

Company Overview

- Founded in 2008 Royalties Inc. (“RI” or the “Company”) is a publicly listed Canadian-based investment firm with three key assets. Its primary goal is to monetize its silver mining asset to buy additional cash flowing royalties
- **Asset Overview:**
 - RI has a silver property in Zacatecas, Mexico, (Bilbao) with 20 million silver ounce equivalent deposit which it would like to monetize to buy cash flow to eventually initiate a dividend
 - RI owns a diverse portfolio of 5 music royalties, protected by long-term copyrights (life of author + 70 years or “LOA”) and benefits from some perpetual contracts. RI acquires passive, music royalties protected by contract (also book, film and TV) from rightsholders (artists, producers, songwriters, etc.), and thus provides direct exposure to music royalty revenue from streaming (Spotify, Apple Music, YouTube).
 - RI has 2 mining royalties, of which, one is contested by Capstone and is currently in litigation

Advancing RI’s strategies on its 3 Investments

- 1) monetizing the Bilbao silver-zinc-lead property in Zacatecas, ideally by selling to an existing silver producer for cash and shares (to participate in the silver price up cycle), especially now that the silver price has crossed above the key PEA economic assumption of \$30 per ounce silver for the first time since 2013;
- 2) achieving success in the lawsuit against Capstone Gold S.A. de C.V. to properly recognize and pay the 2% NSR on the Portree group of claims, which are part of the Cozamin mine and has been in production since 2020; and
- 3) targeting cash flowing music royalties that are generating 15% yields

5 Cash Flowing Music Royalties

The Company’s five cash flowing music royalties’ investments generated \$14,967 in the 2025. RI on a go forward basis will receive \$181,800 in yearly dividend income, from Music Royalties Inc. (“MRI”), a private company which has acquired 31 catalogues and paid out over \$12 million in 67 dividend payments to its shareholders since 2019.

Mining Royalties – Cozamin Disputed 2% NSR

Royalties Inc. owns two mining royalties with significant potential value resulting from:

- 1) On June 16, 2025 RI successfully won a lawsuit against a subsidiary of Capstone Copper Corp. in Zacatecas, to make payments on the 2% NSR owed on the production since 2019 and payments on the remaining mine life from the five Portree group of claims on the Cozamin Mine, on which a lien has been registered with the Public Mines Registry in Mexico City. Capstone has since appealed further dragging out the process of collection on RI’s rightfully owned royalty. Timing of the appeal process is uncertain however; the appeal is expected to be about a 6–12-month process.
- 2) a 1.5% NSR on the Bilbao property where the most value is tied to the sale of the property to a silver producer benefiting from much higher silver prices due to declining production and significantly increased silver demand from both investors and various industries.

