



FORUM ENERGY METALS CORP.
(Formerly Forum Uranium Corp.)
INTERIM CONDENSED FINANCIAL STATEMENTS
For the three month periods ended February 28, 2018 and 2017
(Unaudited – Prepared by Management)

(Stated in Canadian Funds)

NOTICE OF NO REVIEW BY AUDITOR

The accompanying unaudited interim condensed financial statements of Forum Energy Metals Corp. (formerly 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 Energy Metals Corp. (formerly Forum Uranium Corp.)

(An Exploration Stage Company)

Interim Condensed Statements of Financial Position as at

Canadian Funds

Unaudited - prepared by management

		February 28, 2018	November 30, 2017
	Note	(\$)	(\$)
ASSETS			
Current assets			
Cash	4	875,651	694,441
Marketable securities	5	25,510	23,816
Receivables	6	24,174	21,915
Due from joint venture and option partners	7	38,128	38,128
Prepaid expenses and deposits		20,386	18,799
		<u>983,849</u>	<u>797,099</u>
Exploration and evaluation advance		50,000	52,000
Equipment	8	4,222	4,548
Exploration and evaluation assets	9	<u>2,477,389</u>	<u>1,963,039</u>
		3,515,458	2,816,686
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities		32,858	36,706
Amounts due to related parties	11	<u>80,335</u>	<u>69,908</u>
		<u>113,193</u>	<u>106,614</u>
SHAREHOLDERS' EQUITY			
Capital stock	10	44,198,869	43,426,222
Contributed Surplus - Options		5,067,714	5,067,714
Contributed Surplus - Warrants		2,331,011	2,324,238
Accumulated other comprehensive loss		(128)	(1,822)
Accumulated deficit		<u>(48,195,201)</u>	<u>(48,106,280)</u>
		<u>3,402,265</u>	<u>2,710,072</u>
		3,515,458	2,816,686

Nature of Operations and Going Concern – Note 1

Subsequent Events – Note 14

Approved and authorized by the Board of Directors on April 13, 2018:

"Richard Mazur"
Richard Mazur
Director

"Larry Okada"
Larry Okada
Director

The accompanying notes are an integral part of these financial statements

Forum Energy Metals Corp. (formerly Forum Uranium Corp.)*(An Exploration Stage Company)***Interim Condensed Statements of Loss and Comprehensive Loss***Canadian Funds**Unaudited - prepared by management*

	Note	For the three months ended	
		February 28, 2018	February 28, 2017
		(\$)	(\$)
General and administrative expenses			
Amortization	8	326	457
Exploration and evaluation assets expenditures	9	(61,810)	137,909
Investor relations and shareholder information		26,503	39,307
Management fees		30,939	30,939
Office and administration		35,183	31,604
Professional fees		35,222	41,523
Salaries and wages		(3,142)	4,228
Share-based compensation	10	-	16,869
Transfer agent and regulatory fees		21,796	33,366
Travel and promotion		3,904	4,033
Loss from operations		88,921	340,237
Loss for the period		88,921	340,237
Unrealized gain on available for sale securities		(1,694)	(7,463)
Comprehensive loss for the period		87,227	332,774
Loss per share			
- Basic and diluted		\$0.00	\$0.01
Weighted Average Number of Common Shares Outstanding		80,332,793	51,371,815

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Forum Energy Metals Corp. (formerly Forum Uranium Corp.)

(An Exploration Stage Company)

Interim Condensed Statements of Changes in Shareholders' Equity

Canadian Funds

Unaudited - prepared by management

	Capital Stock		Contributed	Contributed	Accumulated	Accumulated	Total
	Number	Amount	Surplus -	Surplus -	Other	Deficit	
	(#)	(\$)	Options	Warrants	Loss	(\$)	(\$)
November 30, 2016	53,950,904	41,761,018	4,979,785	2,308,612	(6,000)	(46,732,914)	2,310,501
Shares issued for cash	21,188,000	1,695,040	-	-	-	-	1,695,040
Shares issue costs - cash	-	(24,711)	-	-	-	-	(24,711)
Share issue costs - finders' warrants	-	(22,441)	-	22,441	-	-	-
Shares issued on exercise of warrants	210,000	17,316	-	(6,815)	-	-	10,501
Share-based compensation	-	-	16,869	-	-	-	16,869
Other comprehensive gain	-	-	-	-	7,463	-	7,463
Loss for the period	-	-	-	-	-	(340,237)	(340,237)
February 28, 2017	75,348,904	43,426,222	4,996,654	2,324,238	1,463	(47,073,151)	3,675,426
Share-based compensation	-	-	71,060	-	-	-	71,060
Other comprehensive gain	-	-	-	-	(3,285)	-	(3,285)
Loss for the period	-	-	-	-	-	(1,033,129)	(1,033,129)
November 30, 2017	75,348,904	43,426,222	5,067,714	2,324,238	(1,822)	(48,106,280)	2,710,072
Shares issued for cash	3,950,000	316,000	-	-	-	-	316,000
Shares issue costs - cash	-	(16,581)	-	-	-	-	(16,581)
Share issue costs - finders' warrants	-	(6,773)	-	6,773	-	-	-
Shares issued for mineral interests	8,000,000	480,000	-	-	-	-	480,000
Other comprehensive gain	-	-	-	-	1,694	-	1,694
Loss for the period	-	-	-	-	-	(88,921)	(88,921)
February 28, 2018	87,298,904	44,198,869	5,067,714	2,331,011	(128)	(48,195,201)	3,402,265

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Forum Energy Metals Corp. (formerly Forum Uranium Corp.)

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Interim Condensed Statements of Cash Flows

Canadian Funds

Unaudited - prepared by management

	For the three months ended	
	February 28, 2018	February 28, 2017
	(\$)	(\$)
Cash resources provided by (used in)		
Operating activities		
Loss for the period	(88,921)	(340,237)
Items not affecting cash:		
Amortization	326	457
Share-based compensation	-	16,869
Changes in non-cash working capital		
Receivables	(2,259)	221,616
Due from (to) related parties	10,428	(38,849)
Exploration and evaluation advance	2,000	-
Prepaid expenses and deposits	(1,586)	6,523
Accounts payable and accrued liabilities	(3,848)	(577,518)
Cash used in operating activities	(83,860)	(711,137)
Investing activities		
Acquisition of exploration and evaluation assets	(34,350)	-
Cash provided by investing activities	(34,350)	-
Financing activities		
Proceeds from private placements	316,000	1,695,040
Proceeds from the exercise of warrants	-	10,500
Share issuance costs	(16,581)	(24,710)
Cash provided by financing activities	299,419	1,680,830
Net decrease in cash	181,210	969,692
Cash - Beginning of year	694,441	810,747
Cash - End of period	875,651	1,780,439
Supplemental disclosure of non-cash financing and investing activities		
Unrealized gain on marketable securities	(1,694)	(7,463)
Fair value of agent warrants issued	6,773	22,441
Shares issued for exploration and evaluation assets	(480,000)	-
Fair value of exercised warrants	-	6,815

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Notes to the Interim Condensed Financial Statements

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1. Nature of Operations and Going Concern

Forum Energy Metals Corp. (“the Company”) is engaged in business of evaluating, and if deemed appropriate, acquiring interests in, exploring and developing, natural resource properties. 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. On February 25, 2018, the Company received approval from the TSX Venture Exchange (the “Exchange”) to change the name of the Company from Forum Uranium Corp. to Forum Energy Metals Corp. On February 28, 2018, the shares of Forum Energy Metals Corp. began trading on the Exchange under the new symbol FMC, without change to the Company’s capital structure.

