



TREASURY
METALS Inc.

2024

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE THREE MONTHS ENDED MARCH 31, 2024
(Expressed in Canadian dollars)



TABLE OF CONTENTS

INTRODUCTION	1	TRENDS AND RISKS THAT HAVE AFFECTED THE COMPANY'S FINANCIAL CONDITION .	18
DESCRIPTION OF THE BUSINESS	1	OFF-BALANCE SHEET TRANSACTIONS	18
Q1 2024 Highlights	2	CONTINGENCIES AND COMMITMENTS	18
DEVELOPMENT AND EXPLORATION SUMMARY	3	RELATED PARTY TRANSACTIONS	19
Goliath Gold Complex.....	3	Compensation of Key Management Personnel	19
Mineral Resources And Mineral Reserves	3	DIVIDENDS	19
<i>Prefeasibility Study for the Goliath Gold Complex (February 2023)</i>	3	ACCOUNTING ESTIMATES AND JUDGEMENTS	19
<i>Value Engineering and Feasibility Studies</i>	5	ADOPTION OF NEW ACCOUNTING STANDARDS	20
Goliath Gold Project.....	6	RISKS AND UNCERTAINTIES	20
Goldlund Project	6	MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL INFORMATION	20
Other Exploration Projects.....	8	INTERNAL CONTROLS OVER FINANCIAL REPORTING	20
MINERAL PROPERTIES	9	Disclosure Controls and Procedures.....	20
SELECTED QUARTERLY INFORMATION	9	Internal Controls over Financial Reporting ..	20
SUMMARY OF QUARTERLY FINANCIAL RESULTS	11	NON-IFRS MEASURES	21
FINANCINGS	12	Working Capital	21
Sale of Royalty to SRSR.....	12	Cash Costs and Cash Costs Per Ounce	21
June 2023 Flow-Through Financing	12	All-in Sustaining Costs and All-in Sustaining Cost Per Ounce	22
Convertible Debt Extension	13	Free Cash Flow	22
December 2023 Private Placement.....	13	Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA)	22
Management of Capital.....	14	CORPORATE GOVERNANCE	22
Risk Disclosures	14	ADDITIONAL INFORMATION	22
Sensitivity Analysis	15	QUALIFIED PERSON	22
Fair Value Hierarchy	15	CAUTIONARY STATEMENTS	23
LIQUIDITY AND CAPITAL RESOURCES	16	Cautionary Note to United States Investors	24
SHARE CAPITAL	17		
Fully Diluted Shares.....	17		
Warrants	17		
Share-Based Payments.....	17		

INTRODUCTION

This management's discussion and analysis ("MD&A") reflects the assessment by management of the activities, consolidated financial condition and consolidated results of the operations of Treasury Metals Inc. ("Treasury Metals" or the "Company") for the three months ended March 31, 2024. This MD&A should be read in conjunction with the Company's unaudited condensed consolidated interim financial statements for the three months ended March 31, 2024 and 2023 and the notes thereto (the "Financial Statements"), which have been prepared in accordance with International Financial Reporting Standards ("IFRS"). This MD&A should also be read in conjunction with the Company's audited annual consolidated financial statements for the years ended December 31, 2023 and 2022 and the related MD&A. All dollar figures in this MD&A are expressed in Canadian dollars, unless stated otherwise. References to CAD and US\$ are to Canadian dollars and United States ("U.S.") dollars, respectively. This MD&A is dated May 13, 2024 and information contained herein is presented as of such date, unless otherwise indicated.

Further information about the Company and its operations is available under the Company's issuer profile on SEDAR+ at www.sedarplus.ca, on the OTCQX® Best Market ("OTCQX") at www.otcmarkets.com and on the Company's website at www.treasuremetals.com.

DESCRIPTION OF THE BUSINESS

Treasury Metals is a Canadian gold exploration and development company focused on its 100%-owned Goliath Gold Complex (the "Complex"), which includes the district-scale Goliath Project, Goldlund Project and Miller Project. The Complex benefits from access to first-rate infrastructure at its location spanning from the Dryden area to Sioux Lookout, northwestern Ontario, Canada, within the Kenora Mining Division. Treasury Metals is advancing the Complex projects through their respective permitting processes to advance construction and future mine production for open-pit gold mines and underground operations. In 2019, the Federal Minister of Environment released a Canadian Environmental Assessment Act (CEAA 2012) decision statement for the Goliath Project, which concluded that the project was unlikely to result in significant adverse effects to the environment.

In February 2023, the Company completed an independent prefeasibility study (the "Prefeasibility Study") for the Complex prepared in accordance with Canadian National Instrument 43-101 – Standards for Disclosure for Mineral Projects ("NI 43-101"). The technical report, entitled "Goliath Gold Complex – NI 43-101 Technical Report and Prefeasibility Study" and dated March 27, 2023 with an effective date of February 22, 2023 (the "Technical Report"), was filed on March 27, 2023 under the Company's profile on SEDAR+ at www.sedarplus.ca. The Technical Report is the current technical report for the Complex. The Company is continuing additional optimization work to assist in unlocking further value in the Complex and exploration activities to look for opportunities to extend the mine plan. The Company also plans to continue to advance trade-off studies, metallurgical test work and geotechnical investigations based on recommendations in the Prefeasibility Study toward a feasibility study, including several supporting works that will position the business for long-term success. In addition, the Company has planned an exploration program that will evaluate certain attractive near-mine targets including, but not limited to, the Far East and Fold Nose targets on the Goliath property and the Interlakes and Caracal targets on the Goldlund property. The Company continues to advance environmental monitoring programs and community consultations to support mine permitting.

The Company's issued and outstanding common shares ("Common Shares") are listed on the Toronto Stock Exchange (the "TSX") under the symbol "TML" and also trade on the OTCQX under the symbol "TSRMF". The Company operates its corporate headquarters in Toronto, Ontario, and a project office in Wabigoon, Ontario at the Goliath Project site. The Goldlund Project is operated from the Goliath Project office, approximately 50 kilometres by road from the Goldlund Project. Additional corporate information can be found on the Company's website at www.treasuremetals.com.

The Company requires equity capital and other financing to fund working capital and development activities, corporate overhead costs, exploration and other costs relating to the advancement of exploration and mining properties. The Company's ability to continue as an active mineral property developer and explorer is dependent upon its ability to obtain adequate financing and to reach profitable levels of operation. There

is no assurance that financing efforts will be successful, sufficient or on terms acceptable to the Company, or if the Company will attain profitable levels of operation in the future.

This MD&A contains "forward-looking" information that is subject to risk factors set out in a cautionary note contained herein.

Q1 2024 Highlights

- On February 29, 2024, the Company released results from the 2023 Far East drill program at the Complex, which was a follow-up program aimed to confirm the continuity of mineralization across the 600-metre Goliath-style target defined by drilling conducted in previous exploration programs. Additional details are available in the Company press release dated February 29, 2024 filed under the Company's issuer profile on SEDAR+ at www.sedarplus.ca. Results included:
 - TL23-663 intersected 42.9 metres grading 0.54 g/t Au and 14.66 g/t Ag, including 2.0 metres grading 2.60 g/t Au and 3.40 g/t Ag, and 7.9 metres grading 1.13 g/t Au and 42.69 g/t Ag which includes 1.0 metres grading 4.64 g/t Au and 191.00 g/t Ag;
 - TL23-664 intersected 39.3 metres grading 0.64 g/t Au and 5.72 g/t Ag, including 12.7 metres grading 1.37 g/t Au and 11.14 g/t Ag, which includes 1.0 metres grading 5.53 g/t Au and 30.30 g/t Ag;
 - TL23-661 intersected 18.0 metres grading 0.70 g/t Au and 2.94 g/t Ag, including 2.0 metres grading 2.34 g/t Au and 8.65 g/t Ag, and 1.0 metres grading 3.32 g/t Au and 2.40 g/t Ag;
 - TL23-668 intersected 25.0 metres grading 0.50 g/t Au and 12.14 g/t Ag, including 4.0 metres grading 1.24 g/t Au and 38.03 g/t Ag, and 1.0 metres grading 4.07 g/t Au and 75.60 g/t Ag; and
 - TL22-644 intersected 5.7 metres grading 2.25 g/t Au and 1.58 g/t Ag, including 1.5 metres grading 8.12 g/t Au and 2.50 g/t Ag, and also intersected 10.5 metres grading 0.74 g/t Au and 24.77 g/t Ag, including 1.5 metres grading 1.97 g/t Au and 47.30 g/t Ag.

Corporate Activities

- The Company announced the resignation of Frazer Bouchier from the Board of Directors (the "Board") effective March 21, 2024.

Subsequent to March 31, 2024

- Subsequent to March 31, 2024, the Company issued 4,639,891 Common Shares (US\$500,000) to Sprott Resource and Streaming Royalty Corp, ("SRSR") as part of the quarterly minimum payment obligations of the Sprott Royalty (as defined herein) (see "*Financings – Sale or Royalty to Sprott*" in this MD&A).
- On May 2, 2024, the Company announced that it had entered into a definitive arrangement agreement dated May 1, 2024 with Blackwolf Copper and Gold Ltd. ("Blackwolf") to combine the two companies to advance the Complex (the "Transaction"). Pursuant to the Transaction, the Company will, among other things:
 - (1) Acquire all of the issued and outstanding common shares of Blackwolf and each Blackwolf common share outstanding at the closing of the Transaction will be exchanged for 0.607 of a Common Share (the "exchange ratio"). In addition to securityholder and court approvals, the Transaction is subject to applicable regulatory approvals including the TSX and TSX Venture approvals, the completion of the Concurrent Financing (as defined herein) and the satisfaction of certain other closing conditions customary in transactions of this nature. It is anticipated that closing of the Transaction, subject to satisfying all necessary conditions and receipt of all required approvals, will take place in Q3 2024.
 - (2) Complete a non-brokered private placement consisting of a minimum of approximately 17,391,304 flow-through units ("FT Units") in the capital of the Company at a price of \$0.23 per FT Unit for aggregate gross proceeds of a minimum of \$4 million (the "Concurrent Financing"). Each FT Unit

will consist of one Common Share that will be issued as “flow-through shares” within the meaning of the *Income Tax Act* (Canada) (an “FT Share”) and one common share purchase warrant of the Company. Each warrant will be exercisable at a price of \$0.35 for a period of 36 months following the closing of the Concurrent Financing. Frank Giustra (Blackwolf's largest shareholder) will be the lead subscriber to the Concurrent Financing and will be a significant shareholder post-closing of the Transaction. The proceeds of the Concurrent Financing will be used to advance the Complex and select exploration programs across the exploration portfolio of the Company.

