

EXPANDING THE PORTFOLIO

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## Bank of America Merrill Lynch

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Vice President Corporate Development  
September 8, 2017

# Cautionary Statement



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- 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: sequential growth catalyst and estimated production at Rainy River, Cortez Crossroads and Peñasquito Pyrite Leach in calendar 2017, 2018 and 2019; estimated revenue and percentages of future revenue expected from the Company's stream and royalty portfolio in the aggregate; expected timing for commissioning of the Rainy River project; expected start-up date for Cortez Crossroads; expected start-up date for and estimated production from the Pyrite Leach project; estimated production at each of Rainy River, Cortez Crossroads and the Pyrite Leach project; the expected increase in the gold stream rate at Wassa and Prestea in calendar year 2018; improving throughput and recovery at Mount Milligan; forecast gold equivalent ounces and compounded annual growth rate between fiscal year 2017 and fiscal year 2020; mine life and reserves estimates and forecasts of throughput, recoveries and production from the operators of our stream and royalty interests; exploration spending at Peak Gold; and the lack of additional funding requirements. Factors that could cause actual results to differ materially from these forward-looking statements include, among others: the risks inherent in the operation of mining properties; a decreased price environment for gold and other metals on which our stream and royalty interests are determined; performance of and production at properties, and variation of actual production from the production estimates and forecasts made by the operators of those stream and royalty properties from fiscal 2017 to fiscal 2020; decisions and activities of the Company's management affecting margins, use of capital and changes in strategy; unexpected operating costs, decisions and activities of the operators of the Company's stream and royalty properties; changes in operators' mining and processing techniques or stream or royalty calculation methodologies; resolution of regulatory and legal proceedings; unanticipated grade, geological, metallurgical, environmental, processing or other problems at the properties; revisions or inaccuracies in technical reports, reserve, resources and production estimates; changes in project parameters as plans of the operators are refined; the results of current or planned exploration activities; errors or disputes in calculating stream deliveries and royalty payments, or deliveries or payments under stream or royalty agreements; the liquidity and future financial needs of the Company; economic and market conditions; the impact of future acquisitions and stream and royalty financing transactions; the impact of issuances of additional common stock; and 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. 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.
- **Third-party information:** Certain information provided in this presentation has been provided to the Company by the operators of properties subject to our stream and royalty interests, or is publicly available information filed by these operators with applicable securities regulatory bodies, including the Securities and Exchange Commission. The Company has not verified, and is not in a position to verify, and expressly disclaims any responsibility for the accuracy, completeness or fairness of such third-party information and refers readers to the public reports filed by the operators for information regarding those properties.

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# FY 2017 Highlights



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- **Record revenue**
- **Record cash flow** from operations
- **Record volume**
- **Excellent liquidity** and **financial condition**
- **Record dividends**
- Sequential **growth catalysts** already bought and paid for:
  - Rainy River (CY 2017)
  - Cortez Crossroads (CY 2018)
  - Peñasquito Pyrite Leach (CY 2019)
- Highly skilled **board leadership**

