NEW PHASE OF

GROWTH



BofA Merrill Lynch Streaming Lunch

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and Vice President Strategy

September 6, 2018

ROYAL GOLD, INC
NASDAQ: RGLD

Cautionary Statement

- **Forward-Looking Statements:** 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: a 20+ year track record; statements concerning cash flow generation, including a 22% compounded annual growth rate despite flat gold price and positive impact of tax refund on cash from operations; statements concerning quickly delevering, including repayment of convertible bonds maturing in June 2019, liquidity, and positioning for new opportunities; statements concerning embedded growth, including amounts and timing of new production from Peñasquito Leach, Cortez Crossroads and Pueblo Viejo, potential resource to reserve conversion at Pueblo Viejo, expected and actual throughput, recovery and production at Rainy River, expected grade and production at Wassa and Prestea, expected throughput and production at Mount Milligan, and steps to secure long-term water supply at Mount Milligan; statements concerning a diverse portfolio and long-term optionality, including expected completion of pre-feasibility and feasibility studies and expected production at La Fortuna, potential resolution of the royalty litigation with Vale and expected production from Voisey's Bay, and the preliminary resource estimate and preliminary economic assessment work underway at the Peak Gold JV; and statements concerning strategic capital allocation, including historic and future strong net revenue on capital deployed with significant remaining mine life; and statements concerning equity stewardship and dividend returns, including efficient capital structure and amount and payment of dividends, and statements concerning reserves estimates and forecasts of throughput, recoveries and production from the operators of our stream and royalty interests. 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; 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; operators' inability to access sufficient raw materials, water or power; inability of operators to bring projects into production as expected, including development stage mining properties, mine and mill expansion projects and other development and construction projects; 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 or as of the date indicated 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.

20+ Year Track Record





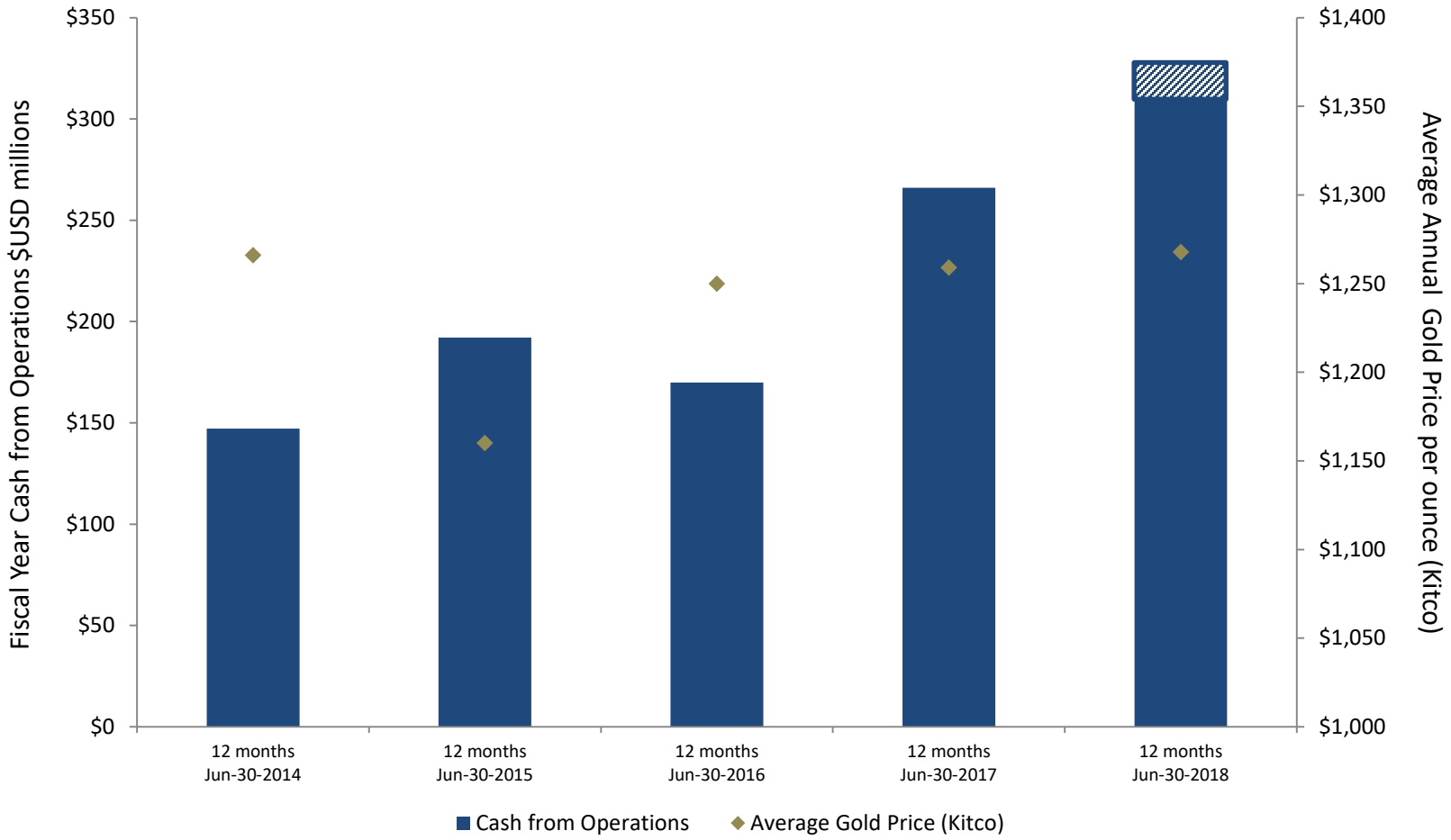
- Cash flow generation
- Quickly delevering
- Embedded growth
- Diverse portfolio

