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GSA Investor Day

Tony Jensen
President and CEO

March 2016



ROYALGOLD, INC



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: expected gross gold equivalent ounce production in the March 2016 quarter and beyond; development activity at Crossroads; production and mine life estimates from the operators of the Company's properties; the production, reserves, resources, sustaining costs, optimization, potential to expand mine life and net GEOs per year over the next five years at Pueblo Viejo; net GEOs over the next five years at other key mines; reserves and net GEOs expected from the Andacollo mine; anticipated near term growth, as well as the ramp-up of production from the Mount Milligan mine; construction progress, reserves and resources at the Wassa and Prestea, and Rainy River projects; anticipated growth in the volume of metals subject to the Company's royalty and stream interests; adequacy of liquidity; statements concerning the Company's market valuation; statements and comparisons regarding the industry's economics versus the Company's market capitalization; statements concerning continued operation of Mount Milligan; and statements or estimates from operators of properties where we have royalty and stream interests regarding the timing of development, construction and commencement of production, or their projections of steady, increasing or decreasing production once in operation. Factors that could cause actual results to differ materially from these forward-looking statements include, among others: the risks inherent in construction, development and operation of mining properties, including those specific to new mines being developed and operated in foreign countries; changes in gold, silver, copper, nickel and other metals prices; performance of and production at the Company's properties; decisions and activities of the Company's management; unexpected operating costs; decisions and activities of the operators of the Company's royalty and stream properties; changes in operators' mining and processing techniques or royalty calculation methodologies; resolution of regulatory and legal proceedings (including with Vale regarding Voisey's Bay); unanticipated grade, geological, metallurgical, environmental, processing or other problems at the properties; inaccuracies in technical reports and reserve estimates; revisions by operators of reserves, resources, mineralization or production estimates; changes in project parameters as plans of the operators are refined; the results of current or planned exploration activities; discontinuance of exploration activities by operators seeking additional financing, from the Company or third parties; economic and market conditions; variations between operators' production estimates and our estimates of net GEOs; operations on lands subject to aboriginal rights; the ability of operators of development properties to finance construction to project completion and bring projects into production and operate them in accordance with feasibility studies; challenges to the Company's royalty interests, or title and other defects in the Company's royalty properties; errors or disputes in calculating royalty payments or stream deliveries, or payments or deliveries not made in accordance with royalty or stream agreements; the liquidity and future financial needs of the Company; the impact of future acquisitions and royalty and stream financing transactions; adverse changes in applicable laws and regulations; litigation; 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.

Endnotes located on pages 17 and 18.

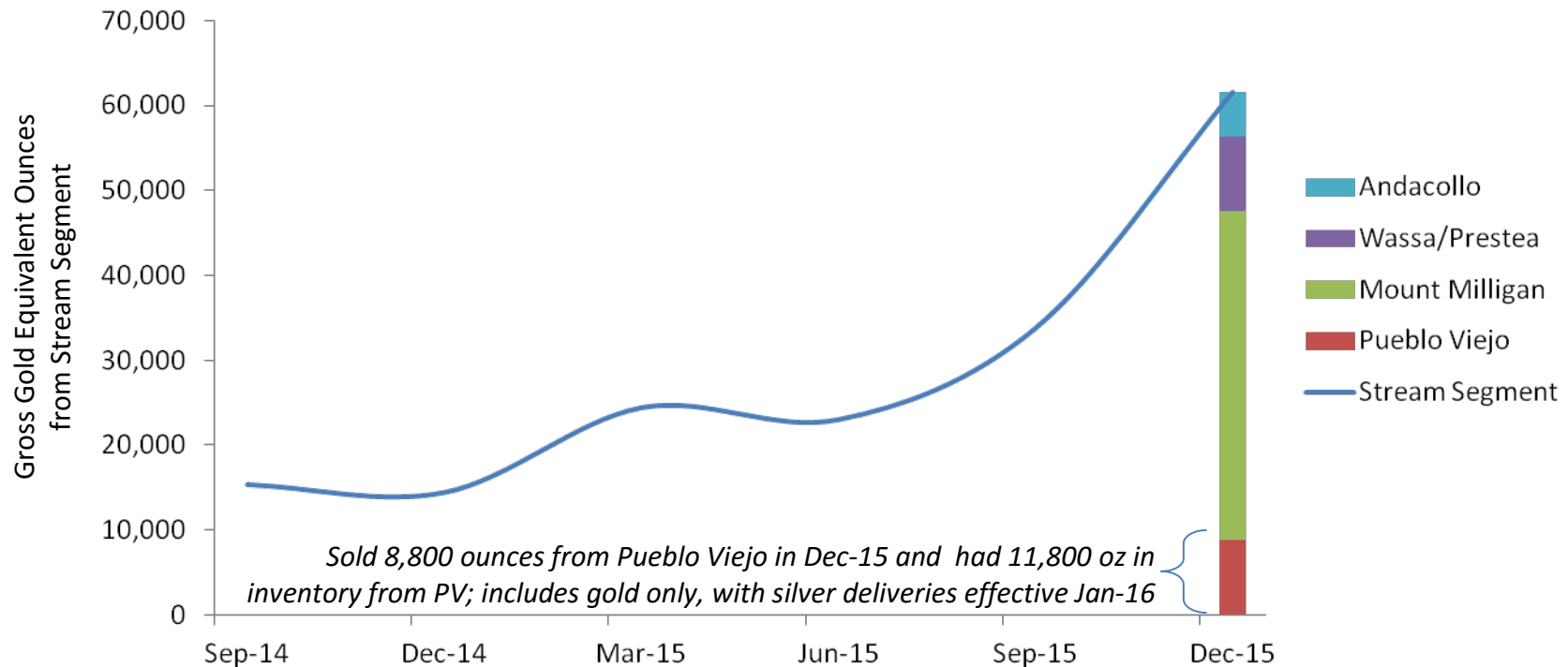


Record Q2 Results

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- Record revenue of \$98.1 million, an increase of 60%
- Record volume of 88,700 Gold Equivalent Ounces (“GEOs”)¹, an increase of 74%

Record Stream Segment Sales in Q2FY16 Included
Initial Contribution from Pueblo Viejo



