Resource Company Report: Royal Gold, Inc.

Report Date	August 12, 2026	**Company Type**	Senior Precious Metals Royalty & Streaming
Company Name	Royal Gold, Inc.	**Stock Symbol**	RGLD (NASDAQ)
Q2 2026 Revenue	US$450.5 million (+115% YoY)	**Q2 2026 GEOs**	100,000 (+56.5% YoY)
Q2 2026 Operating Cash Flow	US$335.2 million (record)	**2026 Gold Sales Guidance**	290,000 – 320,000 oz
Revenue Mix (Q2)	~76% gold / 12% silver / 8% copper; 69% stream / 31% royalty	**Portfolio Scale**	Interests in 300+ properties; highly diversified
Key Assets	Mount Milligan, Pueblo Viejo, Cortez, Kansanshi, Sandstorm/Horizon interests, others	**Capital Returns**	Dividend growth + US$500M buyback program

1. Company Overview & Investment Thesis

Royal Gold, Inc. (NASDAQ: RGLD) is a senior precious-metals royalty and streaming company with interests in more than 300 properties across a diversified set of operators, mines and jurisdictions. The portfolio is gold-focused (~80% of expected 2026 sales from gold; ~90% from precious metals) with meaningful silver and copper contributions. Q2 2026 revenue was a record US$450.5 million (+115% YoY), driven by higher metal prices, first full-year contributions from Kansanshi and the Sandstorm/Horizon interests acquired in 2025, and stronger volumes. Sales volume reached 100,000 GEOs (+56.5% YoY). Operating cash flow was a record US$335.2 million. 2026 guidance remains 290–320 koz gold, 3.0–3.5 Moz silver and 21–25 Mlb copper (copper trending at or above the high end). The company has authorized a US$500 million share-repurchase program and continues a long track record of dividend growth.

Investment Thesis: Royal Gold offers senior-scale, high-margin exposure to gold (and silver/copper) through a diversified royalty and streaming portfolio, with limited operating-cost risk, embedded growth from new and expanding assets, and a strong capital-return profile. Recent acquisitions have broadened the portfolio and reduced single-asset concentration. Key risks include commodity-price volatility, operator performance at principal properties, and the capital intensity of any future large acquisitions. Relative to operating miners, RGLD ranks lower risk due to the royalty/streaming model; residual commodity and operator risk remain.

2. Mining and Development Projects

Royal Gold does not operate mines. Its portfolio consists of streams and royalties on producing, development and exploration-stage properties. Key producing interests include Mount Milligan, Pueblo Viejo, Cortez, Andacollo, Rainy River, Kansanshi and the Sandstorm/Horizon package.

2.1 Principal Producing Interests (Mount Milligan, Pueblo Viejo, Cortez & Others)

Location / Interest	Global portfolio – Mount Milligan (Canada; gold-copper stream), Pueblo Viejo (Dominican Republic; gold-silver stream), Cortez (Nevada; gold royalties with higher rate in 2026), Kansanshi (Zambia; stream), Andacollo, Rainy River, and Sandstorm/Horizon interests
Metals / Interest Type	Gold (primary), silver, copper – streams and royalties; no operating cost exposure
Status	Producing; Q2 2026 volume 100,000 GEOs; revenue split ~69% stream / 31% royalty; no single asset >~13% of revenue
Key Metrics / Contribution	2026 guidance: 290–320 koz gold, 3.0–3.5 Moz silver, 21–25 Mlb copper. Cortez royalty rate increasing to ~3.5–4% overall in 2026. First full year of Kansanshi and Sandstorm/Horizon contributions
Notes	Highly diversified cash-flow base; gold-focused with by-product optionality; limited operating-cost risk
Outlook	Delivery of 2026 sales guidance; continued diversification and volume growth from new/expanding assets

2.2 Development & Longer-Term Optionality

Location / Interest	Back River, Platreef, Greenstone ramp-up, MARA, Great Bear and other development/evaluation interests across the portfolio
Metals / Interest Type	Gold and other metals – royalties and streams on development-stage and early-production assets
Status	Various stages; Platreef Phase 1 commercial production expected Q4 2026; Greenstone ramping; longer-term optionality from MARA, Great Bear and other interests
Key Metrics / Contribution	Embedded multi-year volume growth without operating cost exposure
Notes	Provides multi-year volume growth and optionality beyond the current producing base

Outlook	Ramp-up of newer assets; advancement of development-stage interests; potential further portfolio additions

3. Exploration & Development Activity

As a royalty and streaming company, Royal Gold's development activity is primarily the ramp-up of newer interests (Kansanshi, Sandstorm/Horizon, Back River, Platreef, Greenstone) and the organic growth embedded in existing royalties (e.g., higher Cortez rate). The company continues to evaluate new royalty and streaming opportunities while prioritizing debt reduction, dividends and share repurchases. Success metrics are GEO/sales delivery versus guidance, operating cash flow, and progress on capital returns and debt repayment.

