

Scotia Capital Precious Metals Conference 2009

December 2009



Cautionary Statement Under the Private Securities Litigation Reform Act

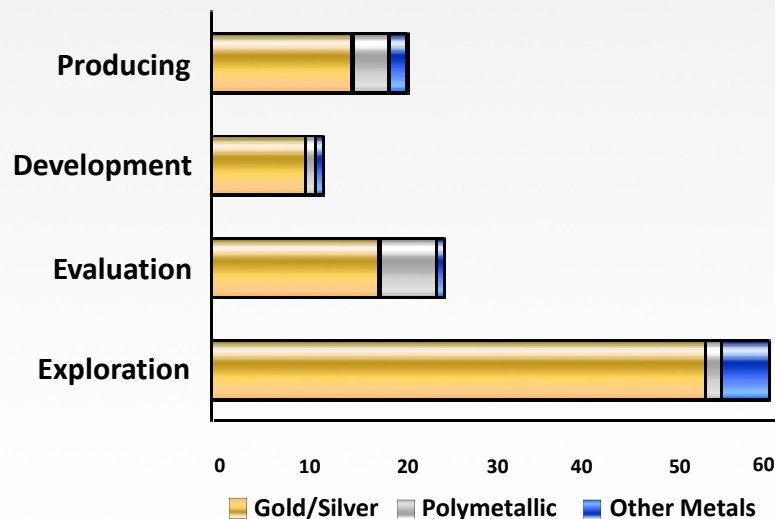
This presentation contains certain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements involve known and unknown risks, uncertainties and other factors that could cause actual results to differ materially from the projections and estimates contained herein and include, but are not limited to, the features of the Company's business model, the implication that the Company's historical successes and current trends are indicative of future performance, a strong royalty development pipeline, increasing cash flow, the operators' estimates of production, reserves, and mine life, estimated revenue contribution from selected producing and development projects at full production, cash to be paid to Teck Resources upon closing of the Andacollo transaction, expectations on timing of production from the Andacollo project, mill capacity and expected closing date for the transaction, the Company's low-cost structure, and the continued creation of value for shareholders by protecting margins, growing dividends, and the continuation of financial strength. Factors that could cause actual results to differ materially from these forward-looking statements include, among others: changes in gold and other metals prices; decisions and activities of the Company's management; decisions and activities of the operators of the Company's royalty properties; unanticipated grade, geological, metallurgical, processing or other problems at the properties; changes in project parameters as plans of the operators are refined; the results of current or planned exploration activities; economic and market conditions; the ability of operators to bring non-producing and not yet in development projects into production and operate in accordance with feasibility studies; future financial needs of the Company; the impact of future acquisitions and royalty financing transactions; changes in the Mining Law of 1872; the outcome of the court decision regarding the appeal of the Holt royalty dispute; risks associated with conducting business in foreign countries, including application of foreign laws to contract and other disputes, environmental laws, enforcement and uncertain political and economic environments; and customary closing conditions. These risks and other factors are discussed in more detail in the Company's public filings with the Securities and Exchange Commission. Statements made herein are as of the date hereof and should not be relied upon as of any subsequent date. The Company's past performance is not necessarily indicative of its future performance. The Company disclaims any obligation to update any forward-looking statements.

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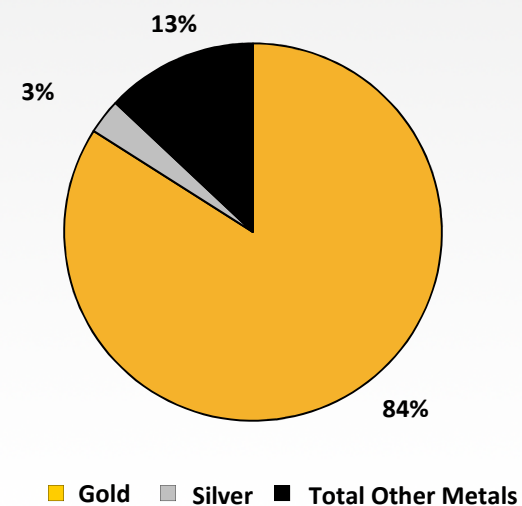
Key Attributes

- Efficient and effective business model
- Proven performance
- Core royalties on high-quality, long-lived mines
- Strong development pipeline
- Growing cash flow

Royalty Asset Distribution
(number of properties)



Revenue by Metal Type
(fiscal 2009)



Performance



Execution on Growth Strategy


- Increased reserves
- Portfolio growth
- Diversification of revenue
- Strong financial position
- Enhanced shareholder return



EXCERPT

America's 100 Fastest Growing Small Public Companies

10. Royal Gold Inc.
 Rank: 10 (Previous rank: 89)
 CEO: Tony Jensen
 Headquarters: Denver, CO
 Employees: 16
 Industry: Other
 Revenue: \$69.8 million (four quarters to 12/31/08)
 Return to investors: 13.3% (three years to 12/31/08, annualized rate)



Industry: Other		
Company	FSB 100 rank	Revenue (\$ million)
Danko Inc.	9	196.6
Royal Gold Inc.	10	69.8
Wills Lease	10	152.3

Source: fortune.com

How We Pick the FSB 100

For our sixth annual list, we once again worked with financial research firm Zacks, which ranked public companies with revenues of less than \$500 million and a stock price of more than \$1.

All companies that meet these criteria are ranked, 1-100, by their three-year annualized rates of revenue growth and total return to investors. We calculated a log linear growth rate of the trailing four quarters' revenue over a three-year period, through the quarter ended on or before Dec. 31, 2008. In other words, we used a "best fit" regression line through the numbers; the steeper the slope of this line, the higher the growth rate. This method provides a better measure of average or normalized growth than a simple point-to-point calculation.

Total return to investors is calculated for the three-year period ended Dec. 31, 2008.

The overall rank is based on the sum of the two ranks. If there is a tie, we compare the average of both growth rates, and the company with the higher average receives the higher rank.

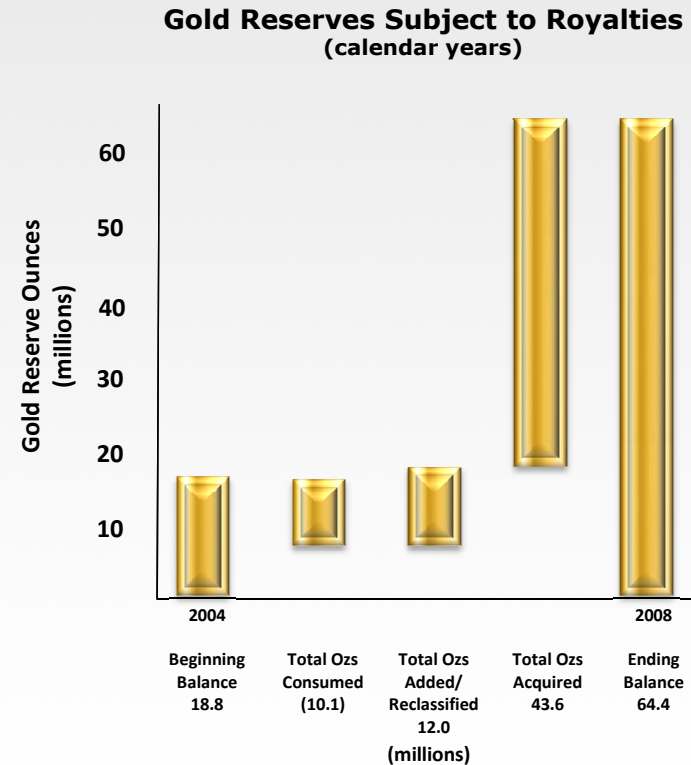
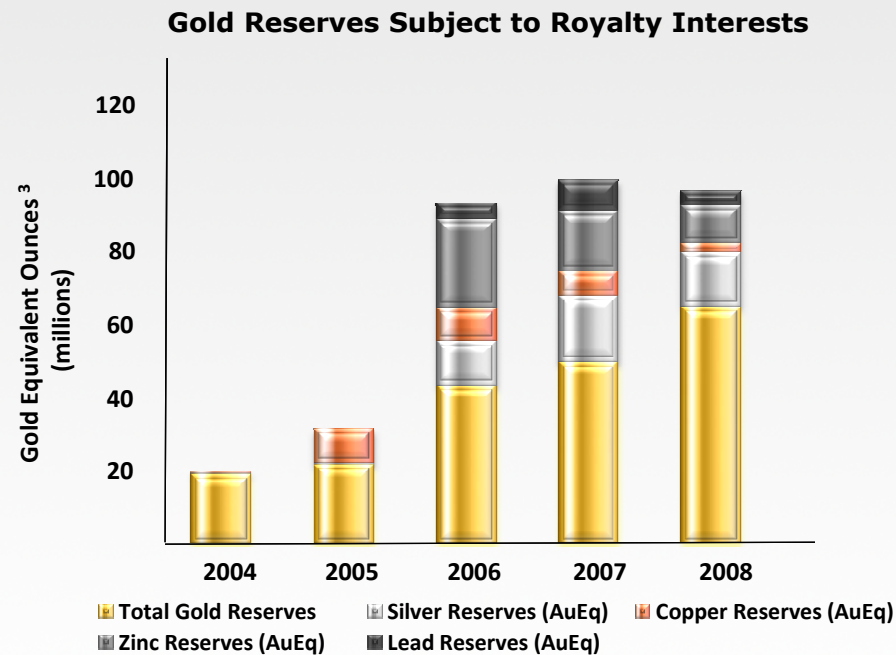
For the first time, we added a new requirement: Companies with losses in any of the four quarters ended on or before Dec. 31, 2008, were excluded from the list. Every company included this year has managed to stay profitable through the recession.

