FORM 5

QUARTERLY LISTING STATEMENT

Name of Listed Issuer: Medaro Mining Corp. (the "**Issuer**").

Trading Symbol: MEDA.

This Quarterly Listing Statement must be posted on or before the day on which the Issuer's unaudited interim financial statements are to be filed under the *Securities* Act, or, if no interim statements are required to be filed for the quarter, within 60 days of the end of the Issuer's first, second and third fiscal quarters. This statement is not intended to replace the Issuer's obligation to separately report material information forthwith upon the information becoming known to management or to post the forms required by the Exchange Policies. If material information became known and was reported during the preceding quarter to which this statement relates, management is encouraged to also make reference in this statement to the material information, the news release date and the posting date on the Exchange website.

General Instructions

(a) Prepare this Quarterly Listing Statement using the format set out below. The sequence of questions must not be altered nor should questions be omitted or left unanswered. The answers to the following items must be in narrative form. When the answer to any item is negative or not applicable to the Issuer, state it in a sentence. The title to each item must precede the answer.

(b) The term "Issuer" includes the Listed Issuer and any of its subsidiaries.

(c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

There are three schedules which must be attached to this report as follows:

SCHEDULE A: FINANCIAL STATEMENTS

Financial statements are required as follows:

For the first, second and third financial quarters interim financial statements prepared in accordance with the requirements under Ontario securities law must be attached.

If the Issuer is exempt from filing certain interim financial statements, give the date of the exempting order.
The condensed interim consolidated financial statements for the three and six months ended March 31, 2026, and 2025 (the "**Interim Financials**"), as filed with the securities regulatory authorities are attached hereto as appendix "A".

SCHEDULE B: SUPPLEMENTARY INFORMATION

The supplementary information set out below must be provided when not included in Schedule A.

1. Related party transactions

Provide disclosure of all transactions with a Related Person, including those previously disclosed on Form 10. Include in the disclosure the following information about the transactions with Related Persons:

All related party transactions have been disclosed in the Issuer's Interim Financials - please refer to Note 9 - as attached hereto as Appendix "A". For information supplementary to that contained in the notes to the Interim Financials with respect to related party transactions, please refer to the Management's Discussion and Analysis for the three and six months ended March 31, 2026 and 2025 (the "**MD&A**"), as filed with the securities regulatory authorities and attached hereto as Appendix "B".

(a) A description of the relationship between the transacting parties. Be as precise as possible in this description of the relationship. Terms such as affiliate, associate or related company without further clarifying details are not sufficient.
(b) A description of the transaction(s), including those for which no amount has been recorded.
(c) The recorded amount of the transactions classified by financial statement category.
(d) The amounts due to or from Related Persons and the terms and conditions relating thereto.
(e) Contractual obligations with Related Persons, separate from other contractual obligations.
(f) Contingencies involving Related Persons, separate from other contingencies.

2. Summary of securities issued and options granted during the period.

Provide the following information for the period beginning on the date of the last Listing Statement (Form 2A):

All securities issued have been disclosed in the notes to the Interim Financials, attached hereto as Appendix "A". During the period ended March 31, 2026, the Issuer issued 7,368,044 common shares, 400,000 stock options, and 170,000 restricted share rights (the "**RSRs**").

(a) summary of securities issued during the period,

Date of Issue	Type of Security (common shares, convertible debentures, etc.)	Type of Issue (private placement, public offering, exercise of warrants, etc.)	Number	Price	Total Proceeds	Type of Consideration (cash, property, etc.)	Describe relationship of Person with Issuer (indicate if Related Person)	Commission Paid
6-Jan-26	Units	LIFE Offering	3,742,786	$0.14	$523,990	Cash	Arm's length	45,500 brokers warrants and $6,370
22-Jan-26	Common Shares	Assignment Agreement	269,047	$0.42 (deemed)	$112,999 (deemed value)	Property	Arm's length	N/A
27-Feb-26	Flow-Through Units	Private Placement	684,211	$0.38	$260,000	Cash	Arm's length	47,894 brokers warrants and $18,200
27-Feb-26	Common Shares	Private Placement	2,387,000	$0.30	$716,100	Cash	Arm's length	167,090 brokers warrants and $50,127
18-Mar-26	Common Shares	Warrant Exercise	185,000	$0.17	$31,450	Cash	Arm's length	N/A
27-Mar-26	Common Shares	Warrant Exercise	100,000	$0.17	$17,000	Cash	Arm's length	N/A

(b) summary of options granted during the period

Date	Number	Name of Optionee if Related Person and relationship	Generic description of other Optionees	Exercise Price	Expiry Date	Market Price on date of Grant
20-Jan-26	75,000	Mark Ireton, CEO and Director	N/A	$0.39	20-Jan-29	$0.345
	75,000	Gursharn Mann, Director	N/A			
	50,000	Charles Hugh Maddin, Director	N/A			
	50,000	Oday Hoorani, Director	N/A			
	50,000	Joel Primus, Director	N/A			
	100,000	N/A	Consultant			

summary of RSRs granted during the period

Date	Number	Relationship of person with Issuer	Vesting Provisions
20-Jan-26	120,000	Various Directors of the Company	100% 4 months following the date of grant
	50,000	Consultant of the Company	

3. Summary of securities as at the end of the reporting period.

Provide the following information in tabular format as at the end of the reporting period:

A summary of the securities has been provided in the Interim Financials as attached hereto as Appendix “A”.

(a) description of authorized share capital including number of shares for each class, dividend rates on preferred shares and whether or not cumulative, redemption and conversion provisions,

Description	Number Authorized	Par Value
Common shares	Unlimited	Without par value

(b) number and recorded value for shares issued and outstanding,

Description	Number Issued and Outstanding	Recorded Value
Common shares	14,862,405	$24,530,665

(c) description of options, warrants and convertible securities outstanding, including number or amount, exercise or conversion price and expiry date, and any recorded value, and

As at March 31, 2026, the following stock options were outstanding entitling the holders to purchase shares in the capital of the issuer as summarized below:

Description	Number Outstanding	Exercise Price	Expiry Date
Stock options	400,000	$0.39	20-Jan-29

As at March 31, 2026, the following RSRs were outstanding.

Description	Number Outstanding	Vesting
RSRs	170,000	100% 4 months following the date of grant

As at March 31, 2026, the following share purchase warrants were outstanding, entitling the holders to purchase shares in the capital of the issuer as summarized below:

Description	Number Outstanding	Exercise Price	Expiry Date
Share purchase warrants	684,000	$0.11	9-Jun-28
Share purchase warrants	3,503,286	$0.17	6-Jan-28
Share purchase warrants	2,554,090	$0.45	27-Feb-29
Share purchase warrants	732,105	$0.55	27-Feb-29

(d) number of shares in each class of shares subject to escrow or pooling agreements or any other restriction on transfer.

As at March 31, 2026, no common shares of the Issuer were subject to escrow or pooling agreements or any other restriction on transfer.

4. List the names of the directors and officers, with an indication of the position(s) held, as at the date this report is signed and filed.

Name	Position
Mark Ireton	Chief Executive Officer and Director
Tatenda Muhle	Chief Financial Officer and Corporate Secretary
Charles Hugh Maddin	Director
Gursharn Mann	Director
Oday Hoorani	Director
Joel Primus	Director

SCHEDULE C: MANAGEMENT DISCUSSION AND ANALYSIS

Provide Interim MD&A if required by applicable securities legislation.

The Issuer's MD&A is attached hereto as Appendix "B".

Certificate Of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Quarterly Listing Statement.

2. As of the date hereof there is no material information concerning the Issuer which has not been publicly disclosed.

3. The undersigned hereby certifies to the Exchange that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all Exchange Requirements (as defined in CNSX Policy 1).

4. All of the information in this Form 5 Quarterly Listing Statement is true.

Dated May 29, 2026.

Mark Ireton
Name of Director or Senior Officer

"Mark Ireton"
Signature

Chief Executive Officer
Official Capacity

Issuer Details Name of Issuer Medaro Mining Corp.	For Quarter Ended March 31, 2026	Date of Report YY/MM/D 26/05/29
Issuer Address 220 – 333 Terminal Avenue		
City/Province/Postal Code Vancouver, BC V6A 4C1	Issuer Fax No. N/A	Issuer Telephone No. (604) 800-0203
Contact Name Mark Ireton	Contact Position CEO	Contact Telephone No. (604) 800-0203
Contact Email Address info@medaromining.com	Web Site Address https://medaromining.com/	

Appendix “A”

Financial Statements

MEDARO MINING CORP.
CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the three and six months ended March 31, 2026 and 2025

(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

NOTICE OF NO AUDITOR REVIEW OF THE
CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these condensed interim consolidated financial statements, they must be accompanied by a notice indicating that the condensed interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements of the Company for the six months ended March 31, 2026, and 2025, have been prepared by and are the responsibility of the Company's management, and have not been reviewed by the Company's auditors.

MEDARO MINING CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
As at March 31, 2026 and September 30, 2025
(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

As at			**March 31, 2026**		September 30, 2025
ASSETS	**Note**				
Current assets					
Cash		**$**	**819,757**	$	17,494
Receivables	7		**31,794**		15,279
Prepaid expenses			**313,704**		18,065
Total current assets			**1,165,255**		50,838
Exploration and evaluation assets	5		**136,532**		13,346
Total assets		**$**	**1,301,787**	$	64,184
LIABILITIES					
Current liabilities					
Accounts payable and accrued liabilities	6,9	**$**	**943,785**	$	939,870
Flow through liability			**54,737**		-
Total liabilities			**998,522**		939,870
EQUITY (DEFICIT)					
Share capital	8		**24,530,665**		22,904,786
Share subscription received in advance	8		**-**		-
Reserves	8		**1,320,513**		1,153,518
Accumulated other comprehensive loss			**(2,384)**		(2,384)
Deficit			**(25,545,529)**		(24,931,606)
Total equity (deficit)			**303,265**		(875,686)
Total liabilities and equity (deficit)		**$**	**1,301,787**	$	64,184

Going concern (Note 2)
Subsequent events (Note 14)

APPROVED ON BEHALF OF THE BOARD:

"Mark Ireton" Director *"Charles Hugh Maddin"* Director

MEDARO MINING CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
For the six months ended March 31, 2026, and 2025
(Expressed in Canadian Dollars, except for the number of shares)
(Unaudited – Prepared by Management)

		Three months ended		Six months ended	
		March 31, 2026	**March 31, 2025**	**March 31, 2026**	**March 31, 2025**
	Note		(Note 11)		(Note 11)
Operating and administrative expenses					
Consulting fees	9	**$ 54,142**	3,000	$ **101,207**	6,000
Depreciation		**-**	159	**-**	321
Impairment of evaluation and exploration assets		**-**	-	**-**	825
Exploration expenditures	5	**69,194**	-	**69,194**	91,117
Filing fees		**9,762**	13,786	**12,795**	19,513
Management fees	9	**300**	57,800	**35,600**	140,600
Marketing and development		**141,597**	4,102	**144,185**	7,886
Office and general		**8,074**	8,732	**17,450**	18,642
Professional fees	9	**128,796**	90,507	**172,144**	143,204
Share-based compensation	8,9	**59,371**	-	**59,371**	-
Travel		**1,709**	2,808	**1,709**	13,699
Total operating and administrative expenses		**$ (472,945)**	(180,894)	$ **(613,655)**	(441,807)
Other items:					
Other Income					
Changes in fair value of investment		**-**	7,500	**-**	9,000
Flow through tax expense		**-**	(158)	**-**	(158)
Foreign exchange gain		**(347)**	7,674	**(418)**	8,736
Loss on settlement of debt		**-**	(128,677)	**-**	(226,849)
Other income		**150**	137	**150**	137
Loss from continuing operations		**(473,142)**	(294,418)	**(613,923)**	(650,941)
Loss from discontinued operations	11	**-**	(131,859)	**-**	(169,251)
Net loss for the period		**(473,142)**	(426,277)	**(613,923)**	(820,192)
Foreign currency translation		**-**	372	**-**	(844)
Total comprehensive loss		**(473,142)**	(425,905)	**(613,923)**	(821,036)
Net loss:					
From continuing operations		**(473,142)**	(294,418)	**(613,923)**	(650,941)
From discontinued operations		**-**	(131,859)	**-**	(169,251)
Total comprehensive loss:					
From continuing operations		**(473,142)**	(294,418)	**(613,923)**	(650,941)
From discontinued operations		**-**	(131,487)	**-**	(170,095)

MEDARO MINING CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For the six months ended March 31, 2026, and 2025
(Expressed in Canadian Dollars, except for the number of shares)
(Unaudited – Prepared by Management)

	Share capital							
	Number of shares*	Capital stock	Reserves	Non-controlling interest	Accumulated other comprehensive loss	Deficit	Subscription received in advance	Total equity (deficit)
Balance, September 30, 2024	**2,070,291**	**$ 21,819,428**	**$ 1,101,855**	**$ (172,487)**	**$ (2,313)**	**$(23,851,369)**	**$ -**	**$ (1,104,886)**
Shares issued for debt settlement (Note 8)	1,576,568	1,001,901	-	-	-	-	-	1,001,901
Shares issued for option payment - Rapide (Notes 5 and 8)	1,000	825	-	-	-	-	-	825
Loss for the period from continuing operations	-	-	-	-	-	(650,941)	-	(650,941)
Loss for the period from discontinued operations (Note 11)	-	-	-	-	-	(169,251)	-	(169,251)
Loss for the period from discontinued operations - NCI	-	-	-	(15,893)	-	-	-	(15,893)
Foreign currency translation from discontinued operations	-	-	-	(338)	(506)	-	-	(844)
Disposal of NCI	-	-	-	188,718	-	-	-	188,718
Balance, March 31, 2025	**3,647,859**	**22,822,154**	**1,101,855**	**-**	**(2,819)**	**(24,671,561)**	**-**	**(750,371)**
Balance, September 30,2025	**4,331,861**	**$ 22,904,786**	**$ 1,153,518**	**$ -**	**$ (2,384)**	**$(24,931,606)**	**$ -**	**$ (875,686)**
Shares issued for LIFE offering (Note 8)	6,905,286	776,990	-	-	-	-	-	776,990
Shares issued for flow through private placement (Note 8)	684,211	260,000	-	-	-	-	-	260,000
Flow through premium liability (Note 8)	-	(54,737)	-	-	-	-	-	(54,737)
Shares issued for non-flow through private placement (Note 8)	2,387,000	716,100	-	-	-	-	-	716,100
Share issuance costs (Note 8)	-	(179,317)	107,624	-	-	-	-	(71,693)
Shares issued for the Clay Howells Property (Notes 5 and 8)	269,047	79,279	-	-	-	-	-	79,279
Shares issued for exercised warrants (Note 8)	285,000	27,564	-	-	-	-	-	27,564
Share-based compensation (Notes 8 and 9)	-	-	59,371	-	-	-	-	59,371
Loss for the period from continuing operations	-	-	-	-	-	(613,923)	-	(613,923)
Balance, March 31, 2026	**14,862,405**	**$ 24,530,665**	**$ 1,320,513**	**$ -**	**$ (2,384)**	**$ (25,545,529)**	**$ -**	**$ 303,265**

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MEDARO MINING CORP.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
For the six months ended March 31, 2026, and 2025
(Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

		2026		2025
OPERATING ACTIVITIES				
Net loss for the period from continuing operations	**$**	**(613,923)**	$	(650,941)
Adjustments for non-cash items:				
Share-based compensation		**59,371**		-
Depreciation		**-**		321
(Loss) gain from settlement of accounts payable		**(41,400)**		226,849
Impairment of receivables		**339**		-
Impairment of exploration and evaluation asset		**-**		825
Prepaid expenses write off		**2,477**		-
Change in fair value of investments		**-**		(9,000)
		(593,136)		(431,946)
Changes in non-cash working capital items related to operations:				
Receivables		**(16,854)**		73,410
Prepaid expenses		**(298,116)**		11,293
Accounts payable and accrued liabilities		**45,315**		(83,916)
Net cash used in operating activities from discontinued operations		**-**		1,701
Cash used in operating activities		**(862,791)**		(429,458)
INVESTING ACTIVITIES				-
Acquisition of exploration and evaluation assets		**(43,907)**		-
Cash used in investing activities		**(43,907)**		-
FINANCING ACTIVITIES				
Proceeds from sale of non-controlling interest		**27,564**		-
Proceeds from private placements		**1,753,090**		-
Share issuance costs		**(71,693)**		-
Cash provided by financing activities		**1,708,961**		-
Impact of currency translation on cash		**-**		(2,169)
Change in cash during the period		**802,263**		(431,627)
Cash, beginning of the period		**17,494**		619,403
Cash, end of the period	**$**	**819,757**	$	187,776

Supplemental cash flow information (Note 13)

1. CORPORATE INFORMATION

Medaro Mining Corp. (the "Company") was incorporated on June 19, 2020, in British Columbia. The registered and records office and head office of the Company is located at 220 – 333 Terminal Avenue, Vancouver, BC, V6A 4C1.

