FORUM URANIUM CORP.

(An Exploration Stage Company)

INTERIM CONDENSED FINANCIAL STATEMENTS
For the nine month period ended August 31, 2016
(Unaudited – Prepared by Management)

(Stated in Canadian Funds)

NOTICE OF NO REVIEW BY AUDITOR

The accompanying unaudited interim condensed financial statements of Forum Uranium Corp. ("the Company") have been prepared by management and have not been the subject of a review by the Company's independent auditor.

Forum Uranium Corp.
(An Exploration Stage Company)
Interim Condensed Statements of Financial Position as at
Canadian Funds
Unaudited - prepared by management

	Note	August 31, 2016 ($)	November 30, 2015 ($)
ASSETS			
Current assets			
Cash	12	634,514	64,040
Short-term investments	12	575,000	600,000
Marketable securities	4	32,128	6,406
Receivables		17,223	7,206
Due from related parties	9	-	3,549
Due from joint venture and option partner	6	-	15,673
Prepaid expenses and deposits		56,657	60,129
		1,315,522	757,003
Equipment	5	7,038	8,992
Exploration and evaluation assets	7	1,963,039	1,963,039
		3,285,600	**2,729,034**
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities		199,029	29,186
Advance from joint venture and option partner	6	500,000	-
Amounts due to related parties	9	179,967	56,053
		878,995	85,239
SHAREHOLDERS' EQUITY			
Capital stock	8	41,703,438	40,892,397
Contributed Surplus - Options		4,978,187	4,812,670
Contributed Surplus - Warrants		2,323,873	2,300,933
Accumulated other comprehensive loss		(100,995)	(126,717)
Accumulated deficit		(46,497,900)	(45,235,488)
		2,406,604	2,643,795
		3,285,600	**2,729,034**

Nature of Operations and Going Concern – Note 1
Subsequent Events – Note 13

Approved and authorized by the Board of Directors on October 25, 2016:

"Richard Mazur"	*"Larry Okada"*
Richard Mazur	Larry Okada
Director	Director

The accompanying notes are an integral part of these financial statements

Forum Uranium Corp.

(An Exploration Stage Company)

Interim Condensed Statements of Loss and Comprehensive Loss

Canadian Funds

Unaudited - prepared by management

		For the three months ended		For the nine months ended	
		August 31, 2016	August 31, 2015	August 31, 2016	August 31, 2015
	Note	($)	($)	($)	($)
General and administrative expenses					
Amortization	5	651	2,048	1,954	6,144
Directors fees		19,500	19,500	58,500	58,500
Exploration and evaluation assets expenditures	7	159,396	(445)	664,738	1,187,000
Investor relations and shareholder information		17,181	21,287	80,715	114,240
Management fees		41,252	41,250	121,176	123,750
Office and administration		20,673	21,337	62,388	96,660
Professional fees		27,039	33,286	85,109	100,851
Property investigation		(22,372)	2,897	9,847	5,897
Salaries and wages		6,335	43,379	28,923	69,697
Share-based compensation	8	1,597	-	165,518	2,319
Transfer agent and regulatory fees		2,795	2,163	24,377	22,092
Travel and promotion		-	3,846	-	5,082
Loss from operations		274,048	190,548	1,303,245	1,792,232
Other items					
Deferred flow-through share premium	8	-	-	-	(75,265)
Gain on exploration equipment		-	-	(29,071)	-
Sale of exploration equipment		-	-	(10,000)	-
Interest and other income		-	(2,944)	(722)	(11,010)
Operator management fee	7	(1,040)	(491)	(1,040)	(29,095)
		(1,040)	(3,435)	(40,833)	(115,370)
Loss for the period		**273,007**	**187,113**	**1,262,412**	**1,676,862**
Unrealized (gain) loss on available for sale securities		(13,732)	3,386	(25,722)	16,671
Comprehensive loss for the period		**259,275**	**190,499**	**1,236,690**	**1,693,533**
Loss per share					
- Basic and diluted		$0.01	$0.01	$0.02	$0.05
Weighted Average Number of Common Shares Outstanding		51,868,304	35,713,304	50,701,122	35,713,304

The accompanying notes are an integral part of these financial statements

Forum Uranium Corp.

(An Exploration Stage Company)

Interim Condensed Statements of Changes in Shareholders' Equity

Canadian Funds

Unaudited - prepared by management

	Capital Stock		Contributed Surplus -	Contributed Surplus -	Accumulated Other Comprehensive		
	Number (#)	Amount ($)	Options ($)	Warrants ($)	Loss ($)	Deficit ($)	Total ($)
November 30, 2014	**35,713,304**	**40,892,397**	**4,800,674**	**2,300,933**	**(106,495)**	**(41,657,281)**	**6,230,228**
Share-based compensation	-	-	2,319	-	-	-	2,319
Other comprehensive loss	-	-	-	-	(16,671)	-	(16,671)
Loss for the period	-	-	-	-	-	(1,676,862)	(1,676,862)
August 31, 2015	**35,713,304**	**40,892,397**	**4,802,993**	**2,300,933**	**(123,166)**	**(43,334,143)**	**4,539,014**
November 30, 2015	**35,713,304**	**40,892,397**	**4,812,670**	**2,300,933**	**(126,717)**	**(45,235,488)**	**2,643,795**
Shares issued for cash	17,520,000	876,000	-	-	-	-	876,000
Shares issue costs - cash	-	(48,743)	-	-	-	-	(48,743)
Share issue costs - finders' warrants	-	(22,940)	-	22,940	-	-	-
Shares issued on exercise of stock options	25,000	2,500	(9,314)	-	-	9,314	2,500
Shares issued for mineral interests	32,500	4,225	-	-	-	-	4,225
Share-based compensation	-	-	174,831	-	-	-	174,831
Other comprehensive gain	-	-	-	-	25,722	-	25,722
Loss for the period	-	-	-	-	-	(1,271,726)	(1,271,726)
August 31, 2016	**53,290,804**	**41,703,438**	**4,978,187**	**2,323,873**	**(100,995)**	**(46,497,900)**	**2,406,604**

The accompanying notes are an integral part of these financial statements

Forum Uranium Corp.
(An Exploration Stage Company)
Interim Condensed Statements of Cash Flows
Canadian Funds
Unaudited - prepared by management

	For the nine months ended	
	August 31, 2016 ($)	**August 31, 2015 ($)**
Cash resources provided by (used in)		
Operating activities		
Loss for the period	(1,262,412)	(1,676,862)
Items not affecting cash:		
Amortization	1,954	6,144
Deferred flow-through share premium	-	(75,265)
Share-based compensation	165,518	2,319
Exploration and evaluation recovery	-	(66,287)
Write down of exploration and evaluation assets	4,225	-
Gain on exploration equipment	(29,071)	-
Changes in non-cash working capital		
Receivables	(10,017)	(29,457)
Due from (to) related parties	127,462	19,910
Due from joint venture and option partner	15,673	314,396
Advance from joint venture and option partner	500,000	
Prepaid expenses and deposits	3,472	58,099
Accounts payable and accrued liabilities	169,843	(78,427)
Cash provided (used in) operating activities	**(313,352)**	**(1,525,430)**
Investing activities		
Short-term investments	25,000	1,625,000
Insurance proceeds on lost equipment	29,071	-
Cash provided by investing activities	**54,071**	**1,625,000**
Financing activities		
Proceeds from private placements	876,000	-
Proceeds from exercise of stock options	2,500	-
Share issuance costs	(48,743)	-
Cash provided by financing activities	**829,757**	**-**
Net decrease in cash	570,475	99,570
Cash - Beginning of period	64,040	29,423
Cash - End of period	**634,514**	**128,993**
Supplemental disclosure of non-cash financing and investing activities		
Unrealized (gain) loss on marketable securities	(25,722)	16,671
Fair value of agent warrants issued	22,940	-
Fair value of exercised stock options	9,314	-
Shares issued for exploration and evaluation assets	4,225	-

The accompanying notes are an integral part of these financial statements

1. Nature of Operations and Going Concern

Forum Uranium Corp. ("the Company") is engaged in the acquisition and exploration of uranium projects. The head office is located at Suite 615 – 800 West Pender Street, Vancouver, British Columbia, V6C 2V6 and the registered and records office of the Company is located at Suite 1500, 1055 West Georgia Street, Vancouver, British Columbia V6E 4N7.

The Company presently has no proven or probable reserves and on the basis of information to date, it has not yet determined whether its properties contain economically recoverable ore reserves. The Company has not generated any revenues from its operations to date and consequently is considered to be in the exploration stage. The amounts shown as exploration and evaluation assets represent deferred acquisition costs incurred to date, less amounts written off, and do not necessarily represent present or future values. The recoverability of the carrying amounts for exploration and evaluation assets is dependent upon the Company raising capital, the sale or entering into a joint venture of the Company's exploration and evaluation assets, and/or the attainment of profitable operations.

These interim condensed financial statements have been prepared on the basis that the Company will continue as a going concern, which assumes that the Company will be able to meet its commitments, continue operations and realize its assets and discharge its liabilities in the normal course of operations for the foreseeable future. The Company continues to have operating losses, has limited financial resources, no source of operating cash flow, and no assurances that sufficient funding, including adequate financing, will be available to conduct further exploration and development of its mineral properties. The Company's ability to continue as a going concern is dependent upon its ability to obtain the financing necessary to fund its mineral properties through the issuance of capital stock or joint ventures, and to realize future profitable production or proceeds from the disposition of its mineral interests. These material uncertainties may cast significant doubt about the Company's ability to continue as a going concern. At August 31, 2016, the Company has working capital of $436,527, has incurred a loss for the period of $1,262,412 and has an accumulated deficit of $46,497,900.

Management plans to continue to secure the necessary financing through a combination of equity financing and entering into joint venture arrangements. However, there is no assurance that the Company will be successful in these actions. These financial statements do not give effect to adjustments to the carrying values and classification of assets and liabilities that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

2. Basis of Preparation

Statement of Compliance

These interim condensed financial statements, including comparatives, have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting and interpretations of the IFRS Interpretations Committee ("IFRIC"). They have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit or loss, which are stated at their fair value. In addition, these financial statements have been prepared using the accrual basis of accounting, except for cash flow information. The significant accounting policies, as disclosed, have been applied consistently to all periods presented in these financial statements.

These interim condensed financial statements do not include all of the information required for full annual financial statements and therefore should be read in conjunction with the Company's most recent annual financial statements as at and for the year ended November 30, 2015. The effects of the adoption of new and amended IFRS pronouncements have been disclosed in Note 3 of these condensed interim financial statements.

Critical accounting estimates and judgments
The preparation of these financial statements in conformity with IFRS requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported expenses during the period. Actual results could differ from these estimates.

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the end of the reporting period, that could result in a material adjustment to the carrying amounts of assets and liabilities in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

Judgments

i) The carrying value and the recoverability of exploration and evaluation assets, which are included in the statements of financial position based on the planned exploration budgets and drill results of exploration programs.
ii) The recognition of deferred tax assets based on the change in unrecognized deductible temporary tax differences.

Estimates

iii) The inputs used in accounting for share-based compensation expense included in profit and loss are calculated using the Black-Scholes option-pricing model.

