



**Second Quarter 2019
Financial Results**

August 9, 2019

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.

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.

2019 Second Quarter Financial Highlights

QUARTERLY REVENUES



Revenue

- **↑**18% over Q2 2018, **↓**11% from Q1 2019 which benefitted from Chapada 2018 year-end shipments and a prior year “catch-up” dividend from LIORC

EBITDA

- Adjusted EBITDA **↑**25% over Q2 2018, **↓**6% over Q1 2019. 84% Adjusted EBITDA margin in Q2 2019

QUARTERLY EBITDA

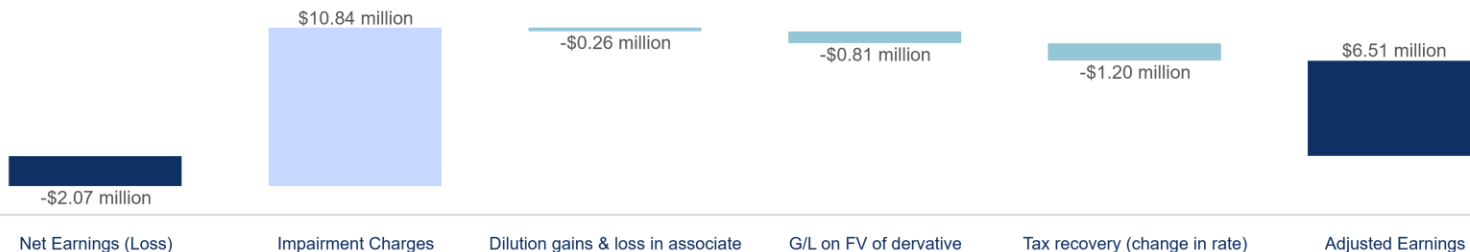


Revenue Guidance Maintained

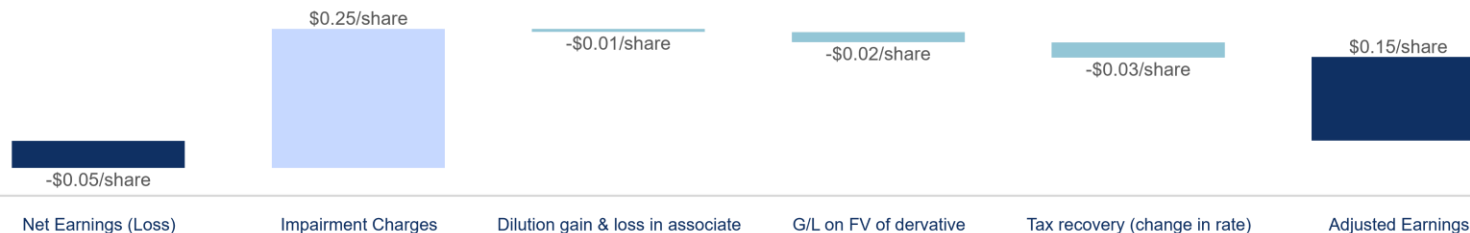
- H1 2019 revenue of \$41.4 million versus full year guidance range of \$77 - \$81 million.

Q2 net loss of (\$0.05) per share includes (\$0.20) per share in net non-cash adjustments

Adjusted Earnings (\$ million)

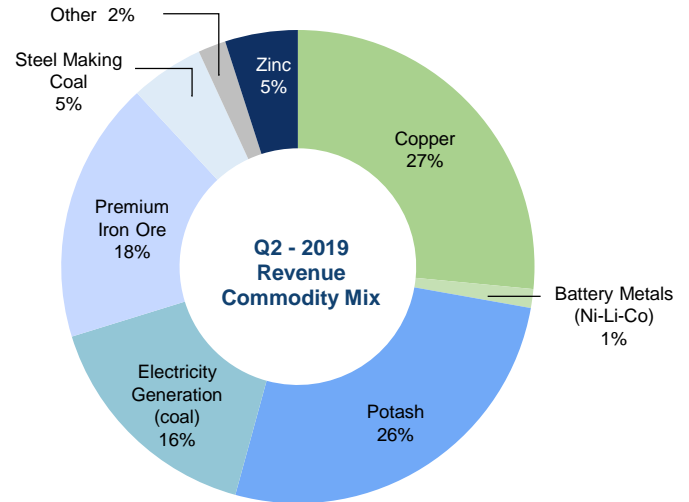
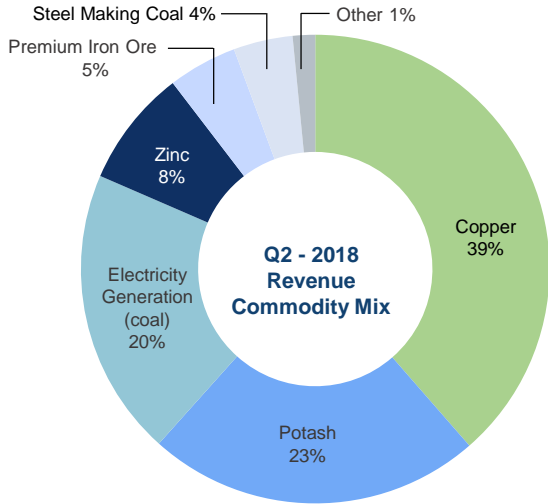