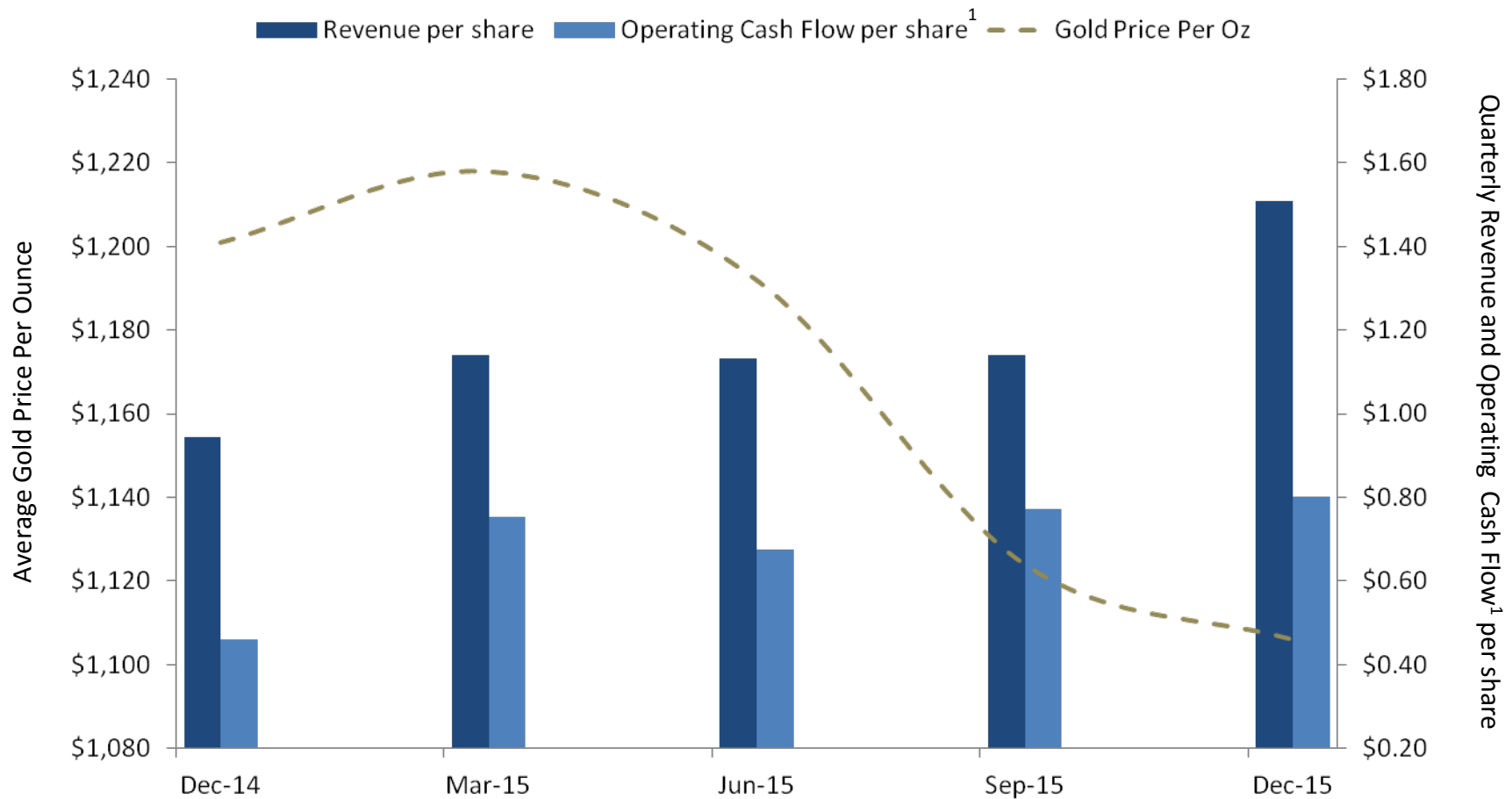


Growing Margins

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We grew revenue and cash flow per share despite a lower gold price