Banks and real-estate firms are excluded from the list (they would otherwise dominate it), as are adult entertainers and other companies (for ethical reasons).

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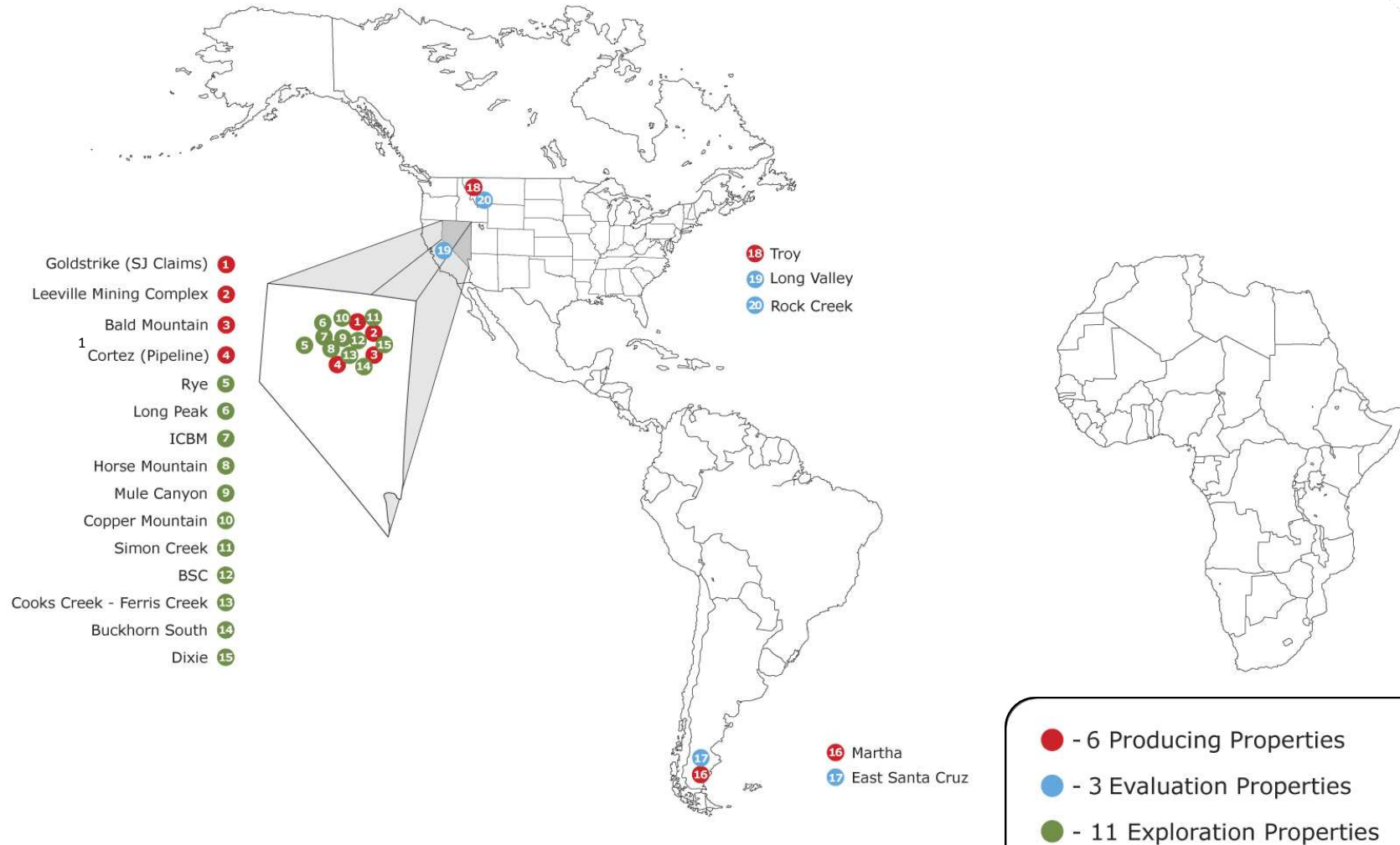
Reserve Growth ¹

- Gold reserves increased 30% to 64.2M ounces ²
- Precious metals account for 82% of gold equivalent reserves ³
- Organic growth has offset consumption over the last five years



¹ Reserves subject to Royal Gold's royalty interests
² Reserve increases from December 31, 2007 to December 31, 2008
³ Gold equivalent ounces calculated at calendar year-end metal prices for each year

Asset Growth (December 2004)



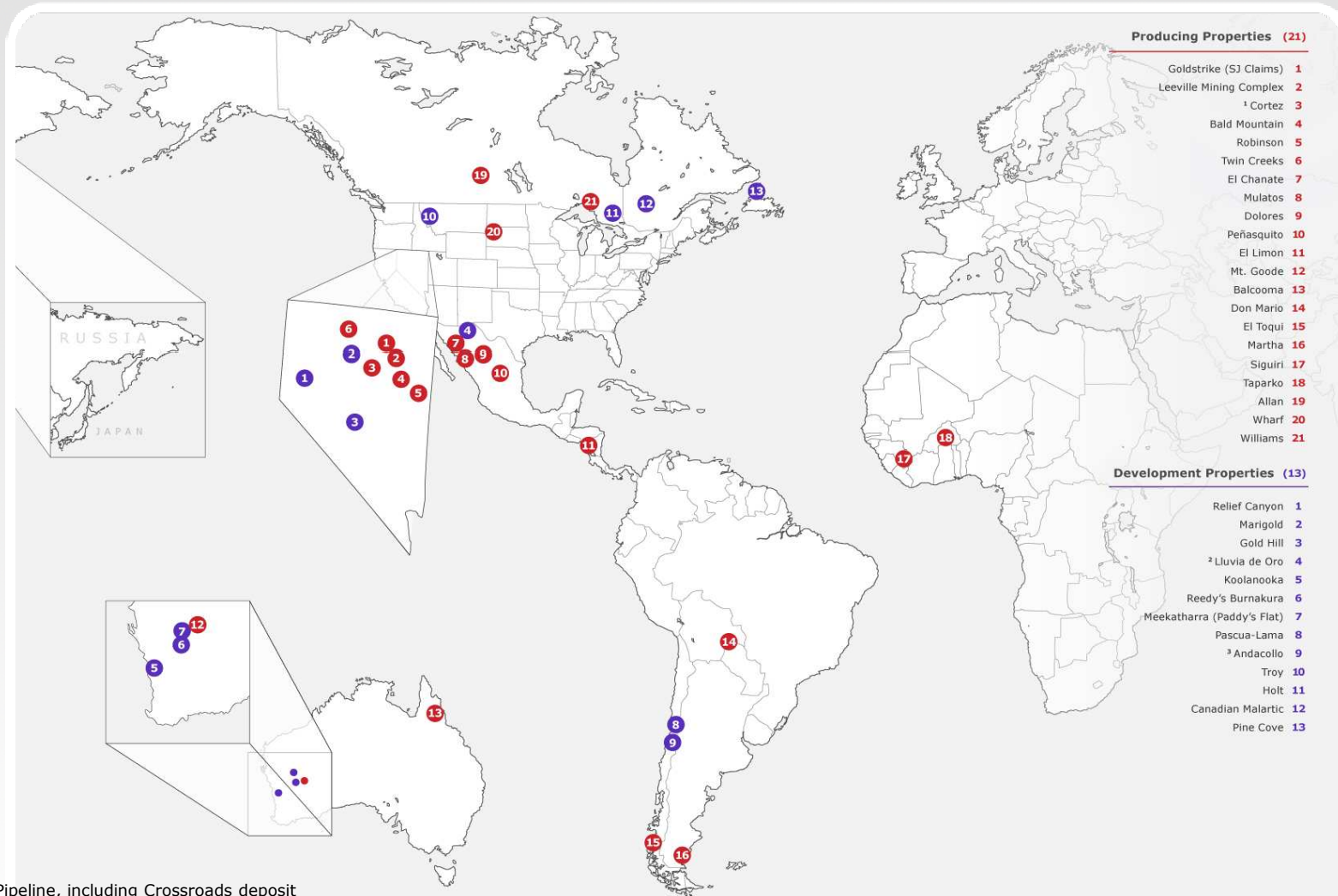
¹ Pipeline, including Crossroads deposit

Asset Growth (December 2009)



¹ Pipeline, including Crossroads deposit

Asset Growth (December 2009)

