BuchansResources

MANAGEMENT DISCUSSION AND ANALYSIS

For the six months ended June 30, 2026

Dated August 28, 2026

(Form 51-102F1)

Date: August 28, 2026

GENERAL

The following management's discussion and analysis ("MD&A") of the financial condition and results of operations of Buchans Resources Limited ("Buchans" or the "Company") should be read in conjunction with the condensed interim financial statements and the accompanying notes thereto for the six months ended June 30, 2026, which have been prepared in accordance with International Financial Reporting Standards ("IFRS"), a copy of which is filed on the SEDAR+ website at www.sedarplus.ca. All dollar amounts are stated in Canadian dollars, unless otherwise noted.

COMPANY OVERVIEW

Buchans holds nickel, copper, cobalt and gold exploration properties in Labrador, and plans to advance exploration on these long-overlooked but promising critical mineral and gold assets over the next two years. Buchans' South Voisey's Bay Ni-Cu-Co Project has high-priority, drill-ready targets in a confirmed Voisey's Bay deposit-style environment. Buchans' Tasiuyak Gold Project covers gold mineralization hosted within an orogenic belt of similar age (approximately 1.8 billion years) and mineralization style to the former Homestake gold mine in South Dakota and other productive gold-bearing orogenic belts worldwide.

Buchans is seeking partners to joint venture or invest in its key Labrador nickel and gold projects. In Q1, the Company engaged two experienced consultant groups to compile and review remote sensing and geophysical data to assist with future exploration targeting. This work includes processing of satellite spectral data as well as historical digital airborne geophysical data sets across approximately 2,000 km² including the Company's gold and nickel properties.

Findings from these initiatives will be considered in advance of field activities or lead to further analyses of other historical data sets, including ground geophysical and geological data to enhance targeting in advance of future field programs. Ultimately, it is the intention that these activities will lead to diamond drilling to test "drill-ready" targets as well as new targets within the Company's Labrador properties.

At June 30, 2026, the Company held 31,966,054 common shares of Canterra Minerals Corporation ("Canterra") (TSXV:CTM) (OTCQB: CTMCF) (FSE:DXZB) with a total estimated value of $4,635,078, based on the quoted market price of Canterra shares at that date of $0.145 per share. At the date of this MD&A, the Company held 31,966,054 common shares of Canterra with a total estimated value of $4,475,248, based on the quoted market price of Canterra shares at that date of $0.14 per share.

At June 30, 2026, the Company held 11,320,000 common shares of Royalties Inc. (December 31, 2025 – 11,620,003) with a total estimated value of $1,132,000, based on the quoted market price at that date of $0.10 per share (December 31, 2025 –$1,045,800). At the date of this MD&A, the Company held 11,320,000 shares of Royalties Inc. with a total estimated value of $1,132,000, based on the quoted market price of Royalties Inc. shares at that date of $0.10 per share.

In addition to exploration properties in Labrador and equity interests in publicly traded companies, Buchans holds mineral exploration interests in Ireland through its shareholding in Minco Exploration PLC ("Minco") as an investment in associate and not held for distribution. In early 2026, Minco completed a €1.66 million financing with Irish Minerals Fund and a strategic investor to advance the Rapla Project. Buchans subscribed for 345,622 ordinary shares at €0.0868 per share on the same terms as other participants (Minco News Release dated February 5, 2026). At June 30, 2026 and at the date of this MD&A, the Company held 11,573,501 ordinary shares of Minco, representing approximately a 9.4% interest.

CANTERRA MINERALS CORPORATION

At June 30, 2026, Buchans held 31,966,054 common shares of Canterra.

Since acquiring Buchans' former central Newfoundland critical metals projects in 2023, Canterra Minerals has continued to report positive results from its expanded central Newfoundland property position that includes resources formerly held by Buchans as well as several other critical metal VMS deposits in the district already held by Canterra. In addition, Canterra has undertaken several phases of exploration at its Wilding Gold Project adjacent to Equinox Gold's recently opened Valentine Gold mine, also located in central Newfoundland.

Highlights from Canterra's work in central Newfoundland so far in 2026 include:

On July 8, 2026, Canterra announced having commenced an 8,000 metre Phase 2 diamond drill program to include resource infill and expansion drilling at its Lundberg deposit at Buchans as well as including approximately 6,000 metres of exploration drilling across satellite deposits located south of Buchans within its Victoria Lake property holdings to test several high-priority copper-zinc targets including at the Lemarchant deposit and potentially at other satellite deposits.

