



Heating Up

Expanding Chile's Next Major Copper Producer



Chile Explore Congress 2017
Hotel Santiago, Chile
September 28th 2017

ASX code: HCH

September 2017



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HOT CHILI

One of the **top ASX listed Copper Developers** with advanced Chilean coastal range copper portfolio

Productora Copper project resource base sitting at **1.5Mt copper & 1Moz gold**

PFS Complete- 10 Years Mine Life with first 8 years averaging 66kt Cu and 25koz Au production annually

Pursuing high grade and bulk tonnage resource growth ahead of Definitive Feasibility on expanded project

Building Chile's next major copper producer into a rising copper market



Productora growth strategy gathers momentum

Corporate Summary



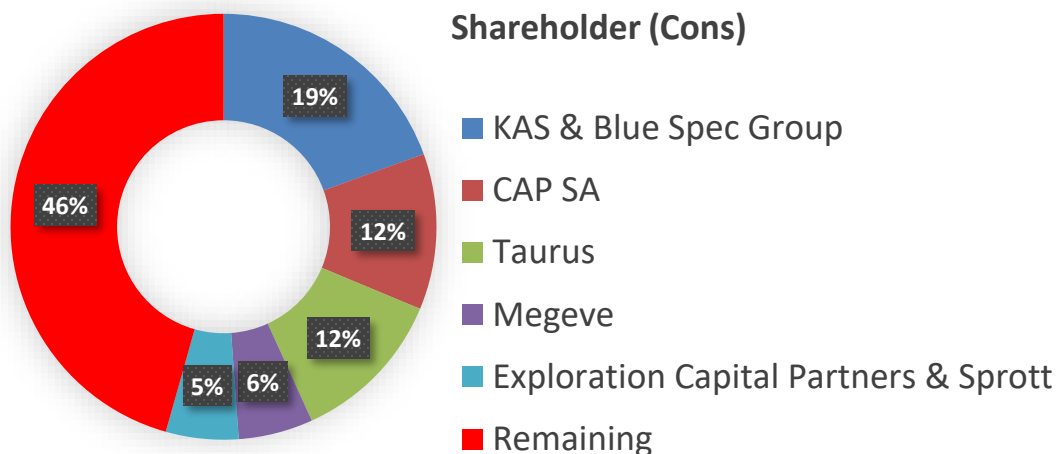
Board of Directors

Murray Black	Non Exec Chairman
Christian Easterday	Managing Director
Michael Anderson	Non Exec Director
Allan Trench	Non Exec Director
Roberto de Andraca Adriasola	Non Exec Director
Randall Nickson	Non Exec Director

Capital Structure

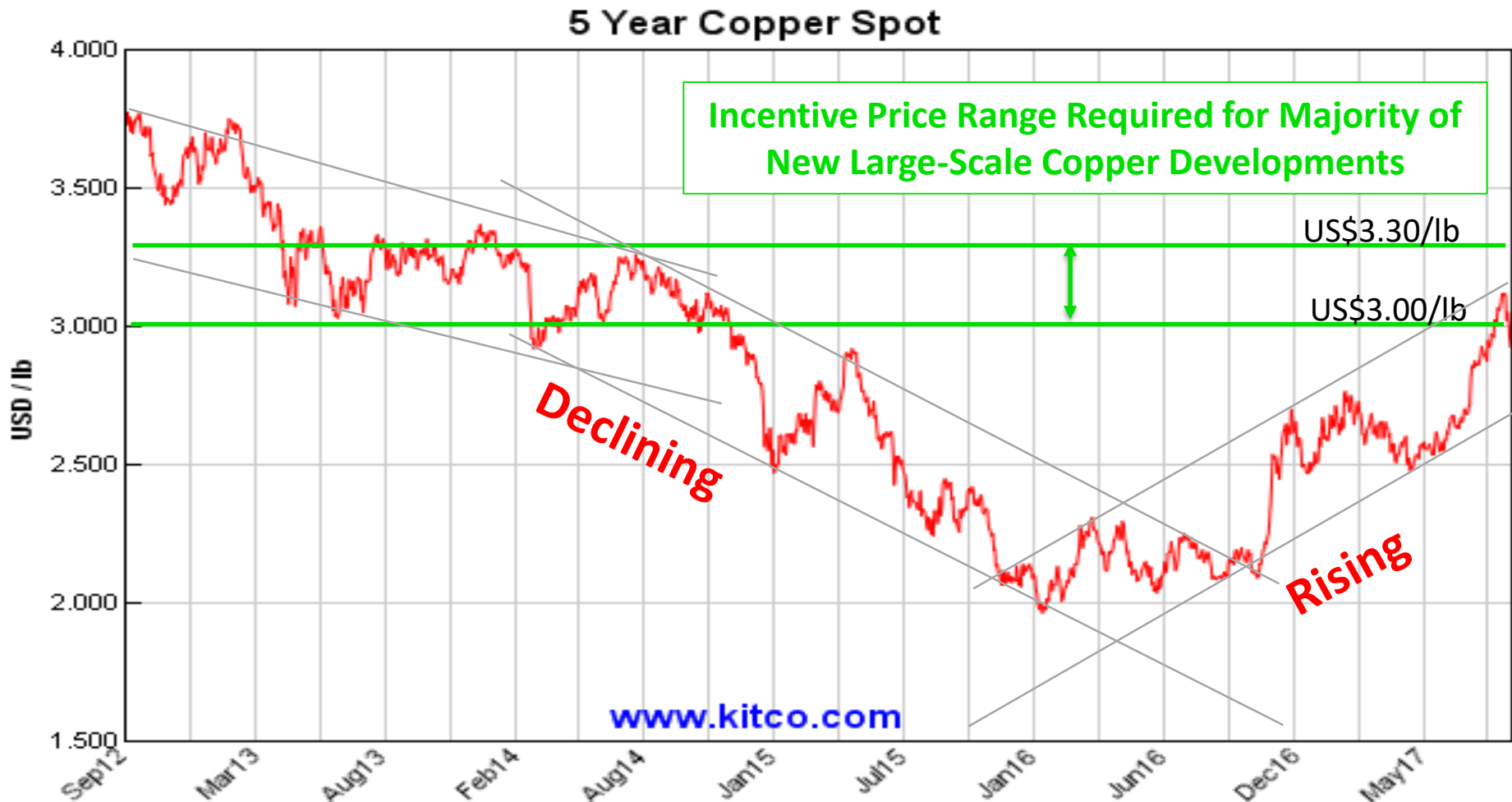
Issued Shares	555.1M
Unlisted Options	11.0 M (30c, exp Jun 2019) 8.0M (10c, exp Sept 2018) 20.0M (3.33c, exp Jun 2019)
Unlisted 5yr Convertible Notes	112,559 (A\$100 face value)
Share Price	A\$0.037
Mkt Capitalisation	A\$20.5M
Mkt Capitalisation (fully dilute)	A\$34.5M (incl Con Notes, Options)
Cash	A\$1.5M approx. (16 th Sept 2017)
Enterprise Value (EV)	A\$19M
Enterprise Value (fully dilute)	A\$33M

