



MEASURED APPROACH.
MAJOR ACHIEVEMENTS.

Investor Presentation

January 2016

HUDBAY

TMX  NYSE HBM

Cautionary Information

This presentation contains "forward-looking statements" and "forward-looking information" (collectively, "forward-looking information") within the meaning of applicable Canadian and United States securities legislation. All information contained in this presentation, other than statements of current and historical fact, is forward-looking information. Often, but not always, forward-looking information can be identified by the use of words such as "plans", "expects", "budget", "guidance", "scheduled", "estimates", "forecasts", "strategy", "target", "intends", "objective", "goal", "understands", "anticipates" and "believes" (and variations of these or similar words) and statements that certain actions, events or results "may", "could", "would", "should", "might" "occur" or "be achieved" or "will be taken" (and variations of these or similar expressions). All of the forward-looking information in this presentation is qualified by this cautionary note.

Forward-looking information includes, but is not limited to, production, cost and capital and exploration expenditure guidance, anticipated production at Hudbay's mines and processing facilities, anticipated production from the company's projects and events that may affect its operations and development projects, the anticipated effect of external factors on revenue, such as commodity prices, the potential to refurbish the recently acquired New Britannia mill ("the NBM Mill") and utilize it to process ore from its Lalor mine, estimation of mineral reserves and resources, mine life projections, reclamation costs, economic outlook, government regulation of mining operations, and business and acquisition strategies. Forward-looking information is not, and cannot be, a guarantee of future results or events. Forward-looking information is based on, among other things, opinions, assumptions, estimates and analyses that, while considered reasonable by Hudbay at the date the forward-looking information is provided, inherently are subject to significant risks, uncertainties, contingencies and other factors that may cause actual results and events to be materially different from those expressed or implied by the forward-looking information.

The material factors or assumptions that Hudbay identified and were applied by the company in drawing conclusions or making forecasts or projections set out in the forward-looking information include, but are not limited to: the success of mining, processing, exploration and development activities; the accuracy of geological, mining and metallurgical estimates; the costs of production; the supply and demand for metals that Hudbay produces; the supply and availability of concentrate for Hudbay's processing facilities; the supply and availability of third party processing facilities for Hudbay's concentrate; the supply and availability of all forms of energy and fuels at reasonable prices; the availability of transportation services at reasonable prices; no significant unanticipated logistical, operational or technical difficulties, including as a result of planned maintenance shutdowns of the Constancia processing plant and Manitoba zinc plant in 2016; the execution of Hudbay's business and growth strategies, including the success of its strategic investments and initiatives; the availability of additional financing, if needed; the ability to complete project targets on time and on budget and other events that may affect Hudbay's ability to develop its projects; the timing and receipt of various regulatory and governmental approvals; the availability of personnel for Hudbay's exploration, development and operational projects and ongoing employee relations; Hudbay's ability to secure required land rights to mine the Pampacancha deposit in Peru; maintaining good relations with the communities in which Hudbay operates, including the communities surrounding its Constancia mine and Rosemont project and First Nations communities surrounding its Lalor and Reed mines; no significant unanticipated challenges with stakeholders at Hudbay's various projects; no significant unanticipated events or changes relating to regulatory, environmental, health and safety matters; no contests over title to Hudbay's properties, including as a result of rights or claimed rights of aboriginal peoples; the timing and possible outcome of pending litigation and no significant unanticipated litigation; certain tax matters, including, but not limited to current tax laws and regulations and the refund of certain value added taxes from the Canadian and Peruvian governments; and no significant and continuing adverse changes in general economic conditions or conditions in the financial markets (including commodity prices and foreign exchange rates).

Cautionary Information (continued)

The risks, uncertainties, contingencies and other factors that may cause actual results to differ materially from those expressed or implied by the forward-looking information may include, but are not limited to, risks generally associated with the mining industry, such as economic factors (including future commodity prices, currency fluctuations, energy prices and general cost escalation), uncertainties related to the development and operation of Hudbay's projects (including risks associated with the permitting of the Rosemont project and related legal challenges), dependence on key personnel and employee and union relations, risks related to political or social unrest or change, risks in respect of aboriginal and community relations, rights and title claims, operational risks and hazards, including unanticipated environmental, industrial and geological events and developments and the inability to insure against all risks, failure of plant, equipment, processes, transportation and other infrastructure to operate as anticipated, planned infrastructure improvements in Peru (including the expansion of the port in Matarani) not being completed on schedule, compliance with government and environmental regulations, including permitting requirements and anti-bribery legislation, depletion of the company's reserves, volatile financial markets that may affect Hudbay's ability to obtain financing on acceptable terms, the failure to obtain required approvals or clearances from government authorities on a timely basis, uncertainties related to the geology, continuity, grade and estimates of mineral reserves and resources, and the potential for variations in grade and recovery rates, uncertain costs of reclamation activities, the company's ability to comply with its pension and other post-retirement obligations, Hudbay's ability to abide by the covenants in its debt instruments and other material contracts, tax refunds, hedging transactions, as well as the risks discussed under the heading "Risk Factors" in the company's most recent Annual Information Form.

Should one or more risk, uncertainty, contingency or other factor materialize or should any factor or assumption prove incorrect, actual results could vary materially from those expressed or implied in the forward-looking information. Accordingly, you should not place undue reliance on forward-looking information. Hudbay does not assume any obligation to update or revise any forward-looking information after the date of this presentation or to explain any material difference between subsequent actual events and any forward-looking information, except as required by applicable law.

Cautionary Information (continued)

The technical and scientific information in this presentation related to the Constancia mine has been approved by Cashel Meagher, P. Geo, Hudbay's Senior Vice President and Chief Operating Officer. The technical and scientific information related to all other sites and projects contained in this presentation has been approved by Robert Carter, P. Eng, Hudbay's Director, Technical Services. Messrs. Meagher and Carter are qualified persons pursuant to NI 43-101. For a description of the key assumptions, parameters and methods used to estimate mineral reserves and resources, as well as data verification procedures and a general discussion of the extent to which the estimates of scientific and technical information may be affected by any known environmental, permitting, legal title, taxation, sociopolitical, marketing or other relevant factors, please see the Technical Reports for the company's material properties as filed by Hudbay on SEDAR at www.sedar.com.

This presentation has been prepared in accordance with the requirements of the securities laws in effect in Canada, which may differ materially from the requirements of United States securities laws applicable to U.S. issuers. Information concerning Hudbay's mineral properties has been prepared in accordance with the requirements of Canadian securities laws, which differ in material respects from the requirements of the Securities and Exchange Commission (the "SEC") set forth in Industry Guide 7. Under the SEC's Industry Guide 7, mineralization may not be classified as a "reserve" unless the determination has been made that the mineralization could be economically and legally produced or extracted at the time of the reserve determination, and the SEC does not recognize the reporting of mineral deposits which do not meet the SEC Industry Guide 7 definition of "Reserve". In accordance with National Instrument 43-101 – Standards of Disclosure for Mineral Projects ("NI 43-101") of the Canadian Securities Administrators, the terms "mineral reserve", "proven mineral reserve", "probable mineral reserve", "mineral resource", "measured mineral resource", "indicated mineral resource" and "inferred mineral resource" are defined in the Canadian Institute of Mining, Metallurgy and Petroleum (the "CIM") Definition Standards for Mineral Resources and Mineral Reserves adopted by the CIM Council on December 11, 2005. While the terms "mineral resource", "measured mineral resource", "indicated mineral resource" and "inferred mineral resource" are recognized and required by NI 43-101, the SEC does not recognize them. You are cautioned that, except for that portion of mineral resources classified as mineral reserves, mineral resources do not have demonstrated economic value. Inferred mineral resources have a high degree of uncertainty as to their existence and as to whether they can be economically or legally mined. It cannot be assumed that all or any part of an inferred mineral resource will ever be upgraded to a higher category. Therefore, you are cautioned not to assume that all or any part of an inferred mineral resource exists, that it can be economically or legally mined, or that it will ever be upgraded to a higher category. Likewise, you are cautioned not to assume that all or any part of measured or indicated mineral resources will ever be upgraded into mineral reserves.

