

METALSOURCE MINING INC.

Management's Discussion and Analysis

For the year ended June 30, 2026

Introduction

The following Management's Discussion and Analysis ("MD&A") contains a review and analysis of financial results for Metalsource Mining Inc. (the "Company") for the year ended June 30, 2026.

This MD&A supplements but does not form part of the consolidated financial statements of the Company and should be read in conjunction with the consolidated financial statements of the Company and notes thereto for the years ended June 30, 2026 and 2025 (the "Financial Statements"). The Financial Statements have been prepared in accordance with IFRS Accounting Standards ("IFRS"). The following MD&A is current as of October 28, 2026.

All amounts in this MD&A are expressed in Canadian dollars, unless otherwise stated. The scientific and technical information was reviewed by Darcy Vis, B.Sc., P.Geo., President of Tripoint Geological Services Ltd., a contractor of the Company, and a Qualified Person as defined under National Instrument ("NI") 43-101 – Standards of Disclosure for Mineral Projects.

Additional information relating to the Company and its business activities is available under the Company's profile on SEDAR+ at www.sedarplus.ca.

Forward-Looking Statements

This MD&A contains forward-looking statements and forward-looking information (collectively, "forward-looking statements") within the meaning of applicable Canadian legislation, operations and financial performance and condition of the Company. All statements, other than statements of historical fact, included herein including, without limitation, management's expectations regarding the Company's growth, results of operations, estimated future revenues, future demand for and prices of gold and precious metals, business prospects and opportunities, future capital expenditures and financings (including the amount and nature thereof), anticipated content, commencement, and cost of exploration programs in respect of the Company's projects and mineral properties, anticipated exploration program results from exploration activities, the discovery and delineation of mineral deposits, resources and/or reserves on the Company's projects and mineral properties, and the anticipated business plans and timing of future activities of the Company, are forward-looking statements. In making the forward-looking statements in this MD&A, the Company has applied several material assumptions, including without limitation, that there will be investor interest in future financings, market fundamentals will result in sustained precious metals demand and prices, the receipt of any necessary permits, licenses and regulatory approvals in connection with the future exploration and development of the Company's projects in a timely manner, the availability of financing on suitable terms for the exploration and development of the Company's projects and the Company's ability to comply with environmental, health and safety laws. Although the Company believes that such statements are reasonable, it can give no assurance that such expectations will prove to be correct.

Often, but not always, forward-looking statements can be identified by the use of words such as "plans", "expects", "is expected", "may", "will", "budget", "scheduled", "estimates", "forecasts", "predicts", "intends", "targets", "aims", "anticipates" or "believes" or variations (including negative or grammatical 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 information involves known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to differ materially from any future results, performance or achievements expressed or implied by the forward-looking information. Such risks and other factors include, among others: the ability of the Company to obtain sufficient financing to fund its business activities and plans on an ongoing basis; operating and technical difficulties in connection with mineral exploration for the Company's projects; the Company's strategies and objectives, both generally and in respect of its specific mineral properties or exploration and evaluation assets; future prices of precious metals, currency fluctuations, changes in governmental and regulatory conditions, changes in the financial markets and in the demand and market price for commodities; and general business, economic,

competitive, political and social uncertainties, as well as those factors discussed in the section entitled "*Risk of Foreign Operations*."

These factors should be carefully considered and readers are cautioned not to place undue reliance on forward-looking statements. Although the forward-looking information contained in this MD&A is based upon what management believes to be reasonable assumptions, there can be no assurance that such forward-looking information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such information. Such forward-looking information is made as of the date of this MD&A and, other than as required by law, the Company assumes no obligation to update or revise such forward-looking information to reflect new events or circumstances.

Business Overview

The Company is a junior exploration company incorporated under the laws of the Province of British Columbia, Canada and whose common shares are listed on the Canadian Securities Exchange. The Company has one wholly owned subsidiary, Red Ridge Mining Proprietary Limited ("Red Ridge"), incorporated under the laws of Botswana.

