



FREEPORT RESOURCES INC.

Management Discussion & Analysis

For the Period Ended
October 31, 2025

The following Management Discussion and Analysis (“MD&A”) of Freeport Resources Inc. (the “Company”) has been prepared by management in accordance with the requirements of National Instrument 51-102 (“NI 51-102”) as of December 29, 2025 and should be read in conjunction with the condensed consolidated interim financial statements of the Company for the nine months ended October 31, 2025, the audited consolidated financial statements of the Company for the year ended January 31, 2025, and the related notes contained therein which have been prepared under IFRS Accounting Standards (“IFRS”). The information contained herein is not a substitute for detailed investigation or analysis on any particular issue. The information provided in this document is not intended to be a comprehensive review of all matters and developments concerning the Company.

All financial information in this MD&A has been prepared in accordance with International Accounting Standards (“IAS”) 34, Interim Financial Reporting, and all dollar amounts are quoted in Canadian dollars, the reporting and functional currency of the Company, unless specifically noted.

OVERVIEW

The Company was incorporated in British Columbia and is listed on the TSX Venture Exchange (“TSX-V”) under the symbol “FRI” and listed on the OTCQB Market under the ticker symbol “FEERF”. The Company is a Canadian junior mineral exploration company with a portfolio of exploration and evaluation assets in Papua New Guinea (PNG).

EXPLORATION ACTIVITIES

Yandera Copper Project

During the year ended January 31, 2022, the Company acquired all of the outstanding share capital of Carpo Resources Inc. (“Carpo”). Carpo is a privately held company that controls Yandera, a corporation established under the laws of Papua New Guinea and which itself controls an application for the renewal of an exploration license located in Papua New Guinea, commonly known as the Yandera Copper Project. The seller retained a 1.5% net smelter return “NSR” on the first 20 years of production and the PNG government retains a 2% NSR on the property.

In March 2023, the Company received notification from the Papua New Guinea Mineral Resources Authority (the MRA) of the renewal of exploration license EL 1335, which covers the concession comprising the Yandera Copper Project. The renewal was granted with effect from November 20, 2019, for a term of two years ended November 19, 2021. In December 2023, the renewal was granted with effect from November 20, 2021 for a term of two years ended November 19, 2023, and a further renewal was granted for a term of two years from November 20, 2023 to November 19, 2025.

Location, Physiography and Accessibility

The Yandera project is located approximately 95km southwest of the city of Madang in the foothills of the Bismarck Mountain Range, which is part of the central cordillera of New Guinea, at an elevation of approximately 1,900m above sea level. The site is situated on the northern side of the range, about 13km

east-northeast from Mt. Wilhelm, with the extensive floodplain of the Ramu River approximately 20km to the east. The deposit area is mountainous with the Imbrum River valley to the west and the Tai-Yor River valley to the east. Materials and transport for the site team are via helicopter from Madang Airport or from a lay down yard which runs through the village of Usino, a 10-12 minute flight away.

History

In 1965, Kennecott acquired the Exploration License (EL) to work on the Project. They continued ownership and operated until 1973, when Triako Mines acquired the Project and had its operator, Amdex, complete the work programs. Amdex jointly worked with Broken Hill Proprietary Company (BHP) on the property from 1974 to 1977. In 1978 Amdex joint-ventured with Buka Minerals. Work and ownership between Amdex and Buka Minerals continued until 1984, when they dropped the Project. The Project sat idle until 1999, when Highland Pacific and Cyprus Amax acquired an EL and worked on the Project before dropping it prior to 2000. The Project then sat idle again until Belvedere Limited acquired the EL for the property. In 2005, Belvedere formed a joint-venture with Marengo Mining Limited, who operated the property. In 2006, Marengo Mining acquired the Project through the purchase of Belvedere's interest. Since then Marengo Mining, now Era Resources Inc., has been the sole owner and operator of the Project. Era was subsequently acquired by Carpo which is now owned by the Company.

Geology

Yandera is an igneous, intrusive-hosted, structurally controlled copper porphyry system with ancillary molybdenum and gold composed of a series of adjacent, vertically oriented deposits along recognized structural trends. Mineralization is concentrated in several deposits, namely, Imbruminda, Gremi, Omora, Gamagu and Dimbi. Imbruminda, Gremi, and Omora are contiguous and separated from Dimbi by a low-grade, central, silica-rich zone, which is bounded on three sides by high angle faults. The bulk of the mineralization is adjacent to these major structures on a northwest-southeast trend. Locally, north-northeast-trending cross faults bound mineral domains and reflect the structural complexity of the district.