In May 2026, Canterra announced having completed an 8-hole, 2,386 m winter drilling program at Buchans testing the West Clementine and Two Level/Lundberg target areas (Canterra News Release dated May 12, 2026). Results were released in June (June 3, 2026 news release) and include the intersection of 1.65 m of 4.34% CuEq, further confirming continuity of high-grade semi-massive sulphides at the Two Level prospect as well as an intersection of 57.15 m of 0.57% CuEq, including 11 m of 1.32% CuEq, from infill near surface drilling at Lundberg. Results from the Lundberg infill-resource expansion drilling are expected to contribute to a new mineral resource estimate for the Lundberg deposit, targeted for Q4 2026.

Elsewhere at Buchans, in the West Clementine area, drilling tested several deep 3D Array IP anomalies identified by surveys completed in 2025 and explained the features as being associated with weakly altered and mineralized rocks as well as a large fault structure (Canterra News Release dated June 3, 2026). A third anomaly remains untested after drilling stopped short of the target due to early spring thaw conditions. Drill casing was left in place to allow future completion of this hole during favourable winter access conditions.

On January 20, 2026, Canterra announced results from a fall 2025, 18-hole (1,243 m) drilling program at its Wilding Gold Project in central Newfoundland. Results included an intersection of 10.89 g/t Au over 31.5 m (core length, drilled at a shallow angle to the known vein) confirming the mineralized vein system at the Elm prospect as well as drilling additional multi-gram per tonne gold intercepts in and around several known prospects (Canterra News Release dated January 20, 2026).

On February 18, 2026, Canterra announced having commenced a basal till and top of bedrock sampling drill program over the Wilding gold prospects and surrounding area and intends to use results of this work to determine drilling targets for a ~5,000 metre drilling program to be undertaken later in 2026 (Canterra News Release dated February 18, 2026). Canterra's Wilding Gold Project is located adjacent and along strike of Equinox Gold Corp.'s Valentine Mine and covers a 55-kilometre extension of the same structural corridor that hosts the Valentine mine. Results of this program are expected in Q3 of 2026.

EXPLORING FOR GOLD IN LABRADOR - Tasiuyak Gold Property

Buchans holds a 100% interest in its 92-claim (23 km^2) Tasiuyak gold property in Labrador located 10 km south of Vale's Voisey's Bay nickel-copper-cobalt mine. The property covers the VBE-2 gold prospect discovered by previous explorers during the Voisey's Bay exploration rush in the mid-1990s. The prospect consists of a 90 m long bedrock exposure of sulphide-rich iron formation that returned historical chip sample assays of up to 18.9 g/t Au over 1 m, as well as historical drilled intercepts over a 275 m strike that returned assays of 5.5 g/t Au over 2.1 m, 4.2 g/t Au over 3.0 m, and 4.1 g/t over 2.1 m.

Field exploration was last undertaken on this project by Buchans in 2018 and returned sawn bedrock channel sample assays from the VBE-2 prospect averaging 8.51 g/t Au & 0.93 g/t Ag over 4.8 m, including 31.91 g/t Au over 0.85 m. Prospecting undertaken along strike of the prospect traced the host horizon over a 3-kilometre strike where additional channel samples returned assays of up to 0.69 g/t Au over 0.50 m, two kilometres to the south.

In 2026, Buchans engaged several leading geological and geophysical consultants to compile and model past exploration results, including reprocessing of historical digital geophysical data sets as part of an initiative to identify targets for future exploration. This work is ongoing but preliminary results are considered favourable. Buchans believes that the Tasiuyak property geology, particularly with respect to the style and age of mineralization, may be analogous to that of the renowned former Homestake gold mine in South Dakota and other important gold mining areas around the globe. Depending on results from its ongoing targeting exercise, Buchans will consider field exploration programs for this project in 2027.

EXPLORING FOR NICKEL-COPPER-COBALT IN LABRADOR

Buchans holds a 100% interest in two properties in Labrador considered prospective for Voisey's Bay-style nickel-copper-cobalt deposits, including 69 claims (17.25 km^2) covering prospective troctolitic gabbro of the Pants Lake Intrusive suite at South Voisey's Bay, and 5 claims (1.25 km^2) covering mineralized troctolite at Voisey's Bay itself.