Clear proven strategy

- Investment-grade countries in the Americas
- VMS and porphyry geological focus
- Exploration through junior partners; mine construction and efficient operation

Diversified low-cost operations generating free cash flow

- Four operating mines delivered 4x increase in copper production in 2015; copper cash costs <\$1.00/lb⁴ in Q3 2015

Robust growth pipeline

- Rosemont provides potential for a further 50% increase in first quartile copper production

1. Based on Hudbay's TSX closing share price on January 21, 2016

2. Liquidity including cash balances as of September 30, 2015

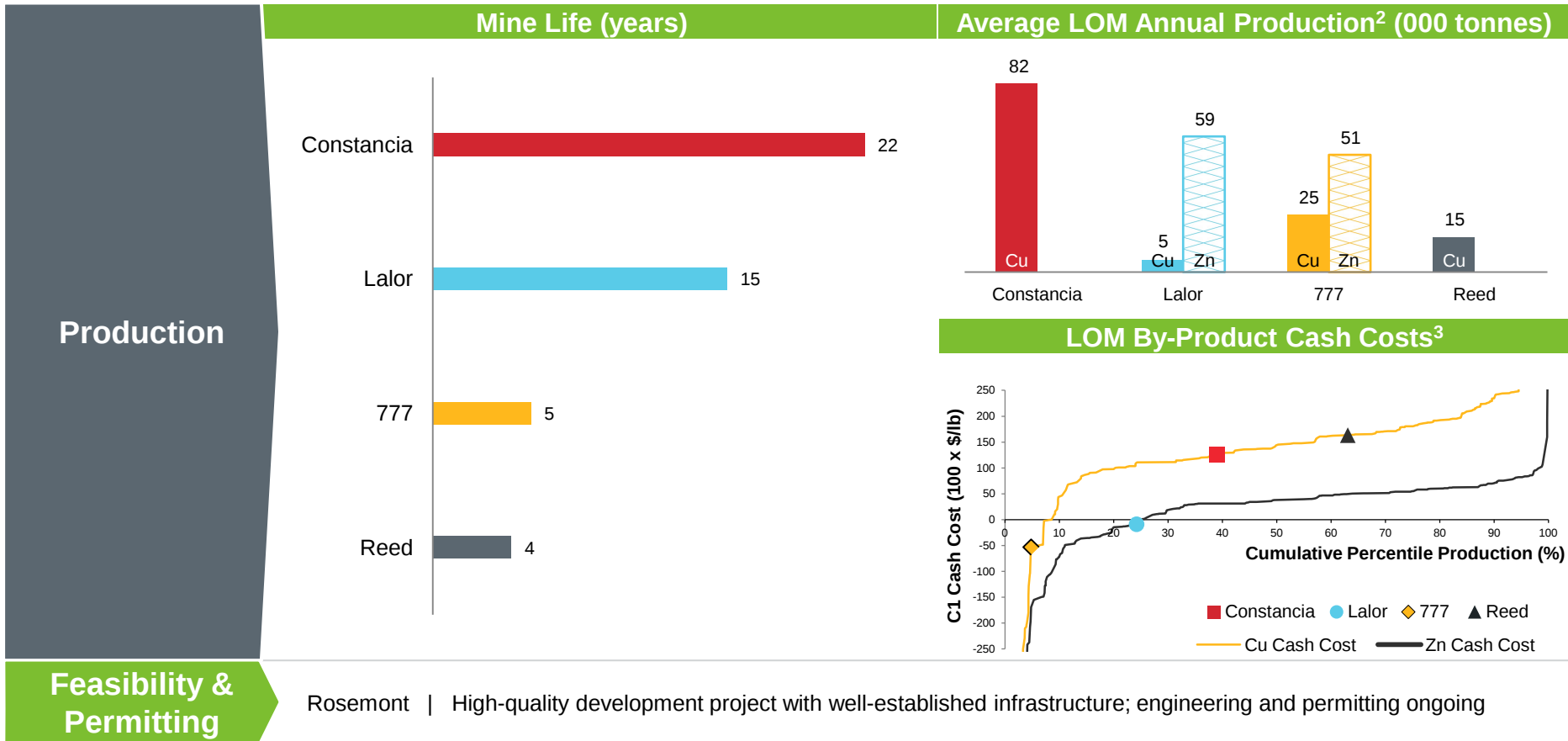
3. As at September 30, 2015

4. Copper cash costs \$0.90/lb, net of by-product credits

All amounts in US dollars, unless otherwise noted

TSX, NYSE, BVL Symbol	HBM
Market Capitalization ¹	C\$0.6 billion
Shares Outstanding	235 million
Committed Liquidity ²	\$0.3 billion
Debt Outstanding ³	\$1.3 billion





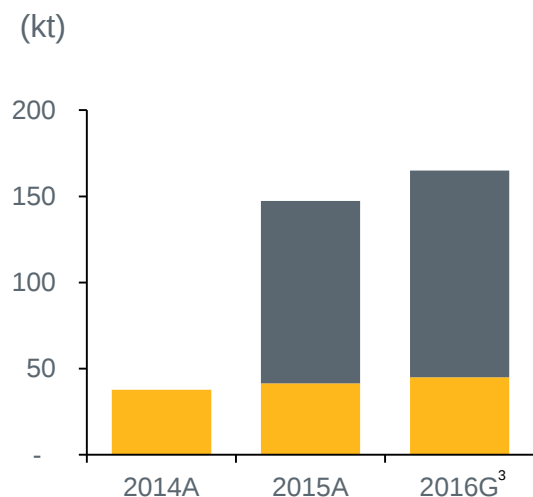
Source: Hudbay company disclosure, Wood Mackenzie (2014 cost curves)

1. Constancia LOM as per NI 43-101 Technical Report on the Constancia Project dated October 15, 2012 and subsequent updates to project estimates in public disclosure; Lalor LOM as per NI 43-101 Pre-Feasibility Study Technical Report on Lalor Deposit dated March 29, 2012; 777 LOM as per NI 43-101 Technical Report on 777 Mine dated October 15, 2012; Reed LOM as per NI 43-101 Pre-Feasibility Study Technical Report on the Reed Copper Deposit dated April 2, 2012 as filed by VMS Ventures Inc., shown on 100% basis.
2. Production is contained metal in concentrate.
3. By-product costs calculated using Wood Mackenzie's by-product costing methodology, which is materially different from the by-product costs reported by Hudbay in its public disclosure. 777 and Constancia by-product costs include the effect of the stream transactions. Constancia cash costs – LOM average as per NI 43-101 report. Lalor cash costs - LOM average from 2015 to 2027. 777 cash costs - LOM average from 2015 to 2020. Reed cash costs per lb calculated using the life of mine model supporting the NI 43-101 report.

Track-Record Delivering Growth¹

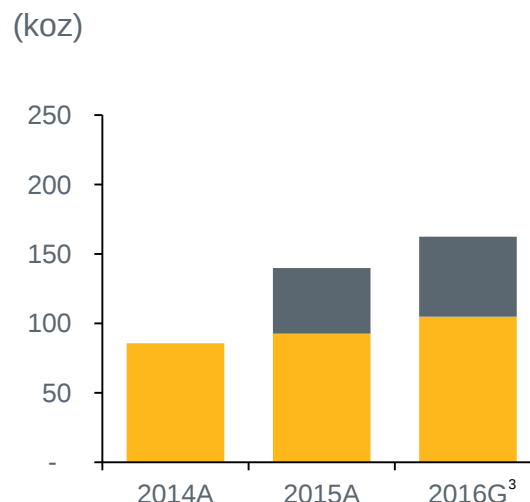
330%

INCREASE IN CU PRODUCTION



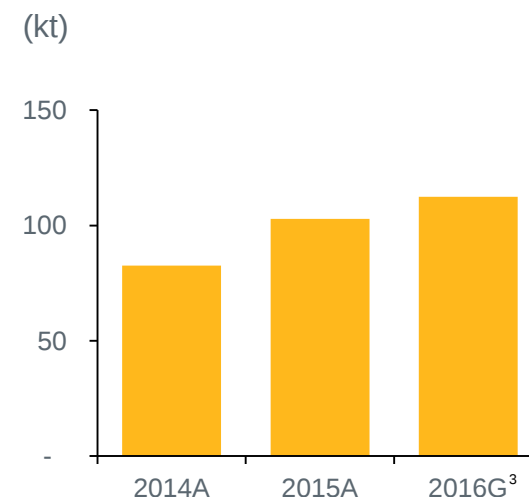
90%

INCREASE IN AU-EQ. PRODUCTION²



35%

INCREASE IN ZN PRODUCTION



■ Manitoba ■ Constancia

1. Represents production growth from 2014 actual production to 2016 anticipated production levels.

2. Au-Eq. production includes production subject to streaming transactions. Silver converted to gold at a ratio of 70:1 for 2016 guidance and 2015 actual production. For 2014 production, silver converted to gold at 60.5:1, based on estimated 2014 realized sales prices.