Substantial Shareholders



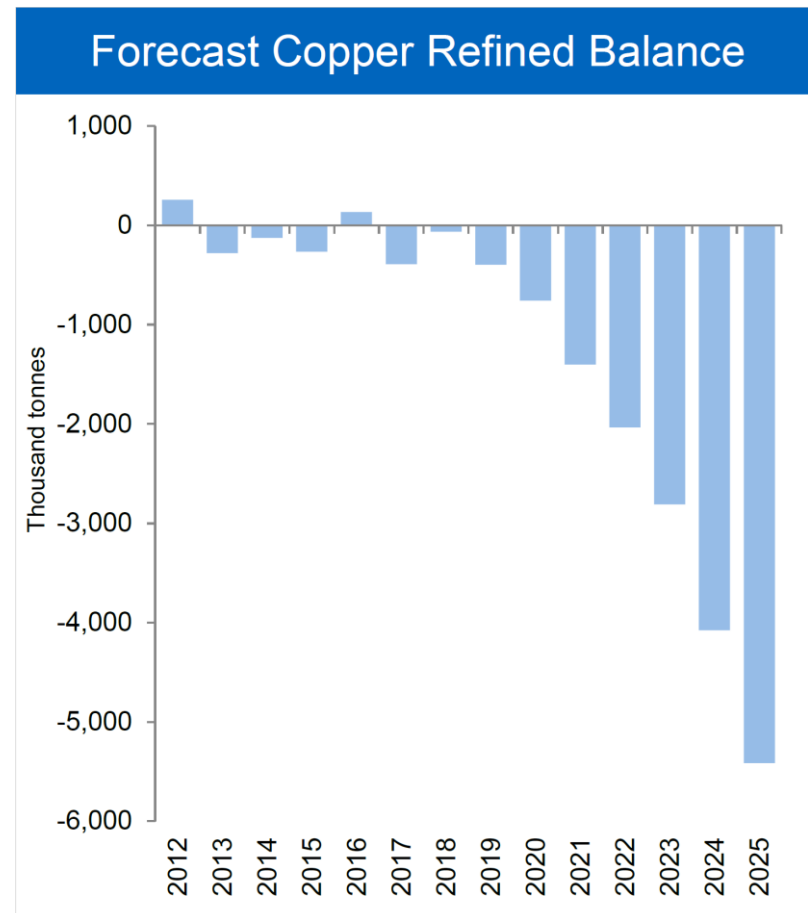
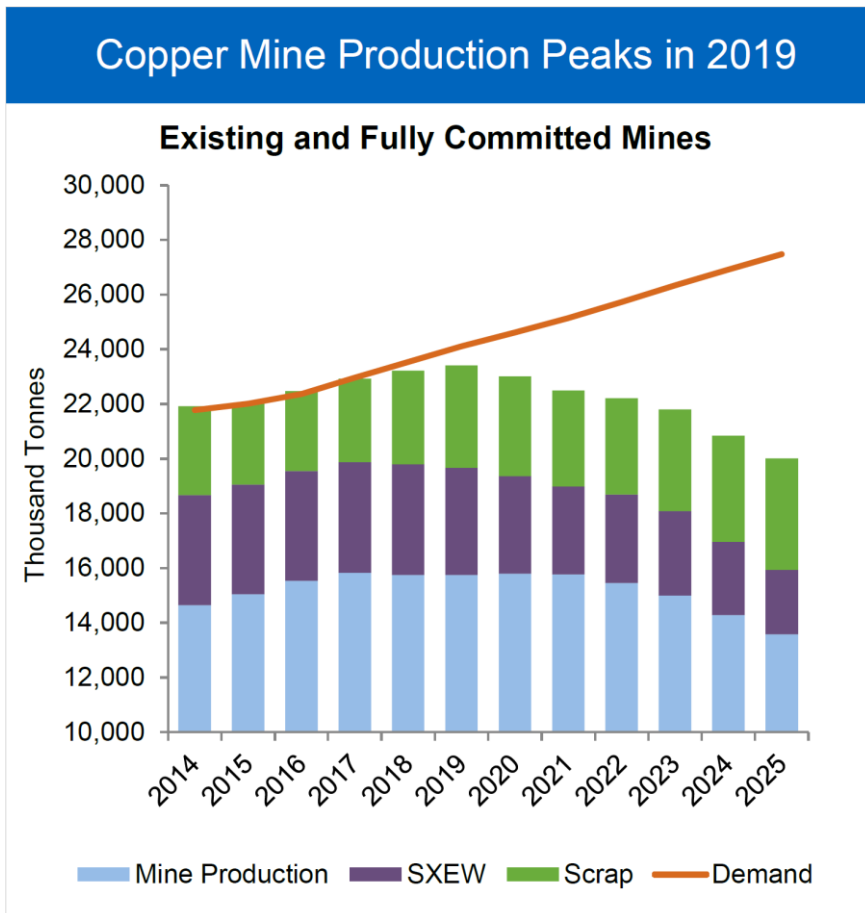
Copper Price Rising

- Copper price has **increased 50% in past 12 months**
- **Market cap's of most ASX listed copper developers still at 10-20% of their 2013 levels**



Copper Supply Deficit Drawing Near

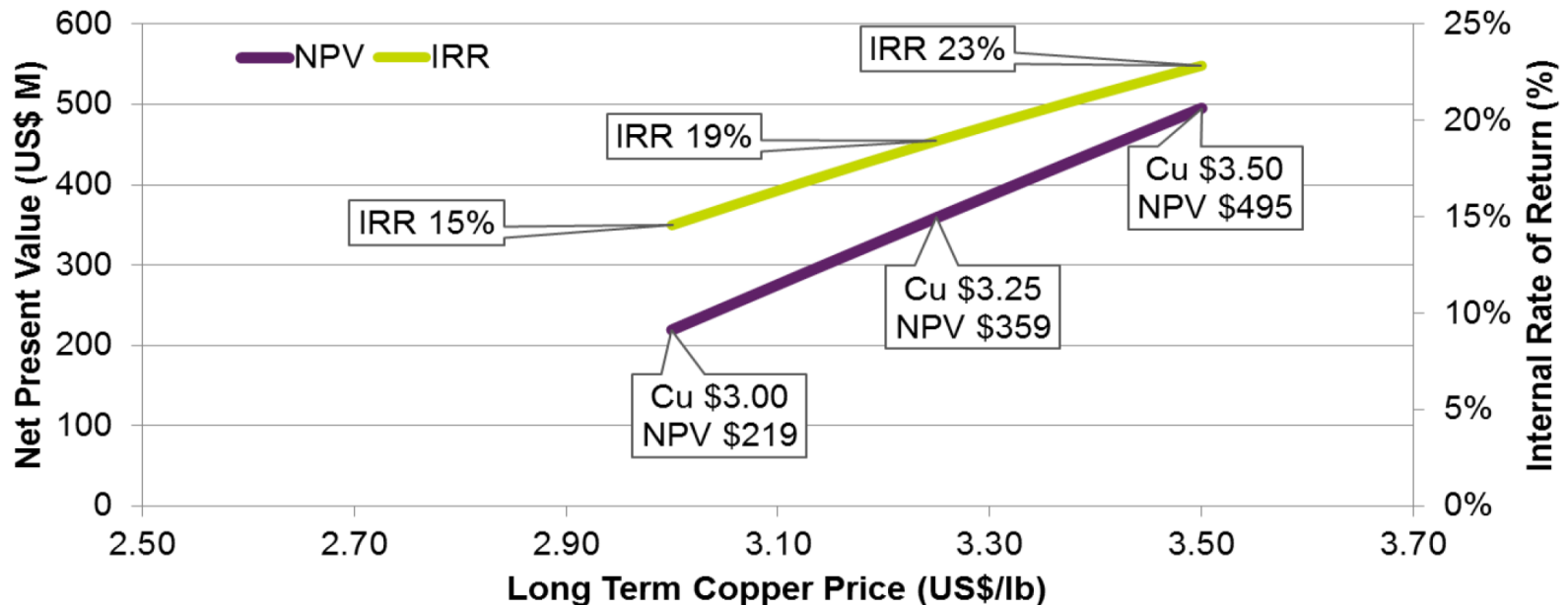
- **Tight Supply/Demand** balance over coming 18 to 24 months
- **Large Supply deficit expected to widen from 2019** to drive next wave of copper mines



