% copper, 0.1g/t gold and 132g/t molybdenum**
- High grade component** now stands at **53Mt grading 0.8% copper and 0.2g/t gold**
- 100,000m drilling programme underway to deliver **second resource upgrade in late 2H 2013**

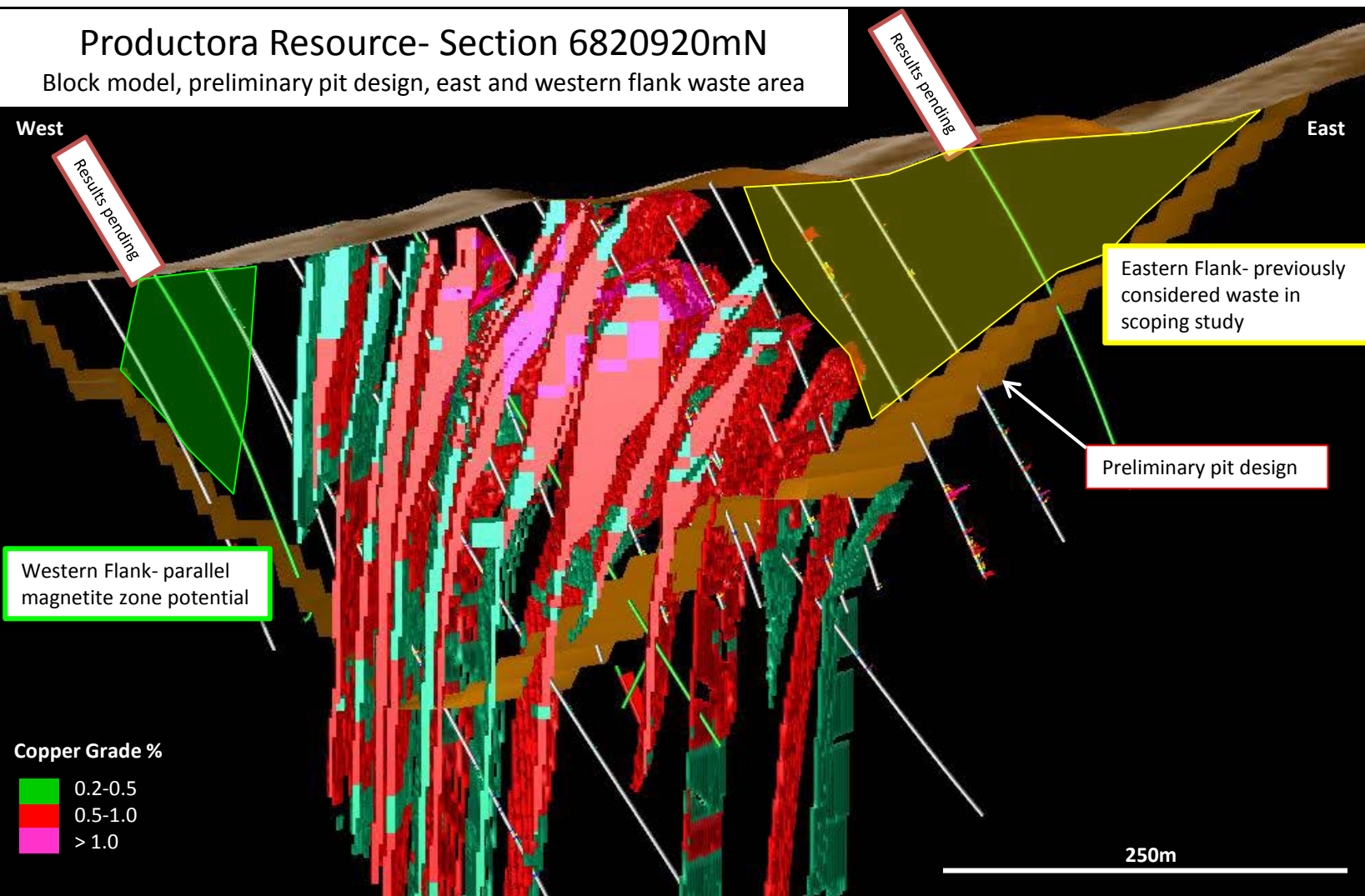


Productora Resource Upgrade

In-pit focused extensional drilling

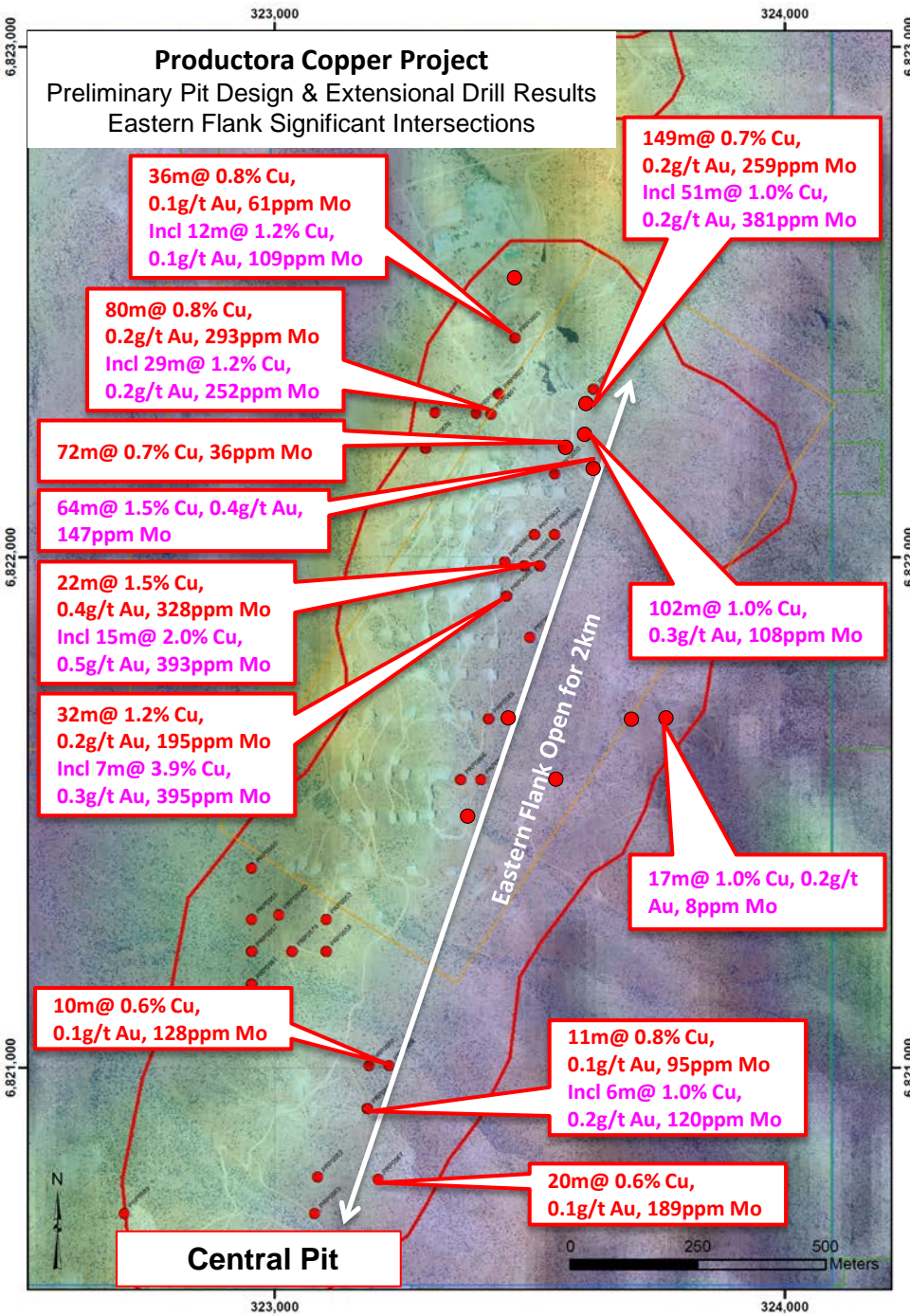


Productora Resource- Section 6820920mN
Block model, preliminary pit design, east and western flank waste area



