

ARBOR METALS CORP.
(the "Company" or "Arbor")
FORM 51-102F1

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year ended October 31, 2025

The following Management's Discussion and Analysis ("MD&A") prepared as of January XX, 2025, should be read in conjunction with the audited consolidated financial statements and related notes of the Company for the years ended October 31, 2025 and 2024. The consolidated financial statements have been prepared using accounting principles consistent with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board ("IASB"). All monetary amounts in this MD&A and in the consolidated financial statements are expressed in Canadian dollars unless otherwise stated. Additional information on the Company can be found on SEDARPLUS at www.sedarplus.ca. The reader should be aware that historical results are not necessarily indicative of future performance. The consolidated financial statements together with the following MD&A are intended to provide readers with a reasonable basis for assessing the financial performance of the Company.

Arbor Metals Corp. was incorporated in the Province of British Columbia on May 19, 2011 and began trading on the TSX-Venture Exchange ("TSX-V") on October 24, 2012. The Company is listed on the TSX-V under the symbol "ABR".

Forward Looking Statements

Forward-looking statements look into the future and provide an opinion as to the effect of certain events and trends on the business. Certain statements contained in this MD&A constitute forward-looking statements. The use of any words such as "anticipate", "continue", "estimate", "expect", "may", "will", "project", "should", "believe" and similar expressions are intended to identify forward-looking statements. These forward-looking statements are based on current expectations and various estimates, factors and assumptions and involve known and unknown risks, uncertainties and other factors.

It is important to note that:

- Unless otherwise indicated, forward-looking statements in this MD&A describe the Company's expectations as of February 17, 2026.
- Readers are cautioned not to place undue reliance on these statements as the Company's actual results, performance or achievements may differ materially from any future results, performance or achievements expressed or implied by such forward-looking statements if known or unknown risks, uncertainties or other factors affect the Company's business, or if the Company's estimates or assumptions prove inaccurate. Therefore, the Company cannot provide any assurance that forward-looking statements will materialize.
- The Company assumes no obligation to update or revise any forward-looking statement, whether as a result of new information, future events or any other reason except as required by law.

For a description of material factors that could cause the Company's actual results to differ materially from the forward-looking statements in this MD&A, please see "Mining Risks" and "Business Risks".

Overall Performance

The Company is engaged primarily in the business of identifying, acquiring and exploring and, if warranted, developing natural resource properties. The Company is a development stage company, has produced no revenues to date and is reliant on the issuance of shares and debt to finance continued exploration activities and operations.

Kemlee Lake Lithium Project, Ontario, Canada

On June 5, 2024, the Company completed the acquisition of all of the outstanding share capital of Kemlee Lake Lithium Corp. from an arm's length party by issuing 1,500,000 common shares valued at \$885,000. No finders' fees or commissions were payable by the Company in connection with this acquisition. As a result of this transaction, the Company holds a 100% interest in mineral claims known as the Kemlee Lake Lithium Project ("Kemlee Lake") in the Georgia Lake Lithium Camp, Thunder Bay Mining Division.

Corvette Lake and St. Pierre Lithium Projects, Quebec, Canada

On February 26, 2024, the Company acquired 100% of the voting shares of Corvette Lake Lithium Corp., ("CLL") by making a cash payment of \$712,500. CLL holds a 100% interest in the Corvette Lake and St. Pierre lithium projects and had cash of \$267,016 at the time of the acquisition. The Company's interest is subject to a 1% Net Smelter Royalty ("NSR") payable to the vendor, of which 1% may be purchased for \$1,000,000. Pursuant to the acquisition, CLL had transferred both claims to Arbor.

Following the acquisition of CLL, a total of 50,000 performance-linked preferred shares of CLL remained outstanding which were not held by the Company. The performance-linked preferred shares carry no voting rights. In the event the results of mineral exploration conducted on the Corvette Lake and St. Pierre properties demonstrate the existence of lithium mineralization the holder has the right to redeem the shares at a price of \$100 per share.

Assay results received by the Company in April 2025 provided evidence of lithium mineralization and the holder of the preferred shares elected to redeem the preferred shares in full. On April 14, 2025, the Company satisfied the redemption price of \$100.00 per share.

On August 15, 2025, the Company agreed to exchange its 100% owned St. Pierre Lithium Projects for Ernest rare-earth element ("Ernest REE") project, which is owned by an arm's length party. The parties agreed to exchange the project without additional consideration. The Ernest REE is subject to a 2% royalty obligation on commercial production, and the original NSR on St. Pierre Lithium has been reverted back to the vendor.

