

## PRE-QUARTERLY RESULTS COMMUNICATION

**NEW YORK, NY, April 2, 2025** – Royalty Pharma (Nasdaq: RPRX) intends to announce its financial results for the first quarter of 2025 on May 8, 2025. To assist in the financial modeling of its first quarter of 2025 results, Royalty Pharma has compiled the following items.

### Performance Metrics and Non-GAAP Liquidity Measures

Portfolio Receipts is a key performance metric that represents Royalty Pharma’s ability to generate cash from its portfolio investments, the primary source of capital for new portfolio investments. Portfolio Receipts includes Royalty Receipts and Milestones and other contractual receipts.

Royalty Pharma focuses on certain non-GAAP liquidity measures that represent sources of capital that are critical for investors to understand its business. These measures, presented as supplemental measures to GAAP financial information, include Adjusted EBITDA and Portfolio Cash Flow.

Prior-period results, details on selected royalty terms, as well as consensus sales estimates associated with selected royalties are available for download on the Quarterly Results page of the company’s website under Supplemental Financial Information (link [here](#)).

### First Quarter 2024 Portfolio Receipts

Table 1 provides historical Portfolio Receipts for the first and fourth quarters of 2024.

**Table 1 - Portfolio Receipts Highlights (unaudited)**

<i>(\$ in millions)</i>	First Quarter 2024	Fourth Quarter 2024
Products:		
Cystic fibrosis franchise	218	237
Trelegy	71	74
Tysabri	69	61
Evrysdi	45	56
Xtandi	41	46
Imbruvica	50	46
Promacta	43	44
Tremfya	36	39
Cabometyx/Cometriq	18	20
Spinraza	7	15
Orladeyo	9	11
Trodelvy	10	11
Erleada	9	11
Nurtec ODT/Zavzpret	6	7
Other products <sup>(5)</sup>	73	54
Royalty Receipts	705	729
Milestones and other contractual receipts	12	3
<b>Portfolio Receipts</b>	<b>717</b>	<b>742</b>

Amounts may not add due to rounding. For footnote references, see ‘Notes’ on page 8.

## Portfolio Receipts

Portfolio Receipts is defined as the sum of Royalty Receipts and Milestones and other contractual receipts. Royalty Receipts includes variable payments based on sales of products, net of contractual payments to the legacy non-controlling interests, that are attributed to Royalty Pharma. Milestones and other contractual receipts include sales-based or regulatory milestones payments and other fixed contractual receipts, net of contractual payments to the legacy non-controlling interests, that are attributed to Royalty Pharma.

- Royalty Receipts generally lags product performance by one quarter. Royalty Receipts can be estimated by applying the company's publicly disclosed royalty rates to the preceding quarter's marketer-announced net sales on a product-by-product basis and applying the percentage attributable to Royalty Pharma (i.e. royalty net of the legacy non-controlling interests). Tables 2 and 3 include reported net sales performance of selected approved products in the fourth quarter of 2024 and the royalty terms, where disclosed.
- In instances where royalty rates are tiered, they typically reset at the beginning of the year and lower rates may apply in the earlier quarters of the year until pre-specified sales thresholds have been reached. As a result, royalty rates for certain products or franchises (such as the cystic fibrosis franchise and Promacta) have the potential to increase during the calendar year, with second quarter Royalty Receipts (reflecting first quarter sales) often including royalties on sales at the lowest royalty tier and first quarter Royalty Receipts (reflecting fourth quarter sales) often including royalties on sales at the highest royalty tier.

In January 2025, Royalty Pharma announced the sale of the MorphoSys Development Funding Bonds for \$511 million in upfront cash ([press release](#)). The \$511 million monetization proceeds will be treated as an asset sale and will not be recorded as Portfolio Receipts. Additionally, Royalty Pharma received the first two quarterly repayments on the Development Funding Bonds prior to the sale, amounting to \$9.7 million in the fourth quarter of 2024 and \$9.7 million in the first quarter of 2025. These payments will be recorded in Portfolio Receipts as Milestones and other contractual receipts. Following this sale, Royalty Pharma will no longer receive quarterly repayments on the MorphoSys Development Funding Bonds.