Productora Resource Upgrade

Eastern flank delivering outstanding results

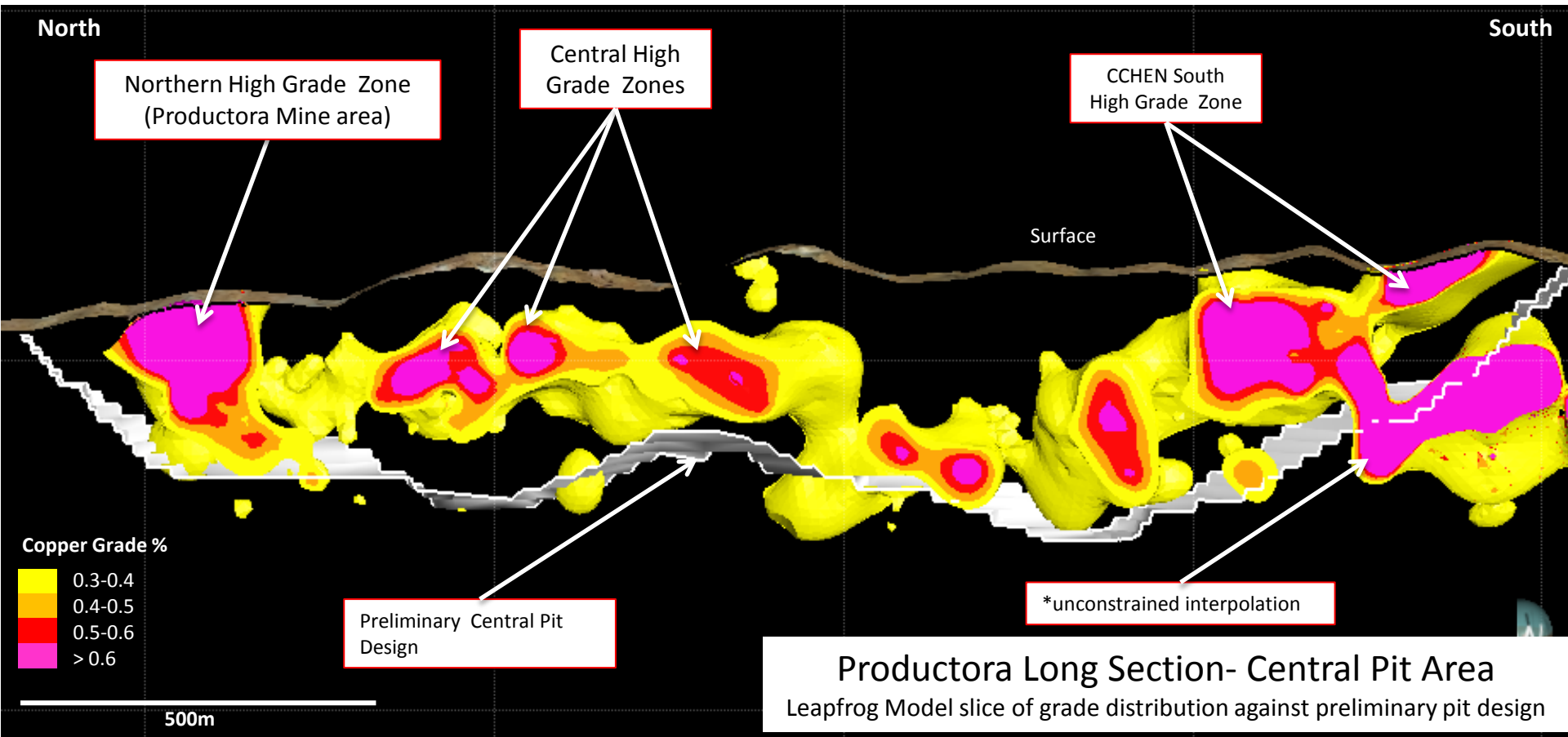


- **Eastern flank previously considered waste** in scoping pit designs
- Potential for additional resources to **reduce strip ratio and increase contained metal in-pit**
- **Higher grades being returned** from eastern flank
- RC drilling- **100 holes to be drilled**
- **Parallel magnetite zone** yet to be drilled

