



**KENADYR METALS CORP.**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024**

**(EXPRESSED IN CANADIAN DOLLARS)**

## GENERAL

This Management's Discussion and Analysis ("MD&A") of Kenadyr Metals Corp. ("Kenadyr" or the "Corporation") is dated December 1, 2025, provides analysis of the Corporation's financial results for the nine months ended September 30, 2025 ("Q3 2025"), compared to nine months ended September 30, 2024 ("Q3 2024").

The following information should be read in conjunction with the Corporation's September 30, 2025 condensed interim financial statements with accompanying notes and related MD&A for the year ended December 31, 2024, which were prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board. All dollar figures are expressed in Canadian dollars unless otherwise stated. These documents and additional information on the Corporation are available on SEDAR website at [www.sedar.com](http://www.sedar.com).

There can be no assurance that such information will prove to be accurate, and readers are cautioned not to place undue reliance on this forward-looking information.

All dollar figures are expressed in Canadian dollars unless otherwise stated.

## CAUTIONARY STATEMENT REGARDING FORWARD-LOOKING STATEMENTS

This MD&A contains certain statements that may be deemed "forward-looking statements", including statements regarding developments in the Corporation's operations in future periods, adequacy of financial resources and future plans and objectives of Corporation. All statements in this document, other than statements of historical fact, which address events or developments that the Corporation expects to occur, are forward looking statements. Forward-looking statements 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", "interprets" and similar expressions, or events or conditions that "will", "would", "may", "could" or "should" occur. Forward-looking statements in this document include statements regarding future exploration programs, liquidity and effects of accounting policy changes.

Although the Corporation 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 forward-looking statements. Factors that could cause the actual results to differ materially from those in forward-looking statements include market prices, exploration success, continued availability of capital and financing, inability to obtain required regulatory or governmental approvals and general economic, market or business conditions. Investors are cautioned that any such statements are not guarantees of future performance and actual results or developments may differ materially from those projected in the forward-looking statements. Readers are cautioned not to place undue reliance on this forward-looking information.

Forward-looking statements are based on the beliefs, estimates and opinions of the Corporation's management on the date the statements are made. The Corporation undertakes no obligation to update these forward-looking statements in the event that Management's beliefs, estimates, opinions or other factors should change except as required by law.

These statements are based on a number of assumptions including, among others, assumptions regarding general business and economic conditions, the timing of the receipt of regulatory and governmental approvals for the transactions described herein, the ability of the Corporation and other relevant parties to satisfy stock exchange and other regulatory requirements in a timely manner, the availability of financing for the Corporation's proposed transactions and exploration and development programs on reasonable terms and the ability of third-party service providers to deliver services in a timely manner. The foregoing list of assumptions is not exhaustive. Events or circumstances could cause results to differ materially.

There can be no assurance that such information will prove to be accurate, and readers are cautioned not to place undue reliance on this forward-looking information.

## **COMPANY OVERVIEW**

Kenadyr Metals Corp. (“Kenadyr” or the “Corporation”) (formerly Kenadyr Mining Holding Corp.) was incorporated on November 2, 2010 under the Business Corporation Act of the Province of British Columbia. The Corporation’s common shares are listed on the TSX Venture Exchange (“TSX-V”) under the symbol “KEN”.

The Corporation’s registered and records office is located at 1055 W. Georgia Street, Suite 1500, PO Box 11117, Vancouver, BC V6E 4N7 and its principal business address is #1507 – 1030 West Georgia Street, Vancouver, BC, V6E 2Y3.

## **GOING CONCERN**

This MD&A and the Annual Financial Statements have been prepared on the basis that the Corporation will remain a going concern which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business for the Corporation’s next fiscal year. The Corporation’s ability to continue as a going concern is dependent upon its ability to generate future profitable operations and/or to obtain the necessary financing to meet its obligations and repay its liabilities arising from normal business operations when they come due.

During the nine months ended September 30, 2025, the Corporation incurred an operating loss of \$911,072 and as at September 30, 2025, the Corporation had a deficit of \$25,001,512. While the Corporation had working capital deficit of \$612,479 as at September 30, 2025, the Corporation expects to incur further operating losses for the foreseeable future in the development of its business and expects that it will require additional financing.

The Corporation’s ability to continue as a going concern is dependent upon the ability to find, acquire and develop various businesses with growth potential, its ability to obtain the necessary financing to carry out this strategy and to meet its corporate overhead needs and discharge its liabilities as they come due. Although the Corporation has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Corporation. Therefore, this indicates a material uncertainty that may cast significant doubt about the Corporation’s ability to continue as a going concern.

