Q2 METALS CORP.

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(the "**Company**")

MANAGEMENT DISCUSSION AND ANALYSIS

For the Three Months Ended May 31, 2026

This Management Discussion and Analysis ("**MD&A**") of financial position and results of operation is prepared by management and approved by the Company's Board of Directors as at July 24, 2026. The MD&A should be read in conjunction with the condensed interim consolidated financial statements for the three months ended May 31, 2026 for the Company and the related notes thereon (the "**Financial Statements**").

The condensed interim consolidated financial statements have been prepared in accordance with IFRS Accounting Standards ("**IFRS**"). Except as otherwise disclosed, all dollar figures included therein and in the following MD&A are quoted in Canadian dollars. Additional information is provided in the Company's condensed interim consolidated financial statements and other documents. The MD&A covers the three months ended May 31, 2026 and the subsequent period up to the date of issuance of this MD&A.

This MD&A contains forward-looking information. Please refer to the cautionary language at the end of this document.

In this MD&A, unless the context otherwise requires, references to "we", "us", "our" or similar terms, as well as references to "Q2" or the "Company", refer to **Q2 Metals Corp**.

Our Business

The Company is a Canadian mineral exploration company focused on its Cisco Lithium Project (the "**Cisco Project**") which is comprised of 801 Exclusive Exploration Rights ("**EERs**", formerly referred to as mineral claims). The Cisco Project is approximately 41,253 hectares ("**ha**") in size and located in the territory of the Nemaska Cree Nation, Eeyou Istchee, James Bay, Quebec, Canada, less than 10 kilometres ("**km**") east of the Billy Diamond Highway and approximately 150 km north of Matagami, Quebec.

The Company is a reporting issuer in British Columbia, Alberta and Ontario and trades on Tier 2 of the TSX Venture Exchange ("**TSXV**") in Canada under stock symbol QTWO, the Frankfurt Stock Exchange in Germany ("**458**"), and the OTCQB ("**QUEXF**"). The head office and principal business address of the Company is Suite 904 – 409 Granville Street, Vancouver, BC V6C 1T2.

The Company's disclosure of a technical or scientific nature in respect of the Cisco and Mia Projects has been reviewed and approved by Neil McCallum, B.Sc., P.Geol, a Qualified Person as defined by *National Instrument 43-101* ("**NI 43-101**"), and a registered permit holder with the

Ordre des Géologues du Québec and member in good standing with the Professional Geoscientists of Ontario. Mr. McCallum is a director and the Vice President Exploration for Q2.

The Company's disclosure of a technical or scientific nature in respect of the Big Hill and Titan Projects has been reviewed and approved by Simon Tear BSc (Hons), PGEO, Eur Geol, a consultant to the Company and a Qualified Person under the definition of NI 43-101.

Outlook

The Company is a mineral exploration company engaged in the acquisition, exploration and development of mineral resource properties, primarily in Quebec Canada. The Company is focused on exploration drill programs and feasibility level studies to identify potential mineral reserves at its Cisco Project.

The Company does not hold interests in producing mineral deposits. The Company has no production nor source of revenue and there is no operating history upon which investors may rely. The Company is currently well-positioned to fund administrative and key project initiatives contemplated at the Cisco Project through feasibility level studies however, the Company will continue to require capital to fund future expenditures and establish mineral resources and/or mineral reserves. Additional substantial financial resources will be required to develop mining and processing facilities for any mineral resources and/or mineral reserves that may be discovered.

Corporate Highlights

Financings

Over the last two years, the Company has completed two private placement financings, for total gross proceeds of $96,000,000:

2025 Charity Flow-through Financing

On August 14, 2025, the Company completed a charity flow-through private placement consisting of a total of 26,000,000 common shares of the Company at a price of $1.00 per share for gross proceeds of $26,000,000.

The private placement consisted of the sale of 25,000,000 flow-through common shares ("**2025 FT Shares**") sold pursuant to the listed issuer financing exemption under Part 5A of National Instrument 45-106 – Prospectus Exemptions ("**NI 45-106**") as amended by Coordinated Blanket Order 45-935 – Exemptions from Certain Conditions of the Listed Issuer Financing Exemption (the "**Listed Issuer Financing Exemption**") (the "**LIFE FT Shares**") and 1,000,000 2025 FT Shares (the "**Non-LIFE FT Shares**") pursuant to prospectus exemptions under NI 45-106 other than the Listed Issuer Financing Exemption.

The Company paid $1,300,000 in commission and issued 1,300,000 broker warrants, each exercisable into one common share of the Company at a price of $0.90 for 3 years.

The Company is required to use an amount equal to the gross proceeds received by the Company from the sale of the FT Shares, pursuant to the provisions in the Income Tax Act (Canada) (the "**Tax Act**"), to incur (or be deemed to incur) eligible "**Canadian exploration expenses**" that qualify as "flow-through critical mineral mining expenditures" (as both terms are defined in the Tax Act) (the "**Qualifying Expenditures**") related to the Company's mineral projects in Québec, on or before December 31, 2026, and renounced all the Qualifying Expenditures in favour of the subscribers of the FT Shares effective on or before December 31, 2025.

2026 Bought-deal Financing

On May 26, 2026, the Company completed a bought-deal private placement financing consisting of the issuance of:

- 20,409,000 common shares of the Company at a price of $2.45 per Common Share for aggregate gross proceeds of $50,002,050; and

- 5,556,000 common shares of the Company that qualify as a "flow-through share" within the meaning of subsection 66(15) of the Tax Act (the "**2026 FT Shares**") at a price of $3.60 per 2026 FT Share for aggregate gross proceeds of $20,001,600.

The Company is required to use an amount equal to the gross proceeds received by the Company from the sale of the 2026 FT Shares, pursuant to the provisions in the Tax Act, to incur (or be deemed to incur) eligible Qualifying Expenditures related to the Company's projects in Québec, on or before December 31, 2027, and to renounce all the Qualifying Expenditures in favour of the subscribers of the 2026 FT Shares effective December 31, 2026.

Changes to Board of Directors and Officers

Ther have been no changes to the Board of Directors or Officers of the Company since the year end February 28, 2026.

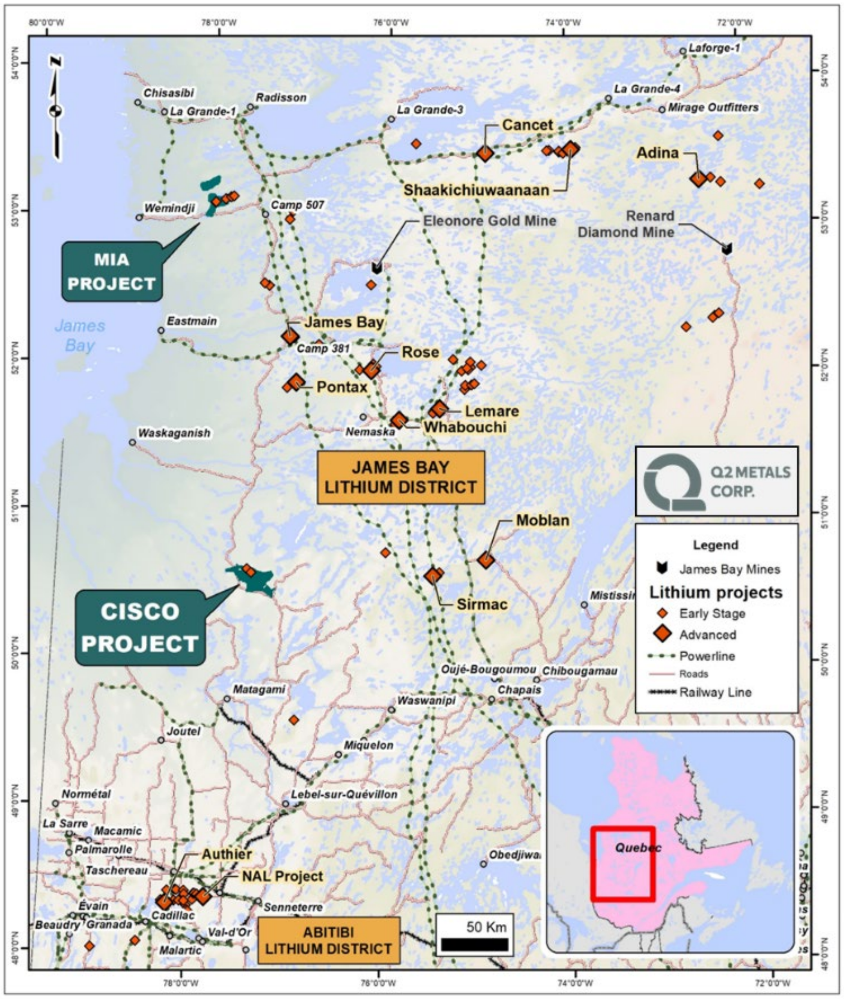
- On October 2, 2025, Mr. Simon Gaivin was appointed as Vice-President, Environmental, Social and Governance.

