HANNAN METALS LTD.

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE THREE MONTHS ENDED AUGUST 31, 2026

This discussion and analysis of financial position and results of operation is prepared as at October 29, 2026 and should be read in conjunction with the unaudited condensed consolidated interim financial statements and the accompanying notes for the three months ended August 31, 2026 of Hannan Metals Ltd. ("Hannan" or the "Company"). The following disclosure and associated financial statements are presented in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). Except as otherwise disclosed, all dollar figures included therein and in the following management discussion and analysis ("MD&A") are quoted in Canadian dollars.

Forward-looking Statements

This MD&A contains certain statements that may constitute "forward-looking statements". Forward-looking statements include but are not limited to, statements regarding future anticipated exploration programs and the timing thereof, and business and financing plans. Although the Company believes that such statements are reasonable, it can give no assurance that such expectations will prove to be correct. Forward-looking statements are typically identified by words such as: believe, expect, anticipate, intend, estimate, postulate and similar expressions, or which by their nature refer to future events. The Company cautions investors that any forward-looking statements by the Company are not guarantees of future performance, and that actual results may differ materially from those in forward-looking statements as a result of various factors, including, but not limited to, the Company's ability to identify one or more economic deposits on its properties, to produce minerals from its properties successfully or profitably, to continue its projected growth, to raise the necessary capital or to be fully able to implement its business strategies, that the political environment in which the Company operates will continue to support the development and operation of mining projects, the threat associated with outbreaks of viruses and infectious diseases, risks related to negative publicity with respect to the Company or the mining industry in general, unexpected geological conditions, local community relations, dealings with non-governmental organizations, delays in operations due to permit grants, environmental and safety risks. Any forward-looking statement speaks only as of the date on which it is made and, except as may be required by applicable securities laws, the Company disclaims any intent or obligation to update any forward-looking statement, whether as a result of new information, future events or results or otherwise.

Historical results of operations and trends that may be inferred from this MD&A may not necessarily indicate future results from operations. In particular, the current state of global securities markets may cause significant reductions in the price of the Company's securities and render it difficult or impossible for the Company to raise the funds necessary to continue operations.

All of the Company's public disclosure filings, including its most recent management information circular, material change reports, press releases and other information, may be accessed via www.sedarplus.ca or the Company's website www.hannanmetals.com and readers are urged to review these materials.

Company Overview

The Company is a reporting issuer in British Columbia and Alberta and listed on the TSX Venture Exchange ("TSXV") under the symbol "HAN". Hannan holds a significant tenure position in Peru, where the Company is focused on frontier areas in the sub-Andean zone through its 100%-owned Valiente copper-gold project (the "Valiente Project"), which includes the Previsto gold-copper prospect. In June 2026, the Company also secured an option to acquire up to 100% of three gold projects in Sweden, two in northern Sweden (Stavaträsk and Skellefteå North) and one in southern Sweden (Ädelfors).

The Valiente Project targets Miocene-age porphyry copper-gold deposits in a back-arc setting. With discoveries spanning from 2021 through 2026, the Valiente Project represents a potential new metallogenic province in Peru. The Swedish option agreement covers 8,405 hectares across three properties and uses a low-cost, share-based structure designed to preserve cash while providing near-term, drill-ready opportunities ahead of maiden drilling at Previsto in 2027.

Peru's political environment has been characterized by instability and frequent changes in leadership. Interim President José Jerí, who took office in October 2025, was removed by Congress in February 2026 and replaced by interim President José María Balcázar. Following the June 2026 run-off election, Keiko Fujimori was sworn in as President on July 28, 2026. The Company actively monitors Peru's changing political and regulatory landscape.

Directors and Officers

Effective August 31, 2026, Ms. Katty Vargas resigned as a Director of the Company and as General Manager, Peru.

As of the date of this MD&A the directors and officers of the Company are as follows:

Michael Hudson	Director, CEO, Executive Chairman
Georgina Carnegie	Director
Nick DeMare	Director
David Henstridge	Director
Harvey Lim	CFO
Mariana Bermudez	Corporate Secretary

Properties Update

Valiente Project (Copper-Gold, Peru, 100% Hannan)

Hannan holds 347 sq km of mineral tenure at Valiente. The Company has identified seven mineralized systems over a 36 km x 22 km area. The Valiente Project has advanced significantly since the second half of 2024, particularly at the Previsto, Vista Alegre, Ricardo Herrera and Sortilegio prospects.

Belen: Vista Alegre, Ricardo Herrera, and Sortilegio Prospects

In November 2024, the Company received environmental approval ("DIA") for its first drill program at the Belen prospect, covering 40 drill platforms across 702 hectares. In February 2025, the Company received the Authorization for Exploration Activities permit from the Ministry of Mines ("MINEM"), which allows the Company to start access works for the maiden drill program. With archaeological monitoring and forestry permits subsequently advanced, the Company completed the final steps required to begin drilling.

On May 11, 2025, drilling commenced at Belen. A total of eight diamond drill holes for 3,124.85 metres were completed across three prospects at Belen (Vista Alegre, Ricardo Herrera and Sortilegio), representing the first-ever drilling in this emerging Miocene back-arc porphyry-epithermal belt in Peru. Drilling at Belen is now complete. Rehabilitation of drill platforms has also been completed.

The Company continues to maintain strong community engagement, working closely with local landholders at sites of activity and employing local people for access works, drill mobilization, and ongoing support of the program.