The Company is principally engaged in the acquisition and exploration of mineral properties. The Company is currently exploring properties located in the United States and Botswana. The properties in the United States include the Byrd-Pilot Property and the Silver Hill Property, both located in the State of North Carolina. The property in Botswana is the Aruba Property, located in south-central Botswana. The Company is in the exploration stage and has not yet determined whether any of these properties contain mineral reserves that are economically recoverable.

Description of Property

Aruba Property

On September 26, 2023, the Company acquired the Aruba Property by purchasing all of the issued and outstanding securities of Red Ridge in exchange for 13,000,000 common shares of the Company with a fair value of $2,470,000.

The Aruba Property originally comprised five prospecting licenses totaling approximately 4,663 km². In accordance with Botswana's Mines and Minerals Act, license holders are required to reduce their prospecting areas upon each renewal. During the year ended June 30, 2026, the Company relinquished Nil km² (2025 - 1,985 km²) as part of this statutory reduction and to focus exploration efforts on the most prospective areas based on existing geological data. As at June 30, 2026, the Company's five prospecting licenses covered approximately 2,241 km² (2025 - 2,241 km²).

The property is located in south-central Botswana, approximately 200 km west of the Bushveld Complex in neighboring South Africa. The prospecting licenses are located between the cities of Jwaneng and Werda, near the border with the Republic of South Africa. The Transvaal Supergroup is a late Archaean to early Proterozoic (2.65-2.05 Ga) platform succession developed on the Kaapvaal Craton and is subdivided into three basins: the Griqualand West, Kanye, and Transvaal Basins. Generally, the supergroup is consistently comprised of lower clastic sediments and volcanic rocks overlain by chemical sedimentary units, with a regional unconformity, which in turn is overlain by clastic sediments and volcanic lithologies. In Botswana and within the property, the portion of the Transvaal Supergroup is the Kanye Basin. The western portion of the licenses are underlain by Transvaal Supergroup, which, in South Africa, is highly prospective for Manganese. There are very few prospective Manganese assets being explored in the western world. Property and regional geology also includes a portion of the western margin of the approximately 1300 km2 Molopo Farms Complex ("MFC"), and includes the basal units known to be prospective for Nickel, Copper and PGE mineralization. The Company believes that these projects offer great upside for its shareholders and give them exposure to critical minerals within an exceptional mining jurisdiction. The MFC is made up by a well layered lower ultramafic sequence containing; chromite bearing hezburgite, olivine orthopyroxinite

and dunite. The upper mafic layers consist of norite, gabbros and diorites with pegmatitic areas. Structurally, the MFC consists of a folded, block-faulted and tilted lopolith now warped into a southwest-plunging syncline and divided into northern and southern lobes by the east-northeast trending Jwaneng-Makopong and northeast-trending Werda-Kgare shear zones. Parts of the intrusion and its roof-rocks were later eroded and unconformably overlain by Waterberg Group and Kalahari sands.

The Company is required to pay to the Government of Botswana at the Office of the Director of Mines, an annual charge equal to Five Pula (P5) multiplied by the number of square kilometers in the license are subject to a minimum annual charge of One Thousand Pula (P1,000). The annual charge for the claims is P11,215 (approximately $1,116).

During the year ended June 30, 2025, the Company completed the following exploration activities:

- Desktop Study - Detailed research on the Geology and mineral potential of the area.
- Field Mapping - Although there are limited outcrops in the area, there is a percentage of bedrock exposure and the licenses should be mapped at a property scale.
- Work with Botswana Geoscience Institute (BGI) and compile both digital and physical library.
    - Identify historic water boreholes in the area - potentially adding to the geologic picture from historic logs, or where possible, chip samples to be re-logged.
    - Identification and incorporation of relevant historic work on and around the prospecting licenses
- Geochemistry - Conduct soil sampling programs in selected areas that coincide with high magnetic and gravity readings. These soil samples were then analyzed using a handheld XRF unit.

During the year ended June 30, 2026, the Company completed a gravity survey over selected targets within the property. The gravity survey, together with soil geochemistry completed in 2025, will be used to assist with the identification and ranking of priority exploration targets.

Management is planning additional exploration, including follow-up mapping, rock-chip and infill soil sampling, and approximately 1,500 m of reverse circulation drilling to test priority targets.