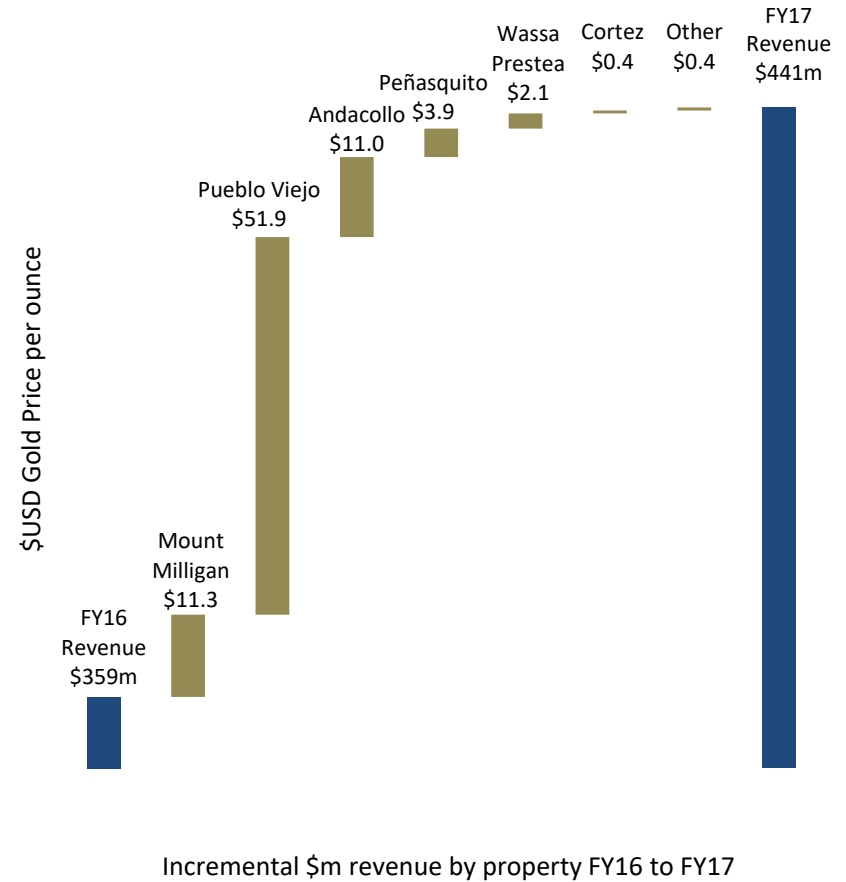
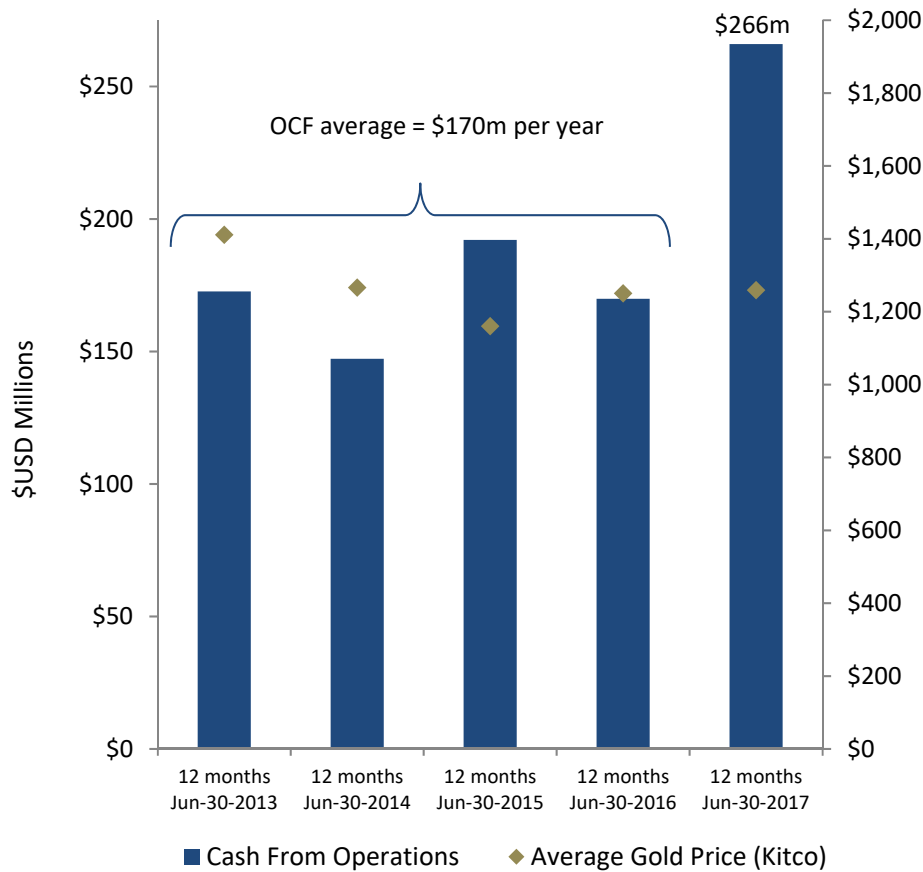
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# FY17 Launched a New Phase of Growth



Step change in **cash flow from operations, up 56%** over prior year; gold price flat

