

Q3 2022 RESULTS PRESENTATION

NOVEMBER 7, 2022

Franco  Nevada

FNV: TSX | NYSE





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C O N F E R E N C E C A L L A N D W E B C A S T

Presenters



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President & CEO



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CAUTIONARY STATEMENT

Forward Looking Statements

This presentation contains “forward looking information” and “forward looking statements” within the meaning of applicable Canadian securities laws and the United States Private Securities Litigation Reform Act of 1995, respectively, which may include, but are not limited to, statements with respect to future events or future performance, management’s expectations regarding Franco-Nevada’s growth, results of operations, estimated future revenues, performance guidance, carrying value of assets, future dividends and requirements for additional capital, mineral reserve and mineral resource estimates, production estimates, production costs and revenue, future demand for and prices of commodities, expected mining sequences, business prospects and opportunities, the performance and plans of third party operators, audits being conducted by the Canada Revenue Agency (“CRA”), the expected exposure for current and future assessments and available remedies, the remedies relating to and consequences of the ruling of the Supreme Court of Panama in relation to the Cobre Panama project. In addition, statements (including data in tables) relating to reserves and resources including reserves and resources covered by a royalty, stream or other interest, gold equivalent ounces (“GEOs”) or mine lives are forward looking statements, as they involve implied assessment, based on certain estimates and assumptions, and no assurance can be given that the estimates and assumptions are accurate and that such reserves and resources, mine lives and GEOs will be realized. Such forward looking statements reflect management’s current beliefs and are based on information currently available to management. Often, but not always, forward looking statements can be identified by the use of words such as “plans”, “expects”, “is expected”, “budgets”, “potential for”, “scheduled”, “estimates”, “forecasts”, “predicts”, “projects”, “intends”, “targets”, “aims”, “anticipates” or “believes” or variations (including negative variations) of such words and phrases or may be identified by statements to the effect that certain actions “may”, “could”, “should”, “would”, “might” or “will” be taken, occur or be achieved. Forward looking statements involve known and unknown risks, uncertainties and other factors, which may cause the actual results, performance or achievements of Franco-Nevada to be materially different from any future results, performance or achievements expressed or implied by the forward looking statements. A number of factors could cause actual events or results to differ materially from any forward looking statement, including, without limitation: fluctuations in the prices of the primary commodities that drive royalty and stream revenue (gold, platinum group metals, copper, nickel, uranium, silver, iron-ore and oil and gas); fluctuations in the value of the Canadian and Australian dollar, Mexican peso and any other currency in which revenue is generated, relative to the U.S. dollar; changes in national and local government legislation, including permitting and licensing regimes and taxation policies and the enforcement thereof; the adoption of a global minimum tax on corporations; regulatory, political or economic developments in any of the countries where properties in which Franco-Nevada holds a royalty, stream or other interest are located or through which they are held; risks related to the operators of the properties in which Franco-Nevada holds a royalty, stream or other interest, including changes in the ownership and control of such operators; relinquishment or sale of mineral properties; influence of macroeconomic developments; business opportunities that become available to, or are pursued by Franco-Nevada; reduced access to debt and equity capital; litigation; title, permit or license disputes related to interests on any of the properties in which Franco-Nevada holds a royalty, stream or other interest; whether or not Franco-Nevada is determined to have “passive foreign investment company” (“PFIC”) status as defined in Section 1297 of the United States Internal Revenue Code of 1986, as amended; potential changes in Canadian tax treatment of offshore streams; excessive cost escalation as well as development, permitting, infrastructure, operating or technical difficulties on any of the properties in which Franco-Nevada holds a royalty, stream or other interest; access to sufficient pipeline capacity; actual mineral content may differ from the reserves and resources contained in technical reports; rate and timing of production differences from resource estimates, other technical reports and mine plans; risks and hazards associated with the business of development and mining on any of the properties in which Franco-Nevada holds a royalty, stream or other interest, including, but not limited to unusual or unexpected geological and metallurgical conditions, slope failures or cave-ins, flooding and other natural disasters, terrorism, civil unrest or an outbreak of contagious disease; the impact of the COVID-19 (coronavirus) pandemic; and the integration of acquired assets. The forward looking statements contained in this presentation are based upon assumptions management believes to be reasonable, including, without limitation: the ongoing operation of the properties in which Franco-Nevada holds a royalty, stream or other interest by the owners or operators of such properties in a manner consistent with past practice; the accuracy of public statements and disclosures made by the owners or operators of such underlying properties; no material adverse change in the market price of the commodities that underlie the asset portfolio; Franco-Nevada’s ongoing income and assets relating to determination of its PFIC status; no material changes to existing tax treatment; the expected application of tax laws and regulations by taxation authorities; the expected assessment and outcome of any audit by any taxation authority; no adverse development in respect of any significant property in which Franco-Nevada holds a royalty, stream or other interest; the accuracy of publicly disclosed expectations for the development of underlying properties that are not yet in production; integration of acquired assets; and the absence of any other factors that could cause actions, events or results to differ from those anticipated, estimated or intended. However, there can be no assurance that forward looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Investors are cautioned that forward looking statements are not guarantees of future performance. In addition, there can be no assurance as to the outcome of the ongoing audit by the CRA or the Company’s exposure as a result thereof. Franco-Nevada cannot assure investors that actual results will be consistent with these forward looking statements. Accordingly, investors should not place undue reliance on forward looking statements due to the inherent uncertainty therein.