Byrd-Pilot Property and Silver Hill Property

On September 11, 2025, the Company entered into an option agreement to acquire a 100% interest in certain mineral lease agreements and mineral exploration licenses that comprise the Byrd-Pilot Property and the Silver Hill Property in North Carolina. The option agreement closed in October 2025 following satisfaction of the closing conditions.

To exercise the option and acquire a 100% interest in the mineral lease agreements and mineral exploration licenses the Company must pay the optionor $250,000 in cash, issue 15,000,000 common shares, and incur $1,000,000 in exploration expenditures over a 24-month period, as follows:

- pay $25,000 and issue 3,000,000 common shares on the closing date (paid and issued);
- pay $100,000, issue 5,000,000 common shares, and incur $350,000 in exploration expenditures on or before 12 months from the closing date (paid, issued and incurred); and
- pay $125,000, issue 7,000,000 common shares, and incur $650,000 in exploration expenditures on or before 24 months from the closing date.

In connection with the option agreement, the Company will pay a finders' fee equal to 10% of the cash and share consideration, payable in connection with the corresponding option payments and share issuances. The cash and share consideration payable under the option agreement has been allocated equally between the Byrd-Pilot Property and the Silver Hill Property.

On January 13, 2026, the Company amended its existing option agreement relating to the Silver Hill Property to include three additional claims. The additional claims are held under five-year exploration licenses with options to purchase, renewable annually, and provide the Company with immediate access

and full exploration rights. The Company is required to reimburse the optionor annual holding costs of $8,500, $10,000, $12,000, $15,500 and $18,000 in years one through five, respectively.

On June 26, 2026, the Company further amended the option agreement to include three additional claims. The Company is required to reimburse the optionor annual holding costs of $15,000 for a period of seven years.

Byrd-Pilot Property

The Byrd-Pilot Mountain Project, comprising approximately 1,032 acres in Randolph County, North Carolina, is located in central North Carolina within the Carolina Terrane. Early U.S. Geological Survey work in the 1980s identified the area as potentially hosting a porphyry gold-copper system. Subsequent work demonstrated broad gold mineralization in soils, trenches, and shallow RC drilling, coincident with strong self-potential anomalies. The geology exhibits intense quartz-sericite-pyrite alteration, high-sulfidation signatures, and high-alumina minerals (potentially similar to the Haile and Brewer deposits to the south), suggesting potential for a epithermal or porphyry-related gold system. Geological modelling indicates an east-west trend to the mineralization, which remains open in multiple directions, with oxidation noted down to a depth of approximately 30 metres. No drilling has tested the Meridian discovery zone since the 1980s campaigns, leaving potential for resource expansion through work commitments under the option agreement.

During the year ended June 30, 2026, the Company continued geophysical exploration on the property, with Durango Geophysics completing Induced Polarization (IP) surveys on 11 lines, at 100m dipole-dipole spacing. Five anomalies were identified, including Byrd-North, Byrd-Central, Byrd-South, Pilot-West and Pilot-East. Three of the anomalies are new, and three of the anomalies coincide with known mineral occurrences on the property.

In June 2026, the Company engaged a consulting geologist to review available data at the Byrd-Pilot project, tour the site, and complete reconnaissance level mapping and sampling of high-priority areas. Conclusions from the site visit were in concurrence with the Company geologists' deposit model. Pilot is interpreted to be a porphyry lithocap with flanking, structurally controlled acid-sulfide / high-sulfidation mineralization (Byrd).

Preliminary drill plans have been developed, with road work and drill pad construction for Byrd targets complete.

Silver Hill Property

The Silver Hill Mine Project is located within the Carolina Terrane and underlain by volcaniclastic and volcano-sedimentary rocks of predominantly Neoproterozoic and Cambrian age, interpreted to represent an extension of the Avalon Terrane. The property approximately 1,300 acres in Davidson County, North Carolina. As the first significant silver discovery and the first silver-producing mine in the United States, Silver Hill hosts an extensive historical dataset, including drillhole records, underground mapping, historic dumps, and underground chip samples. Mineralization extends to approximately 550 metres from surface in moderately dipping lenses that remain open in multiple directions. Recent surface sampling includes rock sample SH25-003, which returned 444 g/t Ag, 17.7 g/t Au, 8.61% Pb, and 0.507% Zn.