Productora Resource Upside

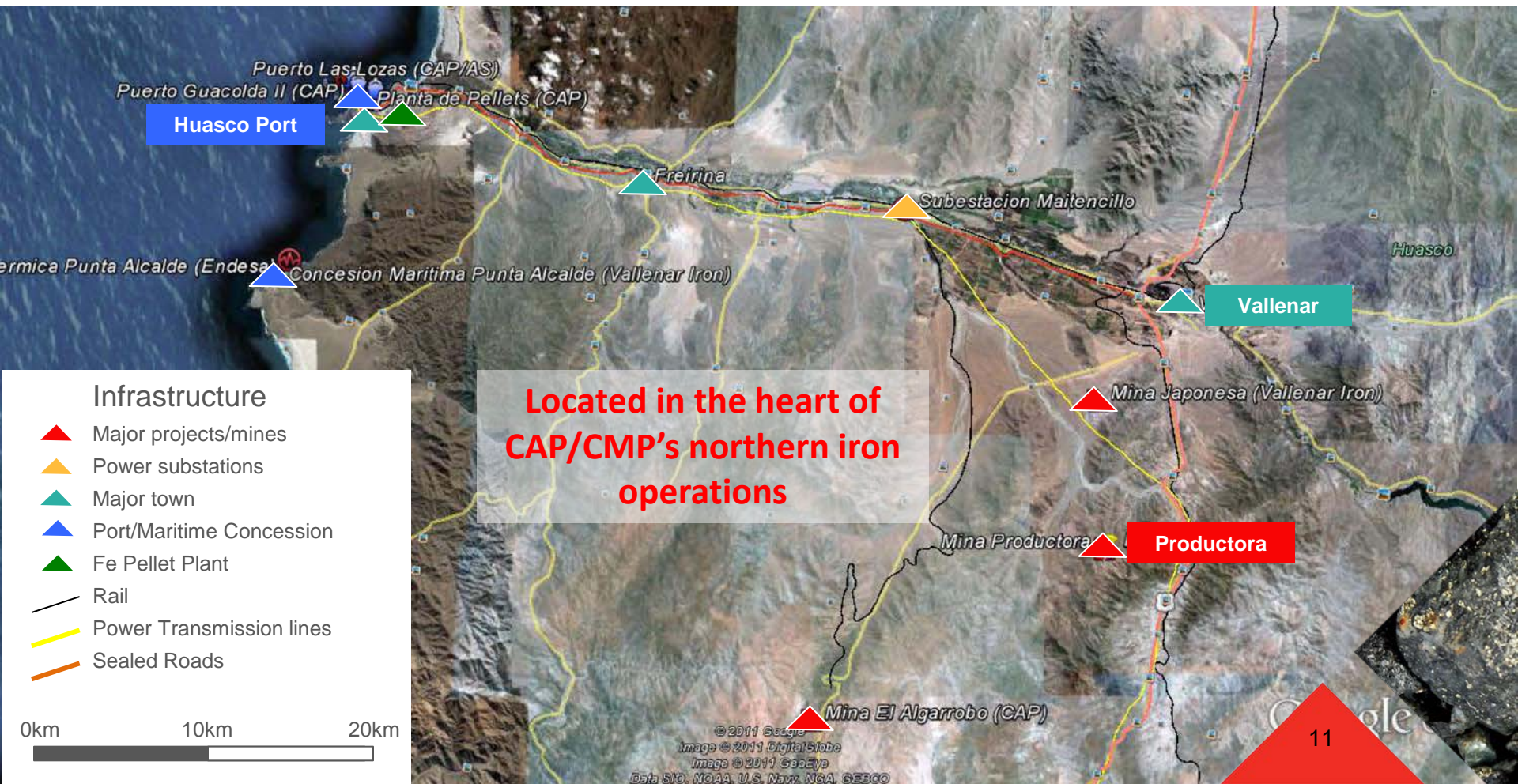
High-grade accessible from surface

- **Resource open at depth**, deeper targeting of higher grade copper zones planned for 2014



Productora Infraestructure Leverage

Reduce time and cost of development and operations



Productora Infrastructure Agreements

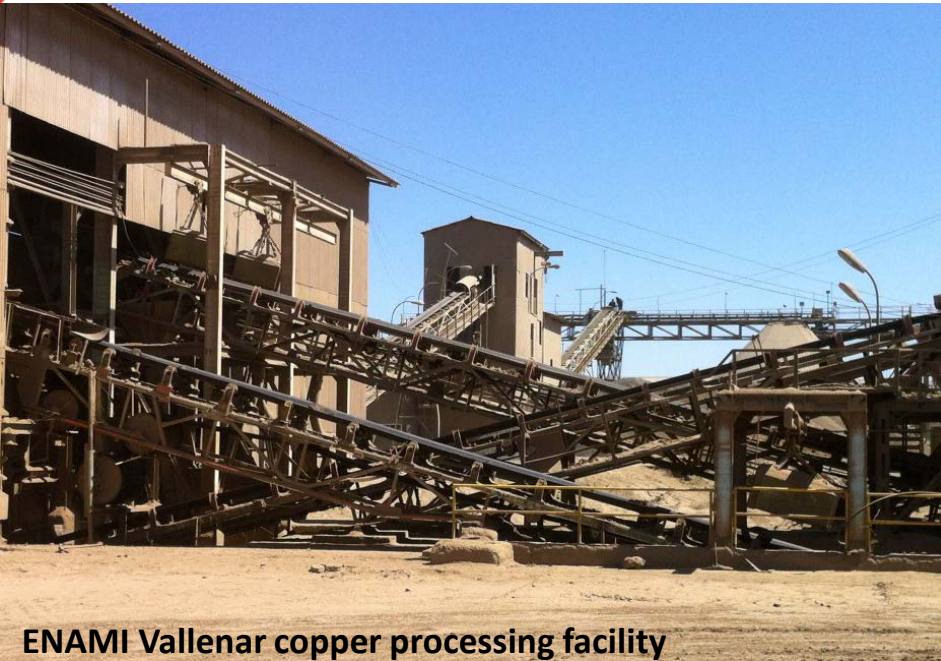
Partnership with Chilean Resource Major CAP/CMP



- Technical committee of **HCH and CMP advancing with** study of **infrastructure agreements**
- **Water extraction** regulatory application underway- submitted in early 2013
- **Surface rights and easement** assessment complete and being advanced to formal agreement stage
- **Port and pipeline** access assessment nearing completion, draft agreements being prepared
- **Iron option** for potential magnetite mine-gate arrangement being studied by HCH and CMP

