



AMERICAN PACIFIC MINING CORP.

**MANAGEMENT DISCUSSION & ANALYSIS
(FORM 51-102F1)**

FOR THE THREE MONTHS ENDED MARCH 31, 2024

(EXPRESSED IN CANADIAN DOLLARS)

Table of Contents

BACKGROUND	3
FORWARD-LOOKING INFORMATION	3
COMPANY OVERVIEW	3
CORPORATE HIGHLIGHTS	4
EXPLORATION AND EVALUATION ASSETS	4
QUALIFIED PERSON	16
SELECTED INFORMATION	17
SUMMARY OF QUARTERLY INFORMATION	18
RESULTS OF OPERATIONS	19
LIQUIDITY AND CAPITAL RESOURCES	20
OUTSTANDING SHARE DATA	21
RELATED PARTY TRANSACTIONS AND BALANCES	21
OFF-BALANCE SHEET ARRANGEMENTS	22
CRITICAL ACCOUNTING ESTIMATES	22
NEW ACCOUNTING STANDARDS	23
FINANCIAL INSTRUMENTS	23
MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS	23
RISKS AND UNCERTAINTIES	23

American Pacific Mining Corp.

Management's Discussion and Analysis

For the Three Months Ended March 31, 2024

BACKGROUND

This Management Discussion and Analysis ("MD&A") of American Pacific Mining Corporation's ("APMC", "American Pacific" or the "Company") financial position and results of operations for the three months ended March 31, 2024 is prepared as at May 30, 2024. This MD&A should be read in conjunction with the unaudited condensed consolidated interim financial statements for the three months ended March 31, 2024 and the supporting notes. Those unaudited condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS"). All dollar figures included therein and in the following MD&A are quoted in Canadian dollars. Additional information relevant to the Company's activities can be found on SEDAR+ at www.sedarplus.ca.

FORWARD-LOOKING INFORMATION

This discussion contains "forward-looking statements" that involve risks and uncertainties. Such information, although considered to be reasonable by the Company's management at the time of preparation, may prove to be inaccurate and actual results may differ materially from those anticipated in the statements made.

This MD&A may contain forward-looking statements that reflect the Company's current expectations and projections about its future results. When used in this MD&A, words such as "estimate", "intend", "expect", "anticipate" and similar expressions are intended to identify forward-looking statements, which, by their very nature, are not guarantees of the Company's future operational or financial performance, and are subject to risks and uncertainties and other factors that could cause the Company's actual results, performance, prospects or opportunities to differ materially from those expressed in, or implied by, these forward-looking statements.

Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date of this MD&A or as of the date otherwise specifically indicated herein.

Due to risks and uncertainties, including the risks and uncertainties identified above and elsewhere in this MD&A, actual events may differ materially from current expectations. The Company disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

COMPANY OVERVIEW

The Company was incorporated under the Business Corporations Act (British Columbia) on July 1, 2017 and is in the business of mineral exploration.

The Company's head office, principal address, registered address and records office is Suite 910 - 510 Burrard Street, Vancouver, B.C., V6C 3A8, Canada.

The Company's shares are listed on the Canadian Securities Exchange (the "CSE") under the symbol "USGD". The Company's common shares commenced trading on the OTCQX Best Market (the "OTCQX") under the ticker symbol of "USGDF" on February 25, 2022.

American Pacific Mining Corp.

Management's Discussion and Analysis

For the Three Months Ended March 31, 2024

The Company had the following subsidiaries as of the date of this MD&A, March 31, 2024 and December 31, 2023:

	Country of incorporation	Percentage of Ownership		
		As of the date of this MD&A	March 31, 2024	December 31, 2023
American Pacific Mining (US) Inc. ("APM US")	Nevada, United States	100%	100%	100%
Broadway Gold Mining Ltd. ("Broadway")	Montana, United States	100%	100%	100%
Constantine Metal Resources Ltd. ("Constantine") * ^	British Columbia, Canada	100%	100%	100%
Constantine Metals USA Inc. * ^	Arizona, United States	100%	100%	100%
Constantine North Inc. ("CNI") * ^	Alaska, United States	100%	100%	100%
Constantine Mining LLC * ^ ("CML")	Delaware, United States	31.21%	31.21%	31.53%
Clearview Gold Inc. ** ^^ ("CGI")	British Columbia, Canada	100%	100%	100%
CV Gold Inc. ** ^^ ("CV Gold")	Nevada, United States	100%	100%	100%

* The acquisition was completed on October 31, 2022.

** The acquisition was completed on May 17, 2023.

^ Collectively "Constantine Group"

^^ Collectively "CGI Group"

CORPORATE HIGHLIGHTS

• Financings

On April 16, 2024, the Company completed a non-brokered private placement through the issuance of 22,500,000 units at a price of \$0.20 per unit for gross proceeds of \$4,500,000.

(See Section: *OUTSTANDING SHARE DATA* for details).

EXPLORATION AND EVALUATION ASSETS

South Lida Project (Nevada, USA)

On July 1, 2017, the Company entered into a Claims Purchase Agreement (the "SL Claims Purchase Agreement") with Davin Saderholm (the "Trustee"), Eric Saderholm, Patricia Saderholm, Warwick Smith and Tarin Smith (collectively, the "Vendors") whereby the Vendors agreed to sell the South Lida Project in exchange for shares in the Company. The acquisition of the South Lida Project is a related party transaction as two of the Vendors are officers and directors of the Company.

Pursuant to the SL Claims Purchase Agreement, the Company issued the Vendors a total of 1,000,000 common shares.

The Company is required to pay annual claim maintenance fees for the South Lida Project. The Company has made the required annual claim maintenance fees to date for the South Lida Project.

American Pacific Mining Corp.

Management's Discussion and Analysis

For the Three Months Ended March 31, 2024

Tuscarora Project (Nevada, USA)

On November 6, 2017, the Company entered into an option agreement (the "Tuscarora Option Agreement") with Novo Resources Corp. The Tuscarora Option Agreement was amended on December 18, 2019 (the "Amended Tuscarora Option Agreement"). Pursuant to the Tuscarora Option Agreement, Novo Resources Corp. will grant the Company the exclusive right and option to acquire a 100% right, title, and interest in and to the Tuscarora Project (the "Tuscarora Option").

Pursuant to the Amended Tuscarora Option Agreement, the Company:

- a) made \$400,000 in cash payments to Novo Resources Corp.; and
- b) issued 266,667 common shares of the Company to Novo Resources Corp.