South Voisey's Bay

The South Voisey's Bay property is comprised of 69 claims (17.25 km^2) located 80 km south of Vale's (NYSE:VALE) Voisey's Bay mine that cover mineralized troctolitic gabbro comparable in age and composition and related to the same magmatic complex that hosts the Voisey's Bay deposits.

Previous explorers identified several prospects within Buchans' property, including historical drilled intercepts (core length) of 1.1 m of 11.9% Ni, 9.6% Cu, and 0.43% Co, 0.65 m of 1.93% Ni, 1.07% Cu and 0.26% Co, and 15.7 m averaging 1.13% Ni, 0.78% Cu and 0.20% Co drilled in the late 1990s.

Buchans has completed reviews of past work on the property, including compilation and modelling of available geophysical data by a leading consultant geophysicist. This compilation highlighted several anomalies as potential targets for buried Voisey's Bay-style magmatic sulphide deposits. Among these is a strongly conductive, deep geophysical anomaly detected by Audiomagnetotelluric (AMT) surveys completed in the early 2000's and located near the aforementioned high-grade intercepts drilled in the 1990's. Given its location and other characteristics, Buchans believes the untested AMT anomaly remains a high-priority target for diamond drilling.

In 2026 Buchans engaged several leading geological and geophysical consultants to compile and model past exploration results, including reprocessing of historical digital geophysical data sets together with 3D geological modelling of mineralized troctolitic host rocks within the South Voisey's Bay property. This work is being undertaken as part of an initiative to identify targets for future exploration. Work is ongoing but preliminary results are considered favourable. Buchans anticipates proposing field exploration programs for this project in 2027.

Voisey's Bay (Luk)

Buchans holds five claims (1.25 km^2) strategically located 8 km southwest of Vale's Voisey's Bay nickel-copper-cobalt mine in northern Labrador. Known as the Luk Property, this property covers the extension of the same troctolitic intrusion that hosts the Voisey's Bay mine on Vale's adjacent mine property.

Buchans' property is surrounded by Vale's mine property, where Vale recently completed a US$2.94 billion mine expansion to develop two additional underground mines adjacent to the original Voisey's Bay Ovoid open pit mine. Buchans is encouraged by announcements by Vale, including positive drilling results from its Reid Brook Extension zone in 2022 that returned mineralized intercept assaying 2.79% Ni and 1.31% Cu over 92.6 m core length (Vale Investors Presentation, Sept 7, 2022). In 2023, Vale announced increasing exploration activities at Voisey's Bay including plans to complete in excess of 300,000 metres of drilling over 5 years.

Qualified Person

Paul Moore M.Sc., P.Geo. (NL), Vice President Exploration of Buchans Resources Limited and a Qualified Person as defined by National Instrument 43-101, has approved the scientific and technical disclosure contained in this Management's Discussion and Analysis.

EXPLORATION AND EVALUATION ASSETS

The following table shows the Company's exploration and evaluation assets:

	June 30, 2026	Additions	Dec. 31, 2025	Additions	Dec. 31, 2024
	$	$	$	$	$
South Voiseys Bay	299,701	35,213	264,488	44,880	219,608
Tasiuyak-Voiseys Gold	71,180	61,901	9,279	9,279	-
Voiseys Bay (Luk)	78,965	1,620	77,345	-	77,345
Prepaid exploration C2 bonds	60,323	30,152	30,171	30,171	-
	510,169	128,886	381,283	84,330	296,953

All exploration and evaluation assets are carried at cost less any applicable impairment provision.

MINCO EXPLORATION PLC

At June 30, 2026, the Company held 11,573,501 shares of Minco Exploration PLC, representing 9.4% interest as an investment in associate and not held for distribution.

Minco is a mineral exploration company which holds interests in Prospecting Licences in Ireland which are considered highly prospective for the discovery of zinc-lead mineralisation. Minco has interests in four projects located within the Irish Midlands Orefield that are operated by Minco's wholly owned subsidiaries, either alone or in joint venture with Boliden Tara Mines DAC ("Boliden").