On March 24, 2021, the Company received a receipt from the British Columbia Securities Commission for its long-form prospectus dated March 24, 2021, was listed on April 6, 2021, and commenced trading on the Canadian Securities Exchange ("CSE") on April 7, 2021 under the trading symbol "MEDA".

The Company is in the business of acquiring, exploring, and evaluating mineral resource properties in Sweden and Canada.

The Company effected consolidations of its common shares on April 15, 2024, on a 10-for-1 basis, and on May 9, 2025, on a 5-for-1 basis (the "Share Consolidation"). Except where otherwise indicated, all historical share numbers and per share amounts have been adjusted on a retroactive basis to reflect following the Share Consolidation.

2. BASIS OF PREPARATION

(a) Statement of compliance

These consolidated financial statements, including comparatives, have been prepared in accordance with IFRS Accounting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB").

These unaudited condensed interim consolidated financial statements were authorized for issue by the Board of Directors on May 29, 2026.

(b) Basis of measurement

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

(c) Going Concern

These condensed interim consolidated financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations.

The Company has not generated revenue from operations. The Company incurred a loss of $613,923 from continuing operations for the six months ended March 31, 2026 (2025 - $650,941), and as of that date the Company's accumulated deficit was $25,545,529 (September 30, 2025 - $24,931,606). The Company's continuation as a going concern is contingent on the completion of financing to cover the Company's planned exploration activities.

As the Company is in the exploration stage, the recoverability of the costs incurred to date on exploration properties is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financial resources to complete the exploration and development of its properties and upon future profitable production or proceeds from the disposition of the properties and deferred exploration expenditures. The Company will periodically have to raise funds to continue operations.

2. BASIS OF PREPARATION – (continued)

(c) Going Concern – (continued)

The Company's business may be affected by changes in political and market conditions, such as interest rates, availability of credit, inflation rates, tariffs, changes in laws, and national and international circumstances. Recent geopolitical events and potential economic global challenges such as the risk of higher inflation and energy crises, may create further uncertainty and risk with respect to the prospects of the Company's business.

There can be no guarantee that the Company will be able to continue to secure additional financing in order to be able to continue operations for the foreseeable future, and if so, on terms that are favorable. These factors comprise a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. These consolidated financial statements do not reflect adjustments that would be necessary if the going concern assumption were not appropriate.

(d) Basis of Consolidation

These condensed interim consolidated financial statements include the accounts of the Company and its subsidiaries. Subsidiaries are fully consolidated from the date the Company obtains control and continue to be consolidated until the date that control ceases. Control is achieved when the Company has the ability or right to cause variable returns from or is exposed to variable returns from its involvement with an entity and can affect those returns through its ability to direct the entity's activities. Details of controlled entities are as follows:

Entity	Country of Incorporation	Functional Currency	Percentage Owned March 31, 2026	Percentage Owned September 30, 2025
Global Lithium Extraction Technologies, Inc. ("Global Lithium")	Canada	United States Dollars	100%	100%
Cascadia Rare Earths USA ("Cascadia")	United States of America	Canadian Dollars	100%	100%
1411409 B.C. Ltd.	Canada	Canadian Dollars	100%	100%

On March 14, 2025, the Company discontinued the operations of Global Lithium. As a result, Global Lithium was classified as a discontinued operation in accordance with *IFRS 5 – Non-Current Assets Held for Sales and Discontinued Operations*. On the same date, the Company entered into an agreement with the non-controlling interest shareholders to acquire their remaining 40% ownership in Global Lithium. As a result, Global Lithium is now 100% owned by the Company (Note 11).

The Company attributes total comprehensive income or loss of the subsidiaries between the owners of the parent and the non-controlling interests based on their respective ownership interests.

3. MATERIAL ACCOUNTING POLICIES

The preparation of financial data is based on accounting principles and practices consistent with those used in the preparation of the audited financial statements as at September 30, 2025. The accounting policies adopted are consistent with those of the previous financial year.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

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

The significant estimates and critical judgements applied in preparing these condensed interim financial statements were the same as those applied to the audited financial statements as at and for the year ended September 30, 2025.

5. EXPLORATION AND EVALUATION ASSETS

	Rapide Lithium Beryllium Property	Bear Lodge Property	Bastnas Property	Clay Howells Property	Total
Balance as at September 30, 2024	$ -	$ -	$ -	$ -	$ -
Acquisition of claims- cash	-	13,346	-	-	13,346
Options payments – shares issued	825	-	-	-	825
Impairment	(825)	-	-	-	(825)
Balance as at September 30, 2025	-	13,346	-	-	13,346
Acquisition of claims- cash	-	-	8,907	35,000	43,907
Acquisition of claims-Common shares issued	-	-	-	79,279	79,279
Balance as at March 31, 2026	$ -	$ 13,346	$ 8,907	$ 114,279	$ 136,532

5. EXPLORATION AND EVALUATION ASSETS – (continued)

During the three and six months ended March 31, 2026, the Company incurred exploration expenditures of $Nil and $69,194, respectively (March 31, 2025 – $Nil and $91,117).The following table represents exploration expenditures incurred during the six months ended March 31, 2025, which have been included in exploration expenditures in the consolidated statements of loss and comprehensive loss:

For the six months ended March 31, 2026	Lac La Motte Lithium Property	Bastanas Property	Clay Howells Property	Total
Consulting	$ -	$ 15,000	$ -	$ 15,000
Field cost	375	46,419	-	46,794
Geological	-	-	7,400	7,400
Total	**$ 375**	**$ 61,419**	**$ 7,400**	**$ 69,194**

For the six months ended March 31, 2025	Superb Lake Property	CYR South Lithium Property	Yurchison Uranium Property	Darlin Li-Be Property	Lac La Motte Lithium Property	Rapide Lithium Property	James Bay Pontax Property	Total
Consulting	$ -	$ -	$ -	$ -	$ 28,400	$ -	$ -	$ 28,400
Drilling	-	-	-	-	26,914	-	-	26,914
Field cost	-	-	-	-	8,260	-	-	8,260
Surveys	-	-	-	-	11,237	-	-	11,237
Travel and accommodations	-	-	-	-	16,306	-	-	16,306
Total	**$ -**	**$ -**	**$ -**	**$ -**	**$ 91,117**	**$ -**	**$ -**	**$ 91,117**

5. EXPLORATION AND EVALUATION ASSETS – (continued)

(a) Superb Lake Property

On September 11, 2020 (the "Effective Date"), the Company obtained an option to acquire up to a 100% interest in the Superb Lake Property. This property is located in the Thunder Bay Mining District, Northwestern Ontario. As consideration, the Company must make total cash payments of $165,000, issue 15,000 common shares of the Company and incur $370,000 in exploration expenditures as follows:

	Cash	Common shares	Aggregate exploration expenditures
Within seven days of signing on the Effective Date *(paid)*	$ 40,000	-	$ -
Within one year of the Effective Date *(incurred)*	-	-	120,000
Within one year of the date on which the Company's shares become listed on the CSE (April 6, 2021, the "Listing Date") *(paid, issued)*	50,000	5,000	-
Within two years of the Effective Date *(paid, incurred)*	75,000	-	250,000
Within two years of the Listing Date (*not issued*)	-	10,000	-
Total	$ 165,000	15,000	$ 370,000

During the year ended September 30, 2024, the Company fulfilled its earn-in obligations to acquire a 100% interest in the Superb Lake Lithium Project. As part of the acquisition terms, the optionor will retain a 3% net smelter return royalty (the "NSR Royalty") on the property. The Company retains the right to purchase 1% of the NSR Royalty from the optionor for $1,000,000, which would reduce the NSR Royalty to 2%.

On November 8, 2022, the Company entered into a property option agreement with Rock Edge Resources Ltd. ("Rock Edge") to option 70% interest in the Superb Lake Property. The Company holds an option to acquire 100% of the property from the optionor and this option agreement is dependent upon the Company earning its interest. To earn its 70% interest in the property, Rock Edge is required to do the following over a two year period:

- Pay an aggregate of $200,000 to the Company;
- Issue an aggregate of 2,200,000 of Rock Edge common shares to the Company; and
- Perform mining exploration and incur qualified expenditures on the property in an aggregate amount of $700,000.

Upon earning its 70% interest, the Company and Rock Edge will enter into a joint venture with the goal of advancing the exploration and potential development of the property.

During the year ended September 30, 2023, the Company received 100,000 shares of Rock Edge.

On January 10, 2024, the agreement between the Company and Rock Edge was terminated.

During the year ended September 30, 2025, management decided to discontinue exploration on this property. As a result, an impairment loss of $21,000 was recognized in profit or loss.

During the year ended September 30, 2025, the Company disposed of its entire investment in Rock Edge for cash proceeds of $20,885, resulting in a gain of $16,385, which was recorded in profit or loss. A summary of the investment in Rock Edge is presented below:

5. EXPLORATION AND EVALUATION ASSETS – (continued)

(a) Superb Lake Property (continued)

Balance as at September 30, 2023	**$**	**17,500**
Fair value loss on investment		(13,000)
Balance as at September 30, 2024		**4,500**
Fair value gain on investment		**16,385**
Disposal of investment		**(20,885)**
Balance as at March 31, 2026 and September 30, 2025	**$**	**-**

(b) CYR South Lithium Property

On April 13, 2021 (the "Effective Date"), the Company obtained an option to acquire up to a 100% interest in the CYR South lithium property located in James Bay area of Quebec. As consideration, the Company agrees to pay the optionor cash of $30,000, issue 5,000 common shares of the Company and incur $250,000 in exploration expenditures as follows:

	Cash	Common shares	Aggregate exploration expenditures
Within five days of signing on the Effective Date *(paid)*	$ 30,000	-	$ -
Subject to a pooling agreement providing for the release of the shares 8 months after the Company's shares become DTC eligible *(issued)*	-	5,000	-
Within one year of the Effective Date *(incurred)*	-	-	250,000
Total	$ 30,000	5,000	$ 250,000

The Company has acquired 100% of the property and as part of the term of the agreement, the optionor will retain a 3% NSR Royalty. The Company may request a right to purchase from the optionor 1% NSR Royalty for $1,000,000 thereby reducing the NSR Royalty held to 2%.

During the year ended September 30, 2025, management decided to discontinue exploration on this property. As a result, an impairment loss of $205,000 was recognized in profit or loss.

(c) James Bay Pontax Property

During the year ended September 30, 2023, the Company entered into a share purchase agreement to acquire 100% of the issued and outstanding shares of 1411409 B.C. Ltd., a company holding a 100% interest in the mining claims comprising the James Bay Pontax Property in Quebec, Canada. The shares of 1411409 B.C. Ltd were issued to the Company on August 17, 2023 (the "Closing date"), and from that date the Company obtained control over 1411409 B.C. Ltd which became its subsidiary.

The James Bay Property is located in the Eeyou Istchee James Bay Territory of Quebec.

5. EXPLORATION AND EVALUATION ASSETS – (continued)

(c) James Bay Pontax Property (continued)

Pursuant to the share purchase agreement, the Company acquired 100% of the issued and outstanding shares of the 1411409 B.C. Ltd in exchange for (i) 24,000 common shares in the capital of the Company (the "Consideration Shares") (ii) a cash payment of $7,500 and (iii) a commitment to incur $150,000 in exploration expenditures over the twelve (12) months following the Closing date. The Consideration Shares are subject to resell restrictions, with 8,000 shares restricted for four months from the Closing date, 8,000 shares restricted for eight months from the Closing date, and 8,000 shares restricted for twelve months from the Closing date.

Furthermore, the Company will also pay a bonus of $150,000 to the vendors of 1411409 B.C. Ltd (the "Contingent Consideration") if, in carrying out exploration on the Project, the Company intersects five (5) intercepts of spodumene-bearing pegmatite dykes grading a minimum of 1.20% Li2O over a minimum of 1.5 meters (the "Milestone"). The Company has determined that meeting the milestone is not probable, therefore the Contingent Consideration was not recognized on acquisition date.

1411409 B.C. Ltd did not meet the definition of a business as defined under IFRS 3 "Business Combinations". Hence, the Transaction was accounted for as an asset acquisition.

The following table summarizes the estimated fair values of consideration paid which is the value of the asset acquired, as at the acquisition date.

Fair value of consideration shares	$	123,641
Cash payment		7,500
Transaction costs		8,080
Total consideration	**$**	**139,221**

The fair value of the consideration shares was determined using the share price on issue date which was adjusted by a discount of $26,359 as a result of the shares having hold periods. The discount was estimated based on the Black-Scholes Option Pricing Model using the following weighted average assumptions: expected dividend yield – 0%, expected volatility – 105%, risk-free interest rate – 5.27% and an expected remaining life – 0.5 years.

During the year ended September 30, 2025, management made the decision to discontinue exploration on this property. As a result, an impairment loss of $139,221 was recognized in profit or loss.

(d) Bear Lodge Property

During the year ended September 30, 2025, the Company through its 100% owned subsidiary Cascadia Rare Earths acquired 34 lode claims situated in the state of Wyoming in the United States of America.

(e) Bastnas Property

During the six months ended March 31, 2026, the Company acquired claims to a property located in Sweden known as the "Bastnas Property." This property is made up of 1,130hectares and is located in central Sweden within the broader Riddarhyttan-Bastnäs area of Skinnskatteberg Municipality, Västmanland County.

