



## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**For the six months ended May 31, 2025**

# **Forum Energy Metals Corp.**

## **Management's Discussion and Analysis**

### **For the six months ended May 31, 2025**

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The following is management's discussion and analysis ("MD&A") of the results of operations and financial condition of Forum Energy Metals Corp. (the "Company" or "Forum") for the six months ended May 31, 2025 and up to the date of this MD&A, and has been prepared to provide material updates to the business operations, financial condition, liquidity and capital resources of the Company since its last management's discussion and analysis for the fiscal year ended November 30, 2024 (the "Annual MD&A").

This MD&A should be read in conjunction with the Annual MD&A and the audited consolidated financial statements for the year ended November 30, 2023, together with the notes thereto, and the accompanying unaudited condensed interim consolidated financial statements and related notes thereto for the six months ended May 31, 2025 (the "Financial Report").

All financial information in this MD&A is derived from the Company's financial statements prepared in accordance with IFRS Accounting Standards and all dollar amounts are expressed in Canadian dollars unless otherwise indicated.

The effective date of this MD&A is July 24, 2025.

#### **Description of Business**

Forum is a publicly traded company incorporated under the laws of the Province of British Columbia. The Company's shares are listed on the TSX Venture Exchange ("TSXV") and trade under the symbol FMC and on the OTCQB Venture Market in the United States under the symbol FDCFF. The head office is located at Suite 615, 800 West Pender Street, Vancouver, British Columbia, V6C 2V6 and the registered and records office of the Company is located at Suite 1500, 1055 West Georgia Street, Vancouver, British Columbia V6E 4N7.

The Company is engaged in the business of evaluating, and if deemed appropriate, acquiring and exploring natural resource properties. 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.

#### **Management and Board changes**

As announced June 2, 2025, the Company appointed Rebecca Hunter to President, Chief Executive Officer and Director effective June 1, 2025. Richard Mazur, founder and Chief Executive Officer for the past twenty years has been appointed Chairman of the Board.

In addition, the Company also announces the appointment of Allan Fabbro to the Board of Directors and the retirement of founder and Chairman, Anthony Balme and Michael Steeves from the Board of Directors. Mr. Fabbro joins Ms. Hunter, Mr. Mazur, Larry Okada, Janet Meiklejohn, Paul Dennison, and Brian Christie on the Board of Directors.

# Forum Energy Metals Corp.

## Management's Discussion and Analysis

For the six months ended May 31, 2025

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### Proposed Transaction

On June 23, 2025, the Company entered into a definitive arrangement agreement (the "Arrangement Agreement") with Baselode Energy Corp. ("Baselode") whereby Baselode will acquire all of the issued and outstanding common shares of Forum (the "Forum Shares") pursuant to a court-approved plan of arrangement (the "Arrangement"). The combined company will continue under the name Geiger Energy Corporation.

### *Strategic Rationale*

This business combination creates a uranium exploration leader with enhanced scale, diversified assets, a strengthened leadership team, and is backed by the Ore Group's proven capital markets platform. With a clear focus on discovery and growth, the combined company is positioned to immediately execute an aggressive exploration strategy and attract broader market interest.

### Key Highlights

- Significant Potential: Flagship 100%-owned Aberdeen Project in the Thelon Basin, an underexplored region with district potential.
- Pipeline Growth from Hook: Baselode's Hook Project remains a high-priority follow-up, with large-scale alteration systems suggestive of significant discovery potential and growth.
- One of Canada's Largest Uranium Exploration Portfolios: 100%-owned projects across the Thelon and Athabasca basins, two of the most prolific uranium regions globally.
- Optionality Through Critical Minerals: Additional copper and critical mineral exposure adds strategic upside and future optionality.
- Strong Capital Foundation: Clean capital structure, proven capital-raising capability, and enhanced market visibility.
- Refreshed Leadership: Dr. Rebecca Hunter, a leading Thelon expert, appointed CEO. Stephen Stewart continues as Chair, with a reconstituted board drawn from both teams.
- Ore Group Platform: Strategic guidance, capital markets execution, and long-term alignment under the Ore Group umbrella.

### Shareholder Benefits

- Clear plan for growth, discovery, and value creation.
- Increased scale and relevance for institutional and index investors.
- Immediate, high-impact exploration at Aberdeen.
- Exposure to multiple high-potential assets and districts.
- Strengthened financial and execution capacity.

