

**FORM 62-103F3**

**REQUIRED DISCLOSURE BY AN ELIGIBLE INSTITUTIONAL INVESTOR UNDER PART 4**

**Item 1 - Security and Reporting Issuer**

- 1.1 State the designation of securities to which this report relates and the name and address of the head office of the issuer of the securities.

Common shares ("**Common Shares**") of HudBay Minerals Inc. ("**HudBay Minerals**"), Suite 800, 25 York Street, Toronto, Ontario M5J 2V5.

- 1.2 State the name of the market in which the transaction or other occurrence that triggered the requirement to file this report took place.

Toronto Stock Exchange.

**Item 2 - Identity of the Eligible Institutional Investor**

- 2.1 State the name and address of the eligible institutional investor.

GMT Capital Corp. ("**GMT**")  
2300 Windy Ridge Parkway  
Suite 550 South  
Atlanta, GA 30339

- 2.2 State the date of the transaction or other occurrence that triggered the requirement to file this report and briefly describe the transaction or other occurrence.

In March 2020, certain hedge fund and private client managed accounts of GMT acquired an aggregate of 9,679,247 Common Shares over the facilities of the Toronto Stock Exchange.

GMT specifically disclaims any beneficial ownership of the Common Shares, but as investment manager of its managed accounts GMT has exclusive power to exercise investment control or direction over the Common Shares

- 2.3 State the names of any joint actors.

The Common Shares are held by the following hedge fund and private client managed accounts of GMT:

Bay Resource Partners LP  
Bay II Resources Partners LP  
Bay Resource Partners Offshore Master Fund LP  
Thomas Claugus

- 2.4 State that the eligible institutional investor is eligible to file reports under Part 4 in respect of the reporting issuer.

GMT is eligible to file reports under Part 4 of National Instrument 62-103 in respect of HudBay Minerals.

### Item 3 - Interest in Securities of the Reporting Issuer

- 3.1 State the designation and the net increase or decrease in the number or principal amount of securities, and in the eligible institutional investor's securityholding percentage in the class of securities, since the last report filed by the eligible institutional investor under Part 4 or the early warning requirements.

Since the last report filed by GMT under Part 4 in respect of Hudbay Minerals, the number of Common Shares held by hedge fund and private client managed accounts of GMT has increased by 10,694,727 Common Shares, representing approximately 4.09% of the issued and outstanding Common Shares.

- 3.2 State the designation and number or principal amount of securities and the eligible institutional investor's securityholding percentage in the class of securities at the end of the month for which the report is made.

As at March 31, 2020, certain hedge fund and private client managed accounts of GMT hold an aggregate of 37,700,147 Common Shares representing approximately 14.43% of the issued and outstanding Common Shares.

GMT specifically disclaims any beneficial ownership of the Common Shares, but as investment manager of its managed accounts GMT has exclusive power to exercise investment control or direction over the Common Shares.

- 3.3 If the transaction involved a securities lending arrangement, state that fact.

Not applicable.

- 3.4 State the designation and number or principal amount of securities and the percentage of outstanding securities of the class of securities to which this report relates and over which

- (a) the eligible institutional investor, either alone or together with any joint actors, has ownership and control,

Not applicable.

- (b) the eligible institutional investor, either alone or together with any joint actors, has ownership but control is held by persons or companies other than the eligible institutional investor or any joint actor, and

Not applicable.

- (c) the eligible institutional investor, either alone or together with any joint actors, has exclusive or shared control but does not have ownership.

See item 3.2 above.

- 3.5 If the eligible institutional investor or any of its joint actors has an interest in, or right or obligation associated with, a related financial instrument involving a security of the class of securities in respect of which disclosure is required under this item, describe the material terms of

the related financial instrument and its impact on the eligible institutional investor's securityholdings.

Not applicable.

- 3.6 If the eligible institutional investor or any of its joint actors is a party to a securities lending arrangement involving a security of the class of securities in respect of which disclosure is required under this item, describe the material terms of the arrangement including the duration of the arrangement, the number or principal amount of securities involved and any right to recall the securities or identical securities that have been transferred or lent under the arrangement.

Not applicable.

State if the securities lending arrangement is subject to the exception provided in section 5.7 of NI 62-104.

- 3.7 If the eligible institutional investor or any of its joint actors is a party to an agreement, arrangement or understanding that has the effect of altering, directly or indirectly, the eligible institutional investor's economic exposure to the security of the class of securities to which this report relates, describe the material terms of the agreement, arrangement or understanding.

Not applicable.

#### **Item 4 - Purpose of the Transaction**

State the purpose or purposes of the eligible institutional investor and any joint actors for the acquisition or disposition of securities of the reporting issuer. Describe any plans or future intentions which the eligible institutional investor and any joint actors may have which relate to or would result in any of the following:

- (a) the acquisition of additional securities of the reporting issuer, or the disposition of securities of the reporting issuer;

The Common Shares were acquired in the ordinary course of business. GMT managed accounts may from time to time acquire additional Common Shares, dispose of some or all of the existing or additional Common Shares or may continue to hold the Common Shares.

- (b) a sale or transfer of a material amount of the assets of the reporting issuer or any of its subsidiaries;

Not applicable.

- (c) a change in the board of directors or management of the reporting issuer, including any plans or intentions to change the number or term of directors or to fill any existing vacancy on the board;

Not applicable.

- (d) a material change in the present capitalization or dividend policy of the reporting issuer;

Not applicable.

- (e) a material change in the reporting issuer's business or corporate structure;  
Not applicable.
- (f) a change in the reporting issuer's charter, bylaws or similar instruments or another action which might impede the acquisition of control of the reporting issuer by any person or company;  
Not applicable.
- (g) a class of securities of the reporting issuer being delisted from, or ceasing to be authorized to be quoted on, a marketplace;  
Not applicable.
- (h) the issuer ceasing to be a reporting issuer in any jurisdiction of Canada;  
Not applicable.
- (i) a solicitation of proxies from securityholders;  
Not applicable.
- (j) an action similar to any of those enumerated above.  
Not applicable.

**Item 5 - Agreements, Arrangements, Commitments or Understandings With Respect to Securities of the Reporting Issuer**

Describe the material terms of any agreements, arrangements, commitments or understandings between the eligible institutional investor and a joint actor and among those persons and any person with respect to securities of the class of securities to which this report relates, including but not limited to the transfer or the voting of any of the securities, finder's fees, joint ventures, loan or option arrangements, guarantees of profits, division of profits or loss, or the giving or withholding of proxies. Include such information for any of the securities that are pledged or otherwise subject to a contingency, the occurrence of which would give another person voting power or investment power over such securities, except that disclosure of standard default and similar provisions contained in loan agreements need not be included.

Not applicable.

**Item 6 - Change in material fact**

If applicable, describe any change in a material fact set out in a previous report filed by the acquiror under the early warning requirements or Part 4 in respect of the reporting issuer's securities.

Not applicable.

**Item 7 - Certification**

I, as the eligible institutional investor, certify, or I, as the agent filing the report on behalf of the eligible institutional investor, certify to the best of my knowledge, information and belief, that the statements made in this report are true and complete in every respect.

Dated this 9<sup>th</sup> day of April, 2020.

**GMT CAPITAL CORP.**, on behalf of itself and its managed accounts.

(signed) "Philip J. Meyers" \_\_\_\_\_

Name: Philip J. Meyers

Title: Vice President – Head of Compliance