A comprehensive geophysical survey of the project area was completed in May 2026, which included magnetotelluric (MT) and multiple phases of induced polarization (IP) surveys. Geophysical surveys have fingerprinted known mineralization on the property and are being used to inform on trend exploration drilling. Follow up soil and rock chip sampling was completed over high priority IP targets to aid in target evaluation and ranking.

Since commencing exploration drilling in December 2025, the Company has drilled 44 holes totaling 9,971m. The Company has released results for 18 of the 44 holes, with 19 holes at the lab with pending assays, and 7 holes in process (logging and sampling). Exploration drilling thus far has identified

widespread polymetallic mineralization within a footprint of approximately 360m (strike) by 350m (dip). Gold, silver, lead, zinc and copper is typically hosted within a package of semi-massive to massive stratiform mineralization with remobilized sulfides hosted in a network of veins / veinlets in the hanginwall and footwall of the deposit. Mineralization dips moderately toward the west-northwest, with local variation in deposit thickness controlled by original deposit geometry, localized shearing, and displacement via interpreted thrust faulting. Despite the complex nature of mineralization at Silver Hill, exploration targeting on trend has remained largely successful.

Future exploration drill plans at Silver Hill will simultaneously advance two priorities; expand known mineralization at Silver Hill, and discover additional mineralization elsewhere on the property. Drilling at Silver Hill proper will work to expand known mineralization on strike and down dip, with step out drilling planned at +50m spacing. Exploration elsewhere on property will initially test five high-priority targets identified using IP survey data, soil and rock chip sampling results. These five target areas will test approximately 1.7km of the company's 2.4km prospective strike length contained on the property with at least 12 drills holes totaling 3,600m. The Company assumes expansion drilling at Silver Hill proper will be ongoing, with estimated drill production of approximately 1km per month. Additional work at Silver Hill will include expanded soil sampling and rock chip sampling as well as mapping of available outcrop.

Drill Hole ID	Easting (m)	Northing (m)	Elev. (m)	Azimuth	Dip	Length (m)	Status
SH25-01	572408	3951597	229	107	-63	109	Complete
SH25-02	572408	3951597	229	96	-85	101	Complete
SH25-03	572410	3951751	226	96	-46	305	Complete
SH25-04	572410	3951751	225	352	-89	100	Complete
SH26-05	572280	3951624	222	125	-73	199	Complete
SH26-06	572280	3951624	222	129	-51	154	Complete
SH26-07	572280	3951624	222	74	-89	200	Complete
SH26-08	572280	3951624	222	297	-77	231	Complete
SH26-09	572237	3951590	218	89	-70	15	Abandoned
SH26-10	572237	3951590	218	91	-76	188	Complete
SH26-11	572237	3951590	218	26	-83	197	Complete
SH26-12	572237	3951590	218	293	-84	255	Assay Pending
SH26-13	572237	3951590	218	145	-82	215	Assay Pending
SH26-14	572237	3951590	218	125	-67	185	Assay Pending
SH26-15	572168	3951658	213	107	-79	267	Complete
SH26-16	572168	3951658	213	85	-76	267	Complete
SH26-17	572168	3951658	213	94	-61	245	Complete
SH26-18	572168	3951658	213	120	-70	297	Complete
SH26-19	572168	3951658	213	131	-76	258	Complete
SH26-20	572168	3951658	213	133	-80	276	Complete
SH26-21	572168	3951658	213	168	-86	288	Complete
SH26-22	572168	3951658	213	111	-86	285	Complete
SH26-23	572168	3951658	213	71	-87	288	Complete
SH26-24	572168	3951658	213	55	-84	288	Assay Pending
SH26-25	572168	3951658	213	236	-49	241	Assay Pending
SH26-26	572168	3951658	213	156	-74	276	Assay Pending
SH26-27	572168	3951658	213	173	-67	283	Assay Pending
SH26-28	572326	3951599	224	320	-76	246	Assay Pending