3. 2016 estimated production levels based on midpoint of 2016 production guidance released on January 13, 2016.

2015 Production in Line with Guidance

FURTHER GROWTH EXPECTED IN 2016¹

12%

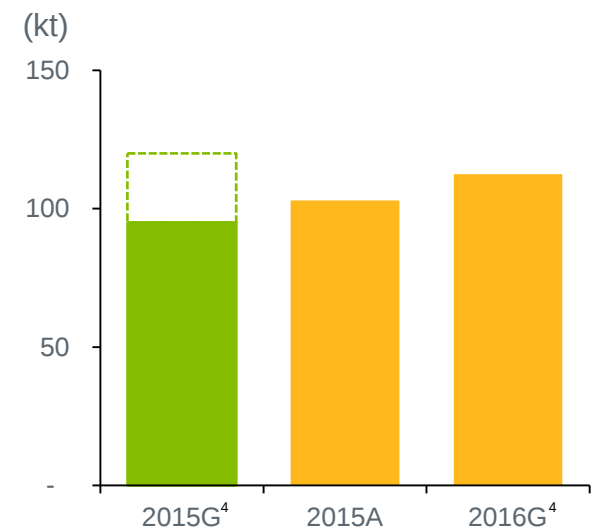
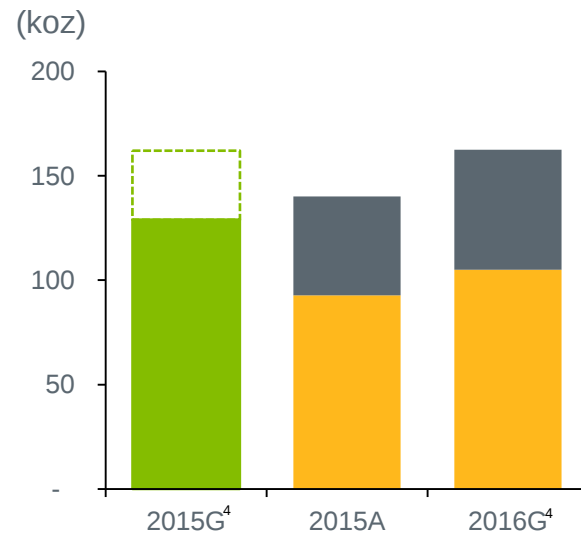
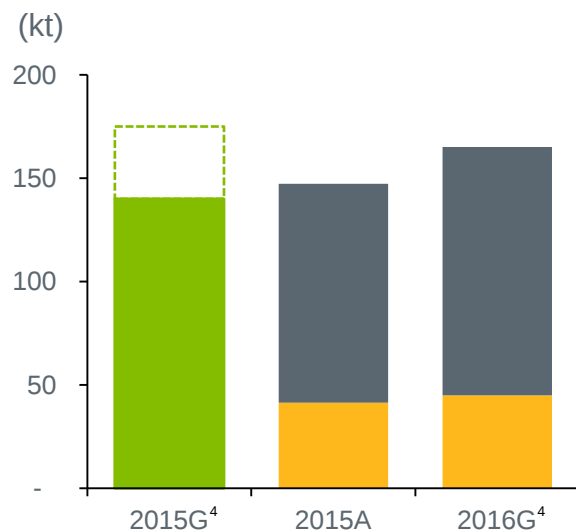
INCREASE IN CU PRODUCTION

16%

INCREASE IN AU-EQ. PRODUCTION^{2,3}

9%

INCREASE IN ZN PRODUCTION



■ Hudbay

■ Manitoba

■ Constancia

1. Represents production growth from 2015 actual production to 2016 anticipated production levels.

2. 2015 guidance for precious metals has been restated – refer to Footnote 3. 2015 guidance for copper and zinc is unchanged.

3. Precious metals production includes gold and silver production on a gold-equivalent basis. Silver converted to gold at a ratio of 70:1. 2015 guidance and production has been restated to reflect a 70:1 ratio for consistency; a 60:1 ratio was previously used, with associated precious metals production guidance of 85,000-105,000 ounces for Manitoba, 50,000-65,000 ounces for Peru and 135,000-170,000 ounces total for Hudbay.

4. 2015 and 2016 estimated production levels based on midpoint of production guidance released on January 15, 2015 and January 13, 2016, respectively.

IN PRODUCTION

- Reached commercial production on April 30, 2015
- Ocean shipments of copper concentrate began in April
- Achieved full capacity during Q3/15

Source: Hubbay company disclosure

1. LOM as per NI 43-101 Technical Report on the Constancia Project dated October 15, 2012 and subsequent updates to project estimates in public disclosure
2. Production is contained metal in concentrate
3. Net of by-products. Includes impact of silver and gold streams. Assumed metal prices per the Silver Wheaton stream agreement are as follows: Gold \$400/oz, Silver \$5.90/oz. Other metal price assumptions include: Molybdenum 2014-\$12/lb, 2015-\$13/lb, 2016-\$13/lb, LT-\$13.50/lb; Gold 2014-\$1,350/oz, 2015-\$1,325/oz, 2016-\$1,300/oz, 2017-\$1,275/oz, LT-\$1,250/oz. Excludes profit sharing
4. Combined mine and mill unit operating costs per tonne of ore processed. 2015 combined mine, mill and G&A operating cost guidance is \$9.0-\$10.9/tonne of ore
5. Excludes deferred stripping costs

	Life of Mine ¹
Ownership	100%
Daily ore throughput	80k tpd
Avg. annual Cu production ²	82k tonnes
Cash cost per lb Cu ³	\$1.25/lb
Mine and mill unit cost ⁴	\$7.48/tonne
Avg. annual sustaining capital ⁵	\$47 million
Mine life	22 years



Constancia 2013



Constancia 2015

IN PRODUCTION

- › Focus on optimization of mine costs and plant performance
- › Copper recoveries plateaued at 80% due to oxide content
- › Combined unit operating costs \$8.30/tonne, to end of Q3/15, below guidance range of \$9.00-\$10.90/tonne
- › Logistics issues resolved with addition of trucking capacity; inventories drawn down to normal levels in Q4/15



Constancia pit



Constancia mill

OPERATING AT STEADY STATE

- Main production shaft complete and operating at a steady state; capacity of 6,000 tonnes per day (ore + waste)
- Commissioned upgraded Snow Lake concentrator with production capacity of 2,700 tonnes per day
- Study on expansion to up to 4,700 tpd expected in 2016, incorporating newly acquired nearby New Britannia mill

Source: Hudbay company disclosure, Wood Mackenzie

1. LOM as per NI 43-101 Pre-Feasibility Study Technical Report on Lalor Deposit dated March 29, 2012, with the exception of cash costs (see note 4)
2. Production represents contained metal in concentrate; silver converted to gold at a rate of 50:1
3. Wood Mackenzie LOM average from 2015 to 2027; cash costs per pound of zinc, net of by-product credits
4. Combined mine and mill unit operating costs per tonne of ore processed. 2014 combined mine and mill unit operating cost at Lalor was C\$121/tonne of ore. 2015 combined mine and mill unit operating cost guidance for the entire Manitoba Business Unit is C\$73-88/tonne of ore

	Life of Mine ¹
Ownership	100%
Daily ore throughput	3,300 tpd
Avg. annual Zn production ²	59k tonnes
Avg. annual Au-Eq. production ²	43k ounces
Avg. annual Cu production ²	5k tonnes
Cash cost per lb Zn ³	\$(0.07)/lb
Mine and mill unit cost ⁴	C\$58/tonne
Avg. annual sustaining capital	C\$23 million
Mine life	15 years