Minco's primary focus is its 100% owned Rapla Project, in County Laois, where exploration has identified high-grade zinc-lead-copper-silver mineralisation. The Rapla Project is located approximately 5 km and 15 km northeast of the past producing Galmoy Mine (10.9Mt @ 12.4% Zn, 1.6% Pb) and Lisheen Mine (22 Mt @ 11.5% Zn, 1.9% Pb), respectively. The Rapla Project lies along the Rathdowney Trend, a highly prospective segment of the greater Galmoy / Lisheen mineralising system.

During 2025, Minco reported significant drilling results from its Rapla Project. Drilling intersected high-grade Irish-type zinc-lead mineralization, including 16.5 metres grading 10.99% Zn, 3.12% Pb, 1.39% Cu and 294 g/t Ag in drillhole 3312-82, which included a high-grade interval of 4.5 metres grading 19.45% Zn, 8.18% Pb, 5.05% Cu and 1,028 g/t Ag. The mineralized intercept occurs at the base of the Waulsortian limestone and is interpreted to be associated with a fault structure considered to be a key control on mineralization within the district.

Minco Completes €1.66 Million Financing with Irish Minerals Fund and Strategic Investor

In February 2026, Minco completed a further €1.66 million non-brokered financing, comprising €1.375 million of new equity financing from Irish Minerals Fund LP and the Strategic Investor, together with the completion of €155,000 under the Strategic Investor's previously granted investment option, and a €130,000 corporate working capital financing. The proceeds are expected to be used to advance and expedite exploration at Minco's Rapla Project and for general working capital purposes.

The Irish Minerals Fund LP is an Irish limited partnership sponsored by Lionhead Resources and anchored with a €30 million commitment from the Ireland Strategic Investment Fund to make minority investments in value-creating, ESG-responsible, high-quality metals and mining projects in Ireland. The Ireland Strategic Investment Fund, managed and controlled by the National Treasury Management Agency, is Ireland's sovereign development fund with a unique mandate to invest on a commercial basis to support economic activity and employment in Ireland.

As part of the financing, Buchans subscribed €30,000 for 345,622 Ordinary Shares at €0.0868 per share on the same terms as other participants. The funds from the placement to Buchans were used to settle an outstanding liability to Buchans in the same amount.

As at the date of this MD&A, the Company held 11,573,501 shares of Minco Exploration PLC, representing a 9.4% interest.

Expedited Exploration Plan Underway

Following the completion of financings, Minco accelerated exploration activities at its 100% owned Rapla Project in County Laois, Ireland. Initial drilling commenced in mid-August 2025 with two drill rigs mobilized to undertake an aggressive drill testing program focused on high-priority targets along the Rathdowney Trend.

The initial phase of drilling comprised approximately 4,200 metres in 10 drill holes. Four holes (2,400 metres) were designed to follow up historical drill hole 3312-71, which previously intersected 14.59% Zn+Pb over 7.4 metres.

The highlight of 2025 was the announcement of significant high-grade drill results from Rapla, featuring 16.5 metres grading 10.99% zinc, 3.12% lead, 1.39% copper and 294 g/t silver, including 4.5 metres grading 19.45% zinc, 8.18% lead, 5.05% copper and 1,028 g/t silver in drill hole 3312-82. This is one of the highest-grade holes drilled in Ireland in decades.

Follow-up drilling has demonstrated continuity of Irish-type zinc-lead mineralization within the primary target horizon, while deeper drilling has also intersected zinc-lead mineralization within the Lisduff Oolite horizon approximately 200 metres below the Waulsortian limestone target, supporting Minco's interpretation that multiple prospective mineralized horizons may be present within the project area.

As of June 2026, Minco had completed 19 drill holes totalling 10,728 metres, with a further four holes in progress, as part of a 70-hole exploration program permitted by Ireland's Geoscience Regulation Office. The majority of the holes drilled to date targeted Minco's priority target area in the Aghmacart and Addergoole townlands west of Cullohil (Minco News Release dated 18 August 2026).

Minco is also extending its drilling campaign to follow up on positive historic drilling results and has identified several additional targets for testing in the remainder of 2026 and into 2027. Minco has indicated it plans to undertake an in-fill drilling program in the second half of 2026, with the goal of establishing a foundation for a mineral resource estimate and an assessment of the Rapla Project's economic viability in the medium term (Minco News Release dated 18 August 2026).

RESULTS OF OPERATIONS

Buchans recorded no revenue in the three or six months ended June 30, 2026 or June 30, 2025.