- (3) Complete a consolidation of the Company's outstanding shares on the basis of one post-consolidation share for every four pre-consolidation shares following the completion of the Transaction and Concurrent Financing.
- (4) Modify the terms of the Sprott Royalty on closing of the Transaction, whereby SRSR will forego receiving the quarterly minimum payments for the next four quarterly payments. In exchange, the quarterly minimum payment will increase to US\$675,000 and the last date of payment will be the earlier of the declaration of commercial production, or January 11, 2028. The current terms are for minimum payments of US\$500,000 on a quarterly basis to the earlier of commercial production, or December 31, 2027 (see “*Financings – Sale or Royalty to Sprott*” in this MD&A).

For additional details on the Transaction, see the Company news release dated May 2, 2024 entitled “*Treasury Metals and Blackwolf to Create New Growth-Focused North American Gold Platform*” available under the Company's issuer profile on SEDAR+ at www.sedarplus.ca and on the Company's website at www.treasuremetals.com.

- On May 9, 2024, the Company announced an upsizing of the Concurrent Financing, consisting of approximately 27.7 million FT Units at a price of \$0.23 per FT Unit for aggregate gross proceeds of up to approximately \$6.4 million (previously 17.4 million FT Units for gross proceeds of up to approximately \$4 million). For additional details on the Concurrent Financing, see the Company news release dated May 9, 2024 entitled “*Treasury Metals and Blackwolf Announce Upsize to Concurrent Financing*” available under the Company's issuer profile on SEDAR+ at www.sedarplus.ca and on the Company's website at www.treasuremetals.com.

DEVELOPMENT AND EXPLORATION SUMMARY

Goliath Gold Complex

The Complex consists of the Goliath, Goldlund and Miller properties, which are collectively comprised of 503 mineral claims, 49 patents, five leases and one license of occupation. Together, the properties cover approximately 34,926 hectares. The Complex is located approximately 350 kilometres northwest of Thunder Bay, Ontario in the Northwest Region of the Ministry of Natural Resources and Forestry (MNRF). The complex can be found on 1:250,000 scale Mapsheets National Topographic System (NTS) 052F (Dryden) and 052K (Lac Seul).

Mineral Resources And Mineral Reserves

Prefeasibility Study for the Goliath Gold Complex (February 2023)

On February 22, 2023, the Company announced the results of the Prefeasibility Study, prepared in accordance with NI 43-101, for the Complex. The Technical Report, entitled “Goliath Gold Complex – NI 43-101 Technical Report and Prefeasibility Study” and dated March 27, 2023, with an effective date of February 22, 2023, was filed on SEDAR+ on March 27, 2023. The Prefeasibility Study was developed by Ausenco Engineering Canada Inc. with collaboration from SRK Consulting (Canada) Inc., SLR Consulting (Canada) Ltd., Minnow Environmental Inc., WSP Canada Inc. and Stantec Inc. These firms provided mineral resource and mineral reserve estimates, design parameters and cost estimates for mine operations, process facilities, waste and tailings storage, permitting, reclamation, equipment selection and operating and capital expenditures. Highlights from the Prefeasibility Study included:

- **Positive Economics** – Unlevered post-tax net present value at a 5% discount rate (“NPV”) of \$336 million and post-tax unlevered internal rate of return (“IRR”) of 25.4%, using a long-term gold price of US\$1,750 per ounce and an exchange rate of US\$1.00 to C\$1.34.
- **Increased Production** – Average annual production increased from 79,000 ounces to 90,000 ounces per year, with peak production increasing from 119,000 ounces to 128,000 ounces (year 2), compared to the 2021 Preliminary Economic Assessment (the “PEA”) for the Complex; the PEA is available under the Company’s issuer profile on SEDAR+ at www.sedarplus.ca. Total ounces produced increased from 1.065 million ounces to 1.175 million ounces, with increased production in the first nine years of mine life.
- **Initial Mineral Reserve Declared** – Proven and Probable Mineral Reserve of 1.3 million ounces gold (30.3 million tonnes at 1.3 g/t Au).
- **Low Capital (“Capex”) Intensity Project** – Estimated Initial capital of \$335 million, including a 30% increase to process plant capacity compared to the PEA, with life of mine capital of \$552 million including closure costs and salvage values and a post-tax payback period of 2.8 years.
- **Competitive Costs and Profitability** – Cash costs of US\$820/oz, All-In Sustaining Costs (“AISC”) of US\$1,008/oz and annual EBITDA and free cash flows of \$145 million and \$106 million, respectively, over the first five years of production. Life-of-mine free cash flows of \$869 million, cash costs of US\$935/oz and AISC of US\$1,072 on a by-product basis.

Sensitivities and consulting firms and area of responsibility are described in the Technical Report available on SEDAR+ at www.sedarplus.ca under the Company’s issuer profile.

Goliath Gold Complex Mineral Resource Estimate
(Effective: January 17, 2022)

Type	Classification	Cut-off	Tonnes	Au (g/t)	Au (Oz)	Ag (g/t)	Ag (Oz)
Open Pit	Measured	0.25 / 0.3	6,223,000	1.20	239,500	4.70	940,600
	Indicated	0.25 / 0.3	58,546,000	0.82	1,545,000	2.53	1,878,500
	Measured + Indicated	0.25 / 0.3	64,769,000	0.86	1,784,500	2.99	2,819,100
	Inferred	0.25 / 0.3	32,301,000	0.73	754,900	0.80	85,200
Underground	Measured	2.20	170,000	6.24	34,100	22.34	122,100
	Indicated	2.20	2,772,000	3.59	320,000	7.08	580,800
	Measured + Indicated	2.20	2,942,000	3.74	354,100	8.04	702,900
	Inferred	2.20	270,000	3.21	27,900	4.06	6,300
Total	Measured		6,393,000	1.33	273,600	5.17	1,062,700
	Indicated		61,318,000	0.95	1,865,000	2.98	2,459,300
	Measured + Indicated		67,711,000	0.98	2,138,600	3.42	3,522,000
	Inferred		32,571,000	0.75	782,800	0.84	91,500

Notes: 1. Mineral Resources were estimated by ordinary kriging by Dr. Gilles Arseneau, associate consultant of SRK Consulting (Canada) Inc., Mineral Resources were prepared in accordance with NI 43-101 and the CIM Definition Standards for Mineral Resources and Mineral Reserves (2014) and the CIM Estimation of Mineral Resources and Mineral Reserves Best Practice Guidelines (2019). This estimate of Mineral Resources may be materially affected by environmental, permitting, legal, title, taxation, sociopolitical, marketing, or other relevant issues. Mineral Resources that are not mineral reserves do not have demonstrated economic viability. 2. Mineral Resource effective date January 17, 2022. 3. Goliath Open Pit Mineral Resources are reported within an optimized constraining shell at a cut-off grade of 0.25g/t gold that is based on a gold price of US\$1,700/oz, a silver price of US\$23/oz, and a gold and silver processing recovery of 93.873*Au(g/t)^0.021 and 60% respectively. 4. Goldlund Open Pit Mineral Resources are reported within an optimized constraining shell at a cut-off grade of 0.3g/t gold that is based on a gold price of US\$1,700/oz and a gold processing recovery of 90.344xAu(g/t)^0.0527. 5. Miller Open Pit Mineral Resources are reported within an optimized constraining shell at a cut-off grade of 0.3 g/t gold that is based on a gold price of US\$1,700/oz and a gold processing recovery of 93.873*Au(g/t)^0.021. 6. Goliath Underground Mineral Resources are reported inside shapes generated from Deswick Mining Stope Optimiser (DSO) at a cut-off grade of 2.2g/t gold that is based on a gold price of US\$1,700/oz, a silver price of US\$23/oz, and a gold and silver processing recovery of 93.873*Au(g/t)^0.021 and 60% respectively. 7. Goldlund Underground Mineral Resources are reported inside DSO shapes at a cut-off grade of 2.2g/t gold that is based on a gold price of US\$1,700/oz and a gold processing recovery of 90.344xAu(g/t)^0.0527. 8. Gold and Silver assays were capped prior to compositing based on probability plot analysis for each individual zones. Assays were composited to 1.5 m for Goliath, 2.0 m for Goldlund and 1.0 m for Miller. 9. Excludes unclassified mineralization located within mined out areas. 10. Silver grade and ounces are derived from the Goliath tonnage only. 11. Goliath Open Pit and Goldlund/Miller cut-off grades are 0.25g/t and 0.30g/t, respectively. 12. All figures are rounded to reflect the estimates’ relative accuracy, and totals may not add correctly.

The Prefeasibility Study is based on the combined open pit and underground Measured and Indicated portion of the 2022 mineral resource estimate for the Complex. The Proven and Probable Mineral Reserves for the Complex are estimated at 30.3 million tonnes at an average grade of 1.3 g/t Au for 1.3 million ounces of contained gold.