Aerial view of Lalor project site

UNDERGROUND EXPLORATION PROGRAM UNDERWAY

Phase 1 – underground drilling supports surface drill results

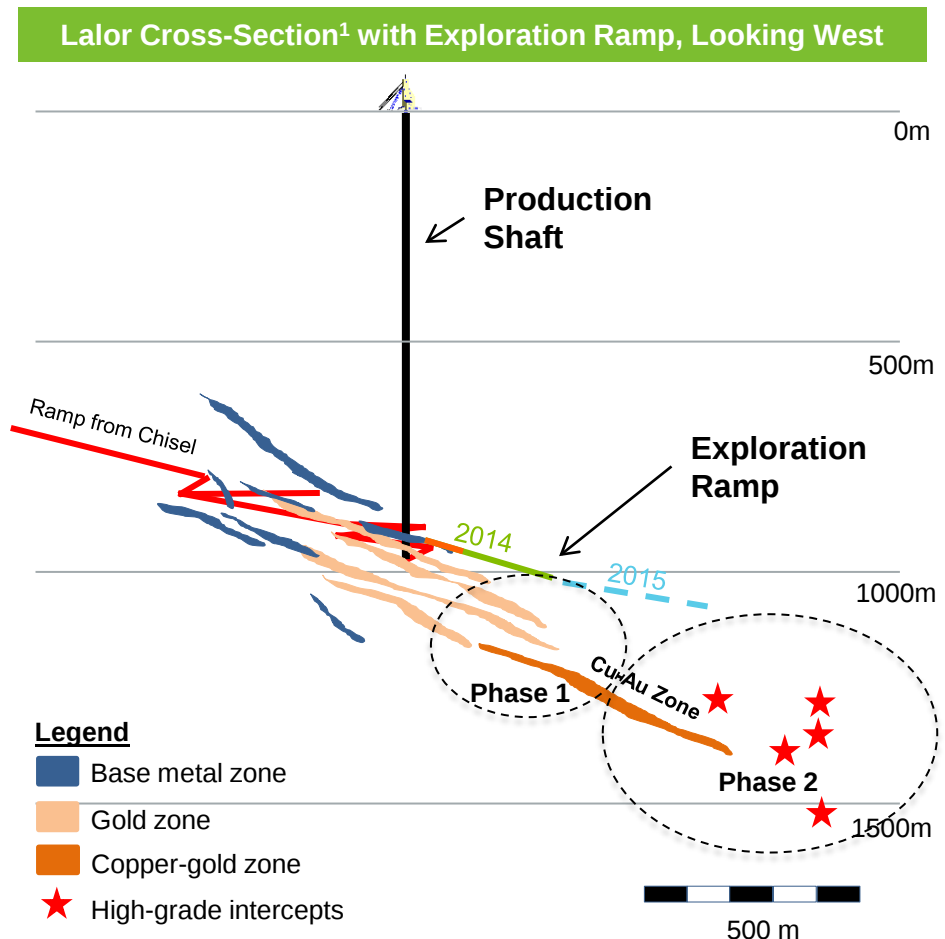
- 14-hole 4,500-metre program confirmed high grade Cu-Au mineralization
- In process of upgrading the resource

Phase 2 – exploration ramp extension completed

- 8,500-metre drill program underway
- 15-20 holes planned in lower portion of main Cu-Au zone and down plunge
- Results anticipated in 2016

Gold zone – exploration drilling program to upgrade resource

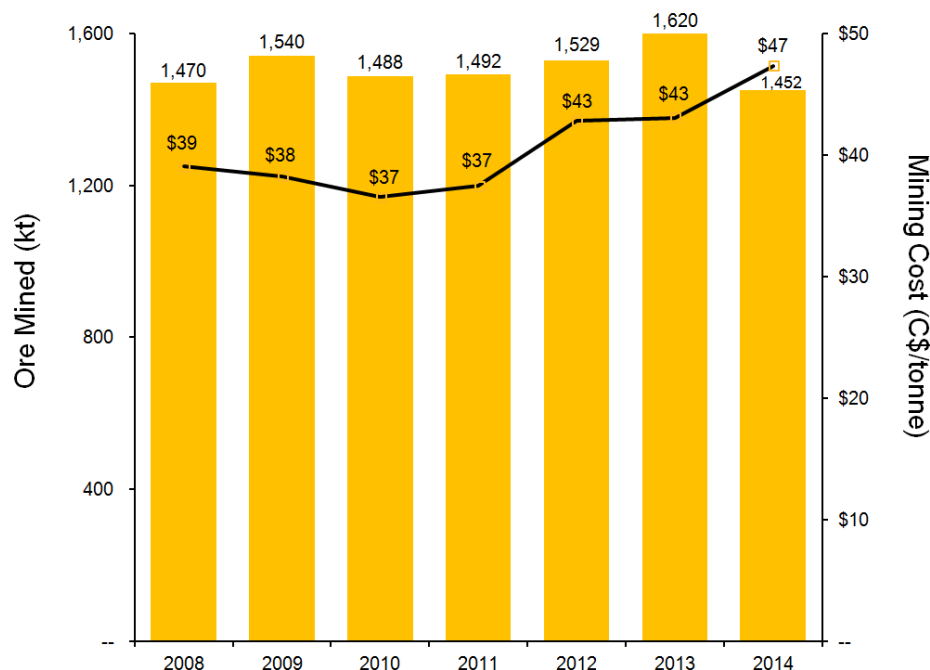
- 11,000+ metres in 2016



1. See appendix for further information on Lalor copper-gold zone exploration

STEADY, LOW-COST PRODUCTION

- › Mature mine with steady cost performance
- › Strike action concluded in August 2015



Source: Hudbay company disclosure, Wood Mackenzie

1. LOM as per NI 43-101 Technical Report on 777 Mine dated October 15, 2012, with the exception of cash costs (see note 3)

2. Production represents contained metal in concentrate

3. Wood Mackenzie LOM average from 2015 to 2020; cash costs per pound of copper, net of by-product credits, adjusted for precious metals stream

4. Combined mine and mill unit operating costs per tonne of ore processed. Includes mill costs for Flin Flon concentrator. 2015 combined mine and mill unit operating cost guidance for the entire Manitoba Business Unit is C\$73-88/tonne of ore

Life of Mine ¹	
Ownership	100%
Daily ore throughput	4,500 tpd
Avg. Annual Cu production ²	25k tonnes
Avg. Annual Zn production ²	51k tonnes
Cash cost per lb Cu ³	\$(0.52)/lb
Mine and mill unit cost ⁴	C\$53/tonne
Avg. annual sustaining capital	C\$18 million
Mine life remaining	5 years



777 Headframe

Reed Mine

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IN PRODUCTION

- Achieved commercial production ahead of guidance and under budget

	Life of Mine ¹
Ownership	70%
Daily ore throughput	1,300 tpd
Avg. annual Cu production ²	15k tonnes
Cash cost per lb Cu ³	\$1.64/lb
Mine and mill unit cost ⁴	C\$90/tonne
Avg. annual sustaining capital	C\$10 million
Mine life	4 years



Loading ore for transportation from Reed to Flin Flon



Aerial view of Reed project site

Source: Hudbay and VMS Venture Inc. company disclosure

1. LOM as per NI 43-101 Pre-Feasibility Study Technical Report on the Reed Copper Deposit dated April 2, 2012 as filed by VMS Ventures Inc., shown on 100% basis

2. Production represents contained metal in concentrate

3. Cash costs per lb calculated using the life of mine model supporting the NI 43-101 report

4. Combined mine and mill unit operating costs per tonne of ore processed. Includes mill costs for Flin Flon concentrator. 2015 combined mine and mill unit operating cost guidance for the entire Manitoba Business Unit is C\$73-88/tonne of ore

Rosemont Project

80%-OWNED¹ COPPER PROJECT IN ARIZONA, USA

Hudbay acquired control of Rosemont project in July 2014

- Completed 43 hole confirmatory drill program with approximately 30,000 metres drilled
- Metallurgical test program and engineering underway
- Permitting and community engagement progressing



