ALTIUS

1st QUARTER
Fiscal 2017 Results

September 14, 2016

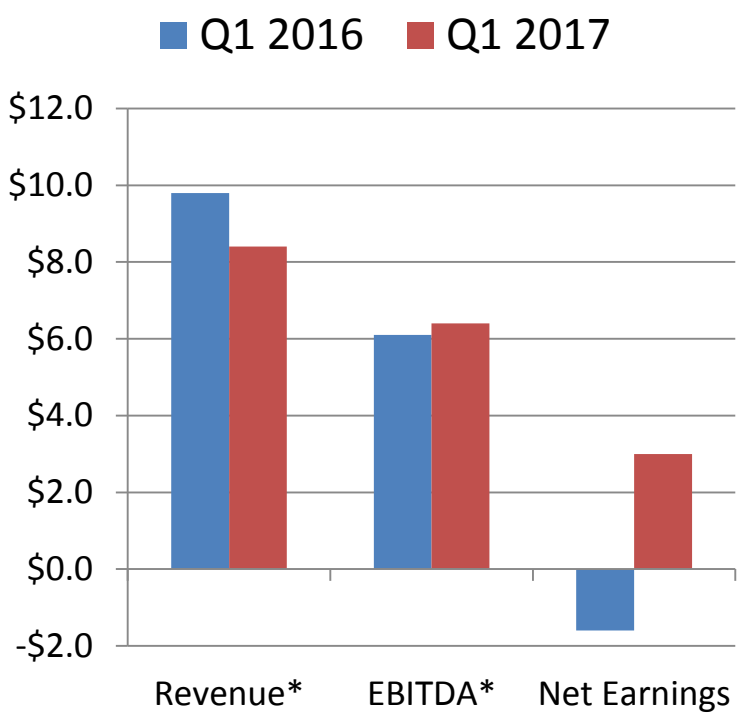
FORWARD LOOKING STATEMENTS

This document includes certain statements that constitute “forward-looking statements” and “forward-looking information” within the meaning of applicable securities laws (collectively, “forward-looking statements”). Forward-looking statements include statements regarding Altius Minerals Corporation’s (“Altius”) intent, or the beliefs or current expectations of Altius’ officers and directors. Such forward-looking statements are typically identified by words such as “believe”, “anticipate”, “estimate”, “project”, “intend”, “expect”, “may”, “will”, “plan”, “should”, “would”, “contemplate”, “possible”, “attempts”, “seeks” and similar expressions. Forward-looking statements may relate to future outlook and anticipated events or results.

By their very nature, forward-looking statements involve numerous assumptions, inherent risks and uncertainties, both general and specific, and the risk that predictions and other forward-looking statements will not prove to be accurate. Do not unduly rely on forward-looking statements, as a number of important factors, many of which are beyond Altius’ control, could cause actual results to differ materially from the estimates and intentions expressed in such forward-looking statements.

Forward-looking statements speak only as of the date those statements are made. Except as required by applicable law, Altius does not assume any obligation to update, or to publicly announce the results of any change to, any forward-looking statement contained herein to reflect actual results, future events or developments, changes in assumptions or changes in other factors affecting the forward-looking statements.