For additional information with respect to risks, uncertainties and assumptions, please refer to Franco-Nevada’s most recent Annual Information Form filed with the Canadian securities regulatory authorities on www.sedar.com and Franco-Nevada’s most recent Annual Report filed on Form 40-F filed with the SEC on www.sec.gov. The forward-looking statements herein are made as of the date herein only and Franco-Nevada does not assume any obligation to update or revise them to reflect new information, estimates or opinions, future events or results or otherwise, except as required by applicable law.

Non-GAAP Measures

Cash Costs, Cash Costs per GEO sold, Adjusted Net Income, Adjusted Net Income per Share, Adjusted Net Income Margin, Adjusted EBITDA, Adjusted EBITDA per Share, and Adjusted EBITDA Margin are non-GAAP financial measures with no standardized meaning under International Financial Reporting Standards (“IFRS”) and might not be comparable to similar financial measures disclosed by other issuers. For a quantitative reconciliation of each non-GAAP financial measure to the most directly comparable IFRS financial measure, refer to the appendix at the end of this presentation. Further information relating to these Non-GAAP financial measures is incorporated by reference from the “Non-GAAP Financial Measures” section of Franco-Nevada’s MD&A for the three and nine months ended September 30, 2022 and filed on November 7, 2022 with the Canadian securities regulatory authorities on SEDAR available at www.sedar.com and with the U.S. Securities and Exchange Commission available on EDGAR at www.sec.gov.

Gold and Gold Equivalent Ounces

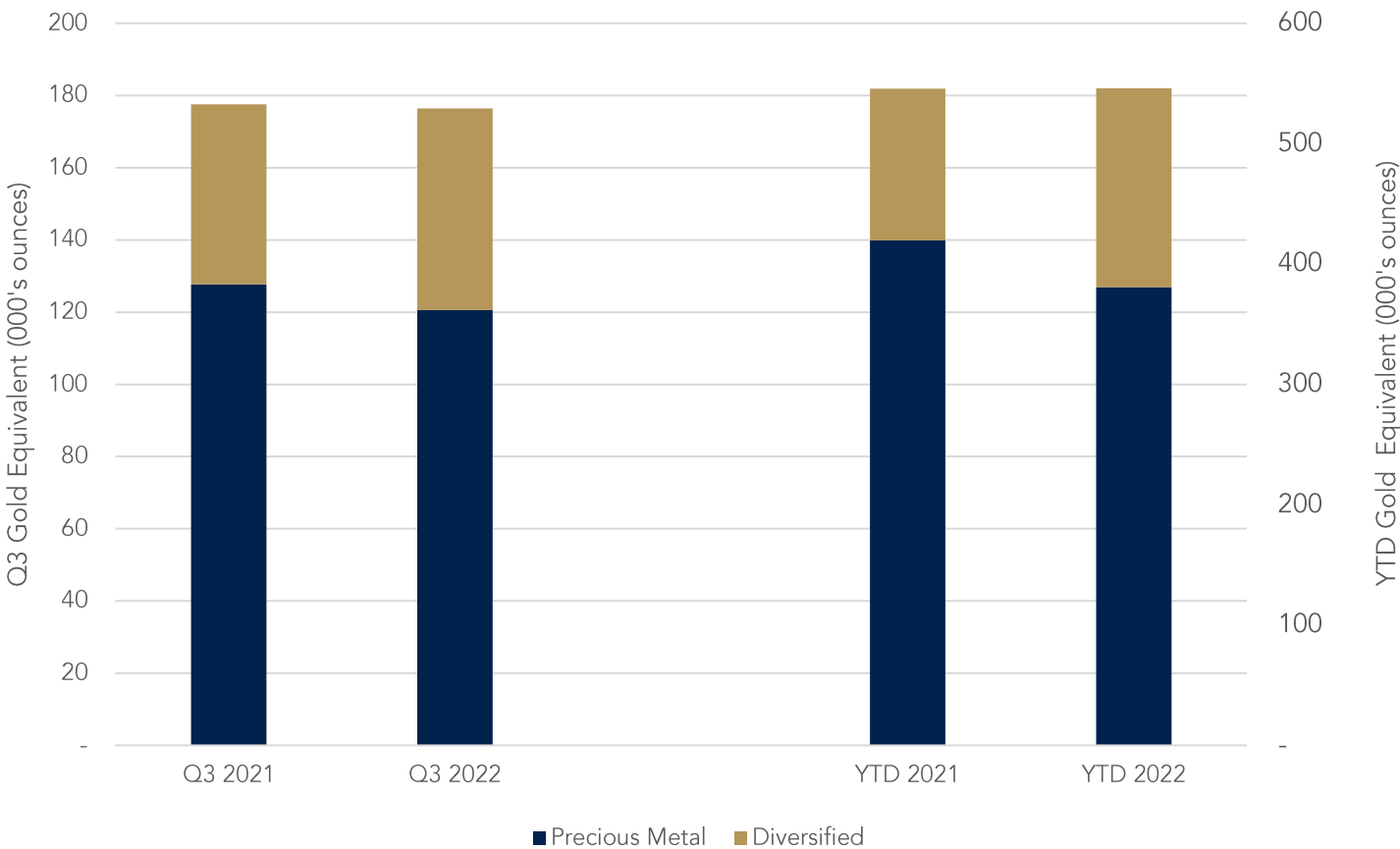
Starting in Q4 2021, revenue from Franco-Nevada’s Energy assets is included in the calculation of GEOs. GEOs for comparative periods have been recalculated to conform with the current presentation. For further details, please refer to the appendix at the end of this presentation on GEOs and Non-GAAP Measures.

