

ALASKA SILVER CORP.

MANAGEMENT DISCUSSION AND ANALYSIS

FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2025 AND 2024

(EXPRESSED IN UNITED STATES DOLLARS)

INTRODUCTION

The following Management's Disclosures and Analysis ("MD&A") is presented as at August 28, 2025, and provides an analysis of the financial results of Alaska Silver Corp. (formerly Western Alaska Minerals Corp.) (the "Company") for the three and six months ended June 30, 2025. It should be read in conjunction with the Company's condensed interim consolidated financial statements for the three and six month periods ended June 30, 2025, and the audited consolidated financial statements at December 31, 2024, and accompanying MD&A dated April 30, 2025. The Company's condensed interim consolidated financial statements and the financial information contained in this MD&A were prepared in accordance with International Accounting Standards ("IAS") 24 – Interim Financial Reporting. All amounts are expressed in U.S. dollars unless otherwise indicated (C\$ - Canadian dollars). Additional information relating to the Company can be found on SEDAR+ at www.sedarplus.ca.

The MD&A, particularly under the heading "Capital Resources", contains forward-looking statements that involve numerous risks and uncertainties. Forward-looking statements are not historical fact, but rather are based on the Company's current plans, objectives, goals, strategies, estimates, assumptions, and projections about the Company's industry, business and future financial results. The Company's actual results could differ materially from those discussed in such forward-looking statements.

FORWARD LOOKING STATEMENTS

Certain statements contained in this MD&A may constitute forward-looking statements. These statements relate to future events or the Company's future performance. All statements, other than statements of historical fact, may be forward-looking statements. Forward-looking statements are often, but not always, identified by the use of words such as "seek", "anticipate", "plan", "continue", "estimate", "expect", "may", "will", "project", "predict", "propose", "potential", "targeting", "intend", "could", "might", "should", "believe" and similar expressions. These statements involve known and unknown risks, uncertainties and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking statements. The Company believes that the expectations reflected in those forward-looking statements are reasonable, but no assurance can be given that these expectations will prove to be correct and such forward-looking statements included in this MD&A should not be unduly relied upon by investors as actual results may vary. These statements speak only as of the date of this MD&A and are expressly qualified, in their entirety, by this cautionary statement.

In particular, this MD&A contains forward-looking statements, pertaining to the following: capital expenditure programs, development of resources, treatment under governmental regulatory and taxation regimes, expectations regarding the Company's ability to raise capital, expenditures to be made by the Company to meet certain work commitments, and work plans to be conducted by the Company.

With respect to forward-looking statements listed above and contained in this MD&A, the Company has made assumptions regarding, among other things: the legislative and regulatory environment, the impact of increasing competition, unpredictable changes to the market prices for minerals, that costs related to development of mineral properties will remain consistent with historical experiences, anticipated results of exploration activities, and the Company's ability to obtain additional financing on satisfactory terms.

The Company's actual results could differ materially from those anticipated in these forward-looking statements as a result of the risk factors set forth in this MD&A: volatility in the market prices of minerals, uncertainties associated with estimating resources, geological problems, technical problems, exploration problems, processing problems, liabilities and risks including environmental liabilities and risks inherent in the exploration and mining, fluctuations in currency and interest rates, incorrect assessments of the value of acquisitions, unanticipated results of exploration activities, competition for capital, competition for

acquisitions of reserves, competition for undeveloped lands, competition for skilled personnel, political risks and unpredictable weather conditions.

OVERALL PERFORMANCE

COMPANY OVERVIEW

Alaska Silver Corp, formerly Western Alaska Minerals Corp. (“Alaska Silver” or the “Company”), was incorporated in the province of British Columbia on April 8, 2020. The Company is a public company whose subordinate voting shares are listed for trading on the TSX Venture Exchange (“TSXV”) under the symbol “WAM”.

The registered office of the Company is located at 1500-1111 West Hastings St, Vancouver BC, V6E 2J3, Canada.

The Company has no substantial revenue and supports its operations through the sale of equity. The value of any mineral property is dependent upon the existence or potential existence of economically recoverable mineral reserves. See section related to “Risk Factors” in this statement.