Value Highly Leveraged to Copper Price

- Above US\$3.00/lb copper price, **every US\$5c/lb increase adds US\$28M in NPV to the valuation of Productora** (against spot prices)

Financial analysis of Productora PFS valuation in relation to copper price

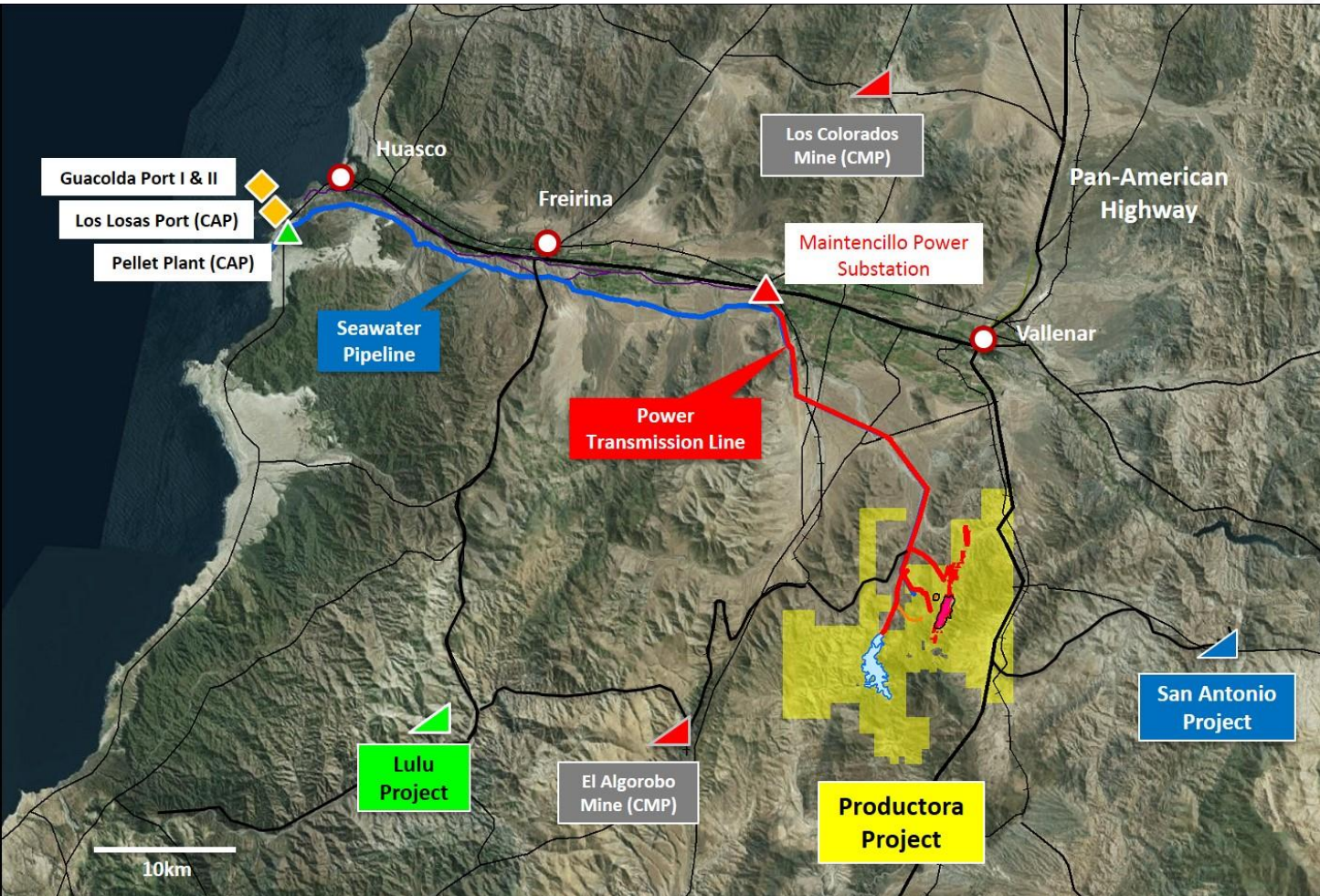


- Figure shows three valuation price cases.
- Significant upside exposure to long term price.

Refer to ASX Announcement dated 2nd March 2016
Independent Financial Analysis by Amec Foster Wheeler

Chilean Operating Centre

- Low altitude coastal range, 700km north of Santiago Chile, **significant infrastructure advantage secured**



Large Scale Copper Hub

- **Productora** (Flagship)
- **San Antonio** (HG Satellite)
- **Lulu** (HG Satellite)

Building Productora into a Premier Copper Development



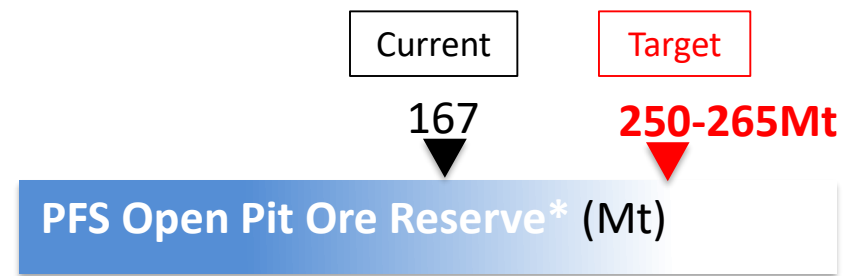
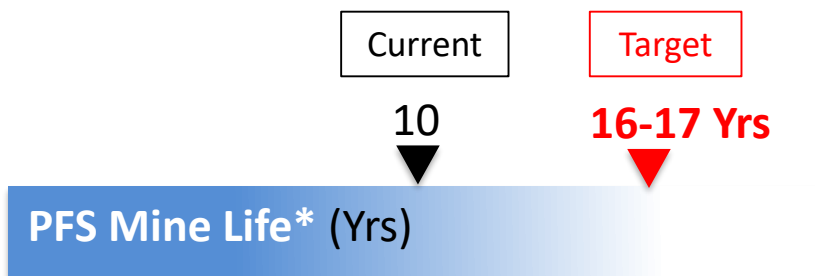
Bulk Tonnage Growth Target

- Targeting minimum **6-7yrs additional bulk tonnage mine life (13Mtpa)**
- Target Mineralisation¹ of 84-98Mt@ 0.45-0.55% copper for 380-540kt Cu

Target Mineralisation Statement¹

References to exploration target size and target mineralisation in this presentation are conceptual in nature and should not be construed as indicating the existence of a JORC Code 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 within the meaning of the JORC Code.