The Belen drill program tested three prospects within an 8 km by 2 km trend:

(i) **Ricardo Herrera (porphyry copper-gold):** In December 2024, IP surveys revealed two significant anomalies. The main anomaly extends for 1,000 m strike length and 250 m width, with chargeability values ranging from 12-15 mV/V and peaks to 26 mV/V, defined to 350 m depth. The anomaly demonstrates strong correlation with outcropping porphyry-style mineralization within a multi-stage calc-alkaline intrusion, a well-defined positive magnetic anomaly, and a distinctive "bulls-eye" soil anomaly containing Cu-Au-Zn-Pb. A parallel target measuring 400 m by 200 m was also identified, representing a blind target within the permitted drilling area. Fourteen drill platforms have been approved for this prospect. Two holes have been completed here, with all assays received. Geological logging paired with assays confirmed the presence of a multiphase intrusive system, with up to seven intrusive phases intersected in both drillholes. The intrusions range in composition and texture from fine-grained hornblende–biotite monzodiorite porphyry, crowded plagioclase-biotite-hornblende diorite porphyry, through to a series of possible syn-mineral monzonite to quartz monzonite porphyries. Alteration across the system is incipient to weak, characterized by biotite-epidote assemblages with a later chlorite overprint. Mineralization observed to date is minor and discontinuous, consisting of occasional magnetite-epidote-pyrite stringers, rare quartz-pyrite-molybdenite veins, and quartz-pyrite ± chalcopyrite porphyry-style veins and veinlets, as well as epidote-pyrite ±

chalcopyrite veinlets. The data indicate two overprinting hydrothermal events: an earlier copper-molybdenum event followed by a later gold–silver event associated with subsequent intrusive phases, with vein stages comparable to those found in Au-rich porphyry copper systems. The highest individual assays in both drillholes were: 0.6 g/t Au over 1.1 m, 0.63% Cu over 0.1 m, and 862 ppm Mo over 0.6 m.

(ii) **Vista Alegre (epithermal gold):** In December 2024, IP surveying identified two distinct types of anomalies. The first comprises a high chargeability - low resistivity zone extending over 2.4 km strike length and up to 500 m depth, coinciding with gold-in-soil values up to 0.23 ppm. The second consists of high chargeability - high resistivity zones over 1 km strike length, correlating with mineralized boulders that have returned assays up to 1.98 g/t gold and 29 g/t silver. Twelve drill platforms have been approved for this prospect. Four drillholes have been completed at this prospect, with all assays returned. All four holes tested IP and geochemical anomalies and only intercepted peripheral/leakage structures. Drill holes returned up to 0.4 g/t Au interpreted as surficial enrichment in the top 90 m regolith profile. SWIR data and geochemical anomalies near end of holes HDDVA001 and 002 indicate the presence of hotter, ore-bearing fluids.

(iii) **Sortilegio (porphyry copper-gold):** In January 2025, advanced geophysical surveys delineated an extensive 1.2 km chargeability anomaly extending to 500 m below surface. Two distinct targets were identified: 1) Shallow Structural target with high-chargeability anomalies mapped below the surface extending up to 600 m along north-south oriented structures, demonstrating spatial correlation with gossanous gold-mineralized float on surface; and 2) Deep Porphyry Target with a major chargeability anomaly extending 1.2 km in strike length, commencing at 850 m RL (250 m below surface) and extending to 600 m RL (500 m below surface). Thirteen drill platforms have been approved for this prospect. Community engagement at Sortilegio commenced in July 2025 and is ongoing. Two drillholes have now been completed at Sortilegio. The first drillhole (HDDSL001) intersected a composite mafic to felsic intrusive complex with broadly equigranular textures, interpreted to have formed at approximately 5–6 km depth, below the typical level of porphyry mineralization. The chargeability anomaly is now interpreted to reflect elevated primary magnetite within a gabbro–diorite phase; however, locally aplitic groundmass textures in a K-feldspar megacrystic quartz monzonite confirm the magma had the capacity to generate magmatic-hydrothermal fluids, a positive indicator for the broader belt. A second hole tested a coincident IP and geochemical anomaly approximately 600 m to the southeast, targeting the source of anomalous gossanous boulders (0.2 - 0.8 g/t Au) and intercepted what is interpreted as a small, magmatic vein system shallow in the drillhole, with grades reaching 0.52 g/t Au over 1 m, 1.5 g/t Ag over 0.75 m and 0.2% Cu over 0.6 m.

Previsto Prospect

The Company has made substantial progress at Previsto throughout 2024, 2025 and 2026.

In February 2025, channel sampling revealed high-grade alkalic-type epithermal gold mineralization with 69.1 m at 2.4 g/t gold ("Au") including 26.0 m at 5.4 g/t Au. The north-south channel (CH15486) also returned 13 g/t Ag and includes peak assays of 3.0 m @ 12.7 g/t Au, 49 g/t Ag, 43 g/t Te; 3.0 m @ 11.2 g/t Au, 53 g/t Ag, 36 g/t Te; and 0.7 m @ 16.1 g/t Au, 60 g/t Ag, 48 g/t Te. The channel remains open to both the north (4.8 g/t Au last assay) and south (0.8 g/t Au last assay). An east-west channel (CH16401) that joins the northern end of CH15486 assayed 7.0 m @ 1.2 g/t Au and 19 g/t Ag. This finding is located within a larger 4 km x 4 km gold-in-soil anomaly.