5. EXPLORATION AND EVALUATION ASSETS – (continued)

(f) Clay Howells Property

On January 12, 2026, the Company entered into an assignment agreement to acquire the option (the "Option") to purchase a 100% interest in certain mineral claims located in northern Ontario known as the Clay Howells Project (the "Property"). Pursuant to the agreement, the Company agreed to pay the assignor $35,000 in cash and issue 150,000 common shares of the Company. In addition, the Company will issue an aggregate of 119,047 common shares to the underlying optionors of the Property. During the six months ended March 31, 2026, the Company settled both the cash and common share consideration.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		March 31, 2026		September 30, 2025
Trade payables	$	393,157	$	417,535
Flow through indemnity		375,239		375,279
Accrued liabilities		94,789		82,096
Accrued wages		80,600		65,000
	$	943,785	$	939,870

7. RECEIVABLES

		March 31, 2026		September 30, 2025
Goods and services tax	$	31,794	$	3,138
Mining exploration tax credit		-		12,141
	$	31,794	$	15,279

8. SHARE CAPITAL

(a) Authorized

Unlimited common shares with no par value.

(b) Issued

As at March 31, 2026, there were 14,862,405 (September 30, 2025 – 4,331,861) common shares issued and outstanding.

During the six months ended March 31, 2026:

During the six months ended March 31, 2026, the Company completed a private placement of 3,162,500 common shares at a price of $0.08 per common share for gross proceeds of $253,000. The Company also incurred cash share issuance costs of $32,586 in connection with this financing.

8. SHARE CAPITAL

(b) Issued (continued)

On January 6, 2026, the Company completed a private placement of 3,742,786 units at a price of $0.14 per unit for gross proceeds of $523,990. Each Unit consists of one common share in the capital of the Company and one common share purchase warrant of the Company. A $Nil value was assigned to the share purchase warrants based on the residual method. The Company also issued 45,500 finders warrants, with an exercise price of $0.17 expiring 24 months from the date of issuance. The finders' warrants were determined to have a fair value of $19,169. In addition, the Company also incurred cash share issuance costs of $6,030 in connection with this financing.

On January 22, 2026, the Company issued 269,047 common shares with a fair value of $79,279 in accordance with the Clay Howells Property option (Note 5).

On February 27, 2026, the Company completed a flow-through and non-flow-through private placements of 684,211 flow-through units ("FT Unit") at a price of $0.38 per FT Unit for gross proceeds of $260,000 and 2,387,000 non-flow-through units ("NFT Unit") at a price of $0.30 per NFT Unit for gross proceeds of $716,100. Each FT and NFT Unit consists of one common flow-through share and common non-flow-through share, respectively, and one common share purchase warrant. All proceeds received were allocated to the common shares and no fair value was allocated to the attached warrants. Each warrant will entitle the holder thereof to acquire an additional common share in the capital of the Company at a price of $0.55 and $0.45 per common share for the flow- through and non – flow- through warrants respectively. The share purchase warrants expire 36 months from the date of the issuance. In addition, the Company issued 47,894 finder's warrants for the flow-through units, exercisable at $0.55 per share, and 167,090 finder's warrants for the non-flow-through units, exercisable at $0.45 per share, as finder's fees.The flow-through and non-flow-through warrants expire 36 months from the date of issuance. The finders warrants had a total fair value of $88,455. The Company also incurred cash share issuance costs of $33,077 in connection with this financing. A premium received on the issuance of FT Units of $54,737 was recognized as a liability on the Company's consolidated statement of financial position. As at March 31, 2026, the flow through liability balance was $54,737.

During the six months ended March 31, 2026, the Company issued 285,000 common shares as a result of the exercise of warrants for total gross proceeds of $27,564. No fair value was reclassified from reserves, as a $Nil fair value had been assigned to the warrants on the issuance date.

8. SHARE CAPITAL

(b) Issued (continued)

During the six months ended March 31, 2025:

On October 15, 2024, the Company issued 1,000 common shares with a fair value of $825 in accordance with the Rapide Property option (Note 5).

On March 31, 2025, the Company issued 1,576,568 with a fair value of $1,001,901 to settled debts of $775,052 owing to creditors of the Company. A loss of $226,849 was recognized in profit and loss.

(c) Options

The Company has a stock option plan included in the Company's Equity Incentive Plan (the "Plan") where the Board of Directors can grant stock options to directors, officers, employees, and consultants of the Company as performance incentives. The aggregate number of shares allocated and made available for issuance pursuant to stock options and RSRs granted under the Plan shall not exceed 20% of the issued and outstanding shares as at the date of the grant. The Plan shall remain in effect until it is terminated by the Board.

During the six months ended March 31, 2026:

On January 20, 2026, the Company granted 400,000 stock options to its directors and officers. Each option is exercisable for one common share in the capital of the Company at an exercise price of $0.39 per share. These options vested immediately on the date of grant and expire on January 20, 2029.

The Options will vest as follows: 33% on the date that is 4 months following the date of grant, 33% on the date that is 8 months following the date of grant, and the remaining 33% on the date that is 12 months following the date of grant. The fair value of the options was estimated to be $130,692 based on the Black-Scholes Option Pricing Model using the following assumptions: expected dividend yield - 0%, expected volatility - 225%, risk-free interest rate – 2.72% and an expected remaining life – 3 years.

During the six months ended March 31, 2025:

10,000 stock options expired unexercised.

Below is a continuity of the stock options:

	Number		Weighted Average Exercise Price
Balance as at and September 30, 2023 and 2024	10,000	$	12.50
Expired	(10,000)		12.50
Balance as at September 30, 2025	-	$	-
Granted	400,000	$	0.39
Balance as at March 31, 2026	400,000	$	0.39

Share-based payments relating to stock options vesting during the six months ended March 31, 2026, was $25,159 (2025 - $Nil). As at March 31, 2026, the stock options outstanding had a remaining life of 2.81 years.

As at March 31, 2026, Nil options were exercisable.

8. SHARE CAPITAL

(d) Share Purchase Warrants

On February 27, 2026, the Company issued 7,074,481 share purchase warrants. 264,484 of these were broker warrants and the balance were granted to investors for private placements. A $Nil value was allocated to the warrants granted to the investors based on the residual value.

The fair value of the finders' warrants was determined by using the Black-Scholes method with the following weighted average assumptions:

Risk-free interest rate	2.5%
Estimated life	2.64 years
Expected volatility	230.92%
Expected dividend yield	0.00%
Forfeiture rate	0.00%
Fair value of warrants issued	$0.41

The changes in share purchase warrants are summarized as follows:

	Number	Weighted Average Exercise Price
Balance as at September 30, 2024	442,777	$ 11.00
Granted	684,000	0.11
Expired	(258,202)	15.00
Balance as at September 30, 2025	868,575	1.36
Granted	7,074,481	0.31
Exercised	(285,000)	0.17
Expired	(184,575)	6.00
Balance as at March 31, 2026	7,473,481	$ 0.39

As at March 31, 2026, the following warrants were outstanding and vested, entitling the holders thereof the right to purchase one common share for each warrant held as follows:

Outstanding	Exercise Price	Expiry Date
684,000	$0.11	June 9, 2027
3,503,286	$0.17	January 6, 2028
2,554,090	$0.45	February 27, 2029
732,105	$0.55	February 27, 2029
7,473,481		

As at March 31, 2026, the warrants outstanding had a remaining life of 2.22 years.

8. SHARE CAPITAL – (continued)

(e) Restricted Share Rights ("RSR")

The Company has RSRs included in the Plan where the Board of Directors can grant RSRs to directors, officers, employees, and consultants of the Company as performance incentives.

On January 20, 2026, the Company granted 170,000 RSRs with a fair value of $58,650. The RSRs vested four months after the grant date.

There was no RSR activity during the six months ended March 31, 2025.

The changes in RSRs are summarized as follows:

	Number
Balance as at September 30, 2025	-
Granted	170,000
Balance as at March 31, 2026	170,000

Share-based payments relating to RSR vesting during the six months ended March 31, 2026, was $34,212 (2025 - $Nil).

9. RELATED PARTY TRANSACTIONS AND BALANCES

The following expenses were incurred by key management personnel of the Company. Key management personnel includes directors and key officers of the Company including the President, Chief Executive Officer ("CEO"), and Chief Financial Officer ("CFO"). During the six months ended March 31, 2026 and 2025, the remuneration of directors and officers was as follows:

	Three months ended		Six months ended	
	March 31, 2026	**March 31, 2025**	**March 31, 2026**	**March 31, 2025**
Consulting fees	**$ 7,000**	$ 3,000	**$ 10,000**	$ 6,000
Management fees	**23,585**	57,800	**71,385**	140,600
Professional fees	**19,479**	25,562	**65,993**	59,772
	$ 50,064	$ 86,362	**$ 147,318**	$ 206,372

As of March 31, 2026, there was a balance of $335,535 (September 30, 2025 - $441,861) owing to related parties, which is included in accounts payable and accrued liabilities. These amounts are unsecured, non-interest bearing and payable on demand.

10. CAPITAL MANAGEMENT

The Company manages its capital structure and makes adjustments to it to effectively support the acquisition of mineral exploration properties. In the definition of capital, the Company includes, as disclosed on its consolidated statement of financial position: working capital, share capital, and deficit.

10. CAPITAL MANAGEMENT – (continued)

The Company is dependent on external financing to fund its activities. In order to carry out the planned development and acquisitions and pay for general administrative costs, the Company will be using its existing working capital and will raise additional amounts as needed. The Company will continue to acquire and explore mineral exploration properties if it feels there is sufficient economic potential and if it has adequate financial resources to do so.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the six months ended March 31, 2026. The Company is not subject to externally imposed capital requirements and does not have exposure to asset-backed commercial paper or similar products.

11. DISCONTINUED OPERATIONS

On March 14, 2025, the Company discontinued the operations of Global Lithium. As a result, Global Lithium was classified as a discontinued operation in accordance with IFRS 5 – Non-Current Assets Held for Sales and Discontinued Operations.

On the same date, the Company entered into an agreement with the non-controlling interest ("NCI") shareholders to acquire their remaining 40% ownership in Global Lithium (the "NCI acquisition"). The transaction had the following effects:

- The equipment and patents of Global Lithium were transferred to the non-controlling interest shareholders for a notional consideration of $1.00.
- All shareholders were released from any claims or liabilities owed to or by Global Lithium.
- The non-controlling interest shareholders transferred their entire shareholding to the Company.

Following the completion of this agreement, the Company now holds full (100%) ownership of Global Lithium, which is currently inactive. The balance of the non-controlling interest was adjusted to nil and recognized directly in deficit.

The net loss and comprehensive loss from discontinued operations for the six months ended March 31, 2026, and 2025 comprise the following:

	Three months ended		Six months ended	
	March 31, 2026	**March 31, 2025**	**March 31, 2026**	**March 31, 2025**
Operating and administrative expenses				
Depreciation	**$** -	-	$ -	9,507
Impairment of equipment	-	-	-	21,865
Impairment of receivables	-	-	-	339
Office and general	-	(16,608)	-	(10,927)
Professional fees	-	-	-	-
Seed research and development	-	(23,854)	-	(23,854)
Total operating and administrative expenses	**$** -	(40,462)	$ -	(3,070)
Other items:				
Loss on derecognition of non-controlling interest	-	172,825	-	172,825
Other income	-	(504)	-	(504)
Net loss and comprehensive loss for the period	-	(131,859)	-	(169,251)
Foreign currency translation	-	372	-	(844)
Total comprehensive loss for the period	**$** -	(131,487)	$ -	(170,095)

11. DISCONTINUED OPERATIONS – (continued)

Cashflows from Global Lithium are as follows:

	March 31, 2026	March 31, 2025
OPERATING ACTIVITIES		
Net loss for the period	$ -	$ (169,251)
Adjustments for non-cash items:	-	
Loss on disposal of equipment	-	21,865
Impairment of receivables	-	339
Depreciation	-	9,759
Loss on derecognition of non-controlling interest	-	172,825
Prepaid expense write off	-	2,477
Gain on write-off of accounts payable	-	(36,313)
Cash used in operating activities	-	1,701
Impact of currency translation on cash	-	(1,701)
Change in cash during the period	-	(1701)

12. FINANCIAL INSTRUMENTS AND RISKS

The Company classifies its fair value measurements in accordance with the three-level fair value hierarchy as follows:

Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities; and

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 (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Company's financial instruments include investments, cash, other receivable, and accounts payable and accrued liabilities. The carrying amounts of these financial instruments are a reasonable estimate of their fair values because of their current nature. The Company's investments are measured using level 1 inputs.

There have been no substantive changes in the Company's exposure to financial instrument risks, its objectives, polices and processes for managing those risks or the methods used to measure them.

12. FINANCIAL INSTRUMENTS AND RISKS – (continued)

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The key to success in managing liquidity is the degree of certainty in the cash flow projections.

The Company monitors its cash flows to meet the Company's normal operating requirements on an ongoing basis and its planned capital expenditures. All of the Company's financial liabilities have contractual maturities of 30 days or are due on demand and are subject to normal trade terms. As of March 31, 2026, the Company had a working capital deficit of $166,733 (September 30, 2025 – $889,032).

Credit Risk

Financial instruments that potentially expose the Company to credit risk is cash. To minimize the credit risk on cash the Company places the instrument with a high credit quality financial institution. The maximum exposure to loss arising from these advances is equal to their total carrying amounts.

Interest Rate Risk

The Company is exposed to interest rate risk to the extent that the cash maintained at the financial institutions is subject to floating rate of interest. The interest rate risks on cash and on the Company's, obligations are not considered significant.

Price Risk

The Company is exposed to price risk with respect to commodity and equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company closely monitors commodity prices of gold and other precious and base metals, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

13. SUPPLEMENTAL CASH FLOW INFORMATION

	For the six months ended March 31, 2026	For the six months ended March 31, 2025
Non-Cash Investing and Financing Activities:		
Shares issued for exploration and evaluation assets	$ 79,279	$ 825

14. SUBSEQUENT EVENTS

Property acquisitions

Bäckegruvan nr 1 Property
On April 28, 2026, the Company entered into a mineral property purchase agreement with an arm's length vendor to acquire a 100% interest in the Bäckegruvan nr 1 exploration ("Bäckegruvan nr 1 Property") permit located in Skinnskatteberg Municipality, Västmanland County, Sweden.

Pursuant to the agreement, the Company agreed to pay cash consideration of $50,000 and issue common shares valued at $150,000 upon closing. The vendor retained a net smelter returns royalty consisting of a 1.5% NSR on certain portions of the property and a 0.5% NSR on other portions of the property. The Company also holds the right to repurchase two-thirds of the 1.5% NSR for $1,000,000 prior to commencement of commercial production.

The transaction remains subject to regulatory approval, including acceptance by the Canadian Securities Exchange.

Sala Property
On May 13, 2026, the Company announced that it had entered into a non-binding letter of intent with the Optionor pursuant to which the Company may obtain an option to acquire up to a 100% legal and beneficial interest in the Sala Zinc-Silver Project ("Sala Property") located in Sweden. The proposed transaction remains subject to completion of a definitive agreement, due diligence, regulatory approvals and other customary conditions.