Impact- ~50% increase to mine life at existing scale

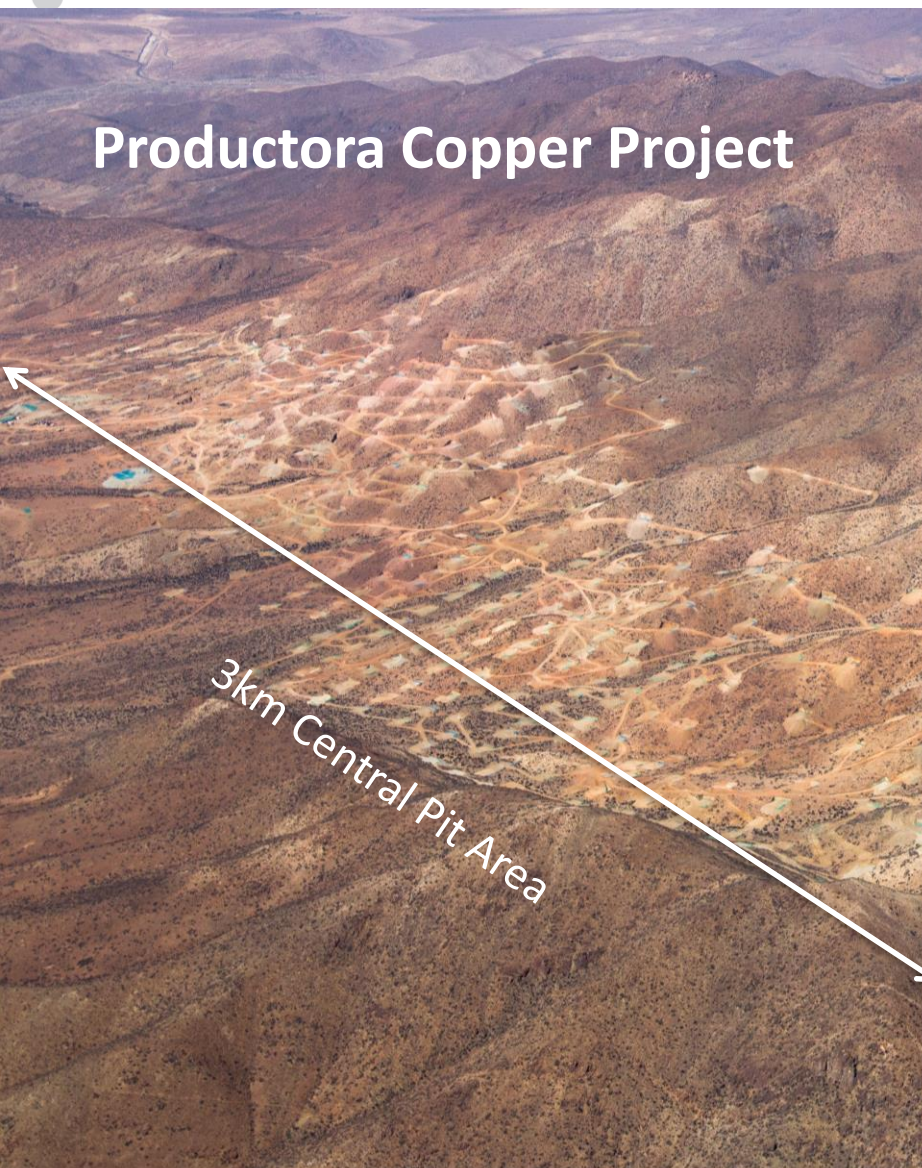


* Note- Based on PFS (2nd March 2016) 14Mtpa sulphide throughput only

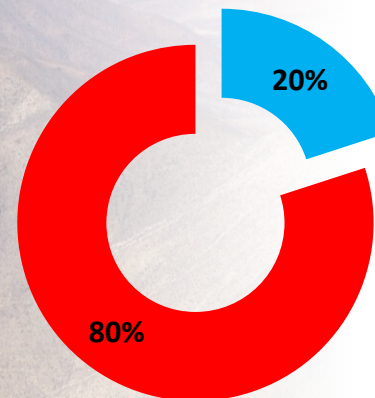
Productora- Flagship Project



Productora Copper Project



Productora JV Structure



■ CMP
■ Hot Chili

Invested to Date

US\$90M

**Major Project Partner
(20% contributing)**

CMP- Chiles largest iron ore producer

Infrastructure Access

Surface rights and easements for power and water secure

**JORC Resource¹
(+0.25% Cu)**

**237Mt @0.48%Cu, 0.1g/t Au for
1.13Mt Cu and 0.73Moz Au**

**PFS Complete¹
(Feb 2016)**

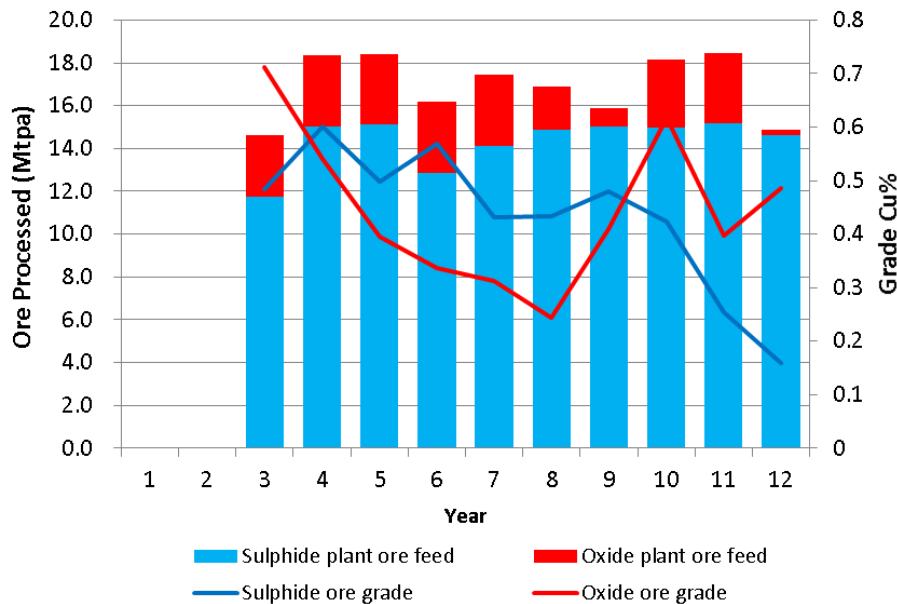
**Open pit strip ratio 2.7:1, 10 Years
Mine Life with first 8 years averaging
66kt Cu and 25koz Au production
annually**