In March 2025, the Company reported the identification of a significant copper porphyry target at Previsto, located only 1,300 m from the previously identified high-grade gold mineralization. Systematic channel sampling across four parallel creeks (spaced 130 m to 290 m apart) confirmed 750 m of continuous copper mineralization with widths up to 192 m. Results from 768.7 m of channel sampling include:

- CH15447: 48.0 m @ 0.12% Cu
- CH15430: 107.0 m @ 0.09% Cu
- CH14555: 126.0 m @ 0.22% Cu
- CH15391: 192.0 m @ 0.17% Cu

In April 2025, Hannan extended the high-grade gold mineralization at Previsto. A southward extension of the main trench assayed 135.2 m @ 1.3 g/t Au, confirming continuity of mineralization. Additional channels 20 metres to the north cut new high-grade zones, with results including 11.3 m @ 3.7 g/t Au (with a peak of 1.7 m @ 23.4 g/t Au) and 2.3 m @ 18.8 g/t Au. In June 2025, mapping and trenching identified two new mineralized zones, broadening the strike length of the high-grade system to around 650 metres. The southern zone, some 150–200 metres south of the

main trench, produced panel samples averaging 0.3 g/t Au, while the western zone, 80 metres west of the original mineralization, returned trench results such as 21 m @ 0.46 g/t Au (including 3 m @ 1.87 g/t Au). These new zones complemented the previously announced high-grade intercepts like 135.2 m @ 1.3 g/t Au, 11.3 m @ 3.7 g/t Au, and 2.3 m @ 18.8 g/t Au, demonstrating that the gold system was significantly more extensive than initially outlined.

In July 2025, Previsto's footprint expanded further with continued high-grade results. On July 2, 2025 new channels perpendicular to earlier sampling returned 13.6 m @ 2.1 g/t Au and 4.6 m @ 7.2 g/t Au, while an outcrop 255 metres south-southwest assayed 2.2 g/t Au, extending the mineralized trend to about 750 metres of strike. Later in July, systematic sampling extended the footprint even more - 30 m east, 400 m south, and 230 m southeast of the high-grade core. These results suggested the presence of a large alkaline epithermal gold system, characterized by broad zones of low- to moderate-grade mineralization interspersed with high-grade shoots.

On September 2, 2025, Hannan reported the Honda Creek discovery, a new 2 km × 0.8 km gold-anomalous zone located 1.3 - 2.1 km south-southwest of Previsto Central, with rock chips up to 0.92 g/t Au and soils to 0.70 g/t Au. Hosted in Chonta Formation limestone and siltstone with low copper (<500 ppm), it represents a distinct gold-only system that could be carbonate-replacement or sediment-hosted. The find extends the Previsto mineralized footprint to over 5 km of strike, reinforcing the district-scale potential of the Valiente Project.

On October 6, 2025, Hannan reported results from field campaigns at Honda Creek and Previsto Central that identified a new high-grade gold occurrence 400 m southwest of the existing high-grade footprint, with a panel sample returning 4.8 g/t Au and 36.3 g/t Ag. Across ~1.8 km² of sampling, 149 in-situ rock chips (and further channel and soil samples) revealed widespread anomalous gold (max 4.8 g/t Au, average 0.1 g/t) and copper (max 1.0% Cu, average 430 ppm Cu) values, confirming continuity between known zones, and suggesting a new structurally controlled trend.

On December 17, 2025, Hannan reported the confirmation of a kilometre-scale gold system at the Previsto prospect. New channel sampling results validated a 1.2 km mineralized trend stretching from Previsto Central to Mirador Creek, with highlights including 10.5 m @ 0.5 g/t Au (including 4.9 m @ 1.1 g/t Au) and 10.4 m @ 0.7 g/t Au. These results confirmed the continuity of high-grade structures first identified in October and expanded the district's potential with the identification of a possible second heat source at Upper Honda Creek, located 2 km southwest of Previsto Central. The systematic field campaign, which included 44 channels and 79 rock-chip samples, defined widespread gold-silver-copper mineralization, reinforcing the Company's model of a large-scale, multi-phase alkaline epithermal system within a largely untapped gold district.

On January 29, 2026, Hannan provided an update on the Belen drilling program and reported that an independent geological review by Dr. Alan Wilson (GeoAqua Consultants) had confirmed clear similarities in alteration assemblages and mineralization styles at Previsto to major alkaline epithermal deposits globally, including Cripple Creek (>28 Moz Au), Porgera (>34 Moz Au), and Emperor (>9.9 Moz Au). The Las Helenas zone at Previsto features roscoelite-adularia-fluorite alteration and Au-Ag-Te-V geochemistry characteristic of these world-class systems, confirming Previsto as the Company's highest-priority target. The DIA drill permit application at Previsto (DIA Amanecer) was confirmed for submission by Q2 2026.

On February 18, 2026, Hannan reported the identification of two new high-grade trends developing 1 km south of Previsto Central. Rock chip results extended a 42 m mineralized trend at Mirador Creek, with a highlight sample of 6.7 g/t Au, 34 g/t Ag and 40 ppm Cu. A new, entirely separate high-grade zone was confirmed 300 m west of the Mirador Creek trend via a 2.4 m channel returning 1.8 g/t Au, 4 g/t Ag and 258 ppm Cu. Work at Honda Creek confirmed a geochemically distinct signature lacking the Cu-Mo-V association of Previsto Central, supporting the interpretation of multiple independent heat and metal sources within the district. Soil geochemistry at Palestina Creek, located 0.25–0.7 km higher in elevation than Previsto Central, returned peak values of 211 ppb Au, indicating a further independent bedrock source yet to be discovered. In aggregate, 92 channel samples totalling 161 m and 124 rock chip samples defined widespread gold-silver-copper mineralization across Mirador Creek, Honda Creek, and Palestina Creek.