- Strategic capital allocation
- Equity stewardship
- Dividend returns

Cash Flow Generation

NASDAQ: RGLD

- 22% compound annual growth rate despite flat gold price

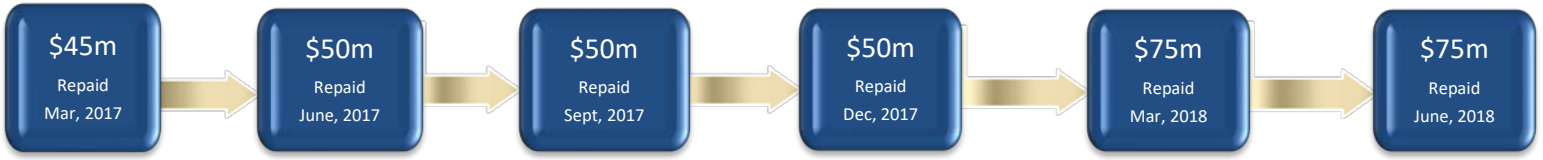


Positive impact of tax refund on reported cash from operations. Absent this impact, cash from operations would have been approximately $309m through 6-30-18.



Quickly Delevering

- Net Debt/EBITDA[1] 0.8x at 6-30-18
- FY18 dividends paid of $64.1 million, or 19% of operating cash flow
- At current metals prices and assuming no changes to portfolio,we expect to:
  - Repay principal of our $370 million convertible bonds maturing June 2019
  - Be positioned to pursue new opportunities



Date	Item	($USD millions)
June 30, 2018	Undrawn Revolver	$1,000m
June 30, 2018	Working Capital	$74m
June 30, 2018	Total Liquidity	$1,074m

Embedded Growth

- Sources of growth already bought and paid for, as reported by the operators



- Construction completed, commissioning in Q3C18[2]
- First gold expected Q4C18[2]
- Est. annual production of 100-140koz gold and 4-6Moz silver[2]



- Initial ore has been placed on leach pad[2]
- 4.5% NVR & 5% GSR royalty
- 3.2Moz gold in reserves[2,3]