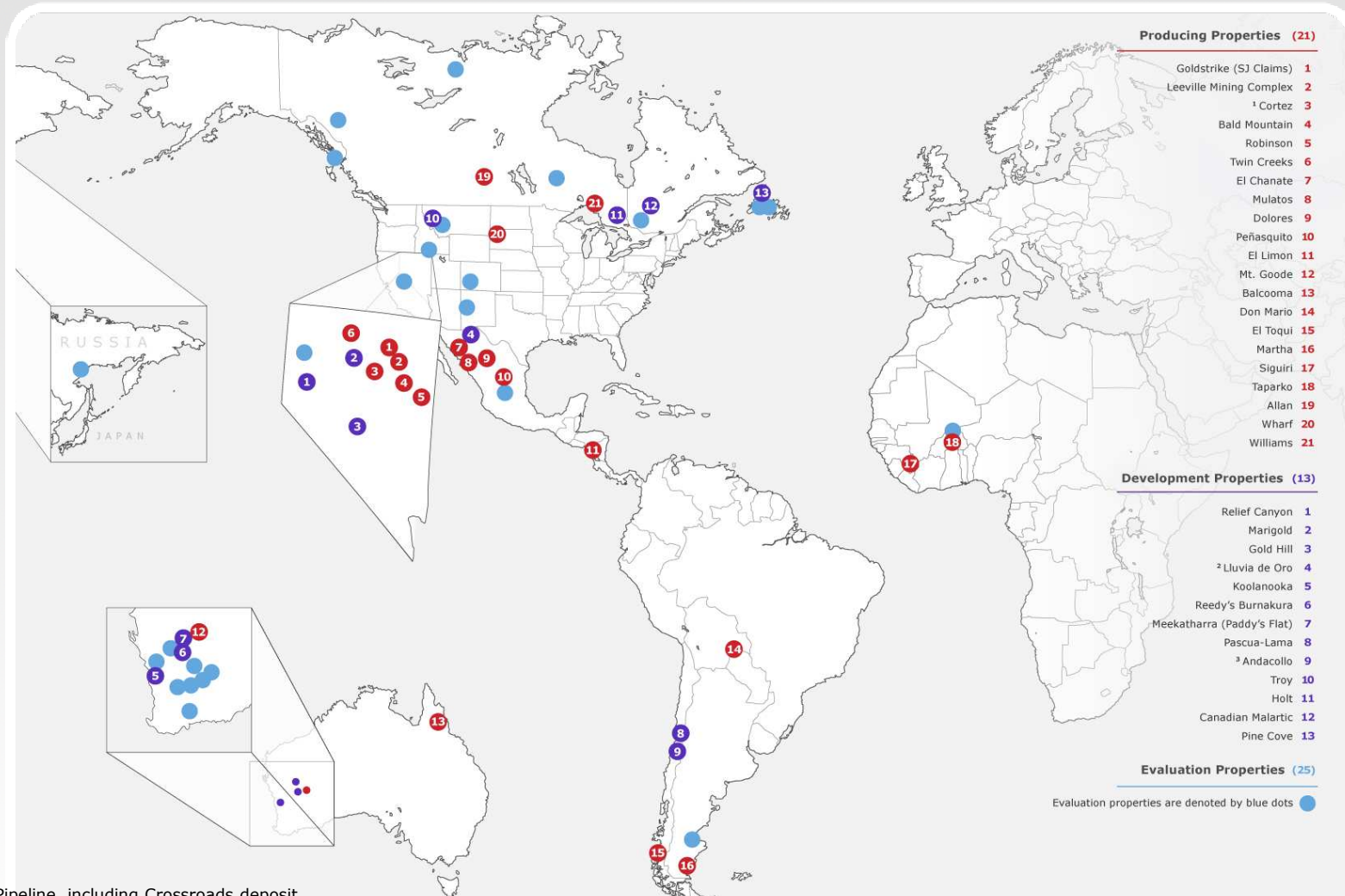


1 Pipeline, including Crossroads deposit

2 Royal Gold acquired this property in the Battle Mountain transaction. The parties claiming interests in the mining concessions subject to this royalty have disputed any royalty obligation

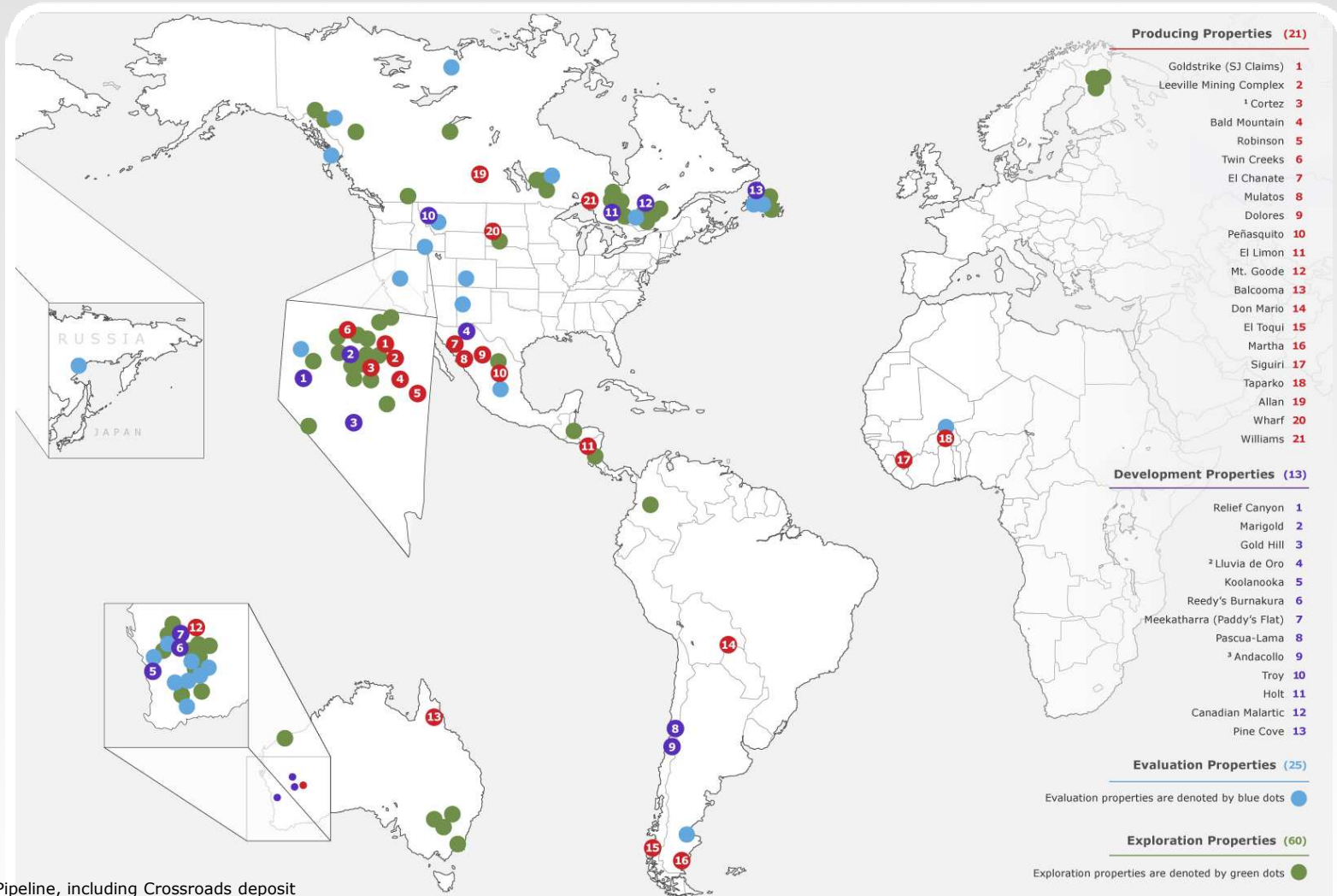
3 Closing of Andacollo transaction pending

Asset Growth (December 2009)



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Asset Growth (December 2009)

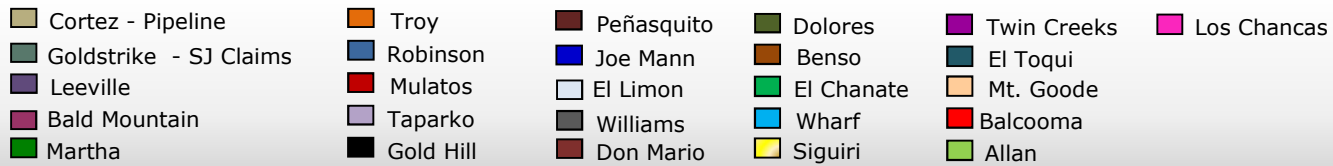
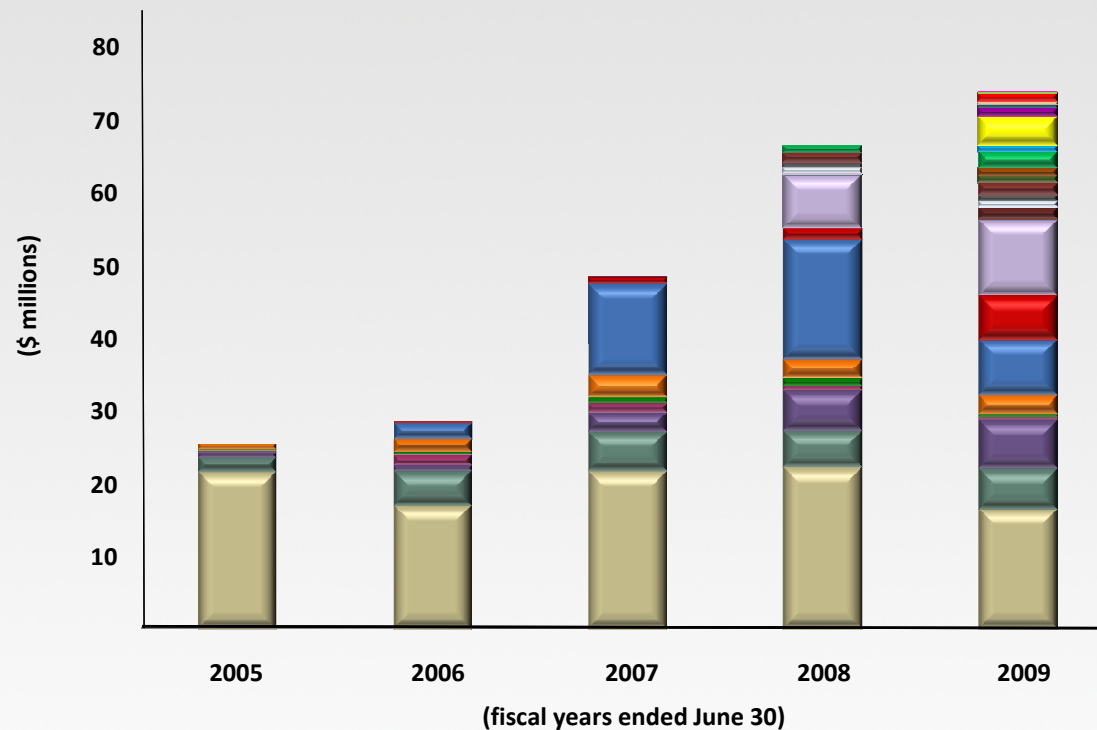


