



INVESTMENT PRINCIPLES POLICY

Dated August 6, 2020



Invest in fresh thinking

Introduction

Nomad Royalty Company Ltd. and its subsidiaries (“**Nomad**” or the “**Corporation**”) is committed to responsible mining in all aspects of its investments, including with respect to environmental (including climate change), social (including occupational health and safety) and governance (“**ESG**”) matters. The Corporation’s business is to acquire and hold a diversified set of risk-adjusted precious metal and other high-quality royalties, streams and similar interests. The Corporation does not operate any of the mineral properties from which it currently receives royalties and stream deliveries and does not have the power to control the operations of any such properties.

Environmental, occupational health and safety and other risks arising out of these mining operations are not generally direct risks of the Corporation. However, the Corporation acknowledges that it is indirectly exposed to such risks. For example, the Corporation will likely be negatively affected if a mine that provides royalties or stream deliveries to the Corporation is required to suspend operations for environmental reasons. The Corporation recognizes the importance of investing in projects that are operated by companies (the “**Third-Party Operators**”) who share a commitment to responsible resource exploration, development and extraction. This Policy sets out the principles regarding ESG matters which guide our investment decisions and the ongoing management of our assets.

Scope

This Policy applies to the Corporation and its direct and indirect subsidiaries.

Policy Statements

1. Nomad will take into account ESG issues when evaluating new investments, including reviewing the ESG programs, policies and standards adopted by a Third-Party Operator and the implementation of such programs, policies and standards.
2. Nomad will exercise diligence in choosing its investments, including the Third-Party Operators. Nomad’s choices will be based on overall criteria set out in the strategic review mandate reviewed regularly by the Board of Directors of Nomad. Such criteria will include factors such as the “quality” of the Third-Party Operators. The Third-Party Operators will be expected to comply with the applicable legal and regulatory requirements of the jurisdictions in which they operate and have a track record in regard to legal compliance, environmental, climate change, occupational health and safety, and social issues that is satisfactory to Nomad. Further indicia of “quality” Third-Party Operators will include the adoption and implementation of proper standards and practices in the management of ESG issues.
3. Nomad will use its best endeavours to encourage the adoption of industry best practices and principles at any mining operation or with any Third-Party Operator with whom it has influence.

4. Nomad will endeavour to negotiate appropriate contractual protections with a view to having the Third-Party Operators act in accordance with responsible industry standards and practices and to ensure that the Third-Party Operators provide sufficient transparency into their operations to facilitate Nomad's assessment of the performance and management of a project including with respect to ESG issues.
5. Nomad will take into account relevant ESG issues when exercising its contractual rights and remedies.
6. Nomad will monitor, on an ongoing basis, public disclosure and reports from the Third-Party Operators for updates on any of its assets in order to be apprised of any developments including with respect to ESG issues. Upon the occurrence of an adverse event at a project, Nomad will endeavour to raise the issue with and offer its guidance and expertise to the Third-Party Operator, where appropriate.
7. Nomad will monitor ESG data reported by the Third-Party Operators on the assets over which it holds interests and will endeavour to report such information to its stakeholders.
8. Nomad is committed to supporting the Third-Party Operators and the mining industry generally in their efforts to reduce their environmental impact, address climate change, improve the local communities in which they operate and provide appropriate disclosure of their progress on ESG issues. Nomad will support industry associations and councils that are committed to principles of seeking continuous improvement in sustainable resource development.
9. Nomad will consider co-investing with the Third-Party Operators in appropriate community and social projects in local communities where its assets are located when invited to do so by the Third-Party Operator.
10. Nomad is committed to continuous improvement and will, on an ongoing basis, consider enhancements to its ESG programs and policies.

This Policy supersedes any written or oral representations that are in any way inconsistent with it.

This Investment Principles Policy was approved by the Board of Directors on August 6, 2020.