This presentation does not constitute an offer to sell or a solicitation for an offer to purchase any security in any jurisdiction.



GEOs Breakdown

(GEOs¹ 000's)



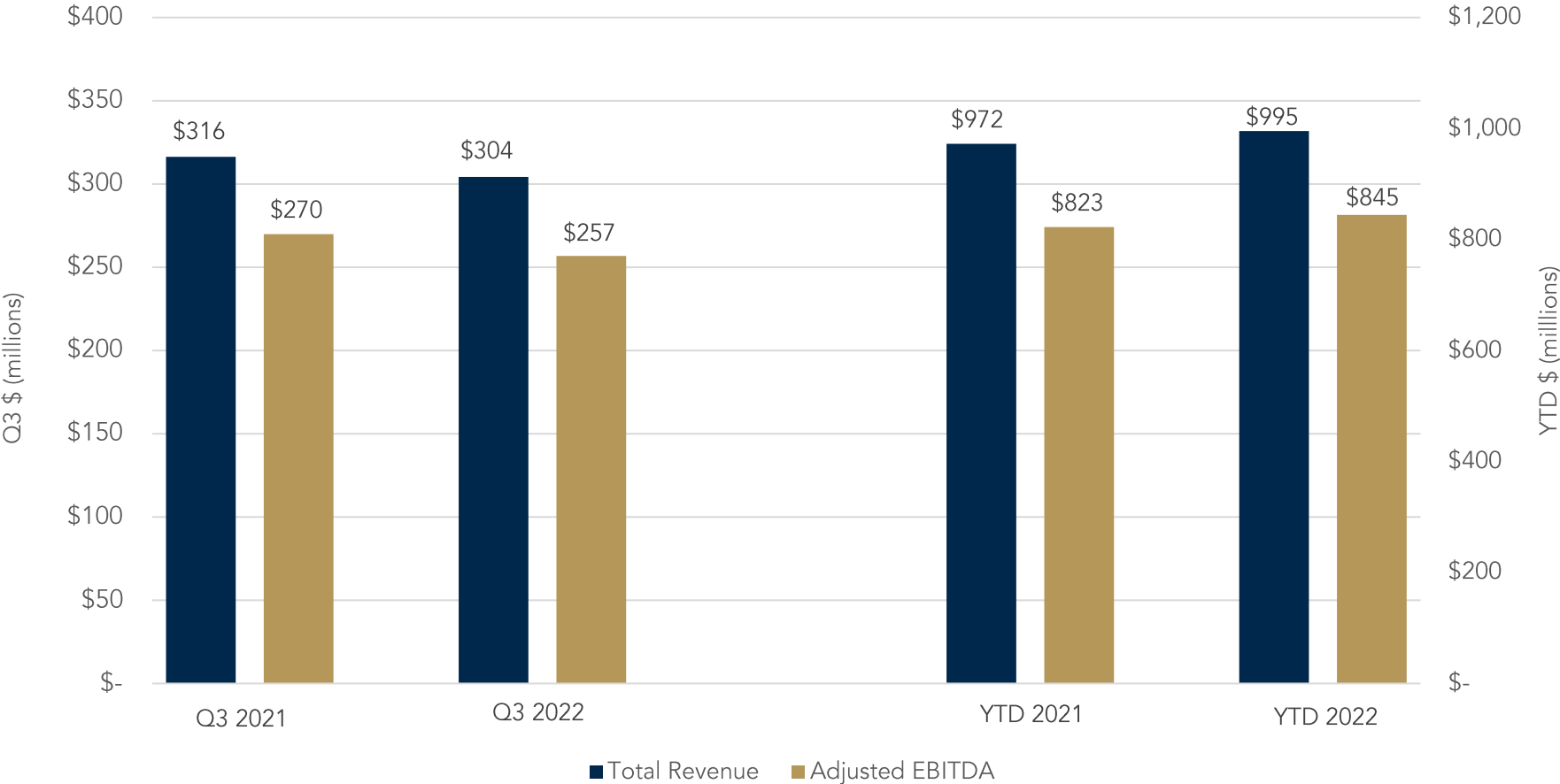
GEOs sold consistent year over year

On track to achieve guidance

1. Starting in Q4 2021, revenue from Franco-Nevada's Energy assets is included in the calculation of GEOs. GEOs for comparative periods have been recalculated to conform with the current presentation. For further details, please refer to the appendix at the end of this presentation on GEOs and Non-GAAP Measures