In addition, to earn the Tuscarora Option, the Company will have to incur US\$100,000 in expenditures on the property annually, starting on the twelve-month period commencing on the first anniversary of the listing date and per each successive twelve-month period thereafter. This amount has been incurred annually since the first anniversary of the listing date.

The property is subject to a Net Smelter Returns (the "NSR") royalties of 0.5% which may be reduced to nil (0%) by paying US\$500,000.

In addition, the Company is also required to make the following payments to Ely Gold Royalties ("Ely Gold"), the owner of the Tuscarora Project:

- a) Annual minimum royalty payments

Due on or before	Annual payments
November 7, 2018	\$ 4,000 (Paid)
November 7, 2019	\$ 4,000 (Paid)
November 7, 2020	\$ 4,000 (Paid)
November 7, 2021	\$ 8,000 (Paid)
November 7, 2022	\$ 8,000 (Paid)
November 7, 2023	\$ 8,000 (Paid)
November 7, 2024	\$ 8,000
November 7, 2025	\$ 8,000
November 7, 2026 and each succeeding anniversary	\$ 12,000

- b) Production royalty based on the NSR from the production and sale of minerals from the Tuscarora Project. The royalty percentage rate for precious metals is based on the average daily price per troy ounce of gold during the period of production of minerals from the Tuscarora Project for which the royalty is payable as follows:

- less than or equal to \$1,500 Two percent (2%)
- greater than \$1,500 but less than or equal to \$2,000 Three percent (3%)
- greater than \$2,000 Four percent (4%)

The royalty percentage which will apply for all other minerals produced is 2.5% of the NSR.

On February 3, 2021, the Company announced that the Company now has 100% interest in the Tuscarora Project following the final payment to Novo Resources Corp.

American Pacific Mining Corp.
Management's Discussion and Analysis
For the Three Months Ended March 31, 2024

In addition, the Company is required to pay annual claim maintenance fees for the Tuscarora Project. The Company has made the required annual claim maintenance fees to date for the Tuscarora Project.

Lease assignment agreement with Ubica Gold Corp. ("Ubica")

On September 15, 2021, the Company entered into a lease assignment agreement with Ubica (the "Ubica Agreement"). Pursuant to the terms of the Ubica Agreement, the Company issued 3,700,000 common shares with fair value of \$3,293,000 (the "Ubica Payment Shares") and paid \$800,000 in cash to Ubica on September 15, 2021 to acquire 77 claims at Tuscarora totaling 1,031 acres. The Ubica Payment Shares are subject to voluntary hold periods, with 25% of the Ubica Payment Shares released on September 15, 2021 and an additional 25% released every 6 months thereafter until all Ubica Payment Shares have been released.

The Ubica Agreement consists of the following sublease agreements (*collectively, the "Ubica Sublease Agreements"*):

Pursuant to the Ubica Agreement, the Company is responsible to make the payments which are due on or after September 15, 2021 under the following Ubica Sublease Agreements.

- **An agreement entered between Ubica and RS Gold, LLC (the "RS Agreement")**

The initial term (the "RS Initial Term") of the RS Agreement is 20 years from April 23, 2019, the date which the RS Agreement was signed. Ubica has the option to extend the RS Agreement for an additional 20 years (the "RS Renewal Term").

Pursuant to the RS Agreement, the Company will make the following payments:

Due on or before	Annual payments	
April 23, 2022	US\$	20,000 (Paid)
April 23, 2023	US\$	30,000 (Paid)
April 23, 2024	US\$	40,000 (Paid subsequent to March 31, 2024)
April 23, 2025 and each anniversary thereafter through the initial term and any renewal or extension thereof.	US\$	50,000

The annual work commitment required pursuant to RS Agreement had been fulfilled by Ubica.

The RS Agreement is subject to a 3% NSR. During the RS Initial Term and the RS Renewal Term, Ubica has the option to purchase up to a 2% NSR of the total 3% NSR for US\$1,000,000 per each 1% NSR.

- **An agreement entered between Ubica and Timothy Tigerman (the "Tigerman Agreement")**

The initial term (the "Tigerman Initial Term") of the Tigerman Agreement is 20 years from June 25, 2021, the date which the Tigerman Agreement was signed. Ubica has the option to extend the Tigerman Agreement for an additional 20 years (the "Tigerman Renewal Term").

Pursuant to the Tigerman Agreement from the Tigerman Initial Term to June 25, 2040, the Company is subject to advance annual royalties with the first payment of US\$10,000 due on or before June 25, 2022. The advance annual royalties will increase by 10% each subsequent year.

The 2022 annual royalty of US\$10,000 was paid by Ubica and reimbursed by the Company during the year ended December 31, 2022.

American Pacific Mining Corp.
Management’s Discussion and Analysis
For the Three Months Ended March 31, 2024

During the year ended December 31, 2023, the Tigerman claims were not renewed.

- **An agreement entered between Ubica and Jerry K. and Lori L. Fogle, Debra L. Jacob, and Lanny and Pamela M. Morrison (collectively the “RH Lessor”) (the “Rose Hill Agreement”).**

The initial term (the “RH Initial Term”) of the Rose Hill Agreement is 10 years from June 30, 2021, the date which the Rose Hill Agreement was signed. Ubica has the option to extend the Rose Hill Agreement for an additional 10 years (the “RH Renewal Term”).

Pursuant to the Rose Hill Agreement, the Company will make the following annual payments and work commitments:

Due on or before	Advance royalty payment	Annual work commitments
June 30, 2021	US\$ 6,000 (Paid)	US\$ nil
June 30, 2022	US\$ 12,000 (Paid)	US\$ 30,000 (Fulfilled)
June 30, 2023	US\$ 18,000 (Paid)	US\$ 80,000 (Fulfilled)
June 30, 2024	US\$ 24,000	US\$ 100,000
June 30, 2025, and each anniversary thereafter through the initial term and any renewal or extension thereof.	US\$ 36,000	US\$ 275,000

The Rose Hill Agreement is subject to 3% NSR. During the RH Initial Term and the RH Renewal Term, Ubica has the option to purchase up to a 2% NSR of the total 3% NSR for US\$1,000,000 per each 1% NSR.

The Company has reclamation deposits of \$27,079 (US\$20,000) as collateral on the Tuscarora Project.

