



**1<sup>st</sup> QUARTER Fiscal 2018  
FINANCIAL RESULTS**

September 15, 2017

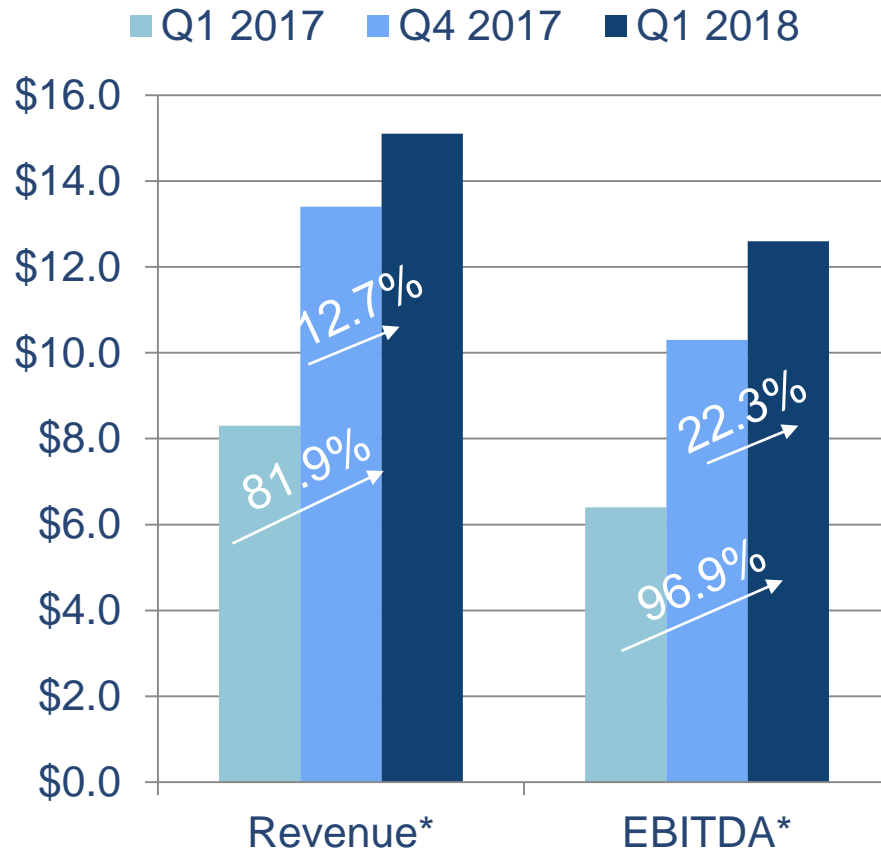
# FORWARD LOOKING STATEMENTS

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.