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 February 28, 2018, the Company has working capital of \$870,656, has incurred a loss for the period of \$88,921 and has an accumulated deficit of \$48,195,201.

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

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financial statements as at and for the year ended November 30, 2017. 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. New accounting standards not yet adopted

- 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.

The Company has evaluated 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. Cash

Cash consist of the following:

	February 28, 2018	November 30, 2017
	(\$)	(\$)
Cash	560,259	694,441
Flow-through funds ⁽¹⁾	315,392	-
Cash	875,651	694,441

⁽¹⁾ Unspent balance of flow-through funds to be spent prior to December 31, 2018.

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5. Marketable Securities

Marketable securities consist of the following holdings:

Company	February 28, 2018	
	Shares (#)	Fair Market Value (\$)
Mega Uranium Ltd. (T-MGA)	25,000	4,251
Standard Exploration Ltd. (V-SDE)	15,000	150
U308 Corp. (V-UWE)	155	51
Minera IRL Ltd. (C: MIRL)	2,380	227
Troilus Gold Corp. (V-TLG)	6,666 ⁽¹⁾	13,331
Uracan Resources Ltd. (V-URC)	300,000	7,500
	349,201	25,510

⁽¹⁾ Pursuant to an amalgamation agreement dated Oct. 31, 2017, Pitchblack Resources Inc. ("Pitchblack") acquired all the outstanding securities of 2507868 Ontario Inc. and of 2513924 Ontario Inc., changed its name to Troilus Gold Corp. (trading symbol TLG) and consolidated its shares as to 1 new share of Troilus for 4 old shares of Pitchblack. Trading of Troilus commenced January 3, 2018

Company	Fair Market Value November 30, 2017	
	Shares (#)	Value (\$)
Mega Uranium Ltd. (T-MGA)	25,000	4,876
Standard Exploration Ltd. (V-SDE)	15,000	150
U308 Corp. (V-UWE) ⁽¹⁾	155	71
Minera IRL Ltd. (C: MIRL) ⁽²⁾	2,380	287
Pitchblack Resources Inc. (V-PIT)	26,666	10,932
Uracan Resources Ltd. (V-URC)	300,000	7,500
	369,201	23,816

⁽¹⁾ On September 11, 2017, U308 Corp. announced the consolidation of its shares, as to one-new-for-1,000-old basis, followed by a split of every newly consolidated common share on a 50-new-for-one-old basis; the number of shares reflect the consolidation.

⁽²⁾ 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. The cease trade order was rescinded in January 2017, and on February 3, 2017, the shares of MIRL began trading on the Canadian Securities Exchange ("CSE").

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

6. Receivables

At February 28, 2018, receivables consist of GST of \$16,161 (November 30, 2017: \$13,903) and general receivables of \$8,013 (November 30, 2017: \$8,013).

7. Due from Joint Venture and Option Partner

Due from joint venture and option partners	February 28, 2018 November 30, 2017	
	(\$)	(\$)
Areva Resources Canada Inc. (Note 9 - North West Athabasca)	5,127	5,127
Uracan Resources Ltd. (Note 9 - Clearwater)	33,001	33,001
	38,128	38,128

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8. Equipment

Net carrying costs at February 28, 2018:

	Office Equipment (\$)	Exploration Equipment (\$)	Total (\$)
Balance at February 28, 2018 and November 30, 2017	5,315	199,316	204,631
Accumulated amortization			
Balance at November 30, 2017	4,720	195,363	200,083
Amortization	30	296	326
Balance at February 28, 2018	4,750	195,659	200,409
Net book value at February 28, 2018	565	3,657	4,222

Net carrying costs at November 30, 2017:

	Office Equipment (\$)	Exploration Equipment (\$)	Total (\$)
Balance at November 30, 2016 and 2017	5,315	199,316	204,631
Accumulated amortization			
Balance at November 30, 2016	4,572	193,672	198,244
Amortization	148	1,691	1,839
Balance at November 30, 2017	4,720	195,363	200,083
Net book value at November 30, 2017	595	3,953	4,548

9. Exploration and Evaluation Assets

The Company has investigated ownership of its mineral interests as at February 28, 2018 and November 30, 2017. To the best of the Company's knowledge, ownership of its interests is in good standing.

	Balance November 30, 2017 (\$)	Acquisition Costs (\$)	Write off or write down (\$)	Balance February 28, 2018 (\$)
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	300	-	18,455
NW Athabasca	200,000	-	-	200,000
Janice Lake	-	514,050	-	514,050
Nunavut				
Ukaliq	17,714	-	-	17,714
	1,963,039	514,350	-	2,477,389

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	Balance November 30, 2016 (\$)	Acquisition Costs (\$)	Write off or write down (\$)	Balance November 30, 2017 (\$)
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

The following table shows the activity by category of exploration expenditures for the period ended February 28, 2018 and the year ended November 30, 2017:

	Period ended February 28, 2018 (\$)	Year ended November 30, 2017 (\$)
Exploration and Evaluation Expenditures		
Camp and accommodation	-	50,864
Claim staking	4,454	10,924
Camp costs	1,011	8,849
Deficiency deposits	(121,425)	92,285
Equipment rental	-	12,659
Field personnel	-	54,585
Fuel	-	4,115
Geophysics	-	20,088
Joint venture partner recovery	-	(51,527)
Lab and assays	419	21,356
Leases	10,208	10,457
License/permits/taxes	-	10,884
Linecutting/grid	-	31,325
Management and planning	22,005	53,154
Prospecting	-	5,580
Surveying	1,500	283,279
Technical reporting	12,611	76,775
Travel	7,407	28,624
Total:	(61,810)	724,276

a) Fir Island

The Company holds a 100% interest in the Fir Island property, subject to a 1.5% net smelter royalty (“NSR”), of which the Company can buy back 1% by paying \$1,000,000 to Anthem Resources Ltd.

b) Henday Lake

The Company held a 100% interest in the Henday Lake property, subject to a 2.0% NSR, of which the Company can buy back 1% by paying US\$800,000 or CDN\$1,000,000 to Uranium Holdings Corporation.