HIGHLIGHTS

In March 2025, the Company completed an unsecured loan transaction with certain lenders (the “Lenders”) to the Company, pursuant to which the Company has issued promissory notes in the aggregate principal amount of \$1,200,000. The Loan will mature after 36 months and bear interest at rate of 10% per annum. The Loan will be repayable by the Company after 12 months. In addition, the Company has also issued to the Lenders an aggregate of 2,697,600 bonus warrants (the “Warrants”). Each Warrant entitles the holder to purchase one subordinate voting share of the Company at an exercise price of CAD\$0.64 for a period of 36 months from the date of issuance. The proceeds are to be used to fund the set up of the Company’s 2025 exploration program and corporate overhead.

SUBORDINATE AND PROPORTIONAL VOTING SHARES

Pursuant to a 2021 reverse takeover transaction between Alaska Silver and Western Alaska Copper and Gold (“WACG”) the Company created a dual share structure with subordinate voting shares and proportional shares. The subordinate voting shares are listed for trading on the TSXV. The proportional shares are, in effect, subordinate voting shares compressed at the ratio of 100:1 which have voting and economic rights on an as-converted basis. The proportional shares are convertible to subordinate voting shares at the request of the shareholder and with the consent of the Company.

OUTLOOK

The Company is exploring to expand its mineral resources with additional drilling in 2025 by leveraging its completed aerial geophysics survey in 2024, together with the 2024 drill results and refined geologic model, which supports two major targets: The Warms Springs target, which is along the trend between the historic Illinois Creek Mine oxide Au/Ag deposit and the high-grade Waterpump Creek (“WPC”) deposit, and the south fault offset of the WPC system target .

DISCUSSION OF OPERATIONS

The Company released its initial resource estimate of 74.9 MOZ @ 980 g/t Silver equivalent for its Waterpump Creek Zone in February 2024 and completed an exploration drill program for 2024.

PROPERTY DESCRIPTIONS

Since 2010, Alaska Silver and its founders have been exploring and advancing its interests in the Illinois Creek mining district that includes gold, silver, copper, lead, and zinc exploration targets in Western Alaska east of the Yukon River.

Illinois Creek Project, Alaska: Claim Consolidation

On October 17, 2018, WACG and one of its shareholders, Joe Piekenbrock, entered into an Operating Agreement to form the Illinois Creek Joint Venture LLC (the “JV”). Pursuant to the JV Operating Agreement, WACG issued 346 WACG common shares valued at \$692,000. On March 31, 2021, WACG and one of its shareholders, Joe Piekenbrock, entered into a stock purchase agreement (the “Illinois Creek Agreement”), whereby WACG acquired 100% of the issued and outstanding common shares of an Alaska private company, Piek Incorporated (“Piek”), in exchange for 120 WACG common shares (valued at \$540,000) and \$3,698,000 payable by the issuance of a promissory note.

Piek is the sole owner of 40 state mineral claims, known as the Illinois Creek Project, located in the Mount McKinley mining district of Alaska. Seventy (70) other Piek claims totaling approximately 11,135 acres were converted to a State of Alaska Uplands Mine Lease in July, 2024. An additional 86 claims were staked by WACG in 2021, after the acquisition of Piek, and 115 new claims were staked by WACG in 2022.

Illinois Creek/Waterpump Creek Property, Alaska

The Company’s most advanced stage asset is the Illinois Creek oxide gold-silver project, a past-producing run of mine (ROM) heap leach mine that operated between 1997 and 2002. The Illinois Creek project includes a modern, fully operational camp and 4,400-foot airstrip. The current NI 43-101 mineral resource estimate dated February 20, 2024, for combined in-situ and leach pad mineral resources is stated at 253k oz gold + 9.6Moz silver (indicated), and 104k oz gold + 3.8Moz silver (inferred).

The Company’s Waterpump Creek property is located within the Illinois Creek project. An exceptional high-grade silver-lead-zinc re-discovery was made in 2021, when the Company drill tested historically recognized sulfide CRD mineralization at depth. Drill hole WPC21-09 cut 10.5-meters (9.1 meters true thickness) of 522 g/t silver, 22.5% zinc and 14.4% lead of massive intergrown sphalerite and argentiferous galena down-dip of the historical drilling. This exceptional high-grade interval turned the focus on targeting the overall CRD (carbonate replacement deposit) potential on the property. An initial NI 43-101 resource estimate was released on February 22, 2024. The (2.4Mt) initial resource reveals an inferred 980 g/t AgEq for 74.9Moz AgEq hosting high-grade silver & zinc.