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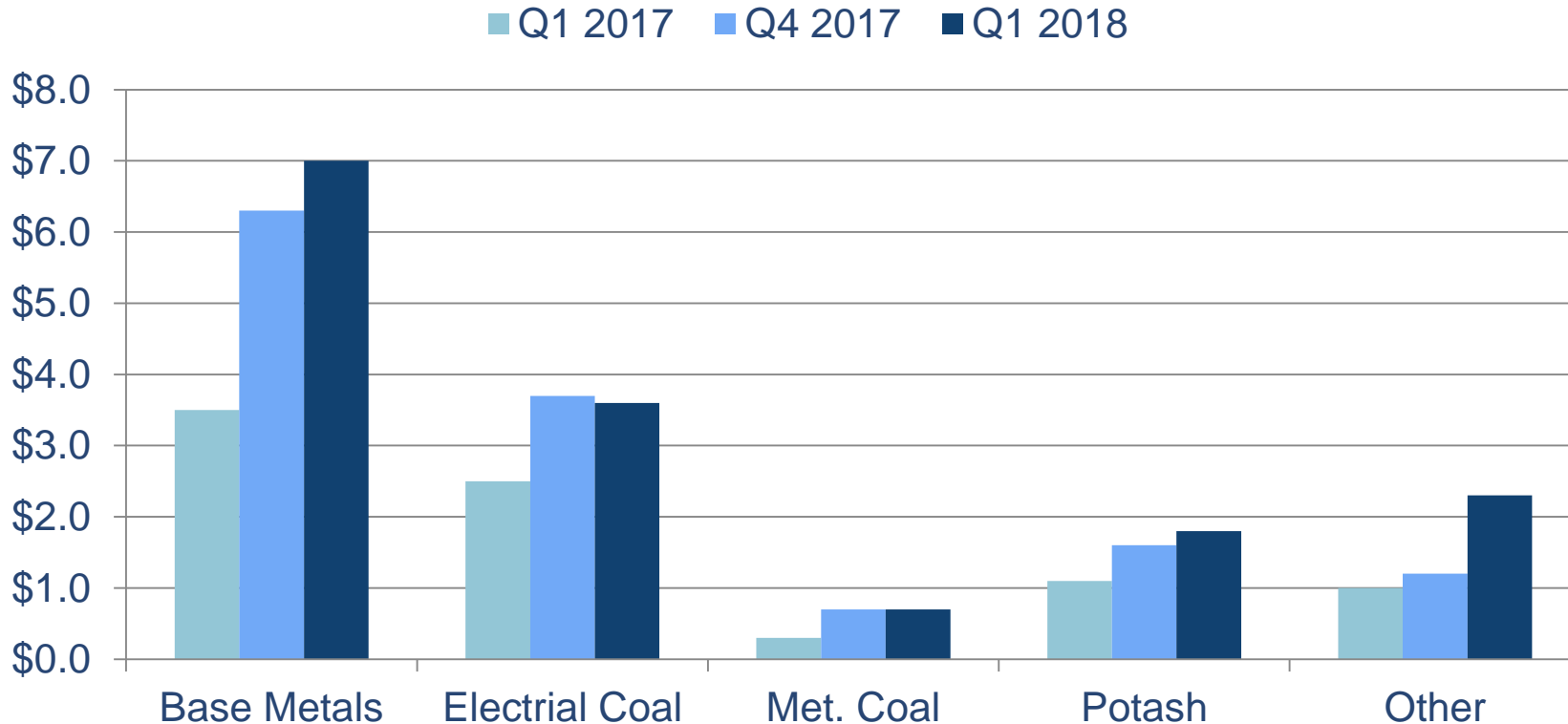
# OVERVIEW of Q1 F2018



- Significant growth in revenue and EBITDA
- Repaid \$5.4M in debt
- Dividends paid of \$1.3M
- Re-purchase of common shares of \$1.7M
- Acquired \$24.4M of investments - \$13.2M in LIORC, \$10M in Champion

# REVENUE QUARTER OVER QUARTER

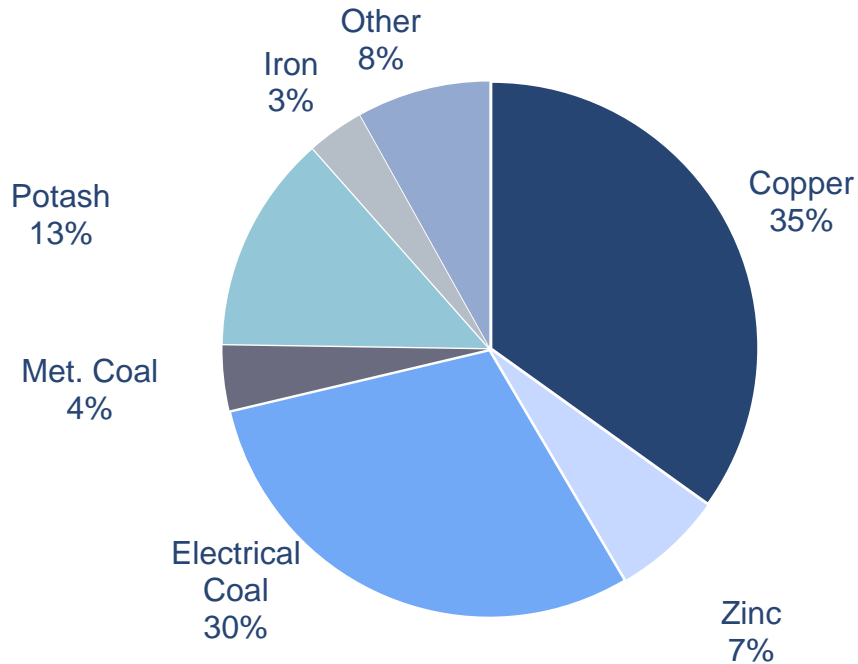
- Revenue increased largely as a result of improved prices of copper, metallurgical coal, potash and zinc and higher production volumes from 777, Chapada, and Saskatchewan potash.