**Pueblo Viejo** was the **largest** contributor to FY17 revenue increase

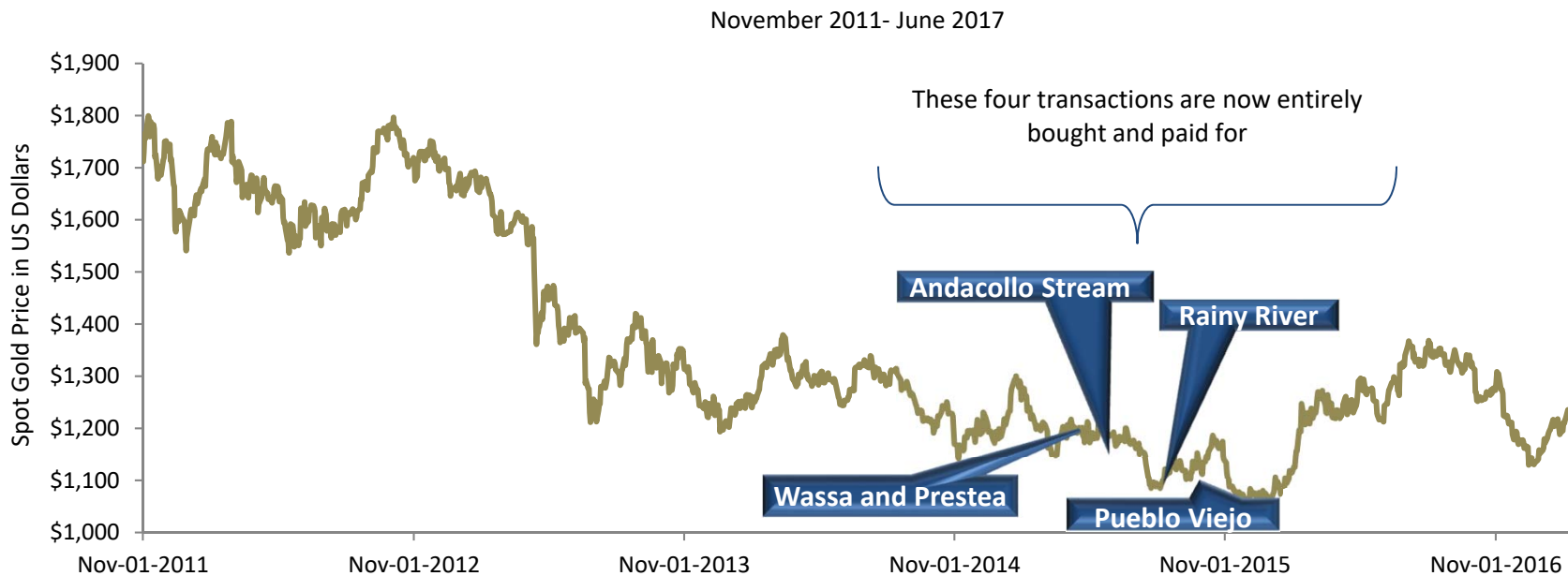


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# Historical Growth



- We maintained a strong balance sheet and deployed capital opportunistically
  - Committed \$1.4 billion in mid-2015
  - Paid with cash on hand, cash flow, and incremental \$345 million with credit facility



<sup>1</sup> Net Debt/EBITDA calculated as debt minus cash and equivalents(Net Debt), divided by earnings before interest, taxes depreciation and amortization (EBITDA).

# Historical Growth



📌 **12% CAGR<sup>1</sup>** over the last 5 fiscal years while **annual gold supply was flat**