Goliath Gold Complex Mineral Reserves Estimate
(Effective: December 31, 2022)

Classification	Quantity (kt)	Au (g/t)	Au (koz)	Ag (g/t)	Ag (koz)
Open Pit – Goliath					
Proven	3,969	1.05	134	3.22	410
Probable	5,580	0.67	119	2.20	395
Proven & Probable	9,549	0.83	254	2.62	805
Open Pit – Goldlund					
Proven	-	-	-	-	-
Probable	16,256	1.19	621	-	-
Proven & Probable	16,256	1.19	621	-	-
Open Pit – Miller					
Proven	-	-	-	-	-
Probable	738	1.03	24	-	-
Proven & Probable	738	1.03	24	-	-
Underground – Goliath					
Proven	596	3.96	76	16.73	321
Probable	3,180	2.85	292	5.85	598
Proven & Probable	3,776	3.03	368	7.56	918
Total					
Proven	4,565	1.43	210	4.98	731
Probable	25,754	1.28	1,057	1.20	993
Proven & Probable	30,319	1.30	1,267	1.77	1,724

Notes: **1.** Mineral reserves with an effective date of December 31, 2022 are founded on and included within the mineral resource estimates, with an effective date of January 17, 2022. **2.** Mineral reserves were developed in accordance with CIM Definition Standards (2014). **3.** Open pit mineral reserves incorporate 10%, 7% and 9% dilution for Goliath, Goldlund and Miller, respectively. Open pit mineral reserves include 1% loss for Goliath and Miller, no losses are included for Goldlund. Goliath underground mineral reserves include 5% dilution and 0% loss for development. For stopes at Goliath underground, the mineral reserves include 15% dilution (both downhole and uphole stopes) and 90% (downhole) and 80% (uphole) recovery. **4.** Open pit mineral reserves are reported based on open pit mining within designed pits above cut-off values of C\$15.22/t, C\$16.00/t and C\$23.63/t for Goliath, Goldlund and Miller, respectively. Goliath underground mineral reserves are reported based on underground mining within designed underground stopes above a mill feed cut-off value of C\$107.66/t (inclusive of 15% mining dilution). The cut-off values are based on a gold price of US\$1,550/oz Au, a silver price of US\$22, transportation costs of C\$5/oz Au, payabilities of 99% Au and 97% Ag, LOM average gold recoveries of 94.2% for Goliath, 94.3% for Goldlund and 94.0% for Miller, and a silver recovery of 60% for Goliath. **5.** Underground mineral reserves following Year 13 have been removed from the LOM plan and thus are excluded in the mineral reserve table above. Some low grade Goldlund material above cut-off is not fed to the plant and therefore not included in the mineral reserves. **6.** The Qualified Person for the open pit mineral reserve estimate is Colleen MacDougall, Peng; and the Qualified Person for the underground mineral reserve estimate is Sean Kautzman, Peng, both are SRK Consulting (Canada) Inc. employees. **7.** Rounding may result in apparent summation differences between tonnes, grade and contained metal.

See the Technical Report, available under the Company's issue profile on SEDAR+, for additional details on the Prefeasibility Study.

Value Engineering and Feasibility Studies

The fundamental business objective of the Company is to advance the Complex, which includes the Goliath, Goldlund and Miller Projects, to a construction decision. In this regard, the Company has commenced a feasibility study for the Goliath Gold Complex to further derisk the project. The focus in 2024 is to progress feasibility study activities, in addition to advancing permitting and community engagement activities. As part of the feasibility study, the Company will continue pursuing additional optimization work to assist in unlocking further value from recommendations in the Prefeasibility Study and continue exploration activities to look for opportunities to extend the mine plan.

The Company is progressing feasibility-level studies for the tailings management facility (TMF) to support the ongoing permitting and stakeholder engagement process. Technical studies and designs associated with the TMF will enable the Company to further derisk the project while reducing social impacts and informing stakeholder accordingly.

Additional comminution studies will be undertaken to minimize risk in crushing and grinding circuit design specifically for Goldlund ore. An additional metallurgical test work program, which will include additional point samples representing different mineralogy, will be undertaken to further understand reagent addition and recovery behavior. As part of metallurgical studies, gold and silver recovery models are being progressed to confirm assumptions made during prefeasibility studies.

The Company continues to advance trade-off studies and geotechnical investigations, based on recommendations in the Prefeasibility Study and factual reports, toward the feasibility study, including several supporting works that will position the business for long-term success. Structural geological mapping and structural modelling for the Goliath and Goldlund ore deposits are being advanced to support the mineral resource estimate.

Electrical power supply system and customer impact assessment studies will be progressed during the year. A system impact assessment has been undertaken and is progressing. Trade-off studies on utility power supply options are in progress to confirm assumptions made during prefeasibility studies.

The water management system will be improved by fine tuning and optimizing the water numerical and quality model which will include the latest water monitoring data and results from geotechnical, hydrogeological, and geophysical studies and will inform the developed GoldSim probabilistic water balance model. Ongoing geochemical studies for the Goliath, Goldlund and Miller deposits will progress, and the collected data refined regarding ML/ARD potential of mine materials and waste to inform blend mix design and water management studies. The purpose of evaluating all additional options is to improve project economics (Net Present Value (NPV) and Internal Rate of Return (IRR)) while mitigating project risks and simplifying environmental permitting. Work on these studies will continue in 2024.

Goliath Gold Project

The Goliath Project is located in the Kenora Mining Division in northwestern Ontario, about 20 kilometres east of the City of Dryden and 325 kilometres northwest of the port city Thunder Bay, Ontario, Canada. The Goliath Project, which is within the Complex, consists of approximately 7,601 hectares (approximately 76 km²) and covers portions of Hartman and Zealand townships. The Goliath Project is comprised of two historic properties, now consolidated under the common name "Goliath Gold Project", which consists of: the larger Thunder Lake Property (purchased from Teck Resources and Corona Gold Corp.) and the Goliath property (transferred to the Company from Laramide Resources Ltd.). The Goliath Project has been expanded from its original size through the staking of mining claims, land purchases and option agreements. The Goliath Project is held 100% by the Company, subject to certain underlying royalties and payment obligations on certain patented land parcels, totalling approximately \$0.1 million per year. Recently, the Company staked claims that connect to the Goldlund property to form one contiguous land package.

The Goliath Project consists of a proposed open pit and an underground mine, with 798,900 and 325,100 ounces of gold in the Measured and Indicated mineral resource category for the open pit and underground mines, respectively. The Goliath Project also includes Inferred mineral resources of 91,500 ounces of gold in both the open pit and underground mines. The Proven and Probable mineral reserves for the Goliath Project are estimated at 9.5 million tonnes at an average grade of 0.83 g/t Au in open pit and 3.8 million tonnes at an average grade of 3.03 g/t Au, for a combined total of 0.6 million ounces of contained gold. See the Technical Report for additional details.

During the first quarter of 2024, no drilling was conducted on the Goliath property.

Goldlund Project

The Goldlund property, acquired by the Company in 2020, covers approximately 28,289 hectares and is defined by mineral rights that are 100%-held by Treasury Metals. The Goldlund Project includes two deposits—Goldlund Mine and Miller (the "Miller Project")—which covers portions of the Echo and Pickerel townships in Ontario. The Goldlund deposit is approximately 40 kilometres southwest of Sioux Lookout and 40 kilometres northeast of Dryden. The Miller deposit is approximately 30 kilometres southwest of Sioux Lookout and 50 kilometres northeast of Dryden.

The Goldlund Project hosts a large near-surface gold resource estimated to contain 940,000 ounces of gold in the Indicated category, plus 703,000 ounces of gold in the Inferred category and also includes 74,600

ounces of gold at the Miller Project in the Indicated category and 4,500 in the Inferred category, all within a 271 km² property package located directly to the northeast of the Goliath Project. The close proximity of the projects, combined with well-developed infrastructure in the region, is expected to generate co-development synergies as the properties are advanced in tandem. The property is subject to certain underlying royalties, including with SRSR (see "*Financings – Sale of Royalty to SRSR*" in this MD&A). The Proven and Probable mineral reserves for the Goldlund Project are estimated at 16.3 million tonnes at an average grade of 1.19 g/t Au for 0.6 million ounces of contained gold. See the Technical Report for additional details.

The Miller Project is a proposed open pit mine located on the Goldlund property. The Miller deposit is situated approximately 10 kilometres northeast and along strike of the Goldlund deposit, containing an Indicated mineral resource of 74,600 ounces of gold and an Inferred mineral resource of 4,500 ounces of gold. The Proven and Probable mineral reserves for the Miller Project are estimated at 0.7 million tonnes at an average grade of 1.03 g/t Au for 0.02 million ounces of contained gold. See the Technical Report for additional details.

During the first quarter of 2024, no drilling was performed at the Goldlund Project.

Permitting

The Company continues to work with relevant provincial and federal regulatory agencies to advance technical studies for the Complex and seek the necessary provincial and federal permits. Field studies are ongoing to advance statements made during the Prefeasibility Study and to address the Environmental Assessment ("EA") Decision Statement conditions along with future permitting and approvals. The Goliath Project is proposed to receive material from the formerly operating Goldlund mine and Miller deposit. It is anticipated that the ore feed will not materially influence the EA reviewed through the respective federal process and the Minister's decision.

Environment

In 2023, several technical studies were completed to prepare for a feasibility-level study, including development of a probabilistic water balance and water quality model using GoldSim, as well as a numerical ground water model. Next steps for the Complex are to maintain environmental monitoring programs, baselines and technical studies required to ensure that any changes to the project will meet the Company's EA commitments and the Decision Statement conditions along with furthering the project's permitting and approvals program. In 2024, the Company will continue to advance the required permits and authorizations with a focus on development of a Closure Plan, obtaining a Fisheries Act Authorization and Schedule 2 Listing under Canada Metal and Diamond Mining Effluent Regulations (MDMER).

The Company has engaged several technical consultants for the continued collection of baseline environmental data for the Goliath, Goldlund and Miller Projects. The objective of the work (completed, underway or planned) is to characterize the existing physical, biological and human environment at each of the three project locations, expanding on existing information where available. In all cases, the work applies standard field protocols and scientific methodologies and will address the anticipated information needs of regulatory agencies, communities and other stakeholders engaged in the approval process for the approval of Ontario mining projects.