Under the terms of the Arrangement Agreement, Forum shareholders will receive 0.3535 common shares of Baselode (each whole common share, a "Baselode Share") for each Forum Share held (such exchange ratio being hereinafter referred to as the "Exchange Ratio").

Prior to the Arrangement, Baselode had 134,439,822 common shares outstanding, and Forum had 309,354,574 common shares outstanding. Upon completion of the Arrangement, 109,356,842 Baselode Shares will be issued to Forum shareholders, with a deemed value of \$13,122,821 as of Baselode's share price at close on June 23, 2025 (\$0.12/share). The combined company will have a total of 243,796,664 common shares outstanding, with existing Baselode shareholders and former Forum shareholders owning approximately 55% and 45% of the outstanding common shares of the combined company, respectively.

# **Forum Energy Metals Corp.**

## **Management's Discussion and Analysis**

### **For the six months ended May 31, 2025**

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Each outstanding stock option to acquire Forum Shares will be exchanged for a stock option to acquire Baselode Shares, in amounts and at exercise prices adjusted in accordance with the Exchange Ratio. Further, each outstanding warrant to acquire Forum Shares will entitle the holder thereof to receive, upon the exercise thereof, 0.3535 of a Baselode Share at a price adjusted in accordance with the Exchange Ratio, and otherwise on the same terms and conditions as the original warrant.

Completion of the Arrangement is subject to approval by the Supreme Court of British Columbia and the affirmative vote of Forum shareholders at a special meeting that is to be held on August 19, 2025 (the "Meeting"). At the Meeting, the Arrangement will require approval by (i) at least two-thirds (66⅔%) of the votes cast by Forum shareholders present in person or represented by proxy and entitled to vote at the Meeting, and (ii) at least simple majority of the votes cast by Forum shareholders present in person or represented by proxy and entitled to vote at the Meeting, excluding votes from certain shareholders as required under Multilateral Instrument 61-101 - Protection of Minority Security Holders in Special Transactions. Full details of the Arrangement Agreement were included in Forum's management information circular filed on Sedar+ in connection with the Meeting.

Pursuant to the terms of the Arrangement Agreement, the Arrangement is subject to customary conditions, including support of the transaction by directors, officers and significant shareholders of Forum, and receipt of applicable regulatory and third-party approvals and consents as may be required to effect and complete the transaction, including approval of the TSXV. Closing of the Arrangement is also subject to (i) the completion of a consolidation of the Baselode Shares on a five-for-one (5:1) basis (the "Baselode Consolidation"), (ii) the change of Baselode's corporate name to a name mutually agreed upon by the Parties (the "Baselode Name Change"), and (iii) the reconstitution of the board of directors and management of Baselode to be comprised of five board members (three Baselode nominees and two Forum nominees) with Rebecca Hunter appointed as CEO and Joel Friedman appointed as CFO, in each case as of the closing of the Arrangement. Both the Baselode Consolidation and Baselode Name Change will be subject to the receipt of Baselode shareholder approval.

The Arrangement Agreement includes customary provisions, including covenants not to solicit other acquisition proposals and the right to match any superior proposal. In addition, the Arrangement Agreement contains a reciprocal termination fee provision of 3% of the transaction value and a reciprocal expense reimbursement provision of up to \$250,000 payable to the other party if the transaction is terminated in certain circumstances.

Assuming that all requisite approvals are received, Forum and Baselode expect to close the proposed Arrangement shortly after the date of the Meeting.

#### *Farm-in Agreement*

To enable immediate drilling at the Aberdeen, the parties entered into a concurrent farm-in agreement with respect to Forum's Aberdeen Project in Nunavut ("Aberdeen") whereby Baselode will fund this activity in exchange for a percentage interest in Aberdeen. However, when the Arrangement Agreement is completed and receives shareholder approval, the farm-in agreement will effectively be terminated, as the newly combined entity, will own 100% of Aberdeen. This farm-in agreement serves as a creative bridge financing mechanism that facilitates the commencement of drilling prior to the closing of the Arrangement. Pursuant to the terms of the farm-in agreement, Baselode may earn up to a 50% interest in Aberdeen by incurring \$4,000,000 in exploration expenditures. The farm-in agreement also contemplates a \$400,000 camp rental fee which was received in July 2025. If the Arrangement Agreement is terminated, Forum will have the opportunity to reacquire any interest earned in Aberdeen from Baselode by (i) making a cash payment equal to 250% of the exploration expenditures incurred on Aberdeen by Baselode; and (ii) granting Baselode a 1% net smelter returns royalty on future production from Aberdeen.