As a result of the above, realization values may be substantially different from the carrying values shown and the interim financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Corporation be unable to continue as a going concern.

## **RECENT EVENTS**

### **TSX Venture Exchange Reactivation and Corporate Name Change**

On August 18, 2025, the Company announced that it will be renamed Algo Grande Copper Corp. and has launched its copper-focused growth strategy with the proposed reactivation on the TSX Venture Exchange. As part of the transaction, the Company is consolidating 100-per-cent ownership of the 5,985-hectare Adelita project, having signed a definitive agreement to acquire the remaining 20-per-cent interest. This builds on the initial agreement to acquire an 80-per-cent stake, securing full control of the district-scale asset (see news release date June 20, 2025). Located in the Sonora-Arizona copper belt, the project is anchored by a near-surface, high-grade copper-gold-silver skarn system, multiple untested skarn targets and a 4.5-kilometre porphyry anomaly.

The Company is advancing a North America-focused high-grade copper strategy, aiming to unlock shareholder value through modern, data-driven exploration. The Company has assembled an experienced and well-rounded team with deep technical expertise and capital market experience.

### **Acquisition of Adelita Copper Project, Mexico**

Kenadyr Metals Corp. has entered into a definitive share purchase agreement dated June 13, 2025, with Infinitum Copper Corp., an arm’s-length party to Kenadyr, to acquire 100% of Exploraciones Margarita SA de CV, a private Mexican company that holds an 80-per-cent interest in the Cerro Grande copper-gold-silver skarn discovery, located in Sonora, Mexico.

Highlights of the transaction are as follows:



- Acquisition supports Kenadyr's plan to build a North America-focused copper company advancing high-grade assets;
- Kenadyr to acquire 100 per cent of Exploraciones Margarita, which holds an 80-per-cent interest in the Cerro Grande discovery and surrounding claims, known as the Adelita project, in Sonora, Mexico;
- Cerro Grande is a copper-gold-silver skarn system, with over \$8-million (U.S.) in historical exploration, including more than 7,000 metres of drilling.

This acquisition marks a significant step in Kenadyr's strategy to assemble a portfolio of high-grade copper assets in North America, positioned to support the global energy transition and benefit from strong regional infrastructure, skilled work force and established permitting pathways.

Key transaction terms are as follows:

Under the terms of the agreement, Kenadyr will acquire 100 per cent of the shares of Exploraciones Margarita from Infinitum, on an as-is, where-is basis, in exchange for:

- \$100,000 in cash (inclusive of a previously paid \$25,000 deposit);
- 1,842,719 Kenadyr common shares, which are subject to voluntary resale restrictions, with releases occurring over a period of 18 months, at a deemed issue price of 32 cents per common share.

Total value of the consideration payable to Infinitum at closing would be \$689,670 in cash and common shares.

As part of the transaction, for a period of 12 months following the closing date, upon Kenadyr closing any equity financing up to and totalling \$3.5-million, Kenadyr will issue to Infinitum, as a post-closing payment and for no additional consideration, such number of common shares that will result in Infinitum continuing to hold 9.0 per cent of the common shares, up to a maximum of 2,588,000 additional common shares. In the event that Kenadyr raises \$3.5-million in the next 12 months, the maximum consideration payable as a post-closing payment will be approximately \$350,000.

The transaction is subject to customary conditions, including approval by the NEX board of the TSX Venture Exchange for Kenadyr and approval of the TSX-V. The transaction will be a fundamental acquisition for Kenadyr, but Kenadyr will not be applying to reactivate from NEX to the TSX-V at this time. Trading in Kenadyr's common shares will remain halted pending receipt and review of acceptable documentation pursuant to Section 5.6(d) of TSX-V Policy 5.3.

On September 15, 2025, the Company closed the first tranche of the non-brokered private placement of 6,034,036 subscription receipts at a price of \$0.375 per subscription receipt for aggregate gross proceeds of \$2,262,374. In connection with the first tranche closing, the Company paid finders fees of \$102,865 (recorded under prepaid expenses) and issued 274,307 finders' warrants (Note 11).