Baseline studies at the Goldlund property are underway and the Company has begun initial phases of environmental baseline data collection at the Miller Project. Baseline data for these projects will support provincial permitting and approvals processes, engineering and feasibility studies, as well as community consultations. In parallel with baseline data collection, the Company is evaluating and exploring its options with regards to the Goldlund Project being a past-producing mine site, including a potential class environmental assessment if required.

Community Relations

The Complex is located in Treaty #3 (1873), and on land that has been used and occupied since time immemorial by the Anishinaabe Peoples. Treasury Metals recognizes the unique connection between Indigenous Peoples and lands and how mining can affect this connection in various challenging ways. The Company recognizes the collective rights and interests of Indigenous Peoples in line with the United Nations Declaration on the Rights of Indigenous Peoples. The Company is committed to understanding and respecting local communities' cultural heritage, rights and norms, seeking to develop meaningful partnerships and dialogue with the communities associated with Company projects to contribute to social and economic participation and benefits-sharing.

Current engagement activities with Indigenous and public communities have focused on building relationships, and delivery and dissemination of project information. Treasury Metals has been in communication with Eagle Lake First Nation, Lac Seul First Nation, Wabigoon Lake Ojibway Nation and Wabauskang First Nation, and the Company continues to document all efforts to date. The Company, in cooperation with representatives from Eagle Lake First Nation, continues to implement an Environmental Management Committee for ongoing engagement and consultation on the environmental aspects of the project. This Committee's mandate is to provide a constructive forum for dialogue, collaborative discussion, and communication between project updates and to ensure Indigenous values and traditional knowledge are acknowledged and integrated as appropriate. Treasury Metals' staff is working cooperatively with all third party and community representatives to secure community input to the project, and to finalize additional agreements with regional stakeholders as part of the continued development of the Goliath, Goldlund and Miller Projects. The Company will engage certain identified Indigenous communities in comprehensive agreement discussions focusing on continued dialogue, education, training, and other project aspects. The Company continues to engage and support capacity-funding opportunities to ensure open and transparent dialogue regarding the development of the project.

Other Exploration Projects

Gold Rock Project

The Company's 100%-owned Gold Rock project is located near Dryden, Ontario and comprises two properties: the Gold Rock property (consisting of 20 legacy claims) and the Thunder Cloud property (consisting of one legacy claim); all claims at the Gold Rock project are in good standing. The Gold Rock property is located in the historic Gold Rock Mining Camp which is hosted in the Eagle-Wabigoon-Manitou Lakes greenstone belt.

The Company completed a prospecting program at the Gold Rock property in 2022 and launched an Airborne Geophysical program which includes digital line profile data, electromagnetic and magnetic survey. On January 23, 2023, the Company announced results from the 2022 prospecting program at the Gold Rock Property, including surface grab sample returns of 6.75 g/t gold at 397-metre elevation. These new results, coupled with the newly received airborne geophysical survey data, will assist in the planning of the next phase of exploration on the property and will form the basis for assessing the exploration potential at Gold Rock.

No exploration work was done on the Gold Rock project during the three months ended March 31, 2024.

Weebigee Project

The Company holds the Weebigee Project through Goldeye, its wholly-owned subsidiary. Weebigee is a high-grade gold project and is located 227 km north of Red Lake in Northwestern Ontario. The Weebigee Project was subject to an option agreement between Sandy Lake Gold Inc. (now G2 Goldfields Inc.) and Goldeye. The option agreement originally provided, among other things, that G2 Goldfields could earn up to a 70% interest in the project by achieving certain milestones. In late 2020, G2 Goldfields completed the expenditures required per the Option Agreement for them to earn-in to a 50.1% ownership of the project and a joint venture agreement between G2 Goldfields and Treasury Metals was executed reflecting the

50.1% and 49.9% ownerships. G2 Goldfields will continue as operator of the project. The 2020 joint venture agreement provided that, among other things, G2 Goldfields will forgo its rights to acquire any further interest in the project under the option agreement. Both companies also settled outstanding arbitration and planned to move forward in a supportive relationship with the Sandy Lake First Nation in order to advance the project. Through the Agreement, G2 Goldfields and Goldeye would continue to work collaboratively with Sandy Lake First Nation (SLFN) and build on the existing relationship for the mutual benefit of all parties. SLFN will be an important source of personnel, infrastructure, and services for the project during the early exploration phase, and as the project advances. On April 9, 2021, G2 Goldfields announced the spin-out of its Sandy Lake Project (which included its interest in the Weebigee Project) to S2 Minerals Inc. ("S2"). Consequently, S2 has taken the place of G2 Goldfields in the joint venture agreement and has become the operator of the project. Accordingly, the Company entered into an updated joint venture agreement with S2 in the fourth quarter of 2022 to confirm the ongoing terms of the joint venture.

MINERAL PROPERTIES

The Company did not acquire any new mineral properties during the three-month period ended March 31, 2024. The following table represents the Company's current mineral properties:

(\$)	Balance 31-Dec-23	Additions net of recoveries	Balance 31-Mar-24
Goliath Project	17,519,860	–	17,519,860
Goldlund Project	83,906,996	–	83,906,996
Weebigee Project	1,952,352	–	1,952,352
Total mineral properties	103,379,208	–	103,379,208

Significant expenses related to exploration and evaluation projects, which are reflected in the Statements of Operations, during the three-month period ended March 31, 2024, are described by category in the following table:

Period ended March 31, 2024 (\$)	Goliath Project	Goldlund Project	Weebigee Project	Total
Drilling, Assaying & Other Exploration	236,823	–	300	237,123
Environmental	171,951	17,186	–	189,138
Community Relations	99,238	–	–	99,238
Prefeasibility and Feasibility Study	224,429	–	–	224,429
Office and Administration	209,624	–	–	209,624
Total	942,066	17,186	300	959,552

SELECTED QUARTERLY INFORMATION

The following table, prepared in accordance with IFRS, sets forth selected consolidation information of the Company as of the three months ended March 31, 2024, and March 31, 2023, respectively. The selected consolidated financial information should be read in conjunction with the Financial Statements.

(\$)	Three months ended	
	March 31 2024	March 31 2023
Total Revenue ⁽¹⁾	–	–
Exploration and evaluation costs	(959,552)	2,366,188
Net loss for the year	(2,600,482)	(4,747,610)
Loss per share - basic and diluted	(0.01)	(0.03)
Mineral property sales ⁽²⁾	103,379,208	103,379,208
Total assets	115,208,343	119,668,426
Long term debt & obligations	7,258,794	9,304,333

⁽¹⁾ Treasury Metals is an exploration and development company that is not in commercial production

Three-month period ended March 31, 2024, as compared to three-month period ended March 31, 2023

The net loss for the three months ended March 31, 2024, was \$2,600,482, compared to a net loss of \$4,747,610 for the three months ended March 31, 2023. The net loss primarily resulted from the following:

- Exploration and evaluation costs decreased in 2024 by \$1,406,636 compared to 2023, due to lower activity on drilling and field studies in the first quarter of 2024 compared to the first quarter of 2023. In the first quarter of 2023, 2,701 meters were drilled compared to nil in the first quarter of 2024.
- Administrative, office and shareholder expenses were \$155,985 for the first quarter of 2024 compared to \$281,542 for the same period in 2023. The decrease in expenditure was related to lower spending on rent due to a rental contract ending in the second quarter of 2023, as well as lower directors' fee and miscellaneous income received.
- Professional fees for 2024 were \$152,448 compared to \$54,989 in 2023. The increase in expenditure was due to higher professional support on IBA negotiations, a CRA audit and corporate administration.
- Salaries and benefits were \$568,522 in the first quarter of 2024 compared to \$964,775 in the first quarter of 2023. The decrease was largely due to an annual performance incentive being awarded to executive management in Q1 2023 compared to \$nil in Q1 2024.
- Share-based payment expense was \$146,036 for the three-month period ended March 31, 2024, compared to \$637,762 for the same period in 2023. The decrease is due to nil RSU grants being awarded in the first quarter of 2024, in comparison to the first quarter of 2023 where 4,340,434 RSUs were awarded to directors, officers and certain employees.
- Accretion of long-term debt and obligation was \$225,638 in the first quarter of 2024 compared to \$360,758 in the first quarter of 2023, primarily due to the effective interest rate decreasing on the long-term debt due to the agreement being amended in June 2023. This amendment resulted in the effective interest rate decreasing from 15.7% to 10.4%.
- Finance expenses for the first quarter of 2024 were \$101,496 compared to \$7,858 in the first quarter of 2023. This increase was a result of lower interest income being earned in 2024 compared to 2023, which resulted in an increase in net interest for the same period.
- A foreign exchange loss of \$370,577 was incurred in the first quarter of 2024, compared to a foreign exchange gain of \$16,645 in the first quarter of 2023. Foreign exchange gain or loss is primarily a result of the SRSR obligation and long-term debt which are dominated in U.S. dollars. During the first quarter of 2024, the Canadian dollar depreciated against the U.S. dollar which resulted in a foreign exchange loss.
- During the three-month period ended March 31, 2024, there was a \$28,066 unrealized gain from the change in fair value of the derivative liability compared to a \$40,149 unrealized loss for the same period in 2023. The reduction of the derivative liability is primarily due to the lower fair market value of the Common Share price as at March 31, 2024 compared to March 31, 2023. The derivative liability is a result of the conversion feature of the US\$-denominated Extract and Sprott Resource Lending Corp. ("Sprott Lending") convertible debt.
- Income from recognition of flow-through premium was \$102,578 in the first quarter of 2024 compared to \$nil in the first quarter of 2023, resulting primarily from a flow-through share premium recovery on eligible flow-through exploration expenditures incurred during the first quarter of 2024. All flow-through spending commitments, related to flow-through financing, were completed by March 31, 2024.