- Construction completed on pilot leach pad to test recoveries[2]
- Civil works have begun on pilot floatation concentrator[2]
- Potential 7Moz of gold resources (100% basis) toreserves[2,3,4]

Embedded Growth

- Recent updates from operating properties


Rainy River - New Gold

- 87% average gold recovery in second calendar quarter[2]
- 24k tonnes per day ("tpd") planned by Q4C18[2]
- 2018 updated guidance: 210-250koz gold[2]


Wassa and Prestea - Golden Star

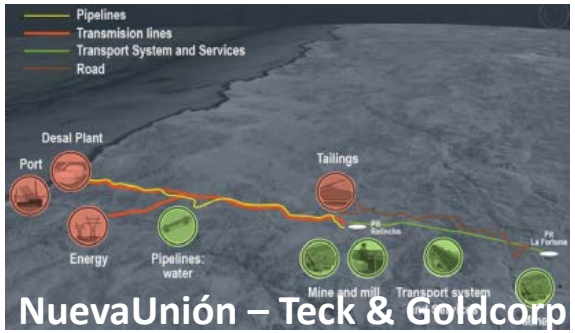
- 20% increase in Wassa gold production in Q2C18 vs. Q2C17[2]
- Wassa grade of 4.99 grams per tonne, up 65% vs. Q2C17[2]
- Reiterated: 230koz-255koz 2018 gold production expected[2]


Mount Milligan - Centerra

- Plant operated at >60ktpd during Q2C18[2]
- Taking steps to secure additional long-term water supply[2]
- 2018 updated guidance: 175-195koz gold, 40-47Mlbs copper[2]

Diverse Portfolio

Long-Term Optionality



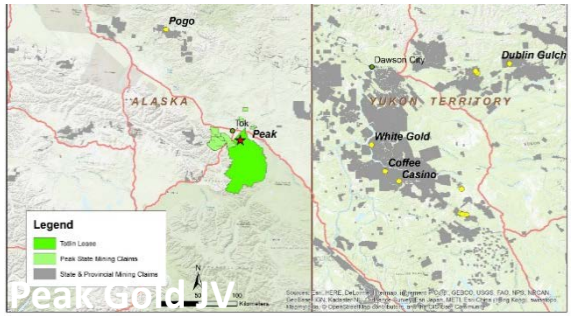
NuevaUnión – Teck & Goldcorp

- 1.4% NSR on gold and copper on ~30% of La Fortuna
- PFS recently completed, feasibility expected in H2 2019[2]
- La Fortuna expected to produce in years 4-18[2]



Voisey's Bay - Vale

- 2.7% NSR on all metals
- Reported 2017 production of 52kt Ni, 34kt Cu, 1.8kt Co[2]
- Trial set to begin in September 2018 in St. John's