On September 26, 2025, the Company closed the second tranche of the non-brokered private placement of 1,959,665 subscription receipts at a price of \$0.375 per subscription receipt for gross proceeds of \$734,874. In connection with the first tranche closing, the Company paid finders fees of \$17,588 (recorded under prepaid expenses) and issued 46,900 finders' warrants (Note 11).

Each subscription receipt will convert into one common share of the Company subject to the satisfaction of certain escrow release conditions, including the completion of the Acquisition and the approval of the TSXV.

## SELECTED ANNUAL INFORMATION

	<b>For the Year ended December 31, 2024 (Audited)</b>	<b>For the year ended December 31, 2023 (Audited)</b>	<b>For the year ended December 31, 2022 (Audited)</b>
Total revenues	Nil	Nil	Nil
Net Income (Loss)	(526,132)	862,673	(4,236,325)
Comprehensive Income (Loss)	(526,132)	707,520	(4,237,020)
Total Assets	223,010	1,297,742	51,897
Total Liabilities	1,001,024	1,549,624	1,011,299
Shareholder's Deficiency	(24,088,645)	(23,562,513)	(24,425,186)



## SUMMARY OF QUARTERLY RESULTS

Key financial information for the three months ended September 30, 2025, as well as, the quarters spanning the most recently preceding fiscal years is summarized as follows, reported in Canadian dollars except for per share amounts:

	F2024-Q4 December 31, 2024 (\$)	F2025-Q1 March 31, 2025 (\$)	F2025-Q2 June 30, 2025 (\$)	F2025-Q3 September 30, 2025 (\$)
Current Assets	223,010	209,206	218,547	3,417,088
Current Liabilities	1,001,024	1,077,747	541,609	4,029,567
Total Assets	223,010	209,206	218,547	3,417,088
Total Operating Expenses	(126,708)	89,938	(453,932)	(367,202)
Net Loss	(116,354)	(90,527)	(454,523)	(367,817)
Loss per Share	(0.06)	(0.00)	(0.06)	(0.04)

  

	F2023-Q4 December 31, 2023 (\$)	F2023-Q1 March 31, 2024 (\$)	F2024-Q2 June 30, 2024 (\$)	F2024-Q3 September 30, 2024 (\$)
Current Assets	1,297,742	373,541	239,774	208,716
Current Liabilities	1,549,624	862,023	818,960	870,376
Total Assets	1,297,742	373,541	239,774	208,716
Total Operating Expenses	(234,054)	(236,038)	(90,120)	(81,300)
Net Loss	1,181,433	(236,600)	(90,704)	(82,474)
Loss per Share	0.60	(0.12)	(0.05)	(0.04)

## RESULTS OF OPERATIONS FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2025

Operating expenses for the three months ended September 30, 2025 were \$367,202, compared to \$81,972 incurred the same period in the prior year. The significant differences in expenditures were as follows:

- General and administrative expenses were \$108,478 during the three months ended September 30, 2025, compared to \$50,048 incurred during the same period in the prior year. The increase is primarily due to higher salaries paid from the increased activity in the Company.
- Consulting expenses were \$53,281 during the three months ended September 30, 2025 compared to \$28,350 during the same period in the prior year. The increase is primarily due to consulting for capital restructuring paid during the three months ended September 30, 2025.
- Legal and professional fees of \$130,349 during the three months ended September 30, 2025 compared to \$2,902 during the same period in the prior year. The increase in fees related to the acquisition of the Adelita Project.
- Property investigation costs of \$65,757 during the three months ended September 30, 2025 compared to \$nil during the same period in the prior year. Property investigation costs were made as part of due diligence on the Adelita Project.

As a result of the foregoing, the Corporation recorded a comprehensive loss for the three months ended September 30, 2025 of \$367,817 as compared to a comprehensive loss of \$82,474 during the same period a year prior.

## RESULTS OF OPERATIONS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025

Operating expenses for the nine months ended September 30, 2025 were \$911,072, compared to \$408,085 incurred the same period in the prior year. The significant differences in expenditures were as follows:

- General and administrative expenses were \$205,900 during the nine months ended September 30, 2025, compared to \$165,841 incurred during the same period in the prior year. The increase is due to increased corporate activity during the period.