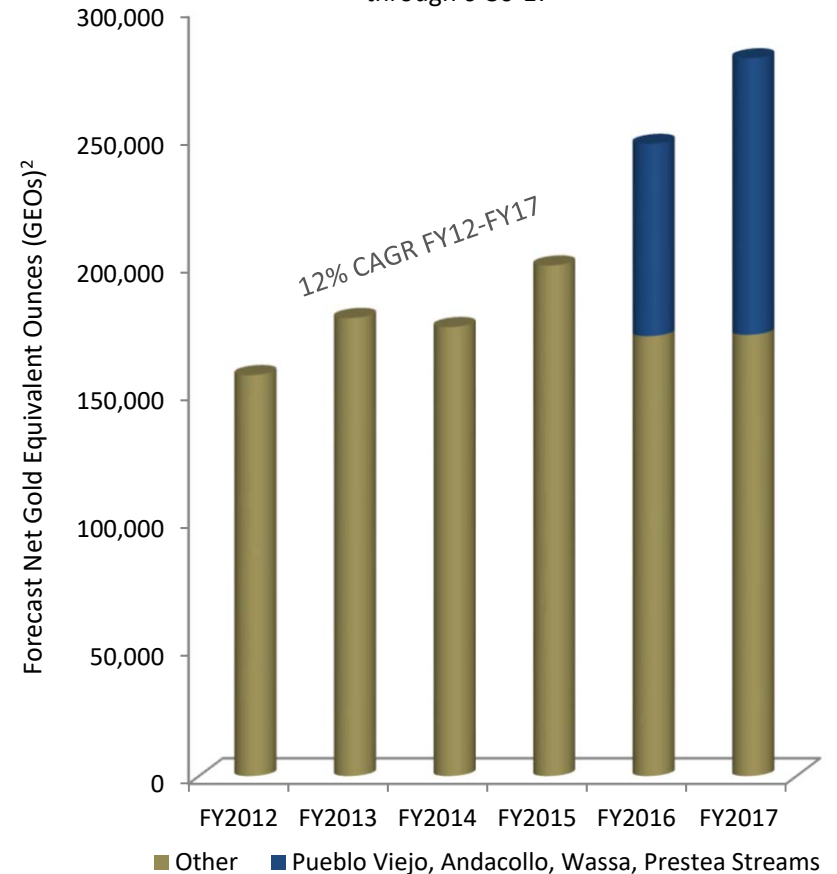
Annual Gold Supply(Tonnes), 2011-2016

Gold Supply (Tonnes)	2011	2012	2013	2014	2015	2016
Mine production	2846	2917	3076	3155	3233	3236
Net producer hedging	23	-45	-28	105	13	26
Recycled gold	1667	1684	1263	1191	1117	1309
<b>Total Supply</b>	<b>4536</b>	<b>4556</b>	<b>4311</b>	<b>4451</b>	<b>4363</b>	<b>4571</b>

Source: World Gold Council

Supply essentially flat

Royal Gold Volume Profile through 6-30-17



<sup>1</sup> CAGR=Compound Annual Growth Rate

<sup>2</sup> GEOs: Gold Equivalent Ounces, calculated as revenue less stream payments (COGS), divided by Royal Gold's average realized gold price for prior fiscal periods.

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# Liquidity and Financial Condition



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- Strong **liquidity** of **>\$850 million**
- Efficient leverage ratio currently at **<1.7x Net Debt/EBITDA<sup>1</sup>**
- Focus on using **free cash flow** to **reduce debt**
- **No** additional funding requirements<sup>1</sup>

Date	Item	(\$USD millions)
June 30, 2017	Undrawn Revolver	\$750m
June 30, 2017	Working Capital	\$109m
<b>June 30, 2017</b>	<b>Total Available Liquidity</b>	<b>\$859m</b>
<b>Additional Near Term Commitments</b>		<b>\$0</b>