- On October 27, 2025, Mr. Keith Phillips was appointed to the Board of Directors of the Company and of February 3, 2026, Mr. Phillips was appointed as Executive Chair of the Board of Directors; and

- On December 9, 2025, Jody Bellefleur did not stand for re-election to the Board of Directors of the Company. Ms. Bellefleur remains the Chief Financial Officer and Corporate Secretary of the Company.

Exploration Highlights

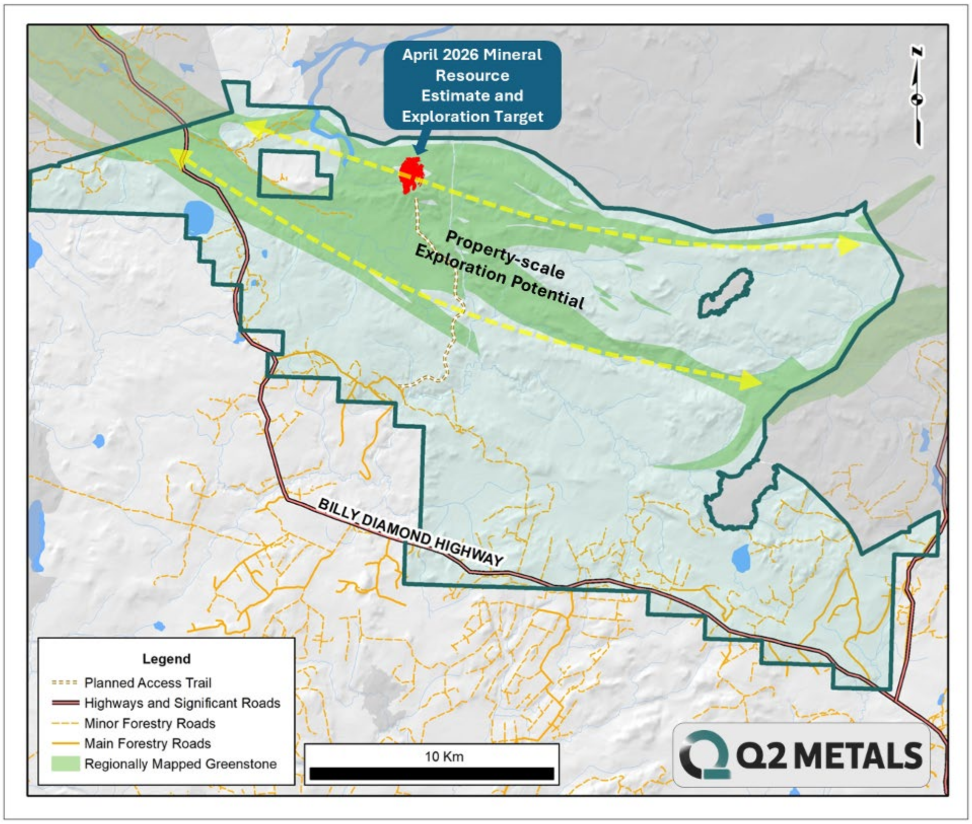
The Company's principal exploration project is the Cisco Project, located in the Eeyou Istchee Cree Territory, James Bay region of Quebec, Canada.



Q2 Mineral Projects in Quebec

The Cisco Project

The Cisco Project is comprised of four groups of EERs: the Broadback block, the Cisco block, the Ouagama block and the Expansion block, collectively consisting of 801 EERs, totaling 41,253 hectares in size.



The Cisco Project

On April 20, 2026, the Company announced the inaugural National Instrument 43-101 *Standards for Disclosure of Mineral Projects* ("**NI 43-101**") compliant Inferred Mineral Resource Estimate for the Cisco Project (the "**MRE**"):

Classification	Scenario	Cut-off Grade % Li_2O	Mass (t)	Li_2O (%)	Li_2O (t)	LCE (t)
Inferred	Open Pit	0.4	270,455,000	1.36	3,683,000	9,108,000
	Underground	0.7	24,203,000	1.34	326,000	805,000
	Total	Combined	294,658,000	1.36	4,007,000	9,913,000

- Mineral Resources were prepared in accordance with NI 43-101 and the CIM Definition Standards (2014). Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability. This estimate of Mineral Resources may be materially affected by environmental, permitting, legal, title, taxation, sociopolitical, marketing, economic, or other relevant issues.

- The independent Qualified Person, as defined by NI 43-101 for this estimate is Todd McCracken, P.Geo., Director – Mining & Geology – Central Canada, BBA. The Effective Date of the estimate is April 20, 2026.

- Estimation was completed using a combination of inverse distance squared (ID2) and ordinary kriging (OK) in Leapfrog Edge software with dynamic anisotropy search ellipse on specific domains.

- Drill hole composites at 1 m in length. Block size is 10 m x 10 m x 5 m with sub-blocking.

- Both underground and open-pit conceptual mining shapes were applied as constraints to demonstrate reasonable prospects for eventual economic extraction. Cut-off grades for open-pit constrained resources are 0.40% Li_2O, and for underground constrained resources is 0.70% Li_2O. Open-pit and underground Mineral Resource constraints are based on a spodumene concentrate price of US$1,500/tonne (6% basis FOB Bécancour) and an exchange rate of 0.70 USD/CAD.

- The cut-off grades are based on Li_2O (%) only.

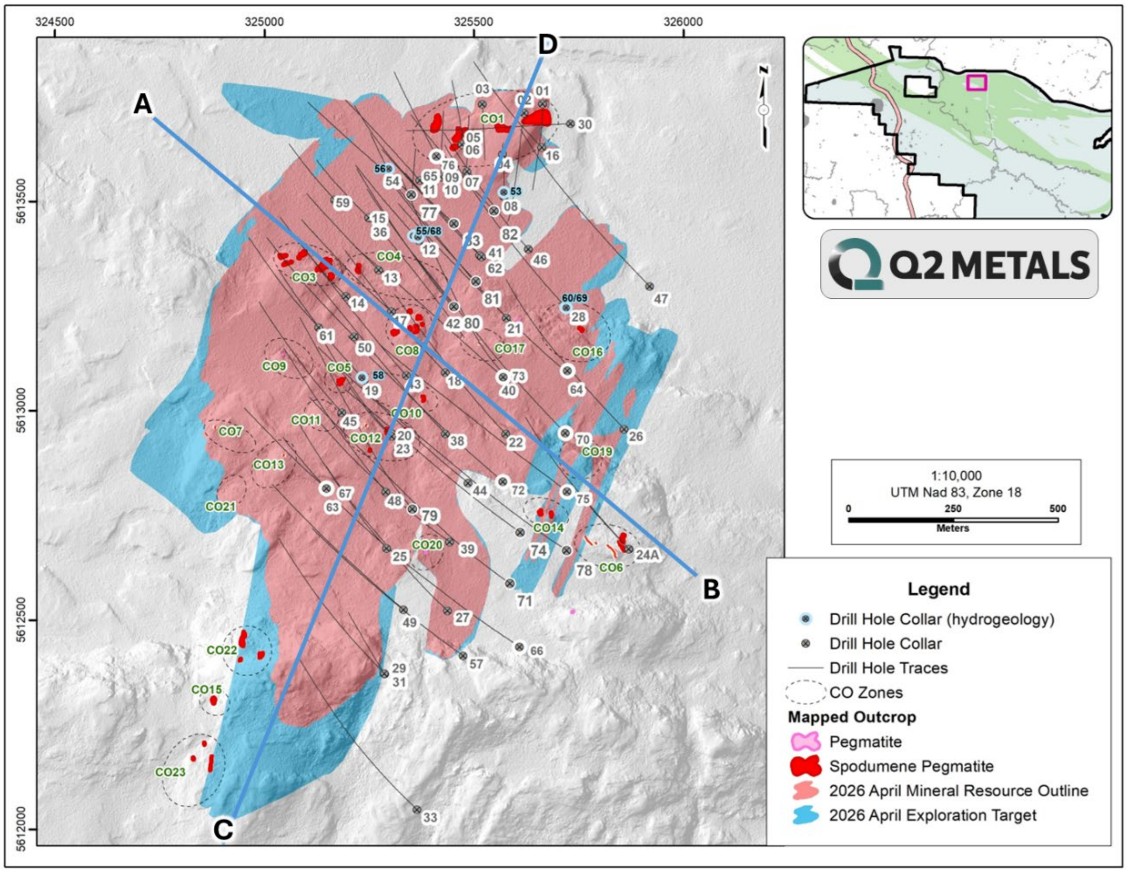
- Rounding may result in apparent summation differences between tonnes, grade, and contained metal content.