The Company entered into an Option Agreement (the “Henday Option Agreement”) on the Henday Lake project with Hathor Exploration Limited (“Hathor”) on February 27, 2009, pursuant to which Hathor earned a 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

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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

The Company holds a 100% interest in the Highrock Lake property, subject to a 1.0% NSR, of which the Company can buy back 0.5% by paying \$1,000,000. The Company also holds a 100% interest in the Highrock South Lake property, subject to payment of a 2.0% NSR to the vendor.

d) Karpinka

The Company holds a 100% interest in the Karpinka property, subject to a 1.0% NSR, of which the Company can buy back 0.5% by paying \$1,000,000.

e) Costco (formerly Key Lake Road)

The Company holds a 100% interest in the Key Lake Road Project in 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

The Company is party to joint venture agreement with NexGen Energy Ltd. (“NexGen”), Cameco Corporation (“Cameco”) and Orano Canada Inc. (formerly Areva Resources Canada Inc.) (“Orano”). Pursuant to the agreement with NexGen, the Company acts as operator, and charges a 10% operator fee to the project account. At February 28, 2018 and November 30, 2017, the Company was owed \$5,127 in operator fees.

At February 28, 2018 and November 30, 2017, parties held the following interest in the North West Athabasca project:

	February 28, 2018	November 30, 2017
	(%)	(%)
Forum Uranium Corp.	39.43	39.43
NexGen Energy Ltd.	28.14	28.14
Cameco Corporation	19.93	19.93
Orano Canada Inc. (formerly Areva Resources Canada Inc.)	12.50	12.50
	100.00	100.00

h) Clearwater

In 2013, the Company and Uracon Resources Ltd. (“Uracon”) entered into an option agreement (the “Clearwater Project Option Agreement”), pursuant to which Uracon could earn up to a 70% in the Company’s 100% owned Clearwater Project.

In order for Uracon to earn an initial 51% interest in the property, Uracon was required to issue shares to the Company, and make certain exploration expenditures on the property. Uracon could then elect to earn an additional 19% interest in the Clearwater Project by making an additional exploration expenditures within a two year period following the date it earns its 51% interest, and granting the Company a 2% NSR, of which Uracon could purchase 1% for \$1,000,000. Uracon was to fund all exploration work until the earn-

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in option has been completed, after which further work would be funded by the joint venture partners. The Company would be the project operator and charge an operator fee to Uracon, until Uracon earned its 51% interest, after which Uracon could elect to become the operator. At February 28, 2018 and November 30, 2017, Uracon had earned a 25% interest by spending \$1,500,000 on the project, and the Company was owed a total of \$33,001 by Uracon in respect of \$29,742 in expenditures and operator fees of \$3,259. On October 4, 2017 the Company and Uracon agreed to terminate the Clearwater Project Option Agreement and are negotiating a joint venture agreement.

h) Costigan Lake

The Company holds a 65% interest and Nyrstar holds the remaining 35% interest in the Costigan Lake property, subject to a 10% Net Profits Interest royalty. The Company also acts as operator.

i) North Thelon

The Company hold a 100% interest in the North Thelon property, subject to a 5% net profits royalty and assuming certain other obligations. In July 2017, the Company disposed of certain of the leases for proceeds of \$50,000, resulting in a gain on disposition of \$50,000, which was recognized through the statement of loss.

j) Waterbury/ Waterbury South/ Hook

In November 2017, the Company acquired a 100% interest in three claims groups in Saskatchewan, by way of staking.

k) Janice Lake

On February 5, 2018, the Company entered into an agreement with Transition Metals Corp. (“Transition”) to earn a 100% interest in the Janice Lake Sedimentary Copper Property (the “Property”), in north-central Saskatchewan, pursuant to the following terms:

Date	Cash payments (\$)	Share issuances (#)	Minimum Exploration Expenditures (\$)
On execution of the Agreement	25,000 ⁽¹⁾	8,000,000 (Issued) ⁽²⁾⁽³⁾	-
On or before August 5, 2018	-	-	250,000 ⁽⁴⁾
On or before February 5, 2019	25,000	-	-
On or before February 5, 2020	50,000	-	-
On or before February 5, 2021	50,000	-	-
On or before February 5, 2022	100,000	-	-
Total	250,000	8,000,000	250,000

(1) Payment was made on February 13, 2018.

(2) On February 7, 2018, the shares, valued at \$480,000 in total, were issued to Transition; 6,000,000 of those shares (the “Escrowed Shares”) are held in escrow, to be released to Transition, as to 1,000,000 shares each on August 5, 2018, February 5, 2019, August 5, 2019, February 5, 2020, August 5, 2020 and February 5, 2021.

(3) The Company has a one-time opportunity to return the Property within the first 6 months of the Agreement and demand the return of the Escrowed Shares.

(4) At the election of the Company, payment in lieu can be made in place of exploration expenditures.

Transition retains a 2% NSR, of which the Company has the option to repurchase 0.75% at any time prior to commercial production for \$1,500,000. Transition is also entitled to \$1,000,000 on completion of a

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feasibility study on the Property and \$5,000,000 due within 12 months of the Property achieving commercial production.

l) Ukaliq (MEA BL-21BL-32-001) - Nunavut.

On January 1, 2009, the Company entered into agreements, as amended (the “NTI Agreement”), with Nunavut Tunngavik Incorporated (“NTI”) allowing the Company to earn a 100% interest in all uranium and other minerals located on certain Inuit Owned Lands, pursuant to the issuance of 1,000,000 shares of the Company within six months of signing of the NTI Agreement (issued), and the following terms:

i. annual fees and minimum annual exploration work requirements as follow:

<u>Year(s)</u>	<u>Annual Fees (\$/hectare/year)</u>	<u>Minimum Annual Exploration Work Requirements (\$/ha/year)</u>
2009	0.50 (paid)	4.00 (completed)
2010	2.00 (paid)	4.00 (completed)
2011	2.25 (paid)	10.00 (completed)
2012	2.25 (paid)	10.00 (completed)
2013	2.25 (paid)	10.00 (completed)
2014	3.00 (2.25 paid) ⁽¹⁾	20.00 ⁽⁵⁾
2015	3.00 (2.25 paid) ⁽²⁾	20.00 ⁽⁵⁾
2016	3.00 (2.25 paid) ⁽²⁾	20.00 ⁽⁵⁾
2017	3.00 (2.25 paid) ⁽³⁾	20.00 ⁽⁵⁾
2018	3.00 (2.25 paid) ⁽⁴⁾	20.00 ⁽⁵⁾
2019	4.00	30.00
2020	4.00	30.00
2021	4.00	30.00
2022	4.00	30.00
2023	4.00	30.00
2024	4.00	40.00
2025	4.00	40.00
2026	4.00	40.00
2027	4.00	40.00
2028	4.00	40.00

⁽¹⁾ \$0.75 difference deferred to 2019

⁽²⁾ \$0.75 difference deferred to 2020

⁽³⁾ \$0.75 difference deferred to 2021

⁽⁴⁾ \$0.75 difference deferred to 2022

⁽⁵⁾ No minimum annual exploration work required

ii. advance royalty payments of \$50,000 annually payable upon meeting the following milestones:

- completion of a National Instrument 43-101 (“NI 43-101”) measured resource of 10 million pounds U₃O₈ or 100 million pounds U₃O₈, whereupon bonus payments of \$1 million and \$5 million, respectively, are due to NTI,
- completion of a NI 43-101 measured resource of 0.5 million ounces of gold or 5 million ounces of gold, whereupon bonus payments of \$1 million and \$5 million, respectively, are due to NTI,
- within 30 days of production, whereupon a bonus cash payment of \$1 million is due to NTI.

iii. 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). The Company has the right to purchase 1% of the NSR Royalty from each of these properties for \$1 million each.

iv. NTI will receive a 12% Net Profits Royalty (“NPR”), 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.