During the three months ended March 31, 2024 and 2023, the Company incurred following acquisition-related costs and exploration and evaluation costs on the Tuscarora Project:

	For the three months ended		Change
	March 31, 2024	March 31, 2023	
	\$	\$	\$
Exploration and evaluation costs			
Consulting	11,805	21,676	(9,871)
Field	1,842	913	929
Field office administration	226	553	(327)
Geological	4,827	2,028	2,799
Sample analysis	-	3,592	(3,592)
Transportation	-	456	(456)
Travel	-	2,169	(2,169)
	18,700	31,387	(12,687)

Madison Project (Montana, USA)

On June 26, 2020, the Company acquired the fully permitted Madison Project (“Madison Project”) near Silver Star, Montana. The Madison Project is located in the heart of Montana’s prolific copper-gold belt only 38km southeast of the world-renowned Butte Mining District. The Project consists of 136 unpatented and 6 patented claims (2,514 acres), accessed via improved dirt roads. The Madison Project is currently under an earn-in, joint venture agreement signed by Broadway on April 30, 2019, whereby Kennecott Exploration Company (“Kennecott”), part of the Rio Tinto

American Pacific Mining Corp.
Management’s Discussion and Analysis
For the Three Months Ended March 31, 2024

Group (ASX, LON: RIO) must spend US\$30 million to earn up to 70% of the Madison Project (the “MP Earn-In Agreement”).

Under the terms of the earn-in agreement, Kennecott has an option to acquire up to 70% undivided interest by making the following option expenditures:

	Required Expenditures	Incur within	Undivided Interest Earned
1st option	US\$ 5,000,000*	Year 1 to Year 5	55%
2nd option	US\$ 10,000,000	Year 6 to Year 8	10%
3rd option[^]	US\$ 15,000,000	Year 9 to Year 11	5%
TOTAL	US\$ 30,000,000		70%

* A minimum exploration budget of US\$1 million in the first year.

[^] Kennecott may elect to create the joint venture after exercising each option to earn in.

In addition, in order to exercise the 1st option, Kennecott is required to make the following cash payments to Broadway:

Due on or before	Annual payments*
April 30, 2019	US\$ 50,000 (Paid)
April 30, 2020	US\$ 25,000 (Paid)
April 30, 2021	US\$ 25,000 (Paid)
April 30, 2022	US\$ 25,000 (Paid)
April 30, 2023	US\$ 25,000 (Paid)
April 30, 2024	US\$ 75,000
TOTAL	US\$ 225,000

* The amount received for the annual payments is recognized as a reduction of the carrying value of the Madison Project until the carrying value of the Madison Project becomes \$nil.

On May 17, 2021, the Company entered into an amendment agreement (the “First Amendment Agreement”) with Kennecott. Under the First Amendment Agreement, the payment, including the annual pre-production payment of US\$50,000 due on April 1 of each year until the commercial production is commenced, made directly or indirectly by Kennecott to keep the Madison Project in good standing is considered as the Option Expenditures.

Pursuant to the earn-in agreement:

- Kennecott may request Broadway to conduct exploration on its behalf during the first year in return for a 10% administration charge.
- Broadway has the right to conduct independent drilling and exploration of the skarn zones during the first year.
- Broadway has a right of first offer to acquire Kennecott's interest in the Madison Project in the event Kennecott wishes to divest its interest.
- The joint venture may be formed with 55% to Kennecott and 45% to Broadway upon Kennecott exercise of the First Option, 65% to Kennecott and 35% to Broadway upon Kennecott exercise of the Second Option, or 70% to Kennecott and 30% to Broadway upon exercise of the Third Option.

American Pacific Mining Corp.

Management's Discussion and Analysis

For the Three Months Ended March 31, 2024

- The joint venture will be managed by the Rio Tinto Group and financed by each participant in accordance with its interest.
- Broadway may elect to not finance its interest and be diluted down to a 10% interest. If Broadway is diluted below 10% interest, its interest will convert to a 2% NSR with a maximum amount payable of US\$50 million.

The initial exploration program applications have been submitted to the Bureau of Land Management, Montana.

On February 5, 2024, Kennecott decided not to proceed with the MP Earn-In Agreement; as a result, the Company regained 100% ownership of the Madison Project.

On February 21, 2024 the Company provided an update on the 2024 exploration program at the Madison Project, including:

- A near-mine, 1,250 metre, five-hole Phase 1 diamond drilling program;
- A planned Phase II regional drill program;
- Detailed scientific groundwork;
- Incorporation of the newly acquired data; and
- Year-end mineral inventory modeling.

On May 2, 2024, the Company announced the fully funded 2024 exploration program at the Madison Project, which is expected to commence in Q224 and will include a five-hole, 1,350m Phase I diamond drill program targeting near-mine mineralization and extensions. The program will focus on historical drilling successes as well as untested, but highly prospective areas identified through the interpretation of historical and recent datasets.

During the three months ended March 31, 2024 and 2023, the Company incurred following acquisition-related costs and exploration and evaluation costs on the Madison Project:

	For the three months ended		Change
	March 31, 2024	March 31, 2023	
	\$	\$	\$
Acquisition related costs			
Acquisition costs	67,402	-	67,402
Option payments received	-	(33,806)	33,806
	67,402	(33,806)	101,208
Exploration and evaluation costs			
Consulting	42,645	29,424	13,221
Depreciation	3,200	3,209	(9)
Field	10,139	17,880	(7,741)
Field office administration	77	-	77
Field technicians	-	13,046	(13,046)
Geological	7,596	-	7,596
Travel	6,737	-	6,737
	70,394	63,559	6,835

American Pacific Mining Corp.

Management's Discussion and Analysis

For the Three Months Ended March 31, 2024

Gooseberry Project (Nevada, USA)

On April 23, 2019, the Company acquired through staking the Gooseberry Mine in Storey County, Nevada, USA. The Gooseberry Project includes 42 unpatented claims, totaling approximately 708 acres. The Gooseberry Project contains gold-silver bearing quartz-calcite vein structures that are characterized as low-sulfidation epithermal style mineralization typified by banded to cockade quartz textures and the presence of adularia and kaolinite.