1. Refer to ASX Announcement dated 2nd March 2016

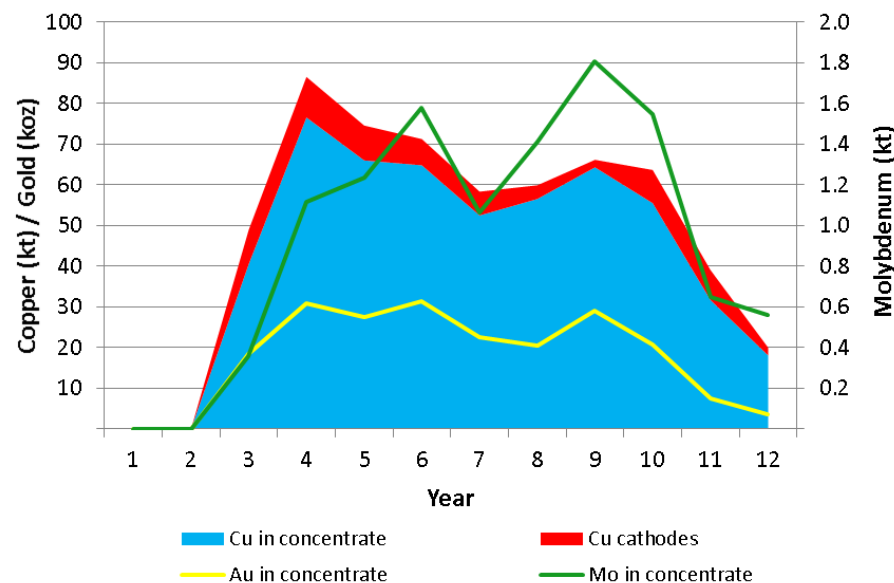
Strong Foundation to Expand



Ore Feed & Head Grade



Metal Production

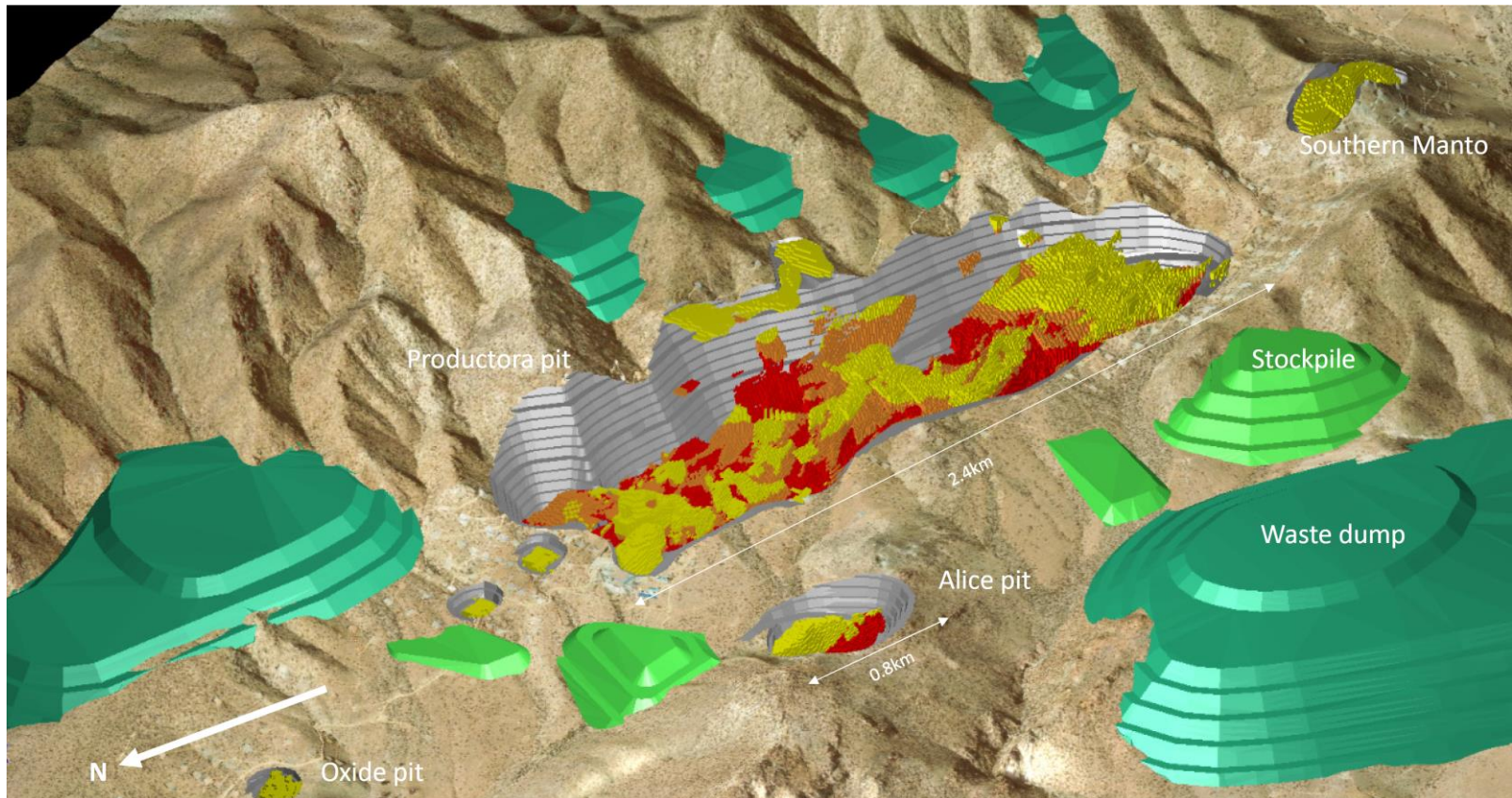


- PFS¹ planned **large-scale, low cost** copper **processing** facility
- Average throughput of **14.7Mtpa sulphide & 2.8Mtpa oxide over first 8 years**
- **Average annual copper production of 66kt over first 8 years of production** (60 kt of Cu in concentrate and 6 kt of Cu cathode)