Drill Hole ID	Easting (m)	Northing (m)	Elev. (m)	Azimuth	Dip	Length (m)	Status
SH26-29	572326	3951599	224	334	-68	188	Assay Pending
SH26-30	572326	3951599	224	355	-62	154	Assay Pending
SH26-31	572326	3951599	224	19	-60	139	Assay Pending
SH26-32	572326	3951599	224	48	-86	154	Assay Pending
SH26-33	572326	3951599	224	15	-76	133	Assay Pending
SH26-34	572326	3951599	224	63	-68	124	Assay Pending
SH26-35	572326	3951599	224	61	-45	112	Assay Pending
SH26-36	572326	3951599	224	91	-46	197	Assay Pending
SH26-37	572211	3951736	215	91	-49	244	Assay Pending
SH26-38	572326	3951599	224	123	-45	111	Assay Pending
SH26-39	572326	3951599	224	155	-44	190	Assay Pending
SH26-40	572211	3951736	216	45	-64	300	Assay Pending
SH26-41	572211	3951736	216	207	-90	301	Assay Pending
SH26-43	572088	3951714	210	153	-63	335	Assay Pending
SH26-44	572089	3951715	210	180	-54	630	Assay Pending
SH26-45	572089	3951715	210	165	-49	396	Assay Pending

Table 1: Drill collar locations and layout azimuth/dip for exploration drilling thus far at the Silver Hill Project. Note, SH26-42 hole ID has not been drilled as of this reporting.

Results of Operations

Annual Results

During the year ended June 30, 2026, the Company recorded a net loss of $10,905,606, compared to a net loss of $702,491 in the prior year, representing an increase of $10,203,115. The higher loss was primarily attributable to share-based compensation, investor relations and shareholder information expenses, and increased consulting and management fees.

The following expenditures contributed to the increase in loss for the year ended June 30, 2026:

- Share-based compensation was $8,391,929 (2025 - $Nil), an increase of $8,391,929, related to stock options and restricted share units vesting during the year.
- Investor relations and shareholder information expenses were $1,189,749 (2025 - $Nil), an increase of $1,189,749, primarily due to increased marketing and investor awareness initiatives undertaken during the year, including digital marketing services.
- Consulting fees were $671,228 (2025 - $163,645), an increase of $507,583, primarily due to increased corporate and advisory services during the year.
- Management fees were $322,945 (2025 - $188,000), an increase of $134,945, primarily due to expanded management roles, including the addition of a Chief Operating Officer.
- Listing fees were $108,336 (2025 - $21,532), an increase of $86,804, primarily due to fees associated with the Company's listing on the OTCQB and German trading platform Tradegate.
- Travel expenses were $95,362 (2025 - $10,222), an increase of $85,140, primarily due to increased corporate travel related to site visits and business development activities.
- Professional fees were $107,596 (2025 - $52,261), an increase of $55,335, primarily due to increased legal fees during the year.

These increases were partially offset by the following:

- Impairment of exploration and evaluation assets was $Nil (2025 - $227,514), a decrease of $227,514, as no impairment was recognized in the current year.

- Interest income was $65,453 (2025 - $5), an increase of $65,448, primarily due to higher cash balances during the year.

Fourth Quarter Results

During the three months ended June 30, 2026, the Company recorded a net loss of $7,399,287, compared to a net loss of $143,335 for the same period in the prior year, representing an increase of $7,255,952. The higher loss was primarily attributable to share-based compensation and increased consulting, investor relations and shareholder information, and management expenses.

The following expenditures contributed to the increase in loss for the three months ended June 30, 2026:

- Share-based compensation was $6,729,322 (2025 - $Nil), an increase of $6,729,322, related to stock options and restricted share units vesting during the quarter.
- Consulting fees were $286,334 (2025 - $36,000), an increase of $250,334, primarily due to increased corporate and advisory services during the quarter.
- Investor relations and shareholder information expenses were $185,020 (2025 - $Nil), an increase of $185,020, primarily due to increased marketing and investor awareness initiatives undertaken during the quarter, including digital marketing services.
- Management fees were $110,472 (2025 - $48,000), an increase of $62,472, primarily due to expanded management roles, including the addition of a Chief Operating Officer.
- Travel expenses were $33,623 (2025 - $6,929), an increase of $26,694, primarily due to increased corporate travel related to site visits and business development activities.
- Professional fees were $57,028 (2025 - $38,793), an increase of $18,235, due to increased accounting and legal fees during the quarter.