3. Adoption of new and amended accounting standards

Standards and amendments issued but not yet effective up to the date of authorization of these financial statements are as below:

- IFRS 7, "Financial Instruments: Disclosure" is effective (proposed) for annual periods beginning on or after January 1, 2016.
- IFRS 9, "Financial Instruments: Classification and Measurement" is effective for annual periods beginning on or after January 1, 2018.
- IFRS 16, "Leases" is effective for annual periods beginning on or after January 1, 2019.
- IAS 24, "Interim Financial Reporting" (amended standard) is effective for annual periods beginning on or after January 1, 2016.

The Company is currently evaluating the impact of these new and amended standards on its financial statements. The impact is not expected to have a material impact on the statements of financial position or results of operations.

4. Marketable Securities

Marketable securities consist of the following holdings:

Company	Shares (#)	Fair Market Value Aug 31, 2016 ($)
Mega Uranium Ltd. (T-MGA)	25,000	3,750
Standard Exploration Ltd. (V-SDE)	15,000	150
U308 Corp. (V-UWE)	3,105	94
Minera IRL Ltd. (L: MIRL) (1)	2,380	1
Pitchblack Resources Inc. (V-PIT)	26,666	4,132
Uracan Resources Ltd. (V-URC)	300,000	24,000
		32,128

(1) Pursuant to Minera IRL Ltd.'s ("MIRL") failure to comply with the TSX continued listing requirements, the TSX initiated an expedited delisting review of MIRL, subsequent to which MIRL received a cease trade order from the Ontario Securities Commission.

Company	Shares (#)	Fair Market Value November 30, 2015 ($)
Mega Uranium Ltd. (T-MGA)	25,000	1,250
Standard Exploration Ltd. (V-SDE)	15,000	150
U308 Corp. (V-UWE)	3,105	93
Minera IRL Ltd. (L: MIRL)	2,380	180
Pitchblack Resources Inc. (V-PIT) [1]	26,666	1,733
Uracan Resources Ltd. (V-URC)	300,000	3,000
	372,151	**6,406**

[1] On November 2, 2015, Pitchblack Resources Inc. announced the consolidation of its shares, as to 10 old shares of its capital for 1 new share of its capital.

The securities owned by the Company represent minor ownership in all of the public companies in the above schedule.

5. Equipment

Net carrying costs at August 31, 2016:

	Office Equipment ($)	Exploration Equipment ($)	Total ($)
Cost			
Balance at November 30, 2015	5,315	199,316	**204,631**
Balance at August 31, 2016	5,315	199,316	**204,631**
Accumulated amortization			
Balance at November 30, 2015	4,387	191,252	**195,639**
Amortization	139	1,814	**1,954**
Balance at August 31, 2016	4,526	193,067	**197,593**
Net book value at August 31, 2016	**789**	**6,249**	**7,038**

Net carrying costs at November 31, 2015:

	Office Equipment ($)	Exploration Equipment ($)	Total ($)
Cost			
Balance at November 30, 2014	5,315	236,916	**242,231**
Disposition	-	(37,600)	**(37,600)**
Balance at November 30, 2015	5,315	199,316	**204,631**
Accumulated amortization			
Balance at November 30, 2014	4,155	210,386	**214,541**
Amortization	232	7,959	**8,191**
Disposition	-	(27,093)	**(27,093)**
Balance at November 30, 2015	4,387	191,252	**195,639**
Net book value at November 30, 2015	**928**	**8,064**	**8,992**

6. Due from (to) Joint Venture and Option Partners

	August 31, 2016 ($)	November 31, 2015 ($)
Due from (to) joint venture and option partners		
Areva Resources Canada Inc. (Note 7)	-	2,594
Uracan Resources Ltd. (Note 7)	(500,000)	13,079
	(500,000)	**15,673**

7. Exploration and Evaluation Assets

The Company has investigated ownership of its mineral interests as at August 31, 2016 and November 30, 2015. To the best of the Company's knowledge, ownership of its interests is in good standing.

	Balance November 30, 2015 ($)	Acquisition Costs ($)	Write off or write down ($)	Balance August 31, 2016 ($)
Saskatchewan				
Fir Island	147,000	-	-	147,000
Henday Lake	1,476,300	-	-	1,476,300
Highrock Lake	57,854	-	-	57,854
Karpinka	1,500	-	-	1,500
Key Lake Road	44,516	-	-	44,516
Maurice Point	18,155	-	-	18,155
NW Athabasca	200,000	-	-	200,000
Nunavut				
Ukaliq	17,714	-	-	17,714
	1,963,039	**-**	**-**	**1,963,039**

	Balance November 30, 2014 ($)	Acquisition Costs ($)	Write off or write down ($)	Balance November 30, 2015 ($)
Saskatchewan				
Fir Island	147,000	-	-	147,000
Henday Lake	1,476,300	-	-	1,476,300
Highrock Lake	57,854	-	-	57,854
Karpinka	1,500	-	-	1,500
Key Lake Road	44,516	-	-	44,516
Maurice Point	18,155	-	-	18,155
NW Athabasca	200,000	-	-	200,000
Nunavut		-		
Agnico Eagle	500,557	-	(500,557)	-
North Thelon	921,171	-	(921,171)	-
Tanqueray	263,268	-	(263,268)	-
Ukaliq	75,125	-	(57,411)	17,714
	3,705,446	**-**	**(1,742,407)**	**1,963,039**

The following table shows the activity by category of exploration expenditures for the nine months ended August 31, 2016 and for the year ended November 30, 2015:

Exploration and Evaluation Expenditures	Nine months ended August 31, 2016 ($)	Year ended November 30, 2015 ($)
Aircraft	-	9,055
Camp and accommodation	9,241	255,338
Claim staking	-	(14,728)
Compliance reporting	(6,714)	16,843
Camp costs	(19,645)	123,870
Data compilation and reproduction	6,319	17,515
Deficiency deposits	(22,033)	495
Drilling	433,748	668,811
Equipment rental	-	71,550
Field personnel	66	32,511
Fuel	-	446
Joint venture partner recovery	2,800	(298,189)
Leases	28,865	31,647
License/permits/taxes	7,573	2,270
Management and planning	136,939	205,213
Prospecting	-	2,477
Recovery from write off of debt	-	(66,287)
Sampling	(12,795)	13,653
Surveying	41,342	39,938
Technical reporting	16,086	37,459
Travel	42,942	50,702
Total:	**664,738**	**1,200,589**

a) Fir Island

On February 20, 2014, the Company announced entering into a Purchase and Sale Agreement ("the Fir Island Agreement") with Anthem Resources Ltd. ("Anthem") to acquire a 100% interest in Anthem's Fir Island claims. Under the terms of the Fir Island Agreement, the Company acquired a 100% interest in consideration for 300,000 common shares (issued) at a value of $147,000 and a 1.5% NSR with a 1% buyback provision for $1 million.

b) Henday Lake

The Company signed an agreement on May 16, 2007 with Uranium Holdings Corporation ("UHC") to acquire of all of the rights, title and interest in Northern Saskatchewan known as the Henday Lake Property. As consideration, the Company issued 234,333 common shares of the Company valued at $6.30 per share and spent $500,000 (incurred) of exploration expenditures on the Property. UHC retains a 2% net smelter royalty on the Henday Lake Property (the "Henday Lake NSR"). The Company has the right to purchase 1% of the Henday Lake NSR for US$800,000 or CDN$1,000,000.

The Company entered into an Option Agreement (the "Henday Option Agreement") on its 100% owned Henday Lake project in the Athabasca Basin, Northern Saskatchewan with Hathor Exploration Limited ("Hathor") on February 27, 2009, whereby Hathor can earn up to 70% of the project. Hathor has incurred the required $3,500,000 in exploration expenditures under the terms of the agreement and earned their 60% interest in the property. In January of 2012, Rio Tinto Canada Uranium ("Rio") acquired Hathor and on May 10, 2012, the Company received a letter from Rio notifying the Company of their intent to elect to acquire the additional 10% interest in the Henday property previously held by Hathor by funding a bankable feasibility study on the Henday property. On November 3, 2015, the Henday Option Agreement was amended, pursuant to which Rio can acquire the additional 10% by financing $20,000,000 in exploration or delivering a feasibility study on the property, whichever occurs first, at which time Rio would hold a 70% and the Company a 30% interest in the property.

c) Highrock Lake
On July 24, 2008, the Company purchased from Seagrove Capital Corporation ("Seagrove") a 100% interest in the Highrock Lake Claim located in northern Saskatchewan by issuing a total of 6,667 common shares valued at $1.35 per share (issued), making a cash deficiency payment to Saskatchewan Industry and Resources totalling $37,434 (paid) and regulatory fees totalling $670 (paid). Seagrove retains a 1% NSR of which Forum has the option to buy-back 0.5% for $1 million.

On July 9, 2013, the Company acquired 1,381 hectares on the Highrock South property. The Company acquired a 100% right, title and interest in and to the Highrock South property by paying $2,500 in cash and issuing 25,000 common share of the Company at a price of $0.33 per share, in addition to granting a 2% NSR to the vendor.

d) Karpinka
The Company entered into a 50/50 Joint Venture Agreement with Anthem Resources Ltd. ("Anthem") on May 1, 2009 for land near the Key Lake mine-site in the area of Forum's Key Lake Road project.

During the year ended November 30, 2014, the Company entered into a Purchase and Sale Agreement with Anthem to acquire their 50% interest in the Karpinka project. Under the terms of the Agreement, the Company acquired Anthem's 50% interest for 10,000 common shares (issued) valued at $1,500 and a 1.0% NSR to Anthem with a 0.5% buyback provision by the Company for $1 million.

e) Key Lake Road
The Company holds a 100% interest in exploration permits covering the Key Lake Road Project in Northern Saskatchewan.

f) Maurice Point
The Company owns a 100% interest in the Maurice Point uranium project located in the Athabasca Basin in Saskatchewan.

g) North West Athabasca
On March 2, 2011, the Company entered into an option agreement with Cameco Corporation ("Cameco") whereby the Company and Mega Uranium Ltd. ("Mega") may jointly earn a 60% interest in the North West Athabasca project located in the Western Athabasca Basin in Saskatchewan.

The Company and Mega could earn a 60% interest in the property by paying $400,000 in cash and incurring $4,000,000 in exploration expenditures.

In 2013, the Company and NexGen Energy Ltd. (successor of Mega Uranium's interest in the property) jointly earned a 60% interest in the North West Athabasca project by completing $4 million in exploration and making $400,000 in property option payments to Cameco. The Company entered into a joint venture with Cameco and Areva on January 1, 2013 with the Company being the operator of the joint venture. As operator of the joint venture, the Company charges a 10% operators fee to the project account.

At August 31, 2016 and November 30, 2015, the Company held a 39.3% interest in the North West Athabasca project and NexGen, Cameco and Areva have a 28.2%, 20.0% and 12.5% interest, respectively.

h) Clearwater
During the year ended November 30, 2013, the Company staked three claims, known as the Clearwater Project, totalling 9,910 hectares on trend to the southwest of the Alpha Minerals/Fission Energy Patterson lake discovery in the Western Athabasca Basin of Saskatchewan. All exploration costs were charged to operations.

On August 27, 2014, the Company announced it entered into a definitive Option Agreement with Uracan Resources Ltd. ("Uracan"), whereby Uracan can earn up to a 70% interest in the Company's 100% owned Clearwater Project.