1. Hudbay's ownership in the Rosemont project is subject to an earn-in agreement with United Copper & Moly LLC ("UCM"), a Korean consortium, pursuant to which UCM has earned a 7.95% interest in the project and may earn up to a 20% interest



Crusher area of the Rosemont project (looking east)



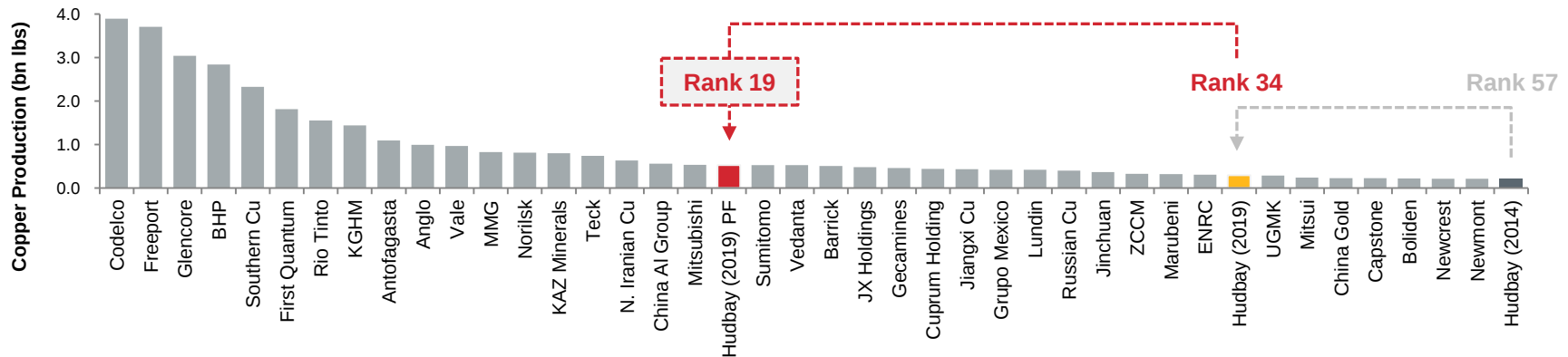
Pit area of the Rosemont project (looking southwest)

Global Producer with Leading Cash Costs¹

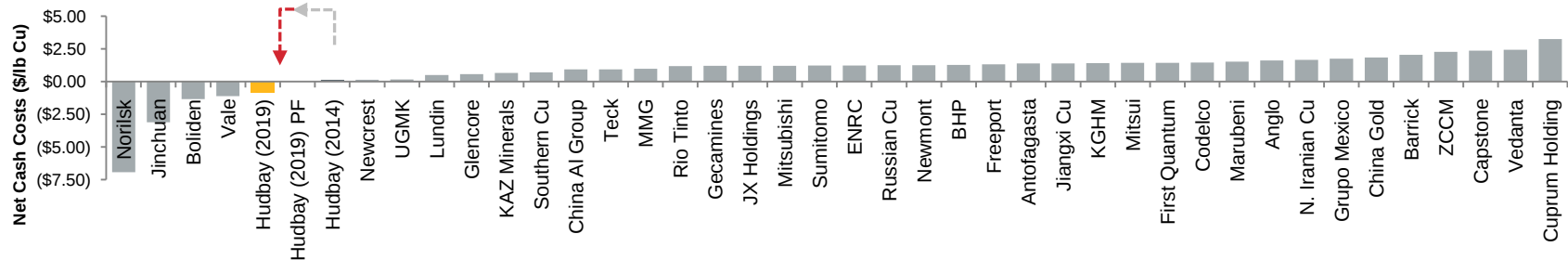
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TOP GLOBAL PRODUCER WITH SIGNIFICANT LEVERAGE TO COPPER AND FIRST QUARTILE COSTS

Global Positioning on 2019E Copper Production



Global Positioning on 2019E Cash Costs



Source: Wood Mackenzie, including 2014 production and cash cost data

1. "Hudbay (2019) PF" indicates the expected impact on Hudbay of the addition of the Rosemont project

September 30, 2015		
Cash and cash equivalents		\$114 million
Debt		\$1.3 billion
Senior unsecured notes due 2020	\$920 million	
Credit facilities ¹	\$360 million	
Equipment finance facility	\$70 million	
Total committed liquidity (cash and undrawn credit facilities) ²		\$300 million

1. Includes the \$400 million senior secured corporate revolving credit facility due March 2018 (\$214 million drawn), and the \$150 million Constancia standby credit facility (fully drawn), as of September 30, 2015

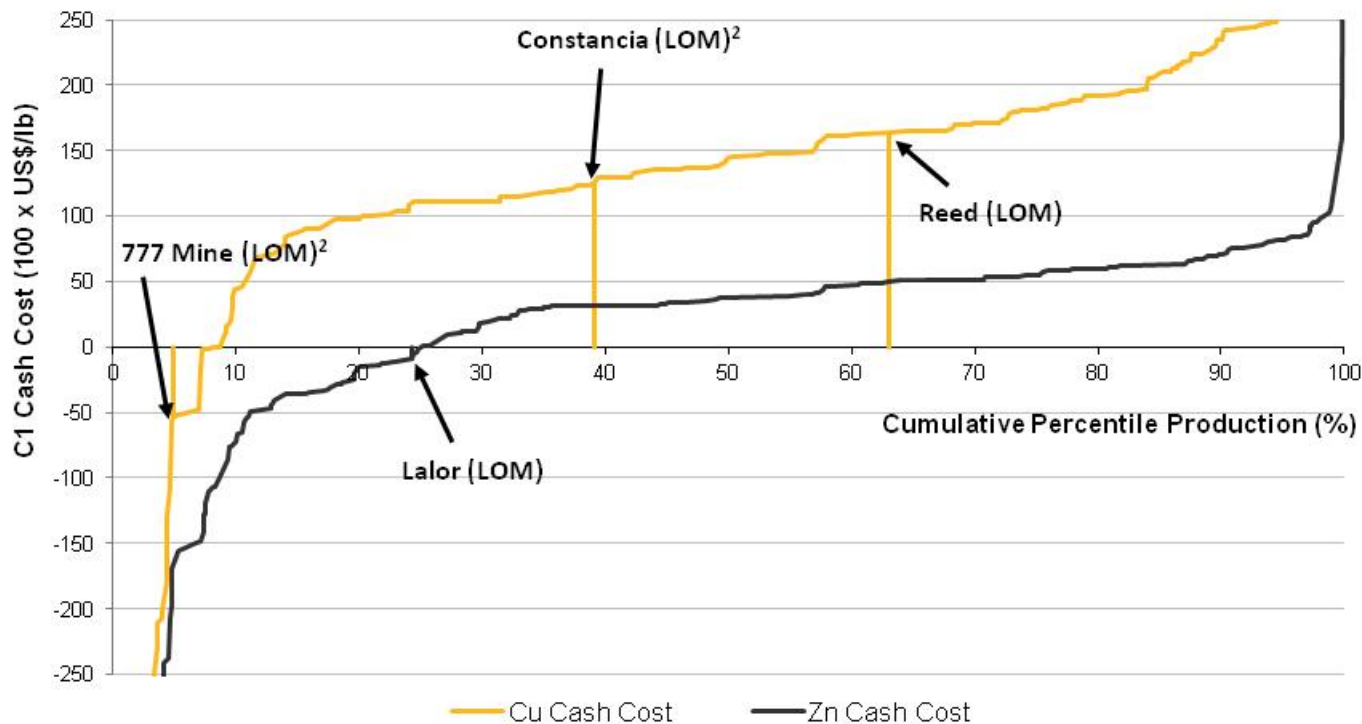
2. Assumes USD/CAD conversion rate of 1.34

- ▶ Focus on VMS/porphyries in low political risk countries in the Americas
- ▶ Clear, consistent criteria for growth
- ▶ Leveraging proven abilities in sustainable mine development and operation
- ▶ Well-positioned for current commodity price environment, with low cost, long life assets



- › By-product copper and zinc cost curves
- › Global refined metal market balance
- › Growth of mineral deposits
- › 2016 guidance
- › Precious metals stream
- › Reserves and resources