- Tonnage and grade measurements are in metric units.

- Conversion factors used: Li_2O = Li x 2.153; Li_2O to LCE x 2.473.

- Pegmatite and non-pegmatite blocks were assigned a fixed SG based on the field measurement median value of their respective lithology.

The MRE was supported by 75 drill holes over a total of 33,343 m from the 2023, 2024 and 2025 drill programs.



Map of Inferred Mineral Resource Estimate and Exploration Target at the Cisco Project

The geological model underpinning the MRE interprets a single, continuous, principal spodumene pegmatite body ranging in true thickness from ~2 m to ~450 m, extending over a strike length of approximately 1.8 km, with multiple associated proximate structures.

The deposit's current dimensions are roughly 1,800 m in length by up to 1,020 m in width. Drilling has extended the deposit to over 600 m in depth and it remains open in all directions.

In addition to the MRE, an Exploration Target was also defined based on extrapolation of mineralization from drilling results and geological interpretation (the "**2026 Exploration Target**"). The 2026 Exploration Target is estimated to range from approximately 44 million tonnes ("**Mt**") to 67 Mt grading between 0.88% to 1.35% Li_2O.

An Exploration Target is used to provide a conceptual estimate of the potential quantity and grade of a mineral deposit, based on known and additional limited geological evidence. It is an early-stage assessment that will help to guide further exploration, but it is not a mineral resource or mineral reserve and should not be treated as such. It is uncertain if further exploration will result in the target being delineated as a Mineral Resource.

Figure 2 is a cross-section view of the MRE block model and Figure 3 is the longitudinal view. The base case pitshell is 700 m x 660 m by 540 m in depth based on revenue factor 0.4, to limit the depth of the pit to around 500 m. Underground stope optimizer was completed on the remaining mineral resource material below the pit limits.

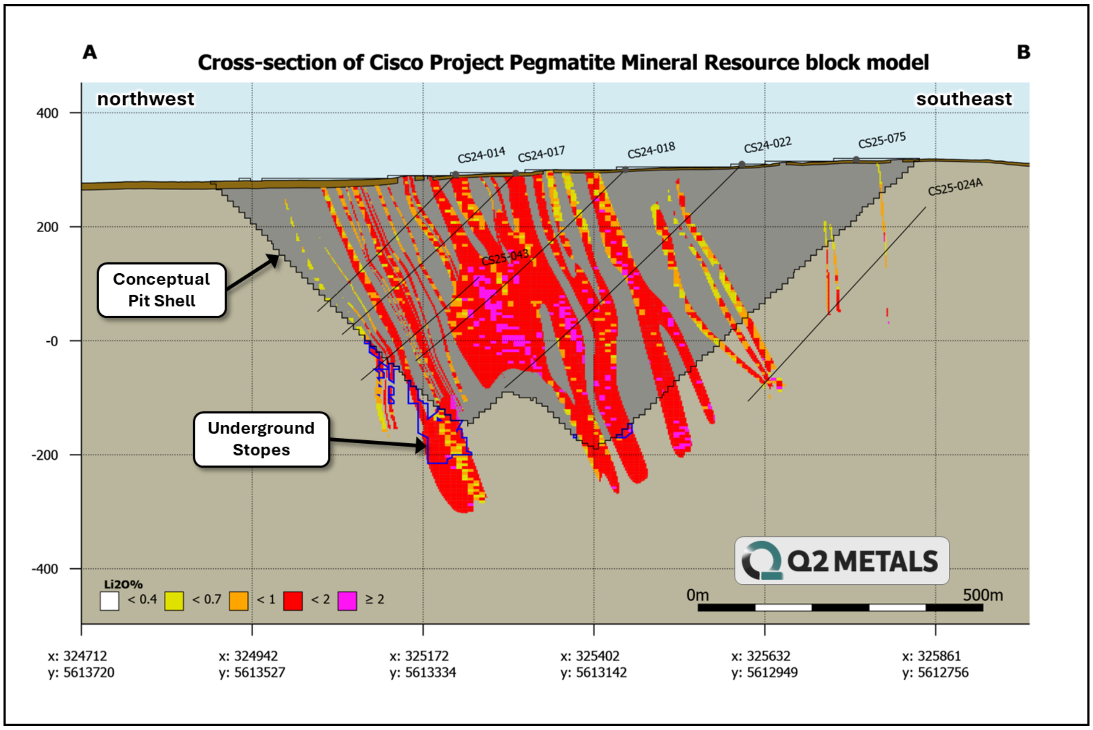


Figure 2. Cross section of the Mineral Resource block model

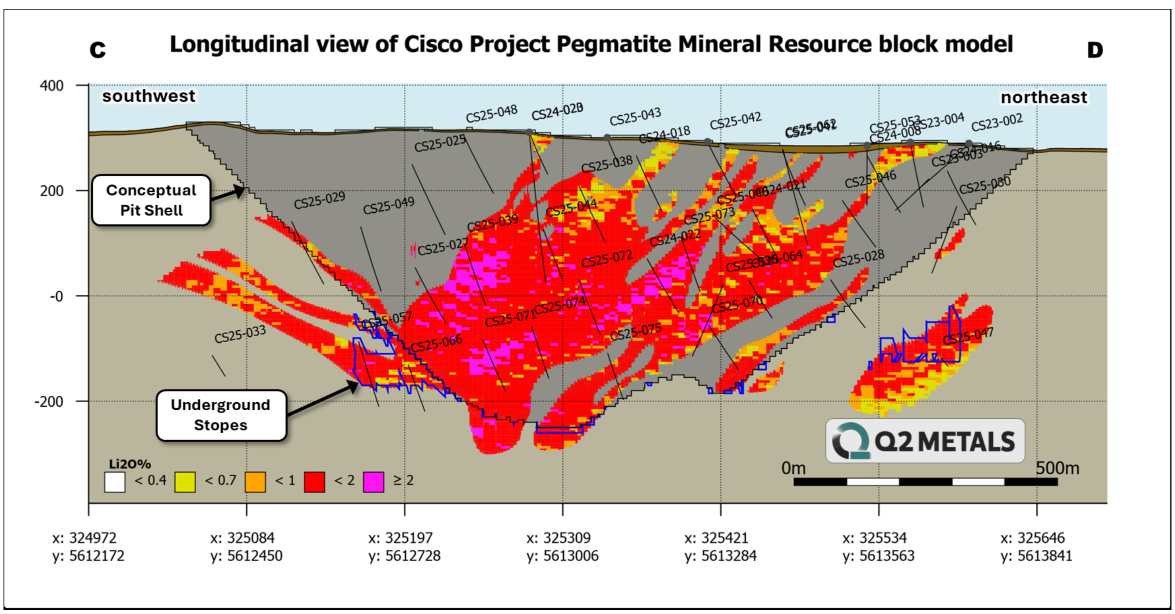


Figure 3. Long section of the Mineral Resource block model

Exploration Work – 2025 to current

2025

2025 Drill Program

In 2025, a total of 17,748 m was drilled across 38 holes. The objective of the 2025 drill program was to test promising zones that were mapped & sampled in 2024 as well as on infill drilling to tighten the drill spacing within the main mineralized zone.

During the 2025 Winter Drill Program, 14 drill holes for approximately 6,997 m were completed which successfully doubled the strike length of the main mineralized zone from 850 m to 1.5 km.