Initial surface sampling and exploration around the property commenced May 10, 2019. Total of nine initial samples were taken from the dumps and old mineralized stockpiles at Gooseberry, with highlight results including the following:

- Sample GB19ECS-007- 1.05 kg: 18.45 g/t Au and 595 g/t Ag
- Sample GB19ECS-003- 0.59 kg: 17.75 g/t Au and 310 g/t Ag
- Sample GB19ECS-001- 1.25 kg: 10.25 g/t Au and 218 g/t Ag
- Sample GB19ECS-006- 0.70 kg: 10.20 g/t Au and 273 g/t Ag

Samples were taken from mineralized vein material composed of dolomite, calcite and quartz. Grab samples are selective samples and may not necessarily be representative of the mineralization hosted on the property.

Historically, mined materials were brought to the surface and stockpiled at Gooseberry, crushed and then run through a heap leach. These nine samples were taken from materials most likely extracted late in the mining phase due to their location on the upper stockpile. Some materials have gone through a primary crushing process only. According to historical records Asamera Minerals Inc. ceased hard rock mining during 1989 due to low metals prices and higher underground production costs and moved to re-process the more easily accessible mine tailings.

The Company has reclamation deposits of \$20,310 (US\$15,000) as collateral on the Gooseberry Project.

In addition, in order to hold the claims, the Company is required to pay an annual maintenance fee for the Gooseberry Project. The Company has made the required annual claim maintenance fees to date for the Gooseberry Project.

During the three months ended March 31, 2024 and 2023, the Company incurred following acquisition-related costs and exploration and evaluation costs on the Gooseberry Project:

	For the three months ended		Change
	March 31, 2024	March 31, 2023	
	\$	\$	\$
Exploration and evaluation costs			
Consulting	4,722	78,461	(73,739)
Drilling	-	48,680	(48,680)
Field	502	2,389	(1,887)
Field office administration	608	-	608
Geological	5,408	46,069	(40,661)
Travel	1,541	4,905	(3,364)
	12,781	180,504	(167,723)

During the three months ended March 31, 2023, the Company announced the commencement of the 2023 drill plans and reported the final compilation of the 2022 soil geochemistry and integrated CSAMT geophysics target generation at the Gooseberry Project. No drill program was completed during the three months ended March 31, 2024.

American Pacific Mining Corp.

Management's Discussion and Analysis

For the Three Months Ended March 31, 2024

Red Hill Project (Nevada, US)

On July 29, 2021 (the "RH Effective Date"), the Company entered into a ten-year renewable lease agreement for the Red Hill Project (the "RH Lease Agreement") with Nevada North Resources (USA) Inc. ("Nevada North"). The Red Hill Project is located on the southern end of the prolific Cortez gold trend and is contiguous to NuLegacy Gold's (TSXV:NUG) rift anticline target. One of the Company's directors owns a 10% interest in the Red Hill Project.

Red Hill is a sediment-hosted gold project located 24 kilometers southeast of the 12-million-ounce Cortez Hills gold deposit within the Cortez trend. The project covers an extensive area of hydrothermally altered lower plate carbonate rocks. Gold mineralization is hosted in silty carbonate rocks of the Denay formation associated with altered lamprophyre dikes; and high levels of arsenic, antimony, mercury and thallium. These features are indicative of a Carlin-style gold system.

Pursuant to the RH Lease Agreement the Company is required to make the first payment of US\$25,000 (paid) Nevada North to hold the Red Hill property for one year from the RH Effective Date and make the following annual payment to Nevada North:

On or before		Annual payments*	
2 nd payment	July 29, 2022	US\$	25,000 (paid)
3 rd payment	July 29, 2023	US\$	25,000 (paid)
4 th payment	July 29, 2024	US\$	40,000
5 th payment	July 29, 2025	US\$	40,000
6 th payment	July 29, 2026	US\$	45,000
7 th payment	July 29, 2027	US\$	50,000
8 th payment	July 29, 2028	US\$	55,000
9 th payment	July 29, 2029	US\$	55,000
10 th payment*	July 29, 2030	US\$	55,000

* Beginning on the 11th payment due on July 29, 2031, the annual payment of US\$55,000 will be adjusted for inflation based on the United States Department of Labor Consumer Price Index.

In addition, the Company is required to pay annual claim maintenance fees for the Red Hill Project. The Company has made the required annual claim maintenance fees to date for the Red Hill Project.

Upon commencement of commercial production, the Company is required to pay Nevada North a royalty on production equal to 3% of NSR of which 1.5% the Company may be bought back for US\$3,000,000.

Palmer Project (Alaska, USA)

On October 1, 2022, the Company acquired the Palmer Project which included the Palmer Property and the Haines Block Lease, through the acquisition of Constantine.

- **Palmer Property**

The Palmer Property is comprised of mining claims subject to a 99-year mining lease, dated December 19, 1997, and mining claims located near Haines, Alaska. To maintain the lease, there is a requirement to make annual advance royalty payments of US\$42,500 and pay Federal claim annual maintenance fees.

The lease is subject to a 2.5% NSR royalty. The lessee has a right of first refusal to purchase the NSR or any portion thereof at any time during the term of the lease. The advance royalty payments are deductible from the NSR royalty.

The Palmer Property is held by CML which is jointly owned by Constantine and Dowa. During the year ended December 31, 2023, the Company entered into a financial arrangement with Dowa for the 2023 Palmer Program for the funding requirement from January 1, 2023 and October 31, 2023 (the "2023 Funding Period"). During the year ended December 31, 2023, Dowa advanced \$9,493,001 (US\$7,061,278) on behalf of the Company. Subsequently, the Company decided not to contribute to the 2023 Palmer Program; as a result, pursuant to the financial arrangement, the Company's interest was diluted from 40.78% to 32.75%.

Following the 2023 Funding Period through December 31, 2023, Dowa extended an additional \$1,711,103 to the 2023 Palmer Program, for the Company's interest. Consequently, in accordance with the CML members' agreement, the Company's interest decreased from 32.75% to 31.53%.

During the three months ended March 31, 2024, Dowa and the Company made capital contributions of US\$975,000 and US\$nil respectively, to CML. As a result, the ownership interest in CML held by Dowa and the Company changed to 68.79% and 31.21%, respectively, as of March 31, 2024 (December 31, 2023 – 68.47% and 31.53%, respectively).

As a result of the change in ownership, the Company recognized a gain of \$413,319 during the three months ended March 31, 2024 (March 31, 2023 – \$nil).