Forum Energy Metals Corp (formerly Forum Uranium Corp.)

(An Exploration Stage Company)

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(Unaudited – prepared by management)

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

The Company continues to maintain ownership in key claims comprising the property of 4,537 ha.

10. Capital Stock

Authorized share capital: Unlimited common shares without par value

During the period ended February 28, 2018:

- On December 22, 2017, the Company closed a non-brokered private placement (“Offering”) for gross proceeds of \$316,000, pursuant to which it issued 3,950,000 units (“Units”), with each Unit comprised of one flow-through common share (“Shares”) and one-half of one share purchase warrant (“Warrant”). Each whole Warrant is exercisable to acquire one non-flow-through common share of the Company at a price of \$0.12 per share until June 22, 2020. In connection with the Offering, the Company paid \$14,000 in cash commissions and issued a total of 175,000 finder warrants as finders’ fees allowing for the purchase of up to, in the aggregate, 175,000 common shares of the Company at \$0.08 per share until December 22, 2018. No flow-through premium liability was associated with the Shares.

Warrants issued in respect of finders’ fees were valued, in total, at \$6,773, 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	1.00%
Expected stock price volatility	105.93%
Expected dividend yield	0.00%
Expected life of warrants (years)	1

- Exploration and evaluation assets:**

In respect of the Janice Lake property, the Company issued a total of 8,000,000 shares on February 7, 2018. The shares were valued at \$480,000.

During the year ended November 30, 2017:

- On December 13, 2016, the Company announced a non-brokered private placement (“Private Placement”) of up to \$1,100,000 through the issuance of a combination of flow-through shares (“FT Shares”) and non-flow-through units (“NFT Units”) at a price of \$0.08 per each FT Shares and NFT Unit. Each NFT unit comprised one common non-flow-through share (“NFT Share”) and one share purchase warrant, with each Warrant exercisable to purchase one common share of the Company at a price of \$0.12 per share for a period of two years from the date of closing of the financing. The Private Placement was subsequently increased on December 15, 2016 and again on January 5, 2017. No flow-through premium liability was associated with the FT Shares. The Private Placement raised total gross proceeds of \$1,695,040, and closed in tranches, as to:

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	Tranche #1	Tranche #2	Tranche #3	Total
Closing Date	December 19, 2016	December 30, 2016	January 13, 2017	
Gross Proceeds	\$1,072,640	\$416,000	\$206,400	\$1,695,040
FT Shares Issued	2,408,000	5,000,000	175,000	7,583,000
NFT Shares Issued	11,000,000	200,000	2,405,000	13,605,000
NFT Warrants Issued	11,000,000	200,000	2,405,000	13,605,000
NFT Warrant Exercise Price	\$0.12	\$0.12	\$0.12	
NFT Warrant Expiry Date	December 19, 2018	December 30, 2018	January 13, 2019	
Finders' Fees				
Cash	\$0	\$21,770	\$2,941	\$24,711
NFT Warrants	168,560	272,125	36,750	477,435
Exercise Price	\$0.08	\$0.08	\$0.08	
Expiry Date	December 19, 2017	December 30, 2017	January 13, 2018	

The NFT Warrants issued in respect of Finders' Fees were valued, in total, at \$22,441, 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	129.04% - 137.72%
Expected dividend yield	0.00%
Expected life of warrants	1 year

Exercise of Warrants:

Pursuant to exercise of warrants, a total of 210,000 shares were issued for total gross proceeds of \$10,501. The warrants were valued at \$17,316.

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.

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 period ended February 28, 2018:

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

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Notes to the Interim Condensed Financial Statements

For the three month period ended February 28, 2018

Canadian Funds

(Unaudited – prepared by management)

	Number of options (#)	Weighted Average Exercise Price (\$)
Balance – November 30, 2016	4,575,000	0.10
Granted	2,080,000	0.10
Cancelled	(25,000)	0.10
Balance – November 30, 2017	6,630,000	0.10
Cancelled	(270,000)	0.10
Expired	(399,000)	0.10
Balance – February 28, 2018	5,961,000	0.10

- b) At February 28, 2018, the following stock options are outstanding and exercisable:

Number (#)	Exercise price (\$)	Expiry date	Average Life (years)	Options exercisable (#)
433,000	0.10	1-Mar-18	0.005	433,000
608,000	0.10	5-Jun-18	0.268	608,000
390,000	0.10	12-Sep-18	0.540	390,000
305,000	0.10	7-Feb-19	0.945	305,000
175,000	0.10	1-Nov-20	2.679	175,000
1,000,000	0.10	2-Dec-20	2.764	1,000,000
970,000	0.10	1-Mar-21	3.008	970,000
150,000	0.10	4-Jan-22	3.879	150,000
1,930,000	0.10	12-Sep-22	4.542	1,930,000
5,961,000			2.712	5,961,000

During the year ended November 30, 2017:

- a) Stock options were granted, allowing for the acquisition of up to, in the aggregate, 150,000 shares of the Company at \$0.10 per share until January 4, 2022. The options vested immediately, and were valued at \$15,685, which amount was expensed during the year ended November 30, 2017, based on the Black-Scholes pricing model using the following assumptions:

Assumptions

Risk-free interest rate	0.50%
Expected stock price volatility	173.45%
Expected dividend yield	0.00%
Expected life of options	5 years

Stock options were granted, allowing for the acquisition of up to, in the aggregate, 1,930,000 shares of the Company at \$0.10 per share until September 12, 2022. The options vested immediately, and were valued at \$71,061, which amount was expensed during the year ended November 30, 2017, based on the Black-Scholes pricing model using the following assumptions:

Assumptions

Risk-free interest rate	1.00%
Expected stock price volatility	115.98%
Expected dividend yield	0.00%
Expected life of options	5 years

- b) The Company recognized a further \$1,183 of share-based compensation expense on the vesting of options.
- c) A summary of the Company's stock option transactions follows:

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For the three month period ended February 28, 2018

Canadian Funds

(Unaudited – prepared by management)