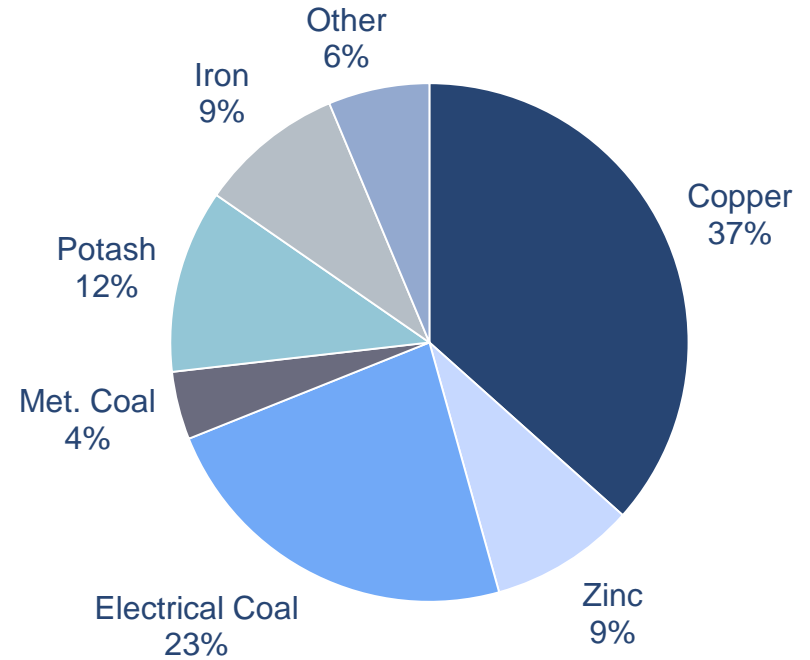
# ROYALTY REVENUE MIX

- Revenue mix evolving as per strategy - with base metals continuing to displace thermal coal

Q1 2017



Q1 F2018





# FINANCIAL HIGHLIGHTS: Revenue growth from commodity price appreciation & production gains

Summary of attributable production and average prices (prices in CAD, unless noted)	Three months ended					
	Q1 2018		Q4 2017		Q1 2017	
	Tonnes	Average price	Tonnes	Average price	Tonnes	Average price
Chapada copper <sup>(1)</sup>	448	\$2.69 US / lb	395	\$2.54 US / lb	153	\$2.03 US / lb
777 copper <sup>(2)</sup>	4,613	\$2.58 US / lb	3,464	\$2.61 US / lb	4,560	\$2.11 US / lb
777 zinc <sup>(2)</sup>	13,119	\$1.27 US / lb	10,303	\$1.32 US / lb	11,569	\$0.93 US / lb
Potash <sup>(3)</sup>	226,254	\$281 / tonne	226,341	\$286 / tonne	161,087	\$244 / tonne
Metallurgical coal <sup>(4)</sup>	80,105	\$214 / tonne	90,599	\$206 / tonne	89,787	\$108 / tonne
Thermal (electrical) coal <sup>(3)</sup>	986,971	N/A	1,059,542	N/A	659,429	N/A

Notes on production information:

(1) Copper stream; quantity represents actual physical copper received and sold

(2) 4% NSR; production figures shown represent 100% of production subject to the royalty