SUMMARY OF QUARTERLY FINANCIAL RESULTS

The following tables summarize the Company's selected financial data for the last eight quarters. The information set forth below should be read in conjunction with the Financial Statements and the related notes thereto, prepared by management in accordance with IFRS. Detailed explanations of quarterly variances are included in each quarterly MD&A filed on SEDAR+.

	Q1 Mar-24	Q4 Dec-23	Q3 Sep-23	Q2 Jun-23
(\$)				
Expenses	2,731,126	2,993,201	3,315,721	2,935,924
Write-down of mineral properties	–	–	–	–
Fair value change of derivative liability – loss (gain)	(28,066)	16,515	(127,967)	(30,393)
Income tax (expense) recovery	(102,578)	(363,100)	(101,300)	–
Net income (loss)	(2,600,482)	(2,646,615)	(3,086,453)	(2,905,532)
Net income (loss) per share	(0.01)	(0.02)	(0.02)	(0.02)
Other comprehensive income (loss)	(1,182)	1,626	165,591	(327,192)
Total comprehensive income (loss)	(2,601,664)	(2,648,239)	(2,920,862)	(3,232,724)
Mineral properties	103,379,208	103,379,208	103,379,208	103,379,208
Total current liabilities	10,284,097	10,618,344	10,308,512	10,233,430
Total assets	115,208,343	117,683,282	116,500,998	118,816,551

	Q1 Mar-23	Q4 Dec-22	Q3 Sep-22	Q2 Jun-22
(\$)				
Expenses	4,707,461	4,349,288	5,781,735	5,491,384
Loss (gain) on debt extinguishment / modification	–	–	–	100,000
Fair value change of derivative liability – loss (gain)	40,149	16,035	(63,004)	(361,635)
Income tax (expense) recovery	–	(412,121)	352,654	670,653
Net income (loss)	(4,747,610)	(4,777,444)	(5,366,077)	(4,559,096)
Net income (loss) per share	(0.03)	(0.03)	(0.04)	(0.03)
Other comprehensive income (loss)	164,704	161,015	(164,383)	(100,720)
Total comprehensive income (loss)	(4,582,906)	(4,616,429)	(5,530,460)	(4,659,816)
Mineral properties	103,379,208	103,379,208	103,379,208	103,331,950
Total current liabilities	9,551,746	9,853,157	9,382,406	8,866,626
Total assets	119,668,426	123,737,443	127,760,407	132,497,092

Expenses for the first quarter of 2024 decreased compared to the last quarter of 2023 primarily from lower exploration and evaluation expenses in the first quarter of 2024. The lower exploration and evaluation spend in Q1 2024 can be attributed to less drilling activity due to the completion of exploration programs in December 2023.

The gain and loss associated with the two recent quarters were related to the fair value adjustment attributed to the convertible debt. The derivative liability is revalued quarterly, using the Black-Scholes model, with the associated gain or loss being recognized in the consolidated statements of operations. During the first quarter of 2024, a gain of \$28,066 was mainly a result of the lower Common Share price at the end of the quarter compared to the fourth quarter of 2023.

Income from flow-through share premium of \$102,578 in Q1 2024 was a result of the share premium recovery on eligible flow-through exploration expenditures incurred during the period.

The quarterly variations in other comprehensive income (loss) result from quarter-end adjustments to the market value of short-term investments during the quarter.

The total current liabilities decreased by \$334,237 compared to the fourth quarter of 2023. This was due to a lower accounts payable balance at quarter end due to lower exploration and evaluation activities during

the Q1 2024. In the fourth quarter of 2023, there were active drilling programs which were completed in December 2023.

The decrease in total assets by \$2,474,939 was primarily a result of a decrease in cash during the first quarter of 2024 from working capital obligations for the period.

FINANCINGS

Sale of Royalty to SRSR

On April 11, 2022, the Company sold a 2.2% net smelter return ("NSR") royalty on the properties that comprise the Complex to SRSR for gross proceeds of \$25,178,000 (US\$20.0 million) (the "Sprott Royalty"). The Sprott Royalty applies to sales of precious and base metals from all of the claims which comprise the Complex.

Upon the achievement of 1.5 million ounces of gold production, the Sprott Royalty will automatically reduce by 50% for no additional consideration by the Company. Proceeds will be used to complete ongoing work to deliver a feasibility study for the Complex and for general corporate and working capital purposes.

Until the earlier of December 31, 2027 and the date that commercial production is declared, the Company will pay to SRSR US\$500,000 (the "Minimum Payments") on a quarterly basis in cash or in Common Shares at the Company's sole discretion. If the Company elects to issue Common Shares as payment, the Common Shares would be issued at the greater of (a) a 5% discount to the five-day volume-weighted average price based on the five consecutive trading days prior to the date payment is due and (b) the maximum permitted by the TSX. Payments commenced in the third quarter of 2022. During the period ended March 31, 2024, the Company made a payment of US\$500,000 (\$667,379) to SRSR, by the issuance of 4,127,879 Common Shares.

The Company has a one-time option (the "Buy-Down Option") to buy back 50% of the Sprott Royalty, reducing the applicable NSR percentage by 50% and reducing by 50% any remaining Minimum Payments by exercising the Buy-Down Option and paying the applicable amount below:

- On or before December 31, 2024 – US\$14.0 million
- From January 1, 2025 until December 31, 2025 – US\$16.0 million
- From January 1, 2026 until December 31, 2026 – US\$17.0 million
- From January 1, 2027 until December 31, 2027 – US\$18.25 million
- From January 1, 2028 until December 31, 2028 – US\$19.5 million.

The Buy-Down Option is treated as a financial instrument measured at fair value, taking into account the likelihood of the Company exercising the option. As of March 31, 2024, in the absence of environmental approvals and financing to build the mine, it is unlikely management will exercise the Buy-Down Option, and as such, management has ascribed a \$nil value to it.

The sale of the Sprott Royalty has been divided into two parts for accounting purposes:

- sale of a portion of the Complex as control over a portion of future gold production is transferred to SRSR for the Sprott Royalty; and
- financial liability, in accordance with IFRS 9 – Financial Instruments, for the Minimum Payments.

June 2023 Flow-Through Financing

On June 1, 2023, the Company closed a financing by way of a non-brokered private placement for aggregate proceeds of \$1,408,100 through the issuance of 3,115,265 Common Shares (the "Flow-Through Shares") that qualify as flow-through shares for the purposes of the *Income Tax Act* (Canada) (the "ITA") at a price of \$0.452 per Flow-Through Share. The gross proceeds were used by the Company to fund exploration programs related to the Company's projects that qualify as "Canadian Exploration

Expenses" and "flow-through mining expenditures", as those terms are defined in the ITA (the "Qualifying Expenditures"). All Qualifying Expenditures were renounced in favour of the subscribers of the Flow-Through Shares effective no later than December 31, 2023. As of March 31, 2024, all flow-through commitments have been fulfilled and renounced.

Convertible Debt Extension

On June 15, 2023, the Company signed a sixth amendment (the "Amendment") of the existing Extract convertible term loan which amended, among other things, the maturity date and the interest rate of the long-term loan. The maturity date of the loan was extended by three years to June 30, 2026, with the interest rate being amended to a fixed annual rate of 9.75% from a floating rate of LIBOR + 6.5%.

Pursuant to the terms of the Amendment, the loan will continue to be convertible at the election of Extract into Common Shares at a conversion price of \$0.96 per Common Share. As partial compensation for such amendment, the Company issued to Extract 8,220,655 warrants. Each warrant is exercisable for one Common Share, at an exercise price equal to \$0.441, with an expiration date of June 15, 2026. The fair value of the warrants was determined to be \$464,995.

The Amendment also provides flexibility for the Company to pursue project financing, with the ability to subordinate the loan with project financing or prepay the loan in cash if a suitable intercreditor agreement between Extract and the project financing provider cannot be reached. Such prepayment option is subject to the Company paying a premium equal to the greater of (a) interest on the outstanding principal amount of the loan for the remainder of the loan term, payable in cash, and (b) the fair value of an embedded derivative conversion feature set out in the Amendment as of the prepayment date, payable in cash and/or Common Shares to be priced based on the higher of: (i) the 20-day volume-weighted average price for the date immediately prior to the prepayment date; and (ii) the lowest discounted price permitted by the policies of the TSX.

All other terms of the loan remained as per the terms set out in the original agreement, as amended.

December 2023 Private Placement

On December 19, 2023, the Company closed a non-brokered private placement raising gross proceeds of \$4,144,500 million through the issuance of 29,603,572 units. Each unit consisted of one Common Share and one-quarter share purchase warrant. Each whole warrant is exercisable within 60 months of closing date, at an exercise price of \$0.21 per whole warrant. As at December 31, 2023, the warrants were assigned a fair value of \$453,214, using the Black-Scholes options model with the following assumptions: share price – \$0.16; dividend yield – 0%; expected volatility – 61.7% (based on historical volatility); a risk-free interest rate of 3.93%; and an expected life of 5.0 years.

FINANCIAL INSTRUMENTS AND RELATED RISKS

Most cash and cash equivalents are held in interest-bearing bank accounts, or guaranteed rate investments bearing interest rates of up to 5.20%. Accounts receivable and accounts payable are non-interest bearing.

The principal financial instruments affecting the Company's financial condition and results of operations is currently its cash, which it receives from interest and royalty payments, its investment portfolio and any financing transactions entered into by the Company. These sources of revenue are subject to various risks, including production risks with respect to royalty payments and market risks with respect to the investment portfolio. The investment portfolio is managed by the Company.