Under the terms of the CML members' agreement, Constantine is the operator of CML and each party is responsible for its proportionate share of expenses, determined on the basis of ownership and subject to dilution according to standard dilution provisions. As an operator of CML, Constantine charges CML 7% management fees on eligible expenditures incurred.

As at March 31, 2024, the balance due from Dowa relating to the 7% management fees and other disbursements included in other receivable were \$177,695 (December 31, 2023 – \$836,334).

During the three months ended March 31, 2024

On January 10, 2024, the Company reported the third and final batch of assay results from the 2023 resource definition and geotechnical drill programs at the Palmer Project. The final batch of 2023 assay results include the four most significant copper drill intersections reported to-date at Palmer, with significant zinc, gold and silver results, as well as extending copper mineralization beyond the current mineral resource estimate.

On March 25, 2024, the Company announced the 2024 budget and resource expansion-focused work program at the Palmer Project. The US\$12.8 million 2024 program has been designed to continue expanding the known

American Pacific Mining Corp.

Management's Discussion and Analysis

For the Three Months Ended March 31, 2024

extent of the high-grade copper mineralization within South Wall Zones 1 and 22. The 2024 program will also include a series of step-out drill holes to test the nearby North Wall Target. The North Wall Target represents a potential fault offset extension of the South Wall mineralization that has not yet been adequately tested.

On April 15, 2024, the Company announced that CNI submitted for approval a Plan of Operations ("PoO") to the Alaska Department of Natural Resources summarizing the next five years of field activities, until 2028. The activities included in the PoO will allow further evaluation of the environmental, social, technical and economic aspects associated with the potential development of the mineral deposits located within Palmer Deposit.

On May 2, 2024, the Company reported successful drill results including having reported the four highest-grade copper intercepts ever drilled at the Palmer Project. The Company is focused on the 2024 program which will include diamond drilling expected to commence in mid-June to follow up on previous drilling with a focus on mineral resource expansion.

During the three months ended March 31, 2024 and 2023, the Company incurred following acquisition-related costs and exploration and evaluation costs on the Palmer Project:

	For the three months ended		Change
	March 31, 2024	March 31, 2023	
	\$	\$	\$
Exploration and evaluation costs			
Consulting	105,523	110,646	(5,123)
Depreciation	176,725	2,906	173,819
Drilling	56,910	139,513	(82,603)
Equipment rental	7,542	-	7,542
Field	65,774	84,551	(18,777)
Field office administration	143,337	152,639	(9,302)
Geological	63,982	153,966	(89,984)
Management fees	44,802	-	44,802
Recoveries	(142,093)	-	(142,093)
Royalty payments	4,516	5,859	(1,343)
Transportation	3,083	-	3,083
Travel	12,564	9,052	3,512
Technical studies	27,212	79,100	(51,888)
Social responsibility	961	1,320	(359)
	570,838	739,552	(168,714)

For accounting purposes, Constantine's interest in CML has been considered a joint operation and its proportionate interest in the accounts of CML has been consolidated within the Company's financial statements.

The significant expenditures incurred on the Palmer Project during the three months ended March 31, 2024, were primarily related to drilling and associated costs to support the 2023 Palmer Program.

The recoveries of \$142,093 for the three months ended, respectively, were mainly related to the 7% management fees paid by Dow to the Company as the project operator.

American Pacific Mining Corp.
Management’s Discussion and Analysis
For the Three Months Ended March 31, 2024

- **Haines Block Lease**

The Haines Block is contiguous with and surrounds the Federal and State mining claims that make up the Palmer Property. The lease agreement was signed by Constantine and the Alaska Mental Health Trust.

To maintain the lease, the Company is required to make:

Due on or before	Annual payments*	Annual work commitments
Year 1	US\$ 25,000	US\$ 75,000
Year 2	US\$ 25,000	US\$ 125,000
Year 3	US\$ 25,000	US\$ 175,000
Year 4	US\$ 40,000	US\$ 225,000
Year 5	US\$ 40,000	US\$ 275,000
Year 6	US\$ 40,000	US\$ 325,000
Year 7	US\$ 55,000	US\$ 375,000
Year 8	US\$ 55,000	US\$ 425,000
Year 9	US\$ 55,000	US\$ 475,000
TOTAL	US\$ 360,000	US\$ 2,475,000

* Annual payments are replaced by royalty payments upon achieving commercial production.

In addition, production royalties payable to the Alaska Mental Health Trust include a sliding scale of 1% to 4.5% royalty for gold, based on the gold price, and a 3.5% royalty on minerals other than gold.

A portion of the Haines Block land parcel with surface and mineral rights has been assigned to CML on September 1, 2017.

The Company has reclamation deposits of \$102,205 (US\$75,545) as collateral on the Palmer Project.

Big Nugget Property (Alaska, USA)

In connection with the acquisition of Constantine, the Company acquired the Big Nugget Property, a portion of the Haines Block Lease which has not been assigned to CML.

Alpha Project (Nevada, USA)

In connection with the CGI Acquisition, the Company acquired the Alpha Project which is 100% owned by CGI.

In addition, the Company is required to pay an annual claim maintenance fee for the Alpha Project.

During the year ended December 31, 2023, the Company paid \$19,481 (\$US14,522) in annual claim maintenance fees.

Upon commencement of commercial production, the Company is required to pay a royalty on production equal to 2.5% of NSR of which 0.5% the Company may buy back for US\$500,000.

American Pacific Mining Corp.

Management's Discussion and Analysis

For the Three Months Ended March 31, 2024

Ziggurat Project (Nevada, USA)

In connection with the CGI Acquisition, the Company acquired the Ziggurat Project which is 100% owned by CGI and is currently under a joint venture agreement with Centerra Gold Inc (TSX: CG / NYSE: CGAU) ("Centerra"). Centerra has the option to spend up to US\$6 million to earn 70% of the project until Year 2026.

Pursuant to the joint venture agreement with Centerra, Centerra is required to make the following annual payment to CGI and incur the minimum expenditures on the project:

Due on or before	Annual payments*	Annual work commitments
July 8, 2023	US\$ 20,000 (Paid)	US\$ 500,000 (Fulfilled)
July 8, 2024	US\$ 20,000	US\$ 750,000
July 8, 2025	US\$ 20,000	US\$ 1,250,000
July 8, 2026	US\$ 20,000	US\$ 1,500,000
July 8, 2027	US\$ -	US\$ 2,000,000
TOTAL	US\$ 80,000	US\$ 6,000,000

* The amount received for the annual payments is recognized as a reduction of the carrying value of the Ziggurat Project until the carrying value of the Ziggurat Project becomes \$nil.