1 Pipeline, including Crossroads deposit

2 Royal Gold acquired this property in the Battle Mountain transaction. The parties claiming interests in the mining concessions subject to this royalty have disputed any royalty obligation

3 Closing of Andacollo transaction pending

Revenue Diversification



Principal Producing Properties

Cortez (Pipeline Mining Complex – Nevada)



Operator:	Barrick
Royalty:	GSR1 and GSR2: 0.4% to 5.0% GSR3: 0.71% NVR1: 0.39%
CY 2009 Production (Est.):	346,000 oz (Au)
FY 2009 Revenue:	\$16.3M
Reserves: ¹	4.3M oz (Au)

Taparko (Burkina Faso)



Operator:	High River
Royalty:	TB-GSR1: 15% TB-GSR2: 0.0% to 10% TB-GSR3: 2.0%
CY 2009 Production (Est.): ²	63,000 oz (Au)
FY 2009 Revenue:	\$10.4M
Reserves: ^{1,3}	0.8M oz (Au)

Robinson (Nevada)



Operator:	Quadra
Royalty:	3.0% NSR
CY 2009 Production (Est.): ⁴	90,000 oz (Au) 120M lbs (Cu)
FY 2009 Revenue:	\$7.7M
Reserves: ¹	0.9M oz (Au) 1.5B lbs (Cu)

¹ Reserves as of December 31, 2008

² The operator provided a calendar 2009 production range between 63,000 to 76,000 ounces

³ Upon Royal Gold's receiving \$35M from the TB-GSR1 royalty, both the TB-GSR1 and TB-GSR2 royalties cease and the TB-GSR3 royalty becomes effective. Based on the operator's gold price assumption of \$800 per ounce, the TB-GSR1 and the TB-GSR2 reserves are estimated to consist of 303,000 ounces of gold. The TB-GSR3 reserves are estimated at 497,000 ounces and represent the remaining reserves

⁴ In November 2009, the operator revised its July 2009 production guidance to a range of 120 to 125 million pounds of copper and 90,000 ounces of gold

Principal Producing Properties

Leeville (Nevada)



Operator:	Newmont
Royalty:	1.8% NSR
CY 2009 Production (Est.):	426,000 oz (Au)
FY 2009 Revenue:	\$6.7M
Reserves: ¹	2.5M oz (Au)

Mulatos (Mexico)



Operator:	Alamos Gold
Royalty:	1.0% to 5.0% NSR
CY 2009 Production (Est.): ²	160,000 oz (Au)
FY 2009 Revenue: ³	\$6.1M
Reserves: ^{1,4}	2.0M oz (Au)

Goldstrike (Nevada)



Operator:	Barrick
Royalty:	0.9% NSR
CY 2009 Production (Est.):	441,000 oz (Au)
FY 2009 Revenue:	\$5.6M
Reserves: ¹	5.8M oz (Au)

¹ Reserves as of December 31, 2008

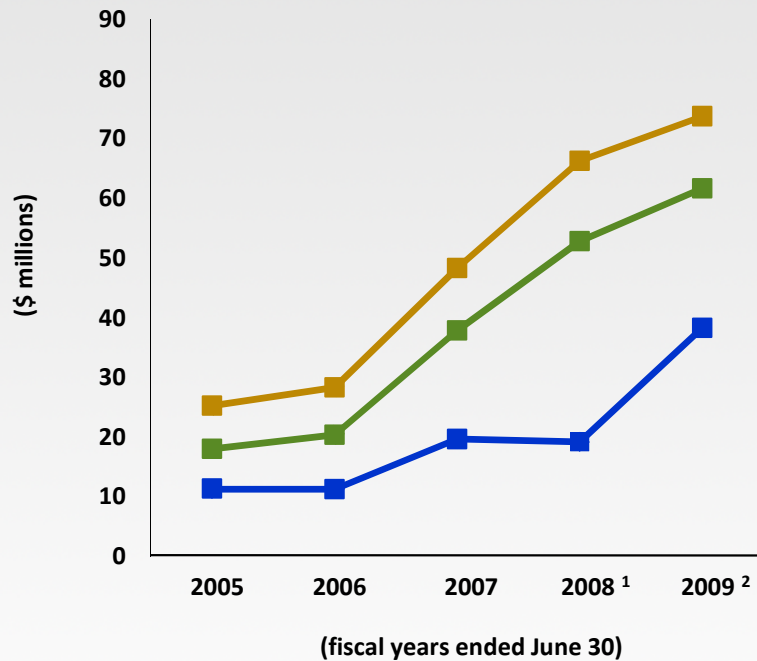
² The operator provided a calendar 2009 production range between 160,000 and 170,000 ounces

³ Revenue for Mulatos consists of three months at a 1.50% royalty rate and nine months at a 5.0% royalty rate commencing October 1, 2008

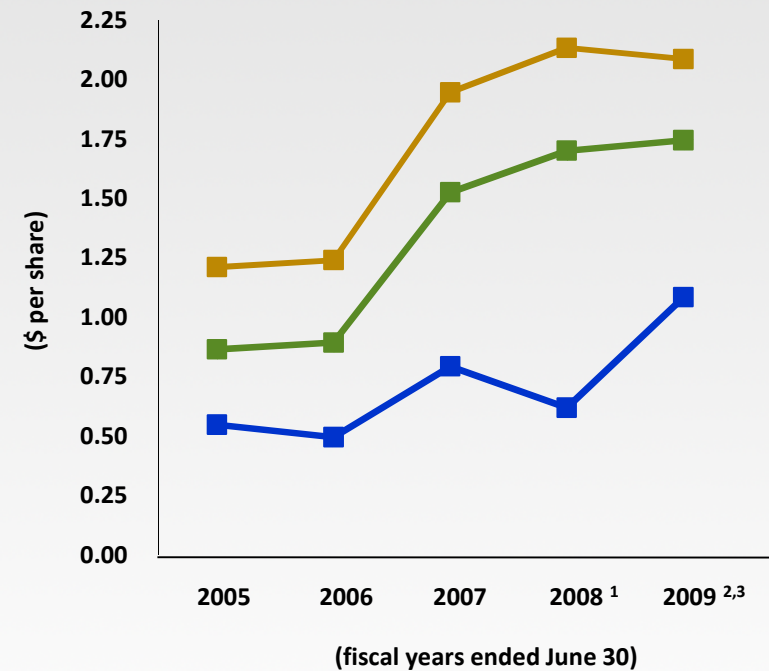
⁴ The Company's royalty is subject to a 2.0 million ounce cap on gold production. There have been approximately 462,000 ounces of cumulative production, as of September 30, 2009

Strong Financial Growth

Gross Financial Results



Per Share Financial Results



—■ Royalty Revenue
 —■ Free Cash Flow⁴
 —■ Net Income

¹ In fiscal 2008, total net income was \$24.0M. Basic income per share was reduced by the payment of preferred dividends and a non-cash preferred share conversion adjustment of \$4.8M, or \$0.15 per basic share

² Net income for fiscal 2009 includes one-time gains of \$33.7M, or \$0.62 per basic share, after taxes

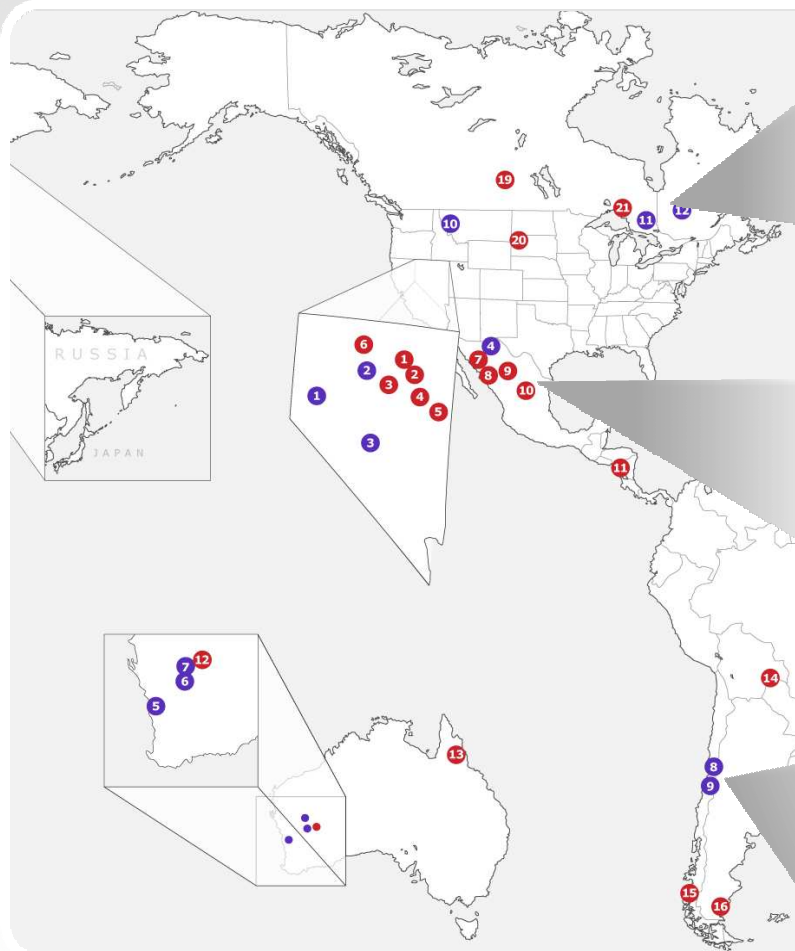
³ Includes impact of April equity offering of 6.5 million shares of common stock