As announced in Royalty Pharma's fourth quarter and full year 2024 results ([press release](#)), Royalty Pharma received a \$27 million milestone payment related to Aairsupra in the first quarter of 2025, which will be included in Milestones and other contractual receipts. This payment will not recur in subsequent quarters.

In June 2024, PTC Therapeutics exercised its option to sell half of its retained royalties on Roche's Evrysdi to Royalty Pharma. Royalty Pharma began receiving the increased royalty in the third quarter of 2024 based on Evrysdi's second quarter 2024 sales. The incremental royalty totaled \$5.0 million and \$5.9 million in the third and fourth quarters of 2024, respectively.

In first and third quarters of 2024, Other products included \$12.1 million and \$9.2 million of royalties on Entyvio, respectively. The royalty on Entyvio expired in 2024 and Royalty Pharma does not expect to collect additional payments.

In the first quarter of 2025, Royalty Pharma will receive Royalty Receipts for Rytelo, Yorvipath and Cobenfy based on fourth quarter 2024 sales. These Royalty Receipts will be recorded in Other products.

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In January 2025, Incyte and Syndax Pharmaceuticals announced the expected product launch of Niktimvo in February 2025. Royalty Pharma expects to begin receiving Royalty Receipts for Niktimvo in the second quarter of 2025 based on first quarter 2025 sales.

**Table 2 - Net Sales Performance of Selected Approved Products – Fourth Quarter 2024 (unaudited)**

<i>(\$ in millions)</i>	Marketers	Revenues Fourth Quarter 2024	% Change Year/Year
<b>Products</b>			
Cystic fibrosis franchise	Vertex	2,904	15
Trelegy <sup>(1)</sup>	GSK	853	14
Tysabri	Biogen	415	(11)
Evrysdi <sup>(2)</sup>	Roche	439	10
Xtandi <sup>(2)</sup>	Pfizer, Astellas	1,650	26
Imbruvica <sup>(3)</sup>	AbbVie, Johnson & Johnson	1,106	(9)
Promacta	Novartis	583	4
Tremfya	Johnson & Johnson	949	4
Cabometyx/Cometriq <sup>(4)</sup>	Exelixis, Ipsen, Takeda	685	17
Spinraza	Biogen	421	2
Orladeyo	BioCryst	124	37
Trodelyv	Gilead	355	19
Erleada	Johnson & Johnson	784	21
Nurtec ODT/Vydura	Pfizer	392	39

*Notes:*

(1) Trelegy revenues represent sales in U.S. dollars as reported by GSK. Trelegy growth rate represents year-over-year growth as reported by GSK in British pounds.

(2) Sales for Xtandi and Evrysdi reported in foreign currency by the respective marketers are translated to U.S. dollars at the average exchange rates for each quarter. Growth rates represent year-over-year growth as reported by each marketer.

(3) Sales for Imbruvica include U.S. revenues reported by AbbVie and ex-U.S. revenues reported by Johnson & Johnson.

(4) Sales for Cabometyx/Cometriq include revenues reported by Exelixis in U.S. dollars, revenues reported by Ipsen in Euro and revenues reported by Takeda in Japanese yen. Sales reported in foreign currency are translated to U.S. dollars at the average exchange rates for each quarter.

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**Table 3 - Public Disclosures of Royalty Terms of Selected Approved Products**