In order for Uracan to earn a 51% interest in the property it must incur a total of $3.0 million in exploration expenditures over 3 years as follows:

1) Issue a total of 300,000 shares (received) and 150,000 warrants (received) of Uracan to the Company on signing a definitive agreement with the warrants being exercisable at a price of $0.15 per share for a term of 18 months;
2) Complete exploration expenditures of $0.5 million in year one (completed);
3) Complete exploration expenditures of $1.0 million in year two (extended to December 31, 2016, pursuant to an extension agreement dated June 29, 2016), at which point Uracan will have earned a 25% interest; and
4) Complete exploration expenditures of $1.5 million in year three to earn a 51% interest.

Uracan can elect to earn an additional 19% interest in the Clearwater Project (total 70% interest) by making an additional $3 million in exploration expenditures within a two year period following the date it earns its 51% interest. Uracan will also grant the Company a 2% NSR Royalty on the property, with Uracan having the option to purchase 1% of the NSR for $1.0 million. Uracan will fund all exploration work until the earn-in option has been completed, after which further work will be funded by the joint venture partners. The Company will be the project operator until Uracan earns its 51% interest, after which Uracan may elect to become the operator. The Company charges a 10% Operators Fee to the project account (5% on project contracts over $150,000). During the period ended August 31, 2016, the Company received an advance of $500,000 from Uracan.

i) Costigan Lake
On February 15, 2006, the Company purchased from Cameco Corporation a 65% interest in the Costigan Lake Uranium Property located in Saskatchewan for a cash payment of $22,975. The Company acts as the operator. Nyrstar holds the remaining 35% interest in the property. The property is subject to a 10% Net Profits Interest royalty. The Company previously wrote off costs relating to this property, but continues to maintain its ownership interest.

j) Orchid Lake
The Company has a 100% interest in one mineral claim staked during 2005, located southwest of the Key Lake Mine/Mill complex in Saskatchewan. The Company previously wrote off costs relating to this property, but still maintains its ownership interest.

k) Agnico Eagle
On February 29, 2008 and amended on June 1, 2010 and on May 1, 2012, the Company entered into an option agreement with Agnico-Eagle Mines Limited ("Agnico") whereby the Company can earn a 51% interest in certain mineral claims around the Thelon Basin in the Nunavut Territory by incurring and funding in the aggregate of $2,250,000 in exploration expenditures by December 31, 2012 and the aggregate of $3,000,000 by December 31, 2013.

During the year ended November 30, 2014, the Company has consolidated its North Thelon property interests by entering into a Purchase and Sales Agreement (the "Agnico Agreement") dated January 29, 2014 with Agnico to acquire a 100% interest in Agnico's Judge Sissons and Schultz Lake claims.

Under the terms of the Agnico Agreement, which replaces the previous Option Agreement completed with Agnico in 2008, the Company acquired a 100% interest in the Judge Sissons and Schultz Lake claims for $250,000 cash (paid), 675,000 common shares (issued) at a value of $249,750 and a 2% NSR.

While the Company continues to maintain ownership in key claims comprising the property, it elected, on November 30, 2015, to write off all costs in respect of the Agnico Eagle property.

l) North Thelon
On July 14, 2008, the Company acquired a 100% interest in the exploration and evaluation assets located in Nunavut by issuing 180,000 shares at $5.10 per share. The property is subject to a 5% net profits royalty and assuming certain other obligations. While the Company continues to maintain ownership in several claims comprising the property, it elected, on November 30, 2015, to write off all costs in respect of the North Thelon property.

m) Tanqueray
On October 20, 2010, the Company entered into an agreement with Tanqueray Resources Ltd ("TRL"), whereby TRL sold to the Company a 100% interest in certain mineral claims selected as having uranium exploration potential in the Baker Lake Project located in Nunavut. Pursuant to the agreement, the Company will offer TRL the right and option to acquire a 50% interest in any exploration program on the acquired claims for the purpose of assessing gold as a primary deposit. TRL must elect to exercise their option by paying 50% of the cost of the proposed exploration program and a joint venture will be formed with the Company as Operator. On May 31, 2012, the Company entered into a royalty amending agreement with TRL granting the Company the right to purchase one half of the net smelter royalty ("NSR") thereby reducing the NSR to 1% by paying $1,000,000 to the original property holders. While the Company continues to maintain ownership in key claims comprising the property, it elected, on November 30, 2015, to write off all costs in respect of the Tanqueray property.

n) Wham
On May 25, 2016, the Company entered into an agreement to acquire a 100% interest in 2 claims comprising the Wham property in northern Saskatchewan, pursuant to which the Company paid a total of $7,500 and issued 25,000 shares of the Company (valued at $3,250) in June, 2016 to the vendor. In connection with this transaction, the Company issued 7,500 (valued at $975) shares of the Company to a finder. The agreement received regulatory approval on May 31, 2016. As at August 31, 2016, despite having satisfied the terms of the agreement, transfer of the claims to the Company had not occurred.

o) Ukaliq (formerly BL-21) - Nunavut
The Company entered into agreements with Nunavut Tunngavik Incorporated ("NTI") on December 2, 2008, March 4, 2009 and June 13, 2010 which details the Company's right to earn a 100% interest in all uranium and other minerals located on certain Inuit Owned Lands. The terms of the agreement are as follows:

The Company will pay $0.50 per hectare, on signing of the agreement, as annual rental fee for the first year (paid), complete an initial exploration program of compilation of historical data, geological mapping and an airborne geophysical survey to a minimum of $4.00 per hectare in the first year (completed) and issue 1 million shares of the Company within six months (issued).

i. The Company will pay annual rental fees and incur minimum annual exploration work requirements during the term of this agreement as follows:

Annual Fees ($/hectare/year)	Due Date (January 1 of)	Minimum Annual Exploration Work Requirements ($/ha/year)
$0.50 (paid)	Signing of agreement	$4.00 (completed)
$2.00 (paid)	2010	$4.00 (completed)
$2.25 (paid)	2011 to 2013	$10.00 (completed)
$3.00 (2014 and 2015 paid – see vii below)	2014 to 2018	$20.00 (see vi below)
$4.00	2019 to 2023	$30.00
$4.00	2024 to 2028	$40.00

The Company will conduct additional exploration of prospecting, mapping ground geophysics and 2,500 metres of diamond drilling within 5 years. The Company will charge a 10% Operators Fee to the project account (5% on contracts over $100,000).

ii. Upon completion of a National Instrument 43-101 measured resource of 10 million pounds U3O8 or 100 million pounds U_3O_8, the Company will pay a $1 million and $5 million cash bonus respectively. Upon completion of a National Instrument 43-101 measured resource of 0.5 million ounces of gold or 5 million ounces of gold, The Company will pay a $1 million and $5 million cash bonus respectively. Within 30 days of production, the Company will pay a $1 million cash bonus. Advance royalty payments of $50,000 annually will be payable upon meeting these milestones.

iii. The Company shall grant a 2% Net Smelter Return (NSR) Royalty to NTI on the Company's 100%-owned Tarzan and Nutaaq properties (both part of North Thelon, Note 7l). The Company has the right to purchase l% of this NSR Royalty from each of these properties for $1 million each.

iv. NTI will receive a 12% Net profits Royalty, limited to 75% of gross revenues. The value of any uranium component of the gross revenues shall be 130% of the actual value of uranium.

v. Upon completion of a Feasibility Study that recommends production, NTI will have the election to either form a joint venture and hold a 20% participating interest or, be granted a 7.5% Net Profits Royalty that will be calculated in the same manner as the 12 % Net Profits Royalty with the exception that gross revenues shall include the actual value received from any uranium component.

vi. During the year ended November 30, 2014, the Company received relief from completing the 2013 minimum annual exploration requirement and NTI also granted the Company exploration relief for the minimum annual work required for the 2014 and 2015 years. During the year ended November 30, 2015, the relief was extended to 2016, after which the minimum annual exploration work requirements would resume beginning in 2017.

vii. During the year ended November 30, 2014 and 2015, the Company paid the annual rental fees due on January 1, 2014 and 2015 at $2.25/hectare instead of $3.00/hectare. The $0.75/hectare difference has been deferred, as granted by NTI, to the annual rental fee payments due on January 1, 2019 and 2020. While the Company continues to maintain ownership in key claims comprising the property, it elected, pursuant to its amended agreement in January 2016 with NTI to reduce the number of claims comprising the property, resulting in a write down of $57,411 in respect of the Ukaliq property during the year ended November 30, 2015. In January 2016, the number of hectares comprising the Ukaliq property was reduced, such that the area payments have decreased to $16,000.

8. Capital Stock

Authorized share capital: Unlimited Common shares without par value

During the nine months ended August 31, 2016:

Private Placements:

On December 21, 2015, the Company announced a non-brokered private placement ("Private Placement") of up to $500,000 through the issuance of a combination of flow-through units and non-flow-through units at a price of $0.05 per each FT unit ("FT Unit") and NFT unit ("NFT Unit"). Each FT unit will comprise one flow-through common share ("FT Share") and one-half of one share purchase warrant. Each whole FT warrant "(FT Warrant") is exercisable to purchase one common share of the Company at a price of $0.10 per share for a period of two years from the date of closing of the financing. Each NFT unit will comprise one common share ("NFT Share") and one share purchase warrant. Each NFT warrant ("NFT Warrant") is exercisable to purchase one common share of the Company at a price of $0.10 cents per share for a period of two years from the date of closing of the financing. The Private Placement was subsequently increased on December 31, 2015 and again on January 13, 2016. The Private Placement raised total gross proceeds of $876,000, received regulatory approval on February 3, 2016, and closed in tranches, as to:

	Tranche #1	Tranche #2	Tranche #3
Closing Date	December 29, 2015	January 22, 2016	February 2, 2016
Gross Proceeds	$471,500	$334,500	$70,000
FT Shares Issued	9,430,000	3,080,000	-
FT Warrants Issued	4,715,000	1,540,000	-
FT Warrant Exercise Price	$0.10	$0.10	-
FT Warrant Expiry Date	December 29, 2017	January 22, 2018	-
NFT Shares Issued	-	3,610,000	1,400,000
NFT Warrants Issued	-	3,610,000	1,400,000
NFT Warrant Exercise Price	-	$0.10	$0.10
NFT Warrant Expiry Date	-	January 22, 2018	February 2, 2018
Finders' Fees			
Cash	$33,005	$5,600	$4,900
NFT Warrants	660,100	112,000	98,000
Exercise Price	$0.05	$0.05	$0.05
Expiry Date	December 29, 2016	January 22, 2017	February 2, 2017

The NFT Warrants issued in respect of Finders' Fees were valued, in total, at $22,940, which fair value was recorded as share issuance costs based on the Black-Scholes pricing model using the assumptions noted below:

Assumptions	
Risk-free interest rate	0.50%
Expected stock price volatility	122.88% to 136.71%
Expected dividend yield	0.00%
Expected life of warrants	1 year

Exercise of Stock Options:

Pursuant to the exercise of stock options, the Company issued 25,000 shares on May 10, 2016, for gross proceeds of $2,500. The shares were valued at $9,314.

Exploration and evaluation assets:
In respect of the optioning of the Wham property, the Company issued a total of 32,500 shares on June 1, 2016. The shares were valued at $4,225.

Year ended November 30, 2015:
No shares were issued.