REVENUE AND
ADJUSTED EBITDA PERFORMANCE



Portfolio performing well

Weaker precious metal prices partially offset by stronger energy prices

84.4% margin¹ in Q3 2022

1. Please see notes on appendix slide – GEOs and Non-GAAP Measures



KEY FINANCIAL METRICS TREND

	Q3 2022	Q3 2021	Variance	YTD 2022	YTD 2021	Variance
Average Gold Price (\$/oz)	\$1,728	\$1,789	(3.4%)	\$1,825	\$1,801	1.3%
Gold Equivalent Ounces (GEOs) ¹	176,408	177,578	(0.7%)	546,074	545,694	0.1%
Revenue	\$304.2	\$316.3	(3.8%)	\$995.3	\$972.3	2.4%
Adjusted EBITDA ¹ (millions)	\$256.7	\$269.8	(4.9%)	\$844.5	\$822.5	2.7%
Adjusted EBITDA ¹ per share	\$1.34	\$1.41	(5.0%)	\$4.41	\$4.31	2.3%
Net Income (millions)	\$157.1	\$166.0	(5.4%)	\$535.6	\$512.8	4.4%
Net Income per share	\$0.82	\$0.87	(5.7%)	\$2.80	\$2.68	4.5%
Adjusted Net Income ¹ (millions)	\$159.7	\$165.6	(3.6%)	\$532.7	\$509.1	4.6%
Adjusted Net Income ¹ per share	\$0.83	\$0.87	(4.6%)	\$2.78	\$2.67	4.1%
Margin ¹	84.4%	85.3%	(1.1%)	84.8%	84.6%	0.2%

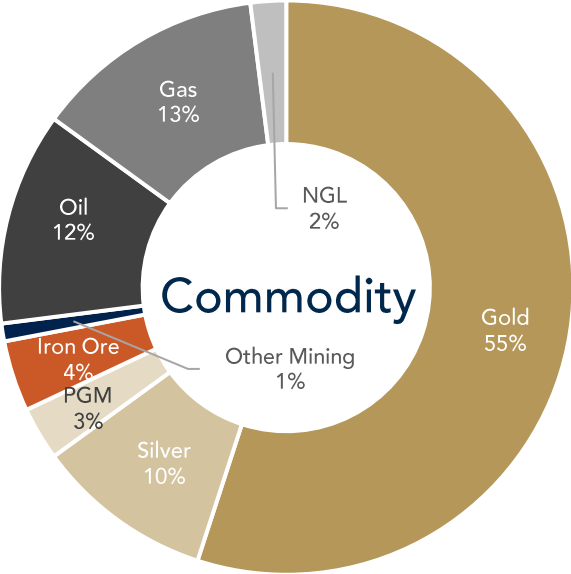
Record

1. Please see notes on appendix slide – GEOs and Non-GAAP Measures

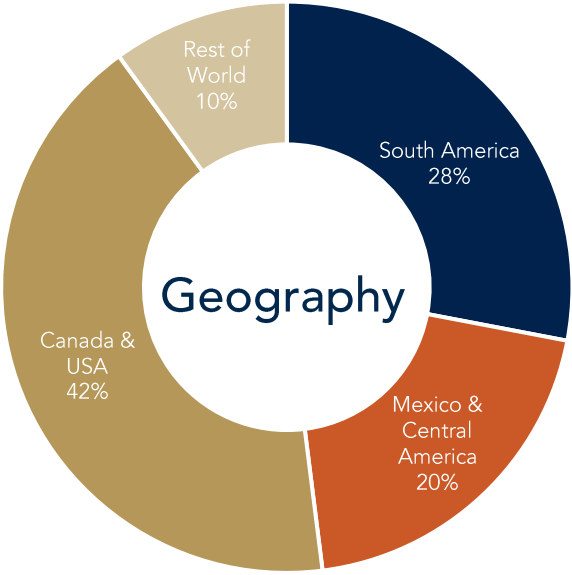


Diversified with Low Risk

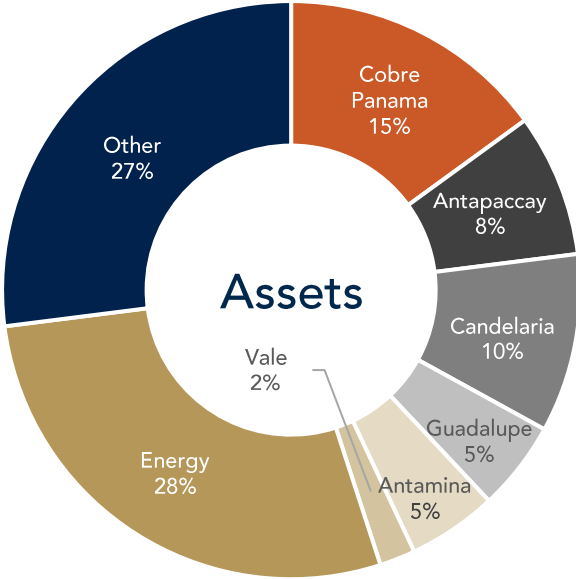
(Q3 2022 Revenue)



