



Annual General Meeting

Anglo Pacific Group PLC

May 2018

Introducing the Anglo Pacific Board of Directors

Patrick Meier
(Non-Executive Chairman)

David Archer
(Non-Executive Director
& SID)

Mike Blyth
(Non-Executive Director)

Rachel Rhodes
(Non-Executive Director)

Robert Stan
(Non-Executive Director)

Julian Treger
(Executive Director &
CEO)

Anglo Pacific Board of Directors

Patrick Meier

Non-Executive Chairman

At Anglo Pacific	<ul style="list-style-type: none">▪ Appointed Non-Executive Director in April 2015▪ Currently Non-Executive Chairman, appointed May 2017
Committee(s)	<ul style="list-style-type: none">▪ Chairs the Nomination Committee
Relevant directorships / experience	<ul style="list-style-type: none">▪ Over 30 years of experience in investment banking with specialist knowledge of the mining sector▪ Most recently, headed up the investment banking activities for RBC Capital Markets in Europe and Asia▪ Previously headed up RBC's activities in the metals and mining sector in Europe, Africa and Asia
Other information	<ul style="list-style-type: none">▪ MA in Natural Sciences from University of Cambridge

Anglo Pacific Board of Directors

Mike Blyth

Non-Executive Director

At Anglo Pacific	<ul style="list-style-type: none">▪ Appointed Non-Executive Director in March 2013
Committee(s)	<ul style="list-style-type: none">▪ Chairs the Audit and Remuneration Committee and is a member of the Nomination Committee
Relevant directorships / experience	<ul style="list-style-type: none">▪ Partner for 30 years at RSM (previously Baker Tilly), during this time he held a number of senior management positions including a period on the National Executive Committee▪ Non-Executive Director of Wheatley Housing Group▪ Board member of a number of charities and not for profit organisations
Other information	<ul style="list-style-type: none">▪ BSc from St Andrews University▪ Chartered Accountant

Anglo Pacific Board of Directors

David Archer

Non-Executive Director and Senior Independent Director

At Anglo Pacific	<ul style="list-style-type: none">▪ Appointed Non-Executive Director in October 2014▪ Appointed Senior Independent Director in November 2014
Committee(s)	<ul style="list-style-type: none">▪ Member of the Remuneration and Nomination Committee
Relevant directorships / experience	<ul style="list-style-type: none">▪ Over 34 years' international resources industry experience in the Americas, Asia, Australia and the Middle East▪ CEO of AIM-listed Savannah Resources PLC and was previously the Managing Director of ASX-listed company, Hillgrove Resources Limited
Other information	<ul style="list-style-type: none">▪ Barrister (non-practicing) of the Supreme Court of New South Wales

Anglo Pacific Board of Directors

Rachel Rhodes

Non-Executive Director

At Anglo Pacific	<ul style="list-style-type: none">▪ Appointed Non-Executive Director in May 2014
Committee(s)	<ul style="list-style-type: none">▪ Member of the Audit and Nomination Committee
Relevant directorships / experience	<ul style="list-style-type: none">▪ Over 15 years' experience in the mining industry and played a leading role in listing companies on LSE, AIM and JSE and raising significant project and corporate finance▪ CFO of Alufer Mining Limited▪ Currently serves on the boards of Alufer Mining Services Limited and Bel Air Mining S.A.
Other information	<ul style="list-style-type: none">▪ MA in Economics from the University of Cambridge▪ Chartered Accountant

Anglo Pacific Board of Directors

Robert Stan

Non-Executive Director

At Anglo Pacific	<ul style="list-style-type: none">▪ Appointed Non-Executive Director in February 2014
Committee(s)	<ul style="list-style-type: none">▪ Member of the Audit, Remuneration and Nomination Committees
Relevant directorships / experience	<ul style="list-style-type: none">▪ Over 34 years' experience in the mining industry▪ Currently serves on the board of several companies, including Quantex Resources Limited, Lighthouse Resources Inc. and Spruce Bluff Resources Limited▪ Held several senior positions with Whetstone Minerals Limited, Fording Coal Limited, Westar Mining Ltd, and TECK Corporation▪ Served as President, CEO and Director of Grande Cache Coal Corporation
Other information	<ul style="list-style-type: none">▪ B.Comm from the University of Saskatchewan

Anglo Pacific Board of Directors

Julian Treger

Executive Director and Chief Executive Officer

At Anglo Pacific	<ul style="list-style-type: none">▪ Appointed Executive Director & CEO in October 2013
Relevant directorships / experience	<ul style="list-style-type: none">▪ Began his career working for Lord Rothschild as an in-house corporate financier▪ Co-founder and principal of Audley Capital Advisors LLP which invested exclusively in the mining sector, turning US\$300 million of investments into US\$900 million▪ Non-Executive Director of Mantos Copper S.A.
Other information	<ul style="list-style-type: none">▪ MBA from Harvard Business School and a BA from Harvard University