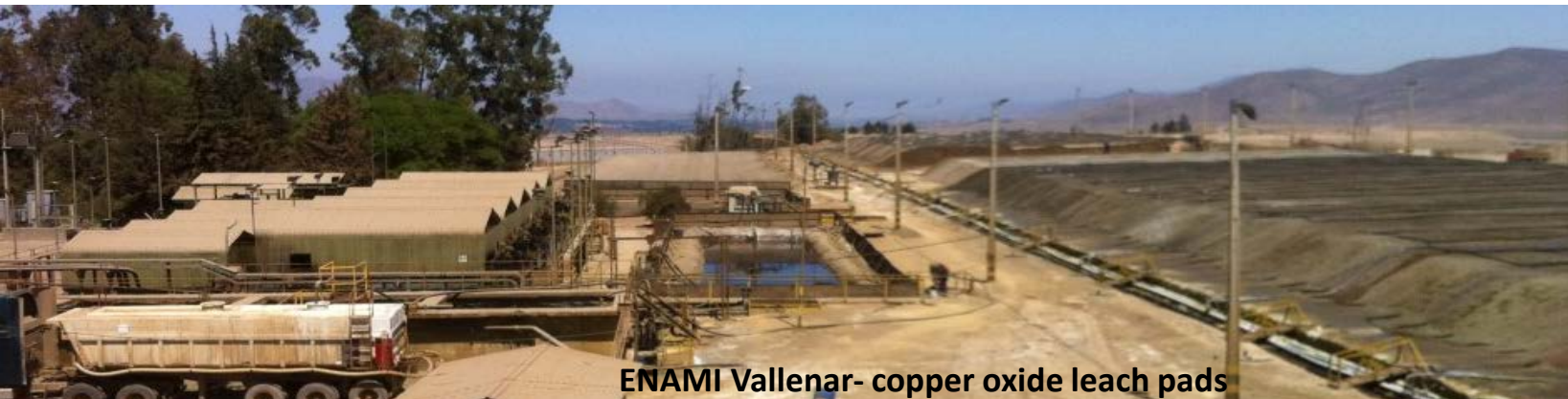
Productora Oxide Option

Leverage to Win-Win Outcome



ENAMI Vallenar copper processing facility

- **LOI signed with** government corporation **ENAMI** in June, negotiating oxide option for Productora
- **ENAMI plant 15km from Productora** is planned to be significantly expanded
- **Oxide ore previously treated as pre-strip** in scoping study
- Potential to **reduce pre-strip capex** and provide additional early revenue stream



ENAMI Vallenar- copper oxide leach pads

Scoping Study Completed & Pre-Feasibility Advanced

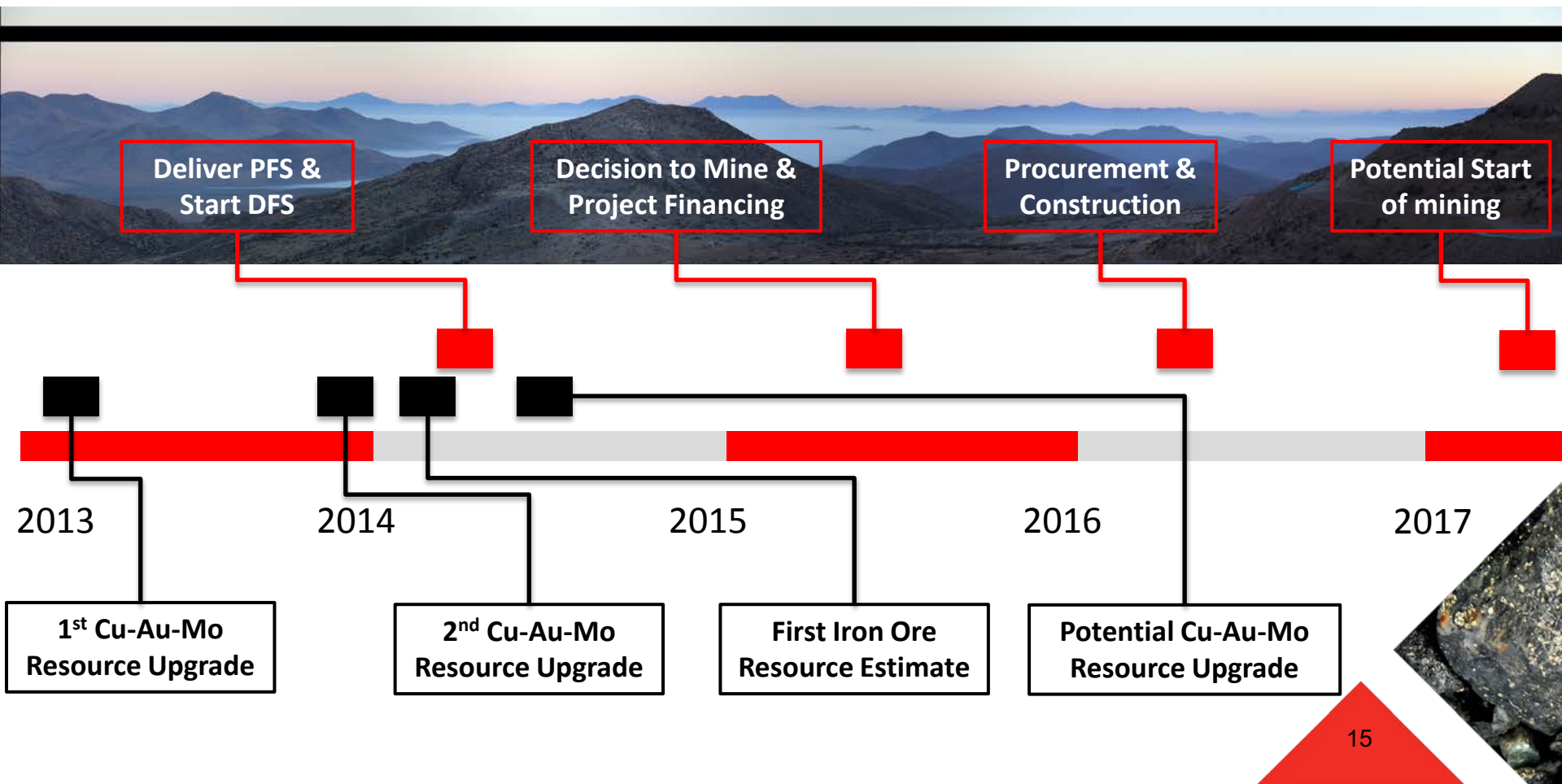
Concept/Scoping Study Parameters – Delivered in February 2013