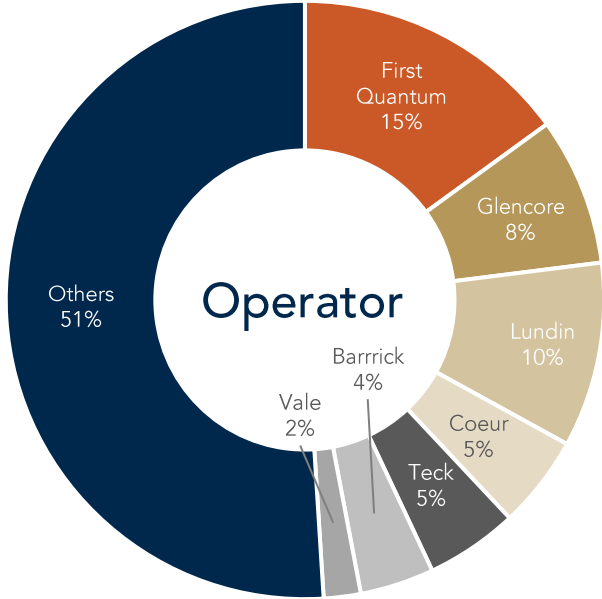
68% from
Precious Metals



90% from
Americas



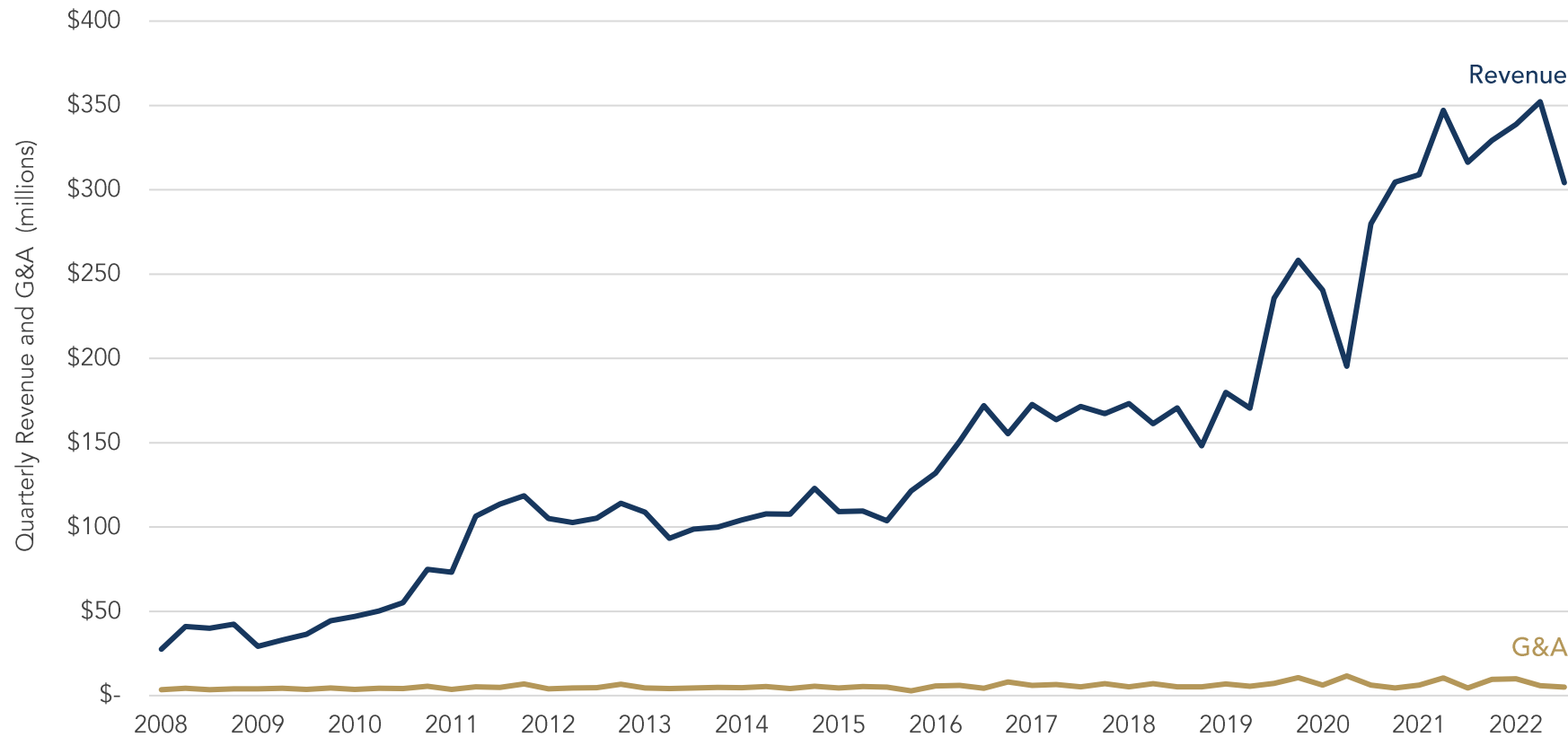
Asset
Diversification



Operator
Diversification



COST EFFICIENT AND
SCALABLE



Corporate
Administration
costs and stock
compensation
expenses less
than 2% of
revenue in Q3
2022