Upon commencement of commercial production, the Company is required to pay a royalty on production equal to 1.5% of NSR of which 0.5% the Company may buy back for US\$500,000.

In addition, pursuant to the CGI Agreement, the Company will be required to issue 4,500,000 common shares of the Company to NewQuest Capital Inc. ("NewQuest"), the largest CGI Shareholder, in the event that:

- the option agreement dated July 8, 2022 (the "Ziggurat Option Agreement") among CGI, CV Gold Inc., and Centerra (U.S.) Inc. (Centerra US), a wholly owned subsidiary of Centerra, is in good standing on January 31, 2024; and
- by January 31, 2024, Centerra US has either:
 - commenced making the second tranche of annual expenditures required by the Ziggurat Option Agreement; or
 - provided formal assurances to the Company that it intends to keep the Ziggurat Option Agreement in good standing following the third anniversary of the effective date of the Ziggurat Option Agreement.

Subsequent to March 31, 2024, Centerra terminated the Ziggurat Option Agreement.

Danny Boy Mine Property (Nevada, USA)

On April 27, 2023, the Company entered into a definitive agreement (the "CGI Agreement"), pursuant to which the Company acquired all of the issued and outstanding common shares of Clearview Gold Inc. ("CGI") (the "CGI Acquisition"). In connection with the CGI Acquisition, the Company acquired the Danny Boy Mine Property which included the Danny Boy Claims and the Lappin Project.

For the Danny Boy Claims, under the option agreement entered with NewQuest, CGI has the option to acquire 100% interest in the claims by:

- issuing 500,000 common shares of the Company to NewQuest on or before August 11, 2023 (issued by CGI prior to the CGI Acquisition); and
- making a cash payment of \$4,000,000 to NewQuest on completion of a pre-feasibility study.

American Pacific Mining Corp.

Management's Discussion and Analysis

For the Three Months Ended March 31, 2024

Upon commencement of commercial production, the Company is required to pay a royalty on production equal to 1.5% of NSR, of which 0.5% the Company may buy back for US\$500,000.

In addition, pursuant to the assignment agreement entered with NQ Holdings Inc., CGI has granted a lease right for the Lappin Project until April 14, 2032. To maintain the lease right, CGI has to make a minimum payment of \$257,500 to Lappin LLC (the "Lappin Annual Payments") as follows:

Due on or before	Annual payments	
April 15, 2023	\$ 12,500	(Paid)*
April 15, 2024	\$ 15,000	(Paid subsequent to March 31, 2024)
April 15, 2025	\$ 20,000	
April 15, 2026, and each year until April 14, 2032	\$ 30,000	

* Paid by CGI prior to the CGI Acquisition'

CGI is also required to incur a total work commitment of \$350,000, of which \$100,000 and \$250,000 should be incurred on or before April 15, 2025 and April 15, 2028, respectively.

The Company also has an option to acquire a 100% interest in Lappin by making a \$500,000 payment minus any Lappin Annual Payment which had been made previously to Lappin LLC.

Upon commencement of commercial production, the Company is required to pay a royalty on production equal to 3% of NSR, of which 1% the Company may buy back for US\$1,000,000 and another 1% may buy back for US\$2,000,000 at any time.

In addition, the Company is required to pay an annual claim maintenance fee for the Danny Boy Mine Property. The Company has made the required annual claim maintenance fees to date for the Alpha Project.

During the three months ended March 31, 2024 and 2023, the Company incurred following acquisition-related costs and exploration and evaluation costs on the Danny Boy Mine Property:

	For the three months ended		Change
	March 31, 2024	March 31, 2023	
	\$	\$	\$
Exploration and evaluation costs			
Consulting	9,443	-	9,443
Geological	5,965	-	5,965
	15,408	-	15,408

QUALIFIED PERSON

Eric Saderholm, P.Geo. and Philip Mulholland, P.Geo. are the designated Qualified Persons (QP) under National Instrument 43-101 (NI 43-101), who have reviewed and approved the technical information disclosed in this MD&A.

Michael Vande Guchte, P.Geo., VP Exploration for Constantine and a qualified person as defined by National Instrument 43-101, has also reviewed and approved the technical information related to the Palmer Project disclosed in this MD&A.

American Pacific Mining Corp.
Management's Discussion and Analysis
For the Three Months Ended March 31, 2024

SELECTED INFORMATION

	For the three months ended		
	March 31, 2024	March 31, 2023	March 31, 2022
	\$	\$	\$
Operating expenses	941,971	1,804,812	3,494,481
Net loss	(941,971)	(1,804,812)	(3,494,481)
Comprehensive loss	(430,707)	(1,823,602)	(3,699,546)
Basic and diluted loss per share:			
- net loss	(0.00)	(0.01)	(0.03)

As at	March 31, 2024	December 31, 2023	December 31, 2022
	\$	\$	\$
Working capital	1,892,692	2,799,972	5,456,836
Total assets	40,525,488	41,248,198	42,961,087
Total liabilities	1,844,629	2,136,632	1,109,369
Share capital	65,118,945	65,118,945	59,705,367
Deficit	(33,575,941)	(32,633,970)	(23,565,126)

The decrease in operating expenses and net loss during the three months ended March 31, 2024 compared to the three months ended March 31, 2023 was mainly related to the reduced operating expenses incurred for consulting fees, exploration and evaluation costs, general and administrative expenses, and recognition of gain on dilution in ownership of joint operation as discussed under the Palmer Property [See Section: Exploration and Evaluation Assets].

During the three months ended March 31, 2022, share-based payments were recognized of \$1,827,754 as 2,900,000 options were granted to directors, officers and consultants of the Company.

The decrease in working capital as of March 31, 2024 compared to December 31, 2023 was mainly related to operating activities during the period and a reduction of other receivables as the balance due from Dowa relating to the 7% management fees and other disbursements reduced from \$836,334 to \$177,695. The decrease in working capital as of December 31, 2023 compared to December 31, 2022 was mainly related to the financial arrangement entered with Dowa for the 2023 Palmer Program.

The decrease in total assets as of December 31, 2023 compared to December 31, 2022 was mainly related to the acquisitions of the Constantine Group and the CGI Group offset by the change in interest in the joint operation as discussed under the Palmer Project [See Section: Exploration and Evaluation Assets].