⁴ The term "free cash flow" is a non-GAAP financial measure and is defined by the Company as operating income plus depreciation, depletion and amortization, non-cash charges and any impairment of mining assets, less minority interest in operating income of consolidated subsidiary

Property Overview

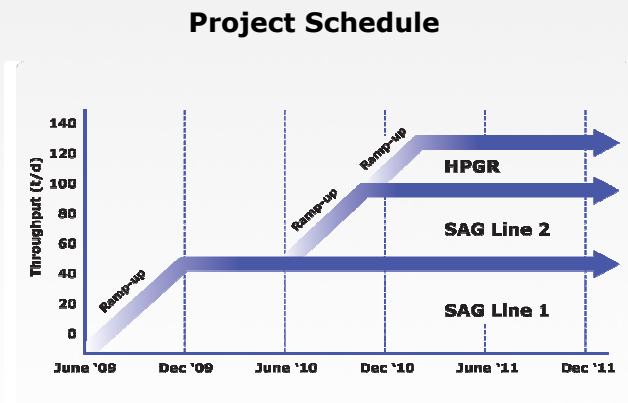
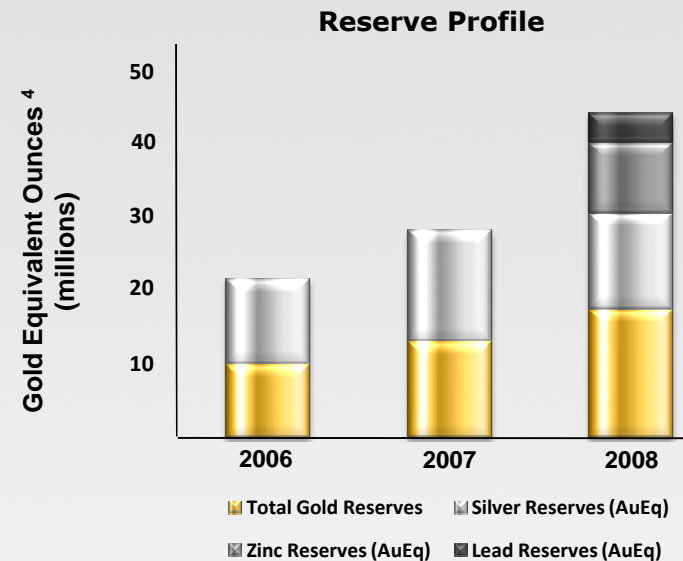


Key Growth Properties



Peñasquito (Goldcorp – Mexico)

- Royalty: 2.0% NSR (all metals)
- Reserves: ^{1,2} 17.4M oz (Au)
1.0B oz (Ag)
- CY'09 production (est.):
 - 70,000 oz (Au)
 - 2.3M oz (Ag)
- Estimated production start-up:
 - 1st sulfide circuit - 2009
 - 2nd sulfide circuit - 2010
 - High pressure grind rolling circuit - 2010
- Mine life: 25 years
(22 years after final ramp up)
- Annual royalty revenue potential:
~ \$29M ³



¹ Peñasquito reserves also contain 15.4 billion pounds of zinc and 7.1 billion pounds of lead

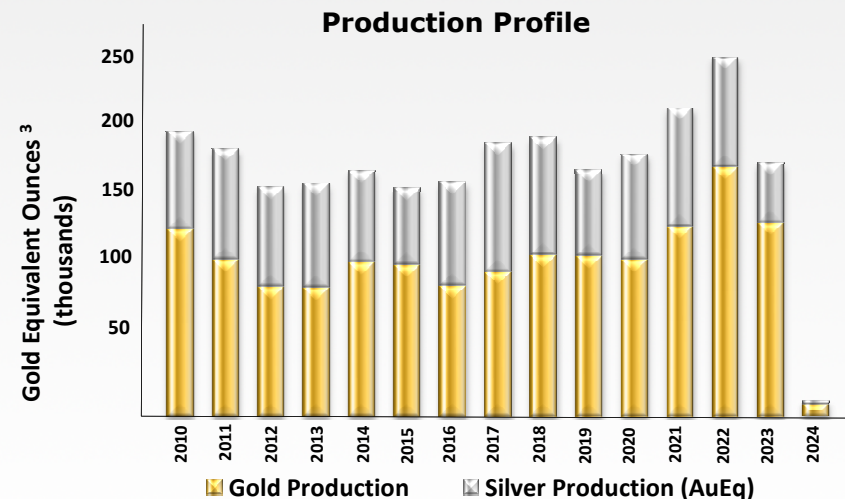
² Reserves as of December 31, 2008

³ Based on (1) NI 43-101 Peñasquito Technical Report dated March 10, 2009; (2) the operator's stated life of mine average production of 500,000 ounces of gold, 30 million ounces of silver, 450 million pounds of zinc and 50 million pounds of lead at full production; and (3) metal prices as of September 9, 2009 of \$999.50 per gold ounce, \$16.24 per silver ounce, \$0.88 per pound zinc and \$1.07 per pound lead

⁴ Gold equivalent ounces calculated at calendar year-end metal prices for each year

Dolores (Minefinders – Mexico)

- Royalty: 3.25% NSR (Au)
2.0% NSR (Ag)
- Reserves: ¹ 2.4M oz (Au)
126.6M oz (Ag)
- CY'09 production (est.): ²
 - 80,000 oz (Au)
 - 1.4M oz (Ag)
- Mine life: 15 years
- Annual royalty revenue potential:
~ \$5.0M ³



¹ Reserves as of March 25, 2008 (reserve numbers have not been updated to remove material consumed in late 2008 commissioning activities)

² In November 2009, the operator revised its June 2009 production guidance to 80,000 ounces of gold and 1.4 million ounces of silver

³ Based on the NI 43-101 Technical Report dated March 25, 2008 and metal prices as of September 9, 2009 of \$999.50 per gold ounce and \$16.24 per silver ounce

Andacollo (Teck – Chile)

- Royalty:
 - 75% of gold until 910,000 payable ounces; 50% thereafter
- Ownership:
 - 90% CDA (subsidiary of Teck Resources Limited)
 - 10% Empresa Nacional de Minería (Chilean, state-owned mining company)
- Total consideration:
 - \$218M cash
 - 1.2M shares
- Closing by January 29, 2010



Andacollo Hypogene Project

- Sulfide plant production:
 - Construction complete: 4Q'09
 - Commercial production: first half 2010
 - 55,000 tonnes/day mill capacity
- Proven and probable reserves: ¹
 - 1.6M oz Au (394M tonnes at 0.13 gpt)
- Estimated annual production: ²
 - 53,000 oz gold
 - 76,000 tonnes copper ³
- Estimated mine life: 20 years
- Annual royalty revenue potential: ~ \$36M ⁴



¹ Tonnes and grade as disclosed in Teck Cominco Limited's 2008 Annual Information Form

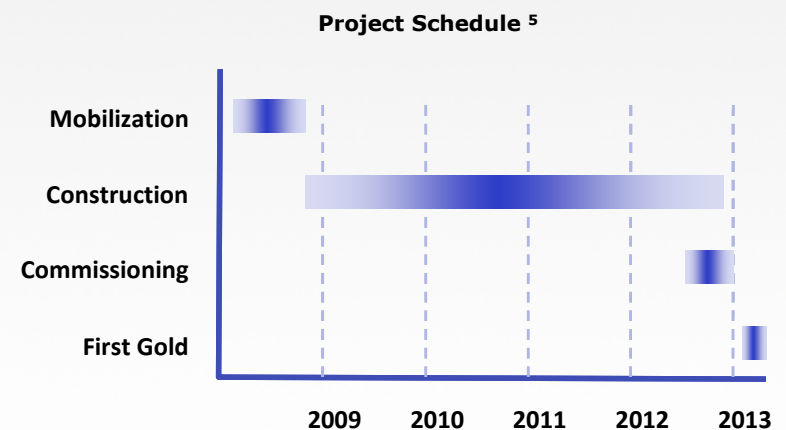
² Teck 2008 Annual Report; estimated average annual production during the first 10 years

³ Andacollo transaction does not include copper production

⁴ Assuming (1) operator's production estimate of 53,000 ounces/year; (2) the minimum payable gold factor of 90.6%; (3) the maximum refining charge of \$6.00 per ounce; and (4) a gold price of \$999.50 per ounce as of September 9, 2009