Jarnet Lithium Project, Quebec, Canada

On January 26, 2022, the Company signed a property option agreement to acquire a 100% interest in certain mineral claims, comprising 2,430 hectares in the James Bay region of Quebec. The terms of the Purchase Option Agreement are as follows:

- (a) cash consideration of \$20,000 on signing of the agreement (*paid*);

- (b) \$20,000 on or before January 26, 2023 (*paid*);
- (c) \$60,000 on or before January 26, 2024 (*paid*);
- (d) \$100,000 in exploration expenditures on or before January 26, 2023 (*incurred*);
- (e) \$100,000 in exploration expenditures on or before January 26, 2024 (*incurred*); and
- (f) \$100,000 in exploration expenditures on or before January 26, 2025 (*incurred*).

The Company's interest is subject to a 1% NSR payable to the vendor, which may be purchased for \$1,000,000.

As the Company has now completed all of the terms of the Purchase Option Agreement, it has acquired a 100% interest and title in the Jarnet Lithium Project claims.

Consolidation of Jarnet Lithium Project and Corvette Lake Projects

Upon completion of the Purchase Option Agreement for the Jarnet Lithium Project claims, the Company expanded its land position in the Jarnet and Corvette Lake areas. Both projects will be consolidated under the newly designed Jarnet Project. This consolidation simplifies the Company's asset structure, aligns with its long-term strategic objectives, and enhances the value of the project by eliminating future payment obligations related to the option agreements.

A summary of the Company's exploration and evaluation assets at October 31, 2025 follows:

October 31, 2025	Kemlee Lake	Ernest	Jarnet	Total
Acquisition Costs				
<i>Balance, October 31, 2024</i>	885,000	-	547,083	1,432,083
Additions		220,000	5,000,000	5,220,000
Acquisition Costs, October 31, 2025	885,000	220,000	5,547,083	6,652,083
Exploration costs:				
<i>Balance, October 31, 2024</i>	-	-	2,204,127	2,204,127
Additions	500,104	-	4,428,576	4,928,680
Disposed	-	-	(220,000)	(220,000)
Exploration Cost, October 31, 2025	500,104	-	6,412,703	6,912,807
Balance, October 31, 2025	1,385,104	220,000	11,959,786	13,564,890
October 31, 2024	Kemlee Lake	Ernest	Jarnet	Total
Acquisition Costs	\$	\$	\$	\$
<i>Balance, October 31, 2023</i>	-	-	40,000	40,000
Additions	885,000	-	507,083	1,392,083
Acquisition costs, October 31, 2024	885,000	-	547,083	1,432,083
Exploration Costs				
<i>Balance, October 31, 2023</i>	-	-	242,079	242,079
Additions	-	-	1,962,048	1,962,048
Exploration costs, October 31, 2024	-	-	2,204,127	2,204,127
Balance, October 31, 2024	885,000	-	2,751,210	3,636,210

Selected Annual Information

The following table summarizes financial information, prepared in accordance with IFRS, for the Company for the years ended October 31, 2025, 2024 and 2023.

	October 31, 2025	October 31, 2024	October 31, 2023
	\$	\$	\$
Current assets	1,042,740	7,965,374	4,777,794
Exploration and evaluation properties	13,564,890	3,636,210	282,079
Total assets	14,607,630	11,601,584	5,059,873
Current liabilities	158,857	114,813	72,697
Total non-current financial liabilities	-	502,466	1,205,272
Total revenue	Nil	Nil	Nil
Net income (loss) and comprehensive income (loss)	473,401	(1,547,562)	(411,603)
Basic earnings (loss) per share	0.01	(0.02)	(0.01)
Diluted earnings (loss) per share	0.01	(0.02)	(0.01)
Weighted average number of common shares outstanding	81,879,588	67,658,210	60,067,740
Weighted average number of diluted shares outstanding	92,074,561	67,658,210	60,067,740

In 2023, the Company raised net cash proceeds of \$5,175,936 from private placements. These funds were used to advance further exploration at the Jarnet Lithium project, to retire existing loans payable, and for general working capital purposes.

In 2024, the Company raised net cash proceeds of \$5,950,159 from private placements. These funds are being used to continue exploration at the Jarnet, Corvette and Kemlee projects.