The Sala Zinc-Silver Project comprises several exploration permits covering approximately 91 km² in the Bergslagen mining district of Sweden. Under the terms of the LOI, the Company may earn up to a 90% interest in the project through staged cash payments, issuance of common shares and exploration expenditures, with an option to acquire the remaining 10% interest through additional cash and share consideration. The Optionor would retain a net smelter royalty, subject to completion of a definitive agreement.

Share issuances
Subsequent to March 31, 2026, the Company issued 1,386,786 common shares upon the exercise of warrants.

Appendix “B”

MD&A

MEDARO MINING CORP.

MANAGEMENT'S DISCUSSION AND ANALYSIS

For the six months ended March 31, 2026 and 2025

(Expressed in Canadian Dollars)

(Unaudited – Prepared by Management)

May 29, 2026

This Management's Discussion and Analysis ("MD&A") relates to the financial condition and results of operations of Medaro Mining Corp. as of May 29, 2026, and is intended to supplement and complement the Company's condensed interim consolidated financial statements for six months ended March 31, 2026 and 2025 the ("Financial Statements"). Readers are cautioned that this MD&A contains forward-looking statements and that actual events may vary from management's expectations. The Company's public disclosure documents are available on SEDAR at www.sedarplus.com. The financial statements and MD&A are presented in Canadian ("CAD") dollars, except where noted, and have been prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB") and Interpretations of the IFRS Interpretations Committee ("IFRIC"). This discussion addresses matters we consider important for an understanding of our financial condition and results of operations as of and for the six months ended March 31, 2026. Statements are subject to the risks and uncertainties identified in the "Risks and Uncertainties" and "Cautionary Note Regarding Forward-Looking Statements" sections of this document.

Forward-Looking Information

Certain information included in this MD&A may constitute forward-looking statements. Statements in this report that are not historical facts are forward-looking statements involving known and unknown risks and uncertainties, which could cause actual results to vary considerably from these statements.

Forward-looking statements are statements about the future and are inherently uncertain, and actual achievements of the Company may differ materially from those reflected in forward-looking statements due to a variety of risks, uncertainties and other factors. The Company's forward-looking statements are based on the beliefs, expectations and opinions of management on the date the statements are made, and the Company does not assume any obligation to update forward- looking statements if circumstances or management's beliefs, expectations or opinions should change except as required by law. For the reasons set forth above, investors should not place undue reliance on forward-looking statements.

The Company's forward-looking statements are based on the Company's beliefs and assumptions, which are based on information available at the time these assumptions are made. The forward-looking statements contained herein are as of May 25, 2026, and are subject to change after this date, and the Company assumes no obligation to publicly update or revise the statements to reflect new events or circumstances, except as may be required pursuant to applicable laws. Although management believes that the expectations represented by such forward-looking information or statements are reasonable, there is significant risk that the forward-looking information, or statements, may not be achieved and that the assumptions underlying such information or statements will not prove to be accurate.

Actual results or events could differ materially from the plans, intentions and expectations expressed or implied in any forward-looking information or statements, as a result of numerous risks, uncertainties and other factors such as those described above and in "Risks and Uncertainties" below. The Company has no policy for updating forward-looking information beyond the procedures required under applicable securities laws.

Scientific and Technical Disclosure

The scientific and technical information contained in this MD&A has been reviewed and approved by Afzaal Pirzada, M.Sc. (Geology), P.Geo., for the Canadian properties, and Amanda Scott, BSc Geology, FAusIMM, for the Swedish properties. Both are consultants to the Company and are "Qualified Persons" as defined in National Instrument 43-101 *Standards of Disclosure for Mineral Projects*.

The Company's Business

Medaro Mining Corp. (the "Company" or "Medaro") was incorporated on June 19, 2020, in British Columbia. The registered and records office and head office of the Company is located at 220 – 333 Terminal Avenue, Vancouver, BC V6A 4C1. Medaro is in the business of acquiring, exploring, and evaluating mineral resource properties in Sweden and Canada.

The Company received a receipt from the British Columbia Securities Commission for its long-form prospectus on March 24, 2021, was listed on April 6, 2021, and commenced trading on the Canadian Securities Exchange ("CSE") on April 7, 2021, under the trading symbol "MEDA".

Bastnäs Property

On January 27, 2026, the Company announced that it had staked approximately 1,130 ha of mineral tenure in central Sweden within the broader Riddarhyttan-Bastnäs area of Skinnskatteberg Municipality, Västmanland County. The Riddarhyttan-Bastnäs district is a historically mined district with documented copper, iron, cobalt and rare earth element mineralization. First production records for copper from the Riddarhyttan orefield were registered in 1633, with copper production continuing until 1873 and reported historical production totalling 6,545t of copper. The broader district also includes historical mining of iron ore, cobalt and rare earth element-bearing material. The REE mineralization at Bastnäs is reported to be strongly light rare earth element-dominated, namely cerium-rich and hosted mainly in cerite-(Ce), bastnäsite-(Ce) and allanite-group minerals. Historical mining, mineral occurrence and regional geological information are included for context only and are not necessarily indicative of mineralization on the Company's property.

The Bastnäs Project comprises two exploration permits, Bastnäs 100 and Bastnäs 200, covering approximately 263.68ha and 866.60ha, respectively, for a combined area of approximately 1,130.28ha. The permits were approved by Bergsstaten, the Swedish Mining Inspectorate, under Sweden's Minerals Act and are valid for an initial three-year term expiring in February 2029. The permits cover concession minerals including gold, silver, copper, lead, zinc, cobalt, scandium, yttrium, lanthanum and lanthanides. In April 2026, the Company also entered into an agreement to acquire a 100% interest in the Bäckegruvan nr 1 exploration permit, located in Skinnskatteberg Municipality, Västmanland County, Sweden. The Bäckegruvan nr 1 permit is located within the broader Riddarhyttan district and is considered complementary to the Company's Bastnäs Project. The acquisition remains subject to the terms and conditions of the applicable purchase agreement.

On March 18, 2026, the Company announced an initial exploration program at Bastnäs designed to advance its understanding of the project's rare earth element, copper, cobalt, gold and base-metal potential. The broader program includes geological mapping, prospecting, sampling of historic mine waste and accessible outcrops, selective soil or till sampling where appropriate, ground magnetic and gravity surveys, laboratory analysis, and compilation and interpretation of results.

On May 28, 2026, the Company announced assay results from the first 97 rock chip samples collected as part of the initial surface sampling program. The samples were taken primarily from historical mine waste and workings across the Bastnäs 100 and Bastnäs 200 permits. Results returned copper and gold mineralization from multiple historical mining areas, including reported maximum area-level results of 15.45% Cu and 4.00g/t Au from Persgruvan, 15.95% Cu and 0.71g/t Au from Haggruvan, and 4.75% Cu and 11.30g/t Au from Gamla Bastnäsgruvor. Elevated cerium, lanthanum and yttrium values were also reported from several samples, indicating encouraging rare earth element potential. Selected samples have been submitted for follow-up ore-grade rare earth element analysis, with results pending.

The initial rock chip sampling was reconnaissance in nature and is being used to assist the Company in refining its geological understanding of the project and prioritizing areas for follow-up exploration. Rock chip samples are selective samples and may not be representative of the grade or continuity of mineralization across the project. A high-resolution drone magnetic survey is underway, and further fieldwork is expected to include additional sampling, geological mapping, interpretation of geophysical results and target generation.

The objective of the initial program is to identify and prioritize targets for potential follow-up exploration. The project remains at an early exploration stage, and no mineral resource has been defined. Any future exploration work, including potential drilling, will depend on the results of initial fieldwork, permitting, access, financing, contractor availability and other customary exploration risks.

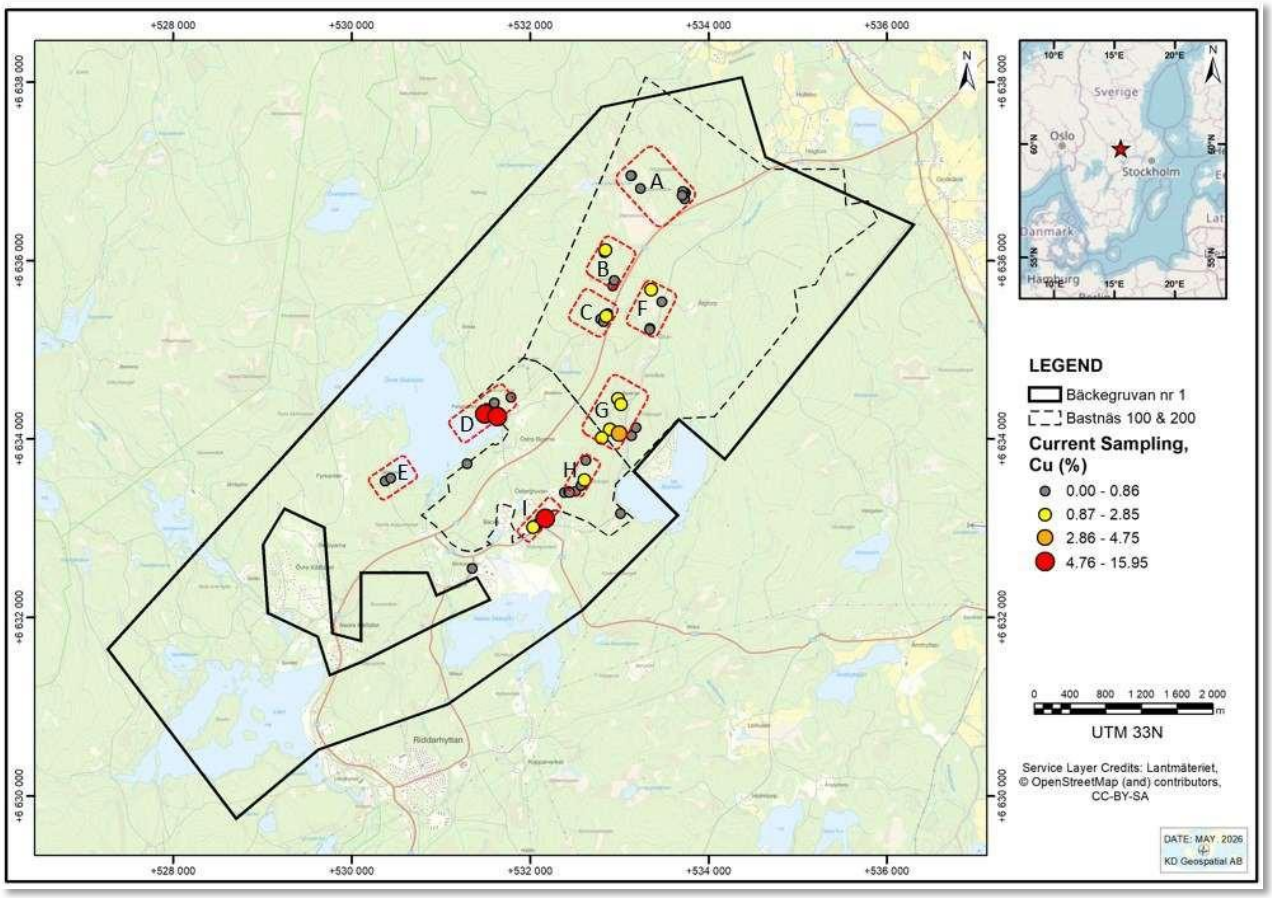


Figure 1: *Map showing the distribution of copper rock-chip assay results reported from the Bastnäs Project.*

Sala Property

On May 13, 2026, the Company announced that it had entered into a non-binding letter of intent with Alicanto Minerals Ltd. pursuant to which the Company may acquire up to a 100% legal and beneficial interest in the Sala Zinc-Silver Project in Sweden. The proposed transaction remains subject to completion of a definitive agreement, due diligence, any required regulatory approvals and other customary conditions. Until such time as a definitive agreement is completed, the project should be treated as a proposed acquisition rather than a completed acquisition.

The Sala Zinc-Silver Project comprises several exploration permits covering approximately 91km2 in the Bergslagen mining district, located approximately 180km from Stockholm. The project is a brownfield polymetallic zinc-silver-lead skarn project and includes the Prince Lode and Sala/Sala NW mineralized zones. The broader Sala district has a long history of silver-lead mining; however, historical mining and regional information are provided for geological context only and are not necessarily indicative of future exploration results.

As disclosed in the Company's May 13, 2026, news release, the project hosts a historical mineral resource estimate1 prepared in accordance with the JORC Code (2012 Edition), as announced by Alicanto on July 13, 2022. Alicanto reported an Inferred Mineral Resource estimate of 9.7Mt grading 3.2% zinc, 47.3g/t silver and 0.5% lead, equivalent to 4.5% ZnEq or 214 g/t AgEq, using a 2.5% ZnEq cut-off. The estimate was reported to contain approximately 311,000t of zinc, 14.7Moz of silver and 44,200t of lead.

The Company considers the historical estimate relevant as it provides a basis for further technical review and exploration planning. However, a qualified person on behalf of the Company has not completed sufficient work to classify the historical estimate as current mineral resources or mineral reserves under National Instrument 43-101, and the Company is not treating the historical estimate as current mineral resources or mineral reserves. The JORC Code "Inferred Mineral Resource" category is generally comparable to the CIM "Inferred Mineral Resource" category incorporated by reference in NI 43-101, but readers are cautioned not to place undue reliance on the historical estimate.

Under the terms of the LOI, the Company may earn up to a 90% interest in the project by making staged cash payments, issuing common shares and incurring exploration expenditures. The Company may then acquire the remaining 10% interest through an additional cash payment and share issuance. Alicanto would retain a net smelter royalty (NSR). The earn-in and option remain subject to completion of a definitive agreement.

Subject to completion of the proposed transaction, the Company expects that initial work at Sala would focus on compilation and validation of historical and third-party data, review of the historical mineral resource estimate and supporting information, assessment of exploration targets and planning of further field programs. Any future exploration work, including drilling, would be subject to completion of the transaction, permitting, access, financing, contractor availability and results of ongoing technical review.

