ALTIUS MINERALS CORPORATION

Management's Discussion and Analysis
of Financial Conditions and Results of Operations
Three months ended March 31, 2018

This Management's Discussion and Analysis ("MD&A") should be read in conjunction with the Corporation's consolidated financial statements for the three months ended March 31, 2018 and related notes. This MD&A has been prepared as of May 14, 2018.

Management's discussion and analysis of financial condition and results of operations contains forward–looking statements. By their nature, these statements involve risks and uncertainties, many of which are beyond the Corporation's control, which could cause actual results to differ materially from those expressed in such forward-looking statements. Readers are cautioned not to place undue reliance on these statements. The Corporation disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

Additional information regarding the Corporation, including the Corporation's continuous disclosure materials, is available on the Corporation's website at www.altiusminerals.com or through the SEDAR website at www.sedar.com.

Description of Business

Altius Minerals Corporation ("Altius" or the "Corporation") has two key elements to its long-term business strategy – the growth of a diversified portfolio of long-life mine royalty/streaming interests and the generation of high quality exploration projects with an eye to converting these mineral title interests into royalties and public equity holdings. Both business components recognize the inherent cyclicity within the minerals sector as it relates to valuations and the extremes of capital availability and are therefore managed with contrarian discipline over full-cycle investment timeframes.

The Corporation's diversified direct and indirect royalties and streams generate revenue from 15 operating mines located in Canada (14) and Brazil (1), from copper, zinc, nickel, cobalt, potash, iron ore, thermal (electrical) and metallurgical coal and byproduct precious metals (see *Appendix 1: Summary of Producing Royalties and Streaming Interests*). The portfolio also includes numerous pre-production stage royalties covering a wide spectrum of mineral commodities in numerous jurisdictions. Additional information on the status of these royalty interests is available in *Appendix 2: Summary of Exploration and Pre-Development Stage Royalties* of this MD&A.

The Corporation's mineral project generation portfolio is well diversified by commodity and geography and consists of exploration projects it has generated from which it has completed, and continues to seek, funding and project advancement agreements with other exploration and mining companies while retaining royalties and equity or minority project interests.

Operational and Business Overview

In 2017, the Corporation changed its year end to December 31 in order to better align its financial reporting periods with that of its royalty counterparties and their respective mine operations. This MD&A, and the accompanying consolidated financial statements, reflect a three-month period from January 1 to March 31, 2018 and a comparative quarter of February 1 to April 30, 2017.

The Corporation's two business lines experienced relatively static commodity markets over the three-month period ended March 31, 2018. The Royalty business saw commodity price and production volume improvements from the comparable quarter in 2017 that resulted in attributable royalty revenue (see non-IFRS measures) of $15,805,000 for the three-month period ended March 31, 2018 (three months ended April 30, 2017 - $13,378,000). The Project Generation business entered into two new exploration agreements and continues to advance negotiations on the sale of several other projects. The Corporation's junior equities portfolio continued to perform well with a market value of $49,800,000 as of March 31, 2018. This amount includes the additional Alderon Iron Ore Corp. ("Alderon") common shares but excludes the market value of investments in Labrador Iron Ore Royalty Corporation and Champion Iron Ore that had market values of $66,488,000 and $12,051,000, respectively and various other in-the-money share purchase warrants or other equities to be received in exchange for announced project transactions that remain subject to final closing.

Potash Acquisition

On March 23, 2018, the Corporation together with a private third party acquired an additional 44.935% in Potash Royalty Limited Partnership ("PRLP"), one of the Prairie Royalties Limited Partnerships, from Liberty Metals & Mining Holdings, LLC for net cash consideration of $65,000,000. This acquisition brings the Corporation's total interest in PRLP to 91.313% from its previous 52.369% ownership. Effective March 23, 2018, the Corporation consolidated the net assets of PRLP, recognized a non-controlling interest and discontinued equity accounting for PRLP as an investment in joint venture. PRLP generates royalty income from six producing potash mines located in Saskatchewan, Canada including Nutrien Ltd.'s Rocanville, Vanscoy, Allan, Cory and Patience Lake mines and The Mosaic Company's Esterhazy mine. The Corporation elected to pay for the acquisition using $65,000,000 from its existing credit facility.

ALTIUS MINERALS CORPORATION

Royalties

A summary of the Corporation's attributable royalty revenue shown in thousands of Canadian dollars is as follows:

Summary of attributable royalty revenue	Three months ended		
(in thousands of Canadian dollars)	**March 31, 2018 $**	April 30, 2017 $	Variance $
Revenue			
Base metals			
777 Mine	**3,285**	3,341	(56)
Chapada	**3,904**	2,942	962
Voisey's Bay	**-**		-
Metallurgical Coal			
Cheviot	**757**	683	74
Thermal (Electrical) Coal			
Genesee	**1,657**	1,688	(31)
Paintearth	**105**	234	(129)
Sheerness	**2,103**	1,494	609
Highvale	**234**	294	(60)
Potash			
Cory	**108**	138	(30)
Rocanville	**1,484**	1,084	400
Allan	**90**	2	88
Patience Lake	**87**	91	(4)
Esterhazy	**544**	271	273
Vanscoy	**33**	25	8
Lanigan	**1**	2	(1)
Other			
Iron ore (1)	**1,103**	854	249
Coal bed methane	**211**	229	(18)
Interest and investment	**100**	6	94
Attributable royalty revenue	**15,805**	13,378	2,427

See non-IFRS measures section of this MD&A for definition and reconciliation of attributable revenue

Summary of attributable production and average prices	Three months ended			
	March 31, 2018		April 30, 2017	
	Tonnes	**Average price (1)**	Tonnes	Average price (1)
Chapada copper (3)	**443**	**$3.15 US / lb**	395	$2.54 US / lb
777 copper (4)	**2,653**	**$3.16 US / lb**	3,464	$2.61 US / lb
777 zinc (4)	**10,262**	**$1.55 US / lb**	10,303	$1.32 US / lb
Potash (5) (6)	**283,670**	**$314 / tonne**	226,341	$311 / tonne
Metallurgical coal (7)	**65,948**	**$270 / tonne**	90,599	$206 / tonne
Thermal (electrical) coal (2), (5)	**778,638**	**N/A**	1,059,542	N/A

(1) Average prices are in CAD unless noted
(2) Inflationary indexed rates
(3) Copper stream; quantity represents actual physical copper received
(4) 4% NSR; production figures shown represent 100% of production subject to the royalty
(5) Various production royalties; quantities represent tonnes subject to the royalties at each respective mine (royalty tonnes only)
(6) Reflects updated potash pricing on retroactive adjustment from Mosaic pertaining to Esterhazy mine

Chapada Copper Stream

During the current reporting period the Corporation adopted IFRS 15 Revenue from Contracts (“IFRS 15”) with Customers and as a result has reassessed the point of control transfer relating to its copper stream and has changed its revenue recognition policy. The comparative 2017 period is reported under IAS 18 Revenue.