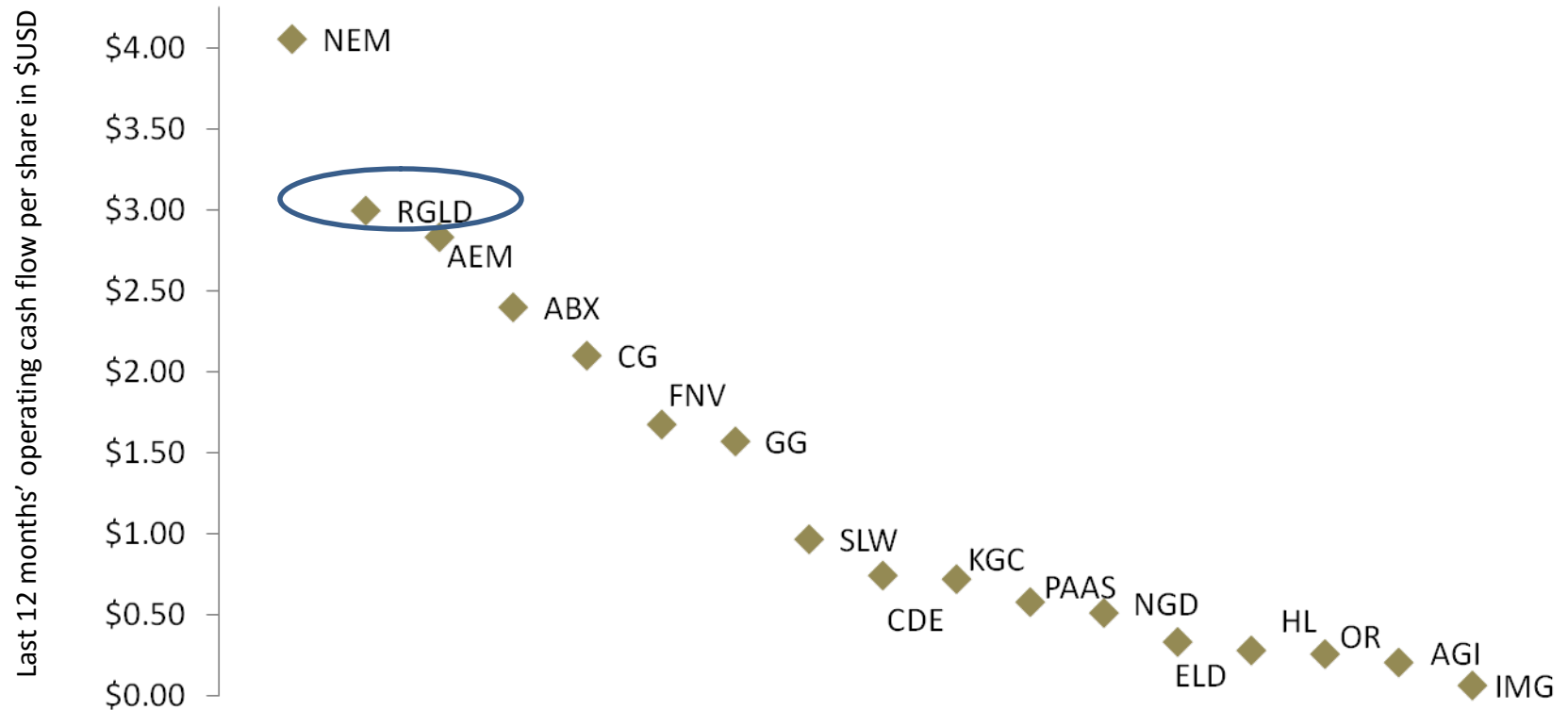


Maximizing Returns Per Share

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- Top quartile cash flow per share

LTM Operating Cash Flow Per Share





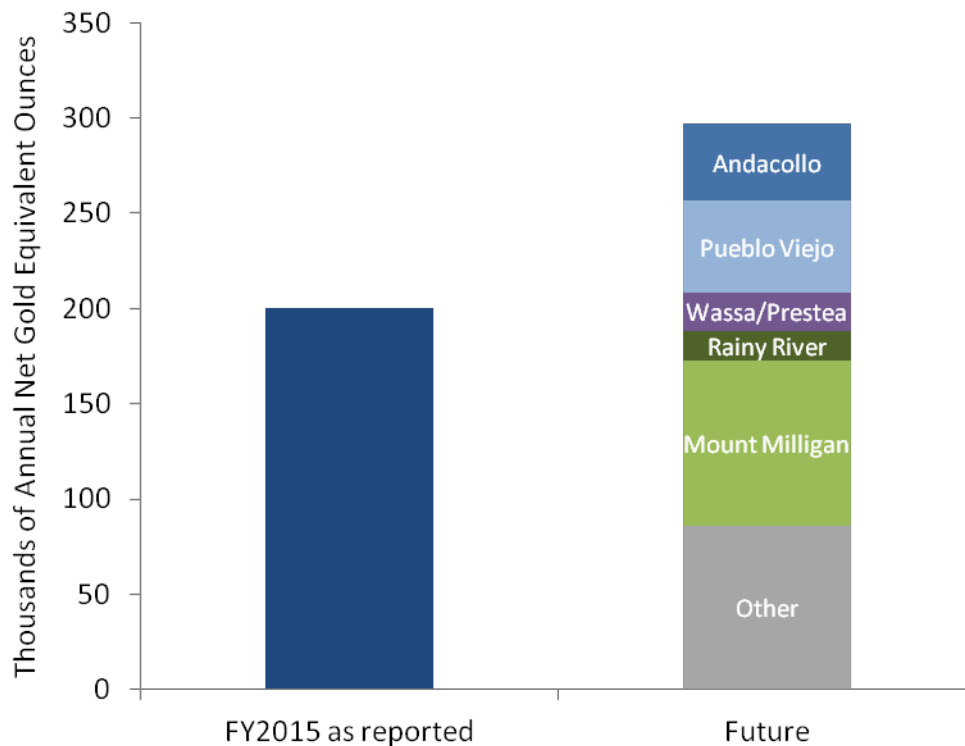
Growing and Diversifying Portfolio

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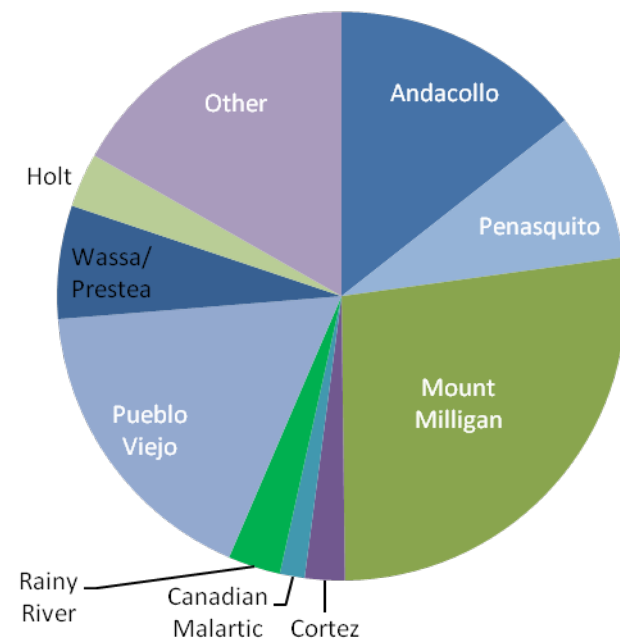


Pueblo Viejo and Rainy River expected to build on FY2015 success

FY2015 GEO Volume Plus Relative Estimated Contribution From New and Expanding Streams¹