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[1] The historic Inferred mineral resource estimate for Sala was reported by Alicanto Minerals Ltd on the 13th of July 2022, which was a publicly traded Australian company at the time of publication. Medaro has not done sufficient work to verify the historical resources but considers the published historical estimates to be relevant and reliable. Refer to 'Comments on Historic Resource Estimate' section in the main body of this release.

https://wcsecure.weblink.com.au/clients/alicantominerals/v2/headline.aspx?headlineid=61099470

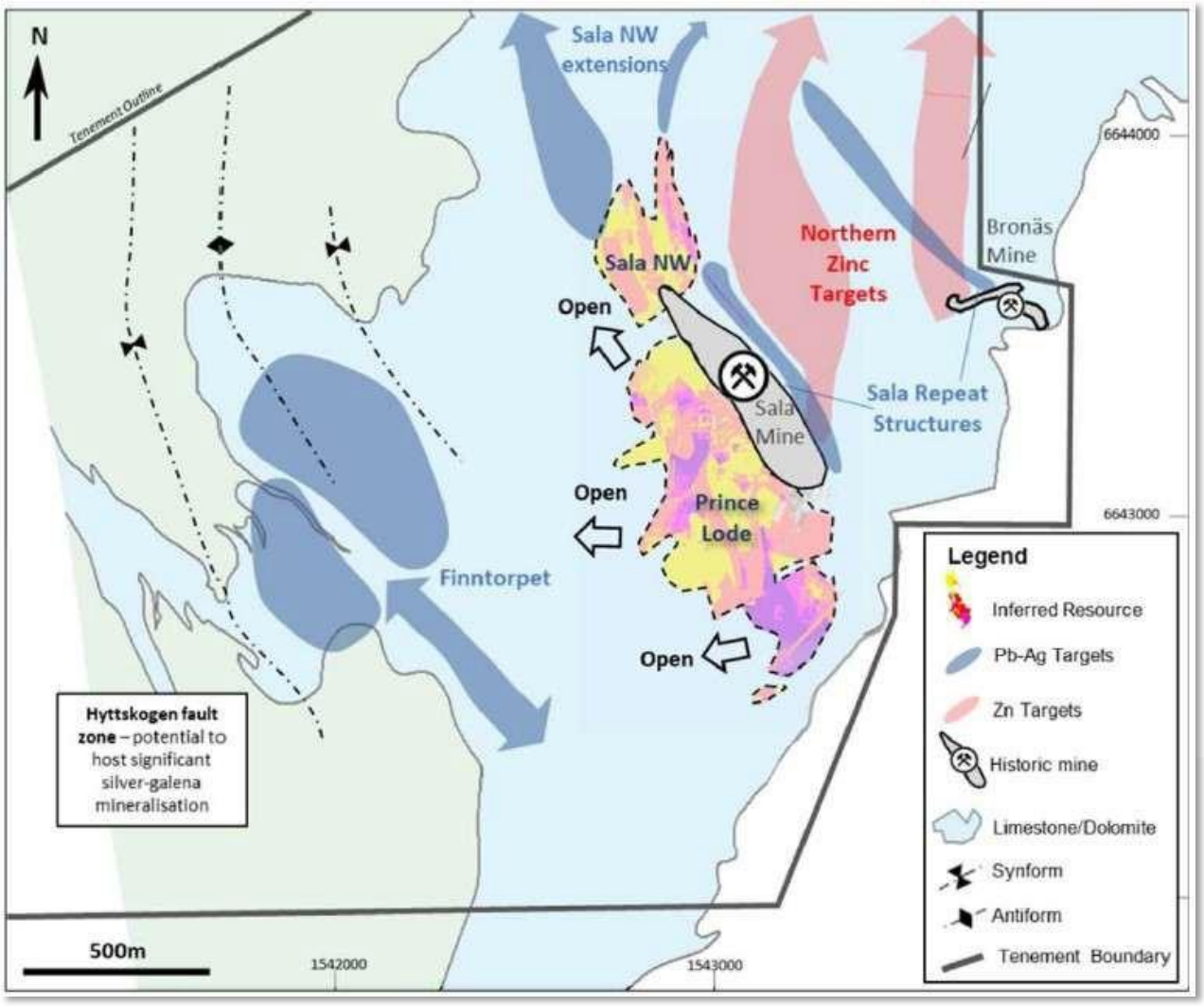


Figure 2: *Plan view of the Sala Zinc-Silver Project showing the underlying target limestone, Inferred Mineral Resource, historic mines and exploration targets.*

Outlook

The Company's near-term Swedish exploration activities are expected to focus on the compilation and validation of available geological and historical data, review of historical exploration and mining information, surface mapping, prospecting, sampling, geophysical work and target generation. At Bastnäs, follow-up work is expected to build on the results of the initial rock chip sampling program, which returned copper and gold mineralization from multiple historical mining areas. Selected samples have been submitted for follow-up ore-grade rare earth element analysis, and a high-resolution drone magnetic survey is underway. Further work is expected to include integration of assay results, geophysical data and geological mapping to refine and prioritize exploration targets.

At Sala, subject to completion of the proposed transaction, the Company expects to focus initially on technical review of historical and third-party data, including the historical mineral resource estimate and supporting information. Further exploration work, including any drilling at the Swedish projects, will depend on completion of applicable transactions, permitting, access, financing, contractor availability, results from initial programs and other customary exploration risks.

Clay Howells Project

On January 12, 2026, the Company entered into an assignment agreement with 1196016 B.C. Ltd. (the "Assignor") under which the Company acquired the Assignor's option (the "Option") to acquire a 100% interest in 188 mineral claims located in the Province of Ontario known as the Clay Howells Project (the "Project"), subject to a production royalty. In consideration of the assignment, the Company paid $35,000 in cash and issued 150,000 common shares to the Assignor.

To exercise the Option, the Company is required to issue common shares having an aggregate value of $50,000 to the underlying optionors (the "Optionors") (of which 119,047 common shares were issued during the period) and pay to the Optionors the following amounts:

- $20,000 on or before August 13, 2026;
- $30,000 on or before August 13, 2027; and
- $38,000 on or before August 13, 2028.

The underlying property option is also subject to a 1.5% net smelter return royalty in favour of the Optionors. The Company has a one-time right to repurchase the royalty for $500,000.

Medaro Mining acquired this property comprising of 10 mining claims in 188 cells covering over 4,000 hectares land within the Clay–Howells alkali intrusive/carbonatite complex. This property is situated in northern Ontario, Canada, about 50 kilometres north-northeast of Kapuskasing—the nearest town and likely base for upcoming work programs. Kapuskasing itself is a full-service community with a population of 8,500, supporting both forestry and mining industries.

The Clay-Howells Alkalic Complex lies within the Kapuskasing Sub-province of the Canadian Shield. The area mainly features syenites, carbonatites, massive magnetites, fault-altered breccias, and syenite breccias. Rare earth element (REE) minerals found here are largely made up of cerium-lanthanum-calcium (Ce-La-Ca) silicates and monazite. Smaller amounts of high iron and REE minerals, such as fergusonite and allanite, have also been detected. The main hosts for REEs in this region are monazite, apatite, and Ce-La-Ca silicates, which tend to be very coarse-grained, with nearly half the grains measuring over 100 μm wide (Kormos, 2010).

Although the property remains largely unexplored, it is associated with magnetic and radiogenic anomalies that are part of the larger complex containing these resources. Historic exploration began in the early 1950s, with several companies investigating magnetic anomalies for possible base metals or iron ore. Most efforts concentrated on the Clay-Howells deposit a few kilometers away. Various exploration activities in the Clay-Howells Complex continued between 1954 and 1977.

The Company has developed an exploration work plan for the property which includes completing a desktop study, ground prospecting, geological mapping, and sampling, and an airborne magnetic, radiometric and VLF geophysical survey.

On May 19, 2026, the Company announced completion of a desktop study on the property. The study identified various priority target areas for a follow up exploration work program.

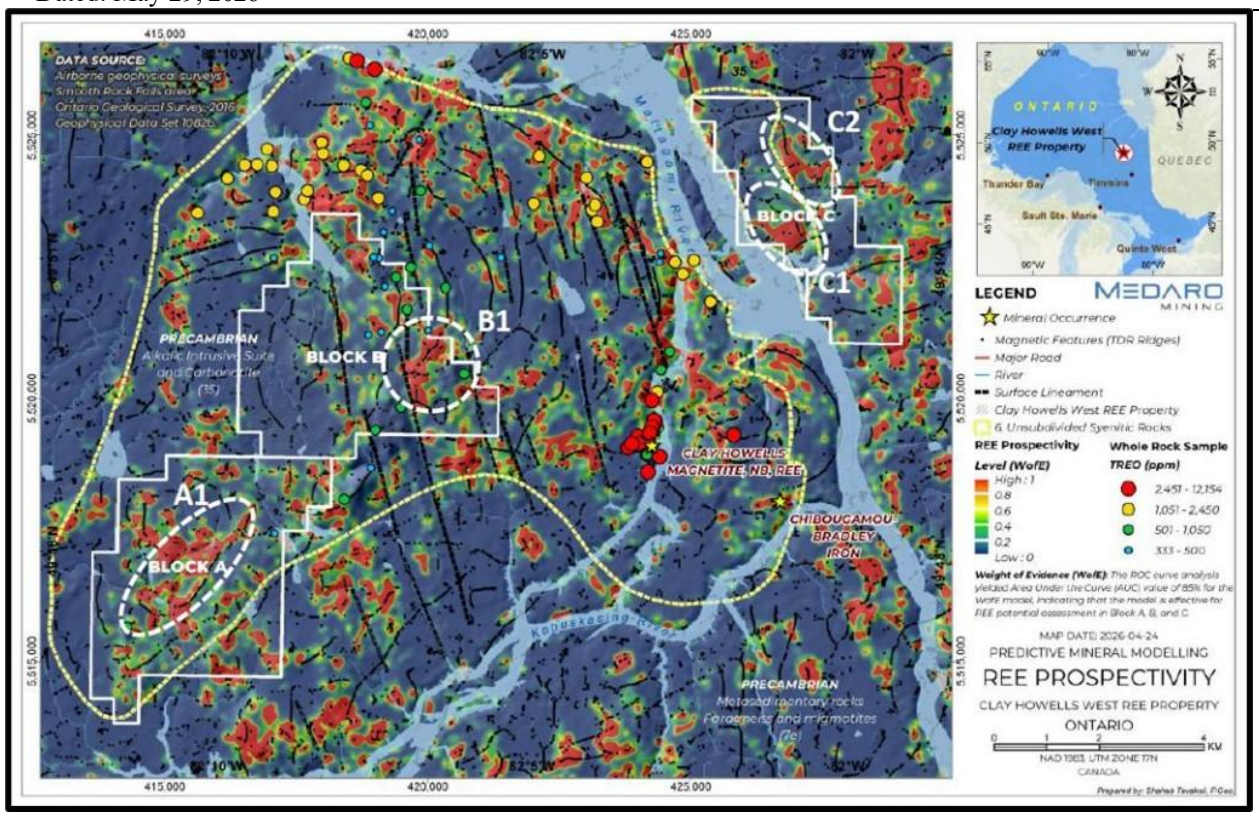


Figure 1: Desktop-derived REE prospectivity targets for follow-up field verification at the Clay-Howells West Project. Target areas are based on integration of publicly available geophysical, radiometric, geological and historical geochemical datasets and have not yet been verified by Medaro through fieldwork.

Superb Lake Property

On September 11, 2020 (the "Effective Date"), the Company obtained an option to acquire up to a 100% interest in the Superb Lake Property. This property is located in the Thunder Bay Mining District, Northwestern Ontario. As consideration, the Company must make total cash payments of $165,000, issue 15,000 common shares of the Company and incur $370,000 in exploration expenditures as follows:

	Cash	Common shares	Aggregate exploration expenditures
Within seven days of signing on the Effective Date *(paid)*	$ 40,000	-	$ -
Within one year of the Effective Date *(incurred)*	-	-	120,000
Within one year of the date on which the Company's shares become listed on the CSE (April 6, 2021, the "Listing Date") *(paid, issued)*	50,000	5,000	-
Within two years of the Effective Date *(paid, incurred)*	75,000	-	250,000
Within two years of the Listing Date (*not issued*)	-	10,000	-
Total	$ 165,000	15,000	$ 370,000

During the year ended September 30, 2024, the Company fulfilled its earn-in obligations to acquire a 100% interest in the Superb Lake Lithium Project. As part of the acquisition terms, the optionor will retain a 3% net smelter return royalty (the "NSR Royalty") on the property. The Company retains the right to purchase 1% of the NSR Royalty from the optionor for $1,000,000, which would reduce the NSR Royalty to 2%.

On November 8, 2022, the Company entered into a property option agreement with Rock Edge Resources Ltd. ("Rock Edge") to option 70% interest in the Superb Lake Property. The Company holds an option to acquire 100% of the property from the optionor and this option agreement is dependent upon the Company earning its interest. To earn its 70% interest in the property, Rock Edge is required to do the following over a two year period:

- Pay an aggregate of $200,000 to the Company;
- Issue an aggregate of 2,200,000 of Rock Edge common shares to the Company; and
- Perform mining exploration and incur qualified expenditures on the property in an aggregate amount of $700,000.

Upon earning its 70% interest, the Company and Rock Edge will enter into a joint venture with the goal of advancing the exploration and potential development of the property.

During the year ended September 30, 2023, the Company received 100,000 shares of Rock Edge.

On January 10, 2024, the agreement between the Company and Rock Edge was terminated.

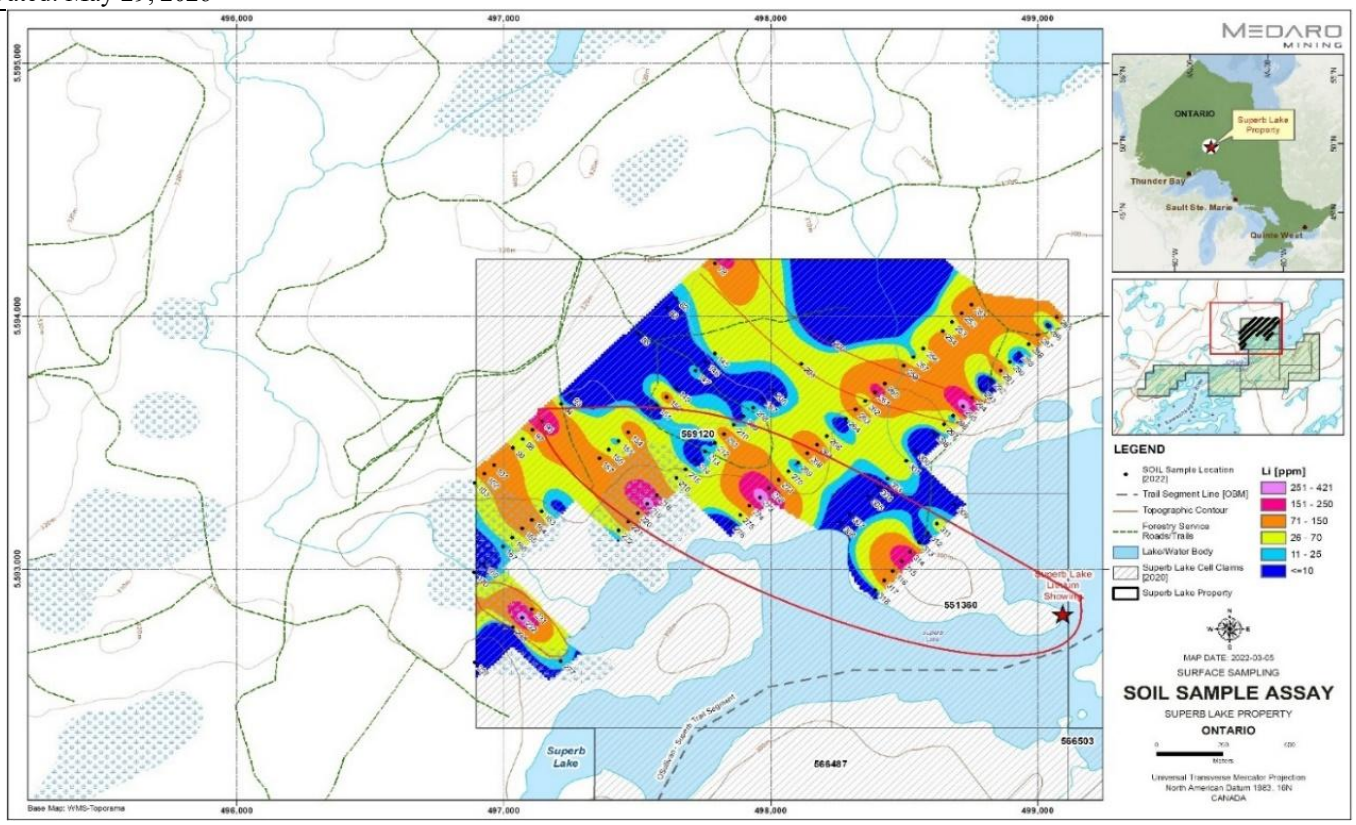
During the year ended September 30, 2025, management decided to discontinue exploration on this property. As a result, an impairment loss of $21,000 was recognized in profit or loss.