On April 1, 2026, Hannan reported further new results from systematic field campaigns at Previsto. Rock saw channel sampling at Mirador Creek confirmed continuity of high-grade gold mineralization over a 42 m trend, with a best channel result of 2.8 m grading 1.74 g/t Au, 13 g/t Ag and 96 ppm Cu, including telluride minerals - a signature commonly associated with high-grade gold deposits. Combined with previous work, sampling defined a new copper zone 1.2 km south of Previsto Central and 2 km south of the previously reported copper zone, with a footprint of 320 m x 200 m returning six rock chip samples with copper grades of 0.2% to 1.0%. Magmatic fertility analysis of the Previsto intrusive suite yielded a mean Strontium/Yttrium (Sr/Y) ratio of 93, well above the >35 threshold that

identifies intrusions capable of concentrating large metal endowments, with peak values exceeding 5,000. These data confirm that the hydrothermal engine at Previsto has the scale and chemistry consistent with a district-scale mineral system capable of hosting multiple deposits.

On May 4, 2026, Hannan reported a material expansion of the high-grade footprint at Previsto Central. Returning to the high-grade core, the Company cut a series of E-W channels perpendicular to the previously reported 135.2 m @ 1.3 g/t Au N-S principal channel, completing 77.8 m of cumulative channel sampling (68 samples) plus two panel samples across a 110 m x 20 m polygon. All 68 channel samples and 2 panel samples returned gold mineralization across the 110 m x 20 m area, with peak grades of 11.2 g/t Au and a continuous mineralized width of 12 m laterally. Channel intervals ran up to 18.7 m at 2.1 g/t Au and panel samples averaged 6.0 g/t Au, defining an apparent mineralized corridor of up to 100 m in the NE-SW orientation. Hyperspectral and alteration data indicate the current surface exposure sits at the apex of a preserved alkalic system with potential vertical extent exceeding 500 m.

On June 3, 2026, continued channel sampling at Previsto Central delivered a six-fold increase in mineralized width. This campaign led to an increase in the continuous mineralized channel width from the previously reported 15.5 m to 96.5 m laterally (estimated true width approximately 90 m) with peak grades of 7.1 g/t Au and channel intervals up to 96.5 m @ 0.6 g/t Au including 81 m at 0.5 g/t Au. A second channel located 20 m to the north was extended to 30.2 m at 1.0 g/t Au (estimated true width approximately 28 m), confirming continuity along strike and across the system. All 148 channel samples from the campaign returned gold mineralization, sustaining the 100% hit rate across the growing Previsto Central footprint.

On July 14, 2026, Hannan announced completion and submission of the Declaración de Impacto Ambiental ("DIA") at its 100%-owned Amanecer project, the primary environmental certification required for drilling in Peru. The DIA provides for the first-ever drilling on the project, with 18 drill platforms and 7,650 m of diamond drilling across the Previsto Central and Inca Garcilazo prospects, covering 361.4 hectares across two work areas within the Previsto footprint for a planned disturbance of just 2.3 hectares, with final DIA and other approvals anticipated during Q1/2027. On July 22, 2026, Hannan reported that ongoing channel sampling had expanded the mapped mineralized breccia body, increasing the known width of the mineralized breccia unit from 185 m to 305 m, with peak grades of 2.6 g/t Au and channel intervals up to 44.9 m @ 0.4 g/t Au, and defined a 450 m x 120 m zone grading greater than 5 g/t Ag. Combined with the 148 samples reported on June 3, 2026, every one of the 323 channel samples collected at Previsto Central across two consecutive campaigns has returned mineralization, a sustained 100% hit rate as the footprint continues to grow, with the breccia open to the east and west.

On October 1, 2026, Hannan reported results from two further channel and rock chip sampling campaigns at Previsto Central that extended the mapped mineralized breccia by 105 m to a strike length of 410 m, with the body remaining open in all directions. The two campaigns added 325 channel samples over 580.5 m of channel, all of which returned gold, silver or copper mineralization, bringing the cumulative total to 648 of 648 channel samples mineralized above background across four consecutive campaigns and sustaining the 100% hit rate at Previsto Central. A panel sample adjacent to the principal channel returned 32.8 g/t Au and 130 g/t Ag, the second-highest gold grade recorded from rock sampling at Previsto, while 34 rock chip and panel samples across a 600 m x 200 m polygon averaged 1.2 g/t Au, 10 g/t Ag and 541 ppm Cu. Channel highlights included CH18046 (19.8 m @ 0.6 g/t Au, 6 g/t Ag, including 2.0 m @ 3.1 g/t Au), CH17992 (77.3 m @ 0.1 g/t Au, 2 g/t Ag, including 1.5 m @ 2.3 g/t Au), which exposed a crackle breccia along the principal channel, and CH17986 (10.6 m @ 0.5 g/t Au, 5 g/t Ag, including 6.7 m @ 0.7 g/t Au). The mineralized breccia is characterized by adularia-roscoelite alteration, disseminated pyrite and local tellurides, with one veinlet sample returning 0.16% V, consistent with an alkalic porphyry-epithermal system. The Amanecer DIA, submitted in July 2026, is under parallel evaluation by the DGAAM, ANA and SERFOR authorities, with final approvals anticipated during Q1/2027, a timeline the Company expects to be assisted by the recently enacted Supreme Decree No. 014-2026-EM aimed at streamlining exploration permitting. On October 16, 2026, the Company received the first round of official observations on the Amanecer DIA, comprising observations from MINEM, ANA and SERFOR. The majority are requests to clarify, update or further document information already contained in the submission. The Company intends to respond within the standard 10 business-day period, with the option to request a further 10 business days if required.