Estimated Distribution of Future GEO Volume¹

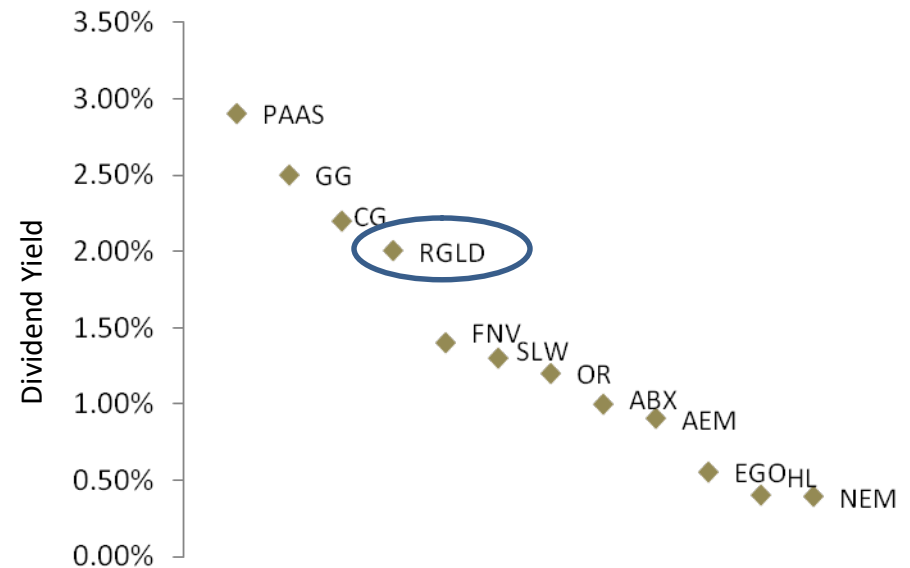
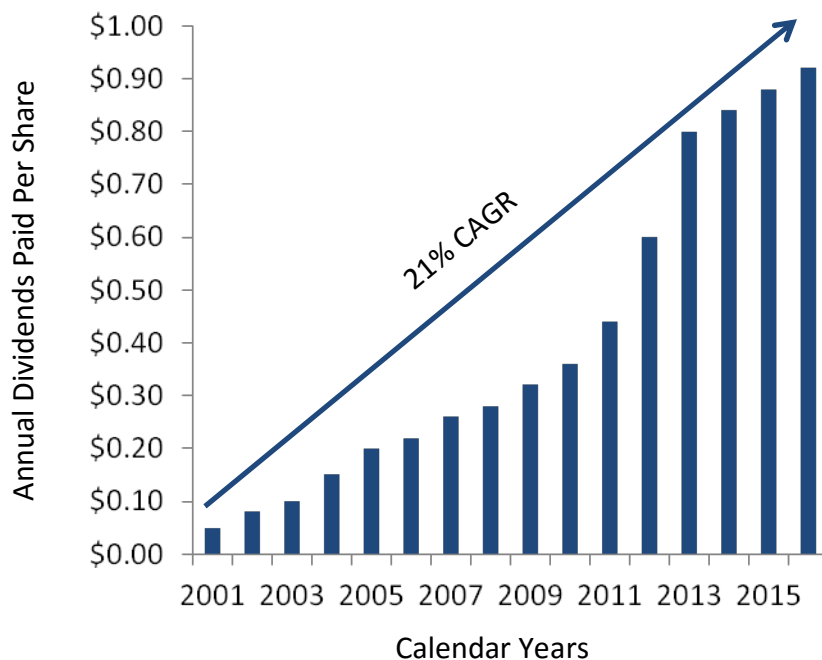




Returning Capital to Shareholders

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- 15 straight years of dividend increases
- Dividend increasing in calendar 2016 to \$0.92 per share
- 29% payout ratio of operating cash flow in FY2015¹
- 21% compound annual growth rate (CAGR) since 2001
- Equates to 2.0% annual yield (*as of Feb 23, 2016*)





Key Assets

Mount Milligan Performing as Designed

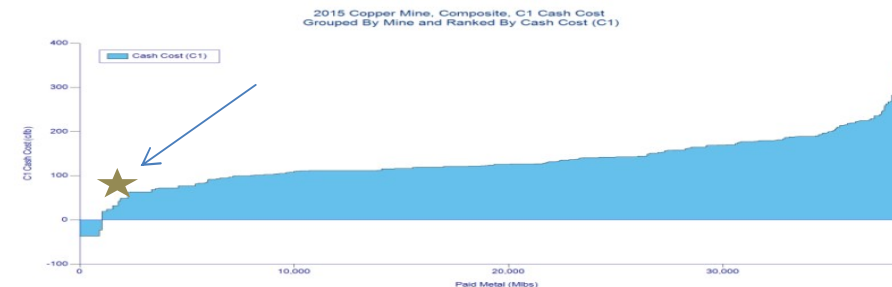
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Mount Milligan – Thompson Creek, Canada



- 60ktpd design capacity achieved at the end of December 2015¹
- CY2016 volume guidance of 240,000-270,000 ounces of gold
- Mount Milligan ranks 11th in Wood Mackenzie's list of 267 copper mines ranked by costs²
- \$187 million in gross revenue received from gold sales through December 31, 2015

Mount Milligan C1 Cash Costs, (Wood Mackenzie) First Quartile of Worldwide Production





Key Assets

Pueblo Viejo Contributions Growing

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Pueblo Viejo – Barrick Gold (60% interest), Dominican Republic



- Will deliver ~50,000 gold equivalent ounces of production per year to Royal Gold¹
- Gold deliveries began in December 2015; silver deliveries begin in January 2016
- Latest Update (Barrick's share)¹:
 - 2015 production of 572,000 ounces of gold at all-in sustaining costs of \$597 per ounce
 - 2016 production forecast of 600,000-650,000 ounces at all-in sustaining costs of \$570-\$620 per ounce
 - Autoclave production back to 100% capacity in mid-January following compressor motor failures in late November
 - The mine is treating higher grade ore in the first calendar quarter which was not processed in December; maintenance accelerated during shutdown



Key Assets

Rainy River In Construction

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Rainy River – New Gold, Canada



- Project (as of December 31, 2015):
 - Overall construction progress is currently 25% complete
 - Plant site earthworks over 85% complete
 - Assembly of initial mine fleet largely complete – have successfully commissioned seven, 218-tonne trucks, two hydraulic shovels, two loaders, three dozers and two blast hole drills
 - Exceeded target for mine development material movement by 15% in the fourth quarter of 2015
- Production/Reserves:
 - Over its first nine years of full production, the 21,000 tonne per day, combined open-pit underground operation is expected to produce an average of 325 koz of gold per year at all-in sustaining costs of approximately \$670 per ounce
 - Proven and probable reserves of 3.1 Moz gold and 8.0 Moz silver; measured and indicated¹ gold resource of 2.9 Moz and 10.0 Moz silver