Stock Options
The Company has a stock option plan (the "Plan") to be administered by the Board of Directors, which has the discretion to grant options for up to a maximum of 10% of the issued and outstanding share capital amount. Options granted must be exercised no later than five years from date of grant or such lesser period as determined by the Company's Board of Directors. The exercise price of an option is not less than the closing price on the Exchange on the last trading day preceding the grant date. Options vest immediately for directors, officers, employees and consultants except for investor relations, which vest in equal quarterly intervals over a term of 12 months.

During the nine months ended August 31, 2016:

a) On December 2, 2015, the Company granted stock options to directors, officers, employees and consultants allowing for the purchase of up to, in the aggregate, 1,050,000 shares in the capital of the Company at $0.10 per share until December 2, 2020. The options were valued at $43,363, of which $42,953 was expensed during the nine months ended August 31, 2016, based on the Black-Scholes option-pricing model, using the following assumptions:

Assumptions	
Risk-free interest rate	0.50%
Expected stock price volatility	170.92%
Expected dividend yield	0.00%
Expected life of stock options	5 years

b) On March 1, 2016, the Company granted stock options to directors, officers, employees and consultants allowing for the purchase of up to, in the aggregate, 1,030,000 shares in the capital of the Company at $0.10 per share until March 1, 2021. The options were valued at $97,590, of which $95,220 was expensed during the nine months ended August 31, 2016, based on the Black-Scholes option-pricing model, using the following assumptions:

Assumptions	
Risk-free interest rate	0.50%
Expected stock price volatility	172.93%
Expected dividend yield	0.00%
Expected life of stock options	5 years

c) In connection with the re-pricing ("Re-pricing") of previously existing stock options, the Company received regulatory approval on February 2, 2016 to re-price previously existing stock options from their original exercise price to $0.10 per share, and on December 10, 2015, received shareholder approval to re-price previously existing stock options in respect of the Company's directors, officer and insiders, from their original exercise price to $0.10 per share. All other terms in respect of the stock options remained unchanged. The options were re-valued at $36,659, which amount was expensed during the nine months ended August 31, 2016, based on the Black-Scholes option-pricing model, using the following assumptions:

Assumptions	
Risk-free interest rate	0.50%
Expected stock price volatility	112.45% to 119.12%
Expected dividend yield	0.00%
Expected life of options	2.06 years to 3.02 years

d) A summary of the Company's stock option transactions follows:

	Number of options (#)	**Weighted Average Exercise Price ($)**
Balance – November 30, 2014	**2,796,000**	**0.41**
Granted	190,000	0.10
Cancelled	(11,000)	0.44
Forfeited	(455,000)	0.41
Balance – November 30, 2015	**2,520,000**	**0.39**
Granted	2,080,000	0.10
Exercised	(25,000)	0.10
Balance – August 31, 2016	**4,575,000**	**0.10**

e)

f) At August 31, 2016, the following stock options are outstanding and exercisable:

Number (#)	**Exercise price ($)**	**Expiry date**	**Average Life (years)**	**Options exercisable (#)**
424,000	0.10 [1]	22-Feb-18	1.48	424,000
473,000	0.10 [1]	1-Mar-18	1.50	473,000
673,000	0.10 [1]	5-Jun-18	1.76	673,000
410,000	0.10 [1]	12-Sep-18	2.04	410,000
325,000	0.10 [1]	7-Feb-19	2.44	325,000
190,000	0.10	1-Nov-20	4.18	190,000
1,050,000	0.10	2-Dec-20	4.26	1,025,000
1,030,000	0.10	1-Mar-21	4.50	1,010,000
4,575,000			**3.07**	**4,530,000**

[1] After taking into effect the Re-pricing.

During the year ended November 30, 2015:

- The Company recognized $11,996 of share-based compensation expense on the vesting of options.

Warrants

During the nine months ended August 31, 2016:

a) Warrants expired as follows:

Warrants (#)	**Type**	**Exercise price ($)**	**Expiry Date**
126,806	Broker warrants	0.37	December 20, 2015
9,450	Broker warrants	0.37	January 9, 2016
4,116,000	Warrants	0.49	February 22, 2016
442,000	Warrants	0.49	March 5, 2016
95,000	Warrants	0.49	March 21, 2016
4,789,256			

b) In connection with the Private Placement, warrants were issued as follows:

Warrants (#)	Type	Exercise price ($)	Expiry Date
4,715,000	FT warrants	0.10	December 29, 2017
1,540,000	FT warrants	0.10	January 22, 2018
3,610,000	NFT Warrants	0.10	January 22, 2018
1,400,000	NFT Warrants	0.10	February 2, 2018
660,100	Broker warrants	0.05	December 29, 2016
112,000	Broker warrants	0.05	January 22, 2017
98,000	Broker warrants	0.05	February 2, 2017
12,135,100			

c) A summary of the Company's warrants transactions follows:

	Number of Warrants (#)	Weighted Average Exercise Price ($)
Balance – November 30, 2014	18,175,821	0.52
Expired	(4,361,349)	0.59
Balance – November 30, 2015	**13,814,472**	**0.50**
Granted	12,135,100	0.10
Expired	(4,789,256)	0.49
Balance – August 31, 2016	**21,160,316**	**0.27**

d)

e) As at August 31, 2016, the warrants, with a weighted average life of 0.78 years, expire as follows:

Warrants (#)	Type	Exercise price ($)	Expiry Date
7,008,702	Warrants	0.50	September 9, 2016
1,881,514	Warrants	0.50	December 20, 2016
135,000	Warrants	0.50	January 9, 2017
4,715,000	Warrants	0.10	December 29, 2017
5,150,000	Warrants	0.10	January 22, 2018
1,400,000	Warrants	0.10	February 2, 2018
660,100	Broker warrants	0.05	December 29, 2016
112,000	Broker warrants	0.05	January 22, 2017
98,000	Broker warrants	0.05	February 2, 2017
21,160,316			

<u>During the year ended November 30, 2015:</u>

the Company received approval from the Exchange to extend the term of the following warrants, such that:

- 4,116,000 warrants exercisable at a price of $0.49 until February 22, 2015 now expire February 22, 2016 (expired); of these warrants a total of 216,000 were issued to insiders
- 442,000 warrants exercisable at a price of $0.49 until March 5, 2015 now expire March 5, 2016 (expired)
- 95,000 warrants exercisable at a price of $0.49 until March 21, 2015 now expire March 21, 2016 (expired)
- 7,008,702 warrants exercisable at a price of $0.50 until September 9, 2015 now expire September 9, 2016 (expired)
- 1,881,514 warrants exercisable at a price of $0.50 until December 20, 2015 now expire December 20, 2016
- 135,000 warrants exercisable at a price of $0.50 until January 9, 2016 now expire January 9, 2017

9. Related Party Transactions

a) The Company has arrangements pursuant to which parties related to the Company by way of directorship or officership provide certain services. Transactions were in the normal course of operations and all of the costs recorded are based on fair value. During the nine months ended August 31, 2016 and 2015, the Company was charged for services by these parties as follows:

	August 31, 2016 ($)	August 31, 2015 ($)
White Label Corporate Services Inc. – CFO and Corporate Secretary – administrative services until February 1, 2015	-	7,000
Mirador Management – President & CEO -management services	123,750 (1)	123,750
Ken Wheatley – Vice President of Exploration - geological services	123,750 (2)	123,750
JCollins Consulting – Corporate Secretary	45,000 (3)	35,000
0909074 BC Ltd. – CFO - management services from March 1 to October 31, 2015	-	26,500
Venturex Consulting– CFO - management services effective November 1, 2015	27,000 (4)	-
Carter CapitalLimited - Director - marketing related services	-	-
McMillan LLP- Director in common - legal services	9,151 (5)	8,979
	328,651	**324,979**

(1) $44,690 accrued and unpaid as at August 31, 2016
(2) $44,681 accrued and unpaid as at August 31, 2016
(3) $7,500 accrued and unpaid as at August 31, 2016
(4) $4,500 accrued and unpaid as at August 31, 2016
(5) $596 owed as at August 31, 2016

Compensation of key management personnel (excluding the above)
The Company has arrangements with its directors, whereby it has agreed to provide directors fees, as to $3,000 per quarter to the Company's four non-executive directors, and $7,500 per quarter to the Company's Chairman. Directors are also eligible to receive incentive stock options, which are valued based on the Black-Scholes Method. During the nine months ended August 31, 2016 and 2015, the Company incurred the following:

	August 31, 2016 ($)	August 31, 2015 ($)
Directors fees	58,500 (1)	58,500
Share-based compensation	97,201	-
	155,701	**58,500**

(1) $58,500 accrued and unpaid at August 31, 2016; in addition, at August 31, 2016, a further $19,500 was accrued and remained unpaid in respect of the year ended November 31, 2015.

b) At August 31, 2016, the Company has $Nil (November 30, 2015: $3,549) receivable from a company with a director in common for the recovery of costs.

10. Capital Management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the development of its exploration and evaluation assets and to maintain a flexible capital structure for its projects for the benefit of its stakeholders. As the Company is in the exploration stage, its principal source of funds is from the issuance of common shares. Further information relating to liquidity risk is disclosed in Note 11.

In the management of capital, the Company includes the components of shareholders' equity. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, enter into joint venture property arrangements, acquire or dispose of assets or adjust the amount of cash and investments.

In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions. The annual and updated budgets are approved by the Board of Directors.

There were no changes in the Company's approach to capital management during the period ended August 31, 2016 compared to the year ended November 30, 2015. The Company is not subject to externally imposed capital requirements.

11. Financial Instruments and Financial Risk Management

Fair Value

The Company classifies financial instruments recognized at fair value in accordance with a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.

Level 2 – Quoted prices in markets that are not active, or inputs that are observable, either directly or indirectly, for substantially the full term of the asset or liability; and

Level 3 – Prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable (supported by little or no market activity).

The following provides the valuation method of the Company's financial instruments as at August 31, 2016 and November 30, 2015:

	Level	August 31, 2016 ($)	November 30, 2015 ($)
Fair value through profit & loss	1	1,209,514	664,040
Available for sale	1	32,128	6,406

The carrying values of accounts payable and accrued liabilities and amounts due to related parties approximate their fair values due to the short-term maturity of these instruments.

The Company's financial instruments are exposed to certain financial risks. The risk exposures and the impact on the Company's financial instruments are summarized below.

Interest rate risk

The Company has no material exposure at August 31, 2016 to interest rate risk through its financial instruments.

Currency Risk

At August 31, 2016, all of the Company's cash was held in Canadian dollars, the Company's measurement currency. The Company has no operations in foreign jurisdictions at this time and as such has no currency risk associated with its operations.

Credit risk

The Company has cash and receivable balances. The Company has no significant concentrations of credit risk arising from its operations. The Company's investment policy is to invest its cash in highly liquid short-term interest-bearing investments, issued by Canadian financial institutions with which it keeps its bank accounts, with maturities of one year or less from the original date of acquisition, selected based on the expected timing of expenditures for operations.

Receivables consist of goods and services tax due from the Federal Government of Canada, amounts due from related parties, and amounts due from joint venture and option partners. The Company does not anticipate any material exposure with the collection these receivables.

Short-term Investments
At August 31, 2016, the Company had $575,000 (November 30, 2015: $600,000) invested in Guaranteed Investment Certificates ("GICs") with a Canadian financial institution. The Company's investments in GICs have original maturity dates of greater than three months but not more than one year.