CEO Presentation by Julian Treger

Delivering on Royalty Income Growth

In £ Million



Maracás Menchen Royalty Acquisition
(June 2014 – US\$22m) ⁽²⁾

Narrabri Royalty Acquisition
(March 2015 – US\$65m)

Denison Financing
(February 2017 – C\$43.5m)

Piauí Royalty Acquisition
(September 2017 – US\$2m)

(1) Includes £1.7m of toll milling revenue to Denison during H2 2016 and received by the Group in February 2017 at transaction close

(2) US\$22m payable in cash on completion of the sale plus up to a further US\$3m in milestone payments. The first deferred consideration payment of US\$1.5m became due in Q3 2017

Full Year 2017 Highlights

- » Strong increase in commodity prices driving the Group's revenue; noticeably coking coal, thermal coal and vanadium
- » Record royalty income of £37.4m (2016: £19.7m)
 - £5.0m from Denison/McClean Lake financing in addition to the above
- » Free cash flow more than tripled in 2017 to £41.5m (2016: £13.4m) resulting in free cash flow per share of 23.20p (2016: 7.93p) ⁽¹⁾
- » 72% increase in adjusted earnings per share to 16.82p (2016: 9.76p) ⁽²⁾
- » 93% of Kestrel's saleable tonnes in 2017 mined from within the Group's private royalty land (2016: 67%)
- » Royalty income from Maracás Menchen more than doubled in the year
- » Cash of £8.1m at December 31, 2017 compared to net debt of £1.0m at the same time in 2016
- » Expansion of the Group's borrowing facility by US\$10m to US\$40m, which is undrawn and fully available to fund future acquisitions
- » 16.7% increase in the total dividend for 2017 to 7p per share (2016: 6p per share)
 - Dividend cover based on adjusted earnings of 2.4x (2016: 1.6x) ⁽²⁾

(1) Free cash flow is the net increase/(decrease) in cash and cash equivalents prior to core acquisitions, equity raising and changes in the level of borrowings

(2) Adjusted earnings/(loss) represents the Group's underlying operating performance from core activities. Adjusted earnings/(loss) is the profit/(loss) attributable to equity holders less all valuation movements, non-cash impairments and amortisation charges (which are non-cash IFRS adjustments that arise primarily due to changes in commodity prices), finance costs, any associated deferred tax and any profit or loss on non-core asset disposals as these are not expected to be ongoing

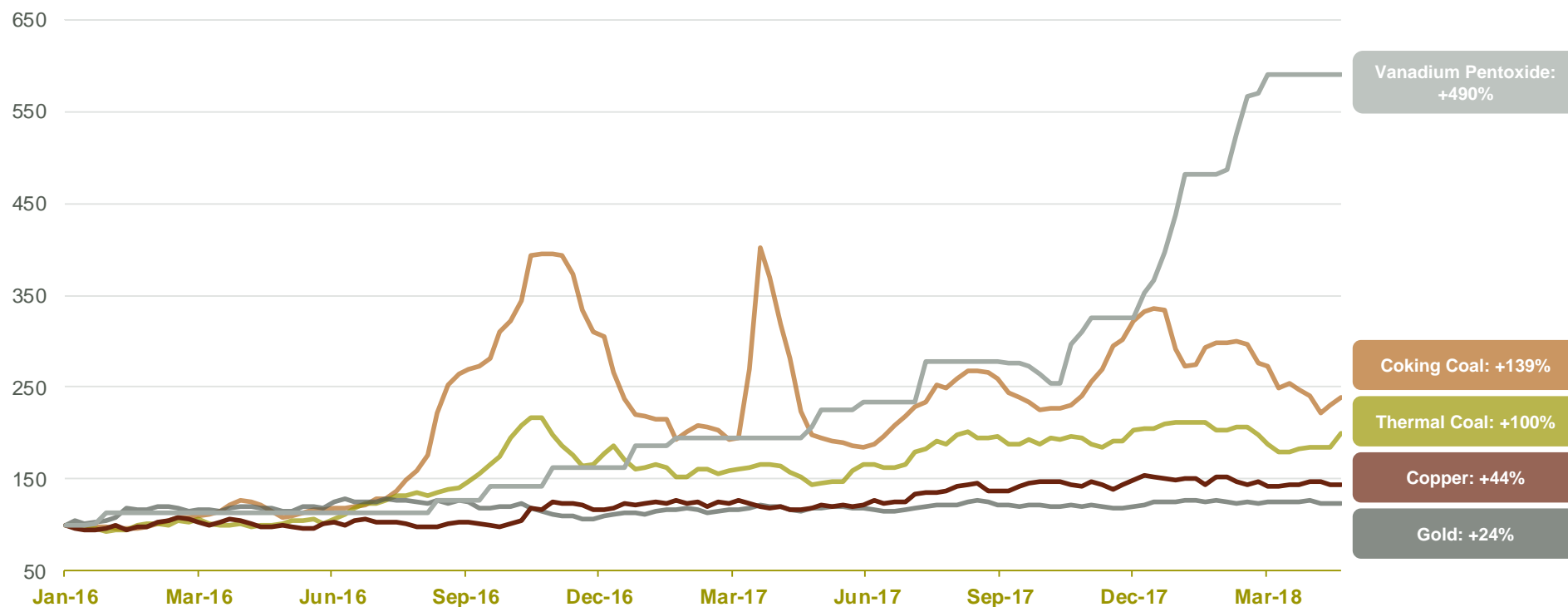


Finance Review with Kevin Flynn

Commodity Prices Underlying Key Anglo Pacific Royalties Have Performed Strongly Since January 2016