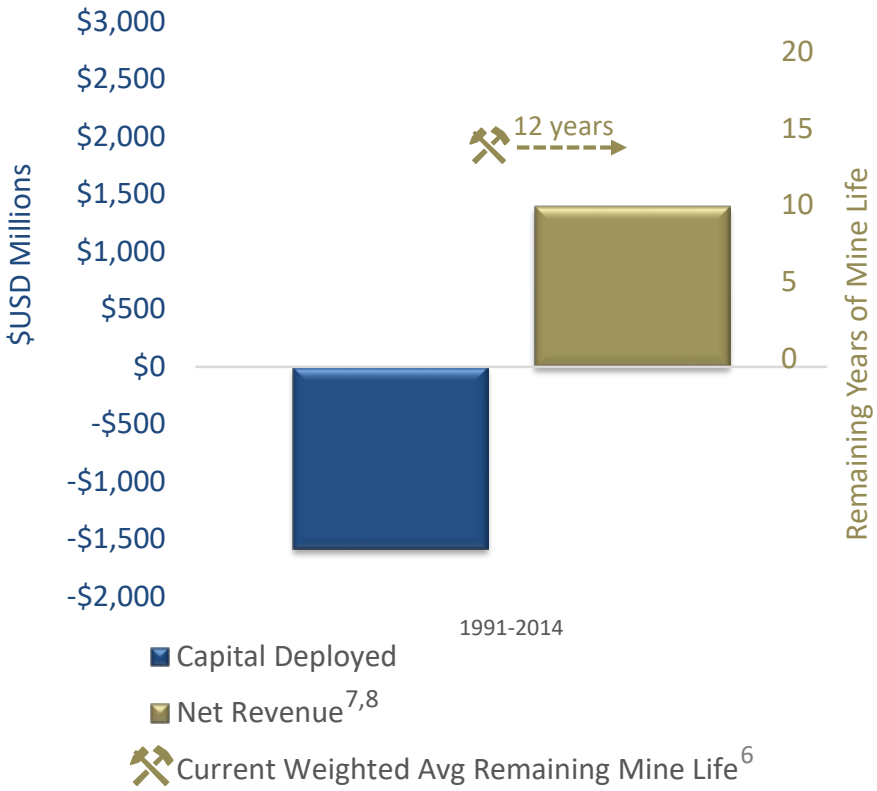
Peak Gold JV

- Gold-silver-copper skarn deposit
- Preliminary resource 11.3mt grading 3.46 g/t[4,5]
- PEA in progress

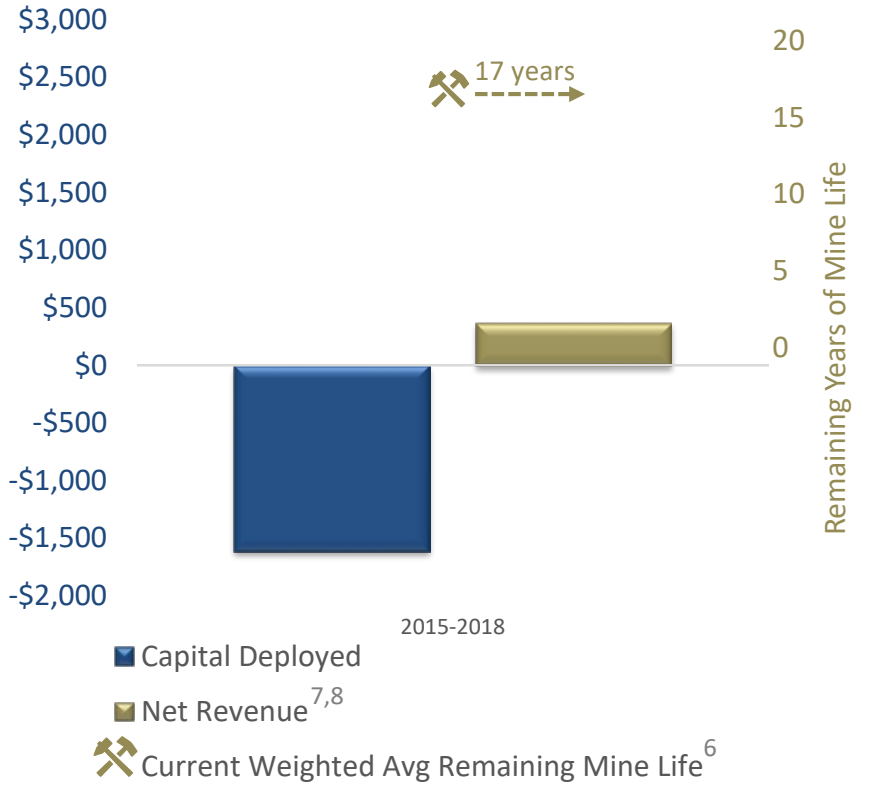
Strategic Capital Allocation

- Strong net revenue on capital deployed, with significant mine life remaining[6]