Copper & Zinc By-Product Cost Curves¹

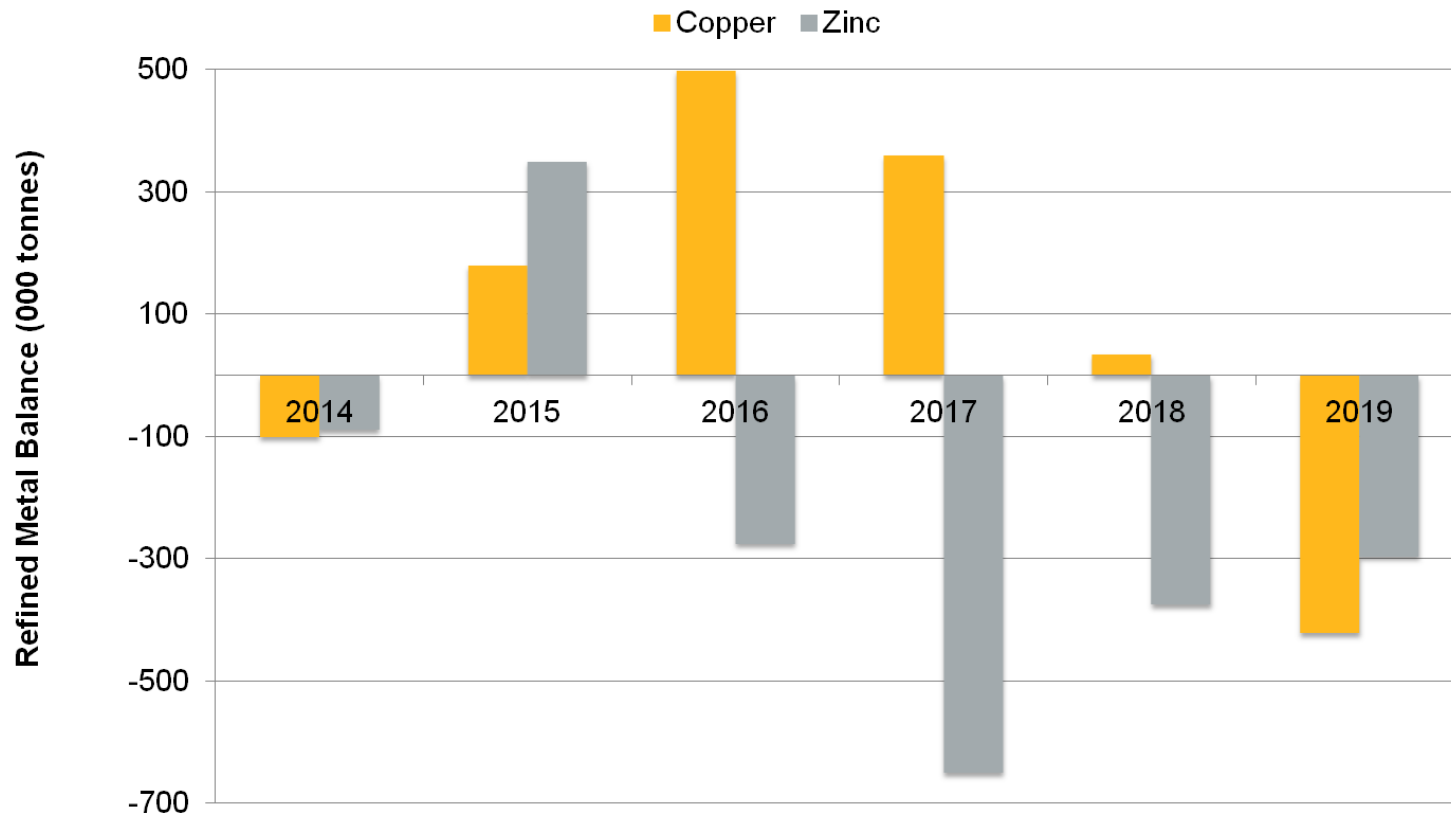


Source: Wood Mackenzie (2014 cost curves)

1. By-product costs calculated using Wood Mackenzie's by-product costing methodology, which is materially different from the by-product costs reported by Hudbay in its public disclosure

2. 777 and Constancia by-product costs include the effect of the stream transactions

Global Refined Metal Market Balance



Source: CRU, Copper Market Outlook and Zinc Market Outlook, July 2015

By 2019, both copper and zinc refined metal markets are expected to be in significant deficit

2016 Production and Unit Cost Guidance

Contained Metal in Concentrate ¹		2016 Guidance	2015 Production	2015 Guidance ²
Manitoba³				
Copper	Tonnes	40,000 – 50,000	41,383	40,000 – 50,000
Zinc	Tonnes	100,000 – 125,000	102,919	95,000 – 120,000
Precious Metals⁴	Ounces	95,000 – 115,000	92,793	83,000 – 103,000
Combined mine and mill unit operating costs	(C\$/tonne ore processed) ⁵	C\$85 - 104		
Peru				
Copper	Tonnes	110,000 – 130,000	105,897	100,000 – 125,000
Precious Metals⁴	Ounces	50,000 – 65,000	47,263	46,000 – 59,000
Combined mine and mill unit operating costs	(\$/tonne ore processed) ⁵	\$8.5 – 9.4		
Total				
Copper	Tonnes	150,000 – 180,000	147,280	140,000 – 175,000
Zinc	Tonnes	100,000 – 125,000	102,919	95,000 – 120,000
Precious Metals⁴	Ounces	145,000 – 180,000	140,056	129,000 – 162,000

1. Metal reported in concentrate is prior to refining losses or deductions associated with smelter terms. Amounts for 2014 and 2015 include pre-commercial production volumes for Constancia, Lalor and Reed where applicable.

2. 2015 guidance for precious metals has been restated – refer to Footnote 4. 2015 guidance for copper and zinc is unchanged.

3. Includes 100% of Reed mine production.

4. Precious metals production includes gold and silver production on a gold-equivalent basis. Silver converted to gold at a ratio of 70:1. 2015 guidance and production has been restated to reflect a 70:1 ratio for consistency; a 60:1 ratio was previously used, with associated precious metals production guidance of 85,000-105,000 ounces for Manitoba, 50,000-65,000 ounces for Peru and 135,000-170,000 ounces total for Hudbay.

5. Reflects combined mine, mill and G&A costs per tonne of ore milled. Peru operations are presented in USD, and reflect the deduction of expected deferred stripping costs. Manitoba costs are presented in CAD, and include cost of ore purchased from joint venture partner at Reed mine.

Flin Flon Zinc Plant

Zinc Concentrate Treated	195,000 – 240,000 tonnes
Zinc Metal Produced	100,000 – 120,000 tonnes
Unit Operating Costs¹	C\$0.38 - \$0.46/lb

1. Forecast unit operating costs are calculated on the same basis as reported unit operating costs in Hudbay's quarterly and annual management's discussion and analysis, with the exception of the inclusion of additional allocated overhead cost in the forecast.

2016 Capital Expenditure Guidance¹

\$ Millions	
Sustaining Capital	
Manitoba	90
Peru	180
Total Sustaining Capital	270
Growth Capital	
Arizona ²	30
Total Growth Capital	30
Capitalized Exploration	3
Total Capital Expenditure	303

1.Excludes capitalized interest.

2.Estimated spending for Rosemont to completion of an updated definitive feasibility study by mid-2016; additional expenditures to be determined.