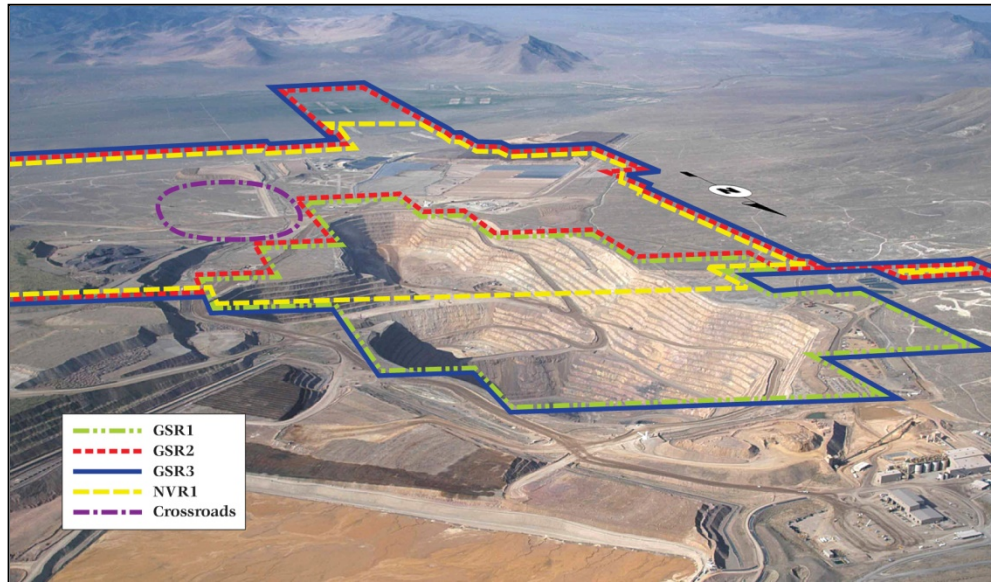
Key Assets

Cortez Crossroads On Schedule

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Cortez Crossroads – Nevada, USA



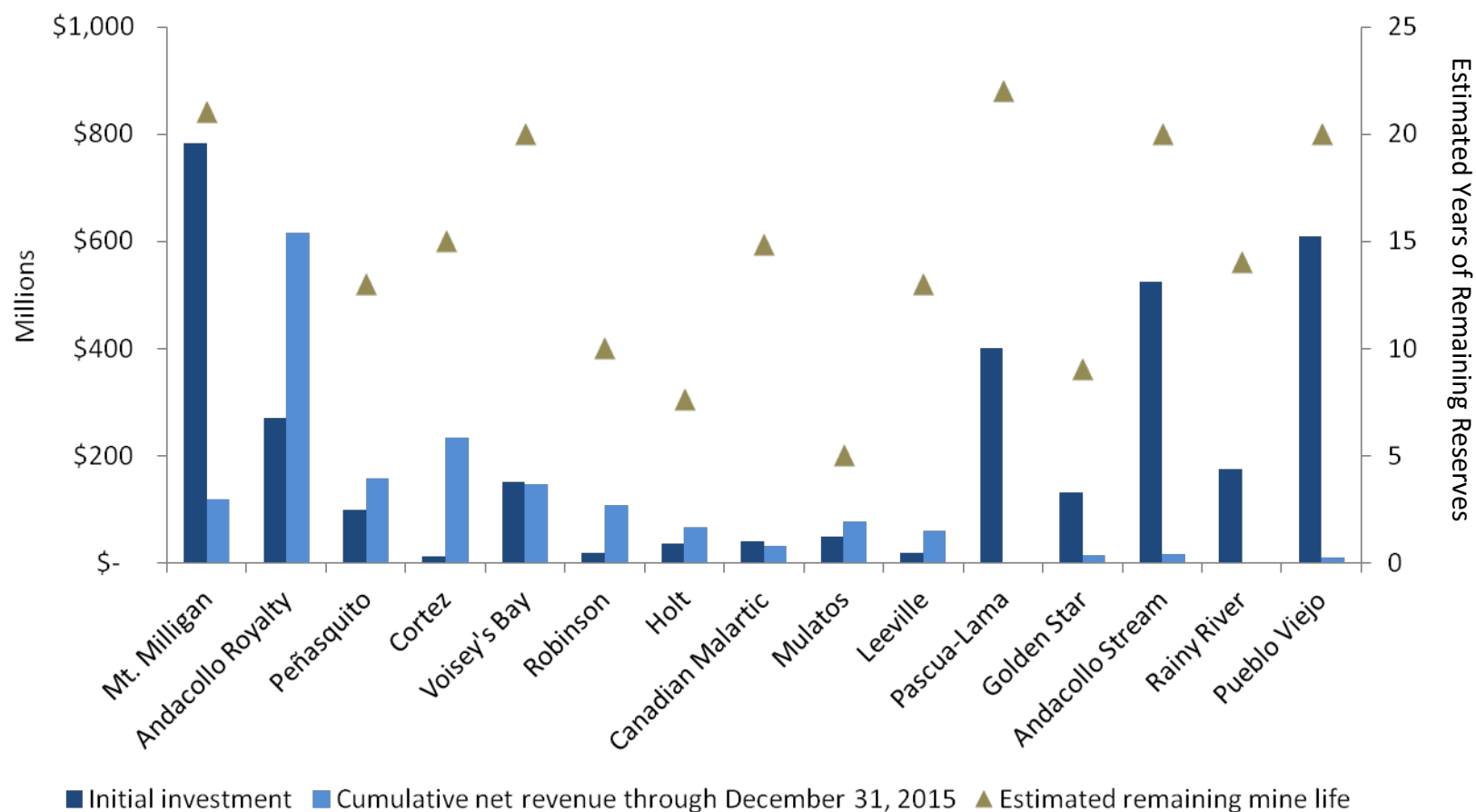
- Crossroads is an area of approximately 3 million ounces subject to Royal Gold's 5% NSR royalty interest
- Waste stripping in the Crossroads pit began in 2015
- Dewatering wells were completed in 2015
- Stripping expected to continue in 2016-2017
- Barrick expects to reach production in 2020



Investment Results and Thesis

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History of generating strong returns