Liquidity Risk
The Company manages liquidity risk by maintaining sufficient cash balances. Liquidity requirements are managed based on expected cash flows to ensure that there is sufficient capital in order to meet short-term obligations. At August 31, 2016, the Company had cash and short term investments totaling $1,209,514, which amount includes $42,334 in flow-through funds and $500,000 advanced from a joint venture and option partner in respect of the Clearwater (note 7), and current liabilities of $378,995 (November 30, 2015: cash and short term investments of $664,040, including $Nil in flow through funds and $Nil advanced by a joint venture and option partner, and current liabilities of $85,239). Further information relating to liquidity risk is disclosed in Note 1.

Market Price Risk
The only significant market price risks to which the Company is exposed to is interest rate risk and price volatility on its marketable securities. The Company's bank account earns interest at variable rates. The fair value of its portfolio is relatively unaffected by changes in short-term interest rates. The Company's future interest income is exposed to changes in short-term rates.

Sensitivity analysis
Based on management's knowledge and experience of the financial markets, the Company believes the following movements are "reasonably possible" over a year:

- As cash and short-term investments are at variable interest rates, sensitivity to a plus or minus 1% change in rates would affect net loss by approximately $6,345 annually.

- The Company does not hold any balances in foreign currencies to give rise to exposure to foreign exchange risk.

12. Cash

Cash consists of the following:

	August 31, 2016 ($)	November 30, 2015 ($)
Cash and short-term investments	667,180	635,290
Restricted cash*	542,334	28,750
	1,209,514	**664,040**

* At August 31, 2016, the Company has a security deposit of $Nil (November 30, 2015: $28,750) in connection with the Company's corporate credit card, and restricted cash of $542,334 (November 31, 2015: $Nil) comprised of $42,334 of unspent balance from the flow-through funds and $500,000 of exploration advances which must be spent on exploration for the Clearwater exploration asset.

13. Subsequent Events

- On September 9, 2016, warrants allowing for the acquisition of up to, in the aggregate, 7,008,702 shares at $0.50 per share expired.
- On October 24, 2016, the Company issued 280,000 shares on the exercise of warrants, for gross proceeds of $14,000.

MANAGEMENT'S DISCUSSION AND ANALYSIS

For the Nine Months Ended
August 31, 2016
(the "Period")

Introduction

The following interim management's discussion and analysis ("MD&A" or "Report") of Forum Uranium Corp. ("Forum" or "the Company") has been prepared as of October 25, 2016 (the "Report Date"). This MD&A should be read in conjunction with the Company's interim condensed financial statements for the nine months ended August 31, 2016 and the notes thereto, and the audited financial statements and the notes thereto for the year ended November 30, 2015, which have been prepared using accounting policies consistent with International Financial Reporting Standards ("IFRS") (collectively, the "Financial Statements"). The Financial Statements have been prepared using the accrual basis of accounting except for cash flow information. Unless otherwise indicated, all dollar amounts in this document are in Canadian dollars.

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 MD&A, is complete and reliable. The Financial Statements, together with this MD&A, are intended to provide investors with a reasonable basis for assessing the financial performance of the Company as well as potential future performance, and are not necessarily indicative of the results that may be expected in future periods. The information in the MD&A may contain forward-looking statements, and the Company cautions investors that any forward looking statements by the Company are not guarantees of future performance, as they are subject to significant risks and uncertainties that may cause projected results or events to differ materially from actual results or events. Please refer to the risks and cautionary notices of this MD&A. Additional information relating to the Company may be found on SEDAR at www.sedar.com.

Description of Business

Forum Uranium Corp. was incorporated under the provisions of the Company Act (British Columbia) on June 16, 1987. The Company is listed on the TSX Venture Exchange (the "Exchange") as a Tier 2 mining issuer under the trading symbol - **FDC**. The Company's head office is located in Vancouver, British Columbia, Canada.

Forum is in the business of acquiring, exploring and developing uranium projects. The Company focuses its uranium exploration primarily in Saskatchewan's Athabasca Basin in western Canada. The richest and lowest cost uranium deposits in the world are found here. Management believes that the uranium mineral exploration business presents an opportunity to create and increase value for its shareholders because of the increasing long-term worldwide demand for nuclear power and the required uranium to fuel the growing number of reactors. The Company's goal is to discover an economic uranium deposit through exploration. Exploration is subject to a number of risks and uncertainties, including: uncertainties related to exploration and development; uncertainties related to the nuclear power industry; the ability to raise sufficient capital to fund exploration and development; changes in economic conditions or financial markets; increases in input costs; litigation, legislative, environmental and other judicial, regulatory, political and competitive developments; technological or operational difficulties or inability to obtain permits encountered in connection with exploration activities, labour relations matters, and economic issues that could materially affect uranium exploration and mining.

Corporate Highlights during the Period

- On May 25, 2016, the Company entered into an agreement to acquire a 100% interest in 2 claims comprising the Wham property in northern Saskatchewan, pursuant to which the Company paid a total of $7,500 and issued 25,000 shares of the Company (valued at $3,250) in June, 2016 to the vendor. In connection with this transaction, the Company issued 7,500 (valued at $975) shares of the Company to a finder. The agreement received regulatory approval on May 31, 2016. As at August 31, 2016, despite having satisfied the terms of the agreement, transfer of the claims to the Company had not occurred.

- During the period ended August 31, 2016, the Company received an advance of $500,000 from Uracan Resources Ltd., in respect of the 2016 Clearwater property exploration.

- On May 10, 2016, pursuant to the exercise of stock options, the Company issued 25,000 shares, for gross proceeds of $2,500.

- On March 1, 2016, the Company granted stock options to directors, officers, employees and consultants allowing for the purchase of up to, in the aggregate, 1,030,000 shares in the capital of the Company at $0.10 per share until March 1, 2021.

- On December 2, 2015, the Company granted stock options to directors, officers, employees and consultants allowing for the purchase of up to, in the aggregate, 1,050,000 shares in the capital of the Company at $0.10 per share until December 2, 2020.

- On December 21, 2015, the Company announced a non-brokered private placement ("Private Placement") of up to $500,000 through the issuance of a combination of flow-through units and non-flow-through units at a price of $0.05 per each FT unit ("FT Unit") and NFT unit ("NFT Unit"). Each FT unit will comprise one flow-through common share ("FT Share") and one-half of one share purchase warrant. Each whole FT warrant "(FT Warrant") is exercisable to purchase one common share of the Company at a price of $0.10 per share for a period of two years from the date of closing of the financing. Each NFT unit will comprise one common share ("NFT Share") and one share purchase warrant. Each NFT warrant ("NFT Warrant") is exercisable to purchase one common share of the Company at a price of $0.10 cents per share for a period of two years from the date of closing of the financing. The Private Placement was increased on December 31, 2015 and again on January 13, 2016. The Private Placement raised total gross proceeds of $876,000, received regulatory approval on February 3, 2016, and closed in tranches, as to:

	Tranche #1	**Tranche #2**	**Tranche #3**
Closing Date	December 29, 2015	January 22, 2016	February 2, 2016
Gross Proceeds	$471,500	$334,500	$70,000
FT Shares Issued	9,430,000	3,080,000	-
FT Warrants Issued	4,715,000	1,540,000	-
FT Warrant Exercise Price	$0.10	$0.10	-
FT Warrant Expiry Date	December 29, 2017	January 22, 2018	-
NFT Shares Issued	-	3,610,000	1,400,000
NFT Warrants Issued	-	3,610,000	1,400,000
NFT Warrant Exercise Price	-	$0.10	$0.10
NFT Warrant Expiry Date	-	January 22, 2018	February 2, 2018
Finders' Fees			
Cash	$33,005	$5,600	$4,900
NFT Warrants	660,100	112,000	98,000
Exercise Price	$0.05	$0.05	$0.05
Expiry Date	December 29, 2016	January 22, 2017	February 2, 2017

- In connection with the re-pricing of previously existing stock options, on February 2, 2016, the Company received regulatory approval to re-price previously existing stock options from their original exercise price to $0.10 per share, and on December 10, 2015, received shareholder approval to re-price previously existing stock options in respect of the Company's directors, officer and insiders, from their original exercise price to $0.10 per share. All other terms in respect of the stock options remained unchanged.

- Warrants expired as follows:

Warrants (#)	Type	Exercise price ($)	Expiry Date
126,806	Broker warrants	0.37	December 20, 2015
9,450	Broker warrants	0.37	January 9, 2016
4,116,000	Warrants	0.49	February 22, 2016
442,000	Warrants	0.49	March 5, 2016
95,000	Warrants	0.49	March 21, 2016
4,789,256			

- In January 2016, the number of hectares comprising the Ukaliq property was reduced, such that the area payments have decreased to $16,000.

Resource Properties

The Company has investigated ownership of its mineral interests as at and subsequent to the Period and, to the best of its knowledge, ownership of its interests is in good standing.

PROJECT	INTEREST	COMMODITY	LOCATION
North Thelon	100%	Uranium	Nunavut
Ukaliq Agreement *	100%	Uranium	Nunavut
NW Athabasca	39.25%	Uranium	Saskatchewan
Maurice Point	100%	Uranium	Saskatchewan
Clearwater	100%	Uranium	Saskatchewan
Henday	40%	Uranium	Saskatchewan
Key Lake Road	100%	Uranium	Saskatchewan
Orchid Lake	100%	Uranium	Saskatchewan
Costigan Lake JV	65%	Uranium	Saskatchewan
Highrock /Highrock South	100%	Uranium	Saskatchewan
Karpinka	100%	Uranium	Saskatchewan
Wham	100%	Uranium	Saskatchewan
Fir Island	100%	Uranium	Saskatchewan

** The Company has to earn its interest in the properties by fulfilling the terms of the Exploration Agreement with Nunavut Tunngavik Inc. Please refer to the Company's Financial Statements for descriptions of the earn in terms.*

The following table shows the exploration and evaluation expenditures by property for the Period:

	Saskatchewan									Nunavut			
	Clearwater	Fir Island	Henday Lake	Highrock Lake	Karpinka	Key Lake Road	Maurice Point	NW Athabasca	Wham	North Thelon	Ukaliq	Other	Total
	($)	($)	($)	($)	($)	($)	($)	($)	($)	($)	($)	($)	($)
Camp and accommodation	-	(4)	-	(4)	5,807	(4)	(4)	3,453	-	-	-	-	9,241
Compliance reporting	-	-	-	(6,714)	-	-	-	-	-	-	-	-	(6,714)
Camp costs	-	614	-	15,174	492	151	271	614	-	(36,959)	-	-	(19,645)
Data compilation and reproduction	-	699	-	2,824	-	-	699	-	-	2,097	-	-	6,319
Deficiency deposits	-	-	-	(22,033)	-	-	-	-	-	-	-	-	(22,033)
Drilling	-	427	2,578	299,980	130,763	-	-	-	-	-	-	-	433,748
Field personnel	-	-	-	66	-	-	-	-	-	-	-	-	66
Joint venture partner recovery	-	-	-	-	2,800	-	-	-	-	-	-	-	2,800
Leases	-	1,502	-	-	-	-	-	-	-	11,085	16,279	-	28,865
License/permits/taxes	2,797	1,513	-	3,548	1,398	-	-	-	-	357	-	(2,040)	7,573
Management and planning	7,616	7,532	3,496	104,322	5,012	1,906	3,216	868	-	2,970	-	-	136,939
Sampling	-	-	-	(38,270)	-	-	-	-	25,475	-	-	-	(12,795)
Surveying	400	65,100	-	(24,158)	-	-	-	-	-	-	-	-	41,342
Technical reporting	-	-	-	11,035	-	-	5,000	51	-	-	-	-	16,086
Travel	-	1,398	7,012	21,607	12,924	-	-	-	-	-	-	-	42,942
Total:	**10,812**	**78,782**	**13,086**	**367,378**	**159,195**	**2,053**	**9,181**	**4,984**	**25,475**	**(20,449)**	**16,279**	**(2,040)**	**664,738**

Henday Property

Rio Tinto Canada Uranium Corporation ("RTCUC") acquired a 60% interest in the Henday project after its acquisition of Hathor Exploration Ltd. in January 2012 and Forum holds a 40% interest. RTCUC has the right to acquire an additional 10% interest in and to Henday by sole funding $20 million in exploration or delivering a Feasibility Study on the Henday property, whichever occurs first.