Pascua-Lama (Barrick – Chile)

- Royalty: 0.16% to 1.08% NSR
 - > \$800/oz gold = 1.08% royalty rate
- Reserves: ^{1,2} 14.6M oz (Au)
- Estimated production: ³
 - Start-up – 2013
 - 750,000 to 800,000 ounces of gold (average during first five years)
 - 600,000 to 700,000 ounces of gold (average during life of mine)
 - \$200 to \$250 per ounce total cash cost (life of mine)
- Mine life: 25 years
- Annual royalty revenue potential: ⁴
 - ~ \$8.0M – 775,000 ounces of gold per year
 - ~ \$7.5M – 600,000 ounces of gold per year



¹ Reserves as of December 31, 2008

² Royalty applies to all gold production from an area of interest in Chile. Only that portion of reserves pertaining to our royalty interest in Chile is reflected here

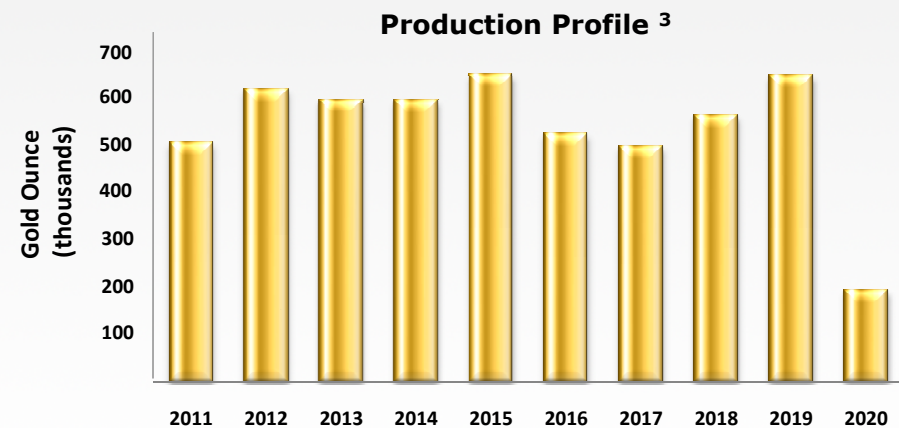
³ Barrick's May 7, 2009 press release and presentation

⁴ At a gold price of \$999.50 per ounce as of September 9, 2009

⁵ Data obtained from Barrick's press release and presentation dated May 7, 2009

Canadian Malartic (Osisko – Canada)

- Royalty: ¹ 2.0% to 3.0% NSR
- Reserves: ² 4.7M oz (Au)
- Estimated production start-up: 2011
- Mine life: 10 years
- Annual royalty revenue potential:
~ \$6.0M ³



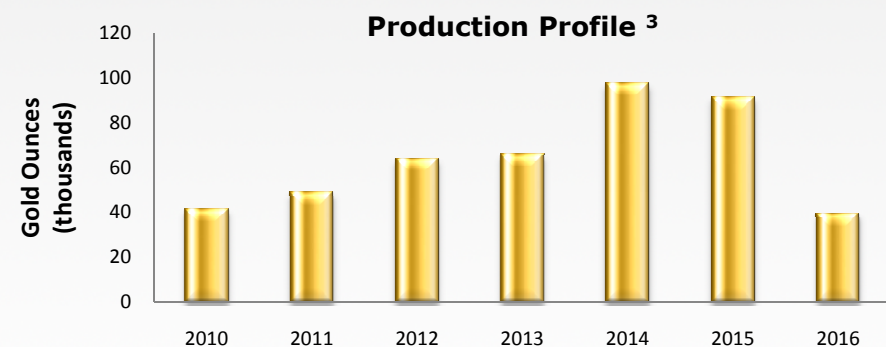
¹ 2.0% to 3.0% NSR royalty subject to buy-down right which could reduce the royalty rate to a range of 1.0% to 1.5%

² Reserves as of December 31, 2008

³ Based on NI 43-101 Feasibility Report dated December 2008 and gold price of \$999.50 per ounce as of September 9, 2009

Holt (St Andrew Goldfields – Canada)

- Royalty: ¹ 0.00013 X gold price (NSR)
 - \$1,000/oz gold = 13% royalty rate
 - Party responsible for royalty in dispute
- Reserves: ² 0.5M oz (Au)
- Estimated production start-up: 2010
- Mine life: 7 years
- Annual royalty revenue potential: ~ \$8.0M ³ (life of mine average)



¹ In November 2008, the operator made application to the Ontario Superior Court of Justice for a declaration that it is not obligated to pay the entire royalty defined under the royalty agreement and to dispute the royalty rate. The operator claimed that its predecessor in interest is responsible for payment of some or all of the royalty. On July 23, 2009, the Court held that Royal Gold is entitled to payment from the predecessor of the full amount of the NSR sliding-scale royalty and that the operator's obligation is to reimburse the predecessor for payment of the royalty up to a flat rate of 0.013% NSR. On August 21, 2009, the predecessor appealed the portion of the judgment holding it responsible for paying the royalty

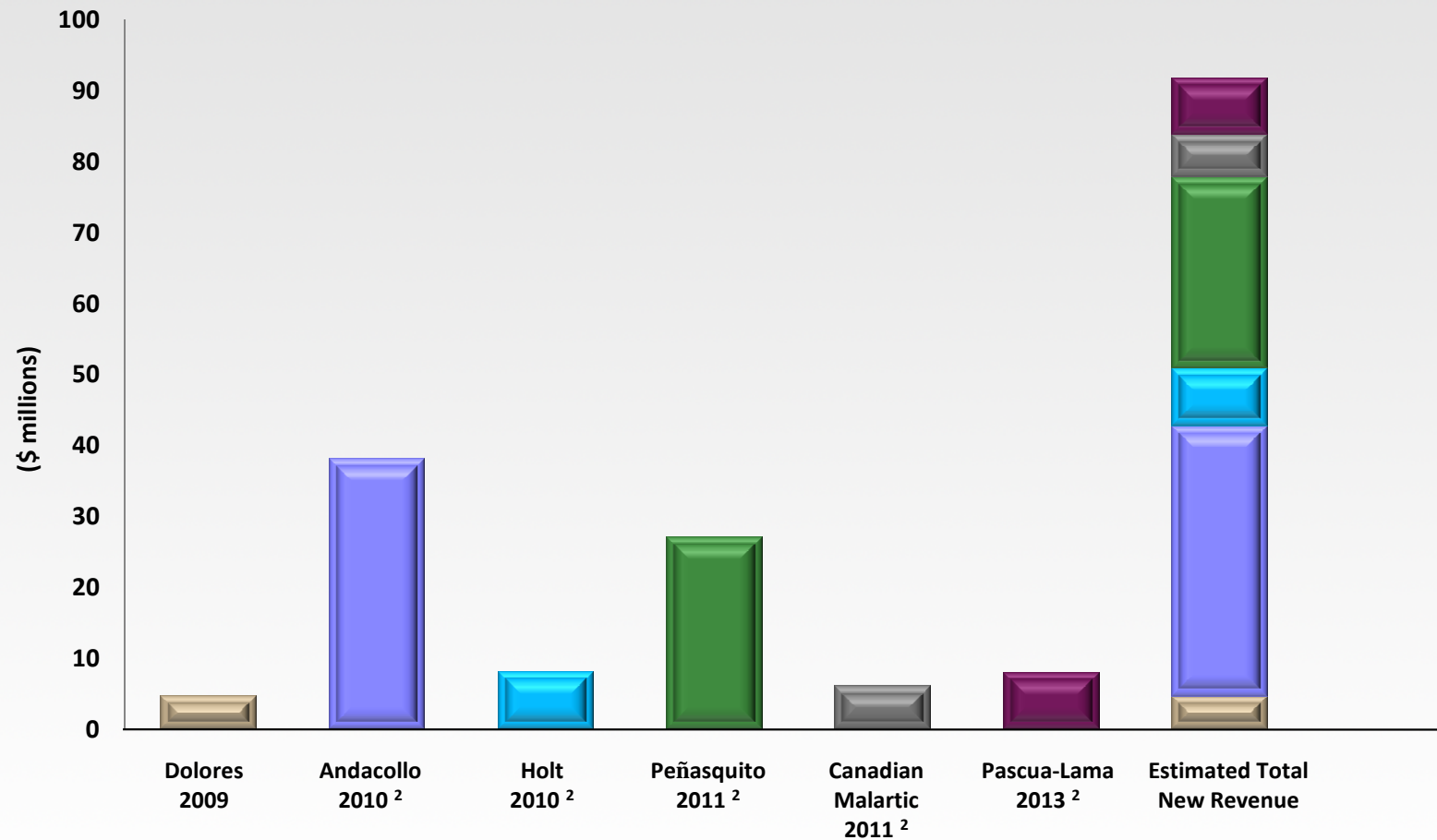
² Reserves as of December 31, 2008

³ Based on NI 43-101 Technical Report dated June 9, 2008 and gold price of \$999.50 per ounce as of September 9, 2009