Processing Rate	~11Mtpa (Open pit- copper and gold only)
Strip Ratio	3.5-4.5 : 1 (Target strip ration of 4:1)
Metallurgical Recovery	>90% Cu, ~80% Au, ~75% Mo (coarse 180um grind size)
Flowsheet	Sulphide processing plant- Conventional crush-grind-float
Concentrate Production	~220kt/a grading approx. >25% Cu and 6g/t Au
Development Capex	\$500-700M (contingent on off balance sheet options for mining and certain infrastructure)
Opex (C1 including gold credits)	US\$1.20/lb – US\$1.50/lb

- **Pre-feasibility study targeted for delivery in 1H 2014**
- **Opportunity** to capture:
 - Next major resource upgrade
 - Infrastructure, iron and copper oxide agreement terms
 - Throughput optimisation to assess ramp-up production scenarios

Productora Growth & Development Timeline

Delivering a rapid large-scale copper development

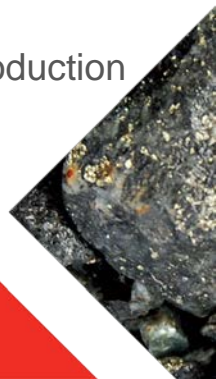


Drilling Discovers Second Major Copper-Gold Project

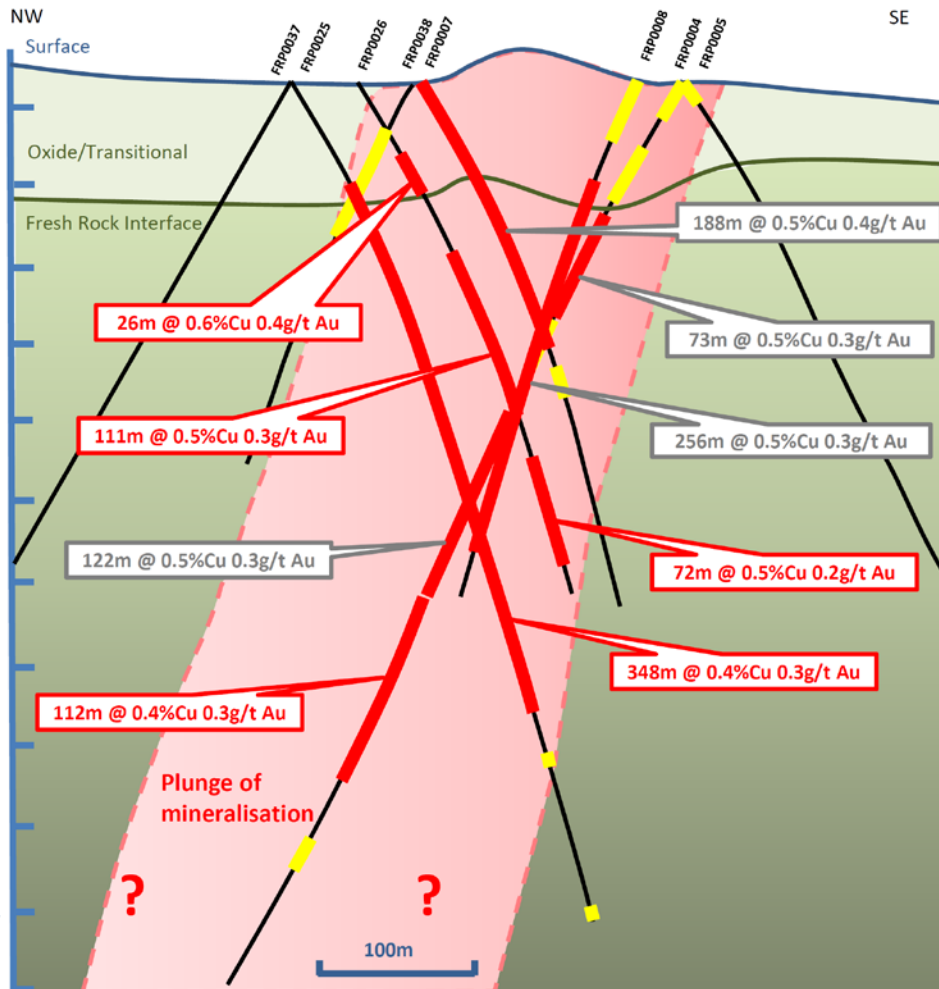


- **12,000m RC drilling** complete at **Frontera copper-gold project**
- **70km south of Productora** and connected via sealed road and rail
- **Large copper-gold porphyry** drill confirmed **from surface**
- **Resource modelling underway** to increase production hub resource inventory