Products	Estimated Royalty Duration <sup>(1)</sup>	Royalty Rates <sup>(2)</sup>	% Attributable to Royalty Pharma <sup>(3)</sup>
Cystic fibrosis franchise <sup>(4)</sup>	2039-2041	Blended royalty of slightly over 9% for Trikafta; See footnote (4)	86.5%
Trelegy <sup>(5)</sup>	2029-2030	Tiered royalty of 6.5% on first \$750 million, up to 10% on sales >\$2.25 billion	100.0%
Tysabri	Perpetual	Tiered payments of 18% on first \$2 billion and 25% on sales >\$2 billion	82.4%
Imbruvica	2027-2032	Downward tiered mid-single digit royalty	82.4%
Evrysdi <sup>(6)</sup>	2035-2036	Tiered royalty of 7.2% on first \$500 million, up to 14.5% on sales >\$2 billion	100.0%
Xtandi	2027-2028	Slightly less than 4% royalty	82.4%
Promacta	2025-2028	Upward tiered 4.7% to 9.4% royalty	82.4%
Tremfya	2031-2032	Upward tiered mid-single digit royalty	100.0%
Cabometyx/Cometriq <sup>(7)</sup>	2026-2029	3% royalty	100.0%
Spinraza <sup>(8)</sup>	2030-2035	Upward tiered 2.8% to 3.8% royalty, increasing to 5% to 6.8% in 2028	100.0%
Trodelyv	Perpetual	Tiered royalty of 4.15% on first \$2 billion, down to 1.75% on sales >\$6 billion	82.4%
Erleada	2032	Low-single digit royalty	86.7%
Orladeyo <sup>(9)</sup>	2036-2039	Tiered royalty of 9.5% on first \$350 million and 4.5% on sales up to \$550 million	100.0%
Nurtec ODT/Zavzpret	2034-2036	Tiered royalty of ~2.5% on first \$1.5 billion and ~1.9% on sales >\$1.5 billion	86.7%

**Notes:**

(1) Durations shown represent Royalty Pharma's estimates as of December 31, 2024, of when a royalty will substantially end, which may vary by geography and may depend on clinical trial results, regulatory approvals (including the timing of such approvals), contractual terms, commercial developments, estimates of regulatory exclusivity and patent expiration dates (which may include estimated patent term extensions) or other factors. There can be no assurances that royalties will expire when estimated.

(2) The royalties in Royalty Pharma's portfolio are subject to the underlying contractual agreements from which they arise and may be subject to reductions or other adjustments in accordance with the terms of such agreements. Royalty rates apply to annual worldwide net sales unless otherwise stated.

(3) Ownership percentages for cystic fibrosis franchise, Erleada and Nurtec ODT/Zavzpret represent blended percentages across multiple royalty interests based on 2024 Royalty Receipts.

(4) Royalty is perpetual. Royalty Pharma estimates royalty duration of 2039-2041 due to expected Alyftrek patent expiration and potential generic entry thereafter leading to sales decline. Royalty Pharma estimates expected Trikafta patent expiration in 2037 and potential generic entry thereafter leading to sales decline. For combination therapies, sales are allocated equally to each of the active pharmaceutical ingredients, with tiered royalties ranging from single digit to subteen percentages on sales of ivacaftor, lumacaftor and tezacaftor, and mid-single digit percentages on sales of elexacaftor. Royalty Pharma believes that deuterated ivacaftor (deutivacaftor) is the same as ivacaftor and is therefore royalty-bearing, which would result in a blended royalty of approximately 8% for Alyftrek. Vertex has made public statements that it believes deuterated ivacaftor (deutivacaftor) is not royalty-bearing, which would result in a blended royalty of approximately 4% for Alyftrek.

(5) Royalty Pharma will pay Theravance Biopharma, Inc. 85% of the royalties in respect of ex-U.S. sales after June 30, 2029 and 85% of the royalties in respect of U.S. sales after December 31, 2030. Royalties are tiered based on sales at 6.5% up to \$750 million, 8% between \$750 million and \$1.25 billion, 9% between \$1.25 billion and \$2.25 billion, and 10% over \$2.25 billion.

(6) Royalties are tiered based on sales at 7.2% up to \$500 million, 10% between \$500 million and \$1 billion, 12.7% between \$1 billion and \$2 billion, and 14.5% over \$2 billion. Royalty Pharma's royalty rates are expected to be reduced by 8% in the early 2030s. Royalty entitlement does not reflect PTC exercising the option to sell its remaining 9.5% of the Evrysdi royalty.

(7) Royalty Pharma is entitled to royalties on U.S. sales of cabozantinib products through September 2026 and non-U.S. markets through the full term of the royalty.