In 2025, the Company raised net cash proceeds of \$3,278,011 from private placements. These funds are being used to continue exploration and for general working capital purposes.

The Company has no dividend policy and has no intention of developing a dividend policy in the foreseeable future. The Company has paid no dividends and has no retained earnings from which it might pay dividends.

Summary of Quarterly Results

The following is a summary of selected financial data for the Company for the eight most recently completed quarters.

	3 months ended Oct 31, 2025 \$	3 months ended Jul 31, 2025 \$	3 months ended Apr 30, 2025 \$	3 months ended Jan 31, 2025 \$	3 months ended Oct 31, 2024 \$	3 months ended Jul 31, 2024 \$	3 months ended Apr 30, 2024 \$	3 months ended Jan 31, 2024 \$
Total revenue	Nil							
Net income (loss)	(317,338)	242,132	404,258	144,349	(182,684)	(259,100)	72,976	(1,178,754)
Basic earnings (loss) per share	(0.00)	0.00	0.01	0.00	(0.00)	(0.00)	0.00	(0.02)
Diluted earnings (loss) per share	(0.00)	0.00	0.01	0.00	(0.00)	(0.00)	0.00	(0.02)
Total assets	14,607,630	15,259,500	14,355,339	14,400,824	11,601,584	9,350,586	8,610,644	8,626,308
Total liabilities	158,857	1,136,726	638,582	1,088,325	617,279	436,720	470,060	706,082
Total equity (deficiency)	14,448,774	14,122,774	13,716,757	13,312,499	10,984,305	8,913,866	8,140,584	7,920,226

Results of Operations

Three months ended October 31, 2025 and 2024

	Three months ended October 31, 2025 \$	Three months ended October 31, 2024 \$
Expenses		
Advisory fees	30,000	30,000
Management fees	18,000	18,000
Office and administration	2,764	4,868
Professional fees	57,194	17,249
Share-based compensation	209,151	635,841
Transfer agent and filing fees	468	2,942
	<u>(317,577)</u>	<u>(699,150)</u>
Other Items		
Interest income	4,559	72,429
Gain on settlement of debt	-	107,662
Part XII.6 tax	(18,804)	(51,262)
Quebec special tax	(17,774)	-
Flow-through premium liability amortization	32,258	387,637
	<u>239</u>	<u>516,466</u>
NET INCOME (LOSS) FOR THE PERIOD	<u>(317,338)</u>	<u>(182,684)</u>

During the three months ended October 31, 2025, the Company recorded net loss of \$317,338 compared with net loss of \$182,684 in the same period of 2024, representing an increase of \$134,653.

The increase in net loss was mainly attributable to the following:

- Increase of \$39,945 in professional fees from \$17,249 in 2024 to \$57,194 due to additional professionals engaged to support increase business activities and compliance.
- Decrease of \$67,870 in interest income from \$72,429 in 2024 to \$4,559 in 2025 due to a reduction in short-term investments held to earn interests.
- Decrease of \$355,379 in flow-through premium liability amortization from \$387,637 in 2024 to \$32,258 in 2025 due to lower qualifying expenditures recognized for exploration properties in connection with the flow through program, as compared to prior period.
- Decrease of \$107,662 in gain on settlement of debt from \$107,662 in 2024 to \$NIL in 2025 due to no debt settlement occurred in the current period.

The increased loss was reduced by the following:

- Decrease of \$426,690 in share-based compensation expense from \$635,841 in 2024 to \$209,151. The decrease in expense was primarily attributable to fewer options and RSUs granted compared to the prior period.
- Decrease of \$14,684 in total taxes expensed from \$51,262 in 2024 to \$36,578 in 2025. The current period includes Part XII.6 tax amounting to \$18,804 from \$51,262 in 2024 and Quebec Special Tax of \$17,704, both related to flow-through expenditures. No comparable amount for Quebec Special Tax was recorded from prior period.

Year ended October 31, 2025 and 2024

	Year ended October 31, 2025	Year ended October 31, 2024
	\$	\$
Expenses		
Advisory fees	120,000	120,000
Corporate communications	950	167,570
Interest	-	31
Management fees	50,250	122,375
Office and administration	28,273	15,146
Professional fees	187,731	103,302
Share-based compensation	373,036	1,982,935
Transfer agent and filing fees	62,222	58,294
	<u>(822,462)</u>	<u>(2,569,653)</u>
Other Items		
Interest income	169,995	302,385
Gain on settlement of debt	-	107,662
Part XII.6 tax	(18,804)	(51,262)
Quebec Special Tax	(17,774)	-
Flow-through premium liability amortization	1,162,446	663,306
	<u>1,295,863</u>	<u>1,022,091</u>
NET INCOME (LOSS) FOR THE YEAR	<u>473,401</u>	<u>(1,547,562)</u>

During the year ended October 31, 2025, the Company recorded net income of \$473,401 compared with a net loss of \$1,547,562 in the same period of 2024, representing an increase of \$2,020,963.