Commodity Price Performance (Rebased to 100) ⁽¹⁾

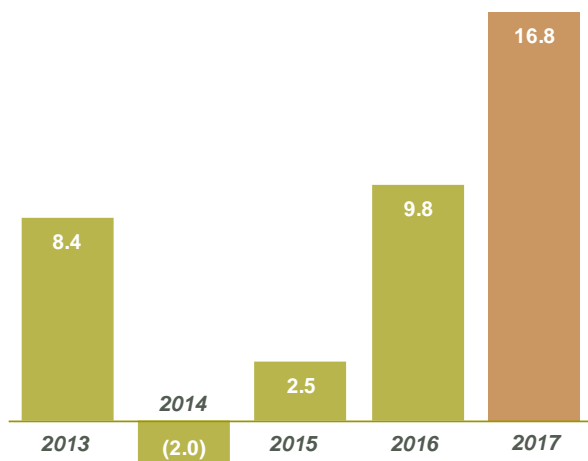
(1 January 2016 – 10 May 2018)



(1) Bloomberg

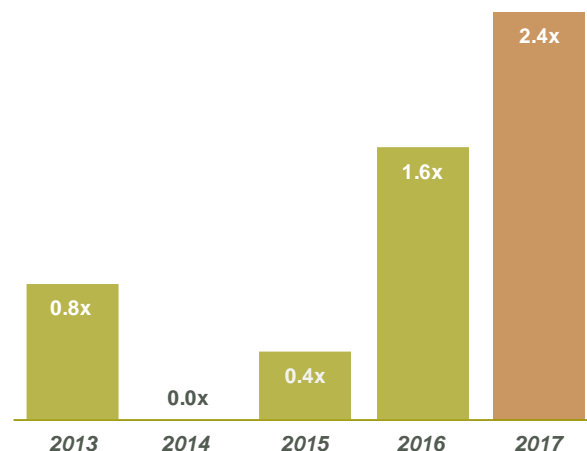
2017 Key Performance Indicators

Adj. Earnings/(Loss) Per Share (1) (Pence per share)



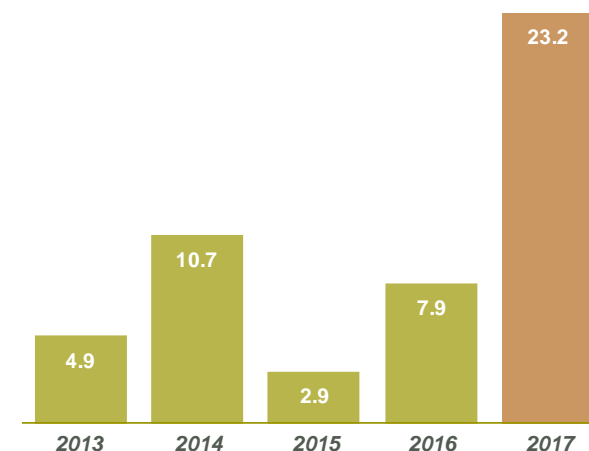
- » +72% increase in adjusted earnings
- » +90% increase in royalty income offset slightly by increase in operating costs and tax (£1.4m)

Dividend Cover (Adjusted EPS / dividend)



- » 16.67% recommended increase in total dividend for 2017
- » 8.3% increase to 2018 interim dividend
- » 50% increase in dividend cover

Cash Flow Per Share (2) (Pence per share)



- » Includes all cash flow (2017: £5.0m) from Denison – adjusted earnings only includes deemed interest of £1.9m
- » Includes cash realised from sale of non-core assets

(1) Adjusted earnings/(loss) represents the Group's underlying operating performance from core activities. Adjusted earnings/(loss) is the profit/(loss) attributable to equity holders less all valuation movements, non-cash impairments and amortisation charges (which are non-cash IFRS adjustments that arise primarily due to changes in commodity prices), finance costs, any associated deferred tax and any profit or loss on non-core asset disposals as these are not expected to be ongoing

(2) Free cash flow is the net increase/(decrease) in cash and cash equivalents prior to acquisitions, equity raising and changes in the level of borrowings