(8) Royalty Pharma's royalty interest in Spinraza will revert to Ionis after receiving aggregate Spinraza royalties equal to \$475 million or \$550 million, depending on the timing and occurrence of certain events. Royalty Pharma is entitled to 25% of Ionis' Spinraza royalty payments of 11% to 15% on sales up to \$1.5 billion through 2027, increasing to 45% of royalty payments on sales up to \$1.5 billion in 2028.

(9) Royalty is perpetual. Years shown represent estimated U.S. patent expiration for Orladeyo and potential generic entry thereafter leading to sales decline. Royalty Pharma is also entitled to a tiered percentage of sublicense revenue for Orladeyo in certain territories.

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## Liquidity and Capital Resources

As of December 31, 2024, Royalty Pharma had cash and cash equivalents of \$929 million and total debt with principal value of \$7.8 billion.

In January 2025, Royalty Pharma received \$511 million in upfront cash from the sale of the MorphoSys Development Funding Bonds.

In January 2025, Royalty Pharma's Board of Directors authorized a share repurchase program under which Royalty Pharma may repurchase up to \$3.0 billion of its Class A ordinary shares. Royalty Pharma intends to repurchase \$2.0 billion of its shares in 2025, subject to market conditions. The total value of shares repurchased will depend on the discount to the intrinsic value at which its Class A ordinary shares are trading. This share repurchase program replaced the unused capacity under the previous share repurchase program that was announced in March 2023.

The weighted-average number of diluted Class A ordinary shares outstanding for the fourth quarter of 2024 was 589 million as compared to 598 million for the fourth quarter of 2023. The weighted-average number of diluted Class A ordinary shares outstanding for full year 2024 was 594 million as compared to 603 million for full year 2023.

**Table 4 – Liquidity Summary (unaudited)**

<i>(\$ in millions)</i>	First Quarter 2024	Fourth Quarter 2024
<b>Portfolio Receipts</b>	<b>717</b>	<b>742</b>
Payments for operating and professional costs	(61)	(72)
<b>Adjusted EBITDA (non-GAAP)</b>	<b>656</b>	<b>669</b>
Interest (paid)/received, net	(73)	8
<b>Portfolio Cash Flow (non-GAAP)</b>	<b>584</b>	<b>678</b>

Amounts may not add due to rounding.

Adjusted EBITDA and Portfolio Cash Flow are supplemental non-GAAP liquidity measures. Table 4 provides a summary of the non-GAAP liquidity measures and Table 5 provides a reconciliation of each non-GAAP measure to the most directly comparable GAAP financial measure which is net cash provided by operating activities.

- Adjusted EBITDA is calculated as Portfolio Receipts minus payments for operating and professional costs. In the first quarter of 2024, payments for operating and professional costs were \$61 million (which represented 8.4% of Portfolio Receipts). Payments for operating and professional costs are typically 8-9% of Portfolio Receipts. However, payments for operating and professional costs as a percentage of Portfolio Receipts in the first quarter of 2025 are expected to be higher than usual because of an approximately \$33 million onetime expense related to the management fee payable on the sale of the MorphoSys Development Funding Bonds, while the proceeds from the sale of these bonds are not included in the calculation of Portfolio Receipts.
- Net interest paid/received reflects the weighted average cost of borrowings on the company's senior unsecured notes and interest received on the company's cash balances. Based on the semi-annual interest payment schedule of Royalty Pharma's outstanding notes, interest paid is anticipated to be approximately \$138 million in the first quarter of 2025 and \$119 million in the third quarter of 2025. De minimis amounts are anticipated in the second and fourth quarters of 2025. These projections assume no additional debt financing in 2025, including no drawdown on

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the revolving credit facility. In 2024, Royalty Pharma collected interest of \$46 million on its cash and cash equivalents, which partially offset interest paid.

- Portfolio Cash Flow is calculated as Adjusted EBITDA minus interest paid or received, net. This measure reflects the cash generated by Royalty Pharma's business that can be redeployed into value-enhancing royalty acquisitions, used to repay debt, returned to shareholders through dividends or share purchases or utilized for other discretionary investments.

