

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **Mustang Energy Corp. (the "Issuer")**

Trading Symbol: **MEC**

Number of Outstanding Listed Securities: **96,478,165**

Date: **April 7, 2026**

This Monthly Progress Report must be posted before the opening of trading on the fifth trading day of each month. This report 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 Exchange Policies. If material information became known and was reported during the preceding month to which this report relates, this report should refer to the material information, the news release date and the posting date on the Exchange website.

This report is intended to keep investors and the market informed of the Issuer's ongoing business and management activities that occurred during the preceding month. Do not discuss goals or future plans unless they have crystallized to the point that they are "material information" as defined in the Policies. The discussion in this report must be factual, balanced and non-promotional.

General Instructions

- (a) Prepare this Monthly Progress Report 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 items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the 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.

Report on Business

1. Provide a general overview and discussion of the development of the Issuer's business and operations over the previous month. Where the Issuer was inactive disclose this fact.

The Issuer ("Mustang") is a Canadian mineral exploration company focused on the discovery and development of high-potential uranium and critical

mineral assets. The Issuer holds a portfolio of 147,153 hectares of strategically located properties in Saskatchewan's Athabasca Basin.

During March 2026, the Issuer continued to explore and evaluate its assets.

2. Provide a general overview and discussion of the activities of management.

During the month of March 2026, the management of the Issuer continued to search, explore and evaluate its assets with no material activity to report.

On March 20, 2026 the Issuer announced that, further to its News Releases of October 9, 2025 and November 27, 2025, it is proceeding to complete its previously announced plan of arrangement (the "Arrangement") to be effected under Part 9, Division 5 of the Business Corporations Act (British Columbia) (the "BCBCA") with its wholly-owned subsidiary, Allied Strategic Resource Corp. ("Allied").

On October 14, 2025, the Issuer obtained an interim order from the British Columbia Supreme Court (the "Court") authorizing the Issuer to call a shareholder's meeting to, among other things, approve the Arrangement. Shareholders of the Issuer approved the Arrangement at a meeting held on November 14, 2025. On November 24, 2025, the Court rendered a final order approving the Arrangement.

The Issuer has determined March 26, 2026 to be the share distribution record date (the "Record Date") with respect to the Arrangement. The Arrangement is expected to be effective on March 27, 2026. Under the terms of the Arrangement, the Issuer will: i) transfer all of its rights, title and interest in and to its Ford Lake property (the "Ford Lake Property"), Roughrider South and Cigar East properties (collectively, the "SpinCo Properties") located in the Athabasca Basin, Saskatchewan, Canada in exchange for 6,400,000 common shares in the capital of Allied (the "Allied Spinout Shares") at a deemed price of \$0.05 per Allied Spinout Share, and (ii) spin-out all of the Allied Spinout Shares received in consideration for the SpinCo Properties to Mustang's securityholders on a pro rata basis, and (iii) undertake a capital reorganization which will include the renaming and re-designation of Mustang's common shares (the "Mustang Shares") and the creation of a new class of common shares of Mustang (the "New Mustang Shares"). Shareholders of Mustang at the close of business on the Record Date will receive one New Mustang Share and such number of Allied Spinout Shares equal to one (1) multiplied by the distribution fraction, which is calculated by dividing the total number of Allied Spinout Shares by the number of common shares of Mustang issued and outstanding prior to the effective time of the Arrangement, in exchange for each existing Mustang Share that is held by such Mustang shareholder.

On the effective date of the Arrangement, Allied will become a separate unlisted "reporting issuer" in each of British Columbia, Alberta, and Ontario. Upon completion of the Arrangement, Allied will own the SpinCo Properties.

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The Ford Lake Property will be Allied's material property for the purposes of National Instrument 43-101 – Standards of Disclosure for Mineral Projects. The Issuer will focus on the development of its Brown Lake, Dutton, Yellowstone, 914W, Spur, Thunderbird and Konigsstuhl projects, with a strategic emphasis on the Yellowstone property.

The directors of Allied are Nicholas Luksha, Constantine Carmichel and Teresa Rzepczyk. Allied's Chief Executive Officer and President is Nicholas Luksha and its Chief Financial Officer and Secretary is Teresa Cherry.

Allied is in the process of an application to list its securities on the Canadian Securities Exchange (the "CSE") and has received conditional approval. The listing remains subject to Allied satisfying the remaining conditions for final approval.

On March 27, 2026, the Issuer and Allied announces that, further to Mustang's News Releases of October 9, 2025, November 27, 2025 and March 20, 2026, the Arrangement involving the spin-off of Allied from Mustang, closed today. In addition, Allied has received conditional approval from the Canadian Securities Exchange (the "CSE") for the listing of its common shares (the "Allied Shares") on the CSE, subject to satisfying customary requirements of the CSE, including receipt of all required documentation.