4. Management and Board of Directors

Management

Name / Group	Title	Notes	Experience / Focus
Executive leadership	CEO / corporate	Strategy	Overall strategy, portfolio management, capital allocation and capital returns
Operations / IR / finance	Support functions	Support	Asset performance, financial reporting, investor relations and debt/capital structure

Board of Directors

Name / Group	Role	Key Background
Board (collective)	Governance	Oversight of strategy, capital allocation, dividends, buybacks, acquisitions and risk
Independent directors	Oversight	Mining, finance and capital-markets experience

5. Financial Information

Royal Gold reported record Q2 2026 results: revenue of US$450.5 million (+115% YoY), sales volume of 100,000 GEOs (+56.5%), and operating cash flow of US$335.2 million. Net income was US$236.4 million (US$2.78/share); adjusted net income was US$218.2 million (US$2.56/share). Revenue mix was approximately 76% gold, 12% silver and 8% copper, with streams contributing ~69% and royalties ~31%. 2026 sales guidance remains intact (gold and silver within range; copper and other metals at or above the high end). The company is reducing debt (US$200 million repaid in Q2; full repayment possible in Q4 if prices hold) and has authorized a US$500 million share-repurchase program while continuing dividend growth.

Sales / Financial Summary

Line Item	Amount / Notes
Q2 2026 Revenue	US$450.5 million (+114.9% YoY)
Q2 2026 GEOs	100,000 (+56.5% YoY)
Q2 2026 Operating Cash Flow	US$335.2 million (record)
2026 Gold Sales Guidance	290,000 – 320,000 oz
2026 Silver Sales Guidance	3.0 – 3.5 million oz
2026 Copper Sales Guidance	21.0 – 25.0 million lbs (trending high end+)
Share Repurchase Authorization	US$500 million

Corporate Summary

Item	Value / Notes
Primary listing	NASDAQ (RGLD)
Business model	Precious-metals royalties and streams; no operating cost exposure
Portfolio	300+ properties; highly diversified; gold-focused
Capital returns	Dividend growth + US$500M buyback; debt reduction underway

6. Company Valuation

Royal Gold trades as a senior precious-metals royalty and streaming company with a diversified, gold-focused portfolio, high margins and a strong capital-return profile. Valuation is commonly framed on free-cash-flow and EBITDA multiples, GEO/sales growth, dividend yield and growth, and peer comparisons within the royalty/streaming sector.

Discounted NPV discussion: A practical framework values the portfolio of streams and royalties on expected long-term metal deliveries, commodity prices and contractual terms, incorporates the optionality of development-stage interests, and adjusts for net debt/cash and capital-return capacity. Key sensitivities are gold (and silver/copper) prices, operator performance at principal properties, and the pace of new asset contributions. Delivery of 2026 sales guidance, sustained operating cash flow, debt reduction and continued capital returns are the primary near- to medium-term valuation catalysts.

Merger & Acquisition Activity

Royal Gold has been an active consolidator in the royalty/streaming space, including the 2025 Sandstorm/Horizon transaction that broadened the portfolio. Near-term focus is integration of recent acquisitions, debt reduction and capital returns rather than large new transformational deals. No formal public takeover offer for Royal Gold has been announced. As a senior, diversified royalty and streaming company with a strong balance-sheet trajectory, it remains a potential strategic interest for larger precious-metals or financial buyers, while management continues to execute independently on its current strategy.

7. Risks

- Gold, silver and copper price volatility.
- Operator performance and production variability at principal properties.
- Concentration risk (though reduced; no single asset >~13% of revenue).
- Counterparty and contractual risk inherent to streams and royalties.
- Integration and contribution timing of recent acquisitions (Kansanshi, Sandstorm/Horizon).
- Capital allocation risk on any future large acquisitions.
- Ability to sustain elevated cash flow and capital returns if metal prices weaken.

8. Comparative Risk Analysis

On a relative-risk scale of 1 to 7 (1 = lowest risk, 7 = highest risk) versus other senior precious-metals royalty and streaming companies, Royal Gold is ranked **2**. The ranking reflects low risk within the sector: a highly diversified portfolio (300+ properties), gold-focused revenue mix, limited operating-cost exposure, record cash-flow generation, and a clear capital-return and debt-reduction trajectory. Positive factors include the breadth of the portfolio post-Sandstorm/Horizon, the absence of any single asset dominating revenue, and the embedded growth from newer interests. Offsetting factors are residual commodity-price and operator-performance risk inherent to the model. Relative to operating miners, RGLD ranks substantially lower risk; within the royalty/streaming peer set it ranks among the lower-risk names. The net result is a risk ranking of 2.

Sources: Company Q2 2026 results and guidance updates (August 2026), Investor Day materials, 2026 sales guidance, and market data as of mid-August 2026.