These increases were partially offset by the following:

- Interest income was $39,644 (2025 - $2), an increase of $39,642, primarily due to higher cash balances during the quarter.

Financial Condition - Year end June 30, 2026 and 2025

The Company's total assets as at June 30, 2026, were $14,122,987 (2025 - $2,712,834), an increase of $11,410,153, primarily due to increases in cash and exploration and evaluation assets. The Company's current liabilities as at June 30, 2026, were $887,234 (2025 - $63,682), an increase of $823,552, due to an increase in accounts payable and accrued liabilities.

The Company had cash of $5,096,172 as at June 30, 2026 (2025 - $64,842) and working capital of $4,573,490 (2025 - $9,882). The increase in cash and working capital was primarily due to proceeds received from the issuance of shares and warrants.

When comparing the Company's financial condition as at June 30, 2026, with that of the prior year, management notes that the Company's financial position improved significantly as a result of financing activities completed during the year, providing additional funding for operations and exploration activities.

Selected Annual Information

	2026	2025	2024
	$	$	$
Net loss	(10,905,606)	(702,491)	(763,735)
Loss per share	(0.19)	(0.02)	(0.03)
Total assets	14,122,987	2,712,834	2,749,467

Summary of Quarterly Results

Below is a summary of the Company's last eight quarterly results, selected from financial statements prepared under International Financial Reporting Standards:

	2026				2025			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
	$	$	$	$	$	$	$	$
Net loss	(7,399,287)	($2,642,532)	($672,173)	(191,614)	(143,335)	(103,148)	(388,206)	(67,802)
Loss per share	(0.10)	(0.04)	(0.01)	(0.01)	(0.00)	(0.00)	(0.01)	(0.00)
Total assets	14,122,987	13,987,435	8,381,822	2,869,541	2,712,834	2,814,696	2,895,673	2,758,873

The variability of net loss during the quarterly results is typically due to increases or decreases in exploration and business activity. During periods of greater activity consulting fees, investor relations and shareholder information expenses, management fees, and professional fees will typically increase.

During the third and fourth quarters of 2026, the Company recorded significant share-based compensation expense, as well as increased consulting and investor relations and shareholder information expenses, which contributed to the higher net losses during these periods. Share-based compensation expense was $1,662,607 and $6,729,322 during the third and fourth quarters of 2026, respectively. Consulting fees were $289,487 and $286,334, respectively, and investor relations and shareholder information expenses were $494,778 and $185,020, respectively. During the second quarter of 2025, the Company recorded a $227,514 impairment of exploration and evaluation assets.

Liquidity and Capital Resources

The Company does not generate cash flows from operations and accordingly, the Company will need to raise additional funds through the issuance of shares. When acquiring an interest in mineral properties through purchase or option, the Company will sometimes issue common shares to the vendor or optionee of the property as partial or full consideration for the property interest to conserve its cash. Although the Company has been successful in raising funds in the past, there can be no assurance that the Company will be able to raise sufficient funds in the future, in which case the Company may be unable to meet obligations in the normal course of business. These factors may cast significant doubt regarding the Company's ability to continue as a going concern. Should the Company be unable to discharge liabilities in the normal course of business, the net realizable value of the Company's assets may be materially less than amounts on the statement of financial position.

As at June 30, 2026, the Company had cash of $5,096,172 and working capital of $ 4,573,490 and is considered adequately funded to meet its short-term obligations. The increase in the Company's financial resources compared to the prior year was primarily attributable to equity financings completed during the year.

Mineral exploration requires a significant amount of capital and in order to carry out its longer-term exploration plans the Company must raise additional equity capital, though there is no certainty that such financing will be completed. The Company is able to meet all of its ongoing financial obligations as they become due. It has no debt obligations and no commitments other than as described herein and in its financial statements.