The Arrangement

The Arrangement was approved by the shareholders (the "Shareholders") of Mustang's common shares at an annual general and special meeting held on November 14, 2025 and by the Supreme Court of British Columbia in its final order dated November 24, 2025.

The Arrangement included a transfer all Mustang's ownership and rights, title and interest in and to its SpinCo Properties located in the Athabasca Basin, Saskatchewan, Canada to Allied in consideration of 6,400,000 Allied Shares at a deemed price of \$0.05 per Allied Share. In addition, the Issuer completed a capital reorganization which included the renaming and re-designation of Mustang's common shares (the "Mustang Shares") and the creation of a new class of common shares of Mustang (the "New Mustang Shares"). The Shareholders at the close of business on March 26, 2026 received one New Mustang Share and approximately 0.066336253 of an Allied Share in exchange for each existing Mustang Share that was held by such Shareholder.

Following the closing of the Arrangement, Allied is now a separate unlisted "reporting issuer" in each of British Columbia, Alberta, and Ontario. Allied now holds all rights, title and interests in and to the SpinCo Properties.

For additional details regarding the Arrangement, see Mustang's management information circular as filed on Mustang's profile on SEDAR+ on October 24, 2025, and Mustang's news releases dated October 9, 2025, November 27, 2025 and March 20, 2026.

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CSE Listing for Allied Shares

Allied has received conditional approval from the CSE for the listing of the Allied Shares on the CSE, subject to customary requirements of the CSE, including receipt of all required documentation. Upon listing on the CSE, it is expected that the Allied Shares will trade under the ticker symbol "ASR". Allied will provide an additional update once it receives final approval from the CSE for the listing of the Allied Shares. The update will include the anticipated commencement date for trading of the Allied Shares on the CSE.

The aforementioned news release and the Financial Statements can be viewed under the Issuer's corporate profile on SEDAR+ (www.sedarplus.ca) and on the Issuer's Disclosure Page on the Canadian Securities Exchange's website (www.thecse.com).

3. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law.

None to report during the month of March 2026.

4. Describe and provide details of any products or services that were discontinued. For resource companies, provide details of any drilling, exploration or production programs that have been amended or abandoned.

None to report during the month of March 2026.

5. Describe any new business relationships entered into between the Issuer, the Issuer's affiliates or third parties including contracts to supply products or services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship.

None to report during the month of March 2026.

6. Describe the expiry or termination of any contracts or agreements between the Issuer, the Issuer's affiliates or third parties or cancellation of any financing arrangements that have been previously announced.

None to report during the month of March 2026.

7. Describe any acquisitions by the Issuer or dispositions of the Issuer's assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or the disposition was to a Related Person of the Issuer and provide details of the relationship.

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On March 27, 2026 the Issuer transferred its ownership and rights, title and interest in and to its SpinCo Properties, located in the Athabasca Basin, Saskatchewan, Canada to Allied Strategic Resource Corp. For more details refer to the item 2.

8. Describe the acquisition of new customers or loss of customers.

Not applicable.

9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trade-marks.

None to report during the month of March 2026.

10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.

None to report during the month of March 2026.

11. Report on any labour disputes and resolutions of those disputes if applicable.

None to report during the month of March 2026.

12. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings.

None to report during the month of March 2026.

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

None to report during the month of March 2026.

14. Provide details of any securities issued and options or warrants granted.

Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾
During the month of March 2026, there were no securities issued and options or warrants granted.			

15. Provide details of any loans to or by Related Persons.

None to report during the month of March 2026.

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16. Provide details of any changes in directors, officers or committee members.

None to report during the month of March 2026.

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

Trends and risk which may impact the Issuer are disclosed in the Issuer's Management's Discussion and Analysis and other documents which are available under the Issuer's profile on the SEDAR+ website at www.sedarplus.ca and under the Issuer's Disclosure Page on the Canadian Securities Exchange's website at www.thecse.com. The Issuer has not identified new trends in addition to those that have been disclosed in its Management Discussion and Analysis and its Listing Statement.

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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 Certificate of Compliance.
2. As of the date hereof there were 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 7 Monthly Progress Report is true.

Dated April 7, 2026.

Teresa Cherry
Name of Director or Senior
Officer

/s/ "Teresa Cherry"
Signature

CFO and Corporate Secretary
Official Capacity

Issuer Details Name of Issuer	For Month End	Date of Report YY/MM/D
Mustang Energy Corp.	March 2026	26/04/7
Issuer Address 789 West Pender Street, Suite 480		
City/Province/Postal Code Vancouver, BC, V6C 1H2	Issuer Fax No. (604) 428-7052	Issuer Telephone No. (604) 428-7050
Contact Name Teresa Cherry	Contact Position CFO	Contact Telephone No. 604-837-3095
Contact Email Address teresa@simcoservices.ca	Web Site Address https://www.mustangenergy.ca	

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