The Henday Project consists of 3 claims covering 7,204 ha at the north-eastern margin of the Athabasca Basin, Saskatchewan. The Henday Project is strategically located north-east of the Denison/AREVA Midwest Lake project and RTCUC's Roughrider project, north of Cameco/AREVA's Dawn Lake project and borders AREVA/Denison's McClean Lake uranium mine and mill.

A total of 53 drill holes were drilled on the Henday property by previous operators from 1978 to 2005. Forum Uranium acquired the project in 2007 and completed a series of ground gravity surveys, airborne EM surveys, a resistivity survey and diamond drill programs in 2008, 2010 and 2011 for a total of 56 holes and 12,754 metres. The primary focus of these drill campaigns was in the Mallen target area. Several large alteration zones were delineated with associated elevated uranium geochemistry and further targets remain to be drill tested.

RTCUC completed a 15 hole, 5,340 metre drill program in April, 2016 in three new areas of the property – the Elephant (6 holes), Epitaph (3 holes) and Hollow Lake (6 holes) targets. Depth to the unconformity in the area ranges from 130m to 150m. Five out of six holes at Hollow Lake intersected quartz dissolution and silicification of the Athabasca sandstone and illite and hematite alteration in the basement with elevated uranium up to 523 ppm. Four ot of six holes at Elephant intersected structurally disrupted sandstone with illitic, clay, local minor hematite alteration and quartz dissolution. Basement alteration consisted of pervasive, red hematized clay near the unconformity along with chlorite alteration in shear zones, All three holes at Epitaph contained significant faulting, minor hematite alteration, and rotated bedding in the sandstone, coupled with pervasive clay with weak hematite, limonite and chlorite in the basement. A one metre interval returned 214ppm uranium.

This first pass, widely spaced drill program requires further drilling to determine the control of uranium mineralization in each of these target areas. RTCUC has completed an 81 line kilometre resistivity survey this fall and is currently processing the data to identify further drill targets.

Key Lake Road Project (includes Key Lake Road, Highrock, Highrock South, Orchid Lake, Karpinka, Costigan Lake JV and Wham)
Forum completed eight widely spaced diamond drill holes on the 100% owned Highrock and Highrock South properties totalling 1,362 metres along a 10 km long electromagnetic (EM) conductor that is interepreted to be the same unit that hosts the Key Lake uranium mine located 15 km to the north. A number of gravity lows, which may be indicative of zones of alteration, clay development and uranium mineralization occur along very strong EM conductors on the property. Drilling successfully focused the area of interest to threel zones for follow-up drilling along this prospective trend - the North, Central and South Zones.

Holes HR-06 and 07 intersected strong tectonics, alteration and elevated boron, vanadium and copper in the Central Zone. The two kilometre area between these holes need to be followed-up with further drilling along gravity and EM targets. A three kilometre trend of gravity anomalies and EM conductors to the south of the Central Zone have not been drill tested. One drillhole in the North Zone exhibits weak alteration with anomalous uranium, boron, vanadium and base metals. A large northeast trending gravity anomaly needs to be drill tested.

As the Highrock projects lie just outside the southern edge of the Athabasca Basin, the shallow, basement hosted targets are well within open-pit mining limits. Infrastructure in the Highrock area is excellent as the all-weather mine road and powerline to the Key Lake mill site runs approximately 10km north of the property.

The Karpinka property occurs along the Key Lake Road Shear Zone approximately 20 km southwest of the Key Lake mill site just off Highway 914. Four coincident gravity and EM targets were drill tested this summer totaling 576 metres. Hole KAR-04 targeted a strong gravity low near the south end of the property with no associated conductor and returned mainly pelitic to psammo-pelitic metasediments with strong sections of chloritization, argillization, bleaching, core loss and rubble. Hydrothermal hematite was noted on some fracture surfaces. This target and a number of other untested targets require further drilling.

Forum acquired a 100% interest in the Wham property in the Wheeler River/Russell Lake area where Denison, Rio Tinto and AREVA are actively exploring. The Wham property is on trend immediately east of AREVA's Mam Lake Uranium Zone where a 600 metre by 100 metre zone of uranium mineralization with drill intercepts of up to 4.5 metres of 1.1% U_3O_8 and 6.8% U_3O_8 over 0.3 metres have been encountered in historical drilling. Results from a soil survey completed in late May are pending.

NW Athabasca Joint Venture
Forum as Operator holds a 39.25% interest, NexGen 28.25% interest, Cameco 20% interest and AREVA 12.5% interest in the NW Athabasca project.

The 10,161 hectare North West Athabasca project, includes the historical 1.5 million pound Maurice Bay uranium deposit based on 600,000 tonnes grading 0.6% U_3O_8 to a depth of 50 metres (Saskatchewan Industry and Resources, Miscellaneous Report 2003-7) in the Western Athabasca Basin. The Maurice Bay historical resource estimate was completed prior to the implementation of National Instrument 43-101. Given the extensive exploration work completed by experienced mineral resource companies, and the quality of the historical work completed, the Company believes the historical estimate to be relevant and reliable. However, a qualified person has not completed sufficient work to verify and classify the historical estimate as a current mineral resource, and the Company is not treating the historical estimate as a current mineral resource. Hence, the estimate should not be relied upon. It should be noted that mineral resources, which are not mineral reserves, do not have demonstrated economic viability.

Most of the work on the NW Athabasca project was done in the late 70's and early 80's. Historic work concentrated exploration on mineralization with a surface expression. Airborne magnetic and electromagnetic surveys and ground gravity surveys were completed by Forum over the entire property and three drill campaigns were undertaken in 2012, 2013 and 2014 which identified a number of shallow zones of uranium mineralization grading up to 2.3% uranium over 0.5 metres.

With the abundance and variety of uranium showings on the property, it is clear that there is a fertile uranium mineralizing system that requires further exploration. The claims are in good standing until 2031.

Maurice Point Property

A gravity survey on Forum's 100% owned Maurice Point property immediately to the east of the Maurice Bay deposit on the adjoining NW Athabasca Joint Venture property has identified several targets that require drilling.

Clearwater

The Company staked three claims in December 2012 totalling 9,912 hectares on trend to the southwest of the Alpha Minerals/Fission Energy Patterson Lake South discovery (now Fission's Triple R deposit) in the Western Athabasca Basin. Airborne magnetic, electromagnetic and radiometric surveys were flown over the property. Ground prospecting, gravity, electromagnetic and radon surveys were completed in advance of nine holes totaling 2,310 metres drilled on nine separate, widely spaced targets.

Uracan Resources Ltd. signed an option agreement dated August 26, 2014 to earn a 25% interest by spending $1.5 million by the second anniversary (extended to December 31, 2016, pursuant to an extension agreement dated June 29, 2016) and a 51% interest by spending $3 million by the third anniversary date of the agreement. Uracan has the option to earn a further 19% interest by spending a further $3 million in exploration within two years of electing to increase its interest.

Uracan drilled two holes totaling 526 metres in December 2014. Elevated uranium and boron values were intersected along the CW-01 and CW-10 conductive trend and further exploration drilling is recommended. A ground electromagnetic survey has been completed and 3,000 metre drill program is underway.

Fir Island

Forum purchased a 100% interest in Anthem Resources Ltd. ("Anthem") Fir Island claims on the northeast margin of the Athabasca Basin, Saskatchewan for 300,000 common shares of Forum and a 1.5% Net Smelter Royalty with a 1% buyback provision for $1 million.

The Fir Island claims totalling 14,205 hectares are well located on the northern extension of the Centennial shear zone that transects the Athabasca Basin and manifests itself as the Black Lake fault on the property. Significant prospecting, geophysical and geochemical surveys have been conducted on the property but no previous drilling has been carried out.

The Company completed a 10-hole 2,453 metre drill program in the winter of 2015. In total, five targets were tested with the last five holes (FI-6 to 10) focused on the East Channel Zone where spectacular alteration within sandstones overlying a major structural lineament was encountered. These five holes intersected a zone of strong quartz dissolution and remobilization, tectonization in the sandstone, dravite and sudoite clays locally in the basement rocks and a 50m off-set in the unconformity; all excellent indicators of nearby uranium mineralization.

Forum intersected up to 386 ppm uranium as well as strongly anomalous boron (1490ppm to 2810ppm) and base metals on the East Channel Zone. The winter drill program tested only 50 metres of strike length and further exploration is planned to test the East Channel trend. A gravity survey covering approximately

5 kilometres of the East Channel Trend on Fir Island and along the Black Bay Fault and a soil geochemical survey was completed in the summer of 2016. The gravity data is being processed and the results from the soil survey are pending. Diamond drilling is strongly recommended on this project upon completion of the gravity survey.

This property has year-round road access. Supplies and fuel are readily available at the nearby communities of Stony Rapids and Black Lake.

North Thelon Project

The North Thelon project includes crown claims and an Exploration Agreement (the "Ukaliq Agreement") with Nunavut Tunngavik Incorporated on two Inuit Owned Land parcels in the vicinity of the Areva (64.8%), Japan Canada Uranium (33.5%), Daewoo (1.7%) Kiggavik deposit (133 million lbs U_3O_8 @ 0.54% U_3O_8) in the Kivalliq region of Nunavut.

Forum has negotiated a deferral of exploration expenditures for two years under the Ukaliq Agreement and reduced its land holdings in the area.

<u>Qualified Person</u>

Richard Mazur, P.Geo., President & CEO of the Company , is the Qualified Person who prepared this information that forms the basis for the scientific and technical information contained in this MD&A.

Significant Accounting Policies

There were no changes to the Company's significant accounting policies during the Period in comparison to the year ended November 30, 2015, except for those policies which have changed as a result of the adoption of new and amended IFRS pronouncements as those are outlined in the Company's Financial Statements.

Standards and amendments issued but not yet effective up to the date of authorization of these financial statements are as below:

- IFRS 7, "Financial Instruments: Disclosure" is effective (proposed) for annual periods beginning on or after January 1, 2016.
- IFRS 9, "Financial Instruments: Classification and Measurement" is effective for annual periods beginning on or after January 1, 2018.
- IFRS 16, "Leases" is effective for annual periods beginning on or after January 1, 2019.
- IAS 24, "Interim Financial Reporting" (amended standard) is effective for annual periods beginning on or after January 1, 2016.

The Company is currently evaluating the impact of these new and amended standards on its financial statements. The impact is not expected to have a material impact on the statements of financial position or results of operations.