Adjusted Earnings (\$/share)



- Q2 2019 adjusted net earnings of \$0.15 per share compared to adjusted net earnings of \$0.09 in Q2 2018 and \$0.20 for Q1 2019.
- Impairment charges follow Teck's announcement of Cardinal River/ Cheviot closure in H2 2020 and the write-down of Tower, an export thermal coal exploration property that was marketed for sale or partnership without success in the first half 2019.
- Tax recovery from Alberta tax rate change and smaller offsetting items include a dilution gain on an equity investment following Adventus's equity placement, our equity accounted for share of loss in Adventus and Alderon, and a gain on the fair value of derivatives.

Portfolio Evolving with Gains in Potash and Iron Ore

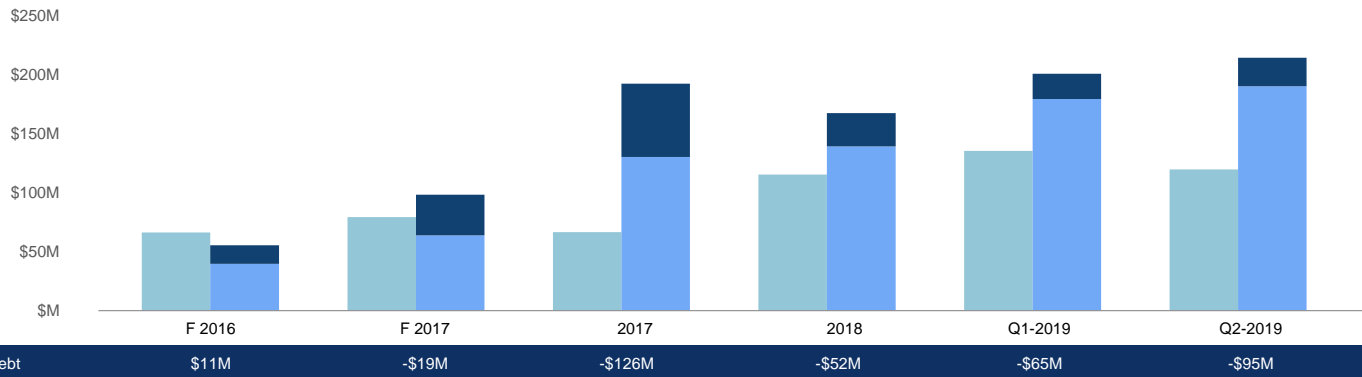


Transportation Electrification	Cu, Co, Ni, Li
Soil Quality/Agricultural Yield Improvements	Potash
Fossil Fuel to Clean Energy Conversion	Coal to Renewables
High Quality (Lower Emission) Iron Ore	Labrador Trough Premium Products

Balance Sheet

- Value of combined cash and publicly traded investments \$214 million with \$119 million debt at quarter end.
- Repaid \$5 million on term debt and a discretionary payment of \$11 million on revolver, leaving \$86 million available liquidity under revolver
- Repurchased 66k shares under NCIB for \$803k
- Increased dividend by 25% to 5 cents per quarter