Altius's stream on copper production from Chapada continues to benefit from improved production volumes and copper prices that have occurred since the acquisition in May 2016 that resulted in 33% revenue growth from the comparative period in 2017. During the quarter, the operator, Yamana Gold Corporation announced positive exploration and processing plant results and the initiation of studies to evaluate the potential to significantly expand the mining operations.

777 Copper-Zinc-Gold-Silver Royalty

Revenue from the 777 mine reflects price appreciation but was offset by lower production volumes relative to the comparable period in 2017. The decrease in production volumes was attributed by the operator, HudBay Minerals, to technical challenges related to the ageing of the mine. HudBay has noted a 3 year remaining mine life using current reserves and up to five years if all lower category resources are ultimately converted to reserves and mined.

Voisey’s Bay Nickel-Copper-Cobalt Royalty

Altius, through its limited partnership in Labrador Nickel Royalty Limited Partnership (“LNRLP”) with Royal Gold (general partner), is advancing a legal claim against Vale that includes assertions that A) all previous royalty payments have been inadequate as a result of internal concentrate sales pricing below fair market rates and that B) the capital and operating costs associated with Vale’s processing facilities at Long Harbour are not acceptable deductions against royalty payments.

During the three months ended March 31, 2018, the Corporation has recorded legal fees of $194,000 (April 30, 2017 - $365,000) as its 10% share of the legal expenses incurred by LNRLP. The legal claim is currently in the pre-trial stage, with a trial date set for September 2018.

Saskatchewan Potash Royalties

Altius receives revenue from six producing potash mining operations in Saskatchewan that experienced growth of 45% during the current quarter compared to the comparable period. This is reflective of the combination of increased royalty based volumes and higher potash prices. The current period results include only 8 days of the increased royalty ownership structure that is described above.

Metallurgical Coal Royalty

The Corporation’s royalty on Teck’s Cheviot metallurgical coal mine is based upon both sales volumes and realized commodity prices, net of certain costs. Despite sales volumes being lower period over period, revenues from this mine were up 11% compared to the year ago period on higher realized prices.

Alberta Electrical Coal Royalties

The Corporation receives tonnage-based royalties from four thermal coal mining operations that provide fuel to 15 individual electrical generating units in Alberta, Canada. Royalties are calculated based upon production tonnages multiplied by royalty rates that vary both by mine and, in some cases, production areas within individual mines. Royalty rates also adjust annually in accordance with Canadian GDP indices but do not fluctuate with spot thermal coal price changes. Royalties were higher by 10% relative to the year ago comparable period due to shift in mine sequencing onto higher paying royalty lands.

These inflation-indexed royalties continue to provide stable royalty revenue; however, policy changes by the Government of Alberta are expected to result in their effective expropriation by 2030, particularly with respect to the Genesee royalty. Through the Corporation's limited partnership we intend to initiate legal action against the Government of Alberta during the current fiscal year to secure appropriate compensation.

Iron Ore

During the three-month period ended March 31, 2018 the Corporation received dividends of $1,103,000, an increase of 29% from the three-month period ended April 30, 2017. This is due largely to the increase in ownership interest in Labrador Iron Ore Royalty Corporation ("LIORC"), in which the Corporation holds approximately 5% of the issued and outstanding shares. LIORC operates essentially as a passive flow-through vehicle for its 7% GSR and 15.1% equity position in the Iron Ore Company of Canada ("IOC") operations in Labrador, Canada. During the quarter the underlying IOC mine was affected by a labour strike which is ongoing.

Pre-Production Royalties & Junior Equities Portfolio Highlights

Alderon

During the quarter ended March 31, 2018, the Corporation acquired 18,797,454 common shares of Alderon Iron Ore Corp. ("Alderon") from Liberty Metals & Mining Holdings, LLC ("Liberty") increasing its total shareholding to a total of 51,838,916 common shares, representing approximately 39% of the outstanding common shares. The shares were acquired at a purchase price of $0.27 per share for a total of $5,075,000. Altius previously owned 33,041,462 common shares, representing approximately 24% of the outstanding common shares of Alderon.

Alderon holds a 75% interest in the Kami iron ore project (the "Project") located in Labrador, Canada. Altius holds a 3% gross sales royalty related to the Project which it obtained previously upon its discovery and vending of the Project to Alderon. The Project is situated within the southern Labrador Trough iron ore mining camp and is proximal to the current Labrador City mining operations of the Iron Ore Company of Canada (Rio Tinto 58.7%), the Bloom Lake mine (63.2% Champion Iron Ore) and the Mont Wright mining complex (ArcelorMittal 85%).

Wolfden

On April 4, 2018 Wolfden Resources Corp. ("Wolfden") announced results from five of the 15 holes drilled in its ongoing 10,000 metre exploration program at its Picket Mountain Project in Maine. The highlight of the results being an intercept of 7.9 metres grading 14.8% zinc, 5.7% lead, 2.4% copper, 187.3 g/t silver & 1.3 g/t gold from hole PM-18-007. The intent of this program is to confirm and expand upon historical drilling results completed in the 1980s as Wolfden works to complete a qualified mineral resource estimate by year end. The Corporation holds approximately 13% of the outstanding shares of the company plus additional common share purchase warrants.

Adventus

In April 2018 Adventus Zinc Corporation ("Adventus"), in which Altius holds an approximate 27% shareholding, released infill drilling results from the El Domo VMS deposit at its Curipamba copper-lead-zinc project in Ecuador. To date Adventus has completed approximately 2,100 metres of its planned 7,500 metre program. Seven drill holes have returned significant intersections of semi-massive to massive sulphide mineralization with a highlight being drill hole CURI-250 which intersected 10.35 metres grading 3.85% copper, 5.12 g/t gold, 10.34% zinc, 139.0 g/t silver, and 0.95% lead. Adventus also announced encouraging early drilling results from the Sesmo target which is located approximately 800 metres north-northeast of the El Domo deposit. Highlights included 19.88 metres of 4.30 g/t gold and 95.1 g/t silver and 11.56 metres of 3.65 g/t gold and 77.2 g/t silver in two separate drill holes.