GUIDANCE

Total
GEOs

2021 Actual

728,237

- + Record GEOs in 2021
- + Energy revenue guidance exceeded
- + Vale royalty acquisition
- + Highest dividend payout from LIORC

2022 Guidance¹

680,000-740,000

- Assumes \$1,650/oz Au, \$19/oz Ag, \$900/oz Pt, \$2,200/oz Pd
- Assumes \$100/t Fe 62% CFR China
- + Assumes \$80/bbl WTI oil and \$5.00/mcf Henry Hub natural gas

2026 Outlook²

765,000-825,000

- + Growth from Precious Metal assets
- + Vale royalty attributable production increase

Precious
Metal GEOs

2021 Actual

558,397

- + Cobre Panama
- + Antamina, Guadalupe
- + Condestable Acquisition
- Hemlo

2022 Guidance¹

510,000-550,000

- + Tasiast
- Antamina, Antapaccay, Guadalupe

2026 Outlook²

570,000-610,000

- + Cobre Panama expansion completed
- + New acquisition - Tocantinzinho
- + New mines – Salares Norte, Greenstone (Hardrock), Valentine Lake, Eskay Creek
- + Sudbury still producing
- MWS – cap met in 2024

Funding Commitments

Up to \$92 million Continental Royalty Acquisition Venture funding of which \$10-20M expected in FY 2022

Depletion

Estimate \$270-\$300 million

1. Prices used in the 2022 Guidance updated on November 7, 2022

2. 2026 Outlook as initially published on March 9, 2022 assuming the following prices: \$1,800/oz Au, \$23/oz Ag, \$1,000/oz Pt, \$2,100/oz Pd, \$125/tonne Fe 62% CFR China, \$85/bbl WTI oil and \$3.75/mcf Henry Hub natural gas



MAGINO 2% NSR TRANSACTION HIGHLIGHTS

US\$52.5M 2% royalty acquisition, plus US\$10M equity private placement

Project under construction 70% complete as of September 30, providing near-term GEO growth in 2023

Long lived project with large resource in addition to existing reserves (4 Moz Au M&I resource and 0.5 Moz Au inferred resource)

Upside potential underground and regionally

Construction stage funded

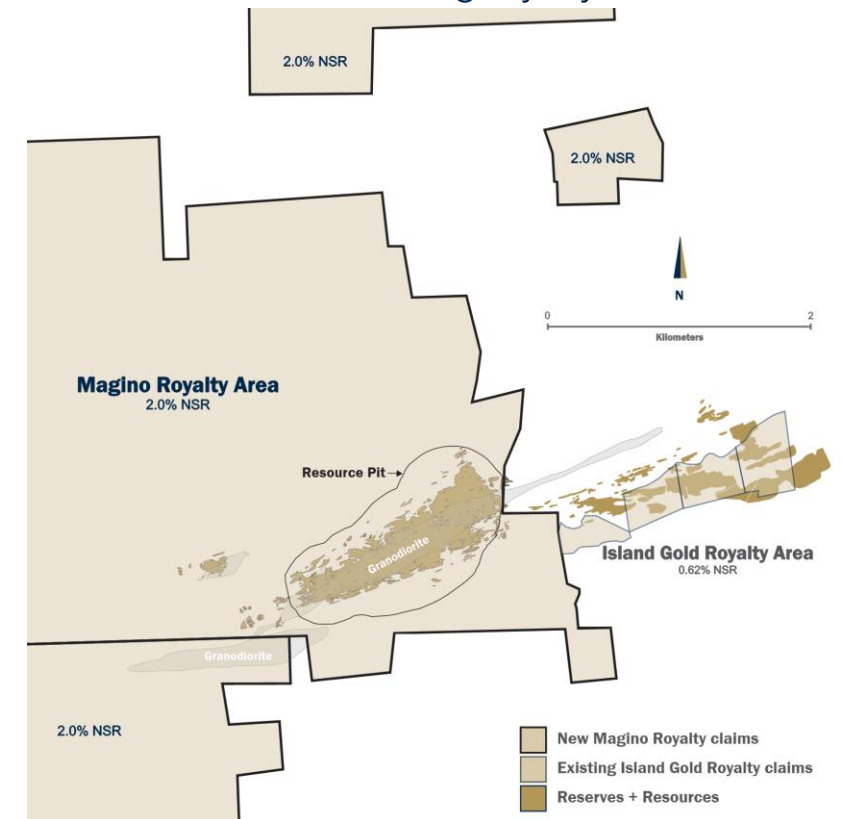
Project Summary¹

Plant Capacity (tpd)	10,000
Development Capex	C\$920M
Avg. LOM Strip Ratio (waste : ore)	4.8:1
Total Gold Production (Over 19 yr mine life)	2.2 Moz
Avg. Annual Au Production (First 5 Years / LOM)	142 koz / 117 koz
Avg LOM Head Grade	1.15 g/t
Avg LOM Recovery	91.8%
AISC	\$963/oz
% Construction Complete	70%
First Production	Q2 2023