The increase in net income was mainly attributable to the following:

- Decrease of \$1,609,899 in share-based compensation expense from \$1,982,935 in 2024 to \$373,036, primarily due to expenses recognized for stock options granted in the comparative period with no such grant in the current year.
- Decrease of \$166,620 in corporate communications expense from \$167,570 in 2024 to \$950 in 2025 due to no active marketing program in the current year.
- Decrease of \$72,125 in management fees from \$122,375 in 2024 to \$50,250 due to additional fees incurred for financing in the prior period with no comparable fees for the current year.
- Increase of \$499,140 in flow-through premium liability amortization from \$663,306 in 2024 to \$1,162,446 in 2025 due to higher qualifying expenditures recognized for exploration properties for the flow through program compared to prior year.
- Decrease of \$14,684 in total taxes expensed from \$51,262 in 2024 to \$36,578 in 2025. The current period includes Part XII.6 tax amounting to \$18,804 from \$51,262 in 2024 and Quebec Special Tax of \$17,704, both related to flow-through expenditures. No comparable amount for Quebec Special Tax was recorded from prior year.

The increase in net income was reduced by the following:

- Increase of \$84,429 in professional fees from \$103,202 in 2024 to \$187,731 due to additional professionals engaged to support business compliance
- Decrease of \$132,390 in interest income from \$302,385 in 2024 to \$169,995 in 2025 due to a reduction in short-term investments held to earn interest.
- Decrease of \$107,662 in gain on settlement of debt from \$107,662 in 2024 to \$Nil in 2025 due to no debt settlement occurred in the current year.

Liquidity and Capital Resources

As at October 31, 2025 the Company had current assets of \$1,042,740 to settle current liabilities of \$158,857.

During the year ended October 31, 2025, operating activities used \$425,122 (2024 – \$503,509) in cash.

Investing activities consisted of: (a) \$9,928,680 in exploration expenditures on the Kemlee Lake and Jarnet Lithium projects (2024 – \$2,736,147); and (b) purchase of short-term investments of \$4,800,000 (2024 - \$5,380,301) and redemption of short-term investments of \$9,974,946 (2024 - \$Nil).

The Company's activities in the year ended October 31, 2025 were financed by net proceeds from private placements of \$3,278,011 (2024 – \$5,950,159).

The Company is a development stage company with no revenue producing properties and, consequently, does not generate operating income or cash flow. The Company has incurred losses since its inception. The Company has relied upon loans and the issuance of equity capital to provide working capital to fund the Company's operations. Because the Company is not yet a producer, the primary source of future funds is through the sale of additional equity capital and optioning of resource properties. There is no assurance that the Company will be successful in raising sufficient capital to meet its obligations. If it is not successful in raising sufficient capital, it

may have to curtail or otherwise limit operations. These material uncertainties cast significant doubt upon the Company's ability to continue as a going concern.

Off Balance Sheet Transactions

The Company has no off-balance sheet arrangements.

Disclosure of Outstanding Share Data

The Company is authorized to issue an unlimited number of common shares.

As at the date of this MD&A, the following is a description of the outstanding equity securities and convertible securities issued by the Company:

	Authorized	Outstanding
Voting or equity securities issues and outstanding	Unlimited common shares	94,348,236 common shares
Securities convertible or exercisable into voting or equity securities:		
- restricted share units unvested portion		3,900,000
- share purchase warrants exercisable at \$0.25		5,500,000
- brokers warrants exercisable at \$0.25		430,000

On October 22, 2025, the Company completed a private placement by issuing 3,000,000 units at \$0.15 per unit for gross proceeds of \$450,000. Each unit consists of one common share and one share purchase warrant. Each warrant is exercisable at a price of \$0.25 until October 22, 2028. All proceeds were allocated to common shares with \$Nil value allocated to warrants using the residual method.