Evrim

On April 16, 2018 Evrim Resources Corp. (EVM:TSX-V) announced significant exploration results from its 100%-owned Cuale gold project in Mexico that included assays from a surface trench that graded 13.61

g/t gold (uncut) over 106.2 metres. Altius holds a 1.5% NSR royalty for precious metals on the Cuale Project and is Evrim's largest shareholder with approximately 17% of the outstanding shares of the company plus additional common share purchase warrants.

Champion

During the quarter, Champion Iron Limited ("Champion") restarted the Bloom Lake mine and began selling its iron ore concentrate product. Altius holds a $10 million, 8% debenture that is convertible at its option into Champion common shares at $1 per share with an initial term of twelve months or, if not repaid by the second anniversary, into a 0.21% gross overriding royalty on the Bloom Lake project. Champion is expecting to produce 7.4 million tonnes per year of high grade and premium quality iron ore concentrate during its predicted 21-year mine life.

<u>Project Generation</u>

Altius has a proven mineral exploration strategy that primarily involves the generation of exploration projects for vend-out to junior and senior mining companies or in select circumstances the spin-out of new special purpose public companies. The Project Generation team operates in high-quality mining jurisdictions around the world executing a disciplined program of low cost project acquisition combined with project advancement and marketing. The counter-cyclical, long-term mandate of Project Generation is to provide low cost option value to shareholders in the form of newly created royalties and public equity interests.

During the three months ended March 31, 2018 the Project Generation business recorded revenues of $292,000 (April 30, 2017- $75,000) relating to interest, third party agreements and management fees. This is not inclusive of the proceeds of any sales from the equity portfolio attributed to the Project Generation business.

Demand for the Corporation's projects continues to increase as junior equity markets have continued to slowly rebound from deep cyclical lows, and Altius has vended out two projects during the first quarter of 2018.

The Corporation completed an agreement to option the Moosehead gold project to Sokoman Iron Corp. ("Sokoman"). The Corporation received 7,754,371 Sokoman common shares as consideration under the option agreement and will retain a 2% net smelter return ("NSR") royalty after Sokoman has earned into the project. Sokoman has committed to fund a minimum of $500,000 in exploration expenditures on the additional projects within the first year. The Moosehead project features high-grade quartz vein and breccia intersections from shallow depths in historic drilling.

Altius also executed a Letter of Intent to vend the Sail Pond silver-copper-lead-zinc project, located in northwestern Newfoundland, to New Found Gold Corp ("NFG"). As consideration, Altius will receive 12 million common shares of NFG and will retain a 2 per-cent net smelter return (NSR) royalty over the project. Other key conditions of the letter of intent include NFG listing its common shares on a recognized Canadian stock exchange and raising a minimum of $7.5-million through a private placement, of which Altius would invest a minimum of $1 million.

As part of a three-way definitive agreement with Adventus and Canstar Resources Ltd. ("Canstar"), Altius has sold its 100% owned Daniels's Harbour Zinc Project to Canstar for 12.1 million common shares of Canstar. The property consists of approximately 9,000 hectares of prospective lands surrounding the former high-grade zinc mine operated by Teck Resources Limited.

Altius continues to hold mineral rights targeting gold, silver, diamonds and base metals opportunities in Canada (Newfoundland & Labrador, New Brunswick, Quebec, Manitoba, Alberta, Saskatchewan, and

British Columbia), the United States (Michigan), Finland and Australia. Consistent with Altius's business plan, the Corporation seeks capable partners to advance these projects.

Copper, Chile
Aethon Minerals Corporation (AET:TSX-V) ("Aethon") commenced trading on May 3, 2018. Aethon was co-founded by Altius through the vending in of Mining Equity, which holds a portfolio of copper-gold projects in Chile. As a condition of the transaction, Aethon raised $7.7 million via a non-brokered private placement led by Sprott Capital Partners and affiliates. Following the transaction Mining Equity will hold approximately 40% of Aethon and Altius will directly hold 0.98% gross sales royalties covering each of its current portfolio of projects. Altius owns 49% of Mining Equity.

Zinc, gold, nickel, Quebec
In Quebec, Altius's (50/50) exploration alliance partner Midland Exploration Inc. continues to advance new zinc, gold and nickel projects in the James Bay area of Quebec. These include two new outcropping base metal discoveries referred to as the Moria (Ni-Cu-Co) and Shire (Zn-Co) projects and four new gold projects.

Diamonds, Manitoba
Altius continued to advance the new diamond discovery at its Lynx project in Manitoba during the quarter with the execution of an Exploration Agreement with the Bunibonibee Cree Nation. Microdiamond analysis data received to date from 15 samples from the Eastern Bay zone has yielded 1,693 microdiamonds (+0.106 mm to +0.850 mm size fraction) from 240 kg of ultramafic host units collected over an approximately 3 km strike length. An independent NI 43-101 report will be provided in Q2 as Altius prepares to launch a new public company vehicle around the project. This is anticipated to be undertaken in partnership with certain strategic investors in order to facilitate the advancement of the project through bulk sampling programs as quickly as technically feasible. Altius acknowledges support from the Province of Manitoba via its Mineral Exploration Assistance Program.

The technical information contained in this MD&A has been reviewed and approved by Lawrence Winter, Ph.D., P.Geo., Vice-President of Exploration, a Qualified Person as defined by National Instrument 43-101 - Standards of Disclosure for Mineral Projects.

Readers are encouraged to visit the corporate website at www.altiusminerals.com to gain added insight into the exploration activities and projects of the Corporation.

Outlook

Including from its acquisition of additional potash royalty interests, Altius expects to receive $64,000,000 to $69,000,000 as attributable royalty revenue in 2018, an increase in guidance of $5,000,000, which assumes current commodity prices and incorporates information received from mine operators with regards to expected production volumes (where provided) and assumptions based upon historical production rates and other publicly available information in other cases.

Renewable Energy Royalty Business Development

The Corporation has recently decided to co-found a company that will be focused on acquiring royalty or royalty-like instruments related to the renewable energy sector. Renewable energy-based generation is the fastest growing component of the power generation segment on the strength of: (a) its arrival at the low end of the cost curve for overall power generation; and (b). the rapidly progressing societal shift away from fossil fuel based electrical generation.