Silver Asset

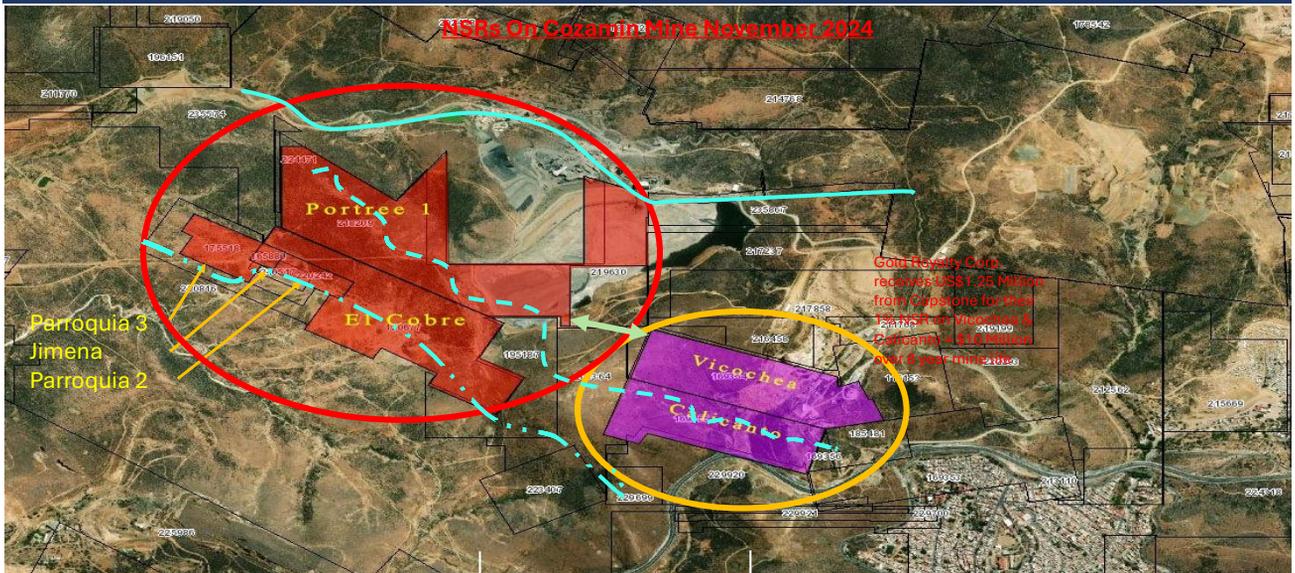
Since 2008, the Company has invested \$23 million into the Bilbao silver-zinc-lead mining project which, in accordance with the Company’s accounting policies was fully impaired, primarily due to the 2014 PEA’s assumption of three year trailing average prices of: Zinc US\$0.94/lb, Lead US\$1.01/lb and Silver US\$30.24/ounce which were higher than market prices. For the first time in a decade, the current March 2025 spot prices of: Zinc US\$1.25/lb, Lead US\$0.90 /lb and Silver US\$31.10/ounce exceed the price assumptions in the PEA. The mine plan incorporated in the PEA targeted the extraction of only the lower, unoxidized, sulphide zone based on a production rate of 2,000 tonnes per day or 720,000 tonnes per year with an average grade of 2.1%, 1.4% and 63.96 g/t of zinc, lead and silver, respectively, over a mine life of approximately eight years. The mineral processing plant described in the PEA proposed the treatment of the silver-lead-zinc sulphide ore at a design throughput rate of 2,000 tonnes per day, which would thereby project on average, 16,913 dry tonnes per year of silver-rich lead concentrate, and 26,966 dry tonnes per year of zinc concentrate, with an average combined total of approximately 20 million pounds of zinc, 17 million pounds of lead and one million ounces of silver per year, **which would generate US\$71 million in revenue at current prices.**

Royalties Inc. – Silver Asset, Cash Flowing Music Royalties, Capstone lawsuit - Disputed Copper-Silver Royalty Estimated \$20M in Value

Gold Royalty Corp 1% NSR on Cozamin – Potential Value on RI's Disputed 2% NSR

GROY - Cozamin 1% NSR Generating				Copper/Silver/Gold Price Quarterly Average			
	Capstone Payment	Run Rate	% Change		Copper/lb	Silver/oz	Gold/oz
Start Q3 2023	US\$214,000	US\$856,000		Q2 2024	US\$4.42	US\$28.81	US\$2,336
Q2 2024	US\$272,000	US\$1,088,000	27.1%	Q3 2024	US\$4.18	US\$29.48	US\$2,479
Q3 2024	US\$312,000	US\$1,248,000	14.7%	Q4 2024	US\$4.23	US\$30.31	US\$2,663

Portree Claims Location on Cozamin Mine



- Legend:**
- = Royalties Inc's Contested 5 Claims
 - = Gold Royalty Corp's Royalty 2 Claims
 - = Claim blocks are 300 meters apart
 - = Royalties Inc's Contested 2% NSR on 87.68ha (216.7 Acres) of land
 - = Gold Royalty Corp's 1% NSR on 43.55ha (107.6 Acres) of land
 - = Mala Noche Vein
 - - - = Caticanto Vein
 - · - · = Caticanto Vein

Assets In RI's Portfolio

5 Cash Flowing Music Royalties					
Purchase Price	\$1,000,000	\$190,000	\$180,000	\$25,000	\$73,000
Purchase Multiple¹	13.8x	8x	25x	10x	14x
Annual Royalties²	~\$72,000	~\$25,000	~\$7,000	~\$3,000	~\$5,000
Current Annual Yield²	7.2%	12%	4%	10%	7%

Contact Information

<p>Tim Gallagher Chairman & CEO Royalties Inc. Tim@royaltiesinc.com 416-925-0090</p>	<p>Connor Gallagher Investor Relations Royalties Inc. Connor@royaltiesinc.com 647-921-2206</p>	<p>Andrew Robertson Director Royalties Inc. Andrew@royaltiesinc.com 416-317-0137</p>
---	--	--