The increase in share capital as of December 31, 2023 compared to December 31, 2022 was mainly related to the shares issued for the acquisition of the CGI Group and the shares issued for warrant exercised.

There is no seasonality to these variations, nor are they indicative of any trend. The Company has no operating revenue and relies primarily on financing activities to fund its activities. There have been no distributions or cash dividends declared for the periods presented.

American Pacific Mining Corp.
Management's Discussion and Analysis
For the Three Months Ended March 31, 2024

SUMMARY OF QUARTERLY INFORMATION

The quarterly results for the last eight quarters are summarized below:

	Three months ended			
	March 31, 2024	December 31, 2023	September 30, 2023	June 30, 2023
	\$	\$	\$	\$
Interest income	17,659	18,219	34,336	23,577
Net (loss) income	(941,971)	2,900,557	(6,122,191)	(4,539,930)
Comprehensive (loss) income	(430,707)	2,313,016	(5,445,948)	(5,111,301)
Basic and diluted (loss) income per share	(0.00)	0.01	(0.03)	(0.02)

	Three months ended			
	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022
	\$	\$	\$	\$
Interest income	36,532	26,989	5,780	2,288
Net income (loss)	(1,804,812)	(2,796,273)	(1,628,671)	(2,171,587)
Comprehensive (loss)	(1,823,602)	(3,231,857)	(892,102)	(1,759,442)
Basic and diluted (loss) per share	(0.01)	(0.02)	(0.01)	(0.01)

All the Company's resource properties are in the exploration stage. The Company has not had revenue from inception and does not expect to have revenue in the near future. The Company's operating results are not seasonal in nature and have been mainly due to the amount of exploration activities in each quarter (*See Section: EXPLORATION AND EVALUATION ASSETS for details*).

The net income for the three months ended December 31, 2023 is a result of the gain on dilution in ownership of joint operation for the Palmer Property (*See Section: EXPLORATION AND EVALUATION ASSETS for details*).

In addition, the information presented above for period ended from June 30, 2022 to September 30, 2022 did not include the operating results of the Constantine Group and the CGI Group.

None of the variations in net loss reported in the previous periods were unusual or indicative of any trend with respect to the future when the Company expects to have more involvement in revenue-generating operations.

RESULTS OF OPERATIONS

Operating Expenses

	For the three months ended		Change	
	March 31, 2024 \$	March 31, 2023 \$	\$	%
Expenses (income)				
Consulting fees	130,735	212,338	(81,603)	(38%)
Depreciation	9,753	9,754	(1)	-
Exploration and evaluation costs	688,121	1,015,012	(326,891)	(32%)
Finance income	(17,659)	(36,532)	18,873	(52%)
Finance costs	35,543	3,540	32,003	904%
Foreign exchange loss	7,858	11,995	(4,137)	(34%)
Gain on dilution in ownership of joint operation	(413,319)	-	(413,319)	100%
General and administrative expenses	79,507	140,476	(60,969)	(43%)
Directors' fees	16,197	16,334	(137)	(1%)
Professional fees	128,183	126,588	1,595	1%
Project evaluation costs	6,773	-	6,773	100%
Shareholder information and investor relations	225,504	229,826	(4,322)	(2%)
Transfer agent, regulatory and filing fees	32,248	56,983	(24,735)	(43%)
Travel	12,527	18,498	(5,971)	(32%)
Total expenses	941,971	1,804,812	(862,841)	(48%)

During the three months ended March 31, 2024, the Company recognized a gain on dilution in ownership of joint operation of \$413,319 for the Palmer Property (See Section: EXPLORATION AND EVALUATION ASSETS for details).

The following discussion focuses on the significant expenses incurred during the three months ended March 31, 2024 and 2023:

- **Consulting fees** included the fees incurred by the Company's CEO and President (See Section: RELATED PARTY TRANSACTIONS AND BALANCES for details) and other contractors.

During the three months ended March 31, 2023, the Constantine Group incurred consulting fees of \$129,471 which is a one-time payment to terminate the consulting agreement with the former CFO of the Constantine Group.

- **Exploration and evaluation costs** were mainly the cost incurred on various projects. See Section: EXPLORATION AND EVALUATION ASSETS for further discussion.

- **Finance costs** mainly related to interest expense on the loan payable to Dow and the accretion of interest on the lease obligations.

During the year ended December 31, 2023, the Company entered into a lease agreement for camp equipment used for the Palmer Project. The lease is considered as a capitalized lease; as a result, the Company capitalized the future lease payment by using a discount rate of 12%. During the three months ended March 31, 2024 and March 3, 2023, the Company recognized an accretion of interest of the lease obligation of \$35,543 and \$3,540.

American Pacific Mining Corp.

Management's Discussion and Analysis

For the Three Months Ended March 31, 2024

- **Foreign exchange (gain) loss** is primarily a result of the translation of the Company's US\$-denominated financial assets and liabilities into Canadian dollars.
- **General and administrative expenses** consist of salaries, insurance, rent-related lease agreements which are not required to be capitalized under IFRS, and other general office expenses.

The decrease in general and administrative expenses during the three months ended March 31, 2024 compared to the three months ended March 31, 2023 was mainly related to salaries paid to the Constantine Group employees. The amount paid for salaries during the three months ended March 31, 2024 and 2023 to the Constantine Group were \$27,123 and \$43,277, respectively.

LIQUIDITY AND CAPITAL RESOURCES

The Company's activities have been funded through equity financings and the Company expects it will continue to be able to utilize this source of financing until it develops cash flow from future operations.

Although the Company has been successful in the past in financing its activities through the sale of equity securities there can be no assurance that it will be able to obtain sufficient financing, in the future to carry out exploration and development work on any acquired properties. The ability of the Company to arrange additional financing in the future will depend, in part, on the prevailing capital market conditions and exploration success.

As of March 31, 2024, the Company has working capital of \$1,892,692 (December 31, 2023 – \$2,799,972).

- **Operating activities**

Cash used in operating activities comprises primarily of cash spent on administrative overhead costs to support exploration and evaluation activities. During the three months ended March 31, 2024, the Company used \$711,471 of cash in operating activities compared to \$1,958,575 in the prior year comparable period. The decrease was mainly due to the decrease in consulting fees, exploration and evaluation costs and general and administrative expenses and increase in non-cash working capital for the three months ended March 31, 2024.