Royalty Income Summary

Figures in £m	2017	2016	2015
Kestrel	28.8	13.1	3.6
Narrabri	4.9	4.2	3.2
Maracás Menchen	2.0	0.8	0.6
EVBC	1.7	1.2	1.3
Four Mile	--	0.3	--
Total royalty income	37.4	19.7	8.7
Denison / McClean Lake ⁽¹⁾	3.2	n/a	n/a
Denison / McClean Lake (back payment) ⁽²⁾	1.8	n/a	n/a
Total	42.4	19.7	8.7

- » Commodity prices increased across the portfolio during 2017
- » Volume from Kestrel subject to the Group's private royalty land increased from 67% in 2016 to 93% in 2017
- » Record Maracás Menchen royalty income
- » Denison / McClean Lake in-line with expectations
- » Revenue benefited from currency gains during 2017 of £2.3m – 8.6% favourable GBP:AUD rate

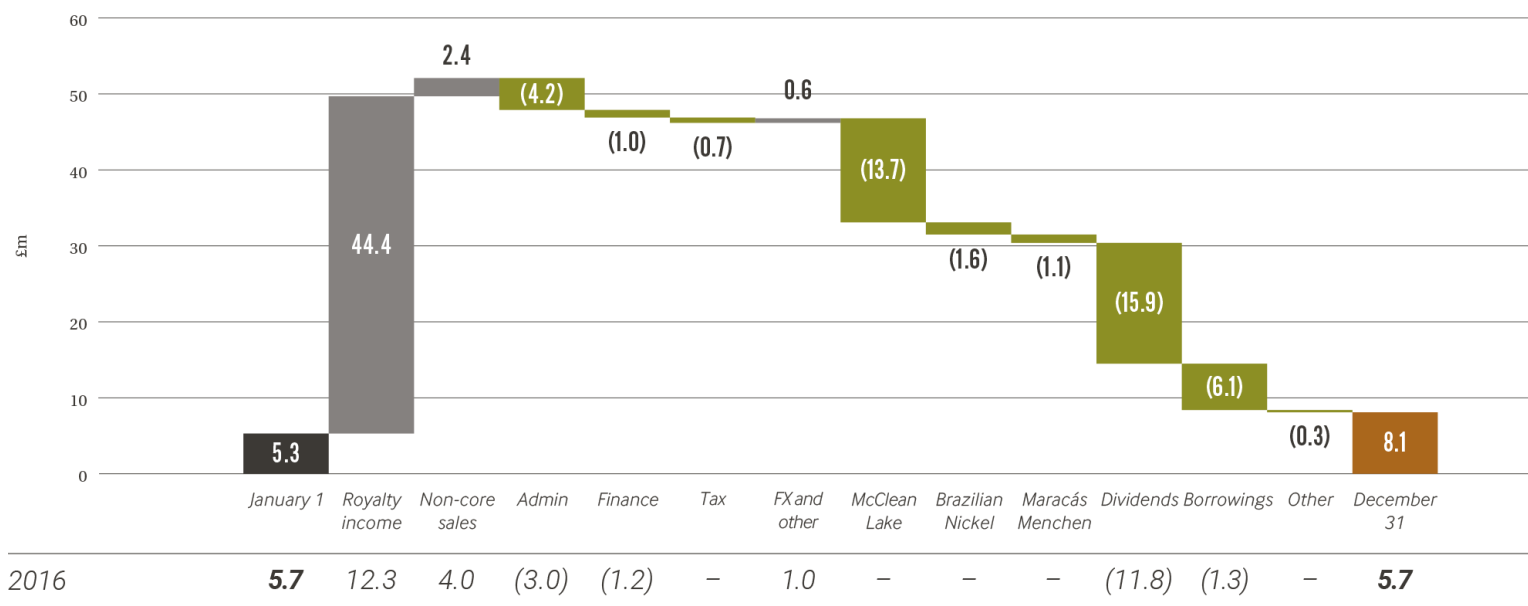
(1) 2017 Denison financing McClean Lake toll milling includes interest income of £1.9m and principal repayments of £3.1m

(2) The back payments relates to £1.7m of toll milling to Denison during H2 2016 and received by the Group in February 2017 at transaction close

Financial Resources

In £ millions

(January 1 to December 31)