Project Location

(Ontario, Canada)

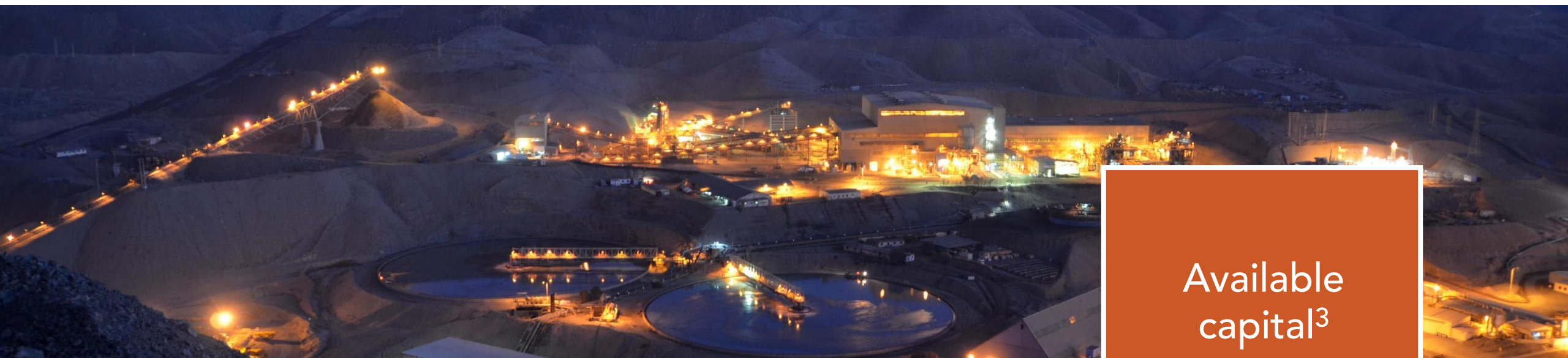
Royalty covers Magino, plus regional claims on strike with favorable geology / supplements Franco-Nevada's existing royalty on Island Gold



¹. Summary per Argonaut Gold's February 2022 Magino Feasibility Study and updated as applicable in press release / presentations. Please see Argonaut Gold website for full details.
Measured and Indicated: 132.4 Mt at 0.94 g/t Au and Inferred: 20.9 Mt at 0.78 g/t Au.



AVAILABLE CAPITAL



Cash and cash
equivalents¹
≈\$1B



Credit
Facility^{1, 2}
≈\$1B



Available
capital³

\$2B
DEBT FREE

1. As at September 30, 2022

2. \$1B Corporate Revolver

3. Funding commitments subsequent to September 30, 2022 will be funded with cash flow from operations

THANK YOU FOR YOUR INTEREST IN



Leading
track record



Low-risk
business model



Diversified
portfolio



Growth
and optionality

www.FRANCO-NEVADA.com

TSX: FNV | NYSE: FNV



APPENDIX – GEOS AND NON-GAAP MEASURES

- Starting in Q4 2021, revenue from Franco-Nevada's Energy assets is included in the calculation of GEOs. GEOs for comparative periods have been recalculated to conform with the current presentation. GEOs include Franco-Nevada's attributable share of production from our Mining and Energy assets, after applicable recovery and payability factors. GEOs are estimated on a gross basis for NSR royalties and, in the case of stream ounces, before the payment of the per ounce contractual price paid by the Company. For NPI royalties, GEOs are calculated taking into account the NPI economics. Silver, platinum, palladium, iron ore, oil, gas and other commodities are converted to GEOs by dividing associated revenue, which includes settlement adjustments, by the relevant gold price. The price used in the computation of GEOs earned from a particular asset varies depending on the royalty or stream agreement, which may make reference to the market price realized by the operator, or the average price for the month, quarter, or year in which the commodity was produced or sold.