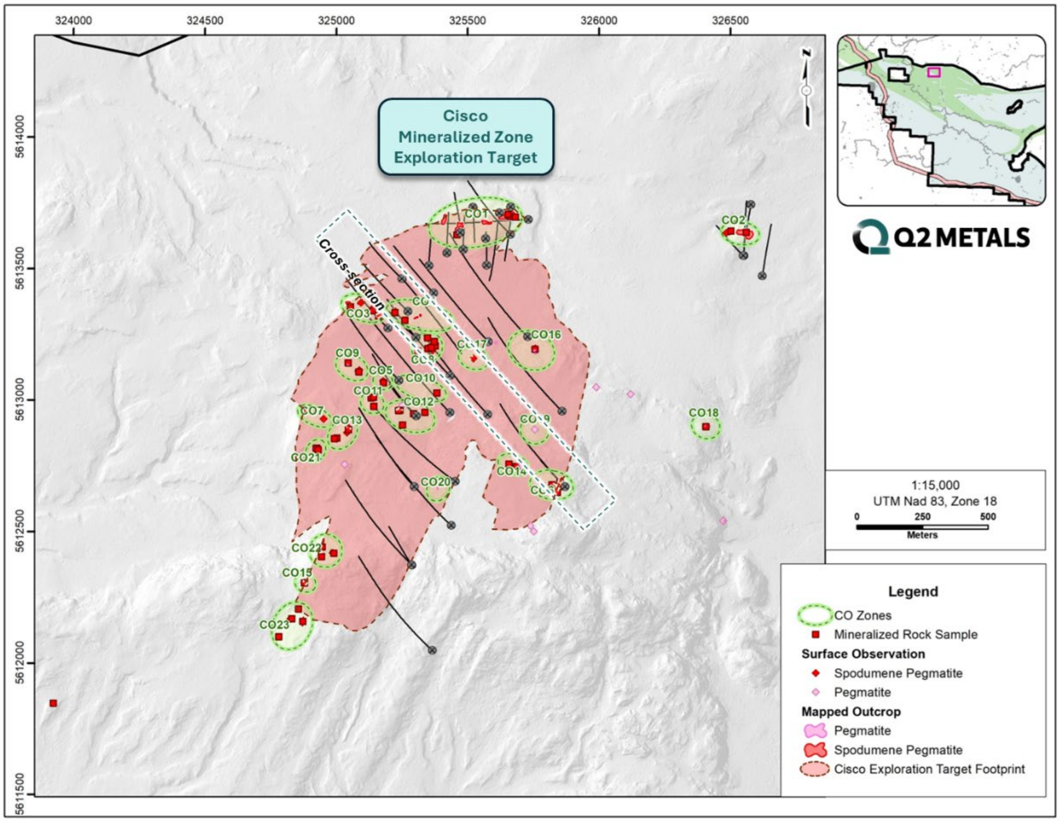
BBA Inc. ("**BBA**") was engaged to complete an exploration target at the Cisco Project which was published on July 21, 2025 (the "**2025 Exploration Target**"). The potential mineralization and grade at the Cisco Project was estimated to range from 215 to 329 Mt at a grade ranging from 1.0 to 1.38 % Li_2O:

	Tonnes Range (Mt)		Li_2O Range (%)	
	Minimum	Maximum	Minimum	Maximum
Exploration Target	215	329	1.00	1.38

2025 Exploration Target for Cisco Mineralized Zone

An Exploration Target is used to provide a conceptual estimate of the potential quantity and grade of a mineral deposit, based on known and additional limited geological evidence. It is not a mineral resource or mineral reserve and should not be treated as such and it is uncertain if further exploration will result in the target being delineated as a Mineral Resource.

The Exploration Target for the Cisco Project encompassed the main mineralized zone (the "**Mineralized Zone**") and included a total of 40 holes drilled for 16,167.8 m.



Cisco Project showing pegmatite outcrop zones in the Exploration Target area

The 2025 Summer & Fall Drill Program was focused on infill drilling to tighten the drill spacing within the Mineralized Zone as well as test additional outcrop zones with the aid of the geophysical targeting.

A total of 24 holes across 10,751 m were drilled during the Summer & Fall Drill Program with drilling continuing to intercept wide spodumene pegmatite intervals.

The MRE was based on the 75 drill holes over a total of 33,343 m from the 2023, 2024 and 2025 drill programs.

2026

2026 Winter Drill Program

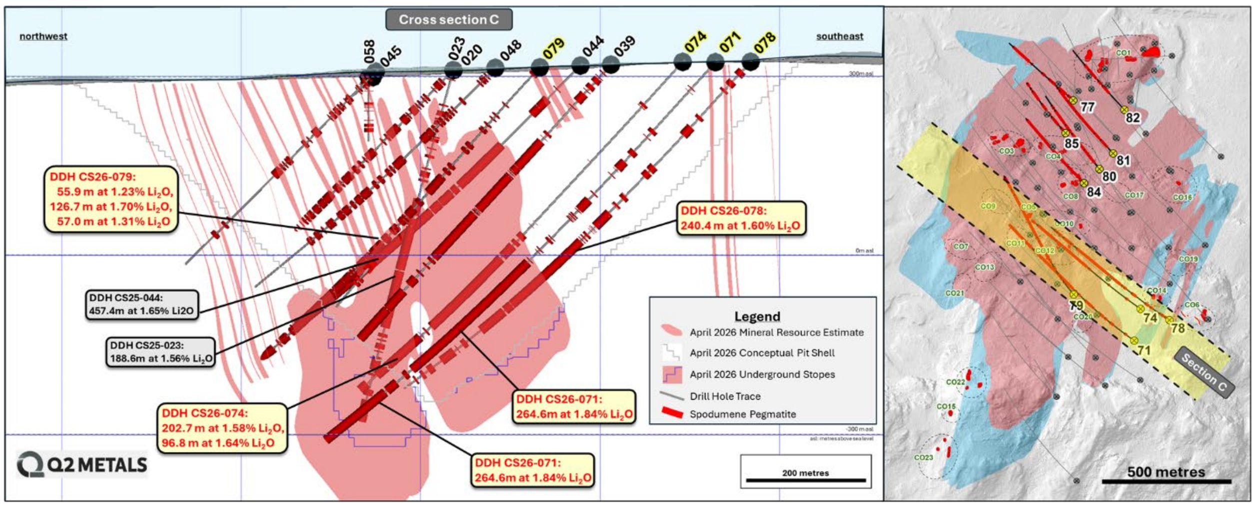
The 2026 drill campaign at the Cisco Lithium Project started in late January with the primary focus on continued infill drilling of the Mineralized Zone to inform an update to the MRE. Exploration drilling was also incorporated to test the expansion potential of areas outside of the Mineralized Zone.

A total of 10,515 m across 19 drill holes was completed during the 2026 Winter Drill Program. Much of the 2026 Winter Drill Program was considered infill drilling and the results are consistent with expectations given their close spacing. Notable highlights from the 2026 Winter Drill Program:

- Drill hole-71 successfully confirmed the main, wide mineralized zone with two main intervals of 264.6 m at 1.84% Li_2O; and 152.9 m at 1.59% Li_2O. The wider of the two was notably higher grade compared to the deposit average.

- Drill hole-74, located 125 metres away from hole-71, successfully confirmed with main, wide mineralized zone with two main intervals of 202.7 m at 1.58% Li_2O; and 96.8 m at 1.64% Li_2O.

- Drill hole-78, located 120 metres away from hole-74, also successfully confirmed with main, wide mineralized zone with one main interval of 240.4 m at 1.60% Li_2O.