All financial instruments are required to be measured at fair value, plus or minus transaction costs, on initial recognition. The fair value is based on quoted market prices unless the financial instruments are not traded in an active market. In this case, the fair value is determined by using valuation techniques like the Black-Scholes option pricing model or other valuation techniques. Measurement in subsequent periods depends on the classification of the financial instrument. A description of financial instruments and their fair value is included in the Financial Statements.

Management of Capital

The Company manages its capital structure and makes appropriate adjustments, based on the funds available to the Company, to support the acquisition, exploration and development of mineral properties. The Board does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company considers capital from two perspectives: its working capital position and its capital stock, warrant, and stock option components of its shareholders' equity.

To effectively manage the Company's capital requirements, management has put in place a rigorous planning, budgeting and forecasting process to help determine the funds required to ensure the Company has the appropriate liquidity to meet its operating and growth objectives. The Company ensures that there are sufficient committed loan facilities and planned future capital raises to meet its short-term business requirements, considering its anticipated cash flow from operations and its holding of cash and cash equivalents and marketable securities.

As at March 31, 2024, the Company expects its capital resources and projected future cash flows from financing to support its normal operating requirements on an ongoing basis, and planned development and exploration of its mineral properties and other expansionary plans.

The properties in which the Company currently has an interest are in the exploration stage and as such the Company is dependent on external financing to fund its activities. To carry out the planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or 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 three-month period ended March 31, 2024.

Risk Disclosures

Exposure to credit, interest rate and currency risks arises in the normal course of the Company's business.

Credit Risk

The Company had a cash and cash equivalents balance of \$7,145,241 at March 31, 2024 (December 31, 2023 – \$9,430,567). The Company's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by its banking institutions. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. There is no significant credit risk with respect of receivables.

Interest Rate Risk

The Company has exposure to interest rate risk since the Company's cashable guaranteed investment certificate cash balances are linked to the Canadian prime lending rate.

Market Price Risk

The Company has convertible debt and royalty minimum payment obligations denominated in U.S. dollars. The convertible feature of the convertible debt has been classified as a derivative liability. Among other variables, the fair value of the derivative liability is affected by changes in the market price of the Common Shares.

Foreign Currency Risk

The Company is exposed to foreign currency risk on financial assets and liabilities that are denominated in a currency other than the Canadian dollar. The currency giving rise to this risk is primarily the U.S. dollar. The balance of net monetary liabilities in such currency as of March 31, 2024 is \$13,595,900 (December 31, 2023 – \$13,570,281).

Liquidity Risk

The Company is exposed to liquidity risk primarily because of its accounts payable and its debt. The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at March 31, 2024, the Company had a cash and cash equivalents balance of \$7,145,241 (December 31, 2023 – \$9,430,567) to settle current liabilities of \$2,506,075 (December 31, 2023 – \$3,089,372), excluding convertible debenture, derivative liability and flow-through share premium liability. All the Company's accounts payable have contractual maturities of less than 30 days and are subject to normal trade terms. The Company relies on external financing to generate sufficient operating capital and the management believes it will be able to raise any required funds in the short-term.

Sensitivity Analysis

As at March 31, 2024 and December 31, 2023, the carrying and fair value amounts of the Company's financial instruments are approximately equivalent.

Based on management's knowledge and experience of the financial markets, the Company believes the following movement is "reasonably possible" over a 12-month period.

- The Company is exposed to interest rate risk on fluctuations on cashable guaranteed investment certificate cash balances. A variance of 1% in the Canadian prime lending rate will affect the Company's annual net comprehensive loss by approximately \$916 (December 31, 2023 – \$5,171).
- The Company is exposed to foreign currency risk on fluctuations of balances that are denominated in U.S. currency related to cash and cash equivalents, accounts receivable and accounts payable and accrued liabilities. Sensitivity to a plus or minus 10% change in the foreign exchange rate would affect the net comprehensive loss by \$1,359,590 (December 31, 2023 – \$1,357,028).
- The Company is exposed to market risk as it relates to its investments held in marketable securities. If market prices had varied by 10% from their March 31, 2024 fair market value positions, the comprehensive loss would have varied by \$66,473 (December 31, 2023 – \$66,591).

Fair Value Hierarchy

The Company has designated its investments as FVTOCI (fair value through other comprehensive income), which are measured at fair value. The non-cash derivative liability is classified as FVTPL (fair value through profit or loss) and is measured at fair value with unrealized gains or losses reported in the consolidated statement of operations.

Accounts payable and accrued liabilities, convertible debt and SRSR payment obligations are considered as other financial liabilities, which are measured at amortized cost which also approximates fair value. The fair value of the debt approximates their carrying amount due to the effective interest rate being close to the market rate.

The following summarizes the methods and assumptions used in estimating the fair value of the Company's financial instruments where fair value measurement is required. Fair value amounts represent point in time estimates and may not reflect fair value in the future. The measurements are subjective in nature, involve uncertainties and are a matter of significant judgement. The methods and assumptions used to develop fair value measurements, for those financial instruments where fair value is recognized in the balance sheet,

have been prioritized into three levels as per the fair value hierarchy. Level one includes quoted prices (unadjusted) in active markets for identical assets or liabilities. Level two includes inputs that are observable other than quoted prices included in level one. Level three includes inputs that are not based on observable market data. The carrying value of cash and cash equivalents and investments approximate their fair value.

LIQUIDITY AND CAPITAL RESOURCES

The Financial Statements were prepared on a going concern basis. The going concern basis assumes that the Company will continue its operations for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business.

The Company has no operating cash flow from a producing mine and therefore must utilize its current cash reserves, income from short-term investments, funds obtained from the exercise of convertible securities and other financing transactions to maintain its capacity to meet working capital requirements and planned expenditures, or to fund any further development activities. It is not possible to predict whether future financing efforts will be available on reasonable terms, or at all (see "*Risks and Uncertainties*" in this MD&A).

These material uncertainties may cast significant doubt upon the Company's ability to continue as a going concern and to realize its assets and discharge its liabilities in the normal course of business and, accordingly, the appropriateness of the use of accounting principles applicable to a going concern. The Company's cash and cash equivalents at March 31, 2024 was \$7,145,241 compared to \$9,430,567 at December 31, 2023.

The Company must utilize its current cash reserves, funds obtained from the exercise of warrants and stock options, if any, and other financing transactions to maintain the Company's capacity to meet working capital requirements, ongoing discretionary and committed exploration programs and to fund any further development activities. The Company relies on external financing to generate sufficient operating capital. Notwithstanding success to date in acquiring equity financing on acceptable terms, there is no guarantee of obtaining future equity financings or on what terms any such equity capital may be available to the Company and, as such, alternative funding programs are also being pursued by the Company. The Company's management believes it will be able to raise any required funds in the short term. Management will monitor the current market situation and make prudent business decisions as they are required. See "*Risks and Uncertainties*" in this MD&A.

The Company does not have any other unused and undisclosed sources of financing.

As of March 31, 2024, the Company had net working capital of \$6,754,326 (December 31, 2023 – \$8,594,096) (excluding convertible debenture, derivative liability and flow-through share premium), a change of \$1,840,770 over the period.

As of March 31, 2024:

- Accounts receivable and prepaid expenses of \$1,449,431 are mainly comprised of advance payments, sales tax receivables from the Government of Canada and accrued interest.
- Investments in marketable securities, as of March 31, 2024, consist of 14,778 shares of Alaska Energy Metals Corp and 16,500,000 shares of PTX Metals Inc., which, collectively, have a fair value of \$664,729.
- The Company's current portion of debt of \$2,506,075 is mainly comprised of lease liability (\$104,237) and current portion of the SRSR payment obligation (\$1,953,289).
- Accounts payable and accrued liabilities are short-term and non-interest bearing.

The Company was committed to spend \$1,408,100 by December 31, 2024 on Canadian exploration expenses ("CEE") as part of the June 2023 flow-through financing. At March 31, 2024, the Company had

spent \$1,408,100, leaving a remaining commitment of \$nil. All flow-through spending commitments from all previous flow-through financings have been fulfilled and renounced.

The Company received \$nil from the exercise of stock options and warrants for the three months ended March 31, 2024.

During the period ended March 31, 2024, the Company paid \$0.88 million of administration expenses, professional fees and salary costs and \$0.96 million on exploration and evaluation costs.

The Company's liquidity risk with financial instruments is minimal as excess cash is invested in interest-bearing accounts with three major Canadian banks. In addition, amounts receivable are comprised mainly of sales tax receivable and advances to suppliers, which are expected to be received and paid within one year, and interest receivable on cash and cash equivalents.

The Company's success depends on the successful development of the Complex and the corresponding permitting and feasibility study. Based upon its current operating and financial plans, management of the Company believes that it will have sufficient access to financial resources (debt and equity) to fund the Company's planned operations and development of the projects.

SHARE CAPITAL

The following table sets forth information concerning the outstanding securities of the Company as at March 31, 2024.

Fully Diluted Shares

As at	March 31 2024	December 31 2023
Common Shares issued	182,431,474	178,232,471
Warrants outstanding ⁽¹⁾	15,621,547	15,621,547
Stock options outstanding ⁽¹⁾	3,481,583	3,781,583
RSUs outstanding ⁽¹⁾	4,880,283	5,217,847
Total	206,414,887	202,853,448

⁽¹⁾ Each stock option, RSU and warrant is exercisable for one Common Share

As of March 31, 2024, the exercise in full of outstanding warrants and stock options would raise a total of approximately \$7.2 million; there were nil in-the-money stock options or warrants. Management does not know when, or how much will be collected from the exercise of such securities, as this is dependent on the determination of the holder and the market price of the Common Shares.

As of May 13, 2024, there were 187,470,007 Common Shares outstanding.

Warrants

As of May 13, 2024, there were 15,621,547 warrants outstanding with an average exercise price of \$0.33. The exercise in full of the remaining outstanding warrants would raise a total of approximately \$5.2 million. Management does not know when and how much will be collected from the exercise of such securities as this is dependent on the determination of the warrant holders and the market price of the Common Shares.