Cash Flows

As at June 30, 2026, the Company had cash of $5,096,172 and working capital of $4,573,490, available to meet its short-term business requirements.

During the years ended June 30, 2026 and 2025, the Company experienced the following changes in cash flows:

Cash Used in Operating Activities

Cash used in operating activities for the year ended June 30, 2026, was $2,788,283, compared to $564,445 for the year ended June 30, 2025, an increase of $2,223,838. The increase was primarily due to higher operating expenditures across the Company, particularly consulting fees, investor relations and shareholder information expenses, and management fees, as well as an increase in prepaid expenses during the year.

Cash Used in Investing Activities

Cash used in investing activities for the year ended June 30, 2026, was $3,846,557, compared to $138,423 for the year ended June 30, 2025, an increase of $3,708,134, primarily due to higher expenditures on exploration and evaluation assets.

Cash Provided by Financing Activities

Cash provided by financing activities for the year ended June 30, 2026, was $11,666,170, compared to $750,000 for the year ended June 30, 2025, an increase of $10,916,170, primarily due to higher proceeds from the issuance of shares and warrants and proceeds from the exercise of options and warrants.

Share Capital

As at June 30, 2026, the Company has the following outstanding securities:

(i) Common Shares: 73,239,398
(ii) Warrants: 16,804,098
(iii) Options: 7,270,000
(iv) Restricted Share Units: 4,620,000

As at the date hereof, the Company has the following outstanding securities:

(i) Common Shares: 79,032,898
(ii) Warrants: 16,529,098
(iii) Options: 7,270,000
(iv) Restricted Share Units: 5,051,500

The Company has obtained its capital funding through equity financing.

Related Party Transactions

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties may be individuals or corporate entities. A transaction is considered to be a related party transaction when there is a transfer of resources or obligations between related parties. Key management personnel includes directors and key officers of the Company, including the Chief Executive Officer ("CEO"), Chief Operating Officer ("COO"), and Chief Financial Officer ("CFO").

The Company incurred the following key management personnel costs for the years ended June 30, 2026 and 2025:

		2026		2025
Management fees paid to Joseph Cullen, the CEO	$	117,000	$	94,000
Management fees paid to Thomas Kleeberg, the COO		96,945		
Management fees paid to Brandon Schwabe, the CFO		-		8,000
Management fees paid to 1499004 B.C. Ltd., a corporation controlled by the CFO		69,000		50,000
	$	282,945	$	152,000

As at June 30, 2026, accounts payable and accrued liabilities include $36,230 (2025 - $8,400) due to key management personnel. Included in this amount were $9,863 (2025 - $8,400) due to the CEO and $26,367 (2025 - $Nil) due to the COO for management fees. The amounts payable are unsecured, non-interest bearing and due on demand.

During the year ended June 30, 2026, the Company incurred $937 (2025 - $Nil) in administrative fees to the spouse of the COO.

During the year ended June 30, 2026, the Company entered into an option agreement with Goldstrike Minerals, LLC ("Goldstrike"), a company controlled by the Company's COO, to acquire a 100% interest in the Byrd-Pilot and Silver Hill Properties. Pursuant to the option agreement, the Company paid cash consideration of $25,000 and issued 3,000,000 common shares with a fair value of $1,290,000. During the year, the Company also incurred $119,087 in property lease and acquisition costs with Goldstrike. As at June 30, 2026, $31,262 was included in accounts payable and accrued liabilities.

During the year ended June 30, 2026, Naughty Ventures Corp. ("Naughty") became a related party of the Company as a result of obtaining significant influence over the Company through its share ownership, board representation and interchange of managerial personnel.

During the year ended June 30, 2026, the Company borrowed $50,000 from Naughty. The loan was unsecured and bore interest at 5% per annum. The principal of $50,000 and interest of $432 were repaid during the year. In connection with the loan, the Company issued 25,000 commitment warrants with a fair value of $2,993.

As at June 30, 2026, accounts payable and accrued liabilities include $2,801 (2025 - $Nil) due to Naughty for reimbursement of expenses. The amount payable is unsecured, non-interest bearing and due on demand.