OVERVIEW of Q1 F2017



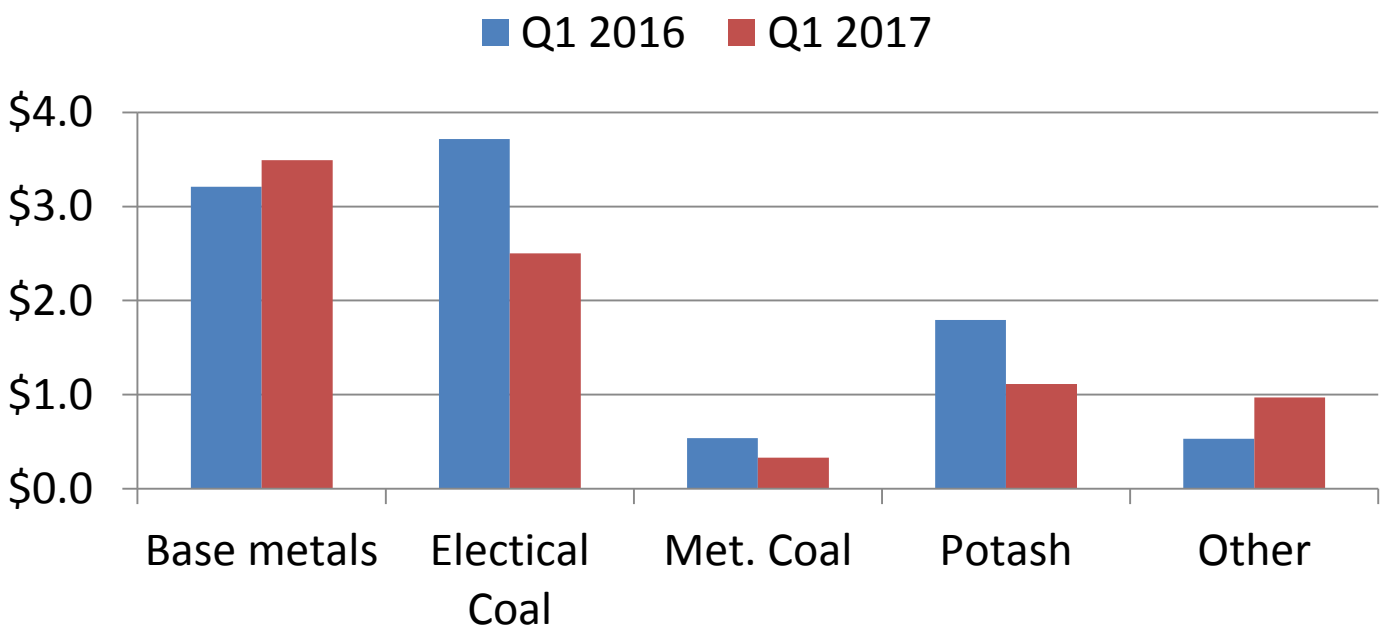
* See non-IFRS measures

- Closed Chapada stream acquisition, equity raise and debt repayment/refinancing on May 3, 2016
- Repaid $12.4M in debt ($2M on term, $10.4M on revolver)
- Generated $9.5M in proceeds and recognized a gain of $5.2M from sale of junior equity investments
- Dividends paid of $1.3M

ALTIUS MINERALS CORPORATION

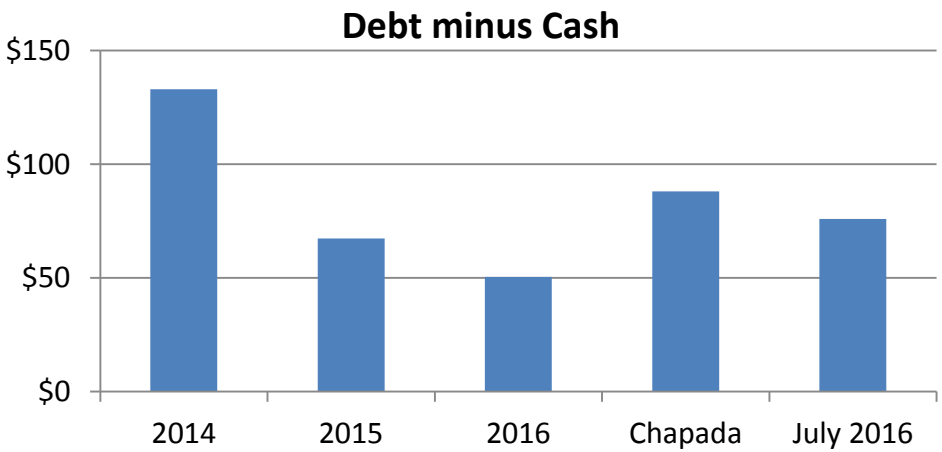
Revenue year over year

- Revenue dropped year over year due to lower potash prices, timing /sequencing on coal mines, and the disputed deductions on the Voisey's Bay royalty. Partially offset by increases on the 777 royalty and the commencement of the Chapada copper stream in June.