For the three months ended June 30, 2026, the Company recorded a loss of $1,217,081. The loss included a loss in fair value of marketable securities of $1,176,912. During the three months ended June 30, 2025, the Company recorded a gain of $599,617. The gain included a gain in fair value of marketable securities of $659,511 and a loss on disposal of $10,000.

For the six months ended June 30, 2026, the Company recorded a loss of $2,501,589. The loss included a fair value adjustment of marketable securities of $2,813,434 and a gain on disposal of $415,736. During the six months ended June 30, 2025, the Company recorded a loss of $218,052. The loss included a fair value adjustment of marketable securities of $56,510 and a loss on disposal of $54,800.

During the six months ended June 30, 2026, Buchans invested $128,886 (2025 - $41,761) on exploration expenditures on its mineral properties.

SUMMARY OF QUARTERLY RESULTS

Expressed in $000's, Except for per share amounts	June 30 2026 $	Mar. 31 2026 $	Dec. 31 2025 $	Sept. 30 2025 $	June 30 2025 $	March 31 2025 $	Dec. 31 2024 $	Sept. 30 2024 $
Net (loss) gain	(1,217)	(1,285)	2,628	2,131	600	(818)	2,020	(257)
Net (loss) gain per share - basic and diluted	(0.019)	(0.020)	0.041	0.033	0.009	(0.013)	0.031	(0.004)
Total assets	7,838	9,072	10,440	7,814	5,695	4,878	5,773	3,853
Working capital	6,133	7,405	8,796	6,231	4,111	3,607	4,397	2,322

- The loss for the quarter ended September 30, 2024 included a reduction in fair value of marketable securities of $138,000.
- The gain for the quarter ended December 31, 2024 included a gain in fair value of marketable securities of $2,194,553.
- The loss for the quarter ended March 31, 2025 included a loss in fair value of marketable securities of $716,021 and a loss on disposal of $44,800.
- The gain for the quarter ended June 30, 2025 included a gain in fair value of marketable securities of $659,511 and a loss on disposal of $10,000.
- The gain for the quarter ended September 30, 2025 included a gain in fair value of marketable securities of $2,131,063.
- The gain for the quarter ended December 31, 2025 included a gain in fair value of marketable securities of $2,762,574.
- The loss for the quarter ended March 31, 2026 included a loss in fair value of marketable securities of $1,636,522 and a gain on disposal of marketable securities of $423,010.
- The loss for the quarter ended June 30, 2026 included a loss in fair value of marketable securities of $1,176,912.

LIQUIDITY AND CAPITAL RESOURCES

At June 30, 2026, Buchans held $359,375 (December 31, 2025 - $26,686) in cash and $5,774,078 in marketable securities, and had a working capital surplus of $6,133,061, compared to a working capital surplus of $8,796,354 at December 31, 2025.

At June 30, 2026, Buchans held 31,966,054 common shares of Canterra Minerals Corporation (December 31, 2025 - 35,501,054), with a total estimated value of $4,635,078, based on the quoted market price of Canterra shares at that date of $0.145 per share. At the date of this MD&A, Buchans held 31,966,054 common shares of Canterra with a total estimated value of $4,475,248, based on the quoted market price of Canterra shares at that date of $0.14 per share..

At June 30, 2026 and at the date of this MD&A, Buchans also held 11,320,000 shares of Royalties Inc. (December 31, 2025 – 11,620,003) with a total estimated value of $1,132,000 (December 31, 2025 – $1,045,800), based on the quoted market price of Royalties Inc. shares at that date of $0.10 per share.

At June 30, 2026 and at the date of this MD&A, the Company held 11,573,501 shares of Minco Exploration (December 31, 2025 - 11,227,879) with a total estimated value of $1,580,405 (€1,004,580), based on the most recent price at which Minco issued shares to an arm's length party of €0.0868 per share.

RELATED PARTY TRANSACTIONS

The directors are considered key management personnel of the Company in accordance with IAS 24 'Related Party Disclosures'. No fees were paid by the Company to directors for their services as directors of the Company in the six months ended June 30, 2026 and 2025.

During the six months ended June 30, 2026, the Company charged $18,000 to related parties for office services, including $9,000 (December 31, 2025 - $15,000) to Energold Minerals Inc., and $9,000 (December 31, 2025 - $15,000) to Conquest Resources Limited.

Included in trade and other receivables at June 30, 2026, is $15,763 (December 31, 2025 - $41,830) from Minco Exploration Plc covering administration services.