# Forum Energy Metals Corp.

## Management's Discussion and Analysis

For the six months ended May 31, 2025

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### *Board of Directors' Recommendation and Voting Support*

The Arrangement has been unanimously approved by the board of directors of both Baselode and Forum, after receiving the unanimous recommendation of a special committee of the Forum board of directors (the "Special Committee") comprised entirely of independent directors, which determined that the Arrangement, including the transactions contemplated thereunder, is fair to the Forum shareholders and is in the best interests of Forum. All of the directors and officers of Forum have entered into support agreements pursuant to which they have agreed, among other things, to support the transaction and vote their Forum Shares in favour of the Arrangement.

### **Resource Properties**

As at May 31, 2025 and the date of this MD&A, the Company had an ownership in the following exploration and evaluation assets:

PROJECT	INTEREST	COMMODITY	LOCATION
Aberdeen	100%	Uranium	Nunavut
Clearwater	75%	Uranium	Saskatchewan
Costigan	100%	Uranium	Saskatchewan
Fir Island	49%	Uranium	Saskatchewan
Grease River	100%	Uranium	Saskatchewan
Henday	40%	Uranium	Saskatchewan
Highrock	80%	Uranium	Saskatchewan
Maurice Point	100%	Uranium	Saskatchewan
NW Athabasca	43.32%	Uranium	Saskatchewan
Wollaston	100%	Uranium	Saskatchewan
Fisher	100%	Copper-Zinc	Saskatchewan
Janice Lake	100%	Copper-Silver	Saskatchewan
Love Lake	100%	Palladium-Copper-Nickel	Saskatchewan
Still Nickel	100%	Nickel-Cobalt	Saskatchewan
Quartz Gulch	100%	Cobalt	Idaho

# **Forum Energy Metals Corp.**

## **Management's Discussion and Analysis**

### **For the six months ended May 31, 2025**

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During the six months ended May 31, 2025, and up to the date of this MD&A, the Company completed work on the following exploration and evaluation assets:

#### Aberdeen Uranium Project

Forum holds a 100% interest in 95,519 hectares of ground adjacent to Orano's 133 million pound Kiggavik uranium deposit located 100 km west of Baker Lake, Nunavut.

#### *2024 Results*

On November 26, 2024, the Company announced the first set of results from its 30 hole, 6,962 metre summer drill program at its Aberdeen Project. Forum received 608 geochemical results from the 11 holes drilled to follow-up the successful 2023 program at the mineralized Tatiggaq Main and West zones. Seven of eleven holes were mineralized. Drilling at Tatiggaq Main intersected another parallel lense of high-grade uranium extending the width to 35 metres and could be thicker. Tatiggaq West shows lateral continuity and thickness to the west and remains open along strike and at depth.

On January 13, 2025, the Company announced assay results from the remaining eight drill holes for the Tatiggaq anomaly completed as part of the 2024 exploration program on the Aberdeen Project. These drill holes were designed to test sub-parallel structures within the Tatiggaq gravity anomaly at significant step out intervals, demonstrating the large-scale potential of the project with the identification of a potential new zone 300 metres north of the Main Tatiggaq deposit. Drillhole TAT24-021 intersected 0.79% U3O8 over 0.1 metres in a strong alteration zone with significant geochemical pathfinder elements at a depth of 221 metres.

On January 21, 2025, the Company announced drill results for the Qavvik anomaly, its second basement hosted deposit located within the Aberdeen Project. This highly successful program intersected a 296-metre-wide zone of uranium mineralization with grades up to 8.2% U3O8 in a newly identified lense and resulted in more than 20 assays with grades greater than 1% U3O8. Mineralization is open to the northeast and southwest, and the shallow depths along with the thick overall uranium intercepts demonstrates the open pit potential of this deposit. With multiple drill targets on the property, the Aberdeen Project has the potential to unfold into a generational uranium district.