Honker Property, Alaska

The Honker Property is a gold-silver (Au-Ag) low sulfidation vein system discovered in 1981 located approximately six miles north of the Illinois Creek Mine. It consists of 24 state mineral claims, owned 100% by WACG, located in the Mount McKinley recording district of Alaska.

Round Top Property, Alaska

The Round Top property, located 15.5 miles NE of the Illinois Creek project, is a large copper-molybdenum-silver (Cu-Mo-Ag) porphyry system that includes both high grade copper surface discoveries and drill intercepts to a depth of 800 meters. Cu-Mo-Ag mineralization is associated with Cretaceous (+/- 74 Ma) age intrusive rocks. The Property consists of 92 state mineral claims, owned 100% by WACG, located in the Mount McKinley and Nulato recording districts of Alaska.

Khotol and Paw Print, Alaska

Khotol and Paw Print are the early exploration stage properties the Company staked in 2022. 19 claims for Khotol with 3 additional claims staked in 2024 and 18 for Paw Print, both properties located northwest of the Illinois Creek Property.

MINERAL PROPERTY EXPLORATION

2025 EXPLORATION ACTIVITIES

The Company has started its exploration prepping and planning activities in 2025. The Company's Illinois Creek camp opened for operations in early June. The commencement of drilling utilizing the Company owned drill rigs is planned for late July or early August. A drilling program of up to 4,000 meters will focus on the Waterpump Creek South Extension target with secondary targets at Waterpump Creek North. Geologic field work will focus on followup of soil sample anomalies generated by prior year's surveys, interpretation and ground truth investigation of the 2024 High-Resolution Electromagnetic Survey funded by the United States Geological Survey (USGS) Critical Minerals Program operated by the Alaska Division of Geological & Geophysical Surveys (ADGGS). The program was a regional survey based out of the Company's Illinois Creek Camp. The Company acquired additional proprietary data under contract with ADGGS. Miscellaneous geological exploration will be conducted on the Company's other claims in the District. Metallurgical testing and analysis of Gallium in composite samples from Waterpump Creek will continue.

Schedule of cumulative exploration and evaluation properties costs:

	Round Top Property	Honker Property	Illinois Creek Property	Paw Print Property ⁽¹⁾	Total
	\$	\$	\$	\$	\$
December 31, 2023	5,281,465	651,031	22,725,689	23,178	28,681,363
Claim maintenance	72,600	19,800	81,881	743	175,024
DNR permit fees	150	150	6,683	-	6,983
Assays	-	-	278,797	-	278,797
Camp	-	-	281,091	-	281,091
Exploration labour	-	-	884,933	-	884,933
Consultant fees	-	-	249,670	-	249,670
Depreciation of equipment (Note 3)	-	-	441,672	-	441,672
Drilling	-	-	913,158	-	913,158
Equipment	-	-	52,487	-	52,487
Fuel	-	-	135,050	-	135,050
Fixed wing & fuel	-	-	267,067	-	267,067
Helicopter & fuel	-	-	270,344	-	270,344
Travel	-	-	114,996	-	114,996
Access route engineering	-	-	9,924	-	9,924
Other field expenses	-	-	61,746	-	61,746
December 31, 2024	5,354,215	670,981	26,775,188	23,921	32,824,305
Claim maintenance	-	-	(5,173)	-	(5,173)
DNR permit fees	-	-	200	-	200
Assays	-	-	24,962	-	24,962
Camp	-	-	15,457	-	15,457
Exploration labour	-	-	23,433	-	23,433

Consultant fees	-	-	290,119	-	290,119
Depreciation of equipment (Note 3)	-	-	220,706	-	220,706
Equipment	-	-	3,813	-	3,813
Helicopter & fuel	-	-	60,084	-	60,084
Travel	-	-	31,314	-	31,314
Other field expenses	-	-	4,634	-	4,634
June 30, 2025	5,354,215	670,981	27444,737	23,921	33,493,854

(1) Composed of Paw Print and Khotol properties

FINANCINGS

On April 26, 2024, the Company completed a brokered private placement, aggregate of 9,403,352 subordinate voting shares for gross proceeds of C\$6.112 million, and paid cash commission of C\$366,731 and issued 564,200 compensation warrants.