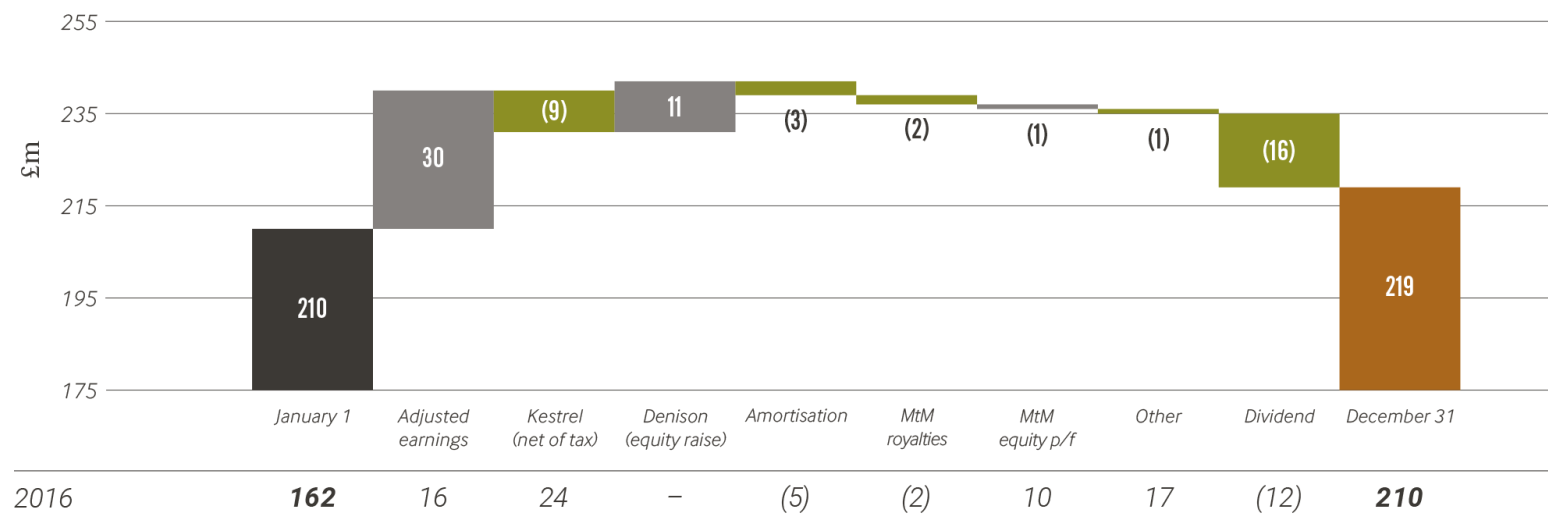


- » 2017 cashflow benefited from one-off transition to monthly Kestrel royalty receipts (£4.0m)
- » Ending cash balance of £8.1m after investing £29.4m, paying £15.9m dividends and repaying all outstanding borrowings
- » ~US\$50m of liquidity currently available to finance acquisitions (US\$40m undrawn RCF and cash)
- » Group evaluating potential for increased debt facility given enhanced borrowing capacity

Net Asset Value Movement

In £ millions

(January 1 to December 31)



- » Impact of Kestrel depletion (£28.3m of income in 2017) reduced by improved commodity price outlook – net reduction only £6.7m
- » Fair value decrease on other royalties relates to Dugbe 1 and Jogjakarta
- » Dividends includes an additional payment arising upon shortening the timetable between announcing and payment by ~85 days (normal 7p dividend would result in £12.4m)
- » £77.4m (30%) of the Group's assets carried at amortised cost, with no credit for the inherent valuation upside associated with Narrabri, Maracas Menchen and Salamanca

Dividends

- » **16.67% increase in final dividend from 6.0p to 7.0p for 2017**
- » **8% increase in the level of quarterly dividend to 1.625p going forward**

		2019	2018
2017	Q3 interim dividend		1.50
	<i>May-18</i> Final dividend		2.50
2018	<i>Aug-18</i> Q1 interim dividend		1.625
	<i>Nov-18</i> Q2 interim dividend		1.625
	<i>Feb-19</i> Q3 interim dividend	1.625	
	<i>May-19</i> Q4 interim dividend	1.625	
	<i>May-19</i> Q4 FY adjustment	+/- xp	
		Cash basis	7.25

Shares go ex-dividend on May 17, 2018 to be eligible for the 2017 final dividend of 2.5p

Q1 2018 Trading Update

- » Total free cash flow generated in Q1 2018 of £13.3m, in line with the £13.4m generated in Q1 2017
- » Cash at March 31, 2018 of £18.7m (December 31, 2017: £8.1m), and full access to the US\$40m undrawn revolving credit facility
- » Well-publicised longwall changeouts and production shortfalls at both Kestrel and Narrabri led to a 6% reduction in income from the royalty portfolio compared to Q1 2017
- » Volumes from Kestrel and Narrabri are expected to recover in the remaining three quarters, and neither Rio Tinto nor Whitehaven have altered their guidance for FY 2018
- » Lower volumes partially offset by the continued strength of commodity prices, in particular the price of vanadium which has increased by 130% compared to Q1 2017
- » Significant increase in revenue from Maracás Menchen in the period to £0.8m from £0.4m in Q1 2017 as a result of strong operational performance and the significant increases in the vanadium price
- » Total contribution from the royalty portfolio of £7.9m in Q1 2018 (Q1 2017: £8.2m + £1.8m related to H2 2016)
- » Received US\$2.5m (£1.7m) in April 2018 in final settlement of the Indo Mines debenture as part of its takeover by the Rajawali Group – the debenture was carried at £nil on the Group's balance sheet
- » Rio Tinto announced the sale of Kestrel for US\$2.25bn, significantly in excess of what commentators had expected the sale to achieve twelve months ago