During the year ended June 30, 2026, the Company recorded share-based compensation expense of $2,285,449 (2025 - $Nil) in connection with stock options and restricted share units granted to directors and officers.

During the year ended June 30, 2025, the Company issued 210,000 common shares with a fair value of $0.225 per share ($47,250 total) to settle $42,000 of management fees payable to the CEO and recorded a loss on debt settlement of $5,250.

Critical Accounting Estimates

Please refer to the June 30, 2026, audited consolidated financial statements on www.sedarplus.ca for critical accounting estimates.

Financial Instruments

The Company's financial instruments include cash and accounts payable and accrued liabilities. The risks associated with these financial instruments and any mitigating factors are set out below. Management manages and monitors these exposures to ensure appropriate measures are implemented in a timely and effective manner. There were no changes to the Company's risk exposures during the year ended June 30, 2026.

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Company's maximum exposure to credit risk is the carrying amount of cash. To minimize the credit risk, the Company places its cash with a high-quality financial institution.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. In the management of liquidity risk, the Company maintains a balance between continuity of funding and the flexibility through the use of borrowings. Management closely monitors the liquidity position and expects to have adequate sources of funding to finance the Company's projects and operations. All of the Company's accounts payable and accrued liabilities are due within 30 days and are subject to normal trade terms. The Company had cash at June 30, 2026 in the amount of $5,096,172 (2025 - $64,842) in order to meet short-term business requirements. At June 30, 2026, the Company had current liabilities of $837,234 (2025 - $63,682).

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

Currency risk

Currency risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will fluctuate because of changes in foreign exchange rates. The Company's property interests in the United States and Botswana make it subject to foreign currency fluctuations and inflationary pressures which may adversely affect the Company's financial position, financial performance and cash flows. At June 30, 2026, the Company was exposed to currency risk on its accounts payable denominated in United States dollars. A 10% change in the Canadian dollar relative to the United States dollar would result in an approximate $61,000 change in net loss.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to interest rate risk on the variable rate of interest earned on bank deposits. The fair value interest rate risk on bank deposits is insignificant as the deposits are short- term.

The Company has not entered into any derivative instruments to manage interest rate fluctuations.

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices, whether those changes are caused by factors specific to the individual financial instrument or its issuer or by factors affecting all similar financial instruments traded in the market. The Company is not exposed to material other price risk at June 30, 2026.

Commitments and Contingencies

The Company is committed to certain cash payments, common share issuances and exploration expenditures as described in the Description of Property.

Off Balance Sheet Transactions

The Company has no off-balance-sheet transactions.

Risk of Foreign Operations

The Company has a material property and operating subsidiary in Botswana which may expose the Company to a certain degree of additional risk and uncertainty. These additional risks may negatively impact the Company's business and operations and may include any of the following: changes in government regulations; changes in economic or tax policies; tariffs and trade barriers; regulations related to customs and import/export matters; limitations on foreign ownership; cultural and language differences; employment regulations; crimes, strikes, riots, civil disturbances, terrorist attacks, and wars; a deterioration of political relations with Canada or other governments or sanctions imposed by Canada or other governments; and currency exchange risks. In addition, Botswana is considered a developing economy which may pose a greater degree of risk to the Company than more mature economies because the economies in the developing world are more susceptible to destabilization resulting from domestic and international developments. The current, or a future government in Botswana may adopt substantially different policies, take arbitrary action which might halt exploration or production, re-nationalize private assets or cancel contracts, or mining or exploration rights, any of which could result in a material and adverse effect on the Company's results of operations and financial condition.

Changes in Accounting Policies and Future Accounting Standards

The Company has not early adopted any new accounting standards or amendments that have been issued but are not yet effective. The Company is currently assessing the impact of IFRS 18, Presentation and Disclosure in Financial Statements, which is effective for annual periods beginning on or after January 1, 2027. Amendments to IFRS 9, Financial Instruments, and IFRS 7, Financial Instruments: Disclosures, are effective for annual periods beginning on or after January 1, 2026. The Company has determined that the amendments to IFRS 9 and IFRS 7 are expected to have an immaterial impact on its consolidated financial statements.