1. Refer to ASX Announcement dated 2nd March 2016

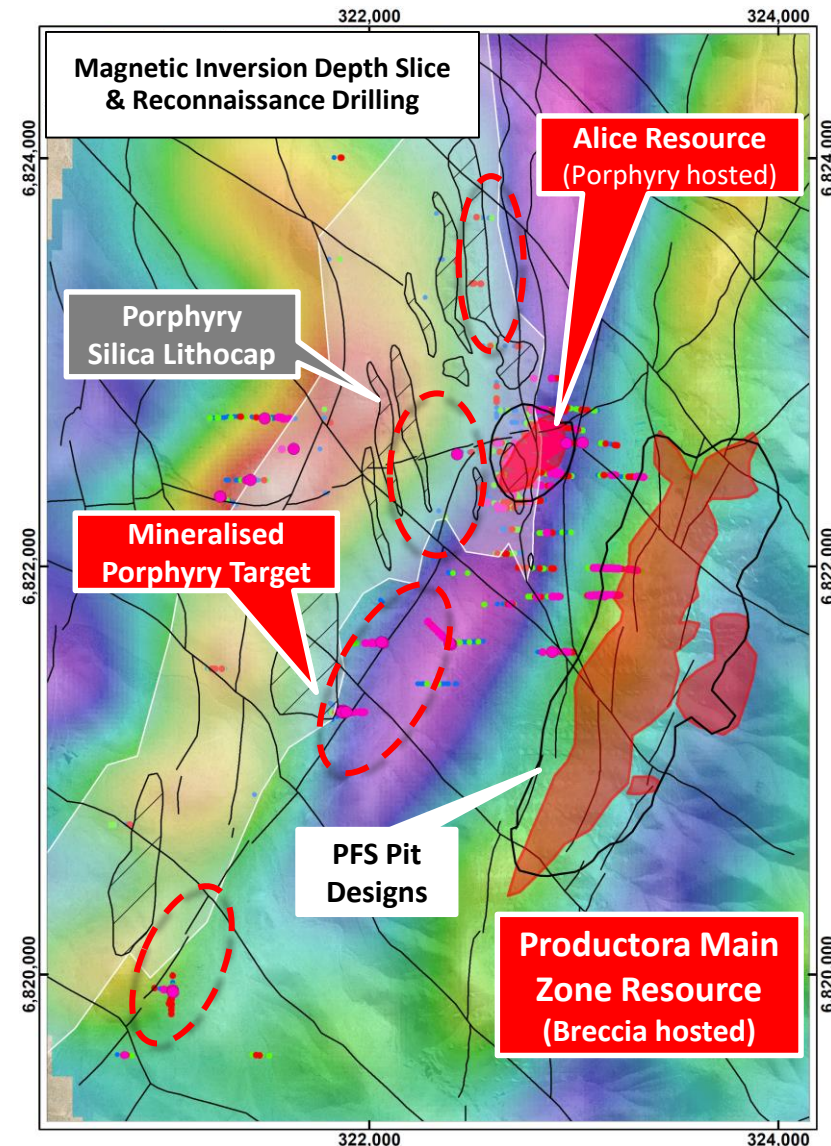
10 Years Mine Life Established

- **Additional 6-7 years of bulk tonnage mine life¹ being pursued**
- **10,000m of RC/DD reconnaissance drilling completed at Productora this year already**



Large-Scale Porphyry Copper Potential Confirmed

- **Four mineralised porphyry copper targets delineated from reconnaissance drilling**
- **Two shallow targets drill confirmed** with wide, low-grade copper mineralisation intersected from surface
- **Two deeper targets confirmed** by pathfinder drilling intercepts (wide zones of +50ppm Mo)
- **Phase 2 drilling programme being designed** to test all four target areas
- **Environmental applications** for drill access underway



Building Productora into a Premier Copper Development



High Grade Satellite Growth Target

- Targeting minimum **10-12yrs of satellite Ore Reserve feed (1Mtpa)**
- Target Mineralisation¹ of 10-12Mt@ 2.0-3.0% copper for 200-360kt Cu

Impact- ~30% increase to head grade at existing scale

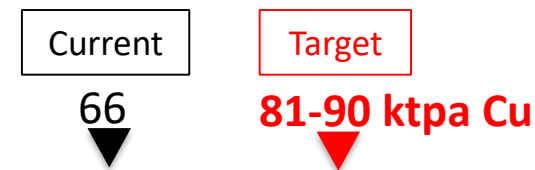


PFS Copper Head Grade (% Cu)**

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Impact- ~30% increase to metal production at existing scale



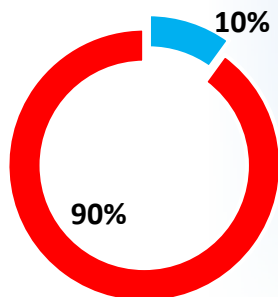
PFS Copper Production (ktpa)**

*** Note- Not including PFS (2nd March 2016) low grade stockpiles*

New High Grade Satellite Added



San Antonio Copper Project JV Option (Non Binding LOI)



- Private
- Hot Chili

San Antonio HG Satellite Copper Project



Trucking Distance	20km directly east of Productora
Historical UG Mine Production	Total of 2Mt grading 2% Cu, 0.5g/t gold extracted over 200m strike, 130m depth and 7-30m width
Landholding/Ownership	12 mining leases for 1,566 Ha, Privately held and mined since 1964
Exploration Potential	2.5km strike extent potential and 9 historical drill holes complete to date