Critical Accounting Estimates and Judgments and Estimates

The preparation of financial statements requires management to use judgment in applying its accounting policies and estimates and assumptions about the future. Estimates and other judgments are continuously evaluated and are based on management's experience and other factors, including expectations about future events that are believed to be reasonable under the circumstances. There have been no significant changes to the Company's critical accounting estimates during the Period from those disclosed the audited financial statements for the year ended November 30, 2015.

Results of Operations

Forum is an exploration stage company and its properties are in the early stages of exploration and none of the Company's properties are in production. Therefore, exploration and evaluation expenditures and administrative expenses relating to the operation of the Company's business are being expensed as incurred. Consequently, the Company's net loss is not a meaningful indicator of its performance or potential.

The key performance driver for the Company is the acquisition and development of prospective mineral properties. By acquiring and exploring projects of technical merit, the Company increases its chances of finding and developing an economic deposit.

At this time, the Company is not anticipating profit from operations in the near future. Until such time as the Company is able to realize profits from the production and marketing of commodities from its mineral interests, the Company will report an annual deficit and will rely on its ability to obtain equity financing to fund on-going operations. Additional financing will be required for additional exploration and administration costs. Due to the inherent nature of the junior mineral exploration industry, the Company will have a continuous need to secure additional funds through the issuance of equity or debt in order to support its corporate and exploration activities.

For the Period as compared with the nine month period ended August 31, 2015 (the "2015 Period")

	For the nine months ended		Increase (decrease)	
	August 31, 2016	August 31, 2015		
	($)	($)	($)	(%)
General operating expenditures				
Directors fees	58,500	58,500	-	-
Investor relations and shareholder information	80,715	114,240	(33,525)	(29)
Management fees	121,176	123,750	(2,574)	(2)
Office and administration	62,388	96,660	(34,272)	(35)
Professional fees	85,109	100,851	(15,742)	(16)
Salaries and wages	28,923	69,697	(40,774)	(59)
Transfer agent and regulatory fees	24,377	22,092	2,285	10
Travel and promotion	-	5,082	(5,082)	(100)
	461,189	**590,872**	**(129,683)**	**(22)**
Other items				
Amortization	1,954	6,144	(4,190)	(68)
Share-based compensation	165,518	2,319	163,199	7,037
Deferred flow-through share premium	-	(75,265)	75,265	(100)
Exploration and evaluation assets expenditures	664,738	1,187,000	(522,262)	(44)
Property investigation	9,847	5,897	3,950	67
Gain on exploration equipment	(29,071)	-	(29,071)	
Sale of exploration equipment	(10,000)	-	(10,000)	
Interest and other income	(722)	(11,010)	10,288	(93)
Operator management fee	(1,040)	(29,095)	28,055	(96)
	801,223	**1,085,990**	**(284,767)**	**(26)**
Loss for the Period	**1,262,412**	**1,676,862**	**(414,450)**	**(25)**

The Company's loss for the Period was $1,262,412, as compared with a loss of $1,676,862 for the 2015 Period. General operating expenditures reduced by approximately 22%, primarily from the reduced office and administration expenses due to the relocation of the Company, on-going cost-reduction measures, including temporary reduction in wages and staff, and reduced investor relations expenditures during poor market conditions.

Share-based compensation for the Period was $165,518 (2015 Period: $2,319) on the vesting of incentive stock options, net of the value of $9,314 in respect of 25,000 shares issued on the exercise of stock options for gross proceeds of $2,500 (2015 Period: Nil shares and $Nil). Share-based compensation is a non-cash item resulting from the application of the Black-Scholes Option Pricing Model using assumptions in respect of expected dividend yield average risk-free interest rates, expected life of the options and expected volatility.

The Company received a total of $29,071 in respect of insurance proceeds on exploration equipment, and sold various exploration equipment for $10,000. Attendant to the limited funds available, exploration and evaluation assets expenditures for the Period were $664,738, primarily at Highrock Lake and Karpinka, as compared with $1,187,000 in the 2015 Period (see Resource Properties).

For the three months ended August 31, 2016 (the "2016 Q3") as compared with the three month period ended August 31, 2015 (the "2015 Q3")

	For the three months ended		Increase (decrease)	
	August 31, 2016	August 31, 2015		
	($)	($)	($)	(%)
General operating expenditures				
Directors fees	19,500	19,500	-	-
Investor relations and shareholder information	17,181	21,287	(4,106)	(19)
Management fees	41,252	41,250	2	0
Office and administration	20,673	21,337	(664)	(3)
Professional fees	27,039	33,286	(6,247)	(19)
Salaries and wages	6,335	43,379	(37,044)	(85)
Transfer agent and regulatory fees	2,795	2,163	632	29
Travel and promotion	-	3,846	(3,846)	(100)
	134,775	**186,048**	**(51,273)**	**(28)**
Other items				
Amortization	651	2,048	(1,397)	(68)
Share-based compensation	1,597	-	1,597	
Deferred flow-through share premium	-	-	-	#DIV/0!
Exploration and evaluation assets expenditures	159,396	(445)	159,841	(35,919)
Property investigation	(22,372)	2,897	(25,269)	(872)
Gain on exploration equipment	-	-	-	
Interest and other income	-	(2,944)	2,944	(100)
Operator management fee	(1,040)	(491)	(549)	112
	138,232	**1,065**	**137,167**	**12,880**
Loss for the Period	**273,007**	**187,113**	**85,894**	**46**

The Company's loss for 2016 Q3 was $273,007 compared with a loss of $187,113 for the 2015 Q3. General operating expenditures reduced by approximately 28%, on continued cost-reduction measures in difficult market conditions.

In Q3 2016, the Company was active exploring its properties, and incurred $159,396 on exploration and evaluation assets. Share-based compensation, a non-cash item calculated using the Black-Scholes Option Pricing, for 2016 Q2 was $94,038 (2015 Q2: $Nil) on the vesting of incentive stock options, which amount was adjusted by $9,314 on the value of 25,000 shares issued on the exercise of stock options for gross proceeds of $2,500.

Summary of Quarterly Results

The table below present's selected financial data (in "000s) for the Company's eight most recently completed quarters.

	31-Aug-16	31-May-16	29-Feb-16	30-Nov-15	31-Aug-15	31-May-15	28-Feb-15	30-Nov-14
In thousands $								
Financial results								
Net loss (income) for the period	273	705	284	1,901	187	785	705	(5)
Basic and diluted loss per share	0.01	0.01	0.01	0.05	0.01	0.03	0.02	-
Balance sheet data								
Cash and short term deposits	1,210	736	1,342	664	704	903	2,066	2,229
Exploration & evaluation assets	1,963	1,963	1,963	1,963	3,705	3,705	3,705	3,705
Total assets	3,286	2,835	3,419	2,729	4,576	4,779	5,978	6,498
Shareholders' equity	2,407	2,660	3,274	2,644	4,539	4,730	5,521	6,230

Liquidity and Capital Resources

At August 31, 2016, the Company had $1,209,514 in cash and short-term investments and $436,527 in working capital. The Company does not have any cash flow from operations as it is an exploration stage company, and financings have been the primary source of funds. Should the Company wish to continue fieldwork on its exploration projects, further financing will be required and the Company will likely have to go to the market to achieve this.

Given the volatility in equity markets, global uncertainty in economic conditions, unfavorable market condition in the mining industry, cost pressures and results of exploration activities, management constantly reviews expenditures and exploration programs and equity markets in order that the Company have sufficient liquidity to support its growth strategy.

Liquidity Outlook

The Company's cash position is highly dependent on the ability to raise cash through financings and the expenditures on its exploration programs. Capital expenditures are not expected to have any material impact on liquidity. Management believes that even with the financings completed in the Period, the Company will need external financings in order to fund further exploration. As results of exploration programs are determined and other opportunities become available to the Company, management may complete an external financing as required.

The outlook is based on the Company's current financial position and is subject to change if opportunities become available based on current exploration program results and/or external opportunities. At present, the Company's operations do not generate cash inflows and its financial success is dependent on management's ability to discover economically viable mineral deposits. The mineral exploration process can take many years and is subject to factors that are beyond the Company's control. In order to finance the Company's future exploration programs and to cover administrative and overhead expenses, the Company raises money through equity sales, from the exercise of convertible securities and from optioning its resource properties. Many factors influence the Company's ability to raise funds, including the health of the resource market, the climate for mineral exploration investment, the Company's track record, and the experience and calibre of its management. Actual funding requirements may vary from those planned due to a number of factors, including the progress of exploration activities. Management believes it will be able to raise equity capital as required in the long term, but recognizes that there will be risks involved which may be beyond its control.

Related Party Transactions

a) The Company has arrangements pursuant to which parties related to the Company by way of directorship or officership provide certain services. Transactions were in the normal course of operations and all of the costs recorded are based on fair value. During the nine months ended August 31, 2016 and 2015, the Company was charged for services by these parties as follows:

	August 31, 2016 ($)	August 31, 2015 ($)
White Label Corporate Services Inc. – CFO and Corporate Secretary – administrative services until February 1, 2015	-	7,000
Mirador Management – President & CEO -management services	123,750 (1)	123,750
Ken Wheatley – Vice President of Exploration - geological services	123,750 (2)	123,750
JCollins Consulting – Corporate Secretary	45,000 (3)	35,000
0909074 BC Ltd. – CFO - management services from March 1 to October 31, 2015	-	26,500
Venturex Consulting– CFO - management services effective November 1, 2015	27,000 (4)	-
Carter CapitalLimited - Director - marketing related services	-	-
McMillan LLP- Director in common - legal services	9,151 (5)	8,979
	328,651	**324,979**

(1) $44,690 accrued and unpaid as at August 31, 2016
(2) $44,681 accrued and unpaid as at August 31, 2016
(3) $7,500 accrued and unpaid as at August 31, 2016
(4) $4,500 accrued and unpaid as at August 31, 2016
(5) $596 owed as at August 31, 2016

Compensation of key management personnel (excluding the above)
Key management personnel consists of Richard Mazur (CEO and President, and a Director of the Company), Anthony Balme (Chairman and a Director of the Company) Jeannine Webb (CFO), Jacqueline Collins (Corporate Secretary), Kenneth Wheatley (VP-Exploration), and Ian Stalker, David Cowan, Larry Okada and Michael Steeves (Directors). The Company has arrangements with its Directors, whereby it has agreed to provide directors fees, as to $3,000 per quarter to the Company's four non-executive directors, and $7,500 per quarter to the Company's Chairman. During the nine months ended August 31, 2016 and 2015, the Company incurred the following:

	August 31, 2016 ($)	August 31, 2015 ($)
Directors fees	58,500 [1]	58,500
Share-based compensation	97,201	-
	155,701	**58,500**

(1) $58,500 accrued and unpaid at August 31, 2016; in addition, at August 31, 2016, a further $19,500 was accrued and remained unpaid in respect of the year ended November 31, 2015.

b) At August 31, 2016, the Company has $Nil (November 31, 2015: $3,549) receivable from a company with a director in common for the recovery of costs.

Off-Balance Sheet Arrangements
The Company has no off-balance sheet arrangements.

Financial and Other Instruments
Fair Value
The Company classifies financial instruments recognized at fair value in accordance with a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.

Level 2 – Quoted prices in markets that are not active, or inputs that are observable, either directly or indirectly, for substantially the full term of the asset or liability; and

Level 3 – Prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable (supported by little or no market activity).