During the year ended September 30, 2025, the Company disposed of its entire investment in Rock Edge for cash proceeds of $20,885, resulting in a gain of $16,385, which was recorded in profit or loss. A summary of the investment in Rock Edge is presented below:

Balance as at September 30, 2023	**$**	**17,500**
Fair value loss on investment		(13,000)
Balance as at September 30, 2024		**4,500**
Fair value gain on investment		**16,385**
Disposal of investment		**(20,885)**
Balance as at March 31, 2026 and September 30, 2025	**$**	**-**

The Superb Lake pegmatite is known principally for its spodumene bearing lithium mineralization. The 2021 exploration work by Medaro was comprised of soil and rock sampling, and geological mapping. The work was aimed at defining the extension of lithium mineralization along strike of the known pegmatite as well as finding new target areas for further exploration. A total of 11 channel samples with a width range of 0.35 m to 1.1 m were cut. The results of channel samples indicated 0.86% Li2O over 8.8 m in the entire width of the channel, including a higher-grade intersection of 1.15% Li2O over 5.8 m.

Soil sampling was carried out by establishing soil grids of six lines at approximately 250m line-spacing and collecting a total of 319 soil samples which were analyzed using a SciAps Z-300 laser induced breakdown spectroscopy (LIBS) for elemental analysis. The interpretation of soil sampling results shows a main east - west trending soil anomaly in the extension of the Superb Lake lithium pegmatite with lithium values in the range of less than 10 parts per million (ppm) to 310 ppm over a strike length of 1250 m. The other two lithium anomalies are located to the north (109 ppm and 311 ppm over two lines) and south (up to 311 ppm) of the main lithium trend. These anomalies show a potential for discovery of more pegmatites in the area through further soil sampling, trenching and sampling program.



Superb Lake Property 2021 soil sampling map

On October 11, 2022, the Company received results of soil sampling from Phase 2 exploration fieldwork program on its Superb Lake Lithium Property. The soil geochemical survey was conducted along three separate lines (Line 1-3 on the maps below) and a total of 161 soil samples were collected in June 2022. The soil survey identified additional lithium anomalies for further follow up.

In 2022, the Company contracted Geotech Ltd. of Ontario, Canada to complete a Versatile Time Domain Electromagnetic (VTEM™ Plus) and horizontal magnetic gradiometric survey on the Superb Lake Property. A total of 908-line kilometres of survey at 50 m line spacing was completed on the property. On March 2, 2023, the Company announced preliminary results of an airborne geophysical survey which indicate that lithium bearing spodumene mineralization on the Property is most likely controlled by structural trends in the NW- and NE-directions.

On August 10, 2023, the Company announced that Rock Edge Resources has contracted Ombabika Group Inc. (100% First Nations owned) to drill 4 holes along strike of Dyke #1 (discovery outcrop) at its recently optioned Superb Lake Property, situated in northwestern Ontario.

On October 19, 2023, the Company announced through its JV partner Rock Edge Resources the results of 2023 field program which confirmed the potential of the spodumene-bearing trend located on the property. The trend is defined by 4 separate exposed pegmatite outcrop 3 of which have confirmed spodumene. These 4 outcrops follow an E-W trend over 125m with apparent width ranging from 0.80m to 3.70m wide with open width as only one contact is exposed at a time. Five samples were collected on the four outcrops of the trend with results with Li2O values in the range of 0.85 to 2.63%.

CYR South Lithium Property

On April 13, 2021 (the "Effective Date"), the Company obtained an option to acquire up to a 100% interest in the CYR South lithium property located in James Bay area of Quebec. As consideration, the Company agrees to pay the optionor cash of $30,000, issue 5,000 common shares of the Company and incur $250,000 in exploration expenditures as follows:

	Cash	Common shares	Aggregate exploration expenditures
Within five days of signing on the Effective Date *(paid)*	$ 30,000	-	$ -
Subject to a pooling agreement providing for the release of the shares 8 months after the Company's shares become DTC eligible *(issued)*	-	5,000	-
Within one year of the Effective Date *(incurred)*	-	-	250,000
Total	$ 30,000	5,000	$ 250,000

The Company has acquired 100% of the property and as part of the term of the agreement, the optionor will retain a 3% NSR Royalty. The Company may request a right to purchase from the optionor 1% NSR Royalty for $1,000,000 thereby reducing the NSR Royalty held to 2%.

During the year ended September 30, 2025, management decided to discontinue exploration on this property. As a result, an impairment loss of $205,000 was recognized in profit or loss.

The 2021 exploration work program comprised of soil and rock sampling and geological mapping, aimed at identifying a group of pegmatites for their potential to host lithium mineralization. A total of 190 samples were collected during this work out of which 150 are channel cut rock samples and 40 soil samples. The rock samples were collected from various pegmatites exposed on the Property along their strike extension. The soil samples were collected from quaternary deposits in the claim blocks and were aimed at identifying lithium targets for further exploration work. A 46-line kilometres of ground magnetic geophysical survey was also completed as part of this work program. The survey was completed at 100 m line spacing covering southwestern part of the claim blocks.

The rock and soil samples indicated anomalous values of lithium, beryllium, barium, boron, manganese, rubidium, cesium, and niobium. The soil sample results show consistent values of the targeted elements mentioned above in rock samples and no definite trend can be interpreted due to the limited number of samples taken. The geophysical survey indicated some structures as a potential target for further exploration work.

During summer 2022, the Company completed exploration work comprised of soil and rock sampling and geological mapping, aimed at sampling, mapping and identifying a group of pegmatites for their potential to host lithium mineralization. A total of 600 soil samples and 18 rock samples were collected as part of the work program. 42.58-line kilometres of ground magnetic and VLF geophysical survey was also completed as part of this work program. The work program identified lithium exploration targets for further exploration.

On February 2, 2023, the Company announced results of soil and rock samples from 2022 exploration work on the CYR South Lithium Property. The results indicate higher lithium values in several pegmatites sampled. These pegmatites zones also show concurrent lithium anomalies in soil samples and will be further explored through trenching and drilling. There are anomalous values of other rare metals such as beryllium, cesium, niobium and tantalum in soil and rock samples.

In September 2023, the Company announced successful completion of 2023 exploration work which included 11 NQ size diamond drill holes with a total drilling of 1745 metres. The program identified pegmatites from surface to 95 m depth. The exploration results were announced on March 24. 2024 news release revealed anomalous lithium intersections in drill holes.

Figure: 2023 diamond drill holes location map

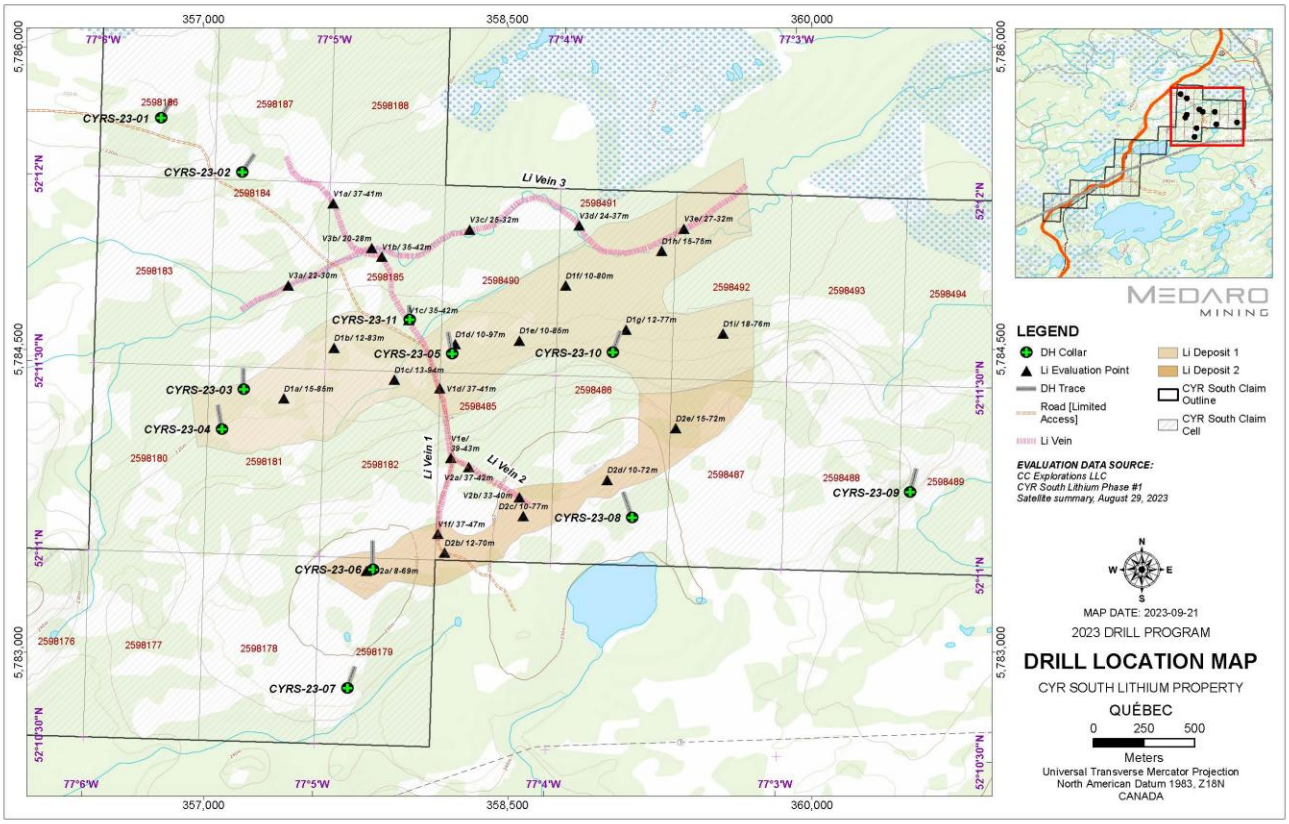


Figure 2: Soil samples

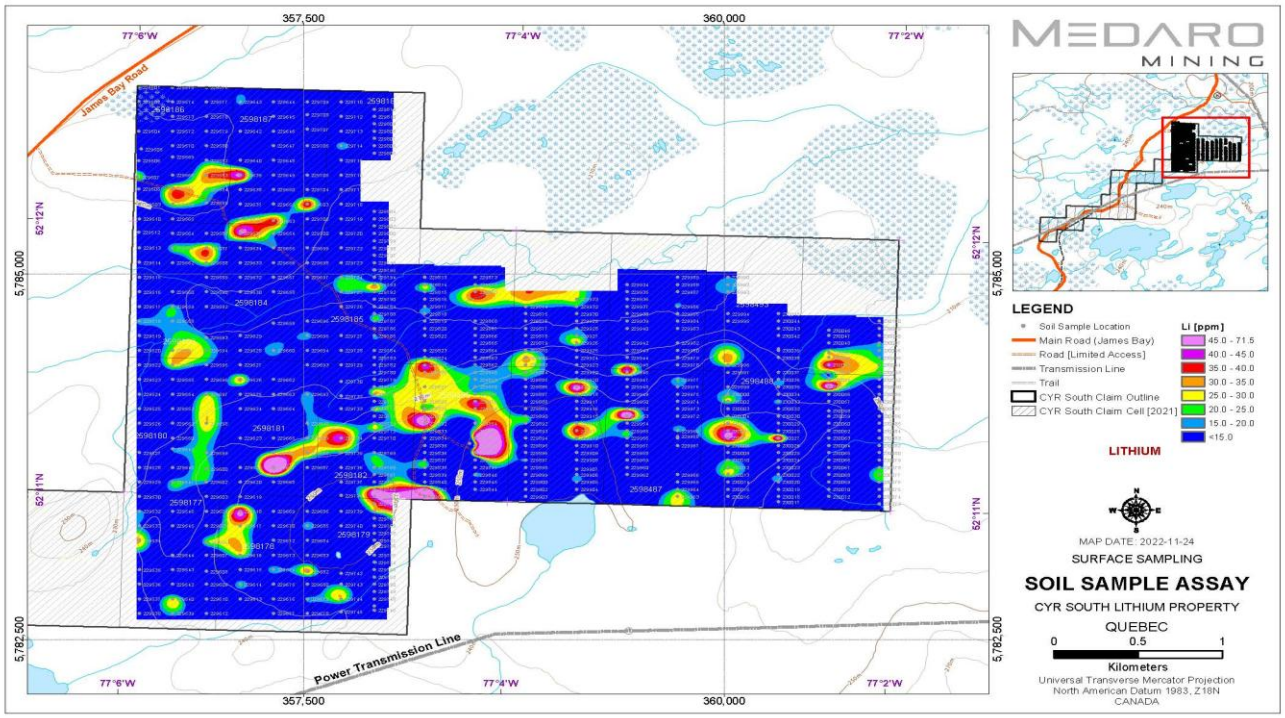
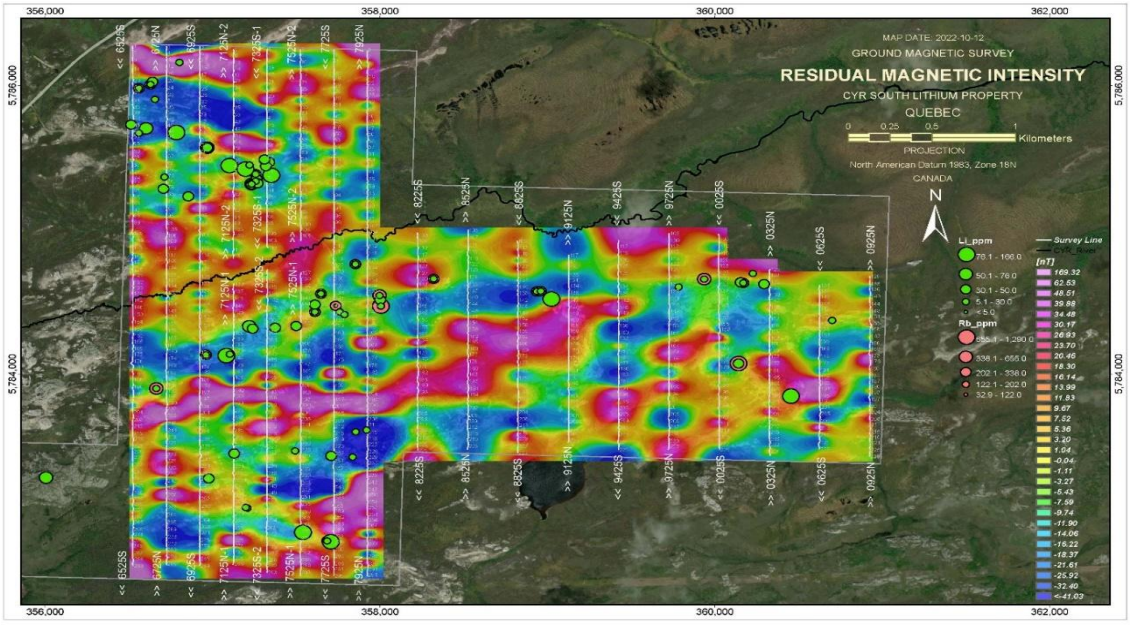


Figure 3: Lithium anomalies and ground geophysical survey interpretation map



James Bay Pontax Lithium Property

During the year ended September 30, 2023, the Company entered into a share purchase agreement to acquire 100% of the issued and outstanding shares of 1411409 B.C. Ltd., a company holding a 100% interest in the mining claims comprising the James Bay Pontax Property in Quebec, Canada. The shares of 1411409 B.C. Ltd were issued to the Company on August 17, 2023 (the "Closing date"), and from that date the Company obtained control over 1411409 B.C. Ltd which became its subsidiary.