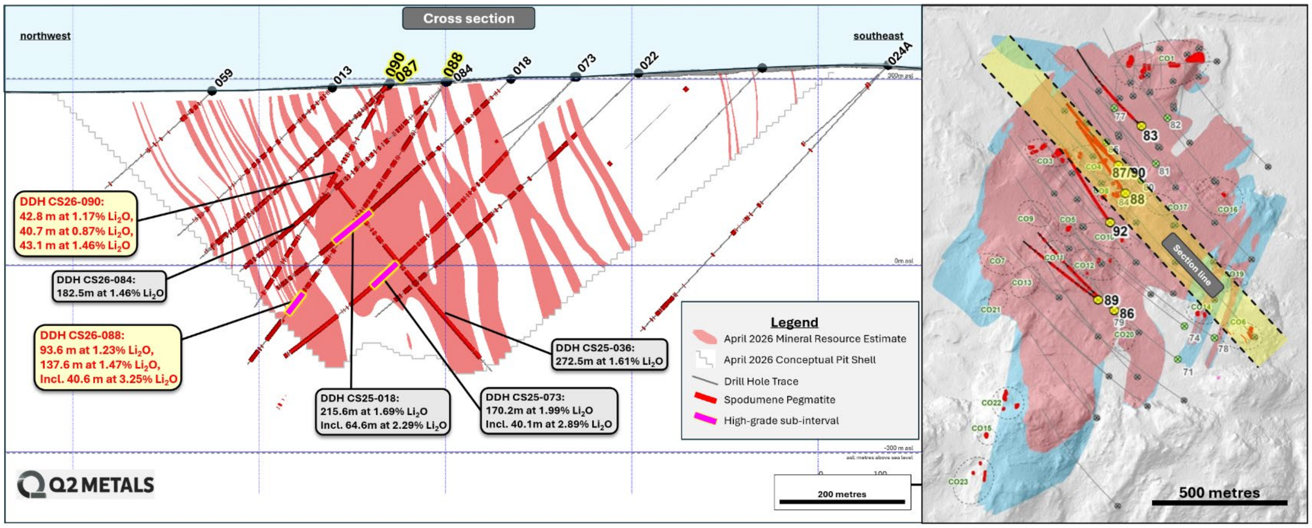


Cross-Section Displaying Holes 71, 74, 78 and 79 at the Cisco Deposit

- Drill hole-77, located in the northwestern corner of the Cisco Deposit, defined 78.7 m at 1.25% Li_2O; and 107.8 m at 1.74% Li_2O and was a roughly 100 m westward continuation of previously announced drill hole-65 that had a 179.2 m interval of continuous mineralization that averaged 1.24 Li_2O. Mineralization near the end of the hole was not expected to this extent and provides a new area for extensional follow-up drilling.

- Drill hole-88, located 110 m northwest from hole-18 and 200 m northwest from hole-73 encountered 137.6 m at 1.47% Li_2O; including 40.6 m at 3.25% Li_2O. The results of this hole support the continued definition of a high-grade sub-zone within the main mineralized body at the Cisco Deposit.

- Drill hole-92 encountered a 185.7 m interval averaging 1.54% Li_2O, with over 100 metres of the interval extending beyond the conceptual open pit that was part of the MRE.



Cross-Section Displaying Holes 87, 88 and 90 at the Cisco Deposit

2026 Summer Exploration

Extensive regional greenfield exploration is be undertaken over the summer, including indicator mineral till sampling and geochemical soil sampling, expanded prospecting, and mapping.

2026 Summer Drill Program

The 2026 Summer Drill Program commenced on June 17, 2026 with four diamond core drill rigs in operation, targeting 20,000 m of drilling. The primary focus of the 2026 Summer Drill Program is on infill drilling of the Cisco Deposit to convert and advance the mineral resource from its current Inferred mineral resource classification to an Indicated mineral resource classification as well as exploratory drilling. Potential zones of high-grade and/or near surface mineralization within the Cisco Deposit have been identified as priority targets for drill testing. Expansion drilling proximate to the deposit and the CO2 outcrop are also planned.

<u>Sampling, Analytical Methods and QA/QC Protocols</u>

A summary of the assay data and drill collar data for all drilling completed to date can be found on the Company's website: https://q2metals.com/projects/cisco-project/.

All drilling was conducted using diamond drill rig with NQ sized core and all drill core samples are shipped to SGS Canada's preparation facility in Val-d'Or, Quebec, for standard sample preparation (code PRP92) which includes drying at 105°C, crushing to 90% passing 2 mm, riffle split 500 g, and pulverize 85% passing 75 microns. The pulps are then shipped by air to SGS Canada's laboratory in Burnaby, BC, where the samples are homogenized and subsequently analyzed for multi-element (including Li and Ta) using sodium peroxide fusion with ICP-AES/MS finish (code GE_ICM91A50). The reported Li grade will be multiplied by the standard conversion factor of 2.153 which results in an equivalent Li_2O grade. Drill core was saw-cut with half-core sent for geochemical analysis and half-core remaining in the box for reference. The same side of the core was sampled to maintain representativeness.

A Quality Assurance / Quality Control (QA/QC) protocol following industry best practices was incorporated into the sampling program. Measures include the systematic insertion of quartz blanks and certified reference materials (CRMs) into sample batches at a rate of approximately 5% each. Additionally, analysis of pulp-split and reject-split duplicates was completed to assess analytical precision. Each QP has verified the QA/QC results of the analytical work.

Environmental Baseline Studies and Permitting

Baseline environmental studies have been initiated at the Cisco Project and across the broader area, marking an important step in the Company's transition from exploration success toward responsible project advancement. The baseline program is designed to establish a comprehensive understanding of existing environmental conditions in and around the project and area, supporting future project planning, permitting, engineering, and stakeholder engagement.

The environmental baseline program will include studies of key environmental components such as water, wetlands, vegetation, wildlife, fish habitat, and other site-specific environmental conditions. These studies will provide the scientific foundation required to inform project design, identify potential environmental sensitivities, and support the Company's commitment to advancing Cisco in a responsible, transparent, and collaborative manner.

Permit applications for a new camp and an access road from the Billy Diamond Highway to the Cisco Deposit area were submitted in January.

Metallurgical Testing

Initial metallurgical testing on drill core samples collected from the 2024 Drill Program was completed by SGS Canada on 16 drill core analytical pulp samples of pegmatite collected across seven drill holes at the Cisco Project. The purpose of the mineralogy work was to provide a preliminary characterization of the lithium pegmatite at Cisco and to orient the direction of subsequent mineral processing test work.

The samples were analyzed by X-ray diffraction ("XRD") for quantitative modal mineralogy. The samples that were submitted had representatively low, mid and high grades, with individual samples containing lithium between 0.53% and 3.8% Li_2O. The results of the XRD analysis indicated average spodumene content of 17% within sample results, ranging between 6% and 39%. The remaining minerals in the samples include quartz, albite, microcline, muscovite and occasionally biotite and/or beryl. All minerals are present in common ratios compared to other pegmatites in the James Bay Lithium District.

Follow up metallurgical test work suggested that DMS-only processing is feasible for the project. Three composite samples were provided to SGS Canada Inc. for Heavy Liquid Separation (HLS) testing to assess the suitability of large-scale Dense Media Separation (DMS) processing.

- Composite 18 achieved a 74.1% recovery to produce a 5.69% Li_2O concentrate with low iron of 0.42% Fe_2O_3.

- Composite 21 achieved a 69.6% recovery to produce a 5.08% Li_2O concentrate with low iron of 0.55% Fe_2O_3.

- Composite 23 achieved a 71.6% recovery to produce a 5.60% Li_2O concentrate with low iron of 0.46% Fe_2O_3.

A second phase of metallurgical test work is underway. An expanded sampling and testing program has been designed to confirm the results of the first phase and test the variability of the recoveries across all pegmatite textures. The test work will include wall-rock dilution to understand to what extent its introduction affects recovery and iron content. Flotation test work will be added to complete the necessary trade-off studies to understand the extent to which recoveries can be improved and utilizing different flowsheets.