On May 14, 2024, the Company completed a non-brokered private placement, aggregate of 4,012,981 subordinate voting shares for gross proceeds of C\$2.608 million, and paid cash commission of C\$60,400 and issued 92,923 compensation warrants.

On March 12, 2025, the Company completed an unsecured loan transaction with certain lenders (the “Lenders”) to the Company, pursuant to which the Company has issued promissory notes in the aggregate principal amount of \$1,200,000. The Loan will mature after 36 months and bear interest at rate of 10% per annum. The Loan will be payable by the Company after 12 months. In addition, the Company has also issued to the Lenders an aggregate of 2,697,600 bonus warrants (the “Warrants”). Each Warrant entitles the holder to purchase one subordinate voting share of the Company at an exercise price of C\$0.64 for a period of 36 months from the date of issuance.

USE OF PROCEEDS

The following table sets out the planned, actual and continued uses of proceeds of each of the above listed financings. As of the date of this MD&A, there have been no variances between the planned uses of proceeds as announced by the Company and the actual and continued planned uses of the proceeds.

Previous Financing	Proposed Use of Funds as Announced by Press Release	Actual Use of Funds	Variance
April 2024 Brokered Private Placement \$6,112,179	To fund the Company’s 2024 exploration program and for general corporate purposes.	Exploration activities and general working capital purposes	Nil
May 2024 Private Placement \$2,608,438	To fund the Company’s 2024 exploration program and for general corporate purposes.	Exploration activities and general working capital purposes	Nil
March 2025 Promissory Note	To fund the Company’s 2025 exploration program and for general corporate purposes.	Exploration activities and general working capital purposes	Nil

EXERCISE OF STOCK OPTIONS

On December 31, 2024, the Company issued 200,000 subordinate voting shares, at an exercise price of \$0.45, for gross proceeds of \$90,000 on exercise of stock options.

On June 17, 2024, the Company issued 190,000 subordinate voting shares, at an exercise price of \$0.65, for gross proceeds of \$123,500 on exercise of stock options.

On April 4, 2024, the Company issued 100,000 subordinate voting shares, at an exercise price of \$0.65, for gross proceeds of \$65,000 on exercise of stock options.

On May 22, 2025, the Company issued 17,000 subordinate voting shares, at an exercise price of \$0.45, for gross proceeds of \$7,650 on exercise of stock options.

On May 26, 2025, the Company issued 23,700 subordinate voting shares, at an exercise price of \$0.45, for gross proceeds of \$10,665 on exercise of stock options.

On June 4, 2025, the Company issued 29,300 subordinate voting shares, at an exercise price of \$0.45, for gross proceeds of \$13,185 on exercise of stock options.

EXERCISE OF WARRANTS

On July 16, 2024, the Company issued 50,000 subordinate voting shares, at an exercise price of \$0.66, from gross proceeds of \$32,881 on exercise of share purchase warrants.

On June 17, 2024, the Company issued 13,181 subordinate voting shares, at an exercise price of \$0.48, from gross proceeds of \$6,234 on exercise of share purchase warrants.

On May 27, 2024, the Company issued 100,000 subordinate voting shares, at an exercise price of \$0.66, from gross proceeds of \$66,002 on exercise of share purchase warrants.

EXERCISE OF RSUs

On May 22, 2025, the Company issued 27,682 subordinate voting shares on the exercise of RSUs.

FINANCIAL RESULTS

OVERALL PERFORMANCE

During the three and six months ended June 30, 2025, the Company's main focus was the 2025 drilling season with planning and coordinating for site activities and human resources at the Company's Waterpump Creek property located within the Illinois Creek Project.