20m to 30m Development Widths

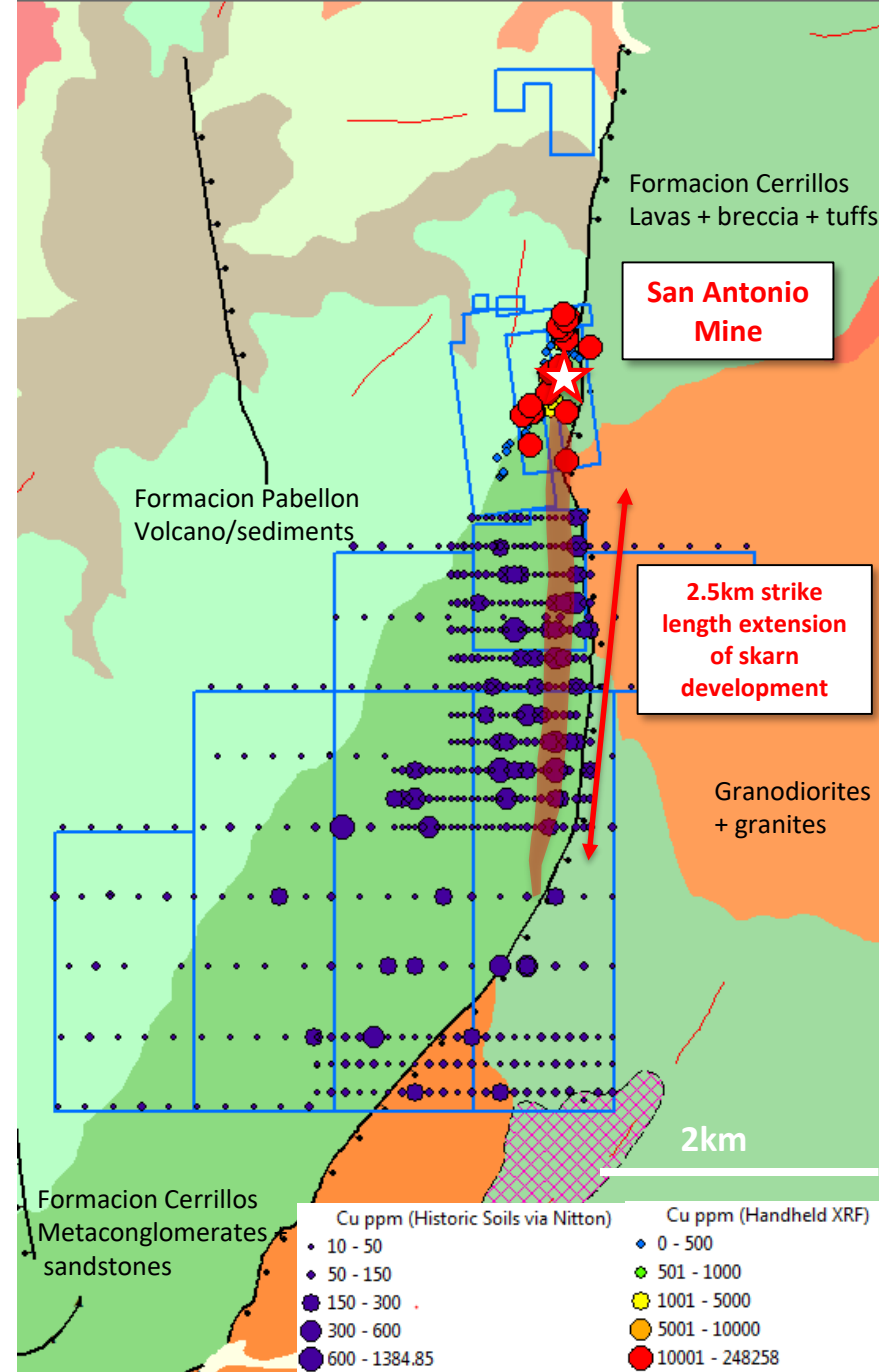


- **Substantial underground mine**
- Construction of digital underground **3D mine model has commenced**

- Total historical production of **2Mt grading 2% copper and 0.5g/t gold**
- Sulphide copper associated with **chalcopyrite, bornite**, pyrrhotite and magnetite

Large Potential Recognised

- **Andesite hosted** mineralisation within a sequence of **moderately east-dipping** sandstone and limestone units
- **Extensive skarn alteration** adjacent to a granitic contact- **2.5km of southern strike extension potential**
- **9 surface holes** drilled to date
- **Logistical planning** underway ahead of **environmental application for drill access**

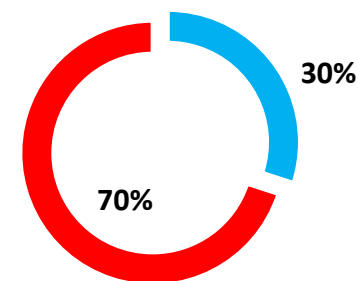


Second High Grade Satellite Added



Lulu HG Satellite Copper Project

Lulu Copper Project JV Option
(Non binding LOI)



■ Private
■ Hot Chili

Trucking Distance

30km directly west of Productora

Historical UG Mine Production

Direct extension of substantial UG mine reportedly developed to 600m depth extracting widths of 1.5m to 2m with average grade of 6% Cu and 3g/t Au

Landholding/Ownership

2 mining leases for 40 Ha, Privately held since 1932

Exploration Potential

800m direct strike extension potential confirmed at surface, no drill holes ever undertaken

Historical High Grade Mining Centre



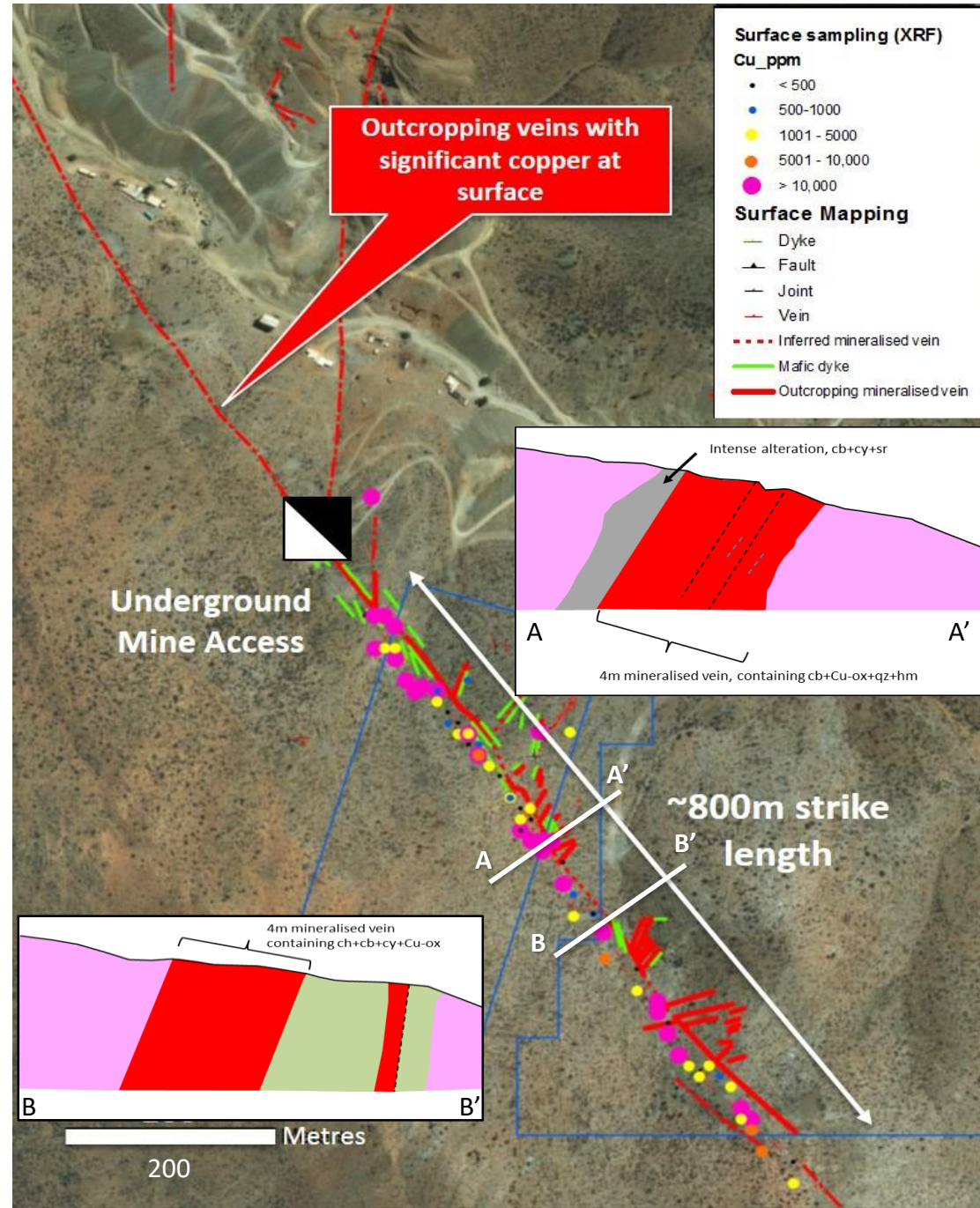
- One of the **highest grade historical mining centres** in the region, **commenced by British in 1860's**, supporting a population of approximately **5,000 people at its peak**
- Exploited **vein widths up to 7m with grades averaging 12% copper and 5g/t gold**
- Copper sulphide associated with **chalcopyrite, bornite and minor covellite**



Historical copper sulphide processing facilities close to Lulu

800m Extension of Main Structure Confirmed at Lulu

- Detailed **structural mapping and surface geochemistry** programme underway
- **800m strike length** of main ore hosting vein over **widths ranging from 70cm to 4.1m**
- **Logistical planning** being undertaken ahead of **environmental application for drill access**



Put Hot Chili on Your Watchlist!