In February 2026, as part of a financing in Minco Exploration, the Company invested $49,750 (€30,000) to acquire an additional 345,622 ordinary shares of Minco, and Minco reduced its payable to Buchans by $49,750.

Included in amounts payable at December 31, 2025, was a note payable to Energold Minerals Inc. in the amount of $35,000 in respect of advances made by Energold to the Company. In March 2026, the Company repaid $35,000 to Energold.

These companies are related through John F. Kearney, Chairman of the Company, being director of some or all companies mentioned.

All amounts owing to or from related parties are non-interest bearing, unsecured and due on demand unless otherwise stated.

CRITICAL ACCOUNTING ESTIMATES

The Company's financial statements are prepared in accordance with IFRS and require management to make estimates and assumptions about future events that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities, if any, at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Such estimates and assumptions affect the carrying value of assets, impact decisions as to when exploration and development costs should be capitalized or expensed and affect estimates for asset retirement obligations and reclamation costs. Other significant estimates made by the Company include factors affecting valuation of tax accounts. The Company regularly reviews its estimates and assumptions; however, actual results could differ from these estimates and these differences could be material.

Adoption of New Accounting Standards

The standards and interpretations within IFRS are subject to change. For further details, please refer to Note 3 to the December 31, 2025 audited financial statements.

PRINCIPAL RISKS AND UNCERTAINTIES

The realization of mineral exploration assets is dependent on the development of economic ore reserves and is subject to a number of significant potential risks including:

Exploration, Development and Operating Risk

Resource exploration and development is a speculative business, characterized by a number of significant risks including, among other things, unprofitable efforts resulting not only from the failure to discover mineral deposits but also from finding mineral deposits that, though present, are insufficient in quantity and quality to return a profit from production. The marketability of minerals acquired or discovered by Buchans may be affected by numerous factors that are beyond the control of Buchans and that cannot be accurately predicted, such as market fluctuations, the proximity and capacity of milling facilities, mineral markets and processing equipment, and such other factors as government regulations, including regulations relating to royalties, allowable production, importing and exporting minerals and environmental protection, the combination of which factors may result in Buchans not receiving an adequate return of investment capital. Many of the properties in which Buchans holds an interest are in the exploration stage only and are without a known mineral deposit of commercial ore. Development of the subject mineral properties would follow only if favourable exploration results are obtained, and a positive feasibility study is completed.

The business of exploration for minerals and mining involves a high degree of risk. Few properties that are explored are ultimately developed into producing mines. There is no assurance that Buchans' mineral exploration and development activities will result in any discoveries of commercial mineral deposits. The long-term profitability of Buchans' operations will in part be directly related to the costs and success of its exploration and development programs, which may be affected by a number of factors.

Substantial expenditures are required to establish reserves through drilling and to develop the required mining and processing facilities and infrastructure. Although substantial benefits may be derived from the discovery of a major mineralized deposit, no assurance can be given that minerals will be discovered in sufficient quantities to justify commercial operations or that funds required for development can be obtained on a timely basis and at an acceptable cost.

In addition to the above, there can be no assurance that current exploration programs will result in profitable mining operations. The recoverability of the carrying value of interests in mineral properties and Buchans' continued existence is dependent upon the preservation of its interests in the underlying properties, the discovery of economically recoverable mineral deposits, the achievement of profitable operations, or the ability of Buchans to raise additional financing, if necessary, or alternatively upon Buchans' ability to dispose of its interests on an advantageous basis. Changes in future conditions could require material write-downs of the carrying values of exploration and evaluation assets.

Failure to Obtain Additional Financing

While Buchans has sufficient financial resources necessary to undertake its currently scheduled activities, there can be no assurance that Buchans will be successful in obtaining any additional required funding necessary to conduct additional exploration or evaluation on Buchans' current exploration properties or any properties that may be acquired or to develop mineral resources on such properties, if commercially mineable quantities of such resources are located thereon. Failure to obtain additional financing on a timely basis could cause Buchans to forfeit its interest in such properties. If additional financing is raised through the issuance of equity or convertible debt securities of Buchans, the interests of shareholders in the net assets of Buchans may be diluted.