Altius has distinguished itself for its focus on long resource life assets that it believes offer inversely disproportionate upside option value, particularly at the royalty level. It has long had an interest in the renewable energy sector in the belief that the resource lives of renewable energy sources such as wind, sun and water are infinite.

Altius has recently agreed to partner with Great Bay Renewables, a US based boutique renewable energy investment firm whose principals have an extensive track record as successful renewable energy developers and operators, to co-found Blue Sky Renewable Energy Royalties ("Blue Sky"). Great Bay will provide fully dedicated technical expertise, capital, and an existing royalty on a small-scale producing renewable energy project. Altius expects to contribute its royalty creation expertise and acquisition capital to the venture as opportunities are identified. Blue Sky may also add additional strategic investors.

Altius is also considering the contribution or designation of some or all of its portfolio of Alberta electrical coal based royalties into Blue Sky. These royalties relate to electrical generating facilities that are proposed to be phased out by 2030 under recently adopted government policies. Altius believes that the reinvestment of coal phase-out royalty cash flows as royalty-based financing for the next generation of renewable energy projects could innovatively transform this short to medium life part of its current portfolio into long life royalties.

Corporate structure planning, strategic financing development and initial target acquisition discussions are currently in progress and the Corporation will provide further updates as these activities progress over the coming months.

Results of Operations

	Three months ended		
	March 31, 2018 $	April 30, 2017 $	Variance $
Revenue			
Attributable royalty	**15,805**	13,378	2,427
Project generation	**292**	75	217
Attributable revenue*	**16,097**	13,453	2,644
Adjusted EBITDA	**12,694**	10,260	2,434
Net earnings (loss)	**2,527**	(960)	3,487
Adjusted operating cash flow*	**8,101**	6,965	1,136

*See non-IFRS measures section for definition and reconciliation

Altius had attributable revenue (see non-IFRS measures) of $16,097,000 for the three-month period ended March 31, 2018 compared to $13,453,000 during the three-month period ended April 30, 2017. The increase in attributable revenue was driven by higher base and bulk metal royalties, particularly Chapada revenues, increased potash volumes, movement back onto higher paying royalty lands for thermal coal royalties and overall continued improvements in copper and metallurgical coal prices. In the current three-month period, adjusted EBITDA was impacted by positive changes to revenues partially offset by costs and expenses discussed below.

The Corporation recorded net earnings per share to common shareholders of $0.06 for the three months ended March 31, 2018 compared to net loss per share of $0.02 for the three months ended April 30, 2017.

Costs and Expenses

	Three months ended		
	March 31, 2018	April 30, 2017	Variance
	$	$	$
General and administrative	**1,900**	1,546	354
Cost of sales - copper stream	**1,144**	879	265
Share-based compensation	**296**	196	100
Generative exploration	**60**	167	(107)
Exploration and evaluation assets abondoned or impaired	**9**	2,112	(2,103)
Mineral rights and leases	**78**	76	2
Amortization and depletion	**3,050**	2,922	128
	6,537	7,898	(1,361)

Tabular amounts are shown in thousands of Canadian dollars

General and administrative expenses in the three months ended March 31, 2018 were higher than the quarter ended April 30, 2017. This is due to increased professional and consulting fees offset by decreased salary related costs as the prior year expenses included an accrual for annual bonuses relating to the end of that fiscal year.

Amortization and depletion for the three months ended March 31, 2018 is slightly higher in comparison to the three-months ended April 30, 2017 consistent with production volumes. Variances on cost of sales relate to the Chapada copper stream and is proportionate with the increase in copper stream revenue over the same periods.

Exploration and evaluation assets abandoned or impaired in the three months ended March 31, 2018 is lower than the prior year. Included in the three months ended April 30, 2017 is an impairment of thermal coal exploration projects in Alberta of $2,112,000.

	Three months ended		
	March 31, 2018	April 30, 2017	Variance
	$	$	$
Earnings (loss) from joint ventures	**5,215**	3,417	1,798
Gain on disposal of investments	**92**	557	(465)
Interest on long-term debt	**(1,244)**	(1,363)	119
Foreign exchange gain (loss)	**(82)**	(546)	464
Dilution gain on issuance of shares by associate	**-**	196	(196)
Share of loss and impairment in associates	**(332)**	(2,106)	1,774
Gain (loss) on derivative financial instruments	**(2,183)**	-	(2,183)
Income tax expense	**1,797**	860	937

Tabular amounts are shown in thousands of Canadian dollars

Other factors which contributed to the change in the Corporation's earnings are:

- Earnings from the Prairie Royalties joint venture were higher for the current quarter than the comparable period as a result of the increased production and related revenues, as further explained in the *Operational and Business Overview* section above.
- Gain on disposal of investments was lower in the current quarter than the comparable period in the prior year due to timing of sales undertaken.
- Interest on long-term debt was lower for the current quarter compared to the comparable period in the prior year as a result of decreasing debt levels over time.
- The revaluation of the USD denominated revolving facility resulted in a foreign exchange loss recorded in the current quarter and in the comparable period of the prior year.
- The share of loss in associates was lower than the amounts recorded in the prior year period as the Corporation recorded its share of losses related to its equity accounted shareholdings in Alderon and Adventus based on their underlying financial statements.
- An unrealized loss on the fair value of derivatives was recorded for the current quarter (2017 - $nil) which included the revaluation of the Champion convertible debenture and share purchase warrants as described in the *Annual Operational and Business Overview* above.
- The increase in income tax expense over the prior year is directly related to the increased earnings for the quarter ended March 31, 2018.

Cash Flows, Liquidity and Capital Resources

Summary of Cash Flows	**Three months ended**	
	March 31, 2018	April 30, 2017
	$	$
Operating activities	**1,066**	1,099
Financing activities	**57,027**	21,300
Investing activities	**(63,288)**	(104)
Net (decrease) increase in cash and cash equivalents	**(5,195)**	22,295
Cash and cash equivalents, beginning of period	**61,982**	12,535
Cash and cash equivalents, end of period	**56,787**	34,830

Tabular amounts are shown in thousands of Canadian dollars

Operating Activities

Increased royalty and stream revenue for the three months ended March 31, 2018, as described in the Annual Operational and Business Overview section above, was offset by higher income taxes paid, based on timing of payments. Overall, operating activities were consistent period over period.

Financing Activities

During the quarter ended March 31, 2018, the Corporation completed an additional draw-down of $65,000,000 on its revolving credit facility which was used to fund the Liberty Potash Royalties acquisition previously mentioned in the *Operational and Business Overview* section above.