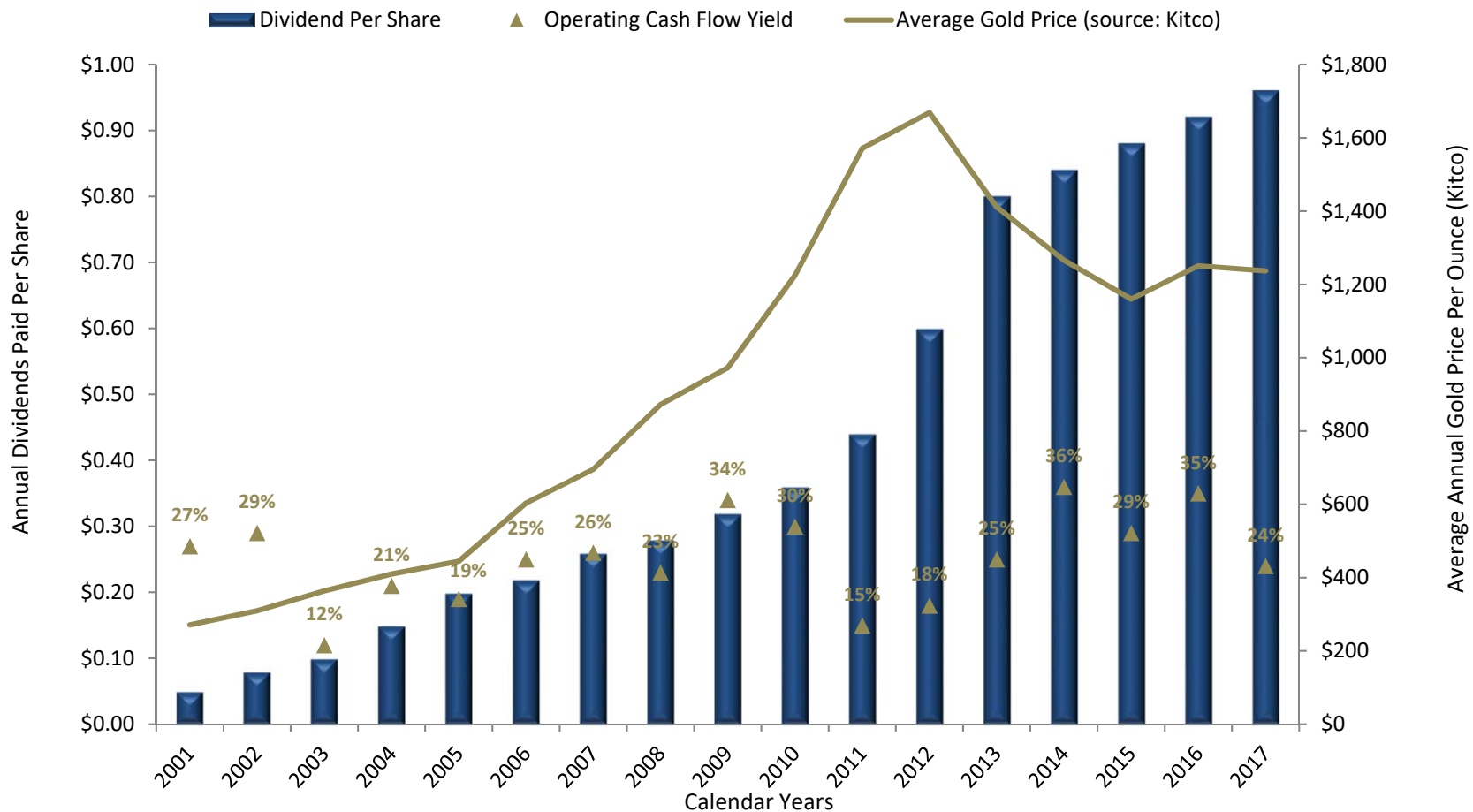
<sup>1</sup> Assuming no changes to our existing portfolio.

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# Record Dividends and Share Performance



📍 **20% CAGR** in dividends per share since 2001, and currently equates to **\$0.96 per share**, a **1.1% annual yield**, and an average **25% OCF yield**<sup>1</sup>



<sup>1</sup> Calculated as reported cash from operations divided by common dividends paid during the same period. 2017 reflects trailing twelve months as reported through June 30, 2017.