On February 18, 2025, the Company announced drill results for the Ayra, Loki and Ned grids. The Ayra and Loki grids host strong clay alteration and elevated uranium values up to 72.8 ppm in the sandstone and 323 ppm in the basement. This is the first evidence of major unconformity-style uranium mineralization at the sandstone/basement contact in the Thelon Basin. These targets have the potential for the discovery of Tier One uranium deposits similar to those found in the Athabasca Basin.

#### *2025 Exploration Drilling*

On July 10, 2025, the Company announced that drilling was underway on the Aberdeen Project. The first target will be the Loki target area which has all of the characteristics of high-grade uranium deposit in the Athabasca Basin; elevated uranium in the sandstone and within 10 metres of the basement unconformity, clay alteration, bleaching, desilicification and highly anomalous pathfinder elements in the sandstone. Up to 7,000 metres in 18-25 drill holes is planned at the Aberdeen project, depending on results. Targets and target criteria are as follows:

- Sandstone-covered targets (i.e. traditional unconformity targets) such as Loki, Bjorn, Mammoth, Thor, Squiggly River and Nymeria – Loki and Bjorn will be the first 2 areas tested. Drilling in 2024 at Loki contained uranium values 30x background and substantial clay alteration in the sandstone
- Basement-only targets including Lobster, Tarzan, Willow, Apollo and Starbuck; three historical drill holes at Tarzan intersected significant clay alteration and elevated boron

## **Forum Energy Metals Corp.**

### **Management's Discussion and Analysis**

**For the six months ended May 31, 2025**

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- Drill targets are selected and prioritized based on the presence of gravity low anomalies in concert with major ENE- and NE-trending faults, as well as any nearby drill or surface data that show prospective fault structures, clay or geochemical signatures

The 2025 program is focused on finding additional high-grade discoveries to build scale and enhance the discovery potential in the district. Ground magnetic surveys are underway on 6 to 10 of the target areas to help refine the main fault zones within the drill areas. The exploration camp is in operation for the exploration season.

#### NW Athabasca

On May 29, 2024, the Company entered into an option agreement with Global Uranium Corp. ("Global") whereby Global has the right to acquire up to 75% of the Company's interest (the "Company's Interest") in a joint venture (the "Forum NexGen JV") between the Company and NexGen Energy Ltd. ("NexGen") formed by way of a joint venture agreement between the Company and NexGen (the "Forum NexGen JV Agreement").

The Forum NexGen JV was formed for the sole purpose of carrying out the obligations and enjoying the rights of the Company under a joint venture (the "Northwest Athabasca Joint Venture") formed between the Company, Cameco Corporation and Orano Canada Inc. to explore and develop certain mineral claims in the Northwest Athabasca region of Saskatchewan (the "NWA Project").

The Company currently holds a 62.2% beneficial interest in the Forum NexGen JV, which in turns holds a 69.95% beneficial interest in the Northwest Athabasca Joint Venture. Accordingly, the Company holds a 43.32% beneficial interest in the Northwest Athabasca Joint Venture. These percentage interests are subject to adjustment from time to time in accordance with the terms of the Forum NexGen JV and the Northwest Athabasca Joint Venture, as applicable.

Global has an initial right (the "Initial Option") to acquire 51% of the Company's Interest by completing the following:

- Cash payments as follows:
  - \$50,000 on or before December 31, 2025;
  - \$75,000 on or before December 31, 2026;
  - \$100,000 on or before December 31, 2027;
- Share payments as follows:
  - 100,000 shares of Global on signing (received in July 2024);
  - 200,000 shares of Global on or before December 31, 2025;
  - 300,000 shares of Global on or before December 31, 2026;
  - 400,000 shares of Global on or before December 31, 2027;
- Staged payments to the Company equal to the amounts the Company would be entitled to contribute for exploration under the Joint Venture on account of the 2025-2028 operating years totalling a minimum of \$3,900,000 and up to a maximum of \$9,000,000 to be applied to the corresponding cash calls, depending on the participation of the minority partners in the Joint Venture in any approved exploration program.

Forum will remain operator of the Northwest Athabasca Joint Venture during the Initial Option period.