**Table 5 – GAAP to Non-GAAP Reconciliation (unaudited)**

<i>(\$ in millions)</i>	First Quarter 2024	Fourth Quarter 2024
<b>Net cash provided by operating activities (GAAP)</b>	<b>665</b>	<b>743</b>
Adjustments:		
Proceeds from available for sale debt securities <sup>(6)</sup>	1	13
Distributions from equity method investees <sup>(6)</sup>	5	3
Interest paid/(received), net <sup>(6)</sup>	73	(8)
Development-stage funding payments - ongoing	1	1
Distributions to legacy non-controlling interests - Portfolio Receipts <sup>(6)</sup>	(88)	(81)
<b>Adjusted EBITDA (non-GAAP)</b>	<b>656</b>	<b>669</b>
Interest (paid)/received, net <sup>(6)</sup>	(73)	8
<b>Portfolio Cash Flow (non-GAAP)</b>	<b>584</b>	<b>678</b>

Amounts may not add due to rounding. For footnote references, see 'Notes' on page 8.

Royalty Pharma is also providing an aggregate amount for Capital Deployment, which reflects cash payments during the period for new and previously announced transactions. Capital Deployment was \$522 million in the fourth quarter of 2024, consisting primarily of the acquisitions of royalties on Niktimvo and Rytelo. Capital Deployment for full year 2024 was approximately \$2.8 billion.

In the first quarter of 2025, Royalty Pharma announced that it had entered into an agreement with Biogen to provide research and development (R&D) funding of up to \$250 million for litifilimab, a first-in-class investigational drug candidate in Phase 3 with demonstrated proof-of-concept in both systemic lupus erythematosus (SLE) and cutaneous lupus erythematosus (CLE). Royalty Pharma will provide up to \$250 million over six quarters to Biogen in exchange for regulatory milestones and mid-single digit royalties on litifilimab's annual worldwide sales. Royalty Pharma made the first payment to Biogen in the amount of \$50 million in the first quarter of 2025.

**Table 6 – Capital Deployment (unaudited)**

<i>(\$ in millions)</i>	Fourth Quarter 2024	First Quarter 2024
Acquisitions of financial royalty assets	(496)	(86)
Development-stage funding payments - ongoing	(1)	(1)
Milestone payments	(25)	—
Investments in equity method investees	—	(7)
Contributions from legacy non-controlling interests - R&D	0	0
<b>Capital Deployment</b>	<b>(522)</b>	<b>(93)</b>

Amounts may not add due to rounding.

## Portfolio Receipts

Portfolio Receipts is a key performance metric that represents Royalty Pharma's ability to generate cash from Royalty Pharma's portfolio investments, the primary source of capital that is deployed to make new portfolio investments. Portfolio Receipts is defined as the sum of Royalty Receipts and Milestones and other contractual receipts. Royalty Receipts includes variable payments based on sales of products, net of contractual payments to the legacy non-controlling interests, that are attributed to Royalty Pharma.

Milestones and other contractual receipts include sales-based or regulatory milestone payments and other fixed contractual receipts, net of contractual payments to legacy non-controlling interests, that are attributed to Royalty Pharma. Portfolio Receipts does not include proceeds from equity securities or proceeds from purchases and sales of marketable securities, both of which are not central to Royalty Pharma's fundamental business strategy.

Portfolio Receipts is calculated as the sum of the following line items from Royalty Pharma's GAAP statements of cash flows: *Cash collections from financial royalty assets, Cash collections from intangible royalty assets, Other royalty cash collections, Proceeds from available for sale debt securities and Distributions from equity method investees less Distributions to legacy non-controlling interests - Portfolio Receipts*, which represent contractual distributions of Royalty Receipts, milestones and other contractual receipts to the Legacy Investors Partnerships.

## Use of Non-GAAP Measures

Adjusted EBITDA and Portfolio Cash Flow are non-GAAP liquidity measures that exclude the impact of certain items and therefore have not been calculated in accordance with GAAP.

Management believes that Adjusted EBITDA and Portfolio Cash Flow are important non-GAAP measures used to analyze liquidity because they are key components of certain material covenants contained within Royalty Pharma's credit agreement. Royalty Pharma cautions readers that amounts presented in accordance with the definitions of Adjusted EBITDA and Portfolio Cash Flow may not be the same as similar measures used by other companies or analysts. These non-GAAP liquidity measures have limitations as analytical tools, and you should not consider them in isolation or as a substitute for the analysis of Royalty Pharma's results as reported under GAAP.