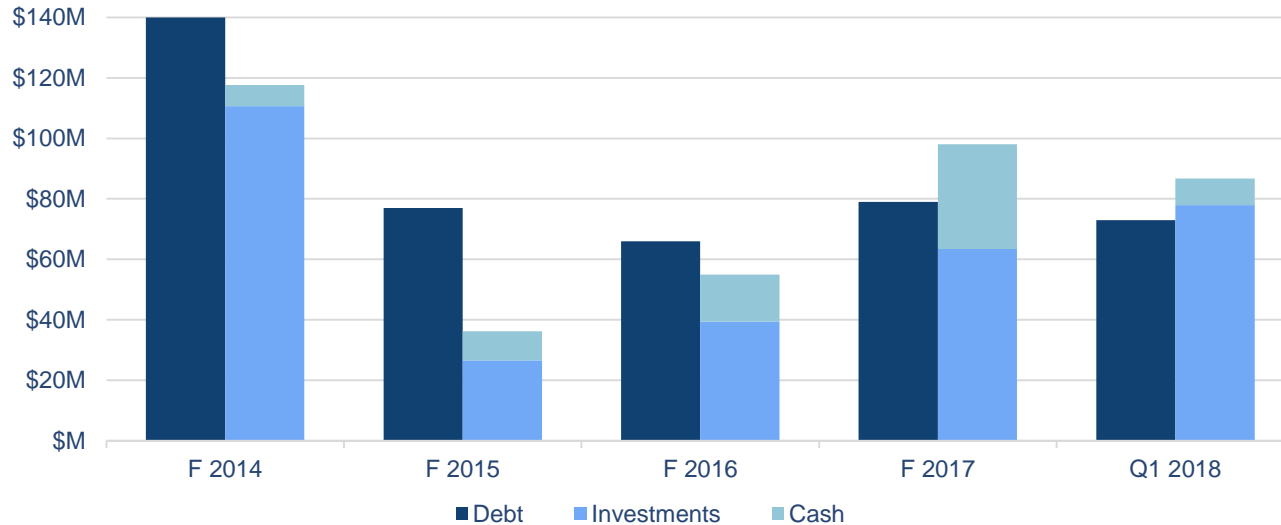
(3) Various production royalties; quantities represent tonnes subject to the royalties at each respective mine (royalty tonnes only)

(4) Represents portion of production at Teck's Cheviot mine subject to the royalty (50%)

- Hudbay's 777 mine continues to focus on zinc rich zones and zinc production is up 27% and 13% from Q4 and Q1 2017 respectively.
- Potash production has increased by 40% since Q1 2017 as production continues to shift to lower cost operations.
- Met coal prices have increased 98% from the comparable quarter in 2017.
- Thermal coal production grew by 50% from Q1 2017 due to mine sequencing.