Net revenue[7,8] on capital 1991-2014



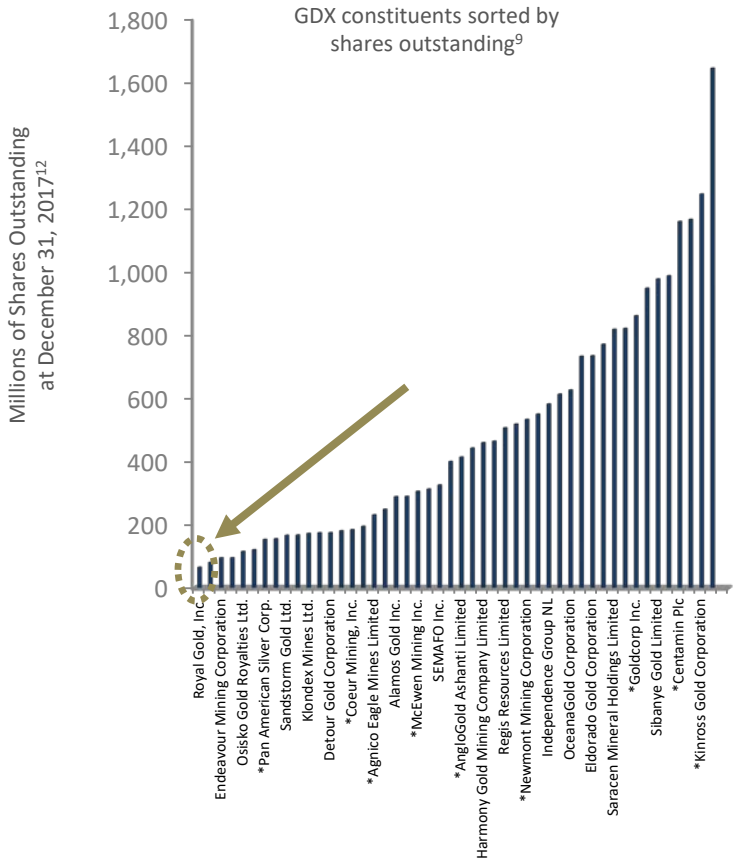
Net revenue[7,8] on capital 2015-2018



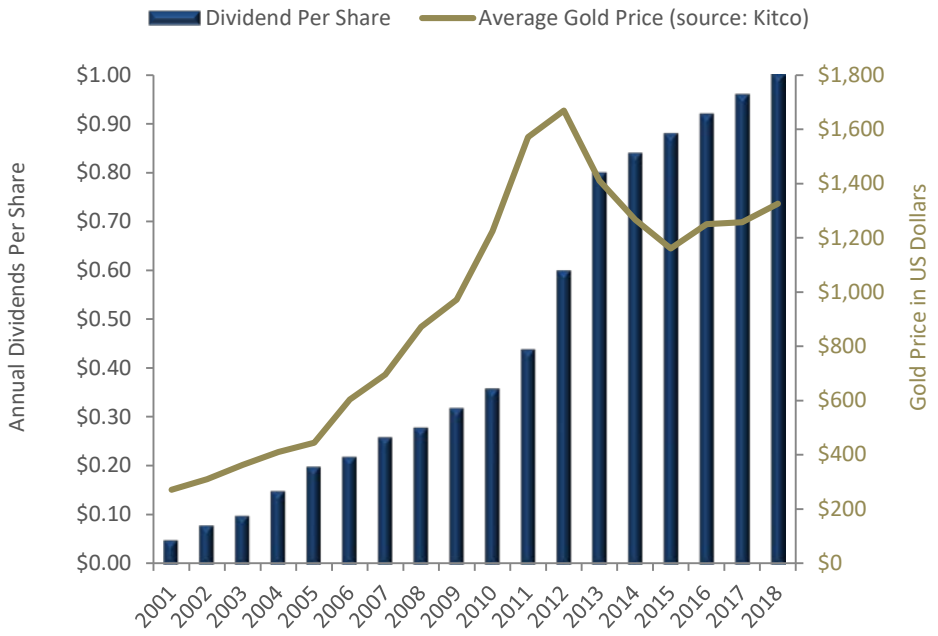
Percentage of deposit returned at 6-30-18:
Wassa and Prestea Stream: 46%
Andacollo Stream: 29%
Pueblo Viejo Stream: 28%