- **Investing activities**

During the three months ended March 31, 2024, the Company used \$67,402 of cash in investing activities compared to cash from investing activities of \$3,325 in the prior year comparable period.

During the three months ended March 31, 2024, the Company paid \$67,402 for the acquisition of exploration and evaluation assets.

- **Financing activities**

During the three months ended March 31, 2024, the Company generated \$277,282 of cash in financing activities compared to payments of \$10,659 in the prior year comparable period.

During the three months ended March 31, 2024, the Company received / made the following significant payments:

- Advances from the joint operator of \$412,143; and
- Made lease payments of \$134,861.

American Pacific Mining Corp.
Management's Discussion and Analysis
For the Three Months Ended March 31, 2024

OUTSTANDING SHARE DATA

Following is a breakdown of the Company's equity instruments issued and outstanding:

As of	The date of this MD&A	March 31, 2024	December 31, 2023
Common shares	219,088,051	196,588,051	196,588,051
Warrants	18,476,282*	6,269,032	6,269,032
Options	13,432,528**	13,432,528	13,432,528
Fully diluted	250,996,861	216,289,611	216,289,611

* Exercise price ranging from \$0.30 to \$0.35

** Exercise price ranging from \$0.19 to \$1.01

During the three months ended March 31, 2024:

- No share capital transactions occurred.
- No warrants were issued, exercised or expired.
- No stock options were granted, exercised or expired.

Subsequent to March 31, 2024:

- On April 16, 2024, the Company completed a non-brokered private placement through the issuance of 22,500,000 units at a price of \$0.20 per unit for gross proceeds of \$4,500,000. Each unit consists of one common share in the capital of the Company and one-half of one transferable share purchase warrant. Each whole warrant entitles the holder to purchase one common share of the Company at an exercise price of \$0.30 until April 16, 2026. In connection with the non-brokered private placement, the Company paid finder's fees of \$191,450 in cash and issued 957,250 finder's warrants. The finder's warrants are non-transferable, exercisable at \$0.30 for one common share of the Company until April 16, 2026 and are subject to the 4 month hold period as required by Canadian securities laws.

RELATED PARTY TRANSACTIONS AND BALANCES

Key management personnel include persons having the authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers.

The following table discloses the total compensation incurred to the Company's key management personnel during the three months ended March 31, 2024 and 2023:

	For the three months ended	
	March 31, 2024	March 31, 2023
	\$	\$
Warwick Smith, CEO and Director		
Consulting fees ⁽¹⁾	76,766	76,767
Eric Saderholm, Managing Director of Exploration and Director, Former President		
Consulting fees	4,705	-
Exploration and evaluation costs	62,337	71,028
	67,042	71,028

American Pacific Mining Corp.
Management’s Discussion and Analysis
For the Three Months Ended March 31, 2024

Alnesh Mohan, CFO and Corporate Secretary		
Professional fees ⁽²⁾	78,400	68,640
Ken Cunningham, Director		
Directors’ fees	8,100	8,167
Joness Lang, President and Director		
Consulting fees ⁽³⁾	33,000	-
Directors’ fees ⁽³⁾	-	8,167
	33,000	8,167
Ali Hakimzadeh, Director		
Directors’ fees	8,097	-
Peter Mercer, Senior Vice President, Advance Projects and President of Constantine North Inc.		
Management fees ⁽⁴⁾	20,551	-
TOTAL	291,956	232,769

(1) Paid to Harbourside Consulting Ltd. which is controlled by Mr. Smith.

(2) Paid to Quantum Advisory Partners LLP, an accounting firm in which Mr. Mohan is an incorporated partner. Fees were paid for provision of CFO, financial reporting, accounting support and transaction support services.

(3) Paid to EBC Consulting Group Ltd. which is controlled by Mr. Lang.

(4) The Company incurred management fees of \$65,178 during the three months ended March 31, 2024 (March 31, 2023 – \$nil) of which \$44,628 was charged to Dowa.

As at March 31, 2024, the balances due to the Company’s directors and officers included in accounts payables and accrued liabilities were \$91,413 (December 31, 2023 – \$74,507). These amounts are unsecured, non-interest bearing and payable on demand.

OFF-BALANCE SHEET ARRANGEMENTS

The Company has no off-balance sheet arrangements.

CRITICAL ACCOUNTING ESTIMATES

These financial statements, including comparatives, have been prepared using accounting policies consistent with IFRS issued by the International Accounting Standards Board (“IASB”) and interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”). The financial statements have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit and loss, which are stated at their fair value. In addition, these financial statements have been prepared using the accrual basis of accounting except for cash flow information. Refer to Note 2 of the audited financial statements for the year ended December 31, 2023 for details on critical accounting estimates and judgments.

American Pacific Mining Corp.

Management's Discussion and Analysis

For the Three Months Ended March 31, 2024

NEW ACCOUNTING STANDARDS

Certain IFRS pronouncements that are mandatory for accounting years beginning on or after January 1, 2024 have been issued. The Company concludes that the effective of such amendments did not have a material impact and therefore did not record any adjustments to the financial statements.

FINANCIAL INSTRUMENTS

In the normal course of business, the Company is inherently exposed to certain financial risks, including market risk, credit risk and liquidity risk, through the use of financial instruments. The timeframe and manner in which the Company manages these risks varies based upon management's assessment of the risk and available alternatives for mitigating risk. The Company does not acquire or issue derivative financial instruments for trading or speculative purposes. All transactions undertaken are to support the Company's operations. These financial risks and the Company's exposure to these risks are provided in various tables in note 11 of our unaudited condensed consolidated interim financial statements for the three months ended March 31, 2024. For a discussion on the significant assumptions made in determining the fair value of financial instruments, refer also to note 2 of the financial statements for the year ended December 31, 2023.

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

RISKS AND UNCERTAINTIES

In March 2020, the World Health Organization declared coronavirus COVID-19 a global pandemic; the Company has not been significantly impacted by the spread of COVID-19. However, the ongoing COVID-19 pandemic, inflationary pressures, rising interest rates, the global financial climate and the conflicts in Ukraine and the Middle East are affecting current economic conditions and increasing economic uncertainty, which may impact the Company's operating performance, financial position and the Company's ability to raise funds at this time.

For a detailed listing of the risk factors faced by the Company, please refer to the Company's MD&A for the years ended December 31, 2023 and 2022 on SEDAR+ (www.sedarplus.ca).