The property lies within the New Guinea Orogenic Belt, which stretches from the southeastern portion of the island through the central mountain ranges into Indonesia, and to the west of Grasberg, Freeport McMoran's giant Copper-Gold mine. The belt is home to some of the world's largest producing mines and deposits, including the aforementioned Grasberg, which hosts the largest reserve of gold and second largest reserve of copper in the world. This belt includes slices of metamorphic basement and contains a variety of sedimentary packages. Above Paleozoic and early Mesozoic schists, marbles and granodiorite lie packages of Triassic to Jurassic volcanic, and clastic sediments, and Jurassic to Cretaceous clastic, volcanic, and volcanogenic sediments.

Dr. Nathan Chutas, PhD, CPG, Senior Vice-President of Operations for Freeport, is a qualified person for the purposes of National Instrument 43-101. Dr. Chutas has reviewed and approved the technical content in this MD&A.

RESULTS OF OPERATIONS

Revenues

Due to the Company's status as an exploration and development stage mineral resource company and a lack of commercial production from its properties, the Company currently does not have any revenues from its operations.

Expenses for the nine months ended October 31, 2025

The Company had a net loss of \$1,753,537 for the nine months ended October 31, 2025 compared to a net loss of \$3,636,299 for the nine months ended October 31, 2024.

Expense variances are as follows:

- a) Advertising and promotion of \$15,831 (2024 - \$313,619) – the decrease is the result of a reduction in marketing activities in the current period.
- b) Consulting of \$743,062 (2024 - \$1,201,269) – the decrease is due to fewer consultants being engaged in the current period.
- c) Exploration expenditures of \$477,708 (2024 - \$349,619) – the costs are related to the Yandera Copper Project in which the exploration expenditures are accounted for as exploration and evaluation expenditures in the statement of comprehensive loss.
- d) Share-based payments of \$Nil (2024 - \$1,040,800) – the Company granted 15,000,000 stock options valued using the Black Scholes Pricing Model in the prior period.

Expenses for the three months ended October 31, 2025

The Company had a net loss of \$560,624 for the three months ended October 31, 2025 compared to a net loss of \$754,831 for the three months ended October 31, 2024.

Expense variances are as follows:

- a) Consulting of \$246,734 (2024 - \$167,664) – the increase is due to fewer consultants being engaged in the prior period.
- b) Exploration expenditures of \$97,825 (2024 - \$185,868) – the costs are related to the Yandera Copper Project in which the exploration expenditures are accounted for as exploration and evaluation expenditures in the statement of comprehensive loss

SUMMARY OF QUARTERLY REPORTS

The following table summarizes the Company’s financial results for each of the most recently completed quarters:

	Revenue	Loss	Loss
	\$	\$	Per Share
October 31, 2025	Nil	(560,624)	(0.00)
July 31, 2025	Nil	(693,507)	(0.00)
April 30, 2025	Nil	(499,406)	(0.00)
January 31, 2025	Nil	(597,658)	(0.00)
October 31, 2024	Nil	(754,831)	(0.00)
July 31, 2024	Nil	(2,324,380)	(0.00)
April 30, 2024	Nil	(557,088)	(0.00)
January 31, 2024	Nil	(447,683)	(0.00)

LIQUIDITY AND CAPITAL RESOURCES

The accompanying condensed consolidated interim financial statements have been prepared in accordance with IFRS on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities and commitments in the normal course of business. The continuation of the Company is dependent upon the continuing financial support of creditors and stockholders, refinancing debts payable, obtaining additional long-term debt or equity financing, as well as achieving and maintaining a profitable level of operations. As the outcome of these matters cannot be predicted at this time, these financial statements do not include any adjustments to the amounts and classification of assets and liabilities that

might be necessary should the Company be unable to continue operations. The Company's primary capital assets are mineral property assets.

Subsequent to the period ended October 31, 2025, the Company:

- Completed the first tranche of a private placement for gross proceeds of \$1,614,850 from the issuance of 53,828,332 units at \$0.03 per unit, of which \$319,500 was received during the period ended October 31, 2025. Each unit consists of one common share and one-half of one common share purchase warrant at an exercise price of \$0.06 for a period of 12 months. Pursuant to the private placement, the Company paid \$6,000 of cash finder's fees and issued 2,106,700 finder's warrants exercisable at \$0.05 for a period of 12 months.
- Completed the second tranche of a private placement for gross proceeds of \$723,000 from the issuance of 24,099,999 units at \$0.03 per unit. Each unit consists of one common share and one-half of one common share purchase warrant at an exercise price of \$0.06 for a period of 12 months.