Equity Stewardship & Dividend Returns

- RGLD has 14 million outstanding shares *less* than the next-highest GDX member



- RGLD has increased its dividend every year since 2001 with an average payout of 22% of OCF[10]



Endnotes

1. EBITDA is a non-GAAP measure. See page 12 for reconciliation.
2. Information has been provided to the Company by the operators of those properties or is publicly available information filed by those operators. Reserves information shown is as of December 31, 2017. References to portfolio reflect total property interests at August 3, 2018. Please see slide 2.
3. Cautionary Note to U.S. Investors Concerning Estimates of Proven and Probable Mineral Reserves and Measured and Indicated Mineral Resources: The mineral reserve and resource estimates reported by Barrick were prepared in accordance with Canadian Institute of Mining, Metallurgy and Petroleum Definition Standards for Mineral Resources and Mineral Reserves. Royal Gold has not reconciled the reserve and resource estimates provided by Barrick with definitions of reserves used by the U.S. Securities and Exchange Commission.
4. The U.S. Securities and Exchange Commission does not recognize the term "resource." "Resources" are not reserves under the SEC's regulations, but are categorized under the securities law regulations of certain foreign jurisdictions in order of increasing geological confidence into "inferred resources," "indicated resources" and "measured resources." Investors are cautioned that resources cannot be classified as reserves unless and until it is demonstrated that they may be legally and economically extracted and produced and, as a result, investors should not assume that all or any part of mineralized material in any of these categories will ever be converted into reserves.
5. Peak Gold resource of 1.3Moz was calculated at $1,400/oz. Please see Royal Gold's press release dated June 2, 2017.
6. Weighted average remaining mine life calculated by weighting each property's current remaining mine life in years by the proven and probable reserves for the year ended 2017, based on data provided by the operators of those mines.
7. Net Revenue is revenue less cost of sales.
8. Net Revenue includes Andacollo, Pueblo Viejo, Wassa and Prestea, Rainy River only through June 30, 2018.
9. Asterisks indicate company with an incorporation date that pre-dates Royal Gold, which was incorporated in 1981. Source for data is S&P CapitaliQ.
10. Calculated as reported cash from operations divided by common dividends paid during the same period.

Adjusted EBITDA Reconciliation

Adjusted EBITDA is defined by the Company as net income (loss) plus depreciation, depletion and amortization, non-cash charges, income tax expense, interest and other expense, and any impairment of mining assets, less non-controlling interests in operating loss (income) of consolidated subsidiaries, interest and other income, and any royalty portfolio restructuring gains or losses. Other companies may define and calculate this measure differently. Adjusted EBITDA identifies the cash generated in a given period that will be available to fund the Company's future operations, growth opportunities, shareholder dividends and to service the Company's debt obligations. This information differs from measures of performance determined in accordance with U.S. GAAP and should not be considered in isolation or as a substitute for measures of performance determined in accordance with U.S. GAAP. See the table below for a reconciliation of net income to Adjusted EBITDA.

Adjusted EBITDA Reconciliation:

	Three Months Ended June 30, (Unaudited, in thousands)		Years Ended June 30, (Unaudited, in thousands)	
	2018	**2017**	**2018**	**2017**
Net income (loss)	**$ 24,007**	**$ 16,836**	**$ (119,351)**	**$ 92,425**
Depreciation, depletion and amortization	42,317	39,851	163,696	159,636
Non-cash employee stock compensation	2,322	3,224	8,279	9,983
Impairments of royalty interests	—	—	239,364	—
Interest and other, net	7,513	10,067	30,044	27,075
Income tax expense	4,728	7,717	14,772	26,441
Non-controlling interests in operating loss of consolidated subsidiaries	2,643	3,422	6,217	10,628
Adjusted EBITDA	**$ 83,530**	**$ 81,117**	**$ 343,021**	**$ 326,188**

NEW PHASE OF GROWTH



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