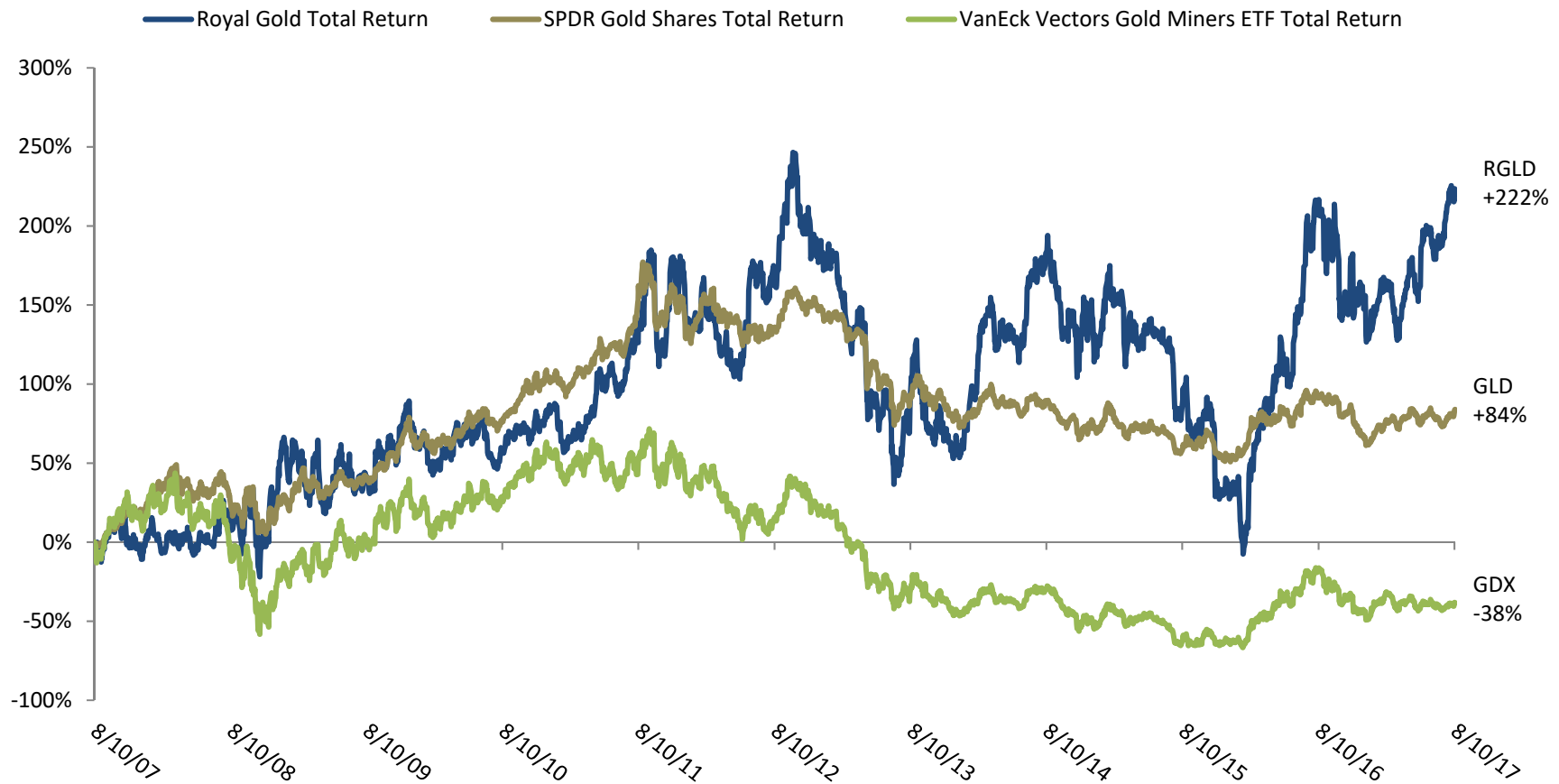
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# Record Dividends and Share Performance



Over the last decade RGLD **outperformed** the GDX and GLD Gold ETF



Source:YCharts

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# Upcoming Growth Catalysts



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## Sequential **growth catalyst** in each of calendar 2017, 2018, and 2019



- New Gold: First production expected September 2017<sup>1</sup>
- Stream on 6.5% of gold and 60% of silver<sup>1</sup>
- 3.9Moz gold in reserves; 10.0Moz silver in reserves<sup>1,2</sup>



- Barrick: CY18 startup expected<sup>1</sup> and stripping underway
- 4.43% NVR & 5% GSR royalty<sup>2</sup>
- 3.2Moz gold in reserves<sup>1</sup>



- Goldcorp: Early CY19 startup currently expected<sup>1</sup>
- Progress at 6/30/17: construction 14%, engineering 94%<sup>1</sup>
- Est. annual production of 100-140koz gold and 4-6Moz silver<sup>1</sup>

<sup>1</sup> Information has been provided to the Company by the operators of those properties or is publicly available information filed by these operators with applicable securities regulatory bodies, including the Securities and Exchange Commission. The Company has not verified, and is not in a position to verify, and expressly disclaims any responsibility for the accuracy, completeness or fairness of such third-party information and refers readers to the public reports filed by the operators for information regarding those properties.