- **Copper price is rising**
- **And with that, the value of Hot Chili's** existing large scale copper development
- **Exceptional growth opportunities** that have the potential **to add scale and grade**
- Partnerships for **other expansion opportunities being evaluated**
- Multiple activity streams underway to prepare for **drilling high grade and bulk tonnage resource growth potential once environmental approvals are received**
- Successful results over the coming 6 to 12 months have the potential to establish Hot Chili as the **premier ASX listed copper developer**

Qualifying Statements



Mineral Resource and Ore Reserve Confirmation

The information in this presentation that relates to Mineral Resources and Ore Reserve estimates on the Productora copper project was previously reported in the ASX announcement “Hot Chili Delivers PFS and Near Doubles Reserves at Productora” dated 2nd March 2016, a copy of which is available on the ASX website at www.asx.com.au and the Company’s website at www.hotchili.net.au. The company confirms that it is not aware of any new formation or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the estimates in that announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person’s findings are presented have not been materially modified from the original market announcement.

Productora Project Ore Reserve Statement, March 2016 ¹

Ore Type	Reserve Category	Tonnage (Mt)	Grade			Contained Metal			Payable Metal		
			Cu (%)	Au (g/t)	Mo (ppm)	Copper (tonnes)	Gold (ounces)	Molybdenum (tonnes)	Copper (tonnes)	Gold (ounces)	Molybdenum (tonnes)
Oxide	Probable	24.1	0.43	0.08	49	103,000	59,600	1,200	55,600		
Transitional		20.5	0.45	0.08	92	91,300	54,700	1,900	61,500	24,400	800
Fresh		122.4	0.43	0.09	163	522,500	356,400	20,000	445,800	167,500	10,400
Total	Probable	166.9	0.43	0.09	138	716,800	470,700	23,100	562,900	191,900	11,200

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: Price assumptions: Cu price - US\$3.00/lb; Au price US\$1200/oz; Mo price US\$14.00/lb. Note 3: Mill average recovery for fresh Cu - 89%, Au - 52%, Mo - 53%. Mill average recovery for transitional; Cu 70%, Au - 50%, Mo - 46%. Heap Leach average recovery for oxide; Cu - 54%. Note 4: Payability factors for metal contained in concentrate: Cu - 96%; Au - 90%; Mo - 98%. Payability factor for Cu cathode - 100%.

Productora JORC Compliant Mineral Resource

Productora Project Higher Grade Resource, March 2016

Deposit	Classification	Tonnage (Mt)	Grade			Contained Metal		
			Cu (%)	Au (g/t)	Mo (ppm)	Copper (tonnes)	Gold (ounces)	Molybdenum (tonnes)
Productora	Indicated	166.8	0.50	0.11	151	841,000	572,000	25,000
	Inferred	51.9	0.42	0.08	113	219,000	136,000	6,000
	<i>Sub-total</i>	<i>218.7</i>	<i>0.48</i>	<i>0.10</i>	<i>142</i>	<i>1,059,000</i>	<i>708,000</i>	<i>31,000</i>
Alice	Indicated	15.3	0.41	0.04	42	63,000	20,000	600
	Inferred	2.6	0.37	0.03	22	10,000	2,000	100
	<i>Sub-total</i>	<i>17.9</i>	<i>0.41</i>	<i>0.04</i>	<i>39</i>	<i>73,000</i>	<i>23,000</i>	<i>700</i>
Combined	Indicated	182.0	0.50	0.10	142	903,000	592,000	26,000
	Inferred	54.5	0.42	0.08	109	228,000	138,000	6,000
	<i>Total</i>	<i>236.6</i>	<i>0.48</i>	<i>0.10</i>	<i>135</i>	<i>1,132,000</i>	<i>730,000</i>	<i>32,000</i>

Reported at or above 0.25 % Cu. 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. Metal rounded to nearest thousand, or if less, to the nearest hundred.

Productora Project Low Grade Resource, March 2016

Deposit	Classification	Tonnage (Mt)	Grade			Contained Metal		
			Cu (%)	Au (g/t)	Mo (ppm)	Copper (tonnes)	Gold (ounces)	Molybdenum (tonnes)
Productora	Indicated	150.9	0.15	0.03	66	233,000	170,000	10,000
	Inferred	50.7	0.17	0.04	44	86,000	72,000	2,000
	<i>Sub-total</i>	<i>201.6</i>	<i>0.16</i>	<i>0.04</i>	<i>60</i>	<i>320,000</i>	<i>241,000</i>	<i>12,000</i>
Alice	Indicated	12.3	0.14	0.02	29	17,000	7,000	400
	Inferred	4.1	0.12	0.01	20	5,000	2,000	100
	<i>Sub-total</i>	<i>16.4</i>	<i>0.13</i>	<i>0.02</i>	<i>27</i>	<i>22,000</i>	<i>9,000</i>	<i>400</i>
Combined	Indicated	163.2	0.15	0.03	63	250,000	176,000	10,000
	Inferred	54.8	0.17	0.04	43	91,000	74,000	2,000
	<i>Total</i>	<i>218.0</i>	<i>0.16</i>	<i>0.04</i>	<i>58</i>	<i>341,000</i>	<i>250,000</i>	<i>13,000</i>

Reported at or above 0.1% Cu and below 0.25 % Cu. 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. Metal rounded to nearest thousand, or if less, to the nearest hundred. Metal rounded to nearest thousand, or if less, to the nearest hundred.

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 report 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 Project Mineral Resources, is based on information compiled by Mr J Lachlan Macdonald and Mr N Ingvar Kirchner. Mr Macdonald is an employee of Hot Chili Ltd and is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Kirchner is employed by AMC Consultants (AMC). AMC has been engaged on a fee for service basis to provide independent technical advice and final audit for the Productora Project Mineral Resource estimates. Mr Kirchner is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM) and is a Member of the Australian Institute of Geoscientists (AIG). 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 report 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 Project Ore Reserves, is based on information compiled by Mr Carlos Guzmán, Mr Boris Caro, Mr Leon Lorenzen and Mr Grant King. Mr Guzmán is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM), 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). Mr Caro is a former employee of Hot Chili Ltd, now working in a consulting capacity for the Company, and is a member and is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM) and a Registered Member of the Chilean Mining Commission. Mr Lorenzen is employed by Mintrex Pty Ltd and is a Chartered Professional Engineer, Fellow of Engineers Australia, and is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr King is employed by AMEC Foster Wheeler (AMEC FW) and is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM). NCL, Mintrex and AMEC FW have been engaged on a fee for service basis to provide independent technical advice and final audit for the Productora Project Ore Reserve estimate. Mr. Guzmán, Mr Caro, Mr Lorenzen and Mr King have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration, and to the activity which they are 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, Mr Caro, Mr Lorenzen and Mr King consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.



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