* Includes proceeds from sale of the Andacollo Royalty; see Andacollo Stream

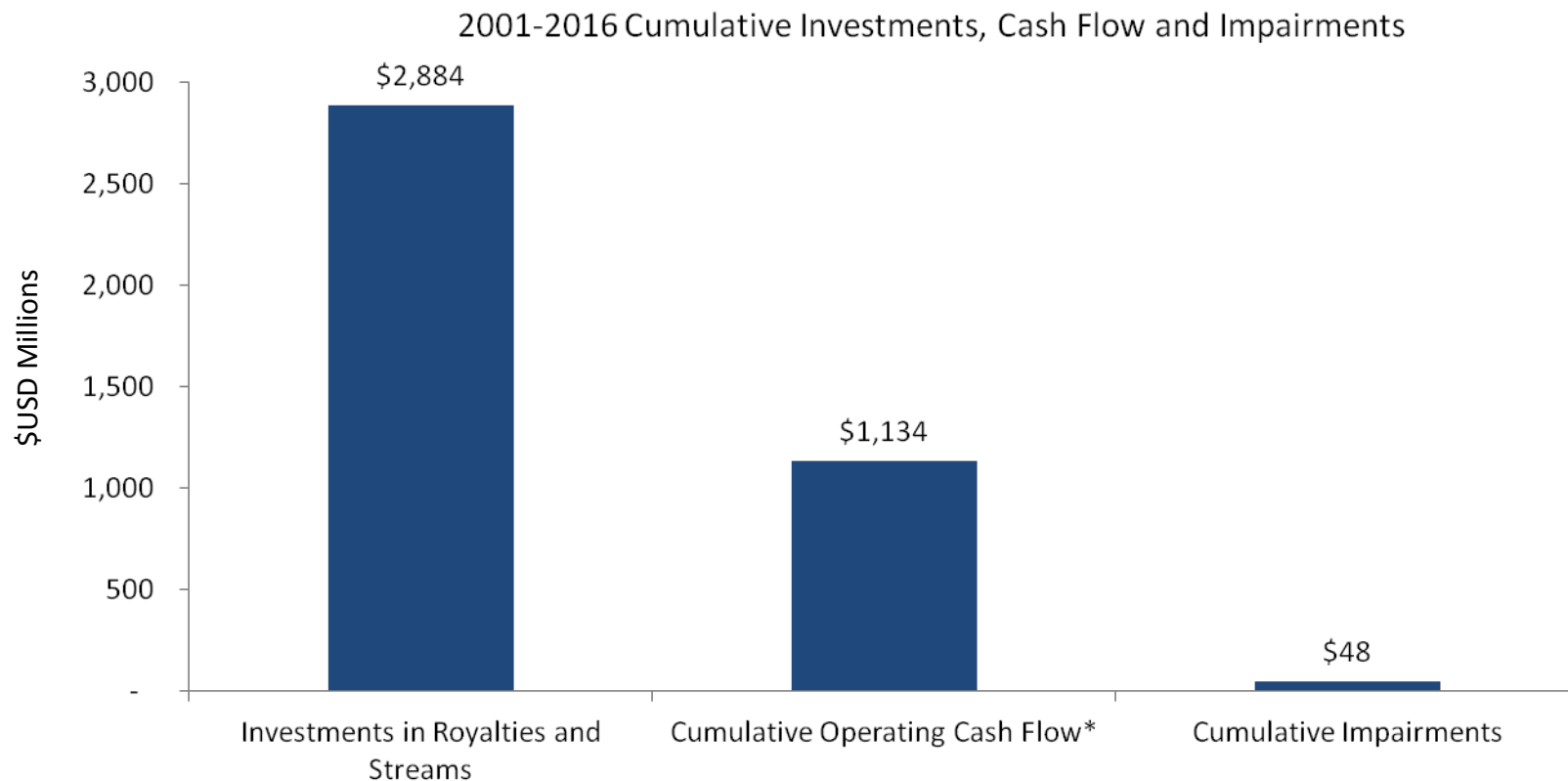


Capital Allocation Success

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We have invested nearly \$3 billion since 2001 and have impaired a total of \$48 million, or 1% of those invested dollars, through December 31, 2015¹





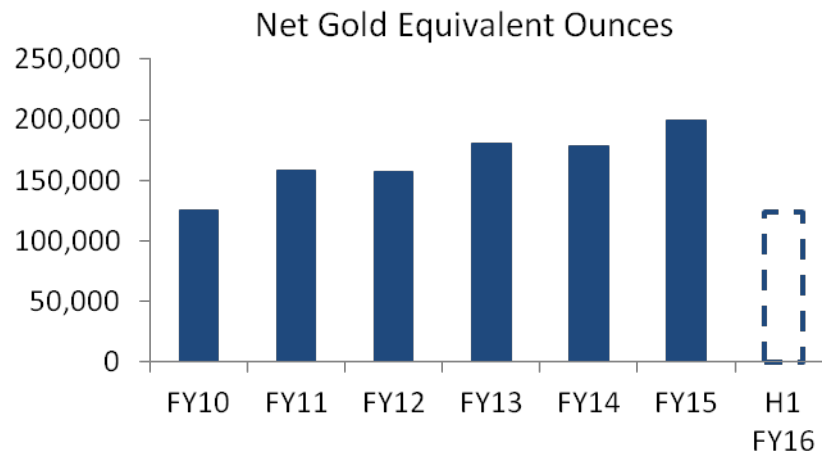
Investment Summary

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38 producing mines driving growth beyond FY15's record volume and cash flow

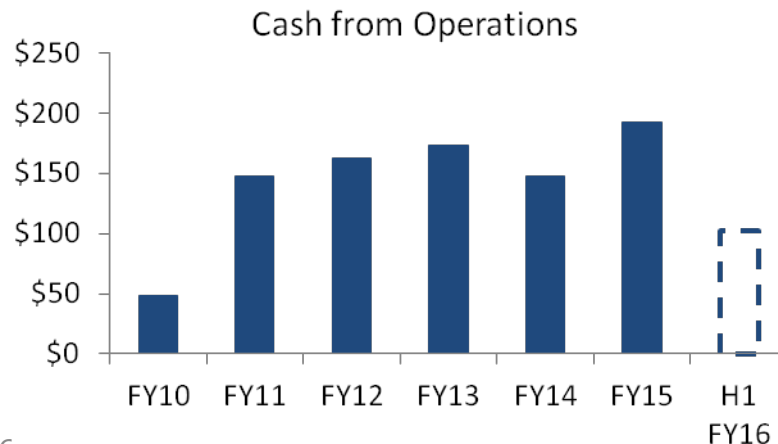
Net Gold Equivalent Ounces¹



Record volume of nearly 200,000 net gold equivalent ounces (GEOs) in FY2015

- 8% CAGR since FY2010
- Higher volume offsets lower gold price
- **H1 FY2016 volume grew to nearly 125,000 GEOs**