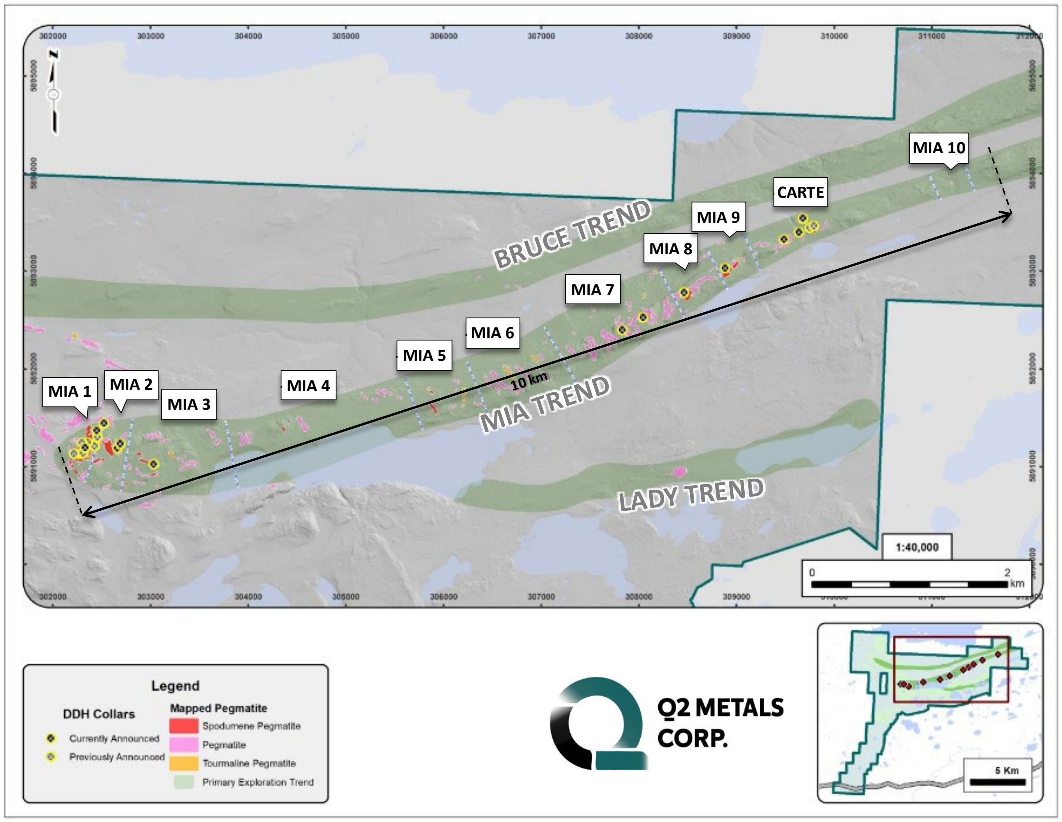
Preliminary Economic Assessment

BBA has been engaged as lead consultant for the Preliminary Economic Assessment ("**PEA**") on the Cisco Project. The PEA will establish the first economic benchmark for the Cisco Project by evaluating the existing MRE within a preliminary mine plan and processing flowsheet while also incorporating metallurgy test work and infrastructure studies that have been undertaken to date. The PEA will provide an initial set of project metrics, including capital intensity, operating cost, mine life, economic sensitivities and optimization opportunities.

<u>Other Projects</u>

Mia Lithium Project

The Mia Lithium Project is comprised of 171 EERs, located approximately 62 km east of the village of the Wemindji Cree Nation, Eeyou Istchee, James Bay, Quebec. The lithium mineral showings are located approximately 22 km from the Billy Diamond Highway, proximal to major hydropowerline and all-season road infrastructure. The Company acquired the Mia Lithium Project in November 2022.



Mineralized Zones, Mia Trend

A total of 8,685 m across 50 drill holes were completed on the Mia Trend in the Fall of 2023 and Winter 2024.

Drill results at the Mia 1, Mia 2 and Mia 3 Zones confirmed spodumene mineralization within a continuous pegmatite zone that dips gently to the north. Thickness of the mineralized zone varies from 8 to 20 m, extending roughly 600 m east-west and roughly 375 m north-south. The pegmatite body appears to be open to the west, east and north. The results of the greater Mia Trend have revealed significantly wide pegmatite intervals, with relevantly anomalous LCT-style geochemistry, but without significant lithium intervals.

No additional exploration work has been done on the Mia Project since 2024.

Big Hill & Titan Gold Projects, Queensland Australia

The Big Hill Gold Project consists of a single Exploration Permit ("**EPM**") EPM 18255 covering 17km^2 and includes two discrete granted mining leases ("**ML**") owned by Big Hill Gold Mining Company Pty Ltd. on the EPM. The EPM, which is within the Talgai Goldfield, covers the historic mines of Big Hill (ML50287), Queenslander, Monte Cristo and Sultan & Taylor (ML50286). The Titan Gold Project, contiguous to the Big Hill Gold Project, covers 45km^2 with historic small scale high-grade mines under a single Exploration Permit 27507. The Company acquired the Big Hill and Titan Gold Projects in 2021.

No exploration work has been undertaken by the Company on the Big Hill and Titan Gold Projects since 2022 and as such, the Company has impaired and written down the Big Hill and Titan Gold Projects to $1 each.

Selected Annual Financial Data

The following selected financial data is derived from the audited financial statements of the Company prepared in accordance with IFRS.

	Year ended February 28, 2026	Year ended February 28, 2025	Year ended February 29, 2024
	$	$	$
Operations			
Revenues	-	-	-
Expenses	10,740,518	5,183,847	196,324
Net Loss before taxes	10,740,518	5,183,847	196,324
Balance Sheet			
Working Capital	11,860,406	11,332,129	4,684,369
Total Assets	83,386,139	48,910,233	28,860,551

Results of Operations

The Company had a net loss of $930,953 ($0.00 per share) during the three months ended May 31, 2026, compared with a net loss of $645,009 ($0.00 per share) during the three months ended May 31, 2025. No revenues were earned in either period. The significant expenses for the periods include the following:

- Spending on advertising, investor relations, and promotion (2026: $403,499; 2025: $435,805) remained consistent over the period for promotion of the Company's Cisco Project and attending various conferences and tradeshows;
- Consulting fees (2026: $164,635; 2025: $150,566) remained consistent over the periods due to the hiring of additional consultants for increased business activities in the prior year's period;
- Director's fees (2026: $48,000; 2025: $22,500) for monthly fees paid to its directors;
- Filing and transfer agent fees (2026: $21,659; 2025: $7,984) was higher in the current period for costs related to the private placement;
- Professional fees (2026: $131,915; 2025: $42,537) for accounting, audit, and legal fees;
- Share-based compensation (2026: $1,062,914; 2025: $147,452) is determined by the Black Scholes calculation for options granted and/or vested during the period;
- Interest income (2026: $81,121; 2025: $92,063) is determined by cash balances and interest rates; and

- Flow-through premium recovery (2026: $868,714; 2025: $90,857) increased as the Company continued to spend the required flow-through expenditures during the period.

Summary of Quarterly Results

The following selected information has been extracted from the Company's unaudited quarterly financial statements. All amounts are stated in Canadian dollars in accordance with IFRS.

	May 31, 2026	**February 28, 2026**	**November 30, 2025**	**August 31, 2025**
	$	$	$	$
Revenue (loss)	Nil	Nil	Nil	Nil
Net income (loss)	(930,953)	(10,046,416)	349,281	(398,374)
Net (loss) per share	(0.00)	(0.06)	(0.00)	(0.00)
Total assets	148,127,703	83,386,139	86,548,352	81,512,130
Working capital	70,987,204	11,860,406	18,255,741	22,731,588
Total liabilities	9,364,062	9,078,671	5,659,058	6,716,005
Equity	138,763,641	74,307,468	80,889,294	74,796,125

	May 31, 2025	**February 28, 2025**	**November 30, 2024**	**August 31, 2024**
	$	$	$	$
Revenue (loss)	Nil	Nil	Nil	Nil
Net income (loss)	(645,009)	(1,883,957)	(2,571,148)	50,875
Net (loss) per share	(0.00)	(0.01)	(0.02)	0.00
Total assets	47,775,418	48,910,233	40,734,064	40,250,590
Working capital	7,512,156	11,332,129	5,935,441	5,061,552
Total liabilities	1,425,011	2,123,794	921,542	2,491,297
Equity	46,350,407	46,786,439	39,812,522	37,759,293

First Quarter

During the quarter ended May 31, 2026, the Company had a net loss of $930,953, compared to net loss of $645,009 during the quarter ended May 31, 2025. The contributing factors to the change during the periods can be attributed to increased share-based compensation and increased expenses related to the Company's increased business activities as part of the exploration of the Cisco Project.

Liquidity and Capital Resources

The Company is dependent on raising funds by the issuance of shares, borrowing or subsequent disposition of interests in mineral properties it may own or otherwise acquire in order to finance further acquisitions, undertake exploration of other mineral properties and meet general and administrative expenses in the immediate and longer term.

As at May 31, 2026, the Company had cash and cash equivalents of $75,653,703 as compared to $16,601,359 at February 28, 2026. The Company had working capital of $70,987,204 at May 31, 2026, compared with a working capital of $11,860,406 at February 28, 2026.