The James Bay Property is located in the Eeyou Istchee James Bay Territory of Quebec.

Pursuant to the share purchase agreement, the Company acquired 100% of the issued and outstanding shares of the 1411409 B.C. Ltd in exchange for (i) 24,000 common shares in the capital of the Company (the "Consideration Shares") (ii) a cash payment of $7,500 and (iii) a commitment to incur $150,000 in exploration expenditures over the twelve (12) months following the Closing date. The Consideration Shares are subject to resell restrictions, with 8,000 shares restricted for four months from the Closing date, 8,000 shares restricted for eight months from the Closing date, and 8,000 shares restricted for twelve months from the Closing date.

Furthermore, the Company will also pay a bonus of $150,000 to the vendors of 1411409 B.C. Ltd (the "Contingent Consideration") if, in carrying out exploration on the Project, the Company intersects five (5) intercepts of spodumene-bearing pegmatite dykes grading a minimum of 1.20% Li2O over a minimum of 1.5 meters (the "Milestone"). The Company has determined that meeting the milestone is not probable, therefore the Contingent Consideration was not recognized on acquisition date.

1411409 B.C. Ltd did not meet the definition of a business as defined under IFRS 3 "Business Combinations". Hence, the Transaction was accounted for as an asset acquisition.

The following table summarizes the estimated fair values of consideration paid which is the value of the asset acquired, as at the acquisition date.

Fair value of consideration shares	$	123,641
Cash payment		7,500
Transaction costs		8,080
Total consideration	**$**	**139,221**

The Project is comprised of 100 mineral claims covering approximately 5,800 hectares (58 square kilometers) located in the heart of the Lithium-rich Eeyou Istchee James Bay Territory of Quebec. The Project is in a highly active prospective zone of James Bay Area, being situated 30 km south of Allkem Limited's James Bay Lithium Project which has a published Mineral Reserve Estimate of 40.3Mt at 1.4% Li2O1. About 1 km west of the Project lies Stria Lithium Inc.'s ("Stria") Pontax Project, which hosts the Pontax Lithium Showing that was drilled in Winter 2022/2023.

During the year ended September 30, 2025, management made the decision to discontinue exploration on this property. As a result, an impairment loss of $139,221 was recognized in profit or loss.

Cautionary Note: Mineralization hosted on the adjacent properties is not necessarily indicative of the mineralization hosted on the Project.

The Project is located in LaGrande Sub province, close to the boundary with the Némiscau Sub province. Both Sub provinces are separated by the Causabiscau Shearzone. The Project is underlain with granitoids of diverse composition within which are found dismembered volcanic units that could represent remnants of the Chambois Greenstone Belt.

Bear Lodge Property

During the year ended September 30, 2025, the Company through its 100% owned subsidiary Cascadia Rare Earths acquired 34 lode claims situated in the state of Wyoming in the United States of America.

Recent developments

- During the period, the Company engaged Senergy Communications Capital Inc. ("Senergy"), an arm's length service provider, to provide digital marketing and investor communications services pursuant to an initial agreement dated January 23, 2026 and subsequent extension agreements dated March 2, 2026 and March 26, 2026, for aggregate compensation of CAD $406,000 plus GST.

- On March 23, 2026, the Company announced that field crews had mobilized to site and that the geological exploration program at the Bastnäs project in Sweden had commenced.

- On March 18, 2026, the Company announced its geological exploration program at the Bastnäs project in Sweden, targeting rare earth elements, copper, cobalt, gold and base metals, to be carried out by McKnight Resources AB. Field activities commenced on March 23, 2026.

- On March 12, 2026, the Company announced that exploration permits had been granted by the Swedish Mining Inspectorate for the Bastnäs 100 and Bastnäs 200 permit areas in Skinnskatteberg Municipality, Västmanland County, Sweden, covering a combined area of approximately 1,130.28 hectares with a three-year term expiring in February 2029.

- On March 10, 2026, Tatenda Muhle was appointed Chief Financial Officer and Corporate Secretary of the Company, replacing Alexander McAulay who resigned from those roles. An employment agreement was entered into with Mr. Muhle on March 9, 2026.

- On February 27, 2026, the Company closed a non-brokered private placement for aggregate gross proceeds of $976,100, comprising 2,387,000 non-flow-through units at $0.30 per unit and 684,211 flow-through units at $0.38 per unit. Each unit consists of one common share (or flow-through common share, as applicable) and one common share purchase warrant exercisable at $0.45 (non-flow-through) or $0.55 (flow-through) for a term of 36 months. Cash finder's fees of $68,327 were paid and 214,984 finder's warrants were issued.

- On January 22, 2026, the Company granted an aggregate of 400,000 stock options (the "Options") and 170,000 restricted share rights (the "RSRs") to certain advisors and directors pursuant to the Company's Equity Incentive Plan. The Options vest 33% on the date that is four months following the date of grant, 33% on the date that is eight months following the date of grant and the remaining 33% on the date that is 12 months following the date of grant. Each Option is exercisable for a period of three years following the date of grant to acquire one common share at an exercise price of $0.39 per common share. The RSRs vest 100% on the date that is four months following the date of grant.

- On January 16, 2026, the Company entered into an advisory agreement with Scott Eldridge for a 12-month term under which Mr. Eldridge will provide advisory services to the Company. Compensation comprises 100,000 stock options at market price and 50,000 restricted share units.

- On January 12, 2026, the Company entered into an assignment agreement under which it acquired an option to acquire a 100% interest in 188 mineral claims located in the Province of Ontario known as the Clay Howells Project, subject to a 1.5% net smelter return royalty. See "Clay Howells Project" above for further details.

- On January 6, 2026, the Company closed a non-brokered private placement under the listed issuer financing exemption for 3,742,786 units at a price of $0.14 per unit for aggregate gross proceeds of $523,990. Each unit consists of one common share and one common share purchase warrant of the Company exercisable at $0.17 per common share for a term of 24 months.

- On December 8, 2025, the Company announced its intention to complete a private placement under the listed issuer financing exemption for aggregate gross proceeds of up to $524,000. This offering closed on January 6, 2026.

- On November 26, 2025, the Company closed the second and final tranche of its previously announced non-brokered private placement, issuing 900,000 common shares at $0.08 per share for gross proceeds of $72,000. Across both tranches, a total of 3,162,500 common shares were issued for total gross proceeds of $253,000.

- On November 24, 2025, the Company closed the first tranche of the non-brokered private placement, issuing 2,262,500 common shares at $0.08 per share for gross proceeds of $181,000. On closing, $38,000 of gross proceeds was applied to partially settle a bona fide debt owing to Treewalk Ventures Inc., a company controlled by Alexander McAulay, the Company's then Chief Financial Officer. Treewalk also subscribed for 475,000 common shares in the placement. The debt settlement was a related party transaction under Multilateral Instrument 61-101, with the Company relying on the exemptions from formal valuation and minority approval available under the 25% market capitalization threshold.

- On October 30, 2025, the Company announced its intention to complete a non-brokered private placement of up to 4,062,500 common shares at $0.08 per share for maximum gross proceeds of $325,000. This offering closed in two tranches in November 2025.

- On October 28, 2025, the Company announced the appointment of Mark Ireton (existing director) as Chief Executive Officer of the Company and the appointment of Odai Horani to the Board of Directors. Faizaan Lalani resigned as Interim Chief Executive Officer, President, and director of the Company.

- On October 10, 2025, the Company announced that it would not be proceeding with the previously announced proposed reverse take-over transaction with Omega Gold Corp. and that discussions under the non-binding letter of intent dated June 23, 2025 had been terminated. Each party bore its own costs and expenses incurred in connection with the proposed transaction.

Selected Quarterly Financial Information

A summary of results for the last eight quarters is shown below:

	March 31, 2026 ($)	December 31, 2025 ($)	September 30, 2025 ($)	June 30, 2025 ($)
Revenue	-	-	-	-
Net loss from continuing operations attributable to shareholders of the Company	473,142	140,781	175,664	83,951
Total net loss attributable to shareholders of the Company	473,142	140,781	3,973	83,951
Basic and diluted loss per share - net loss from continuing operations attributable to shareholders of the Company	0.14	0.02	0.05	0.02
Basic and diluted loss per share - total net loss attributable to shareholders of the Company	0.14	0.02	0.00	0.02

	March 31, 2025 ($)	December 31, 2024 ($)	September 30, 2024 ($)	June 30, 2024 ($)
Revenue	-	-	-	-
Net loss from continuing operations attributable to shareholders of the Company	294,418	356,523	3,056,616	115,790
Total net loss attributable to shareholders of the Company	425,341	378,958	3,019,954	171,948
Basic and diluted loss per share - net loss from continuing operations attributable to shareholders of the Company	0.09	0.17	1.48	0.06
Basic and diluted loss per share - total net loss attributable to shareholders of the Company	0.09	0.17	1.46	0.09

During the three months ended June 30, 2024, the Company recorded a net loss from continuing operations of $115,790 compared to $171,948 for the previous quarter. This decrease was mainly due to less exploration expenditure during the three months ended September 30, 2024 compared to the previous period, from $169,766 to $3,859. This decrease was offset by marginal increases in various expenses.

During the three months ended September 30, 2024, the Company recorded a net loss from continuing operations of $3,056,616 compared to $115,790 for the previous quarter which was mostly as a result of an impairment loss on some exploration and evaluation assets of $2,105,721.

During the three months ended December 31, 2024, the Company recorded a net loss from continuing operations of $356,523 compared to $3,077,592 for the previous quarter which was mostly as a result of an impairment loss on some exploration and evaluation assets of $2,105,721 during the previous quarter.

During the three months ended March 31, 2025, the Company recorded a net loss from continuing operations of $294,418 compared to $356,523 for the previous quarter which was mostly as a result of the fact that there were no exploration expenditures during the three months ended March 31, 2025.

During the three months ended June 30, 2025, the Company recorded a net loss from continuing operations of $83,951 compared to $294,418 for the previous quarter which was mostly as a result of a higher loss from the settlement of accounts payables through shares of $128,677 during the previous quarter and a Revenue Quebec mining tax credit of $95,915 in the current quarter.

During the three months ended September 30, 2025, the Company recorded a net loss from continuing operations of $175,664 compared to $83,951 for the previous quarter which was mostly as a result of a Revenue Quebec mining tax credit of $95,915 which was received during the previous quarter.

During the three months ended December 31, 2025, the Company recorded a net loss from continuing operations of $140,781 compared to $175,664 for the previous quarter which was mostly as a result of a decrease of $29,580 in exploration expenditures and a loss on settlement of debt of $14,512 recorded in the previous quarter.

During the three months ended March 31, 2026, the Company recorded a net loss from continuing operations of $473,142 compared to $140,781 for the previous quarter. The increase in net loss is largely attributable to an increase in exploration expenditures relating to the Bastnäs project in Sweden and the Clay Howells Project in Ontario, , and an increase in marketing and investor relations expenses associated with a digital marketing campaign.

Results of Operations

For the three months ended March 31, 2026 ("Current quarter") compared to the three months ended March 31, 2025 ("Prior quarter")

During the Current quarter, the Company incurred a net loss from continuing operations of $473,142 (2025 - $294,418). The increase in net loss during the period is largely attributable to an increase in exploration expenditures associated with the commencement of fieldwork at the Bastnäs project in Sweden and the acquisition of the option on the Clay Howells Project in Ontario. The exploration expenses increased by $69,194. The marketing and investor relations expenses also increased from $4,102 to $141,597 as a result of a digital marketing campaign which the Company undertook.

For the six months ended March 31, 2026 ("Current period") compared to the six months ended March 31, 2025 ("Prior period")

During the six months ended March 31, 2026, the Company incurred a net loss of $613,923 (2025 - $650,941). The decrease in net loss during the period is largely attributed to a decrease in loss from settlement of accounts payable and accruals of $226,849 which was offset by an increase in marketing and investor relations expenses from $7,886 to $144,185 as a result of a digital marketing campaign which the Company undertook.

Liquidity and Capital Resources

As of March 31, 2026, the Company had cash of $819,757 (September 30, 2025 - $17,494) and working capital of $166,733 (September 30, 2025 – working capital deficit of $889,032). As of March 31, 2026, total assets were $1,301,787 (September 30, 2025 - $64,184).

The Company is in the process of raising additional funding to fund current and future exploration programs. The Company will continue to monitor the economic and financial market conditions and evaluate the impact on the Company's liquidity and future prospects.

Since the Company may not be able to generate cash from its operations in the foreseeable future, the Company will have to rely on the issuance of shares or the exercise of options and warrants to fund ongoing operations and investment. The ability of the Company to raise capital will depend on market conditions and it may not be possible for the Company to issue shares on acceptable terms or at all.

Proposed Transactions

In the normal course of business, the Company evaluates transactions and, in some cases, makes or is presented with proposals. These proposals, which are usually subject to Board, regulatory and sometimes shareholder approvals, may involve future payments, share issuances, or other commitments. These future obligations are usually contingent in nature. As of the date of this report, no transactions have been proposed.

Going Concern

The Company's financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. Different bases of measurement may be appropriate if the Company was not expected to continue operations for the foreseeable future. As at March 31, 2026, the Company has not achieved profitable operations, has accumulated losses of $25,545,529 (September 30, 2025 – $24,931,606) since inception and expects to incur further losses in the development of its business.

As the Company is in the exploration stage, the recoverability of the costs incurred to date on exploration properties is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financial resources to complete the exploration and development of its properties and upon future profitable production or proceeds from the disposition of the properties and deferred exploration expenditures.

The Company will periodically have to raise funds to continue operations, and although it has been successful in doing so in the past, there is no assurance it will be able to do so in the future. These factors comprise a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern.

Off-Balance Sheet Arrangements

As of March 31, 2026, and at the date of this MD&A, the Company is subject to future payments on exploration and evaluations assets if the Company wishes to exercise its option – Refer to section *"Recent Developments"* for a breakdown of future payment requirements on the property.