SUMMARY OF QUARTERLY RESULTS

The following is a summary of the Company's most recent 8 quarterly result:

	Jun 30, 2025	Mar 31, 2025	Dec 31, 2024	Sep 30, 2024	Jun 30, 2024	Mar 31, 2024	Dec 31, 2023	Sep 30, 2023	Jun 30, 2023
Expenses	\$800,909	582,436	\$969,900	\$710,261	\$848,112	\$752,199	\$785,252	\$897,373	\$1,126,881
Loss for the period	\$944,602	597,048	\$942,528	\$724,695	\$853,941	\$783,853	\$819,003	\$922,383	\$1,173,737
Pre-RTO: Weighted Average number of subordinate voting shares outstanding	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Post-RTO: Weighted Average number of subordinate voting shares outstanding	42,287,602	42,189,920	42,189,920	41,981,678	37,326,420	28,120,406	26,119,511	27,096,726	25,700,604
Weighted Average number of proportional shares outstanding	224,801	224,801	224,801	224,801	224,801	224,801	224,801	224,801	224,801
Loss per share	(0.01)	(0.01)	(0.02)	(0.02)	(0.02)	(0.02)	(0.03)	(0.03)	(0.04)
Exploration and evaluation assets – additions	\$418,011	\$251,538	\$456,039	\$2,305,906	\$716,505	\$560,191	\$20,932	\$767,248	\$4,416,178

Overall, during the eight recently completed quarters, the Company has had consistent losses of between \$0.6 million and \$1.2 million. The Company's operating losses are due to Management fees, and consulting and marketing expenses for the Company's management team and its external resources to assist with the Company's engagement with its shareholders and increase in market exposure to the Capital markets. In addition, the Company issued restricted share units during the six months ended June 30, 2025 and were expensed as share-based payment and exploration expense.

Results of Operations for the Three Months ended June 30, 2025

The loss for the three months ended June 30, 2025 was \$944,602 compared to \$853,941 for the three months ended June 30, 2024. The increase in the loss from 2024 to 2025 was mainly due to higher interest expense, professional and consulting fees in 2025.

Results of Operations for the Six Months ended June 30, 2025

The loss for the six months ended June 30, 2025 was \$1,541,650 compared to \$1,637,794 for the six months ended June 30, 2024. The decrease in the loss from 2024 to 2025 was primarily due to higher share-based payments and management fees in 2024 compared to 2025.

Transaction with Related Parties

The Company's related parties include its subsidiaries, key management personnel, and companies related by way of directors or shareholders in common. Transactions with related parties for goods and services are made on normal commercial terms.

Due to/from Related Parties

As of June 30, 2024, \$693,061 (December 31, 2023 - \$523,757) is included in accounts payable and accrued liabilities and \$2,451,464 (December 31, 2023 - \$2,819,083) in promissory note from amounts owing to related parties. Amounts owing to related parties and included in accounts payable and accrued liabilities are non-interest bearing and have no specific terms of repayment.

Key Management Personnel Compensation

Key management personnel include the Company's Board of Directors and members of senior management.

Six Months ended – June 30, 2025			Share-based
	Position	Salary	Compensation
Christopher (Kit) Marrs	CEO/Director	\$ 143,365	\$ 5,656
Nathan Brewer	Director	-	15,799
David Smallhouse	Director	-	15,799
Kevin Nishi	Director	-	15,799
Susan Mitchell	Director	18,000	10,952
Darren Morgans	CFO	53,293	21,823
A company controlled by Alex Tong	Former CFO	-	5,656
Joan Marrs	VP Operations	103,125	5,656
Joe Piekenbrock	Chief Exploration Officer	18,000	4,882
Andy West	Former VP Exploration	68,679	14,174
Patrick Donnelly	Executive VP	-	39,582
		\$ 404,462	\$ 155,779

Six Months ended – June 30, 2024			Share-based
	Position	Salary	Compensation
Christopher (Kit) Marrs	CEO/Director	\$ 120,476	\$ 27,434
Nathan Brewer	Director	-	22,423
David Smallhouse	Director	-	22,423
Kevin Nishi	Director	-	22,423
Susan Mitchell	Director	18,000	21,498
Darren Morgans	CFO	11,777	13,186
A company controlled by Alex Tong	Former CFO	42,169	27,127
Joan Marrs	VP Operations	86,052	27,127
Joe Piekenbrock	Chief Exploration Officer	31,304	23,948
Andy West	VP Exploration	121,424	34,485
		\$ 431,202	\$ 242,074

* salaries to Christopher (Kit) Marrs, Joan Marrs and Joe Piekenbrock for the six months ended June 30, 2025 have been deferred

During the six month period ended June 30, 2025, the Company incurred share-based compensation related to directors and key management of \$155,779 (2024 - \$242,074).