Geopolitical tensions and some uncertainty about inflation and interest rates continue to pose risks to the global economic outlook. The economic outlook remains subject to ongoing uncertainty due to higher energy prices and inflation. In addition, financial markets and commodity prices remain vulnerable to geopolitical tensions, such as those between the US and Iran, and between Russia and Ukraine, as well as those between the U.S. and China, which mainly centers around trade and technology, and between Canada and China.

Escalating global trade tensions, including between the United States, Canada and China, could create additional uncertainty in financial markets and adversely impact investment, commodity prices, supply chains and demand for metals and critical minerals. The potential impact of tariffs, trade restrictions or other protectionist measures cannot presently be predicted.

The Company has historically relied on equity financing to generate additional financial resources to fund its working capital requirements and to fund its planned exploration programs. The uncertain economic outlook, higher energy prices and escalating inflation have adversely affected financial markets and investor interest in public companies that could affect the Company's ability to finance its operations.

No Assurance of Production

Buchans has limited experience in placing resource properties into production, and its ability to do so will be dependent upon using the services of appropriately experienced personnel or entering into agreements with other major resource companies that can provide such expertise. There can be no assurance that Buchans will have available to it the necessary expertise when and if Buchans places its resource properties into production and whether it will produce revenue, operate profitably or provide a return on investment in the future.

Fluctuating Metal Prices

Metal prices are subject to significant fluctuations and are affected by a number of factors which are beyond the control of Buchans. The principal factors include: diminished demand, which may arise if economic outlook remains uncertain: increases in supply resulting from the discovery and the development of new sources of metals; and supply interruptions, due to changes in government policies, war, or international trade disputes or embargoes. The effect of these factors on the future price of metals and their effect on Buchans' operations cannot be predicted.

Factors beyond Buchans' Control

The exploration and development of mineral properties and the marketability of any minerals contained in such properties will be affected by numerous factors beyond the control of Buchans. These factors include government regulation, high levels of volatility in market prices, availability of markets, availability of adequate transportation and refining facilities and the imposition of new or amendments to existing taxes and royalties. The effect of these factors cannot be accurately predicted.

Environmental Risks and Hazards

Buchans' operations are subject to environmental regulations in the various jurisdictions in which it operates. Environmental legislation provides for restrictions and prohibitions on spills, releases or emissions of various substances produced in association with certain mining industry operations, such as seepage from tailings disposal areas, which would result in environmental pollution. A breach of such legislation may result in the imposition of fines and penalties. In addition, certain types of operations require the submission and approval of environmental impact assessments. Environmental legislation is evolving in a manner that means standards are stricter, and enforcement, fines and penalties for non-compliance are more stringent. Environmental assessments of proposed projects carry a heightened degree of responsibility for companies and directors, officers and employees. The cost of compliance with changes in governmental regulations has the potential to reduce the profitability of operations.

Competition

The mining industry is intensely competitive in all its phases, and Buchans competes with other mining companies in connection with the acquisition of properties producing or capable of producing, precious and base metals. Many of these companies have greater financial resources, operational experience and technical facilities than Buchans. Competition could adversely affect Buchans' ability to acquire suitable properties or prospects in the future. Consequently, Buchans' operations and financial condition could be materially adversely affected.

Management

The success of Buchans is currently largely dependent on the performance of its directors and officers. There is no assurance Buchans can maintain the services of its directors and officers or other qualified personnel required to operate its business. The loss of the services of these persons could have a material adverse effect on Buchans and its prospects. Some of the directors and officers also serve as directors and/or officers of other companies which are engaged and will continue to be engaged in the search for additional business opportunities on behalf of other companies, and situations may arise where these directors and officers will be in direct competition with Buchans. Conflicts, if any, will be dealt with in accordance with the relevant provisions of applicable corporate and securities laws.

Recruiting and retaining qualified personnel is critical to Buchans' success. The number of persons skilled in the acquisition, exploration and development of mining properties is limited and competition for such persons is intense. As Buchans' business activity grows, additional key financial, administrative and mining personnel as well as additional operations staff will be required. Although Buchans believes it will be successful in attracting, training and retaining qualified personnel, there can be no assurance of such success. If Buchans is not successful in attracting, training and retaining qualified personnel, the efficiency of operations could be affected.

FINANCIAL RISK MANAGEMENT

Fair value

The carrying amounts for cash and cash equivalents, marketable securities amounts receivable and accounts payable and accrued liabilities on the statements of financial position approximate fair value because of the limited term of these instruments.