Share-Based Payments

On June 29, 2021, shareholders of the Company approved the Omnibus Equity Incentive Plan (the "Equity Incentive Plan"), replacing the previous stock option plan of the Company (the "Legacy Plan"). The Legacy Plan continues to be authorized for the sole purpose of facilitating the vesting and exercise of existing awards previously granted under the Legacy Plan. Once the existing awards granted under the Legacy Plan are exercised or terminated, the Legacy Plan will terminate and be of no further force or effect.

The maximum number of Common Shares issuable under the Equity Incentive Plan shall not exceed 9.9% of the issued and outstanding Common Shares from time to time. The Equity Incentive Plan is a rolling plan as the number of shares reserved for issuance pursuant to the grant of stock options and restricted share units ("RSUs") will increase as the Company's issued and outstanding share capital increases. Under the Equity Incentive Plan, directors, officers, employees, and consultants may be granted stock options and/or RSUs to purchase Common Shares. RSUs may be awarded to an employee or consultant as a discretionary payment in consideration of past or futures services to the Company. Upon vesting, RSUs are converted into Common Shares. Limits have also been set in respect of the maximum number of stock options or RSUs that may be issued to insiders at any time as well as within any one-year period.

During the first quarter of 2024, the Company granted nil stock options and nil RSUs. As of March 31, 2024, 4,880,283 RSUs were outstanding (December 31, 2023 – 5,217,847 RSUs).

As of March 31, 2024, 3,481,583 stock options were outstanding at an average exercise price of \$0.59 (December 31, 2023 – 3,781,583 stock options at an average exercise price of \$0.62), of which 3,026,583 stock options were exercisable (December 31, 2023 – 2,925,163 stock options). The exercise in full of the outstanding stock options would raise a total of approximately \$2.0 million. Management does not know when and how much will be collected from the exercise of such securities as this is dependent on the determination of the option holders and the market price of the Common Shares.

As of May 13, 2024, there were 3,331,583 stock options and 4,432,384 RSUs outstanding.

TRENDS AND RISKS THAT HAVE AFFECTED THE COMPANY'S FINANCIAL CONDITION

See "*Risks and Uncertainties*" in this MD&A for information regarding known trends, demands, commitments, events, or uncertainties that are reasonably likely to influence the Company's business and industry and economic factors affecting the Company's performance.

OFF-BALANCE SHEET TRANSACTIONS

As of March 31, 2024, the Company did not have any off-balance sheet arrangements that have, or are reasonably likely to have, a current or future effect on the results of operations or financial condition of the Company, including, without limitation, such considerations as liquidity and capital resources. The Company has not entered into any specialized financial agreements to minimize its investment risk, currency risk or commodity risk.

CONTINGENCIES AND COMMITMENTS

The Company has made the following commitments and contingencies as of the date of this MD&A:

- Certain underlying royalties and payment obligations of \$105,000 per year remain on 13 of the 25 patented land parcels.
- The Company was committed to spend \$1,408,100 by December 31, 2024 on CEE as part of the June 1, 2023 flow-through financing. As at March 31, 2024, the Company had fully spent and fully renounced the committed spend of \$1,408,100. All flow-through spending commitments from previous flow-through financings have been fulfilled.
- An audit was initiated by Canada Revenue Agency (the "CRA") in December 2016 of the flow-through expenditures incurred by the Company pursuant to the flow-through share financings completed on December 6, 2011, September 21, 2012, May 1, 2013 and December 20, 2013. On March 7, 2018, the Company was advised by the CRA that, out of the total of \$12.5 million the Company raised through the flow-through share financings and renounced to subscribers, the CRA had reclassified approximately \$1.8 million of CEE to operating expenses and a further approximately \$2.2 million of CEE to Canadian Development Expenses. In addition, pursuant to the audit, the CRA has notified the Company that it is liable for Part XII.6 tax in the amount of \$477,726 in connection with the shortfall from the disallowed CEE. On July 2, 2021, the CRA sent a Notice of Reassessment that reduced the amount of the unpaid Part XII.6 tax to \$271,943.

- On September 30, 2021, the Company commenced an appeal to the Tax Court of Canada to dispute the CRA's reclassification of expenses from CEE (Canadian exploration expenses) to CDE (Canadian development expenses) or operating expenses. The Department of Justice filed its Reply pleading on behalf of the Crown on February 9, 2022, and the Company is currently still in the litigation discovery stage. Due to the uncertainty of the outcome, no liability has been recorded in the Financial Statements.

Contractual Obligations (\$)	Payments Due by Period				
	Total	Less than 1 year	1 - 3 years	4 - 5 years	After 5 Years
Long Term Debt ⁽¹⁾	10,840,000	2,710,000	5,420,000	2,710,000	–
Other Short-Term Debt ⁽²⁾	9,772,238	–	9,772,238	–	–
Capital Lease Obligations	–	–	–	–	–
Operating Leases ⁽³⁾	240,346	121,925	82,827	17,937	17,658
Purchase Obligations	–	–	–	–	–
Other Long-term Obligations	–	–	–	–	–
Total Contractual Obligations	20,852,585	2,831,925	15,275,065	2,727,937	17,658

⁽¹⁾ Represents a US\$8.0 million minimum payment obligation with a maturity date December 31, 2027.

⁽²⁾ Represents a US\$7.2 million debt facility with a maturity date extended up to June 30, 2026.

⁽³⁾ Represents a sub-lease agreement of the administrative offices in Toronto until October 2025. Also represents vehicle leases until January 2026.

RELATED PARTY TRANSACTIONS

There were no related party transactions for the period ended March 31, 2024.

Compensation of Key Management Personnel

The following table summarizes remuneration attributable to key management personnel for the three months ended March 31, 2024 and 2023:

(\$)	Three months ended	
	March 31 2024	March 31 2023
Salaries	166,960	163,183
Directors' fees	55,851	70,380
Other cash compensation	–	405,350
Stock-based compensation, (RSU)	–	491,820
Total	222,811	1,130,733

DIVIDENDS

The Company has neither declared nor paid any dividends on its Common Shares. The Company intends to retain its earnings, if any, to finance growth and expand its operations and does not anticipate paying any dividends on its Common Shares in the foreseeable future.

ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the Financial Statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the Financial Statements and the reported amounts of income and expenses for the reporting period. The Company also makes estimates and assumptions concerning the future. The determination of estimates and associated assumptions are based on various assumptions including historical experience and other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. See the Financial Statements for information on the Company's significant judgements in applying accounting policies as well as significant accounting estimates and assumptions.

ADOPTION OF NEW ACCOUNTING STANDARDS

Effective January 1, 2024, the Company has adopted amendments to *IAS 1, Presentation of Financial Statements* ("IAS 1"), relating to the classification of liabilities as current or non-current.

The Company's convertible debenture has a conversion option, which gives the holder the right to exercise the option at any time up to maturity date. As the holder has the right to convert at any time and the Company does not have the right to defer settlement of the debenture for at least twelve months after the end of the reporting period, the debenture has been reclassified to current liabilities.

The amendment has been applied retrospectively for all periods presented in accordance with IAS 1.

RISKS AND UNCERTAINTIES

The Company's business, being the acquisition, exploration, and development of mineral properties in Canada, is speculative and involves a high degree of risk. Certain factors could materially affect the Company's financial condition and/or future operating results, and could cause actual events to differ materially from those described in forward looking statements made by or relating to the Company. See "*Cautionary Note Regarding Forward-Looking Information*" in this MD&A. The reader should carefully consider these risks as well as the information disclosed in the Company's financial statements, the Company's annual information form dated March 21, 2024, and other publicly-filed disclosure regarding the Company, available on SEDAR+ (www.sedarplus.ca) under the Company's issuer profile. In addition, the AIF is available upon request from the Company. These risk factors are not a definitive list of all risk factors associated with an investment in the Company or relating to the Company's operations and any of these risk elements could have a material adverse effect on the business of the Company.

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL INFORMATION

The Financial Statements are the responsibility of the Company's management and have been approved by the Board. The Financial Statements were prepared in accordance with IFRS and include certain amounts based on the use of estimates and assumptions. Management has established these amounts in a reasonable manner to ensure that the Financial Statements are presented fairly in all material respects.

INTERNAL CONTROLS OVER FINANCIAL REPORTING

Disclosure Controls and Procedures

Management has designed and evaluated the effectiveness of our disclosure controls and procedures and the internal controls on financial reporting and have concluded that, based on our evaluation, they are sufficiently effective as of March 31, 2024, to provide reasonable assurance that material information relating to the Company is made known to management and disclosed in accordance with applicable securities regulations.

Internal Controls over Financial Reporting

The Company's internal controls over financial reporting is intended to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with applicable IFRS. Internal Control over Financial Reporting should include those policies and procedures that establish the following:

- maintenance of records in reasonable detail, that accurately and fairly reflect the transactions and dispositions of our assets;
- reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with applicable IFRS;
- receipts and expenditures are only being made in accordance with authorizations of management and the Board; and
- reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of our assets that could have a material effect on the financial statements.

Because of its inherent limitations, internal control over financial reporting may not prevent or detect misstatements. In addition, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Management, including the Chief Executive Officer and the Chief Financial Officer, has evaluated the effectiveness of the design and operation of the Company's internal controls over financial reporting as of March 31, 2024. The Company has designed appropriate internal controls over financial reporting for the nature and size of the Company's business, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with IFRS except as noted herein.

As of March 31, 2024, the Chief Executive Officer and Chief Financial Officer have each concluded that the Company's internal controls over financial reporting, as defined in National Instrument 52-109 – *Certification of Disclosure in Issuer's Annual and Interim Filings*, are effective to achieve the purpose for which they have been designed. There have been no changes in internal control over financial reporting during the quarter ended March 31, 2024, that have materially affected or are reasonably likely to materially affect the Company's internal control over financial reporting. The control framework used to evaluate the effectiveness of the design and operation of the Company's internal controls over financial reporting is the 2013 Internal Control-Integrated Framework published by the Committee of Sponsoring Organizations of the Treadway Commission.