A total of $3,250,000 (April 30, 2017 - $2,000,000) was repaid on credit facilities in the three months ended March 31, 2018.

A distribution on the preferred securities of $1,192,000 (April 30, 2017 - $nil) was also paid during the quarter. The Corporation closed the initial tranche of preferred securities in the quarter ended April 30, 2017 for net proceeds of $24,600,000 and the remaining tranches during the balance of the last fiscal year for total proceeds of $100,000,000.

The Corporation declared and paid dividends of $3,456,000 (April 30, 2017 - $1,300,000) to its shareholders in the three months ended March 31, 2018, of which $1,728,000 related to dividends declared but unpaid in December 31, 2017. It also repurchased and cancelled 6,200 (April 30, 2017 - nil) common shares for a total cost of $75,000 (April 30, 2017 - $nil) under its normal course issuer bid.

Investing Activities

The Corporation acquired an additional 44.935% ownership in PRLP from Liberty and as a result there was an acquisition of control in PRLP resulting in net cash consideration of $63,437,000 described in the *Operational and Business Overview* section above.

Joint venture based royalty cash flow increased to $7,035,000 in the current year from $5,866,000 in the prior year because of higher production and revenues described in the *Operational and Business Overview* section above.

The Corporation used $6,729,000 (April 30, 2017 - $7,337,000) in cash to acquire investments in the three months ended March 31, 2018, of which $5,075,000 was used to acquire an additional 18,797,454 common shares of Alderon from Liberty.

The Corporation received $101,000 (April 30, 2017 - $1,713,000) in proceeds for the three months ended March 31, 2018 from the sale of available for sale investments.

Liquidity

At March 31, 2018 the Corporation had current assets of $78,158,000, consisting of $12,051,000 in a convertible debenture, $56,787,000 in cash and cash equivalents and $9,016,000 primarily in accounts receivable and prepaid expenses, with the remainder in income taxes receivable, and current liabilities of $21,744,000 including the current portion of long-term debt obligations, which is $13,000,000. The Corporation's major sources of funding are from royalty income and streaming revenue, cash receipts from royalty partnership interests, sales of direct and indirect exploration investments, and investment income. In addition, the Corporation partially funds exploration expenditures via third party agreements whereby exploration expenditures are cost-shared or funded by third parties in exchange for a partial ownership interest in the mineral rights to the properties.

Commitments and Contractual Obligations

The Corporation has obtained various mineral rights in Canada, Finland, Australia, the United States and Ireland by staking claims and paying refundable security deposits. On these lands, certain expenditures are required on an annual basis from the date of license issuance in order to maintain the licenses in good standing and for security deposits. On or before the anniversary date of license issuance, and if the required expenditures are not met, the Corporation has the option of reducing claims on a property, posting a refundable security bond for the deficient amount or electing to allow title of the license to be cancelled. The Corporation is required to spend an additional $642,000 by March 31, 2019 in order to maintain various licenses in good standing.

The following principal repayments for the credit facilities are required over the next 5 years.

	Term	Revolver	Total
	$	**$**	**$**
2018	13,000,000	-	13,000,000
2019	13,000,000	74,669,000	87,669,000
2020	27,500,000	-	27,500,000
	53,500,000	74,669,000	128,169,000

In addition, the Revolving Facility includes a cash sweep provision that may accelerate some payments commencing during 2018.

The Corporation has committed to pay, on the anniversary date of November 1, a limited royalty to McChip of $500,000 per year for 10 years based on a minimum production and grade threshold on the Rocanville mine.

Related Party Transactions

During the three months ended March 31, 2018 the Corporation billed a joint venture $nil (April 30, 2017 - $1,500) and an associate $8,000 (April 30, 2017 - $105,000) for reimbursement of property, exploration, consulting, professional and general administrative expenses.

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Corporation as a whole. The Corporation has determined that key management personnel consist of members of the Corporation's Board of Directors and corporate officers, including the Corporation's Executive Chairman, Chief Executive Officer and Chief Financial Officer, as well as two Vice Presidents reporting directly to a corporate officer.

During the three months ended March 31, 2018 the Corporation paid compensation to key management personnel and directors of $1,302,000 (April 30, 2017 - $324,000) related to salaries and benefits and incurred $296,000 (April 30, 2017 - $196,000) in share-based compensation costs. The Corporation's change in fiscal year end from April to December affected the timing of bonus payments which are included in the current quarter's compensation.

These related party transactions are in the normal course of operations and are measured at fair value, which is the amount of consideration established and agreed to by the related parties. It is management's estimation that these transactions were undertaken under the same terms and conditions as would apply to transactions with non-related parties.

Summary of Quarterly Financial Information

The table below outlines selected financial information related to the Corporation's attributable revenue, adjusted EBITDA, net earnings (loss) and net earnings (loss) per share for the most recent eight quarters. The financial information is extracted from the Corporation's interim condensed and audited consolidated financial statements.

Amounts in thousands of dollars, except per share amounts

	March 31, 2018	December 31, 2017 (2)	October 31, 2017	July 31, 2017
	$	$	$	$
Attributable revenue (1)	16,097	13,993	18,047	15,363
Adjusted EBITDA (1)	12,694	10,967	14,634	12,624
Net earnings attributable to equity holders	2,530	6,978	6,748	4,495
Net earnings per share - basic and diluted	0.06	0.16	0.16	0.10

	April 30, 2017	January 31, 2017	October 31, 2016	July 31, 2016
	$	$	$	$
Attributable revenue (1)	13,453	14,535	9,966	8,410
Adjusted EBITDA (1)	10,260	11,262	6,786	6,403
Net earnings (loss) attributable to equity holders	(963)	(67,293)	341	3,049
Net earnings (loss) per share - basic and diluted	(0.02)	(1.55)	0.01	0.07

(1) Non-IFRS measures are reconciled and described in the Non-IFRS Measures section of this MD&A

(2) Condensed period (2 months) due to change in fiscal year

Earnings are derived primarily from attributable royalty revenue and investment income. Attributable royalty revenue is contingent on many factors including commodity prices, mine production levels, mine sequencing, maintenance schedules and the timing of concentrate shipments.

Net earnings are affected somewhat by revenue net of operating expenses but are affected primarily by the realization of both cash and non-cash gains or losses on the Corporation’s investments and mineral exploration alliances and the equity accounting of some investments.