Financial Instruments

The Company's risk exposures and the impact on the Company's consolidated financial statements are summarized below.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The key to success in managing liquidity is the degree of certainty in the cash flow projections.

The Company monitors its cash flows to meet the Company's normal operating requirements on an ongoing basis and its planned capital expenditures. All of the Company's financial liabilities have contractual maturities of 30 days, are due on demand, and are subject to normal trade terms. As at March 31, 2026, the Company had working capital of $166,733 (September 30, 2025 – working capital deficit of $889,032).

Credit risk

Financial instruments that potentially expose the Company to credit risk is cash. To minimize the credit risk on cash the Company places the instrument with a high credit quality financial institution. The maximum exposure to loss arising from these advances is equal to their total carrying amounts.

Interest rate risk

The Company is exposed to interest rate risk to the extent that the cash maintained at the financial institutions is subject to a floating rate of interest. The interest rate risks on cash and on the Company's, obligations are not considered significant.

Price risk

The Company is exposed to price risk with respect to commodity and equity prices. Equity price risk is defined as the

potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatility. The Company closely monitors commodity prices of gold and other precious and base metals, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

Related Party Transactions

Related party transactions are comprised of services rendered by directors and/or officers of the Company or by a company with a director and/or officer in common. Related party transactions are in the ordinary course of business and are measured at the exchange amount.

Key Management Compensation

Key management personnel includes directors and key officers of the Company including the President, Chief Executive Officer ("CEO"), and Chief Financial Officer ("CFO"). During the three and six months ended March 31, 2026, and 2025, the remuneration of directors and officers was as follows:

	Three months ended		Six months ended	
	March 31, 2026	**March 31, 2025**	**March 31, 2026**	**March 31, 2025**
Management fees:				
Mark Ireton, Company President	$ 15,000	$ -	$ 25,000	$ -
Michael Mulberry, (Former CEO)	-	37,500	-	50,000
Alex McAulay, Former CFO	-	15,600	15,600	15,600
Faizaan Lalani, director and president	7,800	7,800	30,000	75,000
Tatenda Muhle, CFO	785		785	
Consulting fees:				
Shaun Mann, Director	4,500	3,000	7,500	6,000
Odai Horani, Director	2,500	-	2,500	-
Professional fees:				
Treewalk Consulting Inc., a company controlled by Alex McAulay, CFO	19,479	22,462	65,933	59,772
	$ 50,064	$ 86,362	$ 147,318	$ 206,372

As at March 31, 2026, there was a balance of $10,500 (September 30, 2025 - $Nil) owing to Mark Ireton, the Company President, for management fees, which is included in accounts payable and accrued liabilities.

As at March 31, 2026, there was a balance of $118,887 (September 30, 2025 - $240,136) owing to Faizaan Lalani, a former director, President and CEO, for management fees and other amounts, which is included in accounts payable and accrued liabilities.

As at March 31, 2026, there was a balance of $98,512 (September 30, 2025 - $127,808) for professional fees and payroll-related services owing to Treewalk Consulting Inc., a company controlled by Alexander McAulay, former CFO, which is included in accounts payable and accrued liabilities.

As at March 31, 2026, there was a balance of $25,036 (September 30, 2025 - $Nil) for corporate secretarial services owing to End In Mind Capital Inc., a company controlled by Alexander McAulay, former CFO, which is included in accounts payable and accrued liabilities.

As at March 31, 2026, there was a balance of $80,600 (September 30, 2025 - $69,917) owing to Alexander McAulay, former CFO, for management fees, which is included in accounts payable and accrued liabilities.

As at March 31, 2026, there was a balance of $1,500 (September 30, 2025 - $4,000) for consulting fees owing to Emora Capital Corp., a company controlled by Shaun Mann, a director, which is included in accounts payable and accrued liabilities.

As at March 31, 2026, there was a balance of $500 (September 30, 2025 - $Nil) for consulting fees owing to Framework Consultancy, a company controlled by Odai Horani, a director, which is included in accounts payable and accrued liabilities.

The amounts due are non-interest bearing, unsecured, and due on demand.

Additional Disclosure for Venture Issuers Without Significant Revenue

During the six months ended March 31, 2026, and 2025, the Company incurred the following expenses:

	2026	2025
Capitalized acquisition costs, net sale of options and impairment	$ -	$ -
Operating expenses	(613,655)	(441,807)
	$ (613,655)	$ (441,807)

Please refer to Note 5 of the Financial Statements for the six months ended March 31, 2026 and 2025 for a detailed description of the capitalized costs presented on a property-by-property basis.

Outstanding Share Data

(a) Authorized

Unlimited common shares with no par value.

(b) Issued

As at March 31, 2026, there were 14,862,405 (September 30, 2025 – 4,331,861) common shares issued and outstanding. As at the date of the MD&A, there are 16,249,191 common shares issued and outstanding.

During the six months ended March 31, 2026:

During the six months ended March 31, 2026, the Company completed a private placement of 3,162,500 common shares at a price of $0.08 per common share for gross proceeds of $253,000. The Company also incurred cash share issuance costs of $32,586 in connection with this financing.

On January 6, 2026, the Company completed a private placement of 3,742,786 units at a price of $0.14 per unit for gross proceeds of $523,990. Each unit consists of one common share and one common share purchase warrant. A $Nil value was assigned to the share purchase warrants based on the residual method. The Company also issued 45,500 finders' warrants, with an exercise price of $0.17 expiring 24 months from the date of issuance. The finders' warrants were determined to have a fair value of $19,169. In addition, the Company also incurred cash share issuance costs of $6,030 in connection with this financing.

On January 22, 2026, the Company issued 269,047 common shares with a fair value of $79,279 in accordance with the Clay Howells Property option agreement.

On February 27, 2026, the Company completed flow-through and non-flow-through private placements of 684,211 flow-through units ("FT Unit") at a price of $0.38 per FT Unit for gross proceeds of $260,000 and 2,387,000 non-flow-through units ("NFT Unit") at a price of $0.30 per NFT Unit for gross proceeds of $716,100. Each FT and NFT Unit consists of one common flow-through share or common non-flow-through share, respectively, and one common share purchase warrant. All proceeds received were allocated to the common shares and no fair value was allocated to the attached warrants. Each warrant entitles the holder to acquire an additional common share at a price of $0.55 (flow-through) and $0.45 (non-flow-through) per common share, with the warrants expiring 36 months from the date of issuance. In addition, the Company issued 47,894 finder's warrants for the flow-through units (exercisable at $0.55) and 167,090 finder's warrants for the non-flow-through units (exercisable at $0.45), with the same 36-month term. The finder's warrants had a total fair value of $88,455. The Company also incurred cash share issuance costs of $33,077 in connection with this financing. A premium received on the issuance of FT Units of $54,737 was recognized as a liability on the Company's consolidated statement of financial position. As at March 31, 2026, the flow-through liability balance was $54,737.

During the six months ended March 31, 2026, the Company issued 285,000 common shares as a result of the exercise of warrants for total gross proceeds of $27,564. No fair value was reclassified from reserves, as a $Nil fair value had been assigned to the warrants on the issuance date.

During the six months ended March 31, 2025:

On October 15, 2024, the Company issued 1,000 common shares with a fair value of $825 in accordance with the Rapide Property option agreement which was terminated during the year ended September 30, 2025.

On December 31, 2024, the Company issued 633,365 common shares with a fair value of $395,853 to settle debts of $297,681 owing to creditors of the Company. A loss of $98,172 was recognized in profit and loss.

On March 31, 2025, the Company issued 1,576,568 common shares with a fair value of $1,001,901 to settle debts of $775,052 owing to creditors of the Company. A loss of $226,849 was recognized in profit and loss.

(c) Options

The Company has a stock option plan included in the Company's Equity Incentive Plan (the "Plan") where the Board of Directors can grant stock options to directors, officers, employees, and consultants of the Company as performance incentives. The aggregate number of shares allocated and made available for issuance pursuant to stock options and RSRs granted under the Plan shall not exceed 20% of the issued and outstanding shares as at the date of the grant. The Plan shall remain in effect until it is terminated by the Board.

During the six months ended March 31, 2025, 400,000 stock options expired unexercised.

Below is a continuity of the stock options:

	Number		Weighted Average Exercise Price
Balance as at and September 30, 2023 and 2024	10,000	$	12.50
Expired	(10,000)		12.50
Balance as at September 30, 2025	-	$	-
Granted	400,000	$	0.39
Balance as at March 31, 2026	400,000	$	0.39

Share-based payments relating to stock options vesting during the six months ended March 31, 2026, was $25,159 (2025 - $Nil). As at March 31, 2026, the stock options outstanding had a remaining life of 2.81 years.

As at March 31, 2026, Nil options were exercisable.

As at March 31, 2026 and the date of this MD&A, 400,000 stock options were outstanding.

(d) Share Purchase Warrants

The changes in share purchase warrants are summarized as follows:

	Number	Weighted Average Exercise Price
Balance as at September 30, 2024	442,777	$ 11.00
Granted	684,000	0.11
Expired	(258,202)	15.00
Balance as at September 30, 2025	868,575	1.36
Granted	7,074,481	0.31
Exercised	(285,000)	0.17
Expired	(184,575)	6.00
Balance as at March 31, 2026	7,473,481	$ 0.39

As at March 31, 2026, the following warrants were outstanding and vested, entitling the holders thereof the right to purchase one common share for each warrant held as follows:

Outstanding	Exercise Price	Expiry Date
684,000	$0.11	June 9, 2027
3,503,286	$0.17	January 6, 2028
2,554,090	$0.45	February 27, 2029
732,105	$0.55	February 27, 2029
7,473,481		

As at March 31, 2026, the warrants outstanding had a remaining life of 2.22 years.

As at the date of this MD&A, 6,086,695 share purchase warrants were outstanding.

(e) Restricted Share Rights ("RSR")

The Company has RSRs included in the Plan where the Board of Directors can grant RSRs to directors, officers, employees, and consultants of the Company as performance incentives.

On January 20, 2026, the Company granted 170,000 RSRs with a fair value of $58,650. The RSRs vested four months after the grant date.

There was no RSR activity during the six months ended March 31, 2025.

The changes in RSRs are summarized as follows:

	Number
Balance as at September 30, 2025	-
Granted	170,000
Balance as at March 31, 2026	170,000

As at March 31, 2026 and the date of this MD&A, 170,000 RSRs were outstanding.

Critical Accounting Estimates and Judgments

The Company makes estimates and assumptions about the future that affect the reported amounts of assets and liabilities. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and assumptions.

The effect of a change in an accounting estimate is recognized prospectively by including it in comprehensive income in the year of the change, if the change affects that year only, or in the year of the change and future years, if the change affects both.

Information about critical judgments in applying accounting policies with the most significant risk of causing a material adjustment to the carrying amounts of assets and liabilities recognized in the consolidated financial statements are discussed in Note 4 to the audited financial statements for the year ended September 30, 2025.

Business and Industry Risks

There are a number of risk factors that could cause future results to differ materially from those described herein. The following sets out the principal risks faced by the Company. Additional risks and uncertainties, including those that the Company does not know about or that it currently deems immaterial, could also adversely impact the Company's

business and results of operations.

Limited Operating History

The Company has no history of earnings. There are no known commercial quantities of mineral reserves on any properties in which the Company has an interest. The purpose of the recent private placements was to raise funds to carry out exploration and, if thought appropriate, development with the objective of establishing economic quantities of mineral reserves. There is no guarantee that economic quantities of mineral reserves will be discovered on any properties in which the Company has an interest in the near future or at all. If the Company does not generate revenue or is unable to raise further funds, it may be unable to sustain its operations in which case it may become insolvent and investors may lose their investment.

Speculative Nature of Mineral Exploration

Resource exploration is a speculative business, characterized by a number of significant risks including, among other things, unprofitable efforts resulting not only from the failure to discover mineral deposits but also from finding mineral deposits that, though present, are insufficient in quantity and quality to return a profit from production.

The marketability of minerals acquired or discovered by the Company may be affected by numerous factors which are beyond the control of the Company and which cannot be accurately predicted, such as market fluctuations, the proximity and capacity of milling facilities, mineral markets and processing equipment, and such other factors as government regulations, including regulations relating to royalties, allowable production, importing and exporting of minerals, and environmental protection, the combination of which factors may result in the Company not receiving an adequate return of investment capital. There is no assurance that the Company's mineral exploration activities will result in any discoveries of commercial bodies of ore. The long-term profitability of the Company's operations will in part be directly related to the costs and success of its exploration programs, which may be affected by a number of factors. Substantial expenditures are required to establish reserves through drilling and to develop the mining and processing facilities and infrastructure at any site chosen for mining. Although substantial benefits may be derived from the discovery of a major mineralized deposit, no assurance can be given that minerals will be discovered in sufficient quantities to justify commercial operations or that funds required for development can be obtained on a timely basis.

Financing Risks

The Company has no history of earnings and, due to the nature of its business, there can be no assurance that the Company will be profitable. The Company has paid no dividends on its shares since incorporation and does not anticipate doing so in the foreseeable future. The only present source of funds available to the Company is through the sale of its securities.

Even if the results of exploration are encouraging, the Company may not have sufficient funds to conduct the further exploration that may be necessary to determine whether or not a commercially mineable deposit exists on the properties owned by the Company.

While the Company may generate additional working capital through further equity offerings or through the sale or possible syndication of the properties, there is no assurance that any such funds will be available. If available, future equity financing may result in substantial dilution to purchasers under prior private placements. At present it is impossible to determine what amounts of additional funds, if any, may be required.

Property Interests

If the Company loses or abandons its interest in its properties, there is no assurance that it will be able to acquire another mineral property of merit or that such an acquisition would be approved by the Exchange. There is also no guarantee that the Exchange will approve the acquisition of any additional properties by the Company, whether by way of option or otherwise, should the Company wish to acquire any additional properties. Unless the Company acquires additional property interests, any adverse developments affecting the properties could have a material adverse effect upon the Company and would materially and adversely affect any profitability, financial performance and results of operations of the Company.

The Company is required to make cash payments to the optionors of the properties, and to incur work expenditures in order to maintain its interest in the properties. The Company's ability to maintain an interest in the Property may be dependent on its ability to raise additional funds by equity financing. Failure to obtain additional financing may result in the Company being unable to make periodic payments or expenditures required for the maintenance of the Company's interest in the Property and could result in a delay or postponement of further exploration and the partial or total loss of the Company's interest in the properties.

Commercial Ore Deposits

The properties are in the exploration stage only and are without a known body of commercial ore. Development of the properties would follow only if favourable exploration results are obtained. The business of exploration for minerals and mining involves a high degree of risk. Few properties that are explored are ultimately developed into producing mines.

Uninsurable Risks

In the course of exploration, development and production of mineral properties, certain risks, and in particular, unexpected or unusual geological operating conditions including rock bursts, cave-ins, fires, flooding and earthquakes may occur. It is not always possible to fully insure against such risks and the Company may decide not to take out insurance against such risks as a result of high premiums or other reasons. Should such liabilities arise, they could reduce or eliminate any future profitability and result in increasing costs and a decline in the value of the securities of the Company.

Additional Sources of Information

Additional information relating to Medaro Mining Corp. can be found on the SEDAR website at www.sedarplus.ca