Portfolio Update

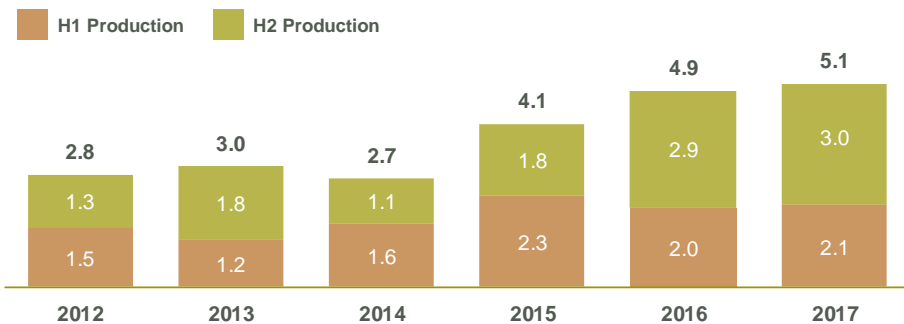
Royalty Portfolio Update - Kestrel

Kestrel Update (1)

- » Approx. 93% of saleable tonnes from the Group's private royalty land during 2017 compared to 67% in 2016
- » Longwall changeout at Kestrel during Q1 2017
- » Greater than 90% of Kestrel's saleable tonnes expected to be derived from Anglo Pacific's private royalty lands for the immediate future

Kestrel Production (1) (2)

(million tonnes)



Illustrative Anglo Pacific Royalty Area (1)



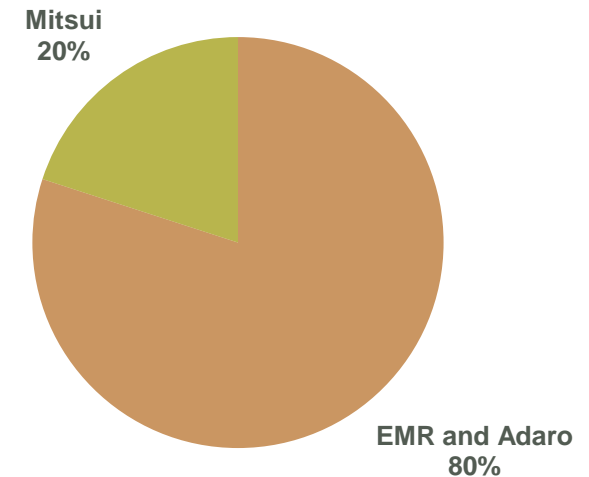
(1) Anglo Pacific owns an effective 50% right to a coal royalty on coal produced within the royalty area at the Kestrel mine

Royalty Portfolio Update - Kestrel

Kestrel change of ownership

- » In March 2017 Rio Tinto sold its 80% controlling stake in Kestrel for US\$2.25 billion to EMR Capital and PT Adaro Energy
 - Implied valuation highlights Tier I nature of the mine
- » EMR Capital manages the EMR Capital Resources Fund, which is a specialist resources private equity manager
 - The fund is an Australian based, closed-ended and unlisted vehicle that looks to take positions with sufficient size to have board participation
- » PT Adaro Energy is an Indonesia-listed coal company with 51.8Mt of production in FY2017 and a market capitalisation of approximately US\$3.8 billion

New Kestrel Ownership



Piauí Nickel-Cobalt Royalty Overview

The transaction enhanced Anglo Pacific's exposure to energy storage related commodities and provides substantial growth potential.

Project Overview ⁽¹⁾

- » Nickel laterite heap leaching project expected to produce high purity nickel and cobalt hydroxide products for use in lithium ion batteries as well as traditional end markets
- » Close to grid power and access to existing transport and port infrastructure with a large water source nearby
- » Initial development plan contemplates an expansion of the existing demonstration plant to produce 1,000 tonnes Ni and 40 tonnes Co annually
- » Two potential development options:
 - Annual contained metal production of 24,000 tonnes Ni and 1,000 tonnes Co with estimated US\$450m development financing requirement
 - Stage development with initial capex of US\$195m to produce 10,000 tonnes Ni and 450 tonnes Co contained metal annually before ramping up to higher production level

Transaction Summary

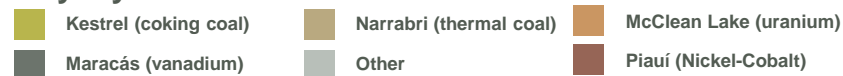
- » The Group has entered into a royalty agreement with Brazilian Nickel Ltd (Brazilian Nickel) to acquire an initial 1% Gross Revenue Royalty (GRR) over the Piauí nickel-cobalt project (Piauí or the Project) for a US\$2m (~£1.5m) cash payment
- » Anglo Pacific has the right to acquire up to of US\$70m in additional royalties to fund in part the construction of a processing plant