On December 11, 2024, the Company completed a private placement by issuing 340,000 NFT units at \$0.30 per NFT unit, 1,316,000 National FT units at \$0.38 per FT unit, and 4,350,000 Quebec and Super FT units at \$0.40 for total gross proceeds of \$2,342,080. Each NFT unit consists of one common share and one-half share purchase warrant. Each National and Quebec FT unit consists of one flow-through share and one-half share purchase warrant. Each whole warrant is exercisable at a price of \$0.55 until December 11, 2025. The NFT unit warrants have been valued at \$6,800. The National FT unit warrants have been valued at \$26,320 and the Quebec and Super FT unit warrants have been valued at \$87,000 based on the estimated cost. As a result, a flow-through premium liability of \$435,000 was recorded in connection with the Quebec and Super FT and a flow-through premium liability of \$105,280 was recorded in connection with the National FT based on the residual method.

On November 8, 2024, the Company completed a private placement by issuing 200,000 NFT units at \$0.35 per NFT unit and 1,330,000 FT units at \$0.46 per FT unit for total gross proceeds of \$681,800. Each NFT unit consists of one common share and one share purchase warrant. Each FT unit consists of one flow-through share and one-half share purchase warrant. Each whole warrant is exercisable at a price of \$0.60 until November 8, 2025. All proceeds were allocated to common shares with \$Nil value allocated to warrants using the residual method. The

FT shares were issued at a premium of \$0.9. As a result, a flow-through premium liability of \$119,700 was recorded.

Subsequent to the balance sheet date and as of the date of this report, the Company closed a non-brokered private placement and has issued 5,000,000 flow-through shares at a price of \$0.20 per unit for gross proceeds of \$1,000,000. Each unit consists of one common share and one-half of one share purchase warrant which is exercisable at a price of \$0.25 until November 19, 2028.

The company also closed a non-brokered private placement and has issued 3,000,000 flow-through shares at a price \$0.17 per share for gross proceeds of \$510,000.

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 comprise the Company's Board of Directors and executive officers.

Key management compensation for the nine months ended October 31, 2025 and 2024 consisted of the following:

	2025	2024
	\$	\$
Consulting fees	50,250	122,375
Professional fees*	2,500	-
Share based compensation*	81,912	713,418
Total	134,662	835,793

*The former CFO, Mr. Ko, ceased to be a related party upon his resignation and his compensation were included up to the resignation date.

Critical Accounting Estimates

These consolidated financial statements have been prepared on a historical cost basis and are presented in Canadian dollars which is the functional currency of the Company. All amounts are rounded to the nearest dollar. The consolidated financial statements of the Company have been prepared on an accrual basis, except for cash flow information.

The preparation of the Company's consolidated financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of the financial statements and reported amounts of income and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes can differ from these estimates.

Critical accounting estimates are described in Note 3 of the audited consolidated financial statements for the year ended October 31, 2025.

Recent accounting pronouncements

Certain accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

Capital Management

The Company's objectives for the management of capital are to safeguard the Company's ability to continue as a going concern, including the preservation of capital, and to achieve reasonable returns on invested cash after satisfying the objective of preserving capital.

The Company considers its cash and cash equivalents to be its manageable capital. The Company's policy is to maintain sufficient cash and deposit balances to cover operating costs over a reasonable future period. The Company accesses capital markets as necessary and may also raise additional funds where advantageous circumstances arise.

The Company is not subject to any externally imposed capital requirements. There was no change to the Company's approach to capital management during the year ended October 31, 2025.

Financial Instruments and Risk Management

As at October 31, 2025, the Company's financial instruments consist of cash, short-term investments and accounts payable.

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

Level 1 – inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2 – inputs to valuation methodology include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.

Level 3 – inputs to the valuation methodology are unobservable and significant to the fair value measurement.

As at October 31, 2025 cash and short-term investments are assessed to be Level 1 instruments.

The Company is exposed to varying degrees to a variety of financial instrument related risks. The Board approves and monitors the risk management processes, inclusive of counterparty limits, controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is provided as follows:

Credit Risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The Company's cash and short-term investments are held at a large Canadian financial institution and therefore are not subject to credit risk.

Liquidity Risk

Liquidity risk is the risk that the Company will not meet its financial obligations as they fall due. As at October 31, 2025, the Company had working capital of \$883,883. This included cash of \$457,409, short-term investments of \$500,000, a GST receivable balance of \$63,890, other receivables of \$17,608 and prepaid expenses of \$3,833. Accounts payable have contractual maturities of approximately 30 to 90 days or are due on demand.