	Number of options (#)	Weighted Average Exercise Price (\$)
Balance – November 30, 2015	2,520,000	0.39
Granted	2,080,000	0.10
Exercised	(25,000)	0.10
Balance – November 30, 2016	4,575,000	0.10
Granted	2,080,000	0.10
Cancelled	(25,000)	0.10
Balance – November 30, 2017	6,630,000	0.10

d) At November 30, 2017, the following stock options were outstanding and exercisable:

Number (#)	Exercise price (\$)	Expiry date	Average Life (years)	Options exercisable (#)
424,000	0.10 ⁽¹⁾	22-Feb-18	0.233	424,000
473,000	0.10 ⁽¹⁾	1-Mar-18	0.252	473,000
673,000	0.10 ⁽¹⁾	5-Jun-18	0.515	673,000
410,000	0.10 ⁽¹⁾	12-Sep-18	0.786	410,000
325,000	0.10 ⁽¹⁾	7-Feb-19	1.192	325,000
175,000	0.10	1-Nov-20	2.926	175,000
1,050,000	0.10	2-Dec-20	3.011	1,050,000
1,020,000	0.10	1-Mar-21	3.255	1,020,000
150,000	0.10	4-Jan-22	4.126	150,000
1,930,000	0.10	12-Sep-22	4.789	1,930,000
6,630,000			2.734	6,630,000

⁽¹⁾ After taking into effect the Re-pricing.

Warrants

During the period ended February 28, 2018:

a) Warrants expired as follows:

Warrants Type (#)	Exercise price (\$)	Expiry Date
168,560 Broker warrants	0.08	December 19, 2017
4,715,000 Warrants	0.10	December 29, 2017
272,125 Broker warrants	0.08	December 30, 2017
36,750 Broker warrants	0.08	January 13, 2018
5,150,000 Warrants	0.10	January 22, 2018
1,400,000 Warrants	0.10	February 2, 2018
11,742,435		

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

Warrants Type (#)	Exercise price (\$)	Expiry Date
1,975,000 Warrants	0.12	June 22, 2020
175,000 Broker warrants	0.12	December 22, 2018
2,150,000		

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Notes to the Interim Condensed Financial Statements

For the three month period ended February 28, 2018

Canadian Funds

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

	Number of Warrants (#)	Weighted Average Exercise Price (\$)
Balance - November 30, 2016	13,491,514	0.16
Granted	14,082,435	0.12
Exercised	(210,000)	0.05
Expired	(2,016,514)	0.50
Balance - November 30, 2017	25,347,435	0.11
Granted	2,150,000	0.12
Expired	(11,742,435)	0.09
Balance - February 28, 2018	15,755,000	0.12

- d) As at February 28, 2018, the warrants, with a weighted average life of 1.01 years, expire as follows:

Warrants Type (#)	Exercise price (\$)	Expiry Date
11,000,000 Warrants	0.12	December 19, 2018
200,000 Warrants	0.12	December 30, 2018
2,405,000 Warrants	0.12	January 13, 2019
1,975,000 Warrants	0.12	June 22, 2020
175,000 Broker warrants	0.12	December 22, 2018
15,755,000		

During the year ended November 30, 2017:

- e) Warrants expired as follows:

Warrants Type (#)	Exercise price (\$)	Expiry Date
1,881,514 Warrants	0.50	December 20, 2016
135,000 Warrants	0.50	January 9, 2017
2,016,514		

- f) In connection with the Offering, warrants were issued as follows:

Warrants Type (#)	Exercise price (\$)	Expiry Date
11,000,000 Warrants	0.12	December 19, 2018
200,000 Warrants	0.12	December 30, 2018
2,405,000 Warrants	0.12	January 13, 2019
168,560 Broker warrants	0.08	December 19, 2017
272,125 Broker warrants	0.08	December 30, 2017
36,750 Broker warrants	0.08	January 13, 2018
14,082,435		

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For the three month period ended February 28, 2018

Canadian Funds

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

	Number of Warrants (#)	Weighted Average Exercise Price (\$)
Balance – November 30, 2015	13,814,472	0.50
Granted	12,135,100	0.10
Exercised	(660,100)	0.05
Expired	(11,797,958)	0.49
Balance – November 30, 2016	13,491,514	0.16
Granted	14,082,435	0.12
Exercised	(210,000)	0.05
Expired	(2,016,514)	0.50
Balance – November 30, 2017	25,347,435	0.11

h) As at November 30, 2017, the warrants, with a weighted average life of 0.63 years, expire as follows:

Warrants (#)	Type	Exercise price (\$)	Expiry Date
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
11,000,000	Warrants	0.12	December 19, 2018
200,000	Warrants	0.12	December 30, 2018
2,405,000	Warrants	0.12	January 13, 2019
168,560	Broker warrants	0.08	December 19, 2017
272,125	Broker warrants	0.08	December 30, 2017
36,750	Broker warrants	0.08	January 13, 2018
25,347,435			

11. Related Party Transactions

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 periods ended February 28, 2018 and 2017, the Company was charged for services by these parties as follows:

	February 28, 2018 (\$)	February 28, 2017 (\$)
Mirador Management – President & CEO	30,939 ⁽¹⁾	41,250
Ken Wheatley – V-P Exploration	30,939	41,250
JCollins Consulting – Corporate Secretary	15,000	15,000
Venturex Consulting– CFO	9,000	9,000
Christy & Associates - V-P Corporate Development	15,000 ⁽²⁾	-
McMillan LLP- Director in common - legal services	4,496 ⁽³⁾	10,155
	105,375	116,655

(1) Accrued and unpaid as at February 28, 2018: \$10,828

(2) Accrued and unpaid as at February 28, 2018: \$5,282

(3) Accrued and unpaid as at February 28, 2018: \$749

In addition, at February 28, 2018, the Company:

- owed \$1,198 (November 30, 2017: \$Nil) to the Vice-President of Exploration in respect of expenses incurred on behalf of the Company, which are included in amounts due to related parties.
- owed \$3,936 (November 30, 2017: \$Nil) to the Corporate Secretary in respect of expenses incurred on behalf of the Company, which are included in amounts due to related parties.

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- owed \$11,171 (November 30, 2017 \$11,171) each to the President and CEO and the V-P, Exploration in respect of prior services.
- was owed \$8,013 by (November 30, 2017: \$8,013) by company related by way of common directorship.

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, which directors fees were suspended effective September 1, 2016. Directors are also eligible to receive incentive stock options, which are valued based on the Black-Scholes Method. During the periods ended February 28, 2018 and 2017, the Company incurred the following:

	February 28, 2018	February 28, 2017
	(\$)	(\$)
Directors fees	- ⁽¹⁾	-
Share-based compensation	-	15,685
	-	15,685

⁽¹⁾ Accrued and unpaid at February 28, 2018: \$36,000 (November 30, 2017: \$36,000)

12. 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 13.

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 February 28, 2018 compared to the year ended November 30, 2017. The Company is not subject to externally imposed capital requirements.

13. 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.