NON-IFRS MEASURES

The Company has included various references in this document that constitute "specified financial measures" within the meaning of National Instrument 52-112 Non-GAAP and Other Financial Measures Disclosure of the Canadian Securities Administrators, such as, for example, Working Capital, Free Cash Flow, EBITDA, Total Cash Cost and All-In Sustaining Cost. None of these specified measures is a standardized financial measure under IFRS and these measures might not be comparable to similar financial measures disclosed by other issuers. Each of these measures is intended to provide additional information to the reader and should not be considered in isolation or as a substitute for measures prepared in accordance with IFRS. Certain non-IFRS financial measures used in this MD&A and common to the gold mining industry are defined below.

Working Capital

The Company has referred to working capital throughout this MD&A to supplement its financial statements, which are presented in accordance with IFRS. Working capital is a non-IFRS performance measure. The Company believes that this measure provides investors with an improved ability to evaluate the performance of the Company.

The following table provides a reconciliation of working capital to the financial statements as at March 31, 2024 and December 31, 2023:

As at (\$)	March 31 2024	December 31 2023
Current assets	9,259,401	11,683,468
Less: current liabilities ⁽¹⁾	2,506,075	3,089,372
Working capital	6,753,326	8,594,096

(1) Excluding convertible debenture, derivative liability, and flow-through premium

Cash Costs and Cash Costs Per Ounce

Cash Costs are reflective of the cost of production. Cash Cost reported in the Prefeasibility Study include mining costs, processing & water treatment costs, general and administrative costs of the mine, off-site costs, refining costs, transportation costs and royalties. Cash Costs per Ounce is calculated as Cash Costs divided by payable gold ounces.

All-in Sustaining Costs and All-in Sustaining Cost Per Ounce

AISC is reflective of all of the expenditures that are required to produce an ounce of gold from operations. AISC reported in the Prefeasibility Study includes cash costs, sustaining capital, expansion capital and closure costs, but excludes corporate general and administrative costs and salvage. AISC per Ounce is calculated as AISC divided by payable gold ounces.

Free Cash Flow

FCF deducts capital expenditures from net cash provided by operating activities. Management believes this to be a useful indicator of our ability to operate without reliance on additional borrowing or usage of existing cash. Free cash flow is intended to provide additional information only and does not have any standardized definition under IFRS and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS. The measure is not necessarily indicative of operating profit or cash flow from operations as determined under IFRS. Other companies may calculate this measure differently.

Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA)

EBITDA excludes from net earnings, income tax expense, financing costs, finance income and depreciation. Management believes that EBITDA is a valuable indicator of our ability to generate income by producing operating cash flow to fund working capital needs, service debt obligations, and fund capital expenditures. Management uses EBITDA for this purpose.

CORPORATE GOVERNANCE

Management and the Board recognizes the value of good corporate governance and the need to adopt best practices. The Company is committed to continuing to improve its corporate governance practices in light of its stage of development and evolving best practices and regulatory guidance. The Board has adopted a board mandate outlining its responsibilities and defining its duties. The Board has four committees: the Audit Committee, the Compensation Committee, and the Corporate Governance and Nominating Committee and the Technical, Health, Safety and Environment Committee. Each Committee has a committee charter, which outlines the committee's mandate, procedures for calling a meeting, and provides access to outside resources. The Board has also adopted a Code of Conduct and Ethics, which governs the ethical behavior of all employees, management, and directors. Separate trading blackout and disclosure policies are also in place. For more details on the Company's corporate governance practices, please refer to the Company's website (www.treasuremetals.com) and the Statement of Corporate Governance contained in the Company's most recent Management Information Circular. The Company's directors have expertise in exploration, metallurgy, mining, accounting, legal, banking, financing and the securities industry. The Board and Audit Committee meets at least four times per year and the other Committees meet as required.

ADDITIONAL INFORMATION

Additional information regarding the Company can be found in the AIF dated March 21, 2024 for the financial year ended December 31, 2023, which is available electronically on SEDAR+ (www.sedarplus.ca) under the Company's issuer profile.

For additional information on the Goliath Gold Complex, please refer to the Prefeasibility Study, available on the Company's website at www.treasuremetals.com and under the Company's issuer profile on SEDAR+ at www.sedarplus.ca.

QUALIFIED PERSON

Adam Larsen, Director of Exploration, is considered a Qualified Person within the meaning of NI 43-101, and have reviewed and approved the technical disclosure in this MD&A, unless otherwise indicated.

Scientific and technical information in this MD&A relating to the Prefeasibility Study is supported by the Technical Report, which was prepared for the Company by Ausenco Engineering Canada Inc., with collaboration from SRK Consulting (Canada) Inc., SLR Consulting (Canada) Ltd., Minnow Environmental Inc., WSP Canada Inc. and Stantec Inc. A copy of the Technical Report, including information on methodology (key assumptions and parameters) is available electronically on SEDAR+ at www.sedarplus.ca under the Company's issue profile.

CAUTIONARY STATEMENTS

This MD&A includes certain "forward-looking information" and "forward-looking statements" (collectively, forward-looking information") within the meaning of Canadian and United States securities legislation that is based on expectations, estimates, projections and interpretations as at the date of this MD&A. Such forward-looking information may include, but not be limited to, statements relating to: expected timing and completion of the Transaction; the strengths, characteristics and expected benefits and synergies of the Transaction; receipt of court approval; approval of the Transaction by Blackwolf securityholders and Company shareholders; obtaining TSX and TSXV acceptance to complete the Transaction; completion of the proposed consolidation; expectations regarding the potential benefits and synergies of the Transaction and the ability of the combined company to successfully achieve business objectives, including integrating the companies or the effects of unexpected costs, liabilities or delays; expectations regarding the completion of the Concurrent Financing on substantially the same terms set out herein or at all; future financial or operating performance of the Company; the Company's mineral projects; the future price of metals; the estimation of mineral resources and mineral reserves; the realization of mineral resource and mineral reserve estimates; the timing and amount of estimated future production (if any); capital, operating and exploration expenditures; the impact of costs and timing of the development of new deposits; costs and timing of future exploration; results of future exploration; the outcome of Indigenous Nations rights and consultation issues; use of proceeds from financings or potential refinancing; the ability of the Company to obtain any outstanding permits or approvals required for its operations on the timing described herein (if at all); the timing and ability of the Company to advance the Complex towards a construction decision (if at all); requirements for additional capital; government regulation of mining operations and mineral exploration activities; environmental risks, title disputes or claims; limitations of insurance coverage; development of the Complex; the results of the Prefeasibility Study; timing, and completion, of a feasibility study on the Complex (if at all); and advancement of exploration activities. As well, all of the results of the Prefeasibility Study constitute forward-looking information and include future estimates of gross revenue, future production, estimates of cash cost, proposed mining plans and methods, mine life estimates, cash flow forecasts, metal recoveries and estimates of capital and operating costs. Often, but not always, forward-looking information can be identified by the use of words and phrases such as "plans", "expects", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates", or "believes" or variations (including negative variations) of such words and phrases, or state that certain actions, events, or results "may", "could", "would", "might" or "will" be taken, occur or be achieved. Forward-looking information reflects the Company's beliefs and assumptions based on information available at the time such statements were made. Actual results, performance or achievement could differ materially from those expressed in, or implied by, the forward-looking information and, accordingly, no assurance can be given that any of the events anticipated by the forward-looking information will transpire or occur, or if any of them do so, what benefits may be derived therefrom and accordingly, readers are cautioned not to place undue reliance on the forward-looking information. All of the Company's forward-looking information is qualified by (i) the assumptions that are stated or inherent in such forward-looking information, including the assumptions listed below, and (ii) the risks described in the section entitled "Risks and Uncertainties" in this MD&A, the financial statements of the Company, and the sections entitled "Risk Factors" and "Forward-Looking Information" in the AIF, which are available electronically on SEDAR+ (www.sedarplus.ca) under the Company's issuer profile. Although the Company believes that the assumptions underlying the forward-looking information contained in this MD&A are reasonable, this list is not exhaustive of the factors that may affect any forward-looking information. The key assumptions that have been made in connection with forward-looking information include the following: the significance of drill results and ongoing exploration activities; timing to obtain assay results from labs; ability of exploration activities (including drill results) to accurately predict mineralization; the predictability of geological modelling; the accuracy of the Company's records of its property interests; the global economic climate; the impact of diseases, epidemics and

pandemics on the Company's business and prospects; metal prices; environmental risks; ability of the Company to meet its financial obligations; community and non-governmental actions; that permits required for the Company's operations will be obtained on a timely basis in order to permit the Company to proceed on schedule with its planned drilling programs; that skilled personnel and contractors will be available as the Company's operations continue to grow; that the price of gold will exceed levels that will render the project of the Company economical; the relevance of the assumptions, estimates and projections in technical reports; the results of the Prefeasibility Study; timing and results of a feasibility study on the Complex; and that the Company will be able to continue raising the necessary capital to finance its operations and realize on its mineral resource estimates Forward-looking information contained herein is given as of the date of this MD&A and, other than as may be required by law, the Company undertakes no obligation to update forward-looking information if circumstances or management's estimates or opinion should change.

Cautionary Note to United States Investors

The Company is subject to the reporting requirements of applicable Canadian securities laws, and as a result, reports information regarding mineral properties, mineralization and estimates of mineral reserves and mineral resources in accordance with Canadian reporting requirements, which are governed by NI 43-101. As such, the information included in this MD&A concerning mineral properties, mineralization and estimates of mineral reserves and mineral resources may not be comparable to similar information disclosed by U.S. public companies subject to the reporting and disclosure requirements of U.S. regulators. Historical results or prefeasibility models presented herein are not guarantees or expectations of future performance.