Average Prices and Rates

		For the three months ended September 30,		For the nine months ended September 30,	
		2022	2021	2022	2021
Gold	(\$/oz)	\$ 1,728	\$ 1,789	\$ 1,825	\$ 1,801
Silver	(\$/oz)	\$ 19.22	\$ 24.36	\$ 21.94	\$ 25.78
Platinum	(\$/oz)	\$ 886	\$ 1,024	\$ 958	\$ 1,122
Palladium	(\$/oz)	\$ 2,074	\$ 2,459	\$ 2,163	\$ 2,551
Iron Ore Fines 62% Fe CFR China	(\$/tonne)	\$ 105	\$ 191	\$ 129	\$ 205
Edmonton Light	(C\$/bbl)	\$ 116.51	\$ 84.20	\$ 123.51	\$ 76.35
West Texas Intermediate	(\$/bbl)	\$ 91.56	\$ 70.52	\$ 98.09	\$ 64.82
Henry Hub	(\$/mcf)	\$ 7.91	\$ 4.32	\$ 6.65	\$ 3.34

- Non-GAAP financial measures: Cash Costs, Cash Costs per GEO sold, Adjusted Net Income, Adjusted Net Income per Share, Adjusted Net Income Margin, Adjusted EBITDA, Adjusted EBITDA per share, and Adjusted EBITDA Margin are non-GAAP financial measures with no standardized meaning under IFRS and might not be comparable to similar financial measures disclosed by other issuers. For a quantitative reconciliation of each non-GAAP financial measure to the most directly comparable IFRS financial measure, refer to the following tables. Further information relating to these Non-GAAP financial measures is incorporated by reference from the "Non-GAAP Financial Measures" section of Franco-Nevada's MD&A for the three and nine months ended September 30, 2022 and filed on November 7, 2022 with the Canadian securities regulatory authorities on SEDAR available at www.sedar.com and with the U.S. Securities and Exchange Commission available on EDGAR at www.sec.gov. Starting in Q4 2021, revenue from Franco-Nevada's Energy assets are included in the calculation of GEOs. Similarly, the composition of Cash Costs and Cash Costs per GEO sold has been amended to include costs and GEOs related to Franco-Nevada's Energy assets. Cash Costs and Cash Costs per GEO sold for comparative periods have been recalculated to conform with current presentation.

Cash Costs

(expressed in millions, except per GEO amounts)

		For the three months ended September 30,		For the nine months ended September 30,	
		2022	2021	2022	2021
Total costs of sales		\$ 110.5	\$ 115.0	\$ 343.8	\$ 351.3
Depletion and depreciation		(68.5)	(73.0)	(212.7)	(221.4)
Cash Costs		\$ 42.0	\$ 42.0	\$ 131.0	\$ 129.9
GEOs		176,408	177,578	546,074	545,694
Cash Costs per GEO sold		\$ 238	\$ 237	\$ 240	\$ 238

Adjusted Net Income

(expressed in millions, except per share amounts)

	For the three months ended September 30,		For the nine months ended September 30,	
	2022	2021	2022	2021
Net income	\$ 157.1	\$ 166.0	\$ 535.6	\$ 512.8
Impairment (reversals) and charges	—	—	—	7.5
Foreign exchange loss (gain) and other (income) expenses	2.3	0.4	(3.5)	1.7
Finance income related to repayment of Noront loan	—	—	(2.2)	—
Tax effect of adjustments	0.3	(0.4)	2.8	(1.9)
Other tax related adjustments:				
Recognition of previously unrecognized deferred tax assets	—	(0.4)	—	(11.0)
Adjusted Net Income	\$ 159.7	\$ 165.6	\$ 532.7	\$ 509.1
Basic weighted average shares outstanding	191.6	191.1	191.5	191.0
Adjusted Net Income per share	\$ 0.83	\$ 0.87	\$ 2.78	\$ 2.67

Adjusted Net Income Margin

(expressed in millions, except per share amounts)

	For the three months ended September 30,		For the nine months ended September 30,	
	2022	2021	2022	2021
Adjusted Net Income	\$ 159.7	\$ 165.6	\$ 532.7	\$ 509.1
Revenue	304.2	316.3	995.3	972.3
Adjusted Net Income Margin	52.5%	52.4%	53.5%	52.4%

Adjusted EBITDA

(expressed in millions, except per share amounts)

	For the three months ended September 30,		For the nine months ended September 30,	
	2022	2021	2022	2021
Net income	\$ 157.1	\$ 166.0	\$ 535.6	\$ 512.8
Income tax expense	30.4	30.2	103.1	79.4
Finance expenses	0.8	0.8	2.5	2.7
Finance income	(2.4)	(0.6)	(5.9)	(3.0)
Depletion and depreciation	68.5	73.0	212.7	221.4
Impairment charges	—	—	—	7.5
Foreign exchange loss (gain) and other (income) expenses	2.3	0.4	(3.5)	1.7
Adjusted EBITDA	\$ 256.7	\$ 269.8	\$ 844.5	\$ 822.5
Basic weighted average shares outstanding	191.6	191.1	191.5	191.0
Adjusted EBITDA per share	\$ 1.34	\$ 1.41	\$ 4.41	\$ 4.31

Adjusted EBITDA Margin

(expressed in millions, except Margin)

	For the three months ended September 30,		For the nine months ended September 30,	
	2022	2021	2022	2021
Adjusted EBITDA	\$ 256.7	\$ 269.8	\$ 844.5	\$ 822.5
Revenue	304.2	316.3	995.3	972.3
Margin	84.4%	85.3%	84.8%	84.6%