Aerial view looking SW over Frontera drilling, March

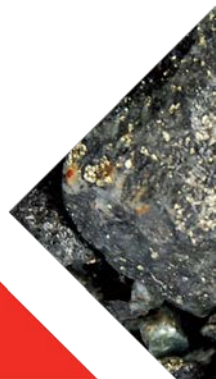


Fraterna Set to be Second Growth Project



Drilling Intersections

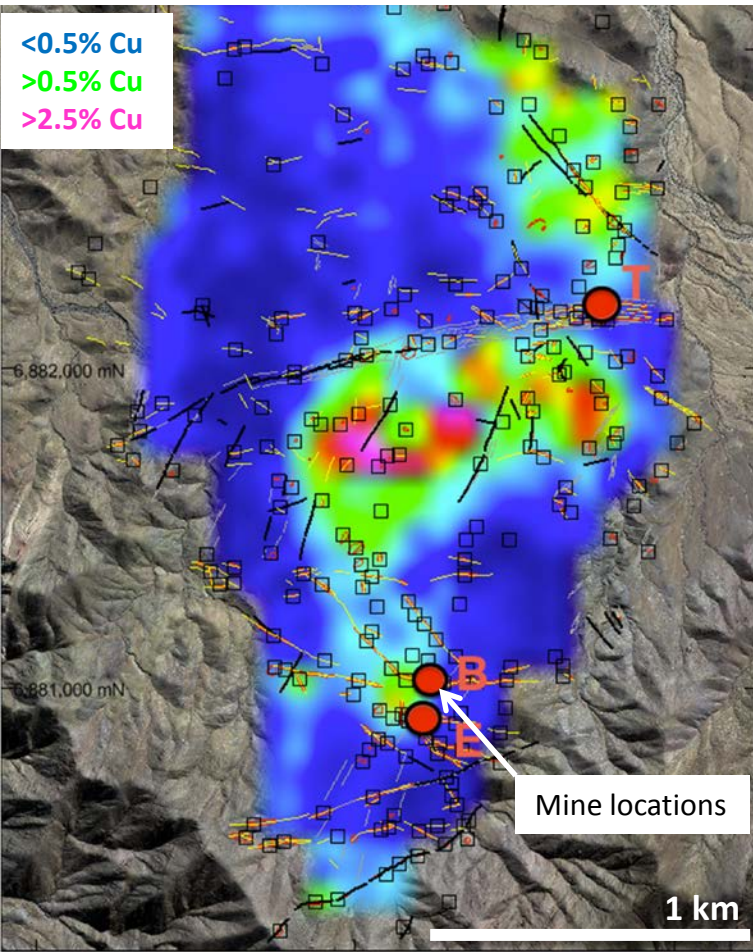
- █ Intersections +0.4% Cu (average)
- █ Intersections +0.3% Cu (average)
- 100m @ XX New results
- 100m @ XX Previously reported results



Banderas Exploration Identifies Significant Copper Potential

Banderas Project

Copper Surface Geochemistry and Structure

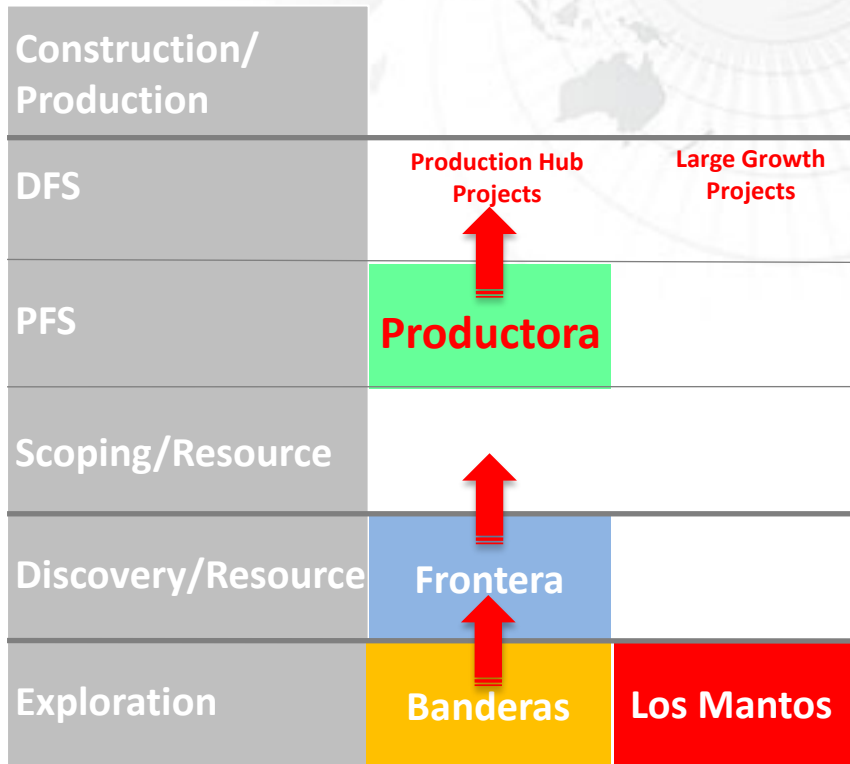


- Consolidated early stage copper project, **50km north of Productora**
- Several **high-grade, small-scale copper UG mines**
- **Significant exploration undertaken by HCH** over 18 months- mapping, airborne surveys, surface rock-chip, soils samples
- **Several copper targets identified**
- Targeting being completed in advance of decision to drill