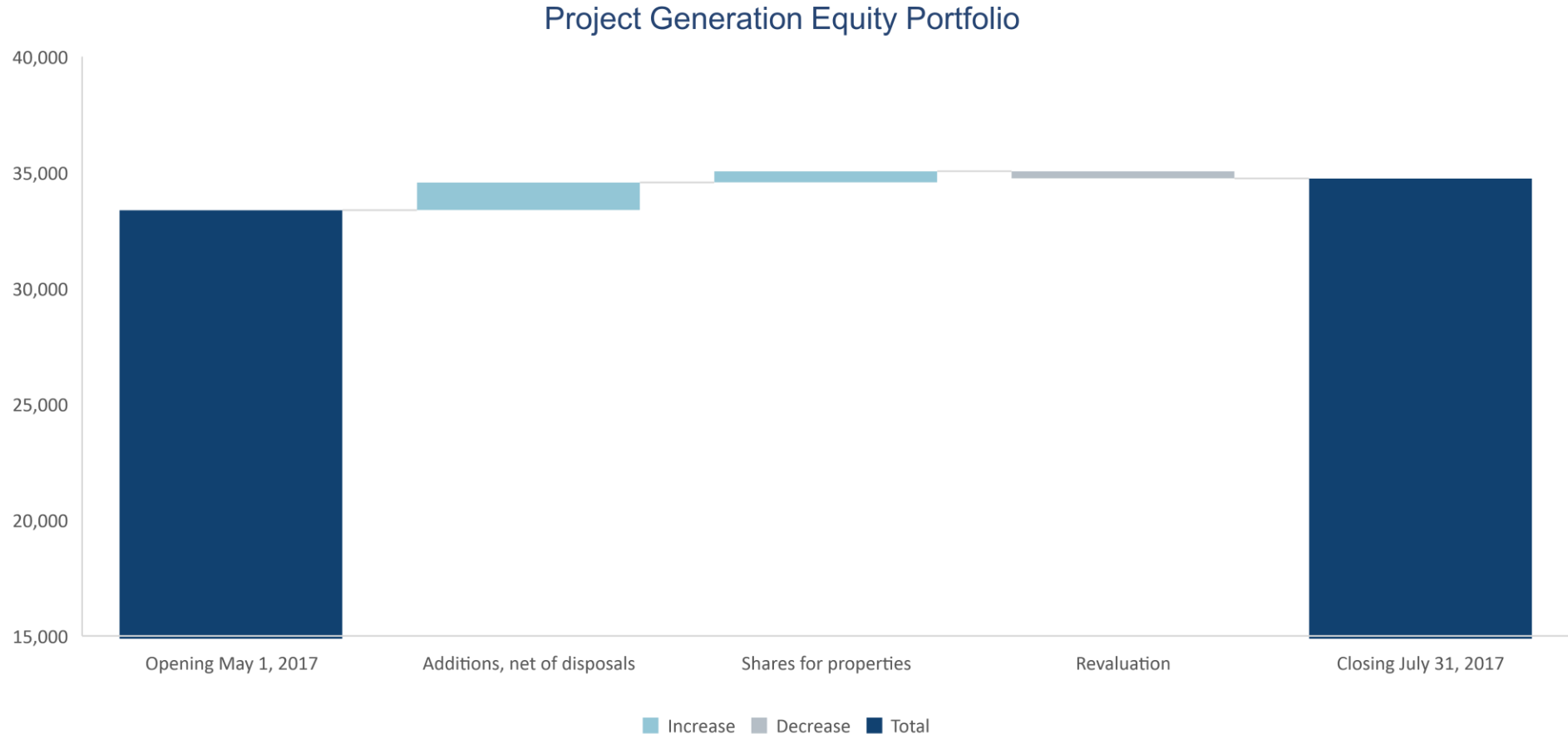
## BORROWING AND LIQUIDITY

- Debt net of cash and investments negative \$14 million as of July 31, 2017
- Acquired investments of \$24.4M in Q1 2018
- In compliance with all debt covenants; effective cash interest rate of ~5.2 %
- Additional available liquidity of ~\$150 million
- Value of equities and investments of \$88 million



# PROJECT GENERATION BUSINESS

- Equity values held stable during the quarter.
- Project deal flow and investment activity typically picks up after the summer field season.



Opening balance represents PG equity fair market values only and does not include cash generated from the PG business in the prior year (\$11.4M gross cash,; \$6.1M net of expenditures and overhead).



# COMMODITY PRICE SENSITIVITY

## ROYALTY REVENUE & EBITDA is sensitive to:

- Various mine production volumes which are moderately seasonal
- Base metal and bulk commodity prices
- Foreign exchange – Chapada and 777 revenue translated to CAD at lower rate, but USD-denominated liability obligation (revolver) impacts offset lower revenue translation impacts

### Commodity Price Leverage

	Q1 F 2018 Average prices (1)	Price +/- 10%	EBITDA Change
Copper	\$2.64 US/lb	\$0.26	\$1.7m
Zinc	\$1.27 US/lb	\$0.13	\$1.1m
Potash	\$281/tonne	\$28.10	\$0.6m
Metallurgical coal	\$214/tonne	\$21.40	\$2.2m
USD/CAD FX	\$1.32	\$0.13	\$4.0m
Thermal coal	no commodity price exposure		

(1) Average prices are in CAD unless noted

### Royalty revenue:

- Performing as per contrarian strategy and expectation
- No change to previous guidance of \$55 million at this time however recent sudden run-up in prices will likely cause an upward revision if sustained.

### Improved market sentiment means:

- Quality producing royalty and streaming investment opportunities have declined as competing capital sources come back into the market - but earlier stage royalty opportunities are increasing now.
- Company project generation focus is on project conversions to equity and royalties with several vend-outs in progress and a new copper focused spin-out in set-up stage.

## 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 refer to our Management Discussion and Analysis.