	\$ Millions
Manitoba	5
Peru	1
Arizona	-
Generative and Other	5
Total Exploration Expenditures	11
Capitalized Spending ¹	(3)
Total Exploration Expense	8

1. Assumes \$3 million of Manitoba expenditures will be capitalized.

Precious Metals Stream Overview

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Payments to Hudbay from Silver Wheaton

Upfront payment \$885 million	plus	Production payments ¹ \$5.90/oz Silver \$400/oz Gold
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Delivery from Hudbay to Silver Wheaton

777	2016	Remaining Life of Mine
	Silver 100% Gold 100%	Silver 100% Gold 50%
Constancia	Remaining Life of Mine	
	Silver 100% Gold 50%	

1. Payments for production of silver and gold from 777 and silver from Constancia are subject to 1% annual escalation starting 2015; payments for production of gold from Constancia are subject to 1% annual escalation starting in 2016

Peru Mineral Reserves

As at January 1, 2014

Constancia Mineral Reserves

Category	Ore (M tonnes)	Cu (%)	Mo (g/t)	Au (g/t)	Ag (g/t)
Proven	483	0.32	93	0.040	3.04
Probable	94	0.22	61	0.036	2.77

Pampacancha Mineral Reserves

Category	Ore (M tonnes)	Cu (%)	Mo (g/t)	Au (g/t)	Ag (g/t)
Proven	23	0.52	142	0.298	4.28
Probable	20	0.44	159	0.252	3.74

Total Mineral Reserves

Category	Ore (M tonnes)	Cu (%)	Mo (g/t)	Au (g/t)	Ag (g/t)
Total Proven	506	0.33	95	0.052	3.09
Total Probable	114	0.26	78	0.074	2.94
Total Reserves	620	0.32	92	0.056	3.07

Note: totals may not add up correctly due to rounding

As at September 30, 2013

Constancia Mineral Resources

Category	M (tonnes)	Cu (%)	Mo (g/t)	Au (g/t)	Ag (g/t)
Measured	68	0.22	59	0.036	2.17
Indicated	293	0.20	58	0.033	1.96
Inferred	200	0.19	51	0.031	1.86

Pampacancha Mineral Resources

Category	M (tonnes)	Cu (%)	Mo (g/t)	Au (g/t)	Ag (g/t)
Measured	5	0.41	69	0.243	5.46
Indicated	6	0.34	98	0.211	4.68

Total Mineral Resources

Category	M (tonnes)	Cu (%)	Mo (g/t)	Au (g/t)	Ag (g/t)
Measured + Indicated	372	0.20	59	0.039	2.09
Inferred	200	0.19	51	0.031	1.86

Note: totals may not add up correctly due to rounding

Manitoba Mineral Reserves

HUDBAY

As at January 1, 2015

Category	Tonnes	Cu (%)	Zn (%)	Au (g/t)	Ag (g/t)
777¹					
Proven	3,729,000	2.10	4.65	1.86	27.39
Probable	3,943,000	1.50	4.23	1.80	24.09
Lalor – Base Metal					
Proven	3,404,000	0.52	8.00	1.27	17.93
Probable	8,452,000	0.71	6.72	2.12	26.62
Lalor – Gold Zone					
Proven	131,000	0.14	0.50	3.56	14.17
Probable	2,328,000	0.35	0.35	5.46	29.11
Reed²					
Proven	488,000	3.33	0.67	0.38	5.82
Probable	1,076,000	4.01	0.29	0.37	4.50
Total Proven	7,752,000	1.45	5.80	1.54	21.66
Total Probable	15,799,000	1.08	4.72	2.41	24.85
Total Reserves	23,551,000	1.20	5.08	2.13	23.80

1. Includes 777 North

2. Stated at 100%, Hudbay holds a 70% joint venture interest in the Reed mine

Note: totals may not add up correctly due to rounding

As at September 30, 2014

Category	Tonnes	Cu (%)	Zn (%)	Au (g/t)	Ag (g/t)
777¹					
Indicated	733,000	0.99	3.52	1.81	26.13
Inferred	717,000	1.03	4.79	1.79	32.93
Lalor – Base Metal²					
Inferred	5,332,000	1.56	5.21	2.75	25.32
Lalor – Gold Zone					
Inferred	3,890,000	0.38	0.24	5.50	31.40
Reed					
Inferred	205,000	4.80	0.53	0.41	5.14
Total Indicated	733,000	0.99	3.52	1.81	26.13
Total Inferred	10,144,000	1.14	3.18	3.69	27.78

1. Includes 777 North

2. Includes the copper-gold zone

3. Stated at 100%, Hudbay holds a 70% joint venture interest in the Reed mine

Note: totals may not add up correctly due to rounding

Copper Equivalent Reserves and Resources¹

All Metals

Project	Category	Cu Equivalent (000 tonnes)			
		2015	2014	Year-over-Year Change	Change Due to Price Deck
Constancia²	Proven & Probable	2,552	2,655	(103)	(103)
	Measured & Indicated	1,004	1,045	(41)	(41)
	Inferred	484	503	(19)	(19)
Lalor	Proven & Probable	597	663	(66)	(32)
	Inferred	425	483	(58)	(21)
777³	Proven & Probable	347	482	(135)	(18)
	Measured & Indicated	25	-	25	-
	Inferred	28	31	(3)	(1)
Reed (70%)⁴	Proven & Probable	46	64	(18)	(1)
	Inferred	8	8	-	-
Other^{4,5}	Measured & Indicated	272	288	(16)	(16)
	Inferred	863	908	(45)	(45)
Total	Proven & Probable	3,542	3,864	(322)	(154)
	Measured & Indicated	1,301	1,333	(32)	(57)
	Inferred	1,808	1,933	(125)	(86)

1. For additional detail respecting the mineral reserve and resource estimate in this presentation, see "Additional Information". Excludes the Rosemont project

2. Includes Pampacancha

3. Includes 777 North

4. Values shown represent Hudbay's proportionate ownership interest pursuant to the applicable joint venture/option agreement

5. Includes Tom & Jason and Lost property.

Note: totals may not add up correctly due to rounding

Precious Metal Equivalent Reserves and Resources¹

Project	Category	Au Equivalent (000 ounces)			
		2015	2014	Year-over-Year Change	Change Due to Price Deck
Constancia²	Proven & Probable	2,138	2,341	(203)	(203)
	Measured & Indicated	889	972	(83)	(83)
	Inferred	401	441	(40)	(40)
Lalor	Proven & Probable	1,330	1,209	121	(38)
	Inferred	1,298	1,557	(259)	(30)
777³	Proven & Probable	557	785	(228)	(28)
	Measured & Indicated	53	-	53	-
	Inferred	54	60	(6)	(3)
Reed (70%)⁴	Proven & Probable	16	25	(9)	(1)
	Inferred	2	2	-	-
Other^{4,5}	Measured & Indicated	204	243	(39)	(39)
	Inferred	446	536	(90)	(90)
Total	Proven & Probable	4,041	4,360	(319)	(270)
	Measured & Indicated	1,146	1,215	(69)	(122)
	Inferred	2,201	2,596	(395)	(163)

1. For 2015 and 2014, precious metal equivalent reserves and resources include gold and silver only, expressed in ounces of gold with silver converted to gold at a ratio of 60:1 and 50:1, respectively. Excludes the Rosemont project

2. Includes Pampacancha. Pursuant to a stream agreement with Silver Wheaton, the company is required to deliver 100% of payable silver and 50% of payable gold from the Constancia project for cash payments equal to the lesser of (i) the market price and (ii) \$5.90 per ounce, subject to 1% annual escalation after three years.

3. Includes 777 North. Pursuant to a stream agreement with Silver Wheaton, the company is required to deliver 100% of payable gold and silver from its 777 mine until the later of December 31, 2016 and satisfaction of a completion test at Constancia, and thereafter 50% of payable gold and 100% of payable silver for the remainder of the 777 mine life, for cash payments equal to the lesser of (i) the market price and (ii) \$400 per ounce (for gold) and \$5.90 per ounce (for silver), subject to 1% annual escalation after three years.

4. Values shown represents Hubbay's proportionate ownership interest pursuant to the applicable joint venture/option agreement.

5. Includes Tom & Jason and Lost property.

Note: totals may not add up correctly due to rounding

- The reserve and resource estimates included in this presentation were prepared in accordance with National Instrument 43-101 – Standards of Disclosure for Mineral Projects (“NI 43-101”) and the Canadian Institute of Mining, Metallurgy and Petroleum Standards on Mineral Resources and Reserves: Definitions and Guidelines.
- All mineral resources referred to in this presentation are exclusive of and additional to stated mineral reserves. Mineral resources that are not mineral reserves do not have demonstrated economic viability.