Internal Control over Financial Reporting

Management is responsible for the establishment and maintenance of a system of internal control over financial reporting. This system has been designed to provide reasonable assurance that assets are safeguarded and that the financial reporting is accurate and reliable. The certifying officers have evaluated the effectiveness of the Corporation’s internal control over financial reporting as of March 31, 2018 and have concluded that such controls are adequate and effective to ensure accurate and complete financial reporting in public filings. The condensed consolidated financial statements have been prepared by management in accordance with IFRS and in accordance with accounting policies set out in the notes to the consolidated financial statements for the three-month period ended March 31, 2018. There has been no change in the Corporation’s internal control over financial reporting during the Corporation’s three-month period ended March 31, 2018 that has materially affected, or is reasonably likely to materially affect, the Corporation’s internal control over financial reporting.

Evaluation and Effectiveness of Disclosure Controls and Procedures

The Corporation has established and maintains disclosure controls and procedures over financial reporting. The certifying officers have evaluated the effectiveness of the issuer’s disclosure controls and procedures as of March 31, 2018 and have concluded that such procedures are adequate and effective to ensure accurate and complete disclosures in public filings.

There are inherent limitations in all control systems and no disclosure controls and procedures can provide complete assurance that no future errors or fraud will occur. An economically feasible control system, no matter how well conceived or operated, can provide only reasonable, not absolute, assurance that the objectives of the control system are met.

Critical Accounting Estimates

The preparation of financial statements in accordance with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities and the reported amounts of revenues and expenses during the reporting period. Areas requiring the use of management estimates include business combinations, rates for amortization and depletion of the royalty and streaming interests, deferred income taxes, the carrying value and assessment of impairment of mining and other investments, investments in joint ventures and royalty interests, the assumptions used in the determination of the fair value of share based compensation, the assessment of impairment of goodwill and the assumptions used in the determination of the fair value of derivatives for which there is no publicly traded market.

New Accounting Policies

The Corporation adopted IFRS 9 Financial Instruments (“IFRS 9”) and IFRS 15 effective January 1, 2018.

Upon adoption of IFRS 9, the Corporation’s convertible debenture is entirely measured at fair value through profit or loss, with changes in carrying value recorded in opening retained earnings as at January 1, 2018. The Corporation has applied the irrevocable option for each of our equity investments resulting in measurement of gains and losses in other comprehensive earnings. Under IFRS 9, investments measured at fair value through other comprehensive income (“FVOCI”) are not subject to impairment and gains or losses will not be reclassified to earnings.

The Corporation has determined that the streaming revenue it receives is generated based on contracts with customers and as a result is in scope of IFRS 15. The Corporation has reassessed the point of control transfer relating to its copper stream and as a result has changed its revenue recognition policy.

The impact of the adoption of IFRS 9 & 15 is as follows:

	IFRS 9		IFRS 15	
	Convertible Debenture	Investments	Copper stream	Total
Accounts receivable	-	-	(2,198)	(2,198)
Champion debenture	448	-	-	448
Deferred tax asset/liability	(67)	-	420	353
Accounts payable	-	-	643	643
Accumulated other comprehensive income	-	1,888	-	1,888
Retained earnings	(381)	(1,888)	1,135	(1,134)

Risk Factors and Key Success Factors

An investment in securities of the Corporation involves a significant degree of risk that should be considered prior to making an investment decision. In addition to discussions of key success factors and business issues elsewhere in this MD&A, the investor should consider risk factors. Please refer to the annual financial statements and MD&A for the eight months ended December 31, 2017 for a complete listing of risk factors specific to the Corporation. No additional risks have been identified in the current period.

Financial Instrument Risk

The Corporation's financial assets and financial liabilities are exposed to various risk factors that may affect the fair value presentation or the amount ultimately received or paid on settlement of its assets and liabilities. The Corporation manages these risks through prudent investment and business decisions, and, where the exposure is deemed too high, the Corporation may enter into derivative contracts to reduce this exposure. The Corporation does not utilize derivative financial instruments for trading or speculative purposes. Hedge accounting is applied only when appropriate documentation and effectiveness criteria are met. The Corporation does not currently use any hedges.

A summary of the major financial instrument risks and the Corporation's approach to the management of these risks are included in the annual financial statements and MD&A for December 31, 2017. There have been no changes to these factors during the current period.

Outstanding Share Data

At May 14, 2018 the Corporation had 43,215,026 common shares outstanding, 7,070,000 warrants outstanding and 480,323 stock options outstanding.

Non-IFRS Measures

Attributable royalty and other revenue ("attributable revenue"), adjusted EBITDA and adjusted operating cash flow are intended to provide additional information only and does 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. These measures are not necessarily indicative of operating profit or cash flow from operations as determined under IFRS. Other companies may calculate these measures differently. For a reconciliation of these measures to various IFRS measures, please see the Corporation's MD&A disclosure below. Tabular amounts are presented in thousands of Canadian dollars.

(1) Attributable revenue is defined by the Corporation as total revenue from the consolidated financial statements plus the Corporation's proportionate share of gross royalty 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 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).

(2) Adjusted operating cash flow is defined as cash provided (used) in operations adjusted for inclusion of the cash distributions received from joint ventures. Adjusted operating cash flow is a useful measure to assess the ability of the Corporation to generate cash from its operations.

(3) 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.

Below are the eight most recent quarter reconciliations, with the exception of December 31, 2017 which due to the change in fiscal year end is a two-month period.

Reconciliation to IFRS measures

Attributable revenue

	March 31, 2018	**December 31, 2017 (1)**	**October 31, 2017**	**July 31, 2017**
	$	$	$	$
Revenue				
Attributable royalty	15,805	13,710	17,939	15,100
Project generation	292	283	108	263
Attributable revenue	16,097	13,993	18,047	15,363
Adjust: joint venture revenue	(6,702)	(5,497)	(5,873)	(5,776)
IFRS revenue per consolidated financial statements	9,395	8,496	12,174	9,587

	April 30, 2017	**January 31, 2017**	**October 31, 2016**	**July 31, 2016**
	$	$	$	$
Revenue				
Attributable royalty	13,378	14,481	9,916	8,253
Project generation	75	54	50	158
Attributable revenue	13,453	14,535	9,966	8,411
Adjust: joint venture revenue	(5,811)	(7,032)	(4,503)	(3,822)
IFRS revenue per consolidated financial statements	7,642	7,503	5,463	4,589

(1) Condensed two-month period due to change in year end

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Adjusted operating cash flow