The mineralization remains open under cover to the north, south, and east.

The Company's first geophysical Induced Polarization survey at Previsto Central, completed in October 2024, confirmed a substantial 6 km x 6 km copper-gold porphyry and epithermal gold mineral system. The survey identified seven high-priority targets, including two porphyry targets within a 5 km by 1 km intrusive trend and five epithermal targets that correlate with extensive gold soil anomalies.

On April 20, 2026 the Company reported the results of a high-resolution remote geological mapping and photogrammetry study over the Previsto Prospect. The study identified a major new zone of prospectivity - "Previsto Far North" - extending the district-scale mineralizing corridor an additional ~6.7 km to the north and effectively doubling the known prospective footprint of this emerging alkalic porphyry-epithermal gold-copper district.

Two key points are as follows:

(i) **District Doubled**: Identification of the new Previsto Far North zone creates a continuous ~13 km prospective corridor from Previsto Central to the newly defined northern limits - doubling the district's footprint and reinforcing the scale of this unique project.

(ii) **Same System, Much Bigge**r: Previsto Far North sits along-strike and in the hanging wall of the same regional Andean thrust fault that controls mineralization at Previsto Central. Structural, textural, geophysical, and geochemical signatures all match - this is not a new target, but the same large mineralizing system extending much further than previously recognized.

The Company continues to advance multiple work programs at Previsto, including expanded soil sampling and channel sampling programs, detailed prospecting, geological mapping and structural analysis, implementation of further induced polarization geophysical surveys and detailed geochemical interpretation, and advancement of drill permitting.

Sweden Projects (Gold-Silver, Sweden, option earn-in agreement)

On June 10, 2026, the Company entered into an option agreement with an arm's length private company to acquire up to 100% of three gold projects in Sweden, Stavaträsk, Skellefteå North and Ädelfors, covering 8,405 hectares. Hannan must issue up to 1,000,000 shares to maintain its right to exercise the option: 400,000 shares on completing at least 1,000 metres of diamond drilling (issued following completion of the maiden Stavaträsk program) and 600,000 shares on completing a further 1,000 metres. The option is exercisable for two years by spending at least $2,000,000 on exploration and issuing a further 3,500,000 shares, after which the vendor retains a 2.0% net smelter return royalty that Hannan may repurchase in full at any time for $3,000,000. Hannan may terminate the agreement at any time with no further share issuance or expenditure obligations. The TSXV accepted the option agreement for filing on July 6, 2026. Drilling at Stavaträsk commenced on June 22, 2026, twelve days after the agreement was announced, and the maiden 1,040 m program was completed in early July 2026. Ädelfors and Skellefteå North remain at an earlier stage of development.

Stavaträsk Project (Gold-Silver, northern Sweden)

Stavaträsk lies in the Skellefteå Mining District 20 km north of the historic Boliden deposit and occupies a strategic position on the Vidsel-Röjnoret Shear System ("VRSS"), the same regional-scale terrane boundary that hosts Boliden. Mineralization is structurally hosted, comprising massive to semi-massive arsenopyrite, pyrite and chalcopyrite with silica alteration, and carries an Au-Ag-Cu signature that mirrors the Boliden model. Outcrop samples return grades of up to 93 g/t Au and 24 g/t Ag, and a boulder field located 650 m southeast of the main outcrop yielded eight samples averaging 3.2 g/t Au (range 0.1-11.2 g/t Au), 67 g/t Ag (range 1-154 g/t Ag) and 0.83% Cu (range 0.003-2.43% Cu). Together the outcrop and boulder field define a 750 m mineralized trend, while historic Boliden-era drilling, for which recoverable data is largely unavailable, traces the system over 2.5 km of strike. The drill permit for the maiden program was secured in approximately four weeks.

On August 13, 2026, Hannan reported the first assay results from the maiden drill program, which comprised seven holes for 1,040 m over a strike length of 650 m within a 7 km structural trend. Holes ranged from 75 m to 260 m in length. Results were reported for the first five holes (ST2601 to ST2605) and gold was intersected in every hole. Best intercepts by hole (0.5 g/t Au cut-off, maximum 2 m internal dilution) were:

- ST2601: 4.5 m @ 1.4 g/t Au, 8.2 g/t Ag, including 0.5 m @ 8.9 g/t Au, 47.5 g/t Ag and 0.74% Cu
- ST2602: 5.6 m @ 1.4 g/t Au, 1.3 g/t Ag
- ST2603: 1.3 m @ 2.6 g/t Au, 1.9 g/t Ag
- ST2604: 9.2 m @ 1.3 g/t Au, 0.7 g/t Ag
- ST2605: 1.1 m @ 15.6 g/t Au, 2.9 g/t Ag, including 0.6 m @ 27.8 g/t Au