	October 31, 2025	January 31, 2025
	(\$)	(\$)
Working capital	1,029,446	2,482,653
Accumulated deficit	32,137,107	30,383,570

TRANSACTIONS WITH RELATED PARTIES

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors.

The following balances are owing to directors, officers and companies controlled by the directors and officers include in accounts payable and accrued liabilities:

	October 31, 2025	January 31, 2025
	\$	\$
Due to a company controlled by a director and officer	47,985	24,751
Due to directors and officers	14,700	3,150
	62,685	27,901

The Company had the following transactions with key management personnel during the periods ended October 31, 2025 and 2024:

	2025	2024
	\$	\$
Management fees	36,000	46,463
Consulting fees	43,658	45,870
Accounting fees	90,000	126,000
Exploration and evaluation expenditures	91,124	79,286
Share-based payments	-	142,243
	260,783	439,862

CRITICAL ACCOUNTING POLICIES AND ESTIMATES

The details of Freeport's accounting policies are presented in note 2 of the consolidated financial statements for the year ended January 31, 2025. These policies are considered by management to be essential to understanding the processes and reasoning that go into the preparation of the Company's financial statements and the uncertainties that could have a bearing on its financial results.

MATERIAL ACCOUNTING POLICY INFORMATION

Please refer to the audited consolidated financial statements for the year ended January 31, 2025 on www.sedarplus.ca.

FINANCIAL INSTRUMENTS

Please refer to the October 31, 2025 condensed consolidated interim financial statements on www.sedarplus.ca.

CAPITAL MANAGEMENT

Please refer to the October 31, 2025 condensed consolidated interim financial statements on www.sedarplus.ca.

MANAGEMENT'S REPORT ON INTERNAL CONTROL OVER FINANCING REPORTING

In connection with National Instrument ("NI") 52-109 (Certification of Disclosure in Issuer's Annual and Interim Filings) adopted in December 2008 by each of the securities commissions across Canada, the Chief Executive Officer and Chief Financial Officer of the Company will file a Venture Issuer Basic Certificate with respect to the financial information contained in the unaudited interim financial statements and the audited annual financial statements and respective accompanying Management's Discussion and Analysis. The Venture Issuer Basic Certification does not include representations relating to the establishment and maintenance of disclosure controls and procedures and internal control over financial reporting, as defined in NI 52-109.

RISKS AND UNCERTAINTIES

The Company's activity of natural resource exploration is considered to be very high risk. Companies in this industry are subject to many and varied kinds of risks, including but not limited to, environmental, commodity prices, political and economic, with some of the most significant risks being:

1. Substantial expenditures are required to explore for mineral reserves and the chances of identifying economical reserves are extremely small;
2. The junior resource market, where the Company raises funds, is extremely volatile and there is no guarantee that the Company will be able to raise funds as it requires them;
3. Although the Company has taken steps to verify title to the mineral properties it has an interest in or is earning into, there is no guarantee that the property will not be subject to title disputes or undetected defects; and
4. The Company is subject to the laws and regulations relating to environmental matters, including provisions relating to reclamation, discharge of hazardous material and other matters. The Company conducts its exploration activities in compliance with applicable environmental protection legislation and is not aware of any existing environmental problems related to its properties that may cause material liability to the Company.

OFF-BALANCE SHEET ARRANGEMENTS

The Company has no off-balance sheet arrangements.

PROPOSED TRANSACTIONS

There are no proposed transactions that have not been disclosed herein.

DISCLOSURE BY VENTURE ISSUER WITHOUT SIGNIFICANT REVENUE

A breakdown of the components of the Company's expenses is disclosed in the condensed consolidated interim financial statements for the period ended October 31, 2025 to which this MD&A relates.

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

Information provided in this report, including the financial statements, is the responsibility of management. In the preparation of these statements, estimates are sometimes necessary to make a determination of future value for certain assets or liabilities. Management believes such estimates have been based on careful judgments and have been properly reflected in the accompanying condensed consolidated interim financial statements. Management maintains a system of internal controls to provide reasonable assurances that the Company's assets are safeguarded and to facilitate the preparation of relevant and timely information.