The definitions of Adjusted EBITDA and Portfolio Cash Flow used by Royalty Pharma are the same as the definitions in the credit agreement. Noncompliance with the interest coverage ratio, leverage ratio and Portfolio Cash Flow ratio covenants under the credit agreement could result in lenders requiring the company to immediately repay all amounts borrowed. If Royalty Pharma cannot satisfy these covenants, it would be prohibited under the credit agreement from engaging in certain activities, such as incurring additional indebtedness, paying dividends, making certain payments, and acquiring and disposing of assets. Consequently, Adjusted EBITDA and Portfolio Cash Flow are critical to the assessment of Royalty Pharma's liquidity.

Adjusted EBITDA and Portfolio Cash Flow are used by management as key liquidity measures in the evaluation of the company's ability to generate cash from operations. Management uses Adjusted EBITDA and Portfolio Cash Flow when considering available cash, including for decision-making purposes related to funding of acquisitions, debt repayments, dividends and other discretionary investments.

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Further, these non-GAAP liquidity measures help management, the audit committee and investors evaluate the company's ability to generate liquidity from operating activities.

The company has provided reconciliations of these non-GAAP liquidity measures to the most directly comparable GAAP financial measure, being net cash provided by operating activities in Table 5.

## Notes

<sup>(1)</sup> Portfolio Receipts is a key performance metric that represents Royalty Pharma's ability to generate cash from Royalty Pharma's portfolio investments, the primary source of capital that Royalty Pharma can deploy to make new portfolio investments. Portfolio Receipts is defined as the sum of Royalty Receipts and Milestones and other contractual receipts. Royalty Receipts includes variable payments based on sales of products, net of contractual payments to the legacy non-controlling interests, that are attributed to Royalty Pharma ("Royalty Receipts"). Milestones and other contractual receipts include sales-based or regulatory milestone payments and other fixed contractual receipts, net of contractual payments to the legacy non-controlling interests, that are attributed to Royalty Pharma. Portfolio Receipts does not include proceeds from equity securities or marketable securities, both of which are not central to Royalty Pharma's fundamental business strategy.

Portfolio Receipts is calculated as the sum of the following line items from Royalty Pharma's GAAP statements of cash flows: *Cash collections from financial royalty assets, Cash collections from intangible royalty assets, Other royalty cash collections, Proceeds from available for sale debt securities* and *Distributions from equity method investees* less *Distributions to legacy non-controlling interests - Portfolio Receipts*, which represent contractual distributions of Royalty Receipts, milestones and other contractual receipts to the Legacy Investors Partnerships.

<sup>(2)</sup> Adjusted EBITDA is defined under the credit agreement as Portfolio Receipts minus payments for operating and professional costs. Operating and professional costs reflect *Payments for operating and professional costs* from the GAAP statements of cash flows. See GAAP to Non-GAAP reconciliation in Table 5.

<sup>(3)</sup> Portfolio Cash Flow is defined under the credit agreement as Adjusted EBITDA minus interest paid or received, net. See GAAP to Non-GAAP reconciliation in Table 5. Portfolio Cash Flow reflects the cash generated by Royalty Pharma's business that can be redeployed into value-enhancing royalty acquisitions, used to repay debt, returned to shareholders through dividends or share purchases or utilized for other discretionary investments.

<sup>(4)</sup> Capital Deployment is calculated as the summation of the following line items from Royalty Pharma's GAAP statements of cash flows: *Investments in equity method investees, Purchases of available for sale debt securities, Acquisitions of financial royalty assets, Acquisitions of other financial assets, Milestone payments, Development-stage funding payments - ongoing, Development-stage funding payments - upfront and milestone* less *Contributions from legacy non-controlling interests - R&D*.

