

Blast Resources Inc.
Management's Discussion and Analysis
For the Nine Months Ended October 31, 2023

General

This management discussion and analysis of financial position and results of operations ("MD&A") is prepared as of January 2, 2024 and should be read in conjunction with the unaudited condensed interim financial statements for nine months ended October 31, 2023 and 2022 and related notes of Blast Resources Inc. ("Blast" or the "Company"). In addition, reference should be made to the audited annual financial statements for the year ended January 31, 2023, including comparatives, prepared in accordance with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and interpretations of the IFRS Interpretations Committee ("IFRIC").

Management is responsible for the preparation and integrity of the financial statements, including the maintenance of appropriate information systems, procedures, and internal controls. Management is also responsible for ensuring that information disclosed externally, including the financial statements and Management Discussion and Analysis ("MD&A"), is complete and reliable.

All dollar amounts included therein and in the following MD&A are expressed in Canadian dollars except where noted. 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. Additional information on the Company is available for viewing on SEDAR at www.sedar.com.

Description of Business

The Company was incorporated pursuant to the British Columbia Business Corporations Act ("BCBCA") on June 22, 2021. With the filing of a Prospectus, the Company applied to have its common shares listed on the Canadian Securities Exchange ("CSE"). On September 18, 2023, the Company commenced trading on the CSE under the symbol BLST ("Listing Date").

The head office of the Company is located at Suite 380 - 580 Hornby Street, Vancouver, British Columbia, V6C 3B6. The Company's registered and records office is located at Suite 1200 – 750 West Pender Street, Vancouver, British Columbia, V6C 2T8.

Business of the Company

General Overview

The Company is currently engaged in the business of exploration of mineral properties. The Company holds the option to earn a 100% interest in mineral claims located near Vernon, in central Tooele County, Utah, United States. The Company's objective is to explore and, if warranted, develop the Property. The Company will evaluate opportunities to acquire interests in additional exploration stage mineral properties.

Selected Quarterly Information

The following is a summary of the Company's financial results for the eight most recently completed quarters since incorporation on June 22, 2021:

Quarter Ended	Net Loss for the Period \$	Net Loss Per Share (Basic and Diluted) \$
October 31, 2023	(75,635)	(0.01)
July 31, 2023	(49,952)	(0.01)
April 30, 2023	(61,151)	(0.01)
January 31, 2023	(58,516)	(0.02)
October 31, 2022	(11,334)	0.00
July 31, 2022	(11,788)	(0.01)
April 30, 2022	(9,067)	0.00
January 31, 2022	(556)	(556)

Result of Operations for the three months ended October 31, 2023

The net loss for the three-month ended October 31, 2023 was \$75,635 compared to \$11,334 for the previous comparable period. The variance of \$64,301 was primarily due to the following items:

- Consulting fees of \$nil (2022: \$ 9,000)
- Professional fees of \$29,280 (2022: \$2,265)
- General exploration costs of \$25,818 (2022: \$nil)
- Transfer agent and filing fees of \$16,862 (2022: \$nil)

Result of Operations for the nine months ended October 31, 2023

The net loss for the period ended October 31, 2023 was \$186,738 compared to \$32,192 for the previous comparable period. The variance of \$154,546 was primarily due to the following items:

- Consulting fees of \$nil (2022: \$ 27,000)
- Professional fees of \$132,548 (2022: \$4,913)
- General exploration costs of \$26,530 (2022: \$nil)
- Transfer agent and filing fees of \$22,890 (2022: \$nil).

Selected Annual Information

The following table sets forth selected audited financial information of the Company from the last two completed financial periods ended January 31:

	Year ended January 31, 2023	Period from June 22, 2021 (date of incorporation) to January 31, 2022
Revenues	\$ –	\$ –
Net loss	(90,705)	(556)
Net loss per share, basic and diluted	(0.03)	(556)
Total assets	\$ 123,634	\$ –

Result of Operations for the year ended January 31, 2023

The net loss for the year ended January 31, 2023 was \$90,705 compared to \$556 for the previous comparable period. The variance of \$90,149 was primarily due to the following items:

- Consulting fees of \$27,000 (2022: \$ nil)
- General exploration costs of \$40,635 (2022: \$nil)
- Professional fees of \$18,754 (2022: \$nil)

Liquidity and Capital Resources

The Company's working capital position as of October 31, 2023 was \$55,292, including cash of \$28,224 and current liabilities totaling \$39,719.

On May 5, 2023, the Company issued 3,511,866 special warrants at \$0.10 per warrant for gross proceeds of \$351,187. Each special warrant is exercisable into one common share of the Company for no additional consideration automatically on the earlier of: (i) September 6, 2023 and (ii) the third business day after a receipt is issued for the Final Prospectus. The actual date was August 4, 2023. In connection with this private placement, the Company incurred share issuance costs of \$30,260.

The Company does not currently have an active business generating positive cash flows. The Company is reliant on equity financing or shareholder loans to provide the necessary cash to acquire or participate in an active business. There can be no assurance that equity financings will be available to the Company in the future that will be obtained on terms satisfactory to the Company.