OTHER MD&A REQUIREMENTS

Additional information relating to the Company's operations and activities can be found by accessing the Company's news releases and filings on SEDAR+ at www.sedarplus.ca.

OUTSTANDING SHARES, STOCK OPTIONS AND WARRANTS

As at the date of this report, the Company had the following outstanding:

- 340,612,020 common shares
- Stock options

Number of Options	Exercise Price (\$)	Expiry Date
5,000,000	0.05	March 31, 2028
15,000,000	0.10	June 28, 2029
20,000,000		

- Warrants

Number of Warrants	Exercise Price (\$)	Expiry Date
12,084,000	0.25	April 10, 2026
8,157,609	0.25	April 29, 2026
9,662,500	0.25	May 17, 2026
15,100,500	0.25	May 31, 2026
8,117,450	0.25	June 28, 2026
324,375	0.25	September 27, 2026
53,446,434		

FORWARD-LOOKING STATEMENTS

This MD&A together with the Company's financial statements contain certain statements that may be deemed "forward-looking statements". All statements in this MD&A, other than statements of historical fact, that address exploration drilling, exploitation activities and events or developments that the Company expects to occur, are forward looking statements. Forward looking statements in this document are statements that are not historical facts and are generally, but not always, identified by the words "expects", "plans", "anticipates", "believes", "intends", "estimates", "projects", "potential" and similar expressions, or that events or conditions "will", "would", "may", "could" or "should" occur. Information inferred from the interpretation of drilling results and information concerning resource estimates may also be deemed to be forward looking statements, as it constitutes a prediction of what might be found to be present when and if a project is actually developed. Although the Company believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results may differ materially from those in the forward-looking statements.

Inherent in forward-looking statements are risks and uncertainties beyond the Company's ability to predict or control, including risks that may affect the Company's operating or capital plans, including risks generally encountered in the exploration and development of natural resource properties, such as unusual or unexpected geological formations, unanticipated metallurgical difficulties, ground control problems, process upsets and equipment malfunctions; risks associated with labour and unavailability of skilled labour; fluctuations in the market prices of the Company's principal products, which are cyclical and subject to substantial price fluctuations; risks created through competition for natural resource properties; risks associated with lack of access to markets; risks associated with mineral and resource estimates, including the risk of errors in assumptions or methodologies; risks posed by fluctuations in exchange rates and interest rates, as well as general economic conditions; risks associated with environmental compliance and permitting, including those created by changes in environmental legislation and regulation; risks associated with the Company's dependence on third parties in the provision of transportation and other critical services; risks associated with aboriginal title claims and other title risks; social and political risks associated with operations in foreign countries; and risks associated with legal proceedings.

Actual results and developments are likely to differ, and may differ materially, from those expressed or implied by the forward-looking statements contained in this MD&A. Such statements are based on a number of assumptions which may prove to be incorrect, including, but not limited to, the following assumptions: that there is no material deterioration in general business and economic conditions; that there is no unanticipated fluctuation of interest rates and foreign exchange rates; that the supply and demand for, deliveries of, and the level and volatility of commodity prices develop as expected; that the Company receives regulatory and governmental approvals as are necessary on a timely basis; that the Company is able to obtain financing as necessary on reasonable terms; that there is no unforeseen deterioration in the Company's activity costs; that the Company is able to continue to secure adequate transportation as necessary for its exploration activities; that the Company is able to procure equipment and supplies, as necessary, in sufficient quantities and on a timely basis; that exploration activity timetables and capital costs for the Company's planned projects are not incorrectly estimated or affected by unforeseen circumstances; that costs of closure of various operations are accurately estimated; that there are no unanticipated changes to market competition; that the Company's estimates in relation to its natural resource interests are within reasonable bounds of accuracy (including with respect to size, grade and recoverability of mineral projects) and that the geological, operational and price assumptions on which these are based are reasonable; that no environmental and other proceedings or disputes arise; and that the Company maintains its ongoing relations with its employees, consultants and advisors.

Readers are cautioned that the foregoing list of important factors and assumptions is not exhaustive. Forward-looking statements are not guarantees of future performance. Events or circumstances could cause the Company's actual results to differ materially from those estimated or projected and expressed in, or implied by, these forward-looking statements. The Company undertakes no obligation to update publicly or otherwise revise any forward-looking statements or the foregoing list of factors, whether as a result of new information or future events or otherwise, except as may be required under applicable laws.