The following provides the valuation method of the Company's financial instruments as at August 31, 2016 and November 30, 2015:

	Level	August 31, 2016 ($)	November 30, 2015 ($)
Fair value through profit & loss	1	1,209,514	664,040
Available for sale	1	32,128	6,406

The carrying values of accounts payable and accrued liabilities and amounts due to related parties approximate their fair values due to the short-term maturity of these instruments.

The Company's financial instruments are exposed to certain financial risks. The risk exposures and the impact on the Company's financial instruments are summarized below.

Interest rate risk
The Company has no material exposure at August 31, 2016 to interest rate risk through its financial instruments.

Currency Risk
At August 31, 2016, all of the Company's cash was held in Canadian dollars, the Company's measurement currency. The Company has no operations in foreign jurisdictions at this time and as such has no currency risk associated with its operations.

Credit risk
The Company has cash and receivable balances. The Company has no significant concentrations of credit risk arising from its operations. The Company's investment policy is to invest its cash in highly liquid short-term interest-bearing investments, issued by Canadian financial institutions with which it keeps its bank accounts, with maturities of one year or less from the original date of acquisition, selected based on the expected timing of expenditures for operations.

Receivables consist of goods and services tax due from the Federal Government of Canada, amounts due from related parties, and amounts due from joint venture and option partners. The Company does not anticipate any material exposure with the collection these receivables.

Short-term Investments
At August 31, 2016, the Company had $575,000 (November 30, 2015: $600,000) invested in Guaranteed Investment Certificates ("GICs") with a Canadian financial institution. The Company's investments in GICs have original maturity dates of greater than three months but not more than one year.

Liquidity Risk
The Company manages liquidity risk by maintaining sufficient cash balances. Liquidity requirements are managed based on expected cash flows to ensure that there is sufficient capital in order to meet short-term obligations. At August 31, 2016, the Company had cash and short term investments totaling $1,209,514, which amount includes $42,334 in flow-through funds and $500,000 advanced from a joint venture and option partner in respect of the Clearwater, and current liabilities of $378,995 (November 30, 2015: cash and short term investments of $664,040, including $Nil in flow through funds and $Nil advanced by a joint venture and option partner, and current liabilities of $85,239).

Market Price Risk
The only significant market price risks to which the Company is exposed to is interest rate risk and price volatility on its marketable securities. The Company's bank account earns interest at variable rates. The fair value of its portfolio is relatively unaffected by changes in short-term interest rates. The Company's future interest income is exposed to changes in short-term rates.

Sensitivity analysis
Based on management's knowledge and experience of the financial markets, the Company believes the following movements are "reasonably possible" over a year:

- As cash and short-term investments are at variable interest rates, sensitivity to a plus or minus 1% change in rates would affect net loss by approximately $6,345 annually.

- The Company does not hold any balances in foreign currencies to give rise to exposure to foreign exchange risk.

Capital Management
The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the development of its exploration and evaluation assets and to maintain a flexible capital structure for its projects for the benefit of its stakeholders. As the Company is in the exploration stage, its principal source of funds is from the issuance of common shares. Further information relating to liquidity risk is discussed above.

In the management of capital, the Company includes the components of shareholders' equity. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, enter into joint venture property arrangements, acquire or dispose of assets or adjust the amount of cash and investments.

In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions. The annual and updated budgets are approved by the Board of Directors.

There were no changes in the Company's approach to capital management during the period ended August 31, 2016 compared to the year ended November 30, 2015. The Company is not subject to externally imposed capital requirements.

Risks and Uncertainties
The Company has no history of profitable operations and its present business is at an early stage. As such, the Company is subject to many risks common to such enterprises, including under-capitalization, cash shortages and limitations with respect to personnel, financial and other resources and the lack of revenues. There is no assurance that the Company will be successful in achieving a return on shareholders' investment and the likelihood of success must be considered in light of its early stage of operations.

The Company has no source of operating cash flow and no assurance that additional funding will be available to it for further exploration and development of its projects when required. Although the Company has been successful in the past in obtaining financing through the sale of equity securities or joint ventures, there can be no assurance that the Company will be able to obtain adequate financing in the future or that the terms of such financing will be favorable. Failure to obtain such additional financing could result in the delay or indefinite postponement of further exploration and development of its properties. The Company's property interests are located in remote, undeveloped areas and the availability of infrastructure such as surface access, skilled labour, fuel and power at an economic cost, cannot be assured. These are integral requirements for exploration, development and production facilities on mineral properties. Power may need to be generated on site.

Resource acquisition, exploration, development, and operation is a highly speculative business that involves significant risks, which even a combination of careful evaluation, experience and knowledge may not eliminate. While the discovery of precious metals and other minerals may result in substantial rewards, few properties that are explored are ultimately developed into producing mines. Major expenses may be required to locate and establish economically viable mineral deposits, to develop metallurgical processes and to construct mining and processing facilities at a particular site. It is impossible to ensure that the acquisition, exploration or development programs planned by the Company will result in a profitable commercial mining operation. The potential for any project to eventually become an economically viable operation depends on numerous factors including: the quantity and quality of the minerals discovered if any, the proximity to infrastructure, metal and mineral prices (which vary considerably over time) and government regulations. The exact effect these factors can have on any given exploration property cannot accurately be predicted but the effect can be materially adverse.

The mineral industry is intensely competitive in all its phases. The Company competes with many other mineral exploration companies who have greater financial resources and technical capacity. The market price of precious metals and other minerals is volatile and cannot be controlled. The Company is very dependent upon the personal efforts and commitment of its existing management. To the extent that management's services would be unavailable for any reason, a disruption to the operations of the Company could result, and other persons would be required to manage and operate the Company. The Company's directors and officers serve as directors or officers, or may be associated with other reporting companies or have significant shareholdings in other public companies. To the extent that such other companies may participate in business or asset acquisitions, dispositions, or ventures in which the Company may participate, the directors and officers of the Company may have a conflict of interest in negotiating and concluding terms respecting the transaction.

Management's Responsibility for Financial Statements

The information provided in this report, including the financial statements, is the responsibility of management. In the preparation of these statements, estimates are sometimes necessary to make a determination of future values for certain assets or liabilities. Management believes such estimates have been based on careful judgments and have been properly reflected in the accompanying financial statements.

In contrast to the certificate required under National Instrument 52-109 Certificate of Disclosure in Issuers' Annual and Interim Filings ("NI 52-109"), the Venture Issuer Basic Certificate does not include representations relating to the establishment and maintenance of disclosure controls and procedures "(DC&P") and internal control over financial reporting ("ICFR"), as defined in NI 52-109, in particular, the certifying officers filing this certificate are not making any representations relating to the establishment and maintenance of:

i. controls and other procedures designed to provide reasonable assurance that information required to be disclosed by the issuer in its annual filings, interim filings or other reports filed or submitted under securities legislation is recorded, processed, summarized and reported within the time periods specified in securities legislation; and

ii. a process to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with the issuer's reporting standards.

The issuer's certifying officers are responsible for ensuring that processes are in place to provide them with sufficient knowledge to support the representations they are making in this certificate. Investors should be aware that inherent limitations on the ability of certifying officers of a venture issuer to design and implement on a cost effective basis DC&P and ICFR as defined in NI 52-109 may result in additional risks to the quality, reliability, transparency and timeliness of interim and annual filings and other reports provided under securities legislation.

Additional Disclosure for Venture Issuers without Significant Revenue

Additional disclosure concerning Forum's general and administrative expenses and mineral property costs is provided in the Company's statements of loss and comprehensive loss contained in the Financial Statements, which are available on the Company's website at www.forumuranium.com or on its SEDAR Page Site accessed through www.sedar.com.

Proposed Transactions

There are no proposed transactions that are required to be disclosed.

Subsequent Events

- On September 9, 2016, warrants allowing for the acquisition of up to, in the aggregate, 7,008,702 shares at $0.50 per share expired.
- On October 24, 2016, the Company issued 280,000 shares on the exercise of warrants, for gross proceeds of $14,000.

Share Capital Information at the Report Date

	Exercise price ($)	Expiry Date	Shares issuable (#)	
Common shares - issued and outstanding				**53,570,804**
Warrants	0.50	December 20, 2016	1,881,514	
	0.50	January 9, 2017	135,000	
	0.05	December 29, 2016	380,100	
	0.05	January 22, 2017	112,000	
	0.05	February 2, 2017	98,000	
	0.10	December 29, 2017	4,715,000	
	0.10	January 22, 2018	5,150,000	
	0.10	February 2, 2018	1,400,000	
				13,871,614
Stock options	0.10	February 22, 2018	424,000	
	0.10	March 1, 2018	473,000	
	0.10	June 5, 2018	673,000	
	0.10	September 12, 2018	410,000	
	0.10	February 7, 2019	325,000	
	0.10	November 1, 2020	190,000	
	0.10	December 2, 2020	1,050,000	
	0.10	March 1, 2021	1,030,000	
				4,575,000
				72,017,418

Dividends

The Company has no earnings or dividend record and is unlikely to pay any dividends in the foreseeable future as it intends to employ available funds for mineral exploration and development. Any future determination to pay dividends will be at the discretion of the Board of Directors of the Company and will depend on the Company's financial condition, results of operations, capital requirements and such other factors as the Board of Directors of the Company deem relevant.

Nature of the Securities

The purchase of the Company's securities involves a high degree of risk and should be undertaken only by investors whose financial resources are sufficient to enable them to assume such risks. The Company's securities should not be purchased by persons who cannot afford the possibility of the loss of their entire investment. Furthermore, an investment in the Company's securities should not constitute a major portion of an investor's portfolio.

Approval

The Board of Directors oversees management's responsibility for financial reporting and internal control systems through an Audit Committee. This Committee meets periodically with management and annually with the independent auditors to review the scope and results of the annual audit and to review the financial statements and related financial reporting and internal control matters before the financial statements are approved by the Board of Directors and submitted to the shareholders of the Company. The Board of Directors of the Company has approved the audited financial statements and the disclosure contained in this MD&A. A copy of this MD&A will be provided to anyone who requests it.

Additional Information

Additional information is available on the Company's website at www.forumuranium.com or on SEDAR at www.sedar.com.

Forward Looking Information

Forward-looking statements relate to future events or future performance and reflect management's expectations or beliefs regarding future events and include, but are not limited to, statements with respect to the estimation of mineral reserves and resources, the realization of mineral reserve estimates, the timing and amount of estimated future production, costs of production, capital expenditures, success of mining operations, environmental risks, permitting risks, unanticipated reclamation expenses, title disputes or claims and limitations on insurance coverage. In certain cases, forward-looking statements can be identified by the use of words such as "plans", "expects" or "does not expect", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates" or "does not anticipate", or "believes", or variations of such words and phrases or statements that certain actions, events or results "may", "could", "would", "might" or "will be taken", "occur" or "be achieved" or the negative of these terms or comparable terminology. By their very nature 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 expressed or implied by the forward-looking statements. Such factors include, among others, risks related to actual results of current exploration activities; changes in project parameters as plans continue to be refined; future prices of resources; possible variations in ore reserves, grade or recovery rates; accidents, labour disputes and other risks of the mining industry; delays in obtaining governmental approvals or financing or in the completion of development or construction activities; as well as those factors detailed from time to time in the Company's interim and annual financial statements which are filed and available for review on SEDAR at www.sedar.com. Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.