Projects and Growth Pipeline

Building a Large-Scale Copper Business

- **Production Hub Strategy** for Region III and IV of Chile's coastal range
- **Leverage off existing infrastructure** advantage at Productora
- Potential future production target of **120-150ktpa of copper**



Streamlining & Strong News Flow

Core Business Focus



- **Streamlining business activities**- 12 month activity plan fully funded by cash, 20c option conversion and July capital raising
- **Cost reduction programme implemented**- +50% reduction in monthly company expenditure rate achieved
- **Drilling results and resource inventory growth** to underpin optimal PFS study
- **Infrastructure and development agreement execution**- unique opportunity to leverage success

Qualifying Statements

Copper Equivalent Calculation (Cu Eq*)

Copper Equivalent (also Cu Eq*) Calculation represents the total metal value for each metal, multiplied by the conversion factor, summed and expressed in equivalent copper percentage. These results are exploration results only and no allowance is made for recovery losses that may occur should mining eventually result. However it is the company's opinion that elements considered here have a reasonable potential to be recovered as evidenced in similar multi-commodity natured mines elsewhere in the world. Copper equivalent conversion factors and long-term price assumptions used follow:

Copper Equivalent Formula = $Cu \% + Mo(ppm) \times 0.0008 + Au(ppm) \times 0.6832$

Price Assumptions - Cu (US\$1.80/lb), Mo (US\$15/lb), Au (US\$850/oz)

Competent Person Statement

Exploration Reporting

Information in this announcement that relates to exploration results and mineralisation is based on information compiled by Mr Christian Easterday, a Director, who is a Member of The Australian Institute of Geoscientists. Mr Easterday 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 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (the JORC Code). Mr Easterday consents to the inclusion in this presentation of the statements based on his information in the form and context in which they appear.

Exploration Reporting

The information in this report that relates to the Central Mineral Resource, Productora is based on information compiled by Alf Gillman, who is a fellow of the Australasian Institute of Mining and Metallurgy. Alf Gillman is a director of Odessa Resources Pty Ltd, and has sufficient experience in mineral resource estimation, which is relevant to the style of mineralisation and type of deposit under consideration. He is qualified as a Competent Person as defined in the 2004 edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Alf Gillman consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

The information in this report that relates to Mineral Resource estimates outside of the Central Mineral Resource is based on information compiled by Aloysius Voortman and Fleur Muller. Aloysius Voortman is a Fellow of the Australasian Institute of Mining and Metallurgy, and Fleur Muller is a Member of the Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists. Aloysius Voortman is an employee of Coffey Mining, and Fleur Muller is an employee of Hot Chili Ltd, and both have sufficient experience in mineral resource estimation, which is relevant to the style of mineralisation and type of deposit under consideration. Mr Voortman and Mrs Muller are qualified as a Competent Person as defined in the 2004 edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Both Mr Voortman and Mrs Muller consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

Qualifying Statements

JORC Compliant Resource Statement- Reported 13th February 2013

Classification	Resource Series (+0.3% Cu)	Tonnage	Grade				Contained Metal			
			Cu %	Au g/t	Mo g/t	Cu Eq* %	Copper (Tonnes)	Gold (Oz)	Molybdenum (Tonnes)	Copper Eq* (Tonnes)
INDICATED	Res Upgrade 1	39,400,000	0.6	0.1	124	0.8	230,000	150,000	5,000	310,000
	Central Resource	31,200,000	0.6	0.1	159	0.8	190,000	110,000	5,000	250,000
	Total	70,600,000	0.6	0.1	140	0.8	420,000	260,000	10,000	560,000
INFERRED	Res Upgrade 1	40,600,000	0.5	0.1	110	0.7	200,000	130,000	4,000	270,000
	Central Resource	54,000,000	0.6	0.1	138	0.7	300,000	180,000	8,000	400,000
	Total	94,600,000	0.5	0.1	126	0.7	500,000	310,000	12,000	670,000
TOTAL	Res Upgrade 1	80,000,000	0.5	0.1	117	0.7	440,000	290,000	9,000	580,000
	Central Resource	85,200,000	0.6	0.1	146	0.8	480,000	290,000	13,000	650,000
	Total	165,200,000	0.6	0.1	132	0.7	920,000	580,000	22,000	1,230,000



“ the company is positioned as one of leading ASX emerging copper producers”

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