The future funding needs of the Company are dependent upon the Company's ability to obtain additional equity and/or debt financing. The inability to raise adequate financing would jeopardize the Company's ability to maintain its Projects. The Company continues to closely monitor its ongoing requirements and to explore all methods of raising additional funds. There can be no certainty that such additional funds may be raised when required.

Related Party Transactions

During the three months ended May 31, 2026 and 2025, the Company incurred the following with officers or directors of the Company:

		May 31, 2026		**May 31, 2025**
Key management compensation* - cash	$	277,499	$	193,751
Compensation – share-based compensation	$	1,011,710	$	147,452

* Key management includes those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including the Company's executive officers and certain members of its Board of Directors.

Officers and directors of the Company and companies controlled by such individuals were owed $13,180 as at May 31, 2026 (February 28, 2026 – $18,334) for expenses incurred in the ordinary course of business. The amounts are unsecured, non-interest bearing with no fixed terms of repayment.

Outstanding and Convertible Common Shares

The issued and outstanding shares of the Company total 225,732,047 as of May 31, 2026 and 239,490,032 as of the date of this report (February 28, 2026: 196,342,076).

Shares Issued During the Three Months Ended May 31, 2026 and up to the date of this report:

On May 26, 2026, the Company closed a private placement by issuing 5,556,000 flow-through common shares (the "FT Shares") at a price for $3.60 per FT Share and 20,409,000 common shares at a price of $2.45 per share (the "NFT Shares") for aggregate gross proceeds of $70,003,650 (the "Offering"). The Offering was conducted on a bought deal private placement basis pursuant to an underwriting agreement dated May 26, 2026 with Canaccord Genuity Corp., as lead underwriter and sole bookrunner, ATB Capital Markets Corp. and BMO Nesbitt Burns Inc. (the "Underwriters"). Pursuant to the Offering, the Company paid $3,850,201 in cash commissions and issued 649,126 warrants to the Underwriters, as well as $161,280 in other cash share issue costs. The finders' warrants are exercisable at a price of $2.45 per share until May 29, 2026.

Subsequent to May 31, 2026, the Company issued 10,000,000 common shares in connection with the Cisco Project, as well as issued a further 796,178 Company common shares to the Cisco Vendor in lieu of cash to pay the $2,500,000 bonus due on the completion and delivery of an initial mineral resource calculation report demonstrating an inferred resource (or higher category) of at least 25 million tonnes grading over 1% Li_2O.

During the three months ended May 31, 2026, 2,415,971share purchase warrants were exercised for gross proceeds of $1,207,985, 769,000 broker warrants were exercised for gross proceeds of $592,500, and 240,000 stock options were exercised for gross proceeds of $172,250.

Subsequent to the three months ended May 31, 2026, 65,000 stock options, 2,896,807 share purchase warrants, and 800 broker warrants were exercised for gross proceeds of $1,506,904.

Shares Issued During the Year Ended February 28, 2026:

On June 12, 2025, 16,500,000 shares were issued with a fair value of $8,850,000 ($0.52 per share) in connection with the acquisition of the Cisco Project. See Note 6.

On August 14, 2025, the Company completed a private placement of 26,000,000 common shares that qualified as "flow-through shares" (within the meaning of subsection 66(15) of the Tax Act (as defined below) (the "FT Shares") at a price of $1.00 per FT Share (the "Offering Price") for total gross proceeds of $26,000,000 (the "Offering"). The Offering was conducted between Canaccord Genuity Corp., as sole agent and bookrunner (the "Agent"), and the Company and consisted of the sale of 25,000,000 FT Shares (the "LIFE FT Shares") sold pursuant to the listed issuer financing exemption under Part 5A of National Instrument 45-106 – Prospectus Exemptions ("NI 45-106") as amended by Coordinated Blanket Order 45-935 – Exemptions from Certain Conditions of the Listed Issuer Financing Exemption (the "Listed Issuer Financing Exemption") and 1,000,000 FT Shares (the "Non-LIFE FT Shares") pursuant to prospectus exemptions under NI 45-106 other than the Listed Issuer Financing Exemption. As consideration for the Agent's services, the Agent received a cash commission of $1,300,000 and 1,300,000 nontransferable broker warrants (the "Broker Warrants") with each Broker Warrant entitling the holder thereof to purchase one common share of the Company (a "Broker Share") at a price of $0.90 per Broker Share for a period of three years from the closing date of the Offering. The Offering was approved by the TSX Venture Exchange on September 16, 2025. The LIFE FT Shares are not subject to any hold period under applicable Canadian securities laws. The Non-LIFE FT Shares are subject to a hold period of four months and one day from the closing date of the Offering under applicable Canadian securities laws. The Company will use an amount equal to the gross proceeds received by the Company from the sale of the FT Shares, pursuant to the provisions in the Income Tax Act (Canada) (the "Tax Act"), to incur (or be deemed to incur) eligible Qualifying Expenditures.

On November 14, 2025, 3,500,000 shares were issued with a fair value of $4,200,000 ($1.20 per share) in connection with the acquisition of the Cisco Project.

During the year ended February 28, 2026, 2,057,095 share purchase warrants were exercised for total gross proceeds of $1,028,547 and 702,857 stock options were exercised for gross proceeds of $179,000.

The following is a breakdown of the share capital of the Company, on an annual basis, quarterly basis and as at the date of this report:

	July 24, 2026	May 31, 2026	February 28, 2026
Common Shares	239,490,032	225,732,047	196,342,076
Stock Options	14,870,000	14,760,000	15,000,000
Warrants	3,572,837	6,469,644	9,005,489
Fully Diluted Shares	257,932,869	246,961,691	220,347,565

The following table summarizes information about stock options outstanding and exercisable at the date of this report:

Number of Options	Exercise Price	Expiry Date	Number of Exercisable Options
2,750,000	$0.20	December 7, 2026	2,750,000
2,200,000	$0.42	January 10, 2028	2,300,000
1,200,000	$0.85	March 2, 2028	1,200,000
1,450,000	$0.31	May 22, 2029	1,450,000
2,600,000	$1.26	November 12, 2028	2,600,000
2,450,000	$0.82	December 20, 2029	2,450,000
1,145,000	$0.95	October 27, 2030	1,145,000
900,000	$2.11	January 22, 2031	900,000
90,000	$2.99	June 9, 2031	-
85,000	$3.05	June 30, 2031	-
14,870,000			14,695,000

On October 27, 2025, the Company granted 1,300,000 stock options directors, officers and consultants of the Company at the price of $0.95 per share unit until October 27, 2030. A fair value of $1,126,120 was determined using the Black-Scholes valuation model. The following weighted average assumptions were used: share price - $0.93; dividend yield – 0%; expected volatility – 160.64%; risk free interest rate – 2.62%; and expected life – 5 years. The options vested immediately upon grant.

On January 22, 2026, the Company granted 900,000 stock options to directors, officers, and consultants. The options are exercisable at the price of $2.11 per share unit until January 22, 2031. A fair value of $1,932,592 was determined using the Black-Scholes valuation model. The following weighted average assumptions were used: share price - $2.30; dividend yield – 0%; expected volatility – 159.39%; risk free interest rate – 2.94%; and expected life – 5 years. The options vested immediately upon grant.

On June 9, 2026, the Company granted 90,000 stock options to employees. The options are exercisable at the price of $2.99 per share unit until June 9, 2031.

On June 30, 2026, the Company granted 85,000 stock options to consultants. The options are exercisable at the price of $3.05 per share unit until June 30, 2031.

RSUs, DSUs, and PSUs

On December 20, 2024, the Company granted an aggregate 750,000 deferred share units (each, a “DSU”) and 6,000,000 performance share units (each, a "PSU") to certain directors and executive officers of the Company pursuant to its equity incentive plan. The DSUs will vest one year after their date of grant and do not settle until a director ceases to serve as a director of the Company. The PSUs will vest on the later of (a) one year after their date of grant and (b) the successful completion of specific key performance objectives. Any PSUs that have not vested on or before December 20, 2027 will expire. Once vested, each PSU and DSU will entitle the holder thereof to receive either one common share of the Company or the cash equivalent of one common share, as determined by the board of directors of the Company, net of applicable withholdings.