During the six month period ended June 30, 2025, the Company also accrued interest expense of \$51,948 (2024 - \$65,463) for a promissory note owed to an officer.

Three Months ended – June 30, 2025			Share-based
	Position	Salary	Compensation
Christopher (Kit) Marrs	CEO/Director	\$ 77,740	\$ 2,377
Nathan Brewer	Director	-	8,690
David Smallhouse	Director	-	8,690
Kevin Nishi	Director	-	8,690
Susan Mitchell	Director	9,000	4,744
Darren Morgans	CFO	27,750	17,228
A company controlled by Alex Tong	Former CFO	-	2,377
Joan Marrs	VP Operations	55,529	2,377
Joe Piekenbrock	Chief Exploration Officer	9,000	2,140
Andy West	Former VP Exploration	16,641	424
Patrick Donnelly	Executive VP	-	39,582
		\$ 195,660	\$ 97,319

Three Months ended – June 30, 2024			Share-based
	Position	Salary	Compensation
Christopher (Kit) Marrs	CEO/Director	\$ 48,482	\$ 10,389
Nathan Brewer	Director	-	8,084
David Smallhouse	Director	-	8,084
Kevin Nishi	Director	-	8,084
Susan Mitchell	Director	9,000	15,276
Darren Morgans	CFO	11,777	13,186
A company controlled by Alex Tong	Former CFO	16,868	10,082
Joan Marrs	VP Operations	34,629	10,082
Joe Piekenbrock	Chief Exploration Officer	15,731	8,977
Andy West	VP Exploration	60,712	9,349
		\$ 197,199	\$ 101,593

During the three month period ended June 30, 2025, the Company incurred share-based compensation related to directors and key management of \$97,319 (2024 - \$101,593).

During the three month period ended June 30, 2025, the Company also accrued interest expense of \$26,015 (2024 - \$31,713) for a promissory note owed to an officer.

All transactions with related parties have occurred in the normal course of operations and have been measured at the exchange amount, which is the amount agreed to by the related parties.

DISCLOSURE OF OUTSTANDING SHARE DATA

The following table summarizes the fully diluted number of subordinate voting shares outstanding as at June 30, 2025 and the date of this MD&A:

	June 30, 2025 Undiluted	June 30, 2025 Fully diluted subordinate voting shares
Subordinate voting shares	42,287,602	42,287,602
Proportionate shares	224,801	22,480,100
Total Subordinate voting shares		64,767,702
Options	6,037,500	6,037,500
Restricted share units	357,808	357,808
Warrants	18,511,346	18,511,346
Fully Diluted Subordinate voting shares		89,674,356

	As at date of MD&A Undiluted	As at date of MD&A Fully diluted subordinate voting shares
Subordinate voting shares	43,072,626	43,072,626
Proportionate shares	224,801	22,480,100
Total Subordinate voting shares		65,552,726
Options	5,665,000	5,665,000
Restricted share units	357,808	357,808
Warrants	18,098,822	18,098,822
Fully Diluted Subordinate voting shares		89,674,356

LIQUIDITY AND CAPITAL RESOURCES

Liquidity risk is the risk that the Company will encounter difficulty in satisfying financial obligations as they become due. The Company manages its liquidity risk by forecasting cash flows from operations and anticipated investing and financing activities. The Company's objective in managing liquidity risk is to maintain sufficient readily available reserves to meet its liquidity requirements.

Working Capital

As of June 30, 2025, the Company had working capital deficiency of \$461,789 (December 31, 2024 – \$58,637).

Cash

As of June 30, 2025, the Company had cash of \$591,446 (December 31, 2024 - \$849,572).

Cash Used in Operating Activities

Cash used in operating activities during the six months ended June 30, 2025, was \$940,989. Cash was mostly spent on exploration, management fees, marketing fees, professional fees and consulting fees.

Cash Used in Investing Activities

During the six months ended June 30, 2025, the Company spent \$452,900 on mineral properties acquisition and \$nil on equipment purchases for the camp.