Cash from Operations²
(in Millions)



Record operating cash flow of \$192 million, or \$2.95/share in FY2015

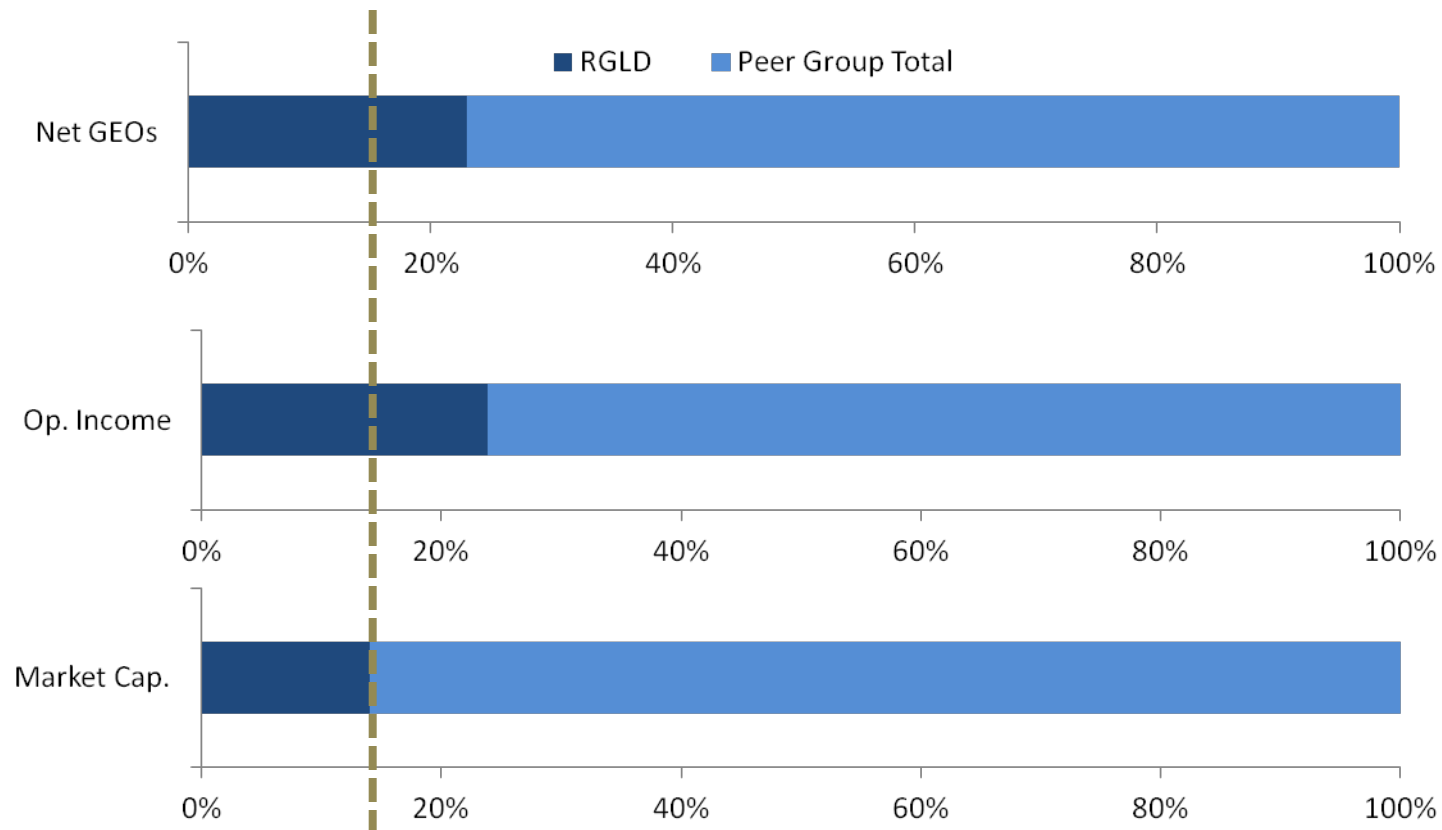
- 31% increase over FY2014
- Impressive growth profile not reflected in share price
- **H1 FY2016 operating cash flow topped \$100 million and is growing with both new streams and legacy properties**



Valuation Opportunity

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🌐 25% of the industry's economics, trading at just 15% of the market cap¹



Peer group includes Franco Nevada and Silver Wheaton for the trailing 12 months ended September 30, 2015.

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Endnotes

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Endnotes

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Many of the matters in these endnotes and the accompanying slides constitute forward looking statements and are subject to numerous risks, which could cause actual results to differ. See complete Cautionary Statement on page 2.

PAGE 3 RECORD Q2 RESULTS

1. The Company defines Gold Equivalent Ounces as revenue divided by the average gold price for the same period. Net of the Company's stream payments, GEOs were 68,300 in the second quarter, up 22,400 net GEOs in the year-ago quarter.

PAGE 4 GROWING MARGINS

1. March and September 2015 reported operating cash flow adjusted for one-time tax items related to a foreign exchange gain and gain on the sale of the Andacollo royalty, respectively.

PAGE 5 MAXIMIZING RETURNS PER SHARE

1. Source is S&P CapitalIQ.
2. RGLD Cash from Operations adjusted for the tax gain on sale of the Andacollo royalty.

PAGE 6 GROWING AND DIVERSIFIED PORTFOLIO

1. Estimates are based on future projections provided to Royal Gold by the operators and assuming constant \$1,100 per ounce gold price. 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 at the beginning of this presentation.

PAGE 7 RETURNING CAPITAL TO SHAREHOLDERS

1. Payout ratio of operating cash flow calculated as dividends paid divided by cash from operations for the fiscal year ended June 30, 2015.

PAGE 8 KEY ASSETS – MOUNT MILLIGAN PERFORMING AS DESIGNED

1. See Thompson Creek Metals Company's press release dated January 14, 2016.
2. Wood Mackenzie, September 2015.

PAGE 9 KEY ASSETS – PUEBLO VIEJO CONTRIBUTIONS GROWING

1. See Barrick's press release dated February 17, 2016.



Endnotes (cont.)