# **Forum Energy Metals Corp.**

## **Management's Discussion and Analysis**

### **For the six months ended May 31, 2025**

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#### *2025 Exploration Drilling*

On April 24, 2025, the Company announced that it had completed its diamond drilling program, as well as ground geophysical surveys on the NWA Project. A total of 656 metres were drilled at Zone 2A and Rosie grid areas and SJ Geophysics completed ground Time Domain Electromagnetic (TDEM) and Direct Current Induced Polarization (DCIP) surveys over the Spring Bay grid. The 2025 winter drilling confirms the highly prospective nature of the project by intersecting elevated radioactivity and the key alteration systems distinct to unconformity-type uranium mineralization. The TDEM and DCIP surveys at Spring Bay have highlighted new high priority targets to test in subsequent exploration programs.

#### *Exploration agreement*

On June 18, 2025, the Company and the Ya'thi Néné Land and Resource Office ("YNLR"), owned by the Athabasca Denesūliné First Nations of Hatchet Lake, Black Lake, and Fond du Lac, as well as the Northern Hamlet of Stony Rapids and the Northern Settlements of Uranium City, Wollaston Lake, and Camsell Portage, entered into an exploration agreement for the NWA Project. This agreement reflects a shared commitment to advancing mineral exploration in Nuhenéné – the traditional territory of the Athabasca First Nations within Treaty 8 and Treaty 10 – while respecting Indigenous rights, protecting the environment, and supporting the social and economic well-being of local communities. This partnership sets out clear processes for ongoing communication, environmental stewardship, and community involvement throughout the exploration process. It also includes commitments to training, employment, and contracting opportunities for Athabasca residents, along with financial contributions to support locally identified community priorities. More than a formal agreement, this collaboration reflects a shift toward respectful and practical partnerships between Indigenous communities and industry in the Athabasca region. Forum and YNLR are working together to ensure exploration activities in Nuhenéné are informed by Indigenous values, guided by environmental responsibility, and designed to generate tangible benefits for local communities.

#### **Qualified Person**

Rebeca Hunter, P.Geo., President & CEO of the Company, is the Qualified Person that has reviewed and approved the exploration information and resource disclosures contained in this MD&A.

#### **Trends**

The Company is an exploration company. At this time, issues of seasonality or market fluctuations have had a minor impact on the expenditure patterns. The Company expenses its exploration, project investigation and general and administration costs, and these amounts are included in the net income (loss) for each quarter. The Company's treasury, in part, determines the levels of exploration.

The level of the Company's exploration and evaluation expenditures is largely determined by the strength of resource capital and commodity markets and its ability to obtain investor support for its projects.



# **Forum Energy Metals Corp.**

## **Management's Discussion and Analysis**

### **For the six months ended May 31, 2025**

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#### **Results of Operations**

The consolidated loss and comprehensive loss for the six months ended May 31, 2025 was \$2,502,273 compared to \$2,623,669 for the six months ended May 31, 2024.

The significant changes between the current period and the comparative period are discussed below.

Exploration and evaluation expenditures for the six months ended May 31, 2025 totalled \$1,587,320 compared to \$2,000,172 in the comparative period and primarily relates to exploration work on the Company's Aberdeen uranium project. In addition, the Company also incurred \$2,714,472 on the NWA Project, of which \$2,460,449 was funded by Global. Lastly, the Company recorded a non-cash asset retirement obligation of \$368,920 related to the future removal of the NWA camp.

Exploration and evaluation recoveries for the six months ended May 31, 2025 were Nil, however in the prior period, the Company received \$50,000 cash and 250,000 shares of Traction Uranium Corp. valued at \$33,750.

Marketing, promotion and travel for the six months ended May 31, 2025 totalled \$450,167 (2024 – \$542,290) and relates to increased marketing awareness activities during the current year.

During the six months ended May 31, 2025, the Company recorded non-cash share-based compensation of \$89 compared to \$400,883 in the prior period for options that vested during the period.

During the six months ended May 31, 2025, the Company recorded a non-cash flow-through share premium recovery of \$379,143 (2024 - \$700,524) related to flow-through expenditures incurred during the period.

During the six months ended May 31, 2025, the Company recorded Part XII.6 tax of \$299,851 compared to \$9,079 in the prior period. In December 2023, the Company completed a private placement through the issuance of 48,648,648 flow-through units at a price of \$0.185 per flow-through unit for gross proceeds of \$9,000,000. These flow-through funds were spent on the Company's Aberdeen project primarily in the later half of calendar 2024. Accordingly, these flow-through proceeds were subject to the Part XII.6 tax calculation in February 2025.

During the six months ended May 31, 2025, the Company incurred transaction costs of \$101,267 related to the Arrangement as described above.