<sup>2</sup> See slide 13 for details on the scope of Royal Gold's streaming and royalty interests.

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# Board of Directors



**William Hayes**  
Independent Director and Chairman of the Board; Former EVP, Placer Dome Inc.



**M. Craig Haase**  
Independent Director; Former EVP and Chief Legal Officer, Franco-Nevada Mining Corporation



**Tony Jensen**  
Director; President and CEO, Royal Gold, Inc.



**Kevin McArthur**  
Independent Director; Executive Chair, Tahoe Resources and Former CEO and Director, Goldcorp, Inc.



**Jamie Sokalsky**  
Independent Director; Former President and CEO, Barrick Gold Corporation



**Christopher M.T. Thompson**  
Independent Director; Former Chairman and CEO, Gold Fields Limited



**Ronald J. Vance**  
Independent Director; Former SVP Corporate Development, Teck Resources



**Sybil Veenman**  
Independent Director; Former Senior Vice President and General Counsel, Barrick Gold Corporation

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# Portfolio of Assets

## Diverse, Long Lived Properties



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### Streams (at June 30, 2017)

Operator	Mine	Metal	RGLD interest	until	RGLD interest	until	RGLD interest	until	RGLD pays (per unit)	until	RGLD pays (per ounce)	until	Reserve Remaining Mine Life (Years)	CY2017 Operator Guidance (oz/lbs) <sup>2</sup>
Centerra Gold	Mount Milligan	Gold	35%	LOM (life of mine)					\$435	LOM			21	Low end of 260,000-290,000
Centerra Gold	Mount Milligan	Copper	18.75%	LOM	-	-	-	-	15% of spot	LOM	-	-	21	Low end of 55-65Mlbs
Barrick	Pueblo Viejo	Gold	7.50%	990koz	3.75%	remaining LOM	-	-	30% of spot	550koz	60% of spot	remaining LOM	25+	625,000-650,000
Barrick	Pueblo Viejo	Silver	75% at fixed 70% recovery	50Moz	37.50%	remaining LOM	-	-	30% of spot	23.1Moz	60% of spot	-	25+	Not provided
New Gold	Rainy River	Gold	6.50%	230koz	3.25%	remaining LOM	-	-	25% of spot	-	-	-	14	Production expected to begin in 2017
New Gold	Rainy River	Silver	60%	3.1Moz	30%	remaining LOM	-	-	25% of spot	-	-	-	14	Production expected to begin in 2017
Teck	Andacollo	Gold	100%	900koz	50%	remaining LOM	-	-	15% of spot	-	-	-	22	TBA
Golden Star	Wassa/Prestea	Gold	9.25%	12/31/2017	10.50%	240koz	5.50%	LOM	20% of spot	240koz	30% of spot	thereafter	9	255,000-280,000
<b>Key Royalties<sup>1</sup>(at June 30, 2017)</b>			<b>RGLD interest</b>	<b>Until</b>										
Goldcorp	Peñasquito	Gold Silver Lead Zinc	2.00%	LOM									13	410,000 (gold)
Barrick	Cortez	Gold	Various	LOM									15	TBA
Agnico-Eagle & Yamana	Malartic	Gold	1-1.5%	LOM									8	Not available
Newmont	Leeville	Gold	1.80%	LOM									12	Not available
KGHM	Robinson	Gold Copper	3.00%	LOM									10	Not available
Kirkland Lake	Holt	Gold	0.00013 x the gold price	LOM									8	Not available
Alamos Gold	Mulatos	Gold	1-5%	capped; expect to reach within 5 years									5	150,000-160,000

<sup>1</sup> Includes largest royalties by revenue. An additional 27 royalties from producing mines in Royal Gold's portfolio not shown.

<sup>2</sup> Production estimates are received from our operators and there can be no assurance that production estimates received from our operators will be achieved. Please refer to our cautionary language regarding forward-looking statements on slide 1, as well as the Risk Factors identified in Part I, Item 1A, of our Fiscal 2016 10-K for information regarding factors that could affect actual results.