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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 February 28, 2018 and November 30, 2017:

		February 28, 2018	November 30, 2017
	Level	(\$)	(\$)
Fair value through profit & loss	1	875,651	694,441
Available for sale	1	25,510	23,816

The carrying values of receivables, accounts payable and accrued liabilities, advances from joint venture and option partners 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 February 28, 2018 to interest rate risk through its financial instruments.

Currency Risk

At February 28, 2018, 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.

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 February 28, 2018, the Company had cash totaling \$875,651 (November 30, 2017: \$694,441, and current liabilities of \$113,193 (November 30, 2017: \$106,614). 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

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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 is at variable interest rates, sensitivity to a plus or minus 1% change in rates would affect net loss by approximately \$8,757 annually.
- The Company does not hold any balances in foreign currencies to give rise to exposure to foreign exchange risk.

14. Subsequent Events

Subsequent to February 28, 2018, incentive stock options allowing for the acquisition of up to, in the aggregate, 583,000 shares of the Company at \$0.10 per share, were cancelled or expired.



FORUM ENERGY METALS CORP.
(Formerly Forum Uranium Corp.)

MANAGEMENT'S DISCUSSION AND ANALYSIS

**For the Three Months Ended
February 28, 2018**
(the "Period")

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Introduction

The following management's discussion and analysis ("MD&A" or the "Report") of Forum Uranium Corp. ("Forum" or the "Company") has been prepared as of April 13, 2018 (the "Report Date"). This MD&A should be read in conjunction with the Company's interim condensed financial statements for the three months ended February 28, 2018 and the notes thereto, and the audited financial statements and the notes thereto for the year ended November 30, 2017, 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. On February 25, 2018, the Company received approval from the TSX Venture Exchange (the "Exchange") to change the name of the Company from Forum Uranium Corp. to Forum Energy Metals Corp. On February 28, 2018, the shares of Forum Energy Metals Corp. began trading on the Exchange under the new symbol FMC, without change to the Company's capital structure. The Company's head office is located in Vancouver, British Columbia, Canada.

The Company is in the business of evaluating, and if deemed appropriate, acquiring interests in, exploring and developing, natural resource properties. Exploration is subject to a number of risks and uncertainties, including: uncertainties related to exploration and development; uncertainties related to the commodities 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 exploration and mining.

Corporate Highlights during the Period

- On February 25, 2018, the Company received approval from the Exchange to change the name of the Company from Forum Uranium Corp. to Forum Energy Metals Corp. On February 28, 2018, the shares of Forum Energy Metals Corp. began trading on the Exchange under the new symbol FMC, without change to the Company's capital structure.

- On December 22, 2017, the Company closed a non-brokered private placement ("Offering") for gross proceeds of \$316,000, pursuant to which it issued 3,950,000 units ("Units"), with each Unit comprised of one flow-through common share ("Shares") and one-half of one share purchase warrant ("Warrant"). Each whole Warrant is exercisable to acquire one non-flow-through common share of the Company at a price of \$0.12 per share until June 22, 2020. In connection with the Offering, the Company paid \$14,000 in cash commissions and issued a total of 175,000 finder warrants as finders' fees allowing for the purchase of up to, in the aggregate, 175,000 common shares of the Company at \$0.08 per share until December 22, 2018. No flow-through premium liability was associated with the Shares.
- On February 5, 2018, the Company entered into an agreement with Transition Metals Corp. ("Transition") to earn a 100% interest in the Janice Lake Sedimentary Copper Property (the "Property"), in north-central Saskatchewan, pursuant to the following terms:

Date	Cash payments (\$)	Share issuances (#)	Minimum Exploration Expenditures (\$)
On execution of the Agreement	25,000 ⁽¹⁾	8,000,000 (Issued) ⁽²⁾⁽³⁾	-
On or before August 5, 2018	-	-	250,000 ⁽⁴⁾
On or before February 5, 2019	25,000	-	-
On or before February 5, 2020	50,000	-	-
On or before February 5, 2021	50,000	-	-
On or before February 5, 2022	100,000	-	-
Total	250,000	8,000,000	250,000

(1) Payment was made on February 13, 2018.

(2) On February 7, 2018, the shares, valued at \$480,000 in total, were issued to Transition; 6,000,000 of those shares (the "Escrowed Shares") are held in escrow, to be released to Transition, as to 1,000,000 shares each on August 5, 2018, February 5, 2019, August 5, 2019, February 5, 2020, August 5, 2020 and February 5, 2021.

(3) The Company has a one-time opportunity to return the Property within the first 6 months of the Agreement and demand the return of the Escrowed Shares.

(4) At the election of the Company, payment in lieu can be made in place of exploration expenditures.

Transition retains a 2% NSR, of which the Company has the option to repurchase 0.75% at any time prior to commercial production for \$1,500,000. Transition is also entitled to \$1,000,000 on completion of a feasibility study on the Property and \$5,000,000 due within 12 months of the Property achieving commercial production.

- Warrants expired allowing for the acquisition of up to, in the aggregate, 11,742,435 shares, and incentive stock options were cancelled or expired allowing for the acquisition of up to, in the aggregate, 669,000 shares.

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 ⁽¹⁾	100%	Uranium	Nunavut
Clearwater	75%	Uranium	Saskatchewan
Costigan Lake JV	65%	Uranium	Saskatchewan
Highrock Lake	100%	Uranium	Saskatchewan
Karpinka	100%	Uranium	Saskatchewan
Costco	100%	Uranium	Saskatchewan
Fir Island	100%	Uranium	Saskatchewan
Henday	40%	Uranium	Saskatchewan
Maurice Point	100%	Uranium	Saskatchewan
NW Athabasca JV	39.43%	Uranium	Saskatchewan
Waterbury/Waterbury South/Hook	100%	Uranium	Saskatchewan
Janice Lake ⁽²⁾	100%	Copper	Saskatchewan

⁽¹⁾ The Company has to earn its interest in the properties by fulfilling the terms of the agreement with Nunavut Tunngavik Inc. Please refer to the Company's Financial Statements for descriptions of the earn-in terms.

⁽²⁾ The Company has to earn its interest in the properties by fulfilling the terms of the agreement with Transition Metals Corp. 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			Total	
	Clearwater	Fir Island	Henday Lake	Highrock Lake	Karpinka	Costco	Maurice Point	Waterbury South	Janice Lake	Waterbury	Hook	North Thelon	Ukaliq		Other
	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)	
Claim staking	-	4,454	-	-	-	-	-	-	-	-	-	-	-	-	4,454
Camp costs	168	168	-	169	168	168	168	-	-	-	-	-	-	-	1,011
Deficiency deposits	-	-	-	-	-	(121,425)	-	-	-	-	-	-	-	-	(121,425)
Lab and assays	419	-	-	-	-	-	-	-	-	-	-	-	-	-	419
Leases	-	-	-	-	-	-	-	-	-	-	-	10,208	-	-	10,208
Management and planning	233	1,807	-	824	1,108	466	1,682	699	12,311	699	699	1,398	-	77	22,005
Surveying	-	750	-	-	-	750	-	-	-	-	-	-	-	-	1,500
Technical reporting	-	4,195	-	-	-	-	8,416	-	-	-	-	-	-	-	12,611
Travel	-	-	-	-	-	-	-	287	-	-	-	-	-	7,120	7,407
Total:	820	11,374	-	993	1,277	(120,040)	10,266	699	12,599	699	699	1,398	10,208	7,197	(61,810)

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. To date, RTCUC has not spent \$20 million or deliver a Feasibility Study and has not earned an additional 10% interest.