(1) Brazilian Nickel disclosure

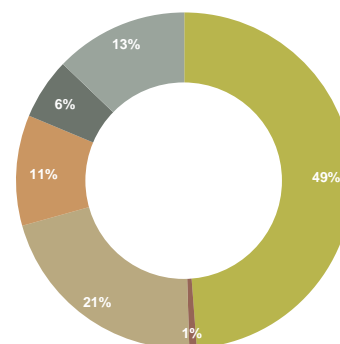
(2) Anglo Pacific royalty related assets as of June 30, 2017 adjusted for book value of Piauí Tranche 1 royalty (~£1.5m)

(3) Adjusted for book value of Piauí tranche 1 royalty (US\$2m or ~£1.5m), as well as Piauí tranche 2 and 3 considerations (US\$70m or ~£52.9m). Anglo Pacific has the right to acquire tranche 2 and tranche 3 royalties upon the achievement of certain Piauí development milestones subject to final Anglo Pacific board approval

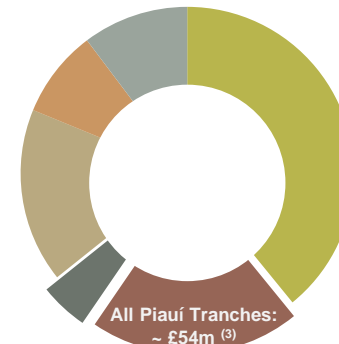
Royalty Portfolio Diversification



Post Piauí Tranche 1 ^{(2) (3)}



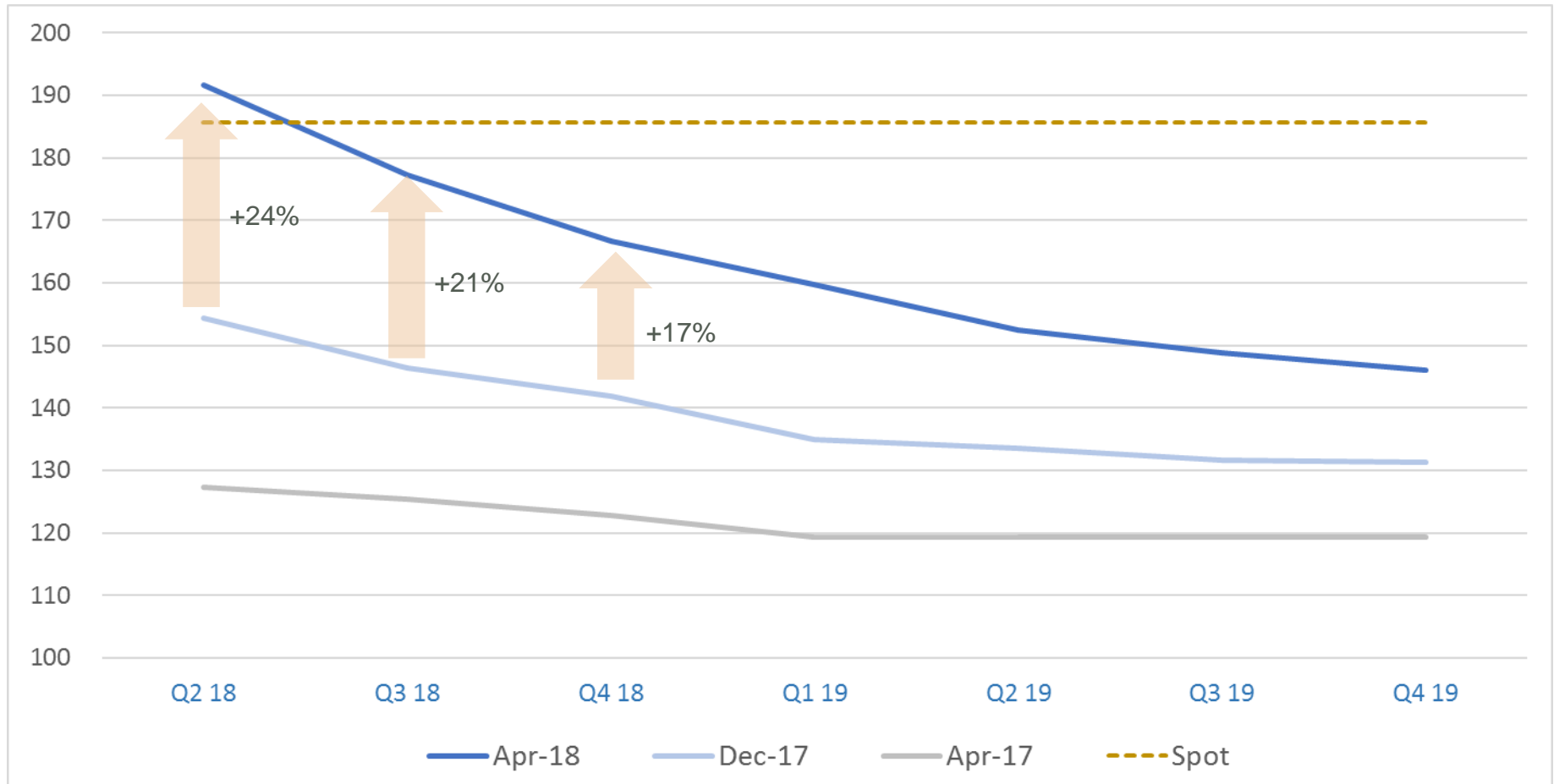
Illustrative Diversification
All Piauí Tranches ^{(2) (3)}