Drivers For Future Growth



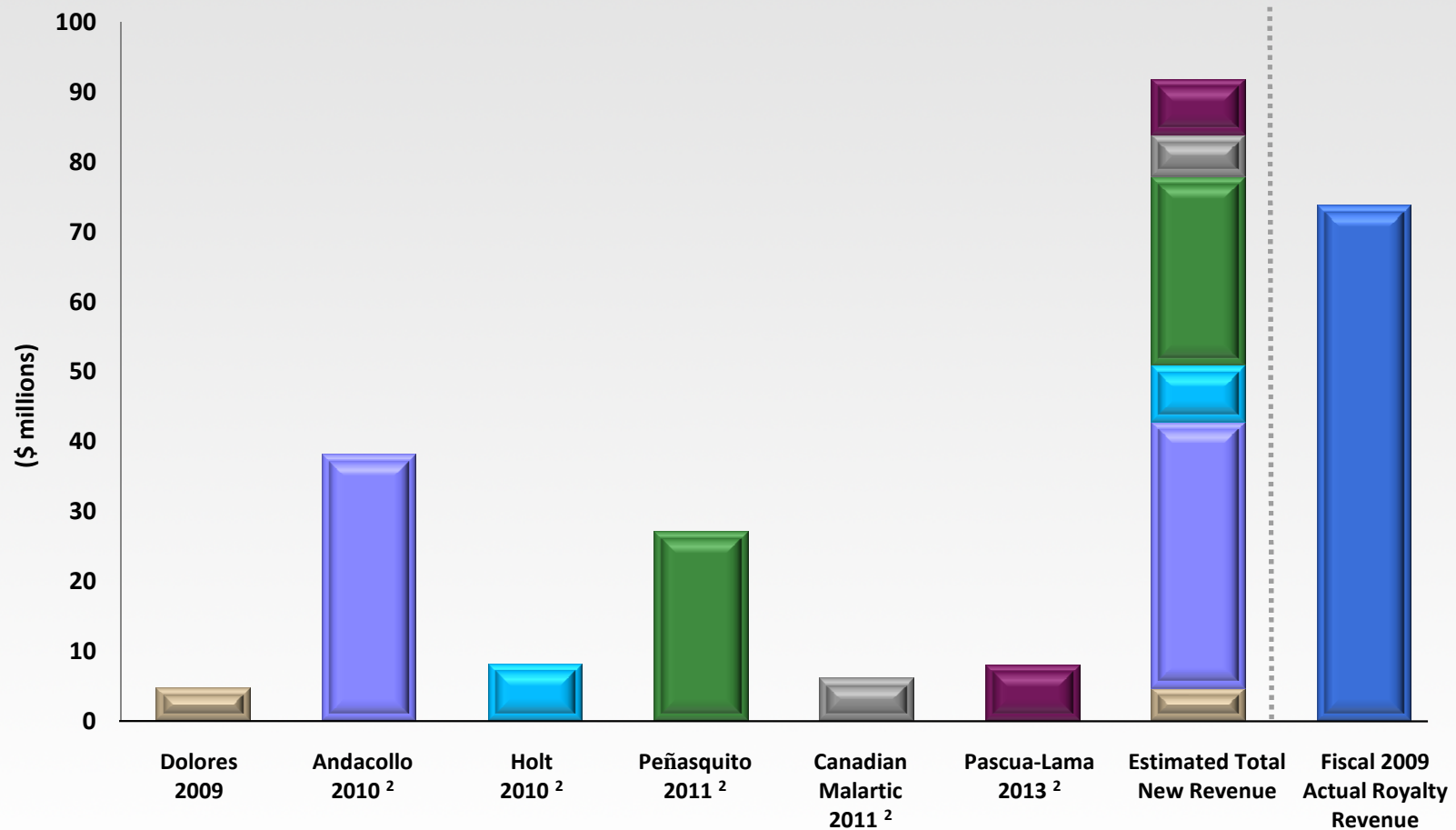
Estimated Revenue Contribution – New Assets ¹



¹ Refer to prior property slides for applicable footnotes

² As estimated by the operator of the project

Estimated Revenue Contribution – New Assets ¹

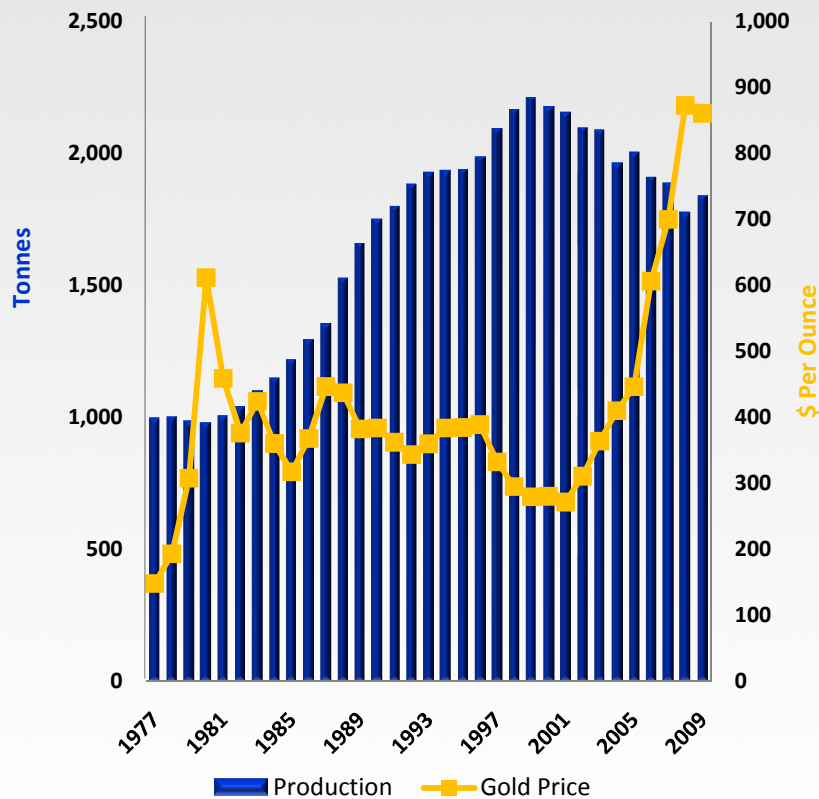


¹ Refer to prior property slides for applicable footnotes

² As estimated by the operator of the project

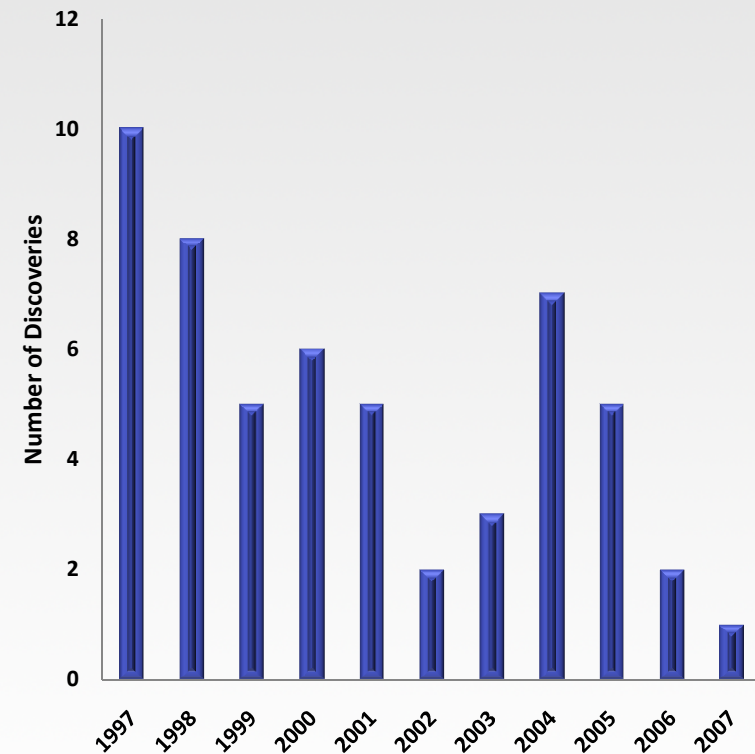
Declining World Gold Mine Production

Supply from Mine Production vs. Price



Source: CPM Group

Few Major Gold Discoveries ¹

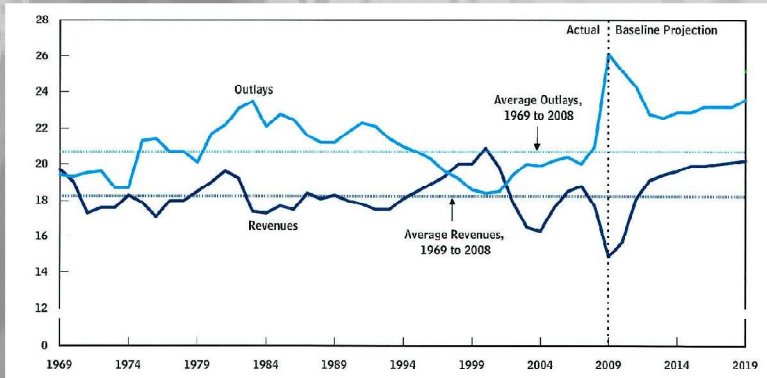


Source: Metals Economics Group and Kinross Gold Corporation's presentation, Denver Gold Forum, September 2009