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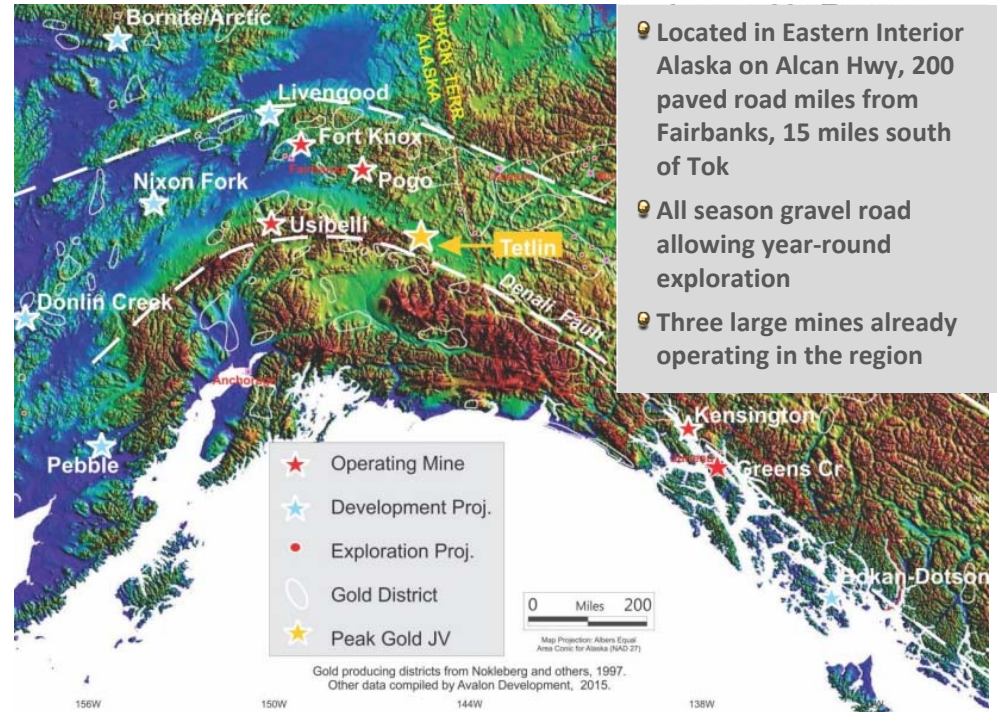
# Appendix

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# Tetlin Project – Peak Gold Joint Venture



- Large gold-silver-copper skarn deposit with a strong grade profile, near surface and near existing infrastructure
- Preliminary M&I resource estimate<sup>1</sup> of 1.3 million ounces of gold at \$1,400 gold, 0.43 g/t cutoff (AuEq)<sup>2</sup>
- ~\$3m/qtr exploration expected in FY18 (consolidated basis)



- Located in Eastern Interior Alaska on Alcan Hwy, 200 paved road miles from Fairbanks, 15 miles south of Tok
- All season gravel road allowing year-round exploration
- Three large mines already operating in the region

Measured and Indicated within \$1400/oz Gold Pit Shell at a 0.43 g/t AuEq Cut-off Grade							
Class	Tonnage (kt)	Grade > Cut-off			Contained Metal		
		Au (g/t)	Ag (g/t)	Cu (%)	Au (k oz)	Ag (k oz)	Cu (M lbs)
Measured	486	6.22	16.65	0.15	97	260	2
Indicated	10,808	3.34	13.97	0.16	1,160	4,855	38
M&I	11,294	3.46	14.09	0.16	1,257	5,115	40

Royal Gold holds a 2% royalty and a 3% NSR royalty. A subsidiary of Royal Gold currently owns a 24.9% interest in the Peak Gold Joint Venture with an option to expand our earn-in to a 40% interest and majority control of the voting rights. Peak Gold holds a 675,000 acre lease with the Native Village of Tetlin.

<sup>1</sup> For resource estimation purposes, AuEq is calculated as Au+Ag x 0.0122.

<sup>2</sup> The U.S. Securities and Exchange Commission does not recognize this term. Mineralized material is that part of a mineral system that has potential economic significance but cannot be included in the proven and probable ore reserve estimates until further drilling and metallurgical work is completed, and until other economic and technical feasibility factors based upon such work have been resolved. Investors are cautioned not to assume that any part or all of the mineral deposits in this category will ever be converted into reserves.

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