Exploration and Evaluation Assets

Although the Company has taken steps to verify title to resource properties in which it has an interest, in accordance with industry norms for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property may be subject to unregistered prior agreements and non-compliance with regulatory requirements.

On December 31, 2022, the Company entered into an option agreement with Western Cobalt LLC (“Western”) whereby the Company has the right to acquire a 100% interest in the mineral claims known as the Vernon Hills Project (the “Property”), located in Tooele County, Utah, USA.

To earn this interest, the Company is to make a cash payment of US\$50,000, issue a total of 1,000,000 common shares, and incur exploration expenditures of \$100,000 on the Property as follows:

Cash consideration paid:

- US\$50,000 was paid on October 4, 2023.

Common shares to be issued or issued:

- 100,000 shares were issued on September 19, 2023;
- a further 400,000 shares on or before the first anniversary of the Listing Date (Listing Date was September 18, 2023); and
- a further 500,000 shares on or before the second anniversary of the Listing Date.

Exploration expenditures to be incurred:

- \$100,000 on or before the first anniversary of the Listing Date.

The Company is also responsible for maintaining the claims comprising the Property in good standing.

Transactions With Related Parties

As of October 31, 2023 the amount of \$nil (January 31, 2023, \$22,715) was owed to a former director of the Company which is included in accounts payable and accrued liabilities. During the nine months ended October 31, 2023, the Company incurred consulting fees of \$nil (2022 - \$18,000) to this former director.

As of October 31, 2023 the amount of \$175 (January 31, 2023 - \$122) was owed to the CFO for advances made on behalf of the Company, which was included in accounts payable and accrued liabilities.

The Company paid a director the sum of \$6,000 for consulting fees for the period ended October 31, 2023 (2023 - \$nil).

Off Balance Arrangements

None.

Financial Instruments and Risk Management

Fair Values

Fair value measurements are classified using a fair value hierarchy that reflects the significance of inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 - valuation based on quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 - valuation techniques based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3 - valuation techniques using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The fair values of financial instruments, which includes cash, accounts payable, and accrued liabilities, approximate their carrying values due to the relatively short-term maturity of these instruments.

Credit Risk

Credit risk is the risk of potential loss to the Company if a counter party to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash. The Company limits the exposure to credit risk by only investing its cash with high-credit quality financial institutions. The carrying amount of these financial assets represents the maximum credit exposure.

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to significant interest rate risk as it does not have any liabilities with variable rates.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company currently settles its financial obligations out of cash. The ability to do this relies on the Company raising debt or equity financing in a timely manner and by maintaining sufficient cash in excess of anticipated needs.

The following amounts are the contractual maturities of financial liabilities as of July 31, 2023 and January 31, 2023:

October 31, 2023	Total \$	Within 1 year \$	Within 2-5 years \$
<u>Accounts payable and accrued liabilities</u>	<u>39,719</u>	<u>39,719</u>	<u>-</u>
January 31, 2023	Total \$	Within 1 year \$	Within 2-5 years \$
<u>Accounts payable and accrued liabilities</u>	<u>68,745</u>	<u>68,745</u>	<u>-</u>

Foreign Exchange Rate Risk

Foreign exchange risk is the risk that the Company's financial instruments will fluctuate in value as a result of movements in foreign exchange rates. The Company is not exposed to significant foreign exchange rate risk.

Price Risk

The Company's ability to raise capital to fund exploration activities is subject to risks associated with fluctuations in the market price of mineral resources. The Company closely monitors commodity prices to determine the appropriate course of actions to be taken.

Outstanding Share Data

Share capital

October 31, 2023	Common share balance	13,536,866
	Shares issued	-
January 2, 2024	Total issued	13,536,866

Share Purchase Warrants

October 31, 2023	Share Purchase Warrants balance	3,962,500
	-	
January 2, 2024	Share Purchase Warrants balance	3,962,500

Special Warrants

October 31, 2023	Special Warrants balance	-
	Converted to common shares	-
January 2, 2024	Special Warrants balance	-

Officers and Directors of the Company

As of January 2, 2024, the directors and officers of the Company were:

Gary Claytens – CEO and Director

Derek Tam – CFO and Director

Anish Pabari – Director

Casey Forward – Director

Disclaimer

The information provided in this document is not intended to be a comprehensive review of all matters concerning the Company. It should be read in conjunction with all other disclosure documents provided by the Company, which can be accessed at www.sedar.com. No securities commission or regulatory authority has reviewed the accuracy or adequacy of the information presented herein.

Cautionary Statement on Forward Looking Information

Certain statements contained in this document constitute “forward-looking statements”. Such forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance, or achievements of the Company to be materially different from any future results, performance, or achievements expressly stated or implied by such forward-looking statements. Such factors include, among others, the following: evaluation and exploration asset costs and results, fluctuation in the prices of commodities for which the Company is exploring, foreign operations and foreign government regulations, competition, uninsured risks, recoverability of resources discovered, capitalization requirements, commercial viability, environmental risks and obligations, and the requirement for obtaining permits and license for the Company’s operations in the jurisdictions in which it operates.