¹ Major discovery is defined as 3.0 million ounces or greater

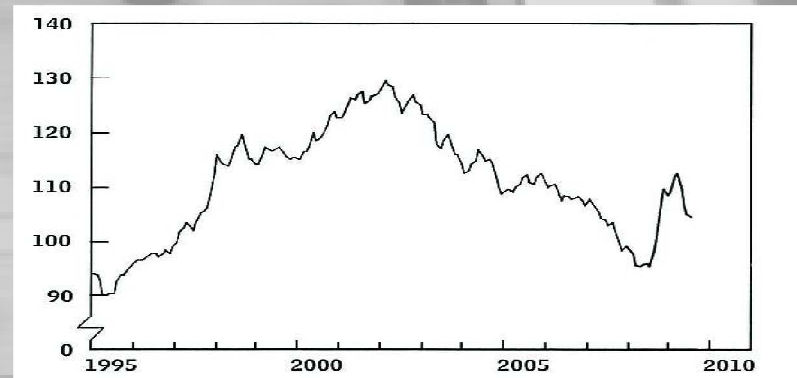
Expanding Money Supply and Deficit

Total Revenues and Outlays
(Percentage of Gross Domestic Product)



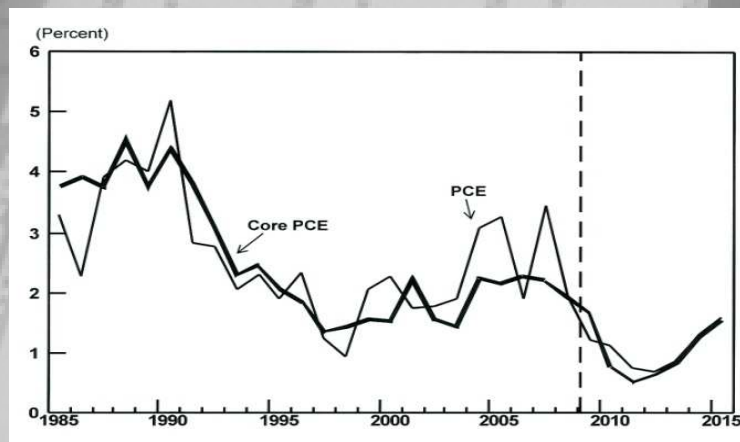
Source: Congressional Budget Office based on data from the Office of Management and Budget

Exchange Value of the Dollar
(Index, January 1997- 100)



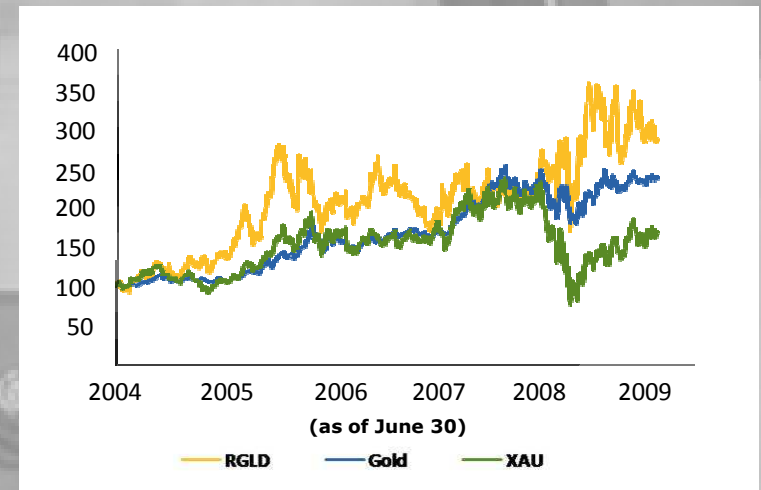
Sources: Congressional Budget Office; Federal Reserve Board

Inflation Rate, 1985 to 2015



Source: Congressional Budget Office, *The Budget and Economic Outlook*, September 24, 2009

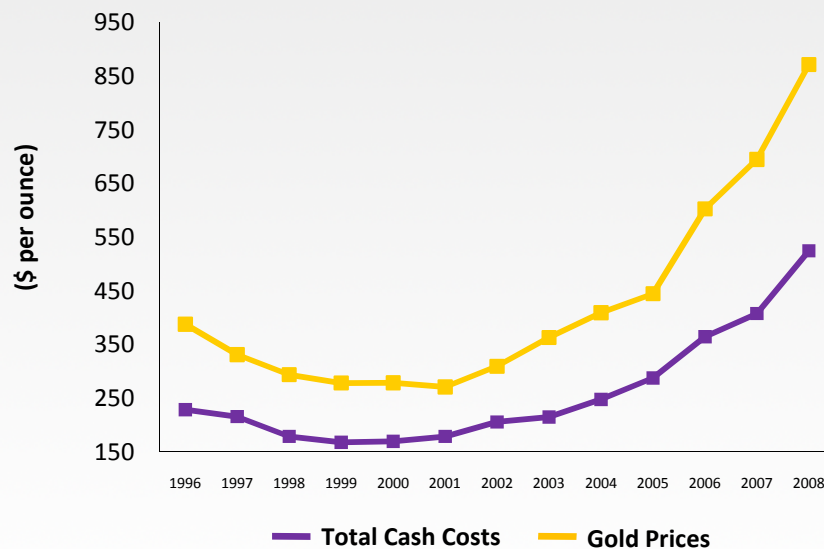
Royal Gold vs. Gold Price and Index
(Index, June 30, 2004 - 100)



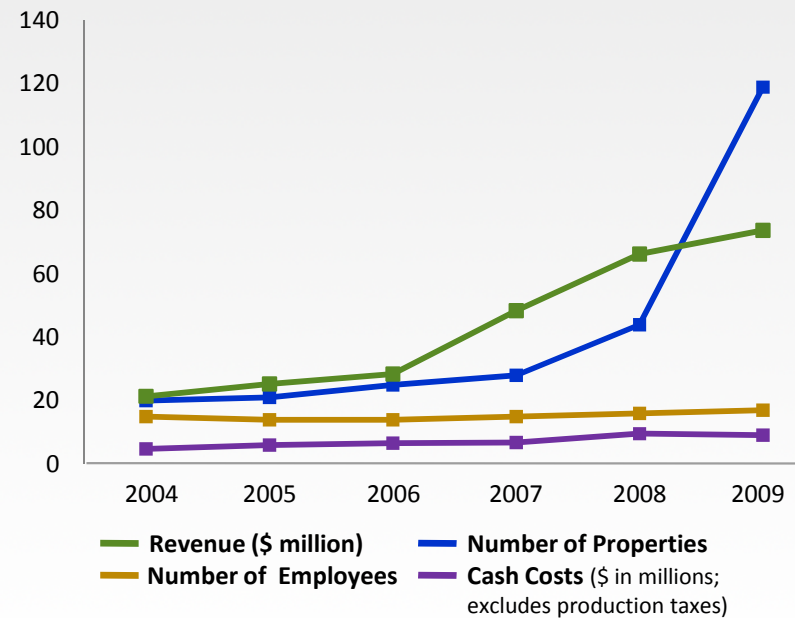
Low Cost Structure

- Insulated from increased operating costs
- No capital cost contributions required
- No environmental or closure costs incurred

Total Cash Production Costs for Nevada Gold Producers, 1996 – 2008 ¹



Royal Gold's Asset and Revenue Growth vs. Cost

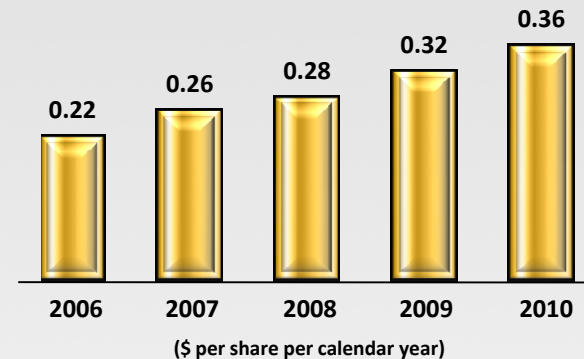


¹ Source: Per John Dobra; *Economic Overview of the Nevada Mining Industry 2008 - 2009*, Nevada Mining Association

Financial Strength

- Market Information (as of 11/23/09)
 - NASDAQ: RGLD; TSX: RGL
 - Market cap: \$2.2B
 - Average daily volume (TTM): 891,000
- Shares Outstanding
 - Common: 40.7M
 - Insider ownership: 8%
- Financial
 - Cash: \$307M ¹
 - Total debt: \$0
 - Available credit line: \$125M
 - CY2010 dividend: \$0.36 per share
 - Dividend payout ratio: ³ 59%

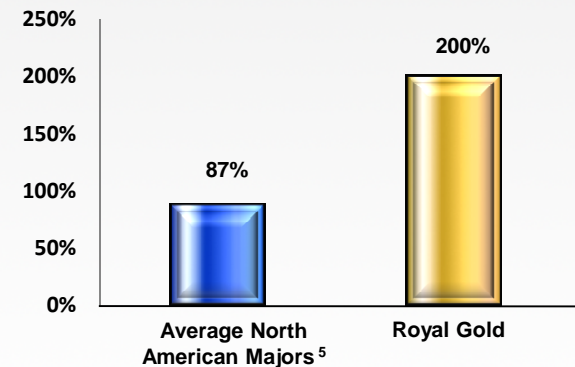
Dividend Growth



Dividend Yield: ² 0.67%

Dividend Payout Ratio: ³ 59%

Five-Year Total Shareholder Return ⁴ (November 2004 – November 2009)



¹ As of September 30, 2009. Amount includes \$217.9M that would be paid to Teck Cominco upon closing of the Andacollo transaction

² CY 2010 dividend divided by closing stock price of \$54.08 per share on November 23, 2009

³ Calculated as dividends paid divided by cash flow from operations for the twelve months ended September 30, 2009

⁴ Source: Factset Research Systems, as of November 11, 2009

⁵ Includes Barrick, Goldcorp and Newmont

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