Cash Generated by Financing Activities

During the six months ended June 30, 2025, the Company received \$1,142,907 in net financing activities compared to \$5,688,656 during the six months ended June 30, 2024.

CAPITAL RESOURCES

The Company does not have any capital resource commitment expenditures as at the six months ended June 30, 2025.

GOING CONCERN

The recoverability of amounts shown as mineral exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves, the Company's ability to obtain financing to develop the properties and the ultimate realization of profits through future production or sale of the mineral property interests. Realized values may be substantially different than carrying values as recorded in these financial statements.

The Company's consolidated financial statements have been prepared on a going concern basis which assumes that the Company will be able to continue its operation as a going concern for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business. At June 30, 2025, the Company had not achieved profitable operations, had an accumulated deficit of \$15,087,222.

Requirement of Additional Equity Financing

The Company has no source of revenue, income or cash flow. It is wholly dependent upon raising monies through the sale of its Subordinate voting shares to finance its business operations. There can be no assurances that this capital will be available in amounts or on terms acceptable to the Company, or at all.

RISK MANAGEMENT

The Company's risk exposures and the impact on the Company's financial instruments are summarized as follows:

Credit Risk

Credit risk is the risk of potential loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets, including cash and amounts receivable. The Company limits the exposure to credit risk in its cash by only investing its cash with high-credit quality financial institutions in business and savings accounts, in guaranteed investment certificates, and in government treasury bills which are available on demand by the Company for its programs.

Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. These fluctuations may be significant.

a) Interest Rate Risk – The Company is exposed to interest rate risk to the extent that its cash balances bear variable rates of interest. The interest rate risks on cash and on the Company's obligations are not considered significant.

b) Foreign Currency Risk – The Company has identified its functional currencies as the US dollar and the US dollar. Business is transacted in Canadian dollars and US dollars. The Company maintains US dollar bank accounts in Canada and the United States to support the cash needs of its operations.

c) Commodity Price Risk – While the value of the Company's mineral properties is related to the price of gold and silver and the outlook for these minerals, the Company does not currently have any operating mines and therefore does not have any hedging or other commodity-based risks with respect to its operating activities.

Historically, the price of gold and silver has fluctuated significantly and is affected by numerous factors outside of the Company's control including, but not limited to, industrial and retail demand, central bank lending, forward sales by producers and speculators, levels of worldwide production, short-term changes in supply and demand because of speculative hedging activities, and certain other factors related specifically to gold and silver.

RISKS AND UNCERTAINTIES

The Company is in the business of acquiring, exploring, and developing mineral properties. It is exposed to a number of risks and uncertainties that are common to other mineral exploration companies in the same business. The industry is capital intensive at all stages and is subject to variations in commodity prices, market sentiment, exchange rates for currency, inflation and other risks. The Company currently has no source of revenue other than interest income. The Company will rely mainly on equity financing to fund acquisitions and its other activities. The risks and uncertainties described in the Company's year ended December 31, 2024, MD&A and can be found on www.sedarplus.ca. The risks and uncertainties below are not inclusive of all the risks and uncertainties the Company may be subject to and other risks may exist.

ADDITIONAL DISCLOSURE FOR VENTURE ISSUERS WITHOUT SIGNIFICANT REVENUE

The components of mineral properties are described in Note 4 of the interim condensed consolidated financial statements.

PROPOSED TRANSACTIONS

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

OFF-BALANCE SHEET TRANSACTIONS

There are no off-balance sheet transactions that have not been disclosed herein.

CRITICAL ACCOUNTING ESTIMATES

A detailed summary of all the Company's significant accounting policies is included in Note 2 of the interim condensed consolidated financial statements of the Company for the three and six months ended June 30, 2025.

INTERNAL CONTROLS OVER FINANCIAL REPORTING

Changes in Internal Control over Financial Reporting ("ICFR")

In connection with National Instrument 52-109 ("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 financial information contained in the unaudited interim condensed consolidated financial statements and the audited annual consolidated financial statements and respective accompanying MD&A. The Venture Issue 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.

Management's Responsibility over Financial Statements

The 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 values for certain assets or liabilities. Management believes such estimates have been based on careful judgments and have been properly reflected in the financial statements.