On August 31, 2026, Hannan reported the final assay results from the maiden program, from the two deepest holes, ST2606 and ST2607, which tested the down-dip continuation of the granodiorite-hosted quartz-arsenopyrite vein swarm. Gold was intersected in all seven holes across 650 m of strike, from as shallow as 12 m downhole. ST2606 returned the best intercept of the program by grade-width, 4.6 m @ 7.2 g/t Au, 14.5 g/t Ag from 79.5 m, hosted within a broad zone of mineralized granodiorite averaging 59.6 m @ 1.1 g/t Au from 48.5 m (no lower cut). A polymetallic interval within this zone returned 0.4 m @ 6.5 g/t Au, 66.4 g/t Ag and 1.35% Cu. Best composite intercepts (0.5 g/t Au cut-off, maximum 2 m internal dilution) were:

- ST2606: 7.0 m @ 2.6 g/t Au, 4.7 g/t Ag from 46.5 m, including 1.0 m @ 15.1 g/t Au, 28.4 g/t Ag
- ST2606: 4.6 m @ 7.2 g/t Au, 14.5 g/t Ag from 79.5 m, including 1.9 m @ 15.7 g/t Au, 31.7 g/t Ag, with individual assays of 0.6 m @ 20.7 g/t Au and 0.7 m @ 21.4 g/t Au
- ST2606: 6.6 m @ 1.3 g/t Au, 1.2 g/t Ag from 102.1 m
- ST2607: 3.2 m @ 1.4 g/t Au, 2.2 g/t Ag from 166.2 m, including 0.7 m @ 5.1 g/t Au

The true thickness of the mineralized intervals is not yet known.

Following the initial drill program, the Company completed an induced polarization (IP) gradient-array geophysical survey across the Stavaträsk prospect in September 2026, covering 3 km² on a 200 m grid with 100 m infill over the drilled area together with a dipole-dipole section. The survey mapped a principal north-south chargeability anomaly peaking at 30 mV/V and measuring 1,300 m by 180 m, a separate anomaly peaking at 28 mV/V over 280 m by 130 m that coincides with the granodiorite drill area, and a less continuous eastern north-south anomaly measuring 1,500 m by up to 500 m, and identified new target areas off the drilled trend. Compilation of the data and 3D geological modelling are in progress.

On October 13, 2026, Hannan announced that diamond drilling had restarted at Stavaträsk with a second program of approximately 1,000 m in approximately four holes. The program is designed to test the down-dip extension of the granodiorite-hosted quartz-arsenopyrite vein swarm below hole ST2606 (4.6 m @ 7.2 g/t Au), the along-strike extension of the mudstone-hosted high-grade shear zone intersected in holes ST2604 and ST2605 (1.1 m @ 15.6 g/t Au), and new IP chargeability targets stepping out from the drilled area. Drilling is expected to be completed during October 2026, with assay results anticipated six to eight weeks thereafter.

Ädelfors Project (Historic High-Grade Goldfield, southern Sweden)

Ädelfors, in Jönköping County in southern Sweden, is one of the country's most historically significant gold districts, officially discovered in 1738 and mined through the 18th and 19th centuries. Historical records document the average mined grade of the two main vein systems at 14 g/t Au with occurrences of up to 1,100 g/t Au over an average vein width of 0.4 m, while recent sampling of the wall-rock shear halo has returned up to 1.1 g/t Au and float sampling proximal to the historic mines averaged 2.4 g/t Au across 22 samples. With 131 historic workings recorded across the project, the central historic mine on the property was worked to 240 m depth vertically, with grades reportedly increasing with depth, and workings extend across a 7.5 km strike length with the most intensely mined area defining a 1.5 km × 1.0 km polygon. The Company's first step is LiDAR analysis to see through vegetation and map the full extent and orientation of the historic workings.

Skellefteå North Project (Gold, northern Sweden)

Skellefteå North lies in the Skellefteå Mining District, 40 km north-northwest of the city of Skellefteå. The project was previously drilled by Mawson Gold Limited in 2022, which intersected visible gold in vein-hosted mineralization and returned intercepts of up to 1.8 m @ 28.4 g/t Au (including 0.4 m @ 132 g/t Au), defining gold over 300 m of strike and 80 m of depth, with early interpretation suggesting a series of plunging shoots that remain open in all directions. Gold outcrops extend along a 6.5 km trend, of which less than 5% has been drill-tested to date, with grab samples across the main trend averaging 1.8 g/t Au (49 samples), and a parallel structural trend 5.5 km to the north hosting outcrop grades of up to 15.1 g/t Au.

San Martin JV Project (Copper-Silver, Peru)

Hannan and JOGMEC have mutually agreed to conclude the San Martin joint venture in Peru, effective June 18, 2026. The parties have jointly determined that the project no longer fits within each company's current strategic priorities and capital allocation plans. Hannan and JOGMEC remain on excellent terms and look forward to opportunities to work together in the future.

Future Developments

Looking ahead through the remainder of 2026 and into 2027, the Company is focused on advancing Previsto as its highest-priority target. Drilling at Belen (DIA Valiente) is complete, with eight holes for 3,124.85 m drilled across Vista Alegre, Ricardo Herrera and Sortilegio. At Previsto (DIA Amanecer), field programs continue, with the mineralized breccia at Previsto Central now extended to 410 m of strike and remaining open in all directions, and structural mapping and channel sampling ongoing to vector toward the core of the system. The DIA drill permit application for Previsto was submitted in July 2026 and is under parallel evaluation by the DGAAM, ANA and SERFOR authorities, with the first round of official observations received on October 16, 2026 and final approvals anticipated during Q1/2027, positioning the Company to commence its maiden drilling program at this highly prospective target in 2027. In Sweden, following completion of the IP survey, a second drill program of approximately 1,000 m restarted at Stavaträsk in October 2026 to test depth and strike extensions of the gold system and newly defined IP chargeability targets.