- Consulting expenses were \$304,981 during the nine months ended September 30, 2025 compared to \$218,611 during the prior period. The increase is primarily due to increased consulting services engaged during the current period compared to the prior period.
- Marketing of \$23,381 during the nine months ended September 30, 2025 compared to \$nil during the same period in the prior year. The increase is due to investor awareness campaign during the year.
- Legal fees of \$197,997 during the nine months ended September 30, 2025 compared to \$30,165 during the same period in the prior year. The increase is primarily due to costs related to the acquisition of the Adelita Project.
- Property investigation costs of \$164,808 during the nine months ended September 30, 2025 compared to \$nil during the same period in the prior year. Property investigation costs were made as part of due diligence on the Adelita Project.

As a result of the foregoing, the Corporation recorded a comprehensive loss for the nine months ended September 30, 2025 of \$912,867 as compared to a comprehensive loss of \$409,778 during the same period a year prior.

**LIQUIDITY AND CAPITAL RESOURCES**

**SHARE DATA**

As at the date of this MD&A, the Corporation has 18,634,004 common shares issued and outstanding.

During the nine months ended September 30, 2025, the Corporation issued common shares as follows:

On April 25, 2025, the Corporation closed a non-brokered private placement of 16,666,700 common shares at price of \$0.06 per share for gross proceeds of \$1,000,002. An aggregate of 1,466,667 common shares were issued to an officer and a director of the company for gross proceeds of \$88,000.

On January 13, 2025, the Corporation consolidated its issued and outstanding common shares on a 6 to 1 basis.

During the year ended December 31, 2024, the Corporation did not issue common shares.

The changes in incentive share options outstanding are summarized as follows:

	<b>Weighted average exercise price</b>	<b>Number of shares issued or issuable on exercise</b>
Balance – December 31, 2023	\$6.00	56,500
Stock options expired	\$6.00	(31,500)
Balance – September 30, 2024	\$6.00	25,000
Stock options expired	\$6.00	(25,000)
Balance - December 31, 2024 and September 30, 2025	-	-

Details regarding warrants issued and outstanding are summarized as follows:

	<b>Weighted Average exercise price</b>	<b>Number of shares issued or issuable on exercise</b>
Balance – December 31, 2024	\$ -	-
Share purchase warrants issued	\$0.375	321,207
Balance – August 31, 2025	\$0.375	321,207

## **CAPITAL RESOURCES**

The Corporation defines capital as consisting of shareholder's equity and cash. The Corporation manages its capital structure to maximize its financial flexibility making adjustments to it in response to changes in economic conditions and the risk characteristics of the underlying assets and business opportunities. The Corporation does not presently utilize any quantitative measures to monitor its capital, but rather relies on the expertise of the Corporations management to sustain the future development of the business. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Corporation, is reasonable.

As at September 30, 2025, the Corporation is not subject to any externally imposed capital requirements or debt covenants. There was no change to the Corporation's approach to capital management during the nine months ended September 30, 2025.

## **LIQUIDITY**

The Corporation's objective in managing liquidity risk is to maintain sufficient liquidity in order to meet operational and investing requirements at any point in time. The Corporation has historically financed its operations primarily through the sale of share capital by way of private placements.

At September 30, 2025, the Corporation had cash of \$19,753 and working capital deficit of \$612,479.

Cash used in operating activities was \$4,339,579 during the nine months ended September 30, 2025, compared to \$975,786 used in operating activities during the prior period. The primary reason for this increase is due to the change in working capital as the proceeds from the subscription receipts are held in escrow.

Cash flows from investing activities was \$nil during the nine months ended September 30, 2025 compared to \$18,578 for the nine months ended September 30, 2024. The cash flows from investing activities during the nine months ended September 30, 2024 consisted of the proceeds from the sale of the subsidiary.

Cash flow from in financing activities was \$4,145,274 for the nine months ended September 30, 2025 compared to \$111,799 used for the nine months ended September 30, 2024. The cash received during the year are proceeds from issuance of shares and subscription receipts.

The development of the Corporation in the future will depend on the Corporation's ability to obtain additional financings. In the past, the Corporation has relied on the sale of equity securities to meet its cash requirements. Future developments, in excess of funds on hand, will depend on the Corporation's ability to obtain financing through joint venturing of projects, debt financing, equity financing or other means. There can be no assurances that the Corporation will be successful in obtaining any such financing or in joint venturing its property; failure to obtain such additional financing could result in the delay or indefinite postponement of further exploration and development of the Corporation's properties.

## OUTLOOK

The Corporation is currently reviewing several opportunities in mineral resource exploration and non-resource related sectors.

## RELATED PARTY TRANSACTIONS

The Corporation's related parties include key management personnel and companies related by way of directors or shareholders in common.