Transaction Highlights

- ✓ Exposure to energy storage & electric vehicle related commodities
- ✓ Innovative tranching structure with future growth potential
- ✓ Low-cost operation ⁽¹⁾
- ✓ Established mining jurisdiction ⁽¹⁾
- ✓ Partnering with an experienced management team

Consensus coal price trend (last twelve months)





Q&A Session

Chaired by Patrick Meier



Formal Approval of Resolutions

Resolutions 1 – 12 Ordinary

Resolutions 13 and 14 Special

Resolution 1: To receive the 2017 Accounts and Report

Ordinary Resolution

Total votes cast (excluding withheld) – 97,166,572

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
97,152,318	0	14,254	5,069
99.99%	0.00%	0.01%	0.01%

Resolution 2: To approve the Annual Remuneration Report

Ordinary Resolution

Total votes cast (excluding withheld) – 97,153,761

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
97,044,982	94,525	14,254	17,880
99.89%	0.10%	0.01%	0.02%

Resolution 3: To declare a final dividend of 2.50p per ordinary share

Ordinary Resolution

Total votes cast (excluding withheld) – 97,171,641

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
97,158,617	0	13,024	0
99.99%	0.00%	0.01%	0.00%

Resolution 4: To re-elect N.P.H. Meier as a director

Ordinary Resolution

Total votes cast (excluding withheld) – 96,986,131

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
96,963,980	7,897	14,254	185,510
99.98%	0.01%	0.01%	0.19%

Resolution 5: To re-elect D.S. Archer as a director

Ordinary Resolution

Total votes cast (excluding withheld) – 97,160,802

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
97,138,702	7,846	14,254	10,839
99.98%	0.01%	0.01%	0.01%

Resolution 6: To re-elect W.M. Blyth as a director

Ordinary Resolution

Total votes cast (excluding withheld) – 97,166,302

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
97,021,844	130,204	14,254	5,339
99.85%	0.13%	0.01%	0.01%

Resolution 7: To re-elect R.H. Stan as a director

Ordinary Resolution

Total votes cast (excluding withheld) – 97,156,608

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
97,136,491	5,863	14,254	15,033
99.98%	0.01%	0.01%	0.02%

Resolution 8: To re-elect J.A. Treger as a director

Ordinary Resolution

Total votes cast (excluding withheld) – 97,166,302

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
97,143,901	8,147	14,254	5,339
99.98%	0.01%	0.01%	0.01%

Resolution 9: To appoint Deloitte LLP as auditors

Ordinary Resolution

Total votes cast (excluding withheld) – 97,168,810

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
97,020,832	133,724	14,254	2,831
99.85%	0.14%	0.01%	0.00%

Resolution 10: To authorise the directors to fix the remuneration of the auditors

Ordinary Resolution

Total votes cast (excluding withheld) – 97,161,302

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
97,143,855	3,193	14,254	10,339
99.98%	0.00%	0.01%	0.01%

Resolution 11: To authorise scrip dividends

Ordinary Resolution

Total votes cast (excluding withheld) – 97,162,540

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
97,123,633	22,642	16,265	9,101
99.96%	0.02%	0.02%	0.01%

Resolution 12: That the directors be authorised to exercise all the powers of the Company to allot shares in the Company up to an aggregate nominal amount of £1,206,013 (60,300,650 shares – 33.3% of issued ordinary share capital)

Ordinary Resolution

Total votes cast (excluding withheld) – 97,090,012

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
97,004,633	69,114	16,265	81,629
99.91%	0.07%	0.02%	0.08%

Resolution 13: That the directors be authorised to allot treasury shares or new equity securities for cash up to an aggregate nominal amount of £361,804 (180,090,200 shares – 10% of issued ordinary share capital) free from statutory pre-emption rights

Special Resolution

Total votes cast (excluding withheld) – 97,103,440

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
95,780,810	1,306,365	16,265	68,201
98.64%	1.35%	0.02%	0.07%

Resolution 14: That the Company be authorised to make one or more market purchases of up to 18,090,203 ordinary shares in the capital of the Company, subject to certain restrictions and provisions, including the maximum and minimum price at which such shares may be purchased

Special Resolution

Total votes cast (excluding withheld) – 97,093,243

Total votes cast (including withheld) – 97,171,641

Votes For	Votes Against	Votes Discretionary	Votes Withheld
96,259,867	817,111	16,265	78,398
99.14%	0.84%	0.02%	0.08%

Many thanks for attending Anglo Pacific Group's 2018 Annual General Meeting.

Please feel free to join us for tea and coffee and we welcome any further questions that you may have.