<sup>(5)</sup> Other products primarily include Royalty Receipts on the following products: Cimzia, Crysivita, Emgality, Entyvio, Farxiga/Onglyza, IDHIFA, Nesina, Soliqua, Voranigo and distributions from the Legacy SLP Interest, which is presented as *Distributions from equity method investees* on the GAAP statements of cash flows.

<sup>(6)</sup> The table below shows the line item for each adjustment and the direct location for such line item on the GAAP statements of cash flows.

Reconciling Adjustment	Statements of Cash Flows Classification
Interest received/paid, net	Operating activities ( <i>Interest paid less Interest received</i> )
<i>Distributions from equity method investees</i>	Investing activities
<i>Proceeds from available for sale debt securities</i>	Investing activities
<i>Distributions to legacy non-controlling interests - Portfolio Receipts</i>	Financing activities



## About Royalty Pharma plc

Founded in 1996, Royalty Pharma is the largest buyer of biopharmaceutical royalties and a leading funder of innovation across the biopharmaceutical industry, collaborating with innovators from academic institutions, research hospitals and non-profits through small and mid-cap biotechnology companies to leading global pharmaceutical companies. Royalty Pharma has assembled a portfolio of royalties which entitles it to payments based directly on the top-line sales of many of the industry's leading therapies. Royalty Pharma funds innovation in the biopharmaceutical industry both directly and indirectly - directly when it partners with companies to co-fund late-stage clinical trials and new product launches in exchange for future royalties, and indirectly when it acquires existing royalties from the original innovators. Royalty Pharma's current portfolio includes royalties on more than 35 commercial products, including Vertex's Trikafta, GSK's Trelegy, Roche's Evrysdi, Johnson & Johnson's Tremfya, Biogen's Tysabri and Spinraza, AbbVie and Johnson & Johnson's Imbruvica, Astellas and Pfizer's Xtandi, Novartis' Promacta, Pfizer's Nurtec ODT and Gilead's Trodelvy, and 15 development-stage product candidates.

## Forward-Looking Statements

The information set forth herein does not purport to be complete or to contain all of the information you may desire. Statements contained herein are made as of the date of this document unless stated otherwise, and neither the delivery of this document at any time, nor any sale of securities, shall under any circumstances create an implication that the information contained herein is correct as of any time after such date or that information will be updated or revised to reflect information that subsequently becomes available or changes occurring after the date hereof.

This document contains statements that constitute "forward-looking statements" as that term is defined in the United States Private Securities Litigation Reform Act of 1995, including statements that express the company's opinions, expectations, beliefs, plans, objectives, assumptions or projections regarding future events or future results, in contrast with statements that reflect historical facts. Examples include discussion of Royalty Pharma's strategies, financing plans, growth opportunities, market growth and plans for capital deployment. In some cases, you can identify such forward-looking statements by terminology such as "anticipate," "intend," "believe," "estimate," "plan," "seek," "project," "expect," "may," "will," "would," "could" or "should," the negative of these terms or similar expressions. Forward-looking statements are based on management's current beliefs and assumptions and on information currently available to the company. However, these forward-looking statements are not a guarantee of Royalty Pharma's performance, and you should not place undue reliance on such statements. Forward-looking statements are subject to many risks, uncertainties and other variable circumstances, and other factors. Such risks and uncertainties may cause the statements to be inaccurate and readers are cautioned not to place undue reliance on such statements. Many of these risks are outside of the company's control and could cause its actual results to differ materially from those it thought would occur. The forward-looking statements included in this document are made only as of the date hereof. The company does not undertake, and specifically declines, any obligation to update any such statements or to publicly announce the results of any revisions to any such statements to reflect future events or developments, except as required by law.

Certain information contained in this document relates to or is based on studies, publications, surveys and other data obtained from third-party sources and the company's own internal estimates and research. While the company believes these third-party sources to be reliable as of the date of this

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For further information, please reference Royalty Pharma's reports and documents filed with the U.S. Securities and Exchange Commission (SEC). You may get these documents by visiting EDGAR on the SEC website at [www.sec.gov](http://www.sec.gov).

## **Royalty Pharma Investor Relations and Communications**

+1 (212) 883-6637

[ir@royaltypharma.com](mailto:ir@royaltypharma.com)