Qualified Person

Mr. Michael Hudson, the Company's Executive Chairman and CEO, a Fellow of the Australasian Institute of Mining and Metallurgy and a Qualified Person as defined in National Instrument 43-101, has reviewed and verified the technical contents of this document.

Selected Financial Data

The following selected quarterly financial information is derived from the unaudited condensed consolidated interim financial statements of the Company and prepared using IFRS.

	Fiscal 2027	**Fiscal 2026**				**Fiscal 2025**		
Three Months Ended	**Aug 31/26 $**	**May 31/26 $**	**Feb 28/26 $**	**Nov 30/25 $**	**Aug 31/25 $**	**May 31/25 $**	**Feb 28/25 $**	**Nov 30/24 $**
Operations:								
Revenues	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Expenses	(511,842)	(354,770)	(280,064)	(366,440)	(658,552)	(396,079)	(282,554)	(1,084,175)
Other Items	(31,594)	30,733	26,477	22,969	36,904	(15,702)	(92,949)	101,582
Net loss	(543,436)	(324,037)	(253,587)	(343,471)	(621,648)	(411,781)	(375,503)	(982,593)
Basic and diluted loss per share	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.01)
Statement of Financial Position:								
Working capital	4,652,005	6,566,987	7,741,478	8,041,513	2,078,134	2,305,154	1,892,693	2,426,734
Total assets	21,045,861	21,123,767	21,310,380	20,362,285	12,925,356	11,112,804	9,907,681	10,223,391
Total long-term liabilities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

Results of Operations

As at the date of this MD&A, the Company has not earned any production revenue, nor found proved reserves on any of its unproven mineral interests; therefore, the expenses are not subject to seasonal fluctuations or general trends. The Company's expenses and cash requirements will fluctuate from quarter to quarter depending on the level of activity and, therefore, lack some degree of comparability. The Company's quarterly results may be affected by many factors such as timing of exploration activities, share-based payment costs, marketing activities and other factors that affect the Company's exploration and financing activities. Furthermore, the Company's net loss/income may also be affected by interest rates received on cash and foreign exchange fluctuations.

Three Months Ended August 31, 2026 Compared to Three Months Ended August 31, 2025

During the three months ended August 31, 2026 ("Q1/2027") the Company reported a net loss of $543,436 compared to a net loss of $621,648 for the three months ended August 31, 2025 ("Q1/2026"), a decrease in loss of $78,212. The Company recognized a decrease in general and administration expenses of $146,710, from $658,552 during Q1/2026 to $511,842 during Q1/2027 which was partially offset by a $74,004 fluctuation in foreign exchange, from a gain of $25,732 in Q1/2026 to a loss of $48,272 in Q1/2027. Significant variances in general and administration expenses are as follows:

(i) incurred general exploration of $213,594 in Q1/2026, compared to $33,190 in Q1/2027, primarily for the due diligence exploration program conducted on the Cerro Rolando Project in Q1/2026;

(ii) during Q1/2026 the Company engaged Resource Stock Digest to provide a three month advertising and marketing campaign for US $125,000. The Company did not extend the campaign and, accordingly, investor relations expenses for Q1/2027 were $7,311 paid to SRC Resource Capital compared to $165,980 for Q1/2026;

(iii) a decrease of $13,204 in share-based compensation, from $55,556 in Q1/2026 compared to $42,352 in Q1/2027 on the granting and vesting of share options;

(iv) travel increased by $28,134, from $19,463 in Q1/2026 to $47,597 in Q1/2027 due to increased travel to Sweden and Peru;

(v) professional fees increased by $73,572, from $22,159 in Q1/2026 to $95,731 in Q1/2027. During Q1/2027 the Company engaged a human resources firm to assist in the recruitment of a replacement general manager for its Peruvian operations; and

(vi) in June 2026, the San Martin JV was concluded and the Company reassessed its personnel requirements in Peru. The Company determined to dismiss a number of employees and paid severance totalling $57,201.

The Company holds its cash in interest bearing accounts in major financial institutions. Interest income is generated from the deposits and fluctuates primarily with the levels of cash on deposit. During Q1/2027 the Company recorded interest income of $16,678 compared to $11,172 during Q1/2026.

Exploration and Evaluation Assets

During Q1/2027 the Company incurred a total of $1,693,226 (Q1/2026 - $2,245,348) on the acquisition, exploration and evaluation of its unproven resource assets of which $nil (Q1/2026 - $392,228) was incurred on its San Martin JV Project, $984,267 (Q1/2026 - $1,853,120) on the Valiente Project and $708,959 on the Swedish Properties. In addition, during Q1/2026 the Company recorded a cost recovery of $345,815 on its San Martin JV Project as JOGMEC reimbursed the Company for all project related costs and credited management fees billed to JOGMEC of $21,150. Effective June 18, 2026 the joint venture agreement was terminated and, in fiscal 2026 the Company recorded an impairment provision of $62,922 for the net exploration and evaluation costs recorded on the San Martin JV Project. See also “Properties Update”.