At present, the Company's operations do not generate positive cash flows. The Company's primary source of funding has been the issuance of equity securities through private placements. Despite previous success in acquiring these financings, there is no guarantee of obtaining future financing.

Interest Rate Risk

Interest rate risk consists of two components:

- (i) To the extent that payments made or received on the Company's monetary assets and liabilities are affected by changes in the prevailing market interest rates, the Company is exposed to interest rate cash flow risk.
- (ii) To the extent that changes in prevailing market rates differ from the interest rates on the Company's monetary assets and liabilities, the Company is exposed to interest rate price risk.

In management's opinion, the Company is not exposed to significant interest rate risk.

Mining Risks

The Company is subject to the risks typical in the mining business including uncertainty of success in exploration and development; operational risks including unusual and unexpected geological formations, rock bursts, particularly as mining moves into deeper levels, cave-ins, flooding and other conditions involved in the drilling and removal of material as well as environmental damage and other hazards; risks that intended drilling schedules or estimated costs will not be achieved; and risks of fluctuations in the price of commodities and currency exchange rates. Metal prices are subject to volatile price movements over short periods of time and are affected by numerous factors, all of which are beyond the Company's control, including expectations of inflation, levels of interest rates, sales of gold by central banks, the demand for commodities, global or regional political, economic and banking crises and production rates in major producing regions. The aggregate effect of these factors is impossible to predict with any degree of certainty.

Business Risks

Natural resources exploration and development involve a number of business risks, some of which are beyond the Company's control. These can be categorized as operational, financial and regulatory risks.

- Operational risks include finding and developing reserves economically, changing governmental laws and regulations, hiring and retaining skilled employees and contractors and conducting operations in a cost effective and safe manner. The Company continuously monitors and responds to changes in these factors and adheres to all regulations governing its operations. Insurance may be maintained at levels consistent with prudent industry

practices to minimize risks however the Company is not fully insured against all risks nor are all such risks insurable.

- Financial risks include fluctuations in commodity prices, interest rates and foreign exchange rates, all of which are beyond the Company's control.
- Regulatory risks include possible delays in getting regulatory approval for transactions that the Board of Directors believe to be in the best interest of the Company, increased fees for filings, and the introduction of ever more complex reporting requirements, the cost of which the Company must meet in order to maintain its exchange listing.

Outlook

The Company is actively evaluating prospects worthy of exploration and development. The ability of the Company to do so is contingent upon its ongoing ability to raise the capital necessary to advance such prospects.

Changes in Internal Controls over Financial Reporting

There have been no changes in the Company's internal control over financial reporting during the year ended October 31, 2025 that have materially affected, or are reasonably likely to materially affect, its internal control over financial reporting.

Subsequent events

Subsequent to October 31, 2025, the Company had the following transactions:

- The Company has closed a non-brokered private placement and has issued 5 million units at a price of \$0.2 per unit for gross proceeds of \$1,000,000. Each unit consists of one common share, issued as a flow-through share within the meaning of the Income Tax Act (Canada) and one-half of one share purchase warrant. Each warrant is exercisable at a price of \$0.25 until November 19, 2028. The company anticipates the proceeds from the offering being directed towards the continued exploration and development of the Jarnet Lithium Project and Ernest REE Project. In connection for introducing the investor to the offering, the company has issued 500,000 shares and 250,000 non-transferrable share purchase warrants to an arms-length party. The finders' warrants are exercisable on the same terms of the warrants.
- The Company has also closed a non-brokered private placement and has issued 3 million common shares at a price of \$0.17 per share for gross proceeds of \$510,000. Each share was issued as a flow-through share within the meaning of the Income Tax Act (Canada). The company anticipates the proceeds of the offering being directed towards the continued exploration and development of the Jarnet Lithium Project and Ernest REE Project. In connection for introducing the investor to the offering, the company has issued 300,000 finders' shares to an arms-length party. All securities issued in connection with the offering are subject to restrictions on resale until May 1, 2026, in accordance with applicable securities laws.

- 574,800 broker warrants and 3,868,000 share purchase warrants with an exercise price ranging from \$0.55 to \$0.60 expired unexercised.

Approval

The Board of Directors of the Company has approved the disclosure contained in this MD&A as of February 17, 2026.

Other Information

Additional information related to the Company is available for viewing on SEDARPLUS at www.sedarplus.ca.