	March 31, 2018	December 31, 2017 (1)	October 31, 2017	July 31, 2017
	$	$	$	$
Adjusted operating cash flow	8,101	2,004	13,379	8,158
Adjust: distributions to (from) joint ventures	7,035	203	(5,727)	(5,484)
IFRS operating cash flows	1,066	2,207	7,652	2,674

	April 30, 2017	January 31, 2017	October 31, 2016	July 31, 2016
	$	$	$	$
Adjusted operating cash flow	6,965	11,179	5,104	2,998
Adjust: distributions from joint ventures	(5,866)	(6,193)	(3,559)	(4,393)
IFRS operating cash flows per the consolidated financial statemen	1,099	4,986	1,545	(1,395)

(1) Condensed two-month period due to change in year end

Reconciliation to IFRS measures

Adjusted EBITDA

	March 31, 2018	December 31, 2017 (1)	October 31, 2017	July 31, 2017
	$	$	$	$
Earnings before income taxes	4,324	8,963	8,950	5,618
Addback(deduct):				
Amortization and depletion	3,050	2,558	3,283	4,003
Exploration and evaluation assets abandoned or impaired	9	128	190	279
Share based compensation	296	233	485	325
Interest on long-term debt	1,244	765	1,304	1,396
Gain on disposal of investments & impairment recognition	(92)	(753)	(1,531)	(193)
Unrealized (gain) loss on fair value adjustment of derivatives	2,183	(3,235)	(109)	(519)
Dilution (gain) on issuance of shares by associates	-	-	-	-
Share of loss and impairment in associates	332	351	158	685
Earnings from joint ventures	(5,215)	(6,323)	(4,004)	(3,625)
LNRLP EBITDA	(195)	(204)	(44)	(172)
Prairie Royalties EBITDA	6,676	5,427	5,848	5,553
Impairment of goodwill	-	3,157	-	-
Foreign currency gain (loss)	82	(100)	104	(726)
Gain on disposal of mineral property	-	-	-	-
Adjusted EBITDA	12,694	10,967	14,634	12,624
LNRLP EBITDA				
Revenue	-	-	-	-
Less: admin charges	(195)	(204)	(44)	(172)
LNRLP Adjusted EBITDA	(195)	(204)	(44)	(172)
Prairie Royalties EBITDA				
Revenue	6,702	5,495	5,873	5,776
Operating expenses	(26)	(68)	(25)	(223)
Prairie Royalties Adjusted EBITDA	6,676	5,427	5,848	5,553

(1) Condensed two-month period due to change in year end

ALTIUS MINERALS CORPORATION

Reconciliation to IFRS measures

Adjusted EBITDA

	April 30, 2017	January 31, 2017	October 31, 2016	July 31, 2016
	$	$	$	$
(Loss) earnings before income taxes	(100)	(65,969)	630	3,290
Addback(deduct):				
Amortization	2,922	3,169	2,931	2,609
Exploration and evaluation assets abandoned or impaired	2,112	2,000	-	248
Share based compensation	196	239	375	-
Interest on long-term debt	1,363	1,422	1,479	3,450
Gain on disposal of investments & impairment recognition	(557)	(232)	(357)	(5,184)
Unrealized (gain) loss on fair value adjustment of derivatives	-	-	-	-
Dilution (gain) on issuance of shares by associates	(196)	(566)	-	-
Share of loss and impairment in associates	2,106	95	-	-
(Earnings) loss from joint ventures	(3,417)	67,226	(3,064)	(2,691)
LNRLP EBITDA	(365)	-	-	-
Prairie Royalties EBITDA	5,650	6,852	4,348	3,755
Impairment of goodwill	-	-	-	-
Foreign currency loss	546	(317)	444	926
Gain on disposal of mineral property	-	(2,657)	-	-
Adjusted EBITDA	10,260	11,262	6,786	6,403

LNRLP EBITDA				
Revenue	-	-	-	-
Less: mining taxes	-	-	-	-
Less: admin charges	(365)	-	-	-
LNRLP Adjusted EBITDA	(365)	-	-	-

Prairie Royalties EBITDA				
Revenue	5,811	7,032	4,501	3,824
Operating expenses	(161)	(180)	(153)	(69)
Prairie Royalties Adjusted EBITDA	5,650	6,852	4,348	3,755

Appendix 1: Summary of Producing Royalties and Streaming Interests

Mine	Primary Commodity	Operator	Revenue Basis
Chapada	Copper	Yamana Gold	3.7% of payable copper stream
777	Zinc, Copper, Gold & Silver	Hudbay Minerals	4% Net smelter return ("NSR")
Genesee	Coal (Electricity)	Westmoreland/Capital Power Corporation	Tonnes x indexed multiplier
Sheerness	Coal (Electricity)	Westmoreland/ATCO/TransAlta	Tonnes x indexed multiplier
Paintearth	Coal (Electricity)	Westmoreland/ATCO	Tonnes x indexed multiplier
Highvale	Coal (Electricity)	TransAlta	Tonnes x indexed multiplier
Cheviot	Metallurgical Coal	Teck	2.5% effective net revenue
Rocanville	Potash	Potash Corp	Revenue
Cory	Potash	Potash Corp	Revenue
Allan	Potash	Potash Corp	Revenue
Patience Lake	Potash	Potash Corp	Revenue
Esterhazy	Potash	Mosaic	Revenue
Vanscoy	Potash	Agrium	Revenue
Voisey's Bay	Nickel, Copper, Cobalt	Vale	0.3% NSR
IOC	Iron	Iron Ore Company of Canada	7% Gross Overriding Royalty ("GOR")*
Carbon Development	Potash, other	Various	Revenue

* Held indirectly through common shares of Labrador Iron Ore Royalty Corporation

Appendix 2: Summary of Exploration and Pre-Development Stage Royalties

PRE-FEASIBILTY/FEASIBILITY

Property	Primary Commodity	Explorer/Developer	Royalty Basis	Status
Gunnison (Arizona)	Copper	Excelsior Mining Corp	1.0% GRR; options to acquire additional 0.5% GRR	Feasibility completed
Kami - iron ore (Western Labrador)	Iron	Alderon Iron Ore Corp	3% GSR	PEA Completed
Telkwa – CDP (British Columbia)	Met Coal	Telkwa Coal Limited (TCL)	1.5%-3% price based sliding scale GSR	Pre-feasibility