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PAGE 10 KEY ASSETS – RAINY RIVER IN CONSTRUCTION

1. Cautionary Note to U.S. Investors Concerning Estimates of Proven and Probable Mineral Reserves and Measured and Indicated Mineral Resources: The mineral reserve estimates reported by the operators were prepared in accordance with Canadian Institute of Mining, Metallurgy and Petroleum Definition Standards for Mineral Resources and Mineral Reserves, as incorporated by reference in National Instrument 43-101. Royal Gold has not reconciled the reserve estimates provided by the operators with definitions of reserves used by the U.S. Securities and Exchange Commission.

While the terms “Mineral Resource,” “Measured Mineral Resource” and “Indicated Mineral Resource” are recognized and required by Canadian securities regulations, they are not defined terms under standards of the United States Securities and Exchange Commission. Under United States standards, 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 the reserve estimation is made. The mineral resources reported herein are estimates previously disclosed by the operator, without reference to the underlying data used to calculate the estimates. Accordingly, Royal Gold is not able to reconcile the estimates prepared in reliance on Canadian National Instrument 43-101 with terms recognized by the United States Securities and Exchange Commission. Readers are cautioned not to assume that all or any part of the measured or indicated mineral resources will ever be converted into mineral reserves.

2. See New Gold’s press release dated February 17, 2016.

PAGE 13 CAPITAL ALLOCATION SUCCESS

1. Source is S&P CapitalIQ. Impairments include asset and equity position impairments.

2. RGLD Cumulative Cash from Operations adjusted for the tax gain on sale of the Andacollo royalty in 2015.

PAGE 14 CAPITAL ALLOCATION SUCCESS

1. Royal Gold defines net Gold Equivalent Ounces as revenue divided by the average gold price for the same period, less the purchase price per ounce in the case of streams.

2. H1 FY16 Cash from Operations adjusted for the tax gain on sale of the Andacollo royalty.

PAGE 15 OPPORTUNITY – VALUATION

1. Source is S&P CapitalIQ.

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Appendix

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Quality – Strong Balance Sheet

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Date	Item	(\$USD millions)
December 31, 2015	Undrawn Revolver	\$300.0m
December 31, 2015	Working Capital	\$142.3m
December 31, 2015	Total Available Liquidity	\$442.3m
Strong and Growing Operating Cash flow	For example, Fiscal 2Q Operating Cash flow (included in working capital above)	\$52.1m
Near-Term Conditional Commitments	Existing conditional commitments at Rainy River and Golden Star expected to be funded primarily through cash flow from operations	\$145m ¹



Opportunity – Strong Performance

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- Strengthening quarterly cash flow and volume despite a lower gold price

RGLD	Calendar Quarter Ended										YTD 2016
	Sep-13	Dec-13	Mar-14	Jun-14	Sep-14	Dec-14	Mar-15	Jun-15	Sep-15	Dec-15	
Operating Income (\$m)	\$26	\$23	\$29	\$31	\$31	\$25	\$32	\$28	\$21	TBR	TBR
Operating Cash Flow (\$m)*	\$35	\$35	\$45	\$32	\$52	\$30	\$66	\$44	\$50	TBR	TBR
Net GEOs	42,590	40,630	43,160	49,565	48,639	45,837	52,171	53,324	55,669	TBR	TBR
Average Gold Price Per Oz	\$1,326	\$1,276	\$1,293	\$1,288	\$1,282	\$1,201	\$1,218	\$1,192	\$1,124	\$1,106	\$1,091
Average RGLD Share Price	\$52	\$47	\$61	\$66	\$75	\$66	\$69	\$64	\$51	\$42	\$35

*Adjusted for tax gain recorded in Sept 2015



Growth – New Stream Transactions

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Operator	Property	Strategic Rationale	Estimated Annual Net GEOs (1 st 5 years) ¹	Effective Date or Estimated Startup	Current Status
Barrick	Pueblo Viejo	Producing; one of only three mines in the world to produce >1m oz per year; first quartile costs; high quality resources with further exploration potential	50,500 AuEq	July 1, 2015 - Au Jan 1, 2016 - Ag	Gold deliveries began December 2015
New Gold	Rainy River	Under construction; quality deposit; significant exploration potential; excellent jurisdiction	17,500	Startup expected mid-2017	Expected mid-2017
Teck	Andacollo	Producing; increased economic participation (rate and duration) and expanded area of interest; well regarded jurisdiction	40,000	July 1, 2015	Now receiving regular deliveries
Golden Star	Wassa, Prestea	Producing and developing low cost projects, large land package with exploration optionality	20,000	April 1, 2015	Stream upsized, now receiving regular deliveries



Growth – Portfolio Transformation

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Wassa and Prestea – Golden Star Resources, Ghana



Projects:

- Higher quality Wassa and Prestea underground projects under construction
- Proven and probable reserves of 1.9 Moz gold across all deposits
- Measured and indicated gold resources of 3.5 Moz at Wassa and 3.1 Moz at Bogoso and Prestea



Stream:

- Entitled to 9.25% gold stream until earlier of December 31, 2017 or commercial production achieved at Wassa and Prestea, then increasing to 10.5% until 240koz have been delivered; and 5.5% thereafter
- Royal Gold will pay 20% of the spot price per ounce to 240 koz; 30% thereafter; in addition to upfront payment of \$145 million; also provided a \$20 million term loan
- Investment in funding underground development at Wassa and Prestea
- Golden Star's option to increase Royal Gold's investment by additional \$5 million, subject to certain conditions



Growth – Portfolio Transformation

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Andacollo – Teck, Andacollo



Project:

- Long operating history
- Well respected partner in Teck, Canada's largest diversified resource company
- Proven and probable reserves of 1.6 Moz gold and a 22 year mine life



Stream:

- 100% gold stream to 900 koz; 50% thereafter, subject to 89% payable factor
- Royal Gold will pay 15% of spot price per ounce, in addition to upfront payment of \$525 million
- Larger economic interest in terms of duration and gold interest vs. prior royalty
- Expanded footprint encompassing additional mineral rights and a 1.5 kilometer area of interest relative to prior royalty (which Royal Gold sold for consideration of \$345 million)

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