Manitoba

- To estimate mineral reserves, measured and indicated mineral resources were first estimated in a 12-step process, which includes determination of the integrity and validation of the data collected, including confirmation of specific gravity, assay results and methods of data recording. The process also includes determining the appropriate geological model, selection of data and the application of statistical models including probability plots and restrictive kriging to establish continuity and model validation. The resultant estimates of measured and indicated mineral resources are then converted to proven and probable mineral reserves by the application of mining dilution and recovery, as well as the determination of economic viability using full cost analysis. Other factors such as depletion from production are applied as appropriate.
- Estimated inferred mineral resources within our mines were estimated by a similar 12-step process, used to estimate measured and indicated resources.
- The zinc price used for mineral reserve and resource estimations for the Manitoba mines was \$1.07 per pound (includes premium), the copper price was \$3.15 per pound, the gold price was \$1,260.00 per ounce and the silver price was \$21.00 per ounce using an exchange of 1.10 C\$/US\$.
- For additional details relating to the estimates of mineral reserves and resources at the 777 mine, including data verification and quality assurance/quality control processes refer to the “Technical Report 777 Mine, Flin Flon, Manitoba, Canada” dated October 15, 2012 on SEDAR.
- For additional details relating to the estimates of mineral reserves and resources at the Lalor mine, including data verification and quality assurance/quality control processes refer to the “Pre-Feasibility Study Technical Report, on the Lalor Deposit” dated March 29, 2012 on SEDAR.
- For additional details relating to the estimates of mineral reserves and resources at the Reed mine, including data verification and quality assurance/quality control processes refer to the “Pre-Feasibility Study Technical Report on the Reed Copper Deposit, Central Manitoba, Canada” as filed on SEDAR by VMS Ventures Inc. on May 14, 2012.

Peru

- For additional details relating to the estimates of mineral reserves and resources at the Constancia project, including data verification and quality assurance/quality control processes refer to “The Constancia Project, National Instrument 43-101 Technical Report” as filed on SEDAR by Hudbay on November 6, 2012.
- The Constancia and Pampacancha mineral reserves are based on a Peruvian Sole: US Dollar exchange rate of 2.85:1 and the following long term metals prices: copper price of \$3.00 per pound; silver price of \$25.00 per ounce; gold price of \$1,250.00 per ounce; and molybdenum price of \$13.50 per pound.
- The Constancia and Pampacancha mineral resources correspond to a resources pit shell. A pit optimization to delimit the portion of the block model having reasonable prospects for economic extraction was performed.
- The Constancia resource pit consists of a non-operational pit of Measured, Indicated and Inferred resources diluted to a 10x10x15m full block size using a 0.12% copper cut-off based on a copper price of \$2.88 per pound and a molybdenum price of \$16.00 per pound, copper recovery of 89%, molybdenum recovery of 60%, processing costs of \$5.50 per tonne and mining costs of \$1.30 per tonne.
- The Pampacancha resource pit consists of a non-operational pit of Measured, Indicated and Inferred resources diluted to a 10x10x15m full block size using a 0.1% copper cut-off based on a copper price of \$3.00 per pound, a molybdenum price of \$13.50 per pound, silver price of \$25.00 per ounce, gold price of \$1,250 per ounce, copper recovery of 85%, molybdenum recovery of 40%, gold and silver recovery of 65%; processing costs of \$4.72 per tonne and mining costs of \$1.90 per tonne.
- The primary consideration to accommodate the increased Constancia mineral reserve in the Constancia life of mine plan (“LOM”) was the confirmation through pre-feasibility investigation to increase the tailings dam height to accommodate this extra tonnage and the waste rock facility configuration. The resulting LOM has increased to 22 years from 16 years. In this process some of the major cost components have been updated to reflect some known actual costs such as energy, fuel, concentrate transport and port charges. The resulting change is an average cost of \$0.72 per pound of copper produced net of by product credits from a previously disclosed \$0.66 per pound of copper in the first full five years of production. Contained copper metal in concentrate is expected to average 116,000 tonnes per year over the first five full years versus 118,000 tonnes as previously disclosed. Over the remaining years, the cost per pound of copper net of by product credits has increased to \$1.14 per pound from \$1.11 per pound; and the contained copper metal in concentrate is expected to average 67,000 tonnes per year versus 77,000 tonnes per year as previously disclosed. The cost per pound of copper net of by product credits does not include the impact of the precious metals streaming transactions.
- Measured and indicated mineral resources were estimated in house. The process includes determination of the integrity and validation of the data collected, including confirmation of specific gravity, assay results and methods of data recording. The process also includes determining the appropriate geological model, selection of data and the application of statistical models including probability plots to establish continuity and model validation.

Rosemont Historical Reserves and Resources¹

Historical Mineral Reserves as at July 24, 2012

Category	M (tonnes)	Cu (%)	Mo (%)	Ag (g/t)
Proven	279,481	0.46	0.015	4.11
Probable	325,798	0.42	0.014	4.11

Historical Mineral Resources as at July 17, 2012

Category	M (tonnes)	Cu (%)	Mo (%)	Ag (g/t)
Inferred	116,562	0.40	0.013	3.57

Total Historical Mineral Reserves and Resources

Category	M (tonnes)	Cu (%)	Mo (%)	Ag (g/t)
Proven + Probable	605,279	0.44	0.015	4.11
Inferred	116,562	0.40	0.013	3.57

Note: Totals may not add up correctly due to rounding

Source: Hudbay company disclosure, Augusta Resource Corporation's NI 43-101 Technical Report on the Rosemont Copper Project dated August 28, 2012

1. Hudbay is treating Augusta's publicly disclosed estimated mineral reserves and resources at the Rosemont project as a "historical estimate" under NI 43-101 and not as current mineral reserves or mineral resources, as a qualified person has not done sufficient work for Hudbay to classify Rosemont's mineral reserves or resources as current mineral reserves or mineral resources. Hudbay is currently reviewing Augusta's estimates of the mineral reserves and resources at Rosemont as well as the assumptions underlying Augusta's 2012 feasibility study. Historical reserves and resources shown on 100% basis and include sulfide zone only.

The key assumptions, parameters and methods used by Augusta to prepare the historical estimate were the following:

- ① The Rosemont mineral reserves are effective as of July 24, 2012 and reported on a Net Smelter Return (NSR) cut-off of \$4.90 per ton. NSR values are based on the following long term metal prices: copper price of \$2.50 per pound; silver price of \$20.00 per ounce; and molybdenum price of \$15.00 per pound.
- ① Proposed pit operations are based on 50 foot high benches using large-scale mining equipment, including: 12.25 inch diameter rotary blasthole drills, 60 cubic yard class electric shovels, 25 and 36 cubic yard front-end loaders, 46 cubic yard hydraulic shovel and 260 ton off-highway haul trucks.
- ① Total material mined from the open pit is 1.9 billion tons, which includes 1.24 billion tons of waste material, resulting in a stripping ratio of 1.9:1.0 (tons waste per ton of ore). Contained metal in the sulphide proven and probable mineral reserves is estimated at 5.88 billion pounds of copper, 80 million ounces of silver, and 194 million pounds of molybdenum. Oxide resources are considered as waste material and are not part of the mineral reserves.
- ① Mine life is 21 years, with sulphide ore delivered to a processing plant at an initial rate of 75,000 tons per day. An expansion to the processing plant in Year 5 gradually increases daily mill throughput to 88,000 tons per day by Year 7. Increases in plant operating availability boosts the daily throughput rate to 90,000 tons per day by Year 12. During the 21 month pre-production period a total of 99 million tons of waste is stripped and 6 million tons of ore is moved to the ore stockpile. Peak mining rate of 343,000 tons mined per day is achieved in Year 3, followed by reduced rates of 285,000 tons mined per day in Years 5 to 10, and further reduced to 232,000 tons mined per day in Years 11 to 15 as the stripping ratio decreases.
- ① The mineral reserve and mineral resource estimate includes drill and assay information up to March 2012 for a total of 266 drill holes, representing 342,700 feet of drilling.

A collage of three images showing mining operations: a yellow conveyor belt on the left, a large pile of material in the center, and a red truck on the right. The text is overlaid on this collage.

MEASURED APPROACH. MAJOR ACHIEVEMENTS.

For more information contact:

Jacqueline Allison

Director, Investor Relations

Tel: 416.814.4387

Email: jacqueline.allison@hudsonbayminerals.com