Interest rate risk

The Company has cash balances and a variable interest bank loan. The Company's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by major banks with a credit rating of at least BBB-. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. Buchans had $359,375 in cash at June 30, 2026.

Liquidity risk

Buchans' liquidity exposure is confined to meeting obligations under short term trade creditor agreements. This exposure is financed from a combination of cash, additional issues of ordinary equity shares and other financing arrangements.

Credit risk

With respect to credit risk arising from financial assets of Buchans, which comprise of cash and cash equivalents, cash deposits give rise to credit risks on the amounts due from counterparties. The Company controls and monitors the distribution of this exposure by ensuring that all financial instruments are held with reputable and financially secure institutions and that exposure to credit risk is distributed across a number of institutions. At June 30, 2026, all cash and short-term deposits had a maturity date of 30 days or less. Credit risk is actively managed across the portfolio of institutions by ensuring that material surplus funds are placed with counterparties that have a credit rating of at least BBB.

Foreign currency risk

Buchans has exposure to currency exchange fluctuations and restrictions as Buchans' currencies are spread over Canadian Dollars (CDN$) and US Dollars (US$), Buchans seeks to minimize its exposure to currency risk by closely monitoring exchange rates. Buchans does not presently utilize swaps or forward contracts to manage its currency exposures, although such facilities may be used where appropriate in the future.

Market risk

Market risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will significantly fluctuate because of changes in market prices. The Company is exposed to market risk with respect to its marketable securities and unfavorable market conditions could result in dispositions of marketable securities at less than favorable prices. A 5% change in the market prices would result in a $288,704 impact to the net income.

OFF-BALANCE SHEET ARRANGEMENTS

There are no off-balance sheet arrangements.

FINANCIAL INSTRUMENTS

The Company has cash balances and a variable interest-bearing debt held at a major Canadian bank for purposes of meeting short-term cash commitments. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks.

The Company has designated its exchangeable warrants and short-term investments as fair value through profit or loss ("FVPL"), which are measured at fair value. Cash and cash equivalents, and receivables and other assets are measured at amortized cost. Trade and other payables, CEBA loans payable and lease obligations are classified for accounting purposes as financial liabilities measured at amortized cost. As at June 30, 2026, the carrying and fair value amounts of the Company's financial instruments are approximately equivalent due to the relatively short periods to maturity of these instruments.

OUTSTANDING SHARE CAPITAL

The Company has authorized an unlimited number of common shares.

At June 30, 2026 and as at the date of this MD&A, the Company had 65,160,636 common shares issued and outstanding.

ADDITIONAL INFORMATION

Additional information about the Company is available on the Company's website at www.BuchansResources.com.

FORWARD-LOOKING STATEMENTS

This management's discussion and analysis contains certain forward-looking statements relating to, but not limited to, the Company's expectations, intentions, plans and beliefs. Forward-looking information can often be identified by forward-looking words such as "anticipate", "believe", "expect", "goal", "plan", "intend", "estimate", "may" and "will" or similar words suggesting future outcomes, or other expectations, beliefs, plans, objectives, assumptions, intentions or statements about future events or performance. Forward-looking information may include reserve and resource estimates, estimates of future production, unit costs, costs of capital projects and timing of commencement of operations, and is based on current expectations that involve a number of business risks and uncertainties. Factors that could cause actual results to differ materially from any forward-looking statement include, but are not limited to, failure to establish estimated resources and reserves the grade and recovery of ore which is mined varying from estimates, capital and operating costs varying significantly from estimates, delays in obtaining or failures to obtain required governmental, environmental or other project approvals, delays in the development of projects changes in exchange rates, fluctuations in commodity prices, inflation and other factors. Forward-looking statements are subject to risks, uncertainties and other factors that could cause actual results to differ materially from expected results. Shareholders and prospective investors should be aware that these statements are subject to known and unknown risks uncertainties and other factors that could cause actual results to differ materially from those suggested by the forward-looking statements. Shareholders are cautioned not to place undue reliance on forward-looking information. By its nature, forward-looking information involves numerous assumptions, inherent risks and uncertainties, both general and specific, that contribute to the possibility that the predictions, forecasts, projections and various future events will not occur. The Company undertakes no obligation to update publicly or otherwise revise any forward-looking information whether as a result of new information, future events or other such factors which affect this information, except as required by law.