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 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 in the fall of 2016 and completed processing of the data in 2017. Rio Tinto and Forum will review results in 2018 with a view to identify further drill targets.

Key Lake Road Area Projects (includes Costco (formerly Key Lake Road), Highrock, Highrock South, Karpinka, Costigan Lake JV)

Forum completed eight widely spaced diamond drill holes on the 100% owned Highrock and Highrock South properties totalling 1,362 metres in 2016 along a 10 km long electromagnetic (EM) conductor that is interpreted 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 three 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 needs 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 remains to be drill tested. One drillhole in the North Zone tested a large northeast trending gravity anomaly and exhibits weak alteration with anomalous uranium, boron, vanadium and base metals. A gravity survey is currently underway to determine the extent of the gravity anomaly in this area.

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 Costco property (formerly the Key Lake Road project) covers the southern extension of the Highrock South conductor and an East-Northeast structure that parallels the structure hosting the 200 million pound Key Lake mine. Ground gravity and electromagnetic surveys conducted this past winter over Highrock and Costco have refined past targets and identified new targets for drilling. A total of 8,152 hectares of new claims were staked on extensions of important structures trending of the existing Highrock and Costco claims.

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 in the summer of 2016 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.

NW Athabasca Joint Venture

Forum as Operator holds a 39.43% interest, NexGen 28.14% interest, Cameco 19.93% 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% U₃O₈ 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. Soil surveys conducted over gravity targets on the property in the summer of 2017 identified anomalous boron values that will aid in the prioritization of targets for drilling.

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. Soil surveys conducted over gravity targets on the property in the summer of 2017 identified anomalous boron values that will aid in the prioritization of targets for drilling.

Clearwater

The Company staked three claims in December 2012 totalling 9,912 hectares on trend to the southwest of the Fission Uranium's Patterson Lake South discovery (now Fission's Triple R deposit) and NexGen Energy's Arrow 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 had 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 has earned its 25% interest in the project and elected to terminate the option and are negotiating a joint venture agreement.

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.

Four holes were drilled on the Key Trend and five holes were drilled on the Mongo Trend in the fall of 2016. The combination of elevated radioactivity, bleaching with illite clay and secondary hematite associated with brittle shear zones and local graphitic zones on the Mongo Trend are encouraging as these indicate that altering and radioactive fluids were active in the area. Further drilling is recommended to follow up on these initial encouraging results, and on another EM target to the south on a strong, steeply dipping VTEM conductor that has a strike length of several kilometres, parallel to the Clearwater intrusive complex may also be tested.

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 had 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. A gravity survey was completed in August of 2016 with 1193 station readings taken on a 100m x 100m grid. This survey was then followed by a sampling program that tested the geochemistry of the tills down-ice from the newly identified gravity lows in an attempt to prioritize the targets. A total of 84 C-horizon till samples were collected in a series of four parallel lines spaced 200m apart on the west side of the gravity lows. Samples were collected at 100m spacing along the lines, locally reduced to 50m spacing in areas immediately west of a gravity low. Six high interest gravity anomalies were identified along the East Channel Structure where drilling in 2015 discovered strong dravite alteration, anomalous uranium and pathfinder geochemistry and major reactivated thrust faulting. The tills down-ice from three of the six new gravity targets returned anomalous geochemical values in B, Cu, Co, Pb, Ni, Mo and Y, providing excellent targets for future drill programs. Forum completed a 15.4 line kilometre electromagnetic survey in the summer of 2017 and the data has aided in the development of future drill targets.

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

Janice Lake Sedimentary Copper Project

On February 5, 2018, Forum entered into a definitive agreement to acquire a 100% interest in the Janice Lake Copper Project, located 55km southeast of the Key lake processing facility in Saskatchewan. The terms of the transaction as specified in the Agreement are summarized as follows:

-
- Forum can earn a 100% interest by providing Transition with staged cash payments over 4 years totaling \$250,000 (\$25,000 paid upon signing), issuing Transition 8,000,000 Forum common shares (issued) and completing \$250,000 of work expenditures, or payment in lieu thereof within 6 months of the signing of the Agreement.
 - Of the total shares issued, 2,000,000 will be provided directly to Transition and the remaining 6,000,000 shares shall be placed in escrow (the "Escrowed Shares"). 1,000,000 Escrowed Shares shall be released to Transition every 6 months.
 - Forum will have a one-time opportunity to return the property within the first 6 months of the Agreement and demand the return of the Escrowed Shares.
 - Transition shall retain a 2% Net Smelter Return royalty (NSR). Forum shall have the option to repurchase 0.75% of this NSR any time prior to Commercial Production for \$1,500,000. Transition shall also be entitled to extraordinary payments of \$1,000,000 on completion of a Feasibility Study on the Property and \$5,000,000 due within 12 months of the Property achieving Commercial Production.
 - The Parties shall enter into a Shareholder Rights Agreement which will include among other things, the right for Forum to place any Forum common shares that Transition wishes to sell, a pre-emptive right for Transition to maintain its interest through participation in subsequent Forum financings and a voting support agreement whereby Transition will vote with the Management at any Forum shareholder meetings.

The property consists of 18 mining claims for a total of 19,289 hectares. Numerous surface copper showings were discovered by historical prospecting over a 10 km trend and the remaining 20 km trend remains under prospected or covered by thin overburden. The Janice Lake copper occurrences are comparable to the Rock Creek and Montanore deposits in the Proterozoic Revett Formation in Montana, now in the final stages of permitting.

In 1993 and followup drilling in 1997, 20 of 35 holes totaling 5,500m drilled by Noranda intersected near surface chalcocite copper mineralization. The best result at the JS showing near Janice Lake intersected 0.77% Cu over 33.0 m including 1.6% Cu over 6 m, within 35 m of surface. In 2003, Phelps Dodge reprocessed the magnetic and induced polarization (IP) geophysical data and completed 6 diamond drill holes to target mineralization under cover. By targeting modelled IP/Resistivity anomalies, Phelps Dodge discovered new copper mineralization 2 kilometers to the south of JS, named the Phelps-Jansem zone. Two holes drilled 100 m apart returned 0.72% Cu over 20.8m, including 1.3% Cu over 4.8m (JL-03-38) and 0.49% Cu over 19m, including 0.91% Cu over 6m (JL-03-41). Transition acquired the property in 2012 and completed 700 line kilometres of airborne VTEM survey, field mapping, prospecting and rock sampling. Forum is currently reviewing all historical data to prepare for a summer prospecting, geological, geochemical and geophysical program to identify targets for drilling in the winter of 2019.