### *Key Management Personnel Compensation*

During the nine months ended September 30, 2025 and 2024, the Corporation paid the following amounts to key management personnel:

	Three months ended		Nine months ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
Tim McCutcheon, CEO	\$ 100,135	\$ 48,000	\$ 190,135	\$ 144,000
Kevin Ma, CFO	31,500	28,350	174,293	85,050
Bradley Scharfe, Director	-	-	16,429	-
	\$ 131,635	\$ 76,350	\$ 380,857	\$ 229,050

Key management includes the Corporation's Board of Directors and members of senior management.

### *Due to Related Parties*

As at September 30, 2025, the Corporation has \$79,988 accounts payable due to related parties (December 31, 2024 - \$953,653).

## OFF BALANCE SHEET ARRANGEMENTS

The Corporation currently has no off-balance sheet arrangements.

## FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial assets and liabilities are classified in the fair value hierarchy according to the lowest level of input that is significant to the fair value measurement. Assessment of the significance of a particular input to the fair value measurement requires judgement and may affect placement within the fair value hierarchy levels.

The hierarchy is as follows:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 fair value measurements are those derived from inputs that are unobservable inputs for the asset or liability.

The fair value of cash approximates their carrying value due to the short-term maturity. The Corporation considers that the carrying amount of all its financial assets and financial liabilities recognized at amortized cost in the financial statements approximates their fair value due to the demand nature or short-term maturity of these instruments.

Fair value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values.

As at September 30, 2025, the Corporation has the does not have any level 2 or 3 financial assets or liabilities.

### **Financial Risk Factors**

The Corporation's risk exposure and the impact on the Corporation's financial instruments are summarized below:

#### *Credit risk*

Credit risk is the risk of potential loss to the Corporation if the counterparty to a financial instrument fails to meet its contractual obligations. The Corporation's credit risk is primarily attributable to its liquid financial assets including cash and receivables. The Corporation limits exposure to credit risk on liquid financial assets through maintaining its cash with high-credit quality financial institutions.

#### *Liquidity risk*

Liquidity risk is the risk that the Corporation will not be able to meet its financial obligations as they fall due. The Corporation currently settles its financial obligations with cash. The ability to do this relies on the Corporation raising equity financing in a timely manner and by maintaining sufficient cash in excess of anticipated needs. The Corporation is exposed to liquidity risk.

#### *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 Corporation has no interest-bearing debt. The Corporation's sensitivity to interest rates is minimal.

#### *Foreign Currency Risk*

Foreign Currency Risk is the risk on fluctuation of currency related to monetary items with a settlement currency other than Canadian dollars. The functional currency of Kenadyr is the Canadian Dollar. The Corporation is exposed to foreign currency risk on fluctuations related to cash, receivables, prepayments, and accrued liabilities that are denominated in U.S Dollars and Canadian Dollars. The Corporation has not used derivative instruments to reduce its exposure to foreign currency risk nor has it entered into foreign exchange contracts to hedge against gains or losses from foreign exchange fluctuations.

### **BUSINESS RISKS AND UNCERTAINTIES**

Additional information on risks and uncertainties relating to the Corporation's business is provided in Filing Statement dated February 27, 2017 under the heading "Risk Factors".

### **CONTRACTUAL OBLIGATIONS**

The Corporation presently has no contractual obligations pursuant to which the Corporation has any payments owing in the next five years other than pursuant to the Purchase Agreement and agreements entered into in the ordinary course of business.

### **CRITICAL ACCOUNTING ESTIMATES**

The preparation of the Corporation's 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 may differ significantly from these estimates.

Areas requiring a significant degree of judgment relate to the recoverability and measurement of deferred tax assets and liabilities, the ability to continue as a going concern and the capitalization of development costs. Actual results may differ from those estimates and judgments. Areas requiring a significant degree of estimation include allowances for doubtful accounts.



Areas requiring a significant degree of judgement that have the most significant effect on the amounts recognized in the Corporation's consolidated financial statements are as follows:

- *Going Concern*

The assessment of the Corporation's ability to continue as a going concern involves critical judgement based on historical experience and expectations of the Corporation's ability to generate adequate financing. Significant judgements are used in the Corporation's assessment of its ability to continue as a going concern.

#### **SIGNIFICANT ACCOUNTING POLICIES**

The Corporation's significant accounting policies are summarized in Note 4 to the audited consolidated financial statements for the year ended December 31, 2024.