ALTIUS MINERALS CORPORATION

BORROWING AND LIQUIDITY

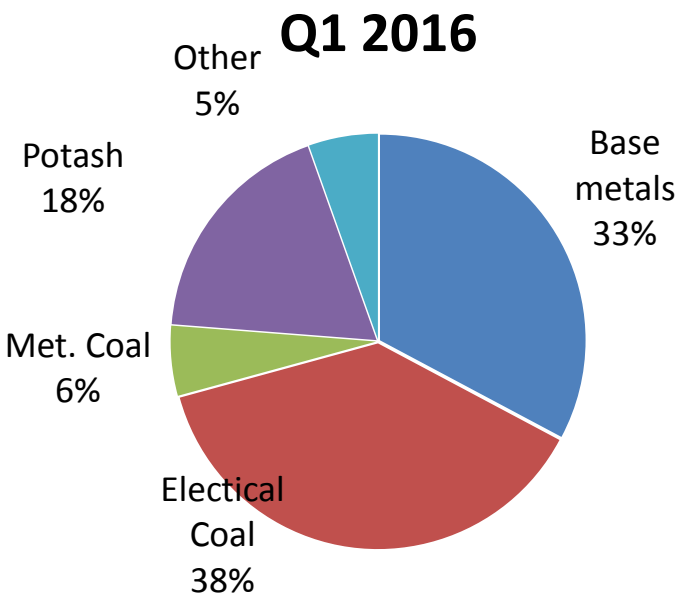


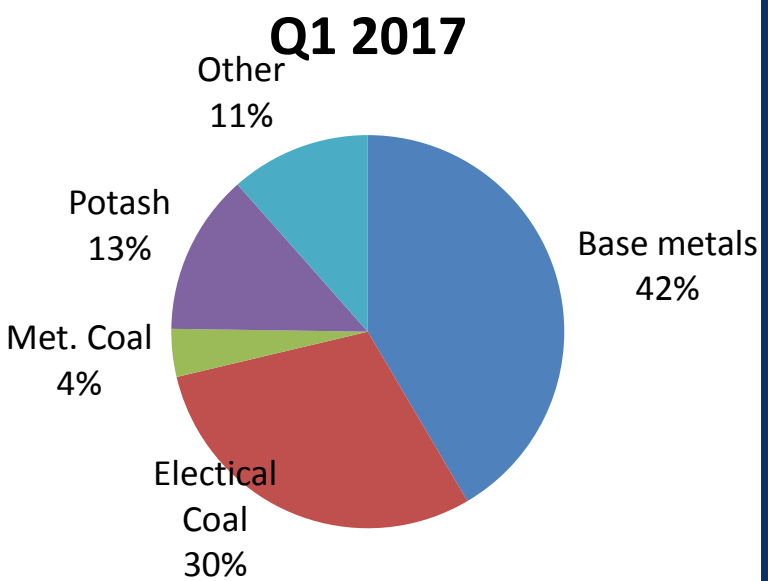
- Repaid $12.4M in debt in the current quarter, from operating cash flows and sale of junior equity investments
- Closing debt net of cash and investments of $45 million
- In compliance with all debt covenants; effective annual interest rate of ~5.5%
- Additional available liquidity of ~$60 million on the revolving credit facility

ALTIUS MINERALS CORPORATION

ROYALTIES - Q1 F2017

- Revenue mix continues to evolve positively





ALTIUS MINERALS CORPORATION

PROJECT GENERATION - Q1 F2017

Altius has significantly increased its land holdings and progressed into a global project generator

- Copper-gold in Chile
- Base and precious metals and bulk commodities in Canada
- Nickel-copper in Michigan and NL
- Zinc in Ireland and NL
- Base metals in Finland
- Further royalty exposure to Alaska, Nevada, Arizona, Mexico, Portugal through various retained equities in juniors