ADVANCED EXPLORATION

Property	Primary Commodity	Explorer/Developer	Royalty Basis	Status
Viking - gold (Western Newfoundland)	Gold	Anaconda Mining Inc.	2% NSR, plus 1-1.5% royalties on surrounding lands	Advanced Exploration
Central Mineral Belt - uranium (Central Labrador)	Uranium	Paladin Energy Limited	2% GSR	Advanced Exploration; inactive
Pickett Mountain - VMS (Maine, USA)	Zinc, lead, copper, silver	Wolfden Resources Corp.	1.35% GSR	Advanced Exploration

EXPLORATION

Property	Primary Commodity	Explorer/Developer	Royalty Basis	Status
Golden Shears (Nevada)	Gold	Renaissance Gold Inc	1.5% NSR	Early-stage exploration
Silicon (Nevada)	Gold	Renaissance Gold Inc	1.5% NSR	Early-stage exploration
Alvito (Portugal)	Copper	Avrupa Minerals Ltd (JV with OZ Exploration Ptv. Ltd.)	1.5% NSR	Early-stage exploration
Ely Springs/Jupiter (Nevada)	Gold	Renaissance Gold Inc	1.0% NSR	Early-stage exploration
Llano del Nogal (Mexico)	Copper	Evrim Resources Corp	1.5% NSR on PM; 1.0% NSR on BM	Early-stage exploration
Cuale (Mexico)	Copper	Evrim Resources Corp	1.5% NSR on PM; 1.0% NSR on BM	Early-stage exploration
Wallbridge Projects (Ontario)	Nickel	Wallbridge Mining Company Ltd	Option to acquire up to 2% NSR	Early-stage exploration

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Appendix 2: Summary of Exploration and Pre-Development Stage Royalties

EXPLORATION

Property	Primary Commodity	Explorer/Developer	Royalty Basis	Status
Pine Bay (Manitoba)	Copper	Callinex Mines Ltd	Option to acquire 1% NSR	Early-stage exploration; active
Voyageur Lands (Michigan)	Nickel	N/A	2% NSR	Early-stage exploration; active
Loro en el Hombro, Morsas, and Culebra, Anaconda projects (Chile)	Copper	Revelo Resources Corp.	0.98% NSR on gold, 0.49% NSR on base metals	Early-stage exploration; active
Fox River (Manitoba)	Copper	Callinex Mines Ltd	Option to acquire 1% NSR	Early-stage exploration; inactive
Herblet Lake (Manitoba)	Copper	Callinex Mines Ltd	Option to acquire 1.25% NSR	Early-stage exploration; inactive
Island Lake (Manitoba)	Copper	Callinex Mines Ltd	Option to acquire 1% NSR	Early-stage exploration; inactive
Pine Lake (Manitoba)	Copper	Callinex Mines Ltd	Option to acquire 1% NSR	Early-stage exploration; inactive
Copper Range (Michigan)	Copper	N/A	Option to acquire 1% NSR held by a third party	Early-stage exploration; active
Storm Claim Group (Ontario)	Nickel	Northern Shield Resources Inc	Options to acquire 1% royalty on any one project in claim group	Early-stage exploration; inactive
Coles Creek (Manitoba)	Copper	Callinex Mines Ltd	Option to acquire 2.5% NSR	Early-Stage Exploration; inactive
Moak and Norris Lake (Manitoba)	Copper	Callinex Mines Ltd	Option to acquire 1% NSR	Early-stage exploration; inactive
Gurney Gold Claims (Manitoba)	Copper	Callinex Mines Ltd	Option to acquire 1% NSR	Early-stage exploration; inactive

Appendix 2: Summary of Exploration and Pre-Development Stage Royalties

EXPLORATION

Property	Primary Commodity	Explorer/Developer	Royalty Basis	Status
Shrule, Kingscourt, Rathkeale, Lismore, Fermoy, Gaine River, Mayvore Projects (Republic of Ireland)	Zinc	Adventus Zinc Corporation	2% NSR on each Project	Exploration
West Cork (Republic of Ireland)	Copper	First Quantum	2% NSR	Exploration
Buchans, Katie, La Poile Projects (Newfoundland, Canada)	Zinc	Adventus Zinc Corporation	2% NSR on each Project	Exploration
Stellar (Alaska)	Copper	PolarX Ltd.	2% NSR on gold; 1% NSR on base metals	Resource dilineation
Sheerness West - CDP (Alberta)	Thermal Coal	Westmoreland Coal Company	Tonnes x indexed multiplier	Exploration
Labrador West - iron ore (Western Labrador)	Iron	Rio Tinto Exploration Inc.	3% GSR	Exploration; inactive
Wilding Lake (Newfoundland)	Gold	Antler Gold Inc.	0.5% NSR with option to purchase up to 1.0% for $500,000	Exploration
Noel Paul (Newfoundland)	Gold	Antler Gold Inc.	0.5% NSR with option to purchase up to 1.0% for $1,000,000	Exploration
Crystal Lake, Island K, Victoria Lake, Victoria River, Intersection, Cape Ray	Gold	Antler Gold Inc.	2.0% NSR	Exploration
Iron Horse (Western Labrador)	Iron	Sokoman Iron Corp	1% GSR; option to acquire additional 1.1% GSR	Exploration; inactive
Vidalita, Jotahues (Chile)	Gold	Emu NL	0.49% NSR	Exploration
Gibson (British Columbia)	Gold	Canex Metals Inc.	Option to acquire a 1.5% NSR	Exploration
Moria (Quebec)	Nickel	Midland Exploration Inc	1% NSR	Exploration
Shire (Quebec)	Zinc	Midland Exploration Inc	1% NSR	Exploration

Appendix 2: Summary of Exploration and Pre-Development Stage Royalties

EXPLORATION

Property	Primary Commodity	Explorer/Developer	Royalty Basis	Status
Elrond, Gondor, Helms, Isengard, Minas (Quebec)	Gold	Midland Exploration Inc	1% NSR	Exploration
Moosehead (Newfoundland)	Gold	Sokoman Iron Corp.	2% NSR	Exploration
Arcas, Lia, Timon, Quiltro (Chile)	Copper	Aethon Copper	0.98% NSR	Exploration
Maricunga Projects (Chile)	Gold, Copper	Aethon Copper	0.98% NSR	Exploration
Sail Pond (Newfoundland)	Silver	New Found Gold Corp.	2% NSR	Exploration
Daniel's Harbour (Newfoundland)	Zinc	Canstar Resources Ltd.	2% NSR	Exploration