North Thelon Project

The North Thelon project includes crown claims and an Exploration Agreement (the "Ukaliq Agreement") with Nunavut Tunngavik Incorporated ("NTI") on two Inuit Owned Land ("IOL") parcels in the vicinity of the Areva (64.8%), Japan Canada Uranium (33.5%), Daewoo (1.7%) Kiggavik deposit (133 million lbs U₃O₈ @ 0.54% U₃O₈) in the Kivalliq region of Nunavut. Forum maintains an interest in the IOL parcels, negotiated a deferral of exploration expenditures in the Ukaliq Agreement with NTI and reduced its land holdings in the area to 4,537 hectares over the key uranium targets.

Qualified Person

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, 2017, 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 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.

The Company has evaluated 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 for the Period from those disclosed the audited financial statements for the years ended November 30, 2017 and 2018.

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 three months ended February 28, 2018, as compared with the prior year's period

General operating expenditures decreased by approximately 19%. Directors' fees continue to be suspended, an arrangement with an investor relations service provider terminated, legal and transfer agent fees decreased based on requirements of services, and exploration and evaluation assets expenditures were

primarily directed at Fir Island and Janice Lake properties (see "Resource Properties" in this Report). (See the Financial Statements for additional details).

Summary of Quarterly Results

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

	28-Feb-18	30-Nov-17	31-Aug-17	31-May-17	28-Feb-17	30-Nov-16	31-Aug-16	31-May-16
<i>In thousands \$</i>								
Financial results								
Net loss (income) for the period	89	251	291	491	340	235	273	705
Basic and diluted loss per share	0.00	0.00	0.00	0.01	0.00	-	0	0.01
Balance sheet data								
Cash and short term deposits	876	694	869	1,154	1,780	811	1,210	736
Exploration & evaluation assets	2,477	1,963	1,963	1,963	1,963	1,963	1,963	1,963
Total assets	3,515	2,817	2,978	3,284	3,875	3,127	3,286	2,835
Shareholders' equity	3,402	2,710	2,891	3,183	3,675	2,311	2,407	2,660

Liquidity and Capital Resources

At February 28, 2018, the Company had working capital of \$870,656, which amount includes cash of \$875,651. 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

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 periods ended February 28, 2018 and 2017, the Company was charged for services by these parties as follows:

	February 28, 2018	February 28, 2017
	(\$)	(\$)
Mirador Management – President & CEO	30,939 ⁽¹⁾	41,250
Ken Wheatley – V-P Exploration	30,939	41,250
JCollins Consulting – Corporate Secretary	15,000	15,000
Venturex Consulting– CFO	9,000	9,000
Christy & Associates - V-P Corporate Development	15,000 ⁽²⁾	-
McMillan LLP- Director in common - legal services	4,496 ⁽³⁾	10,155
	105,375	116,655

⁽¹⁾ Accrued and unpaid as at February 28, 2018: \$10,828

⁽²⁾ Accrued and unpaid as at February 28, 2018: \$5,282

⁽³⁾ Accrued and unpaid as at February 28, 2018: \$749

In addition, at February 28, 2018, the Company:

- owed \$1,198 (November 30, 2017: \$Nil) to the Vice-President of Exploration in respect of expenses incurred on behalf of the Company, which are included in amounts due to related parties.
- owed \$3,936 (November 30, 2017: \$Nil) to the Corporate Secretary in respect of expenses incurred on behalf of the Company, which are included in amounts due to related parties.
- owed \$11,171 (November 30, 2017 \$11,171) each to the President and CEO and the V-P, Exploration in respect of prior services.
- was owed \$8,013 by (November 30, 2017: \$8,013) by company related by way of common directorship.

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 until December 20, 2016) Jeannine Webb (CFO), Jacqueline Collins (Corporate Secretary), Kenneth Wheatley (VP-Exploration), and David Cowan, Larry Okada and Michael Steeves (Directors), Howard Haugom (a Director effective December 20, 2016), and Craig Christie (VP Corporate Development effective April 4, 2017). 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 non-executive directors, and \$7,500 per quarter to the Company's Chairman, which directors and Chairman fees were suspended effective September 1, 2016. Directors are also eligible to receive incentive stock options, which are valued based on the Black-Scholes Method.

	February 28, 2018	February 28, 2017
	(\$)	(\$)
Directors fees	- ⁽¹⁾	-
Share-based compensation	-	15,685
	-	15,685

⁽¹⁾ Accrued and unpaid at February 28, 2018: \$36,000 (November 30, 2017: \$36,000)

Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

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.

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 February 28, 2018 compared to the year ended November 30, 2017. The Company is not subject to externally imposed capital requirements.

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 February 28, 2018 and November 30, 2017:

		February 28, 2018	November 30, 2017
	Level	(\$)	(\$)
Fair value through profit & loss	1	875,651	694,441
Available for sale	1	25,510	23,816

The carrying values of receivables, accounts payable and accrued liabilities, advances from joint venture and option partners 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 February 28, 2018 to interest rate risk through its financial instruments.

Currency Risk

At February 28, 2018, 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.

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 February 28, 2018, the Company had cash totaling \$875,651 (November 30, 2017: \$694,441, and current liabilities of \$113,193 (November 30, 2017: \$106,614). 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 is at variable interest rates, sensitivity to a plus or minus 1% change in rates would affect net loss by approximately \$8,757 annually.
- The Company does not hold any balances in foreign currencies to give rise to exposure to foreign exchange risk.

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.forumenergymetals.com or on SEDAR at www.sedar.com.

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.

Proposed Transactions

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

Subsequent Events

Subsequent to February 28, 2018, incentive stock options allowing for the acquisition of up to, in the aggregate, 583,000 shares of the Company at \$0.10 per share, were cancelled or expired.

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.

Share Capital Information at the Report Date

Common shares - issued and outstanding **87,298,904**

	Exercise price (\$)	Expiry Date	Shares issuable (#)	
Warrants	0.12	December 19, 2018	11,000,000	
	0.12	December 30, 2018	200,000	
	0.12	January 13, 2019	2,405,000	
	0.12	June 22, 2020	1,975,000	
	0.08	December 22, 2018	175,000	
			<hr/>	15,755,000
Stock options	0.10	June 5, 2018	593,000	
	0.10	September 12, 2018	365,000	
	0.10	February 7, 2019	285,000	
	0.10	November 1, 2020	175,000	
	0.10	December 2, 2020	960,000	
	0.10	March 1, 2021	920,000	
	0.10	January 4, 2022	150,000	
	0.10	September 12, 2022	1,930,000	
			<hr/>	5,378,000
			<hr/>	108,431,904

Additional Information

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