PROJECT LOCATIONS

ALTIUS MINERALS CORPORATION

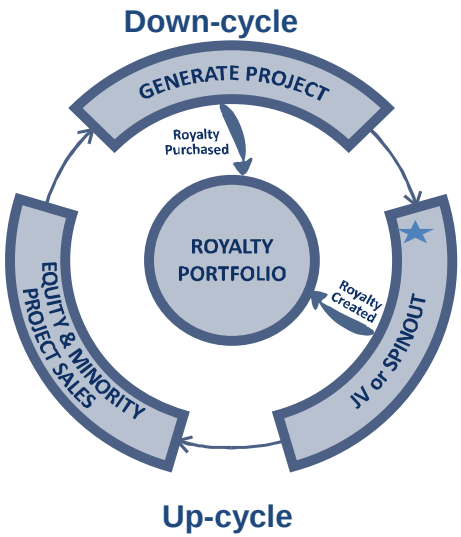
OUTLOOK – F 2017

Revenue:

- Company on target for ~$40 million in revenue based on mine plans and inclusion of Chapada copper stream for balance of the year

Improved market sentiment means:

- Quality producing royalty and streaming investment opportunities have declined (but we will continue to monitor)
- Development stage royalty opportunities may arise
- Growing external interest in Company-owned mineral properties (zinc and gold in particular)– discussions with several potential partners ongoing
- We continue to acquire high quality, low cost projects in favourable jurisdictions although competitors now appearing



ALTIUS MINERALS CORPORATION

Non-IFRS Measures

Non-IFRS Measures

Attributable revenue and adjusted EBITDA is intended to provide additional information only and do not have any standardized meaning prescribed under IFRS and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS. Other companies may calculate these measures differently. For a reconciliation of these measures to various IFRS measures, please see below.

•Attributable revenue is defined by the Corporation as total revenue from the consolidated financial statements and the Corporation's proportionate share of gross revenue in the joint ventures. The Corporation's key decision makers use attributable royalty revenue and related attributable royalty expenses as a basis to evaluate the business performance. The attributable royalty revenue amounts, together with as amortization of royalty interests, general and administrative costs and mining tax, are not reported gross in the consolidated statement of earnings (loss) since the royalty revenues are being generated in a joint venture and IFRS 11 Joint Arrangements requires net reporting as an equity pick up. The reconciliation to IFRS reports the elimination of the attributable revenues and reconciles to the revenues recognized in the consolidated statements of earnings (loss).

•Adjusted EBITDA is defined by the Corporation as net earnings (loss) before taxes, amortization, interest, non-recurring items, non-cash amounts such as impairments, losses and gains, and share based compensation. The Corporation also adjusts earnings in joint ventures to reflect EBITDA on those assets which exclude amortization of royalty interests as well as adjusting for any one time items. Adjusted EBITDA is a useful measure of the performance of our business, especially for demonstrating the impact that EBITDA in joint ventures have on the overall business. Adjusted EBITDA identifies the cash generated in a given period that will be available to fund the Corporation's future operations, growth opportunities, shareholder dividends and to service debt obligations.

Reconciliations to Non - IFRS Measures

	Three months ended July 31,	
Attributable revenue	**2016**	**2015**
	$	$
Attributable revenue	8,410,000	9,785,000
Adjust: joint venture revenue	(3,822,000)	(6,431,000)
IFRS revenue per consolidated financial statements	4,588,000	3,354,000
Adjusted EBITDA	**2016**	**2015**
	$	$
Earnings (loss) before income taxes	3,290,000	(1,435,000)
Addback(deduct):		
Amortization and depletion	2,609,000	1,836,000
Exploration and evaluation assets abandoned or impaired	-	342,000
Share based compensation (share settled)	248,000	434,000
Interest on long-term debt	3,450,000	1,447,000
(Gain) loss on disposal of investments & impairment recognition	(5,184,000)	62,000
Share of loss and impairment in associates	-	590,000
Earnings from joint ventures	(2,691,000)	(3,343,000)
LNRLP EBITDA	-	542,000
Prairie Royalties EBITDA	3,755,000	5,619,000
Foreign currency loss	926,000	-
Adjusted EBITDA	6,403,000	6,094,000
LNRLP EBITDA		
Revenue	-	677,000
Less: mining taxes	-	(135,000)
Less: administrative charges	-	-
LNRLP Adjusted EBITDA	-	542,000
Prairie Royalties EBITDA		
Revenue	3,822,000	5,752,000
Operating expenses	(67,000)	(133,000)
Prairie Royalties Adjusted EBITDA	3,755,000	5,619,000

ALTIUS MINERALS CORPORATION