On January 22, 2026, the Company granted an aggregate of 976,303 PSUs, 132,701 restricted share units (each, a “RSU”) and 379,147 DSUs to certain directors, executive officers and consultants of the Company. The PSUs vest on the later of (a) one year after their date of grant and (b) the successful completion of specific key performance objectives that are assigned to each PSU. Any PSUs that have not vested on or before January 22, 2029 will expire. The RSUs shall vest in three equal tranches, with one-third vesting on each of the first, second, and third anniversaries of the date of grant and the DSUs vest one year after their date of grant and do not settle until a director ceases to serve as a director of the Company.

The following table summarizes information about warrants outstanding and exercisable at the date of this report:

Number of Warrants	Exercise Price	Expiry Date	Number of Exercisable Warrants
410,554	$0.50	July 31, 2026	410,554
20,000	$0.50	July 31, 2026*	20,000
1,713,157	$0.50	August 9, 2026	1,713,157
780,000	$0.90	August 14, 2028*	780,000
649,126	$2.45	May 26, 2029*	-
3,572,837			2,923,711

*Indicates broker warrants

Additional Disclosure for Venture Issuers without Significant Revenue

As the Company has not had significant revenue from operations in either of its last two financial years, the following is a breakdown of the material costs incurred:

	Year Ended February 28, 2026	Year Ended February 28, 2025
Capitalized Exploration and Development Cost	$33,586,676	$13,625,461
General and Administration Expenses	$9,712,114	$6,432,690

Financial Risk Factors

The Company's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including interest rate, foreign exchange rate, and metals price risk).

Risk management is carried out by the Company's management team with guidance from the Audit Committee under policies approved by the Board of Directors. The Board of Directors also provides regular guidance for overall risk management.

Liquidity risk

Liquidity risk is the risk that the Company will not have sufficient cash resources to meet its financial obligations as they come due. The Company's liquidity and operating results may be adversely affected if the Company's access to the capital market is hindered, whether as a result of a downturn in stock market conditions generally or related to matters specific to the Company. The Company generates cash flow primarily from its financing activities. As at May 31, 2026, the Company had a cash balance of $75,653,703 (February 28, 2026 - $16,601,359) to settle current liabilities of $6,374,062 (February 28, 2026 - $6,088,671). All of the Company's financial liabilities have contractual maturities of less than 30 days and are subject to normal trade terms. The Company regularly evaluates its cash position to ensure preservation and security of capital as well as maintenance of liquidity. The Company has no other contractual obligations other than trade and other payables. As discussed in Note 1 of the condensed interim consolidated financial statements, the Company's ability to meet its obligations and carry out its planned exploration activities is uncertain and dependent upon the continued financial support of its shareholders and securing additional financing.

Market risk

(a) Interest rate risk

The Company has cash balances and no interest-bearing debt. The Company's current policy is to invest excess cash in guaranteed investment certificates or interest-bearing accounts of select major Canadian chartered banks and financial institutions. The Company regularly monitors compliance to its cash management policy.

(b) Foreign currency risk

The Company's functional and reporting currency is the Canadian dollar and a significant portion of the Company's expenditures are transacted in Canadian dollars. As a result, the Company's exposure to the foreign currency risk is minimal at this time.

(c) Commodity price risk

The Company is exposed to price risk with respect to critical, base and precious metal prices. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to price movements and volatilities. The Company closely monitors prices to determine the appropriate course of action to be taken by the Company.

(d) Credit risk

Credit risk is the risk of an unexpected loss if a third party to a financial instrument fails to meet its contractual obligations. Credit risk for the Company is primarily associated with amounts receivable, which is comprised of GST/HST receivable due from the Government of Canada and QST from Revenu Quebec. The Company has no significant concentration of credit risk arising from its operations. Management believes that the credit risk concentration with respect to amounts receivable is low.

Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

Critical judgements and estimation uncertainties

The preparation of consolidated financial statements in conformity with IFRS requires the Company's management to make judgements, estimates and assumptions about future events that affect the amounts reported in the consolidated financial statements and related notes to the consolidated financial statements. Although these estimates are based on management's best knowledge of the amount, event or actions, actual results may differ from those estimates. The areas which require management to make significant judgements, estimates and assumptions in determining carrying values include, but are not limited to:

Going concern

Evaluation of the ability of the Company to realize its strategy for funding its future needs for working capital involves making judgements.

Capitalization of exploration and evaluation expenditures

Management has determined that exploration and evaluation expenditures incurred during the year have future economic benefits and are economically recoverable. In making this judgement, management has assessed various sources of information including, but not limited to, the geologic and metallurgic information, history of conversion of mineral deposits to proven and probable mineral reserves, scoping and feasibility studies, proximity of operating facilities, operating management expertise and existing permits. See Note 6 of the audited consolidated financial statements for the year ended February 28, 2026 for details of capitalized exploration and evaluation expenditures.

Impairment of exploration and evaluation assets

While assessing whether any indications of impairment exist for exploration and evaluation assets, consideration is given to both external and internal sources of information. Information the Company considers include changes in the market, economic and legal environment in which the Company operates that are not within its control and affect the recoverable amount of exploration and evaluation assets. Internal sources of information include the manner in which exploration and evaluation assets are being used or are expected to be used and indications of expected economic performance of the assets. Reductions in metal price forecasts, increases in estimated future costs of production, increases in estimated future capital costs, reductions in the amount of recoverable mineral reserves and mineral resources and/or adverse current economics can result in a write-down of the carrying amounts of the Company's exploration and evaluation assets.

Share-based payments

Management determines costs for share-based payments using market-based valuation techniques. The fair value of the market-based and performance-based non-vested share awards are determined at the date of grant using generally accepted valuation techniques. Assumptions are made and judgement used in applying valuation techniques. These assumptions and judgements include estimating the future volatility of the stock price, expected dividend yield, future employee turnover rates and future employee stock option exercise behaviors and corporate performance. Such judgements and assumptions are inherently uncertain. Changes in these assumptions affect the fair value estimates.

Forward Looking Statements

This MD&A contains "forward-looking statements" and "forward-looking information" (collectively, "forward-looking statements") within the meaning of applicable Canadian legislation. Forward-looking statements are typically identified by words such as: "believes", "expects", "anticipates", "intends", "estimates", "plans", "may", "should", "would", "will", "potential", "scheduled" or variations of such words and phrases and similar expressions, which, by their nature, refer to future events or results that may, could, would, might or will occur or be taken or achieved. Accordingly, all statements in this MD&A that are not purely historical are forward-looking statements and include statements regarding beliefs, plans, expectations and orientations regarding the future including, without limitation, any statements or plans regard the geological prospects of the Company's properties and the future exploration endeavors of the Company.

Although the Company believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward-looking statements. Forward-looking statements are based on a number of material factors and assumptions. Forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause actual results to differ materially from those anticipated in such forward-looking statements. The forward-looking statements in this MD&A speak only as of the date of this MD&A or as of the date specified in such statement. Forward looking statements in this MD&A include, but are not limited to the Company's objectives, goals or future plans, statements, exploration results, potential mineralization, the estimation of mineral resources, exploration and mine development plans, timing of the commencement of operations and estimates of market conditions. Factors that could cause actual results to differ materially from those in forward-looking statements include failure to obtain necessary approvals, variations in ore grade or recovery rates, unsuccessful exploration results, changes in project parameters as plans continue to be refined, results of future resource estimates, future metal prices, availability of capital and financing on acceptable terms, general economic, market or business conditions, risks associated with regulatory changes, defects in title, availability of personnel, materials and equipment on a timely basis, accidents or equipment breakdowns, uninsured risks, delays in receiving government approvals, unanticipated environmental impacts on operations and costs to remedy same.

Readers are cautioned that mineral exploration and development of mines is an inherently risky business and accordingly, the actual events may differ materially from those projected in the forward-looking statements. Should one or more of these risks or uncertainties materialize, or should assumptions underlying the forward-looking statements prove incorrect, actual results may vary materially from those described herein as intended, planned, anticipated, believed, estimated or expected. Although the Company has attempted to identify important risks, uncertainties and factors which could cause actual results to differ materially, there may be others that cause results not to be as anticipated, estimated or intended. The Company does not intend, and does not assume any obligation, to update this forward-looking information except as otherwise required by applicable law.