

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name  <b>ALEXCO RESOURCE CORP.</b>		<b>2</b> Issuer's employer identification number (EIN)  <b>98-1180767</b>	
<b>3</b> Name of contact for additional information  <b>KARI LARUE</b>	<b>4</b> Telephone No. of contact  <b>208-769-4100</b>	<b>5</b> Email address of contact  <b>KLARUE@HECLA-MINING.COM</b>	
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact  <b>6500 N MINERAL DRIVE, SUITE 200</b>		<b>7</b> City, town, or post office, state, and ZIP code of contact  <b>COEUR D'ALENE, ID 83815</b>	
<b>8</b> Date of action  <b>SEPTEMBER 7, 2022</b>		<b>9</b> Classification and description  <b>COMMON STOCK</b>	
<b>10</b> CUSIP number  <b>01535</b>	<b>11</b> Serial number(s)	<b>12</b> Ticker symbol  <b>AXU</b>	<b>13</b> 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 ▶ **ON SEPTEMBER 7, 2022, HECLA MINING COMPANY THROUGH THEIR WHOLLY OWNED SUBSIDIARY, 1080980 B.C. LTD. ("1080980"), ACQUIRED ALL OF THE OUTSTANDING COMMON SHARES OF ALEXCO RESOURCE CORP. ("ALEXCO") FOR CONSIDERATION VALUED AT \$68,912,711 BASED ON A SHARE EXCHANGE RATIO OF 0.116 OF A HECLA COMMON SHARE FOR EACH ALEXCO COMMON SHARE ("THE ARRANGEMENT").**

**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 ▶ **A U.S. HOLDER OF ALEXCO SHARES WILL RECOGNIZE GAIN OR LOSS EQUAL TO THE DIFFERENCE BETWEEN (I) THE FAIR MARKET VALUE OF HECLA SHARES RECEIVED BY SUCH U.S. HOLDER IN THE ARRANGEMENT, AND (II) THE ADJUSTED TAX BASIS OF SUCH U.S. HOLDER IN SUCH ALEXCO SHARES EXCHANGED.**

**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 FAIR MARKET VALUE OF HECLA SHARES ON SEPTEMBER 7, 2022 WAS \$4.04 BASED ON THE NYSE CLOSING PRICE OF HECLA MINING COMPANY SHARES ON SEPTEMBER 7, 2022.**

**Part II** Organizational Action *(continued)*

**17** List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ \_\_\_\_\_  
**IRC SECTIONS 1001, 1011, 1012, 1016, 301**

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**18** Can any resulting loss be recognized? ▶ **YES.**

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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 2022.**

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**Sign Here** 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.

Signature ▶  Date ▶ **9/20/2022**

Print your name ▶ **RUSSELL D. LAWLAR** Title ▶ **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.