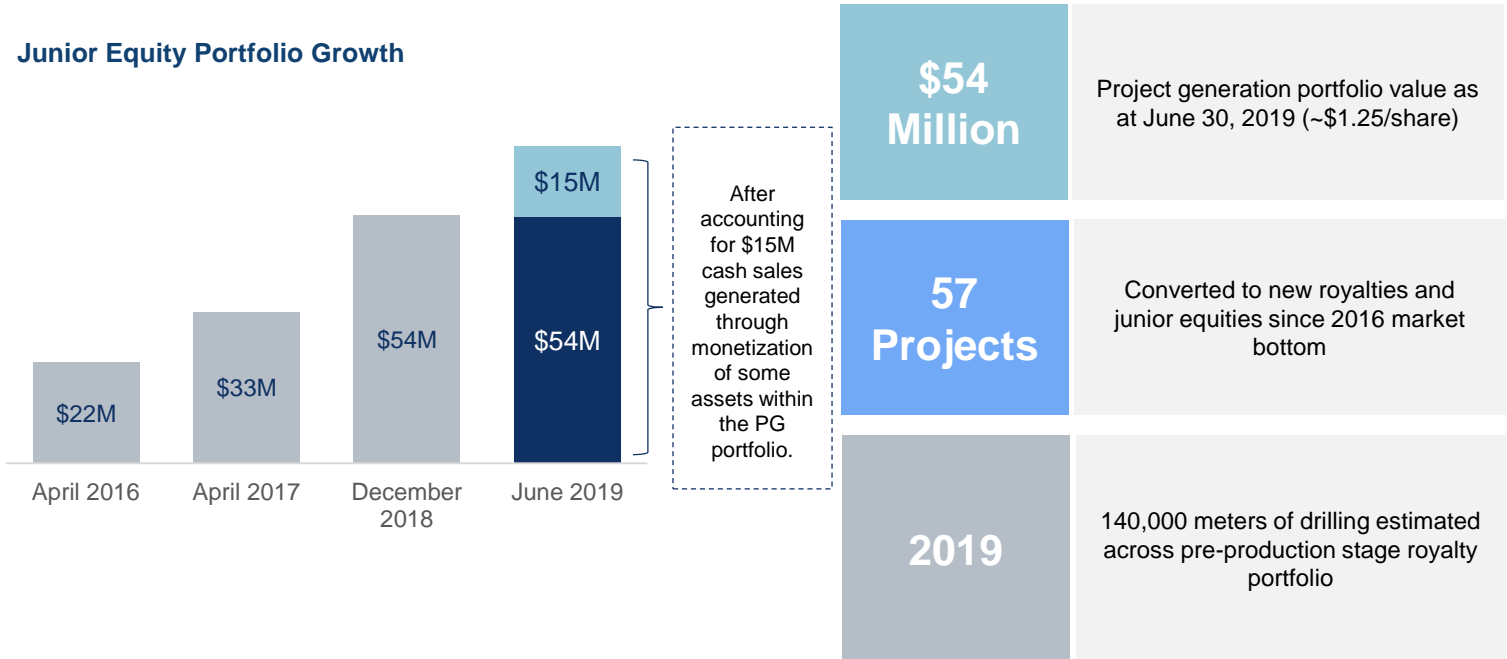
■ Debt ■ Investments ■ Cash



† Altius converted its financial reporting period to calendar year-end in 2017 from its previous fiscal year-end of April 30. Cash and public equity holdings as of June 30, 2019 includes \$24 million cash + \$54 million junior equities portfolio position + \$136 million LIORC position.

Project Generation Portfolio

Junior Equity Portfolio Growth



Outlook

- Diversity and asset strength continues to provide stability
- Potash revenues accounted for 26% of Q2 royalty revenue despite weather related deferred fertilizer applications in the US
- Lundin Mining mineral reserve and resource update expected late August – early September, and new Technical Report in October
- Copper and zinc prices weaker as we enter H2 on various macro-economic and geopolitical noise and uncertainty. Cost curve pressuring current supply and new project incentivization pushed back at these prices. A permitting setback at one large project and a dramatic cost overrun at a senior company block cave development project (as the sector collectively looks to stake its future on block cave mining) were both bullish longer-term events for the copper market
- Iron ore prices falling back from spike levels in Q2 but still providing a robust margin for IOC. Quality based spreads also likely to open again and defend the IOC margin as speculators exit the liquid benchmark trade and relative value factors are re-established in the fundamental market
- Coal to renewables strategy remains on track with several wind and solar opportunities in advanced due diligence and discussions underway with potential co-investment partners
- Gold price strength to ignite non-strategic investment interest in the junior exploration sector and provide further portfolio value growth and liquidity

Appendix

Commodity Price Sensitivity

Commodity Price Leverage	Average Prices [†] (Q2 - 2019)	Price (+/- 10%)	EBITDA (Δ per year)
Copper	US\$2.74 / pound	US\$0.27 / pound	\$1.6M
Zinc	US\$1.25 / pound	US\$0.13 / pound	\$0.4M
Potash	\$400 / tonne	\$40 / tonne	\$1.7M
Metallurgical coal	\$246 / tonne	\$24.60 / tonne	\$0.5M
Exchange Rate (USD/CAD)	\$1.34	\$0.13	\$2.9M
Thermal coal	No commodity price exposure		

†