Exploration and acquisitions costs incurred during Q1/2027 are as follows:

	Valiente Project $	Swedish Properties $	Total $
Balance at May 31, 2026	14,130,222	-	14,130,222
Exploration costs			
Assays	69,436	-	69,436
Drilling	-	245,482	245,482
Geology	502,140	54,616	556,756
Insurance	2,217	-	2,217
Legal	350	-	350
Logistics, camp costs and labour	185,515	-	185,515
Travel	-	14,671	14,671
VAT incurred	80,667	-	80,667
	840,325	314,769	1,155,094
Acquisition costs			
Common shares issued	-	276,000	276,000
License applications and fees	143,942	118,190	262,132
	143,942	394,190	538,132
Balance at August 31, 2026	15,114,489	708,959	15,823,448

Financing Activities

Three Months Ended August 31, 2026

The Company did not complete any equity financings during the three months ended August 31, 2026.

Three Months Ended August 31, 2025

The Company issued a total of 4,585,711 common shares on the exercise of warrants and share options for proceeds of $2,285,216. The Company did not complete any equity financings during the three months ended August 31, 2025.

Financial Liquidity and Capital Resources

The Company has a history of losses with no operating revenues and, as at August 31, 2026, the Company had working capital of $4,652,005. The Company's mineral property interests and operations are funded from equity financings which are dependent upon many external factors and may be difficult to impossible to secure or raise when required. Although management considers that the Company has adequate resources to maintain its core operations and conduct planned exploration of its existing exploration and evaluation assets for the next twelve months, the Company recognizes that exploration expenditures may change with ongoing results and, as a result, it may be required to obtain additional financing. While the Company has been successful in securing financings in the past there can be no assurance that it will be able to do so in the future.

Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

Proposed Transactions

The Company has no proposed transactions.

Critical Accounting Estimates

The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect 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 revenues and expenditures during the reporting period. Examples of significant estimates made by management include estimating the fair values of financial instruments, valuation allowances for deferred income tax assets and assumptions used for share-based compensation. Actual results may differ from those estimates.

A detailed summary of the Company's critical accounting estimates and sources of estimation is included in Note 3 to the May 31, 2026 audited annual consolidated financial statements.

Changes in Accounting Policies

A detailed summary of all the Company's significant accounting policies and accounting standards and interpretations issued but not yet effective, is included in Note 3 to the May 31, 2026 audited annual consolidated financial statements.

Transactions with Related Parties

(a) *Transactions with Key Management Personnel*

The Company has determined that key management personnel consists of the executive members of the Company. During Q1/2027 and Q1/2026 the following amounts were incurred with respect to the Company's CEO (Mr. Hudson), and the CFO (Mr. Lim):

	Q1/2027 $	Q1/2026 $
Professional fees - Mr. Hudson	30,000	30,000
Professional fees - Mr. Lim	3,750	3,750
	33,750	33,750

During Q1/2027 the Company incurred a total of $33,750 (Q1/2026 - $33,750) to key management personnel for their services which have been allocated based on the nature of the services provided: expensed $33,750 (Q1/2026 - $27,750) to director and officer compensation; and capitalized $nil (Q1/2026 - $6,000) to exploration and evaluation assets. As at August 31, 2026 $50,000 (May 31, 2026 - $20,000) remained unpaid.

(b) *Transactions with Other Related Parties*

(i) During Q1/2027 and Q1/2026 the following amounts were incurred with respect to current and former non-management directors (Nick DeMare, David Henstridge, Georgina Carnegie, and Katty Vargas) and the Corporate Secretary (Mariana Bermudez) of the Company:

	Q1/2027 $	Q1/2026 $
Professional fees - Mr. DeMare	3,750	3,750
Professional fees - Mr. Henstridge	3,750	3,750
Professional fees - Ms. Carnegie	3,750	3,750
Professional fees - Ms. Vargas [(1)]	-	59,279
Professional fees - Ms. Bermudez	15,000	10,500
	26,250	81,029

(1) Ms. Vargas was appointed as a director on November 11, 2024 and the figure represents amounts incurred to Ms. Vargas in her capacity as the general manager of the Peruvian subsidiaries. Ms. Vargas did not receive any additional compensation in her role as a director of the Company. Effective August 31, 2026 Ms. Vargas resigned as a director and general manager of the Peruvian subsidiaries.

During Q1/2027 the Company incurred a total of $26,250 (Q1/2026 - $81,029) to non-management directors and officers of the Company which have been allocated based on the nature of the services provided: expensed $26,250 (Q1/2026 - $21,750) to directors and officers compensation; and capitalized $nil (Q1/2026 - $59,279) to exploration and evaluation assets. As at August 31, 2026 $53,300 (May 31, 2026 - $49,550) remained unpaid.

(ii) During Q1/2027 the Company incurred a total of $8,350 (Q1/2026 - $8,600) to Chase, a private corporation owned by Mr. DeMare, for accounting and administration services provided by Chase personnel, excluding Mr. DeMare. As at August 31, 2026 $5,850 (May 31, 2026 - $1,100) remained unpaid.

Risks and Uncertainties

An investment in the Company's common shares is highly speculative and subject to a number of risks and uncertainties. Only those persons who can bear the risk of the entire loss of their investment should consider investing in the Company's common shares.

The Company competes with other mining companies, some of which have greater financial resources and technical facilities, for the acquisition of mineral concessions, claims and other interests, as well as for the recruitment and retention of qualified employees.

Outstanding Share Data

The Company's authorized share capital is unlimited common shares with no par value. As at October 29, 2026, there were 145,507,363 issued and outstanding common shares and 5,943,700 share options outstanding at exercise prices ranging from $0.25 to $0.94 per share.