**Forum Energy Metals Corp.**  
**Management's Discussion and Analysis**  
For the six months ended May 31, 2025

**Summary of Quarterly Results**

	<b>Three Months Ended May 31, 2025</b>	<b>Three Months Ended February 28, 2025</b>	<b>Three Months Ended November 30, 2024</b>	<b>Three Months Ended August 31, 2024</b>
	\$	\$	\$	\$
Cash	577,951	615,471	496,519	4,190,292
Exploration and evaluation assets	675,860	675,860	675,860	935,716
Total assets	2,411,005	2,536,154	2,307,200	6,475,892
Shareholders' equity	(812,954)	359,977	553,630	3,330,000
Net loss	(1,172,931)	(1,329,342)	(2,776,769)	(4,489,937)
Net loss per share, basic and diluted	(0.00)	(0.01)	(0.01)	(0.02)

	<b>Three Months Ended May 31, 2024</b>	<b>Three Months Ended February 29, 2024</b>	<b>Three Months Ended November 30, 2023</b>	<b>Three Months Ended August 31, 2023</b>
	\$	\$	\$	\$
Cash	8,820,612	10,521,013	1,424,079	2,634,788
Exploration and evaluation assets	990,716	990,716	990,716	990,716
Total assets	10,805,464	12,546,437	3,448,901	4,849,777
Shareholders' equity	6,623,028	8,095,851	2,176,665	2,895,065
Net income (loss)	(1,646,631)	(977,038)	(887,862)	(2,287,377)
Net income (loss) per share, basic and diluted	(0.00)	(0.00)	(0.00)	(0.02)

# **Forum Energy Metals Corp.**

## **Management's Discussion and Analysis**

### **For the six months ended May 31, 2025**

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#### **Liquidity and Capital Resources**

Forum began the fiscal period with \$496,519 cash. During the six months ended May 31, 2025, the Company spent \$1,155,268 on operating activities, net of working capital changes, spent \$65,300 on the purchase of equipment, and received \$1,302,000 from financing activities, to end at May 31, 2025 with \$577,951 cash.

At May 31, 2025, the Company had a working capital deficiency of \$1,081,241.

On June 4, 2025, the Company entered into an agreement to sell a new royalty on the Aberdeen project to Uranium Royalty Corp. ("URC"). In consideration, URC paid the Company \$1,000,000 on signing. The Company retains the right to repurchase 0.5% of the royalty for \$1,000,000 within six months of a successful pre-feasibility study. The buy-back right expires seven years after issuance of the royalty.

As described above, the Company entered into a definitive arrangement agreement with Baselode on June 23, 2025 whereby Baselode will acquire all of the issued and outstanding common shares of Forum. Concurrent with the Arrangement, Forum and Baselode entered into an farm-in agreement with respect to Forum's Aberdeen project whereby Baselode will fund exploration of the Aberdeen project in exchange for a percentage interest in the project. Pursuant to the terms of the farm-in Agreement, Baselode may earn up to a 50% interest in the Aberdeen project by incurring \$4,000,000 in expenditures. The farm-in agreement also contemplates a \$400,000 camp rental fee which was received in July 2025.

While the Company expects the Arrangement to complete, there is no assurance that it will be completed as planned or at all. If the Arrangement does not complete, additional financing will be required by the Company to complete its strategic objectives and continue as a going concern. While the Company has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms acceptable to the Company. These material uncertainties may cast significant doubt upon the Company's ability to continue as a going concern.

**Forum Energy Metals Corp.**  
**Management's Discussion and Analysis**  
For the six months ended May 31, 2025

**Related Party Transactions**

*Compensation of key management personnel*

Key management personnel include members of the Board of Directors, the Chief Executive Officer, the VP Exploration, VP Nunavut Affairs, the Chief Financial Officer, and the Corporate Secretary. The aggregate compensation paid or accrued to key management personnel during the three and six months ended May 31, 2025 and 2024 were as follows:

	Three months ended May 31,		Six months ended May 31,	
	2025	2024	2025	2024
<b>Consulting fees</b>				
Chief Executive Officer	\$ 51,000	\$ 51,000	\$ 102,000	\$ 122,000
Corporate Secretary	24,000	24,000	48,000	47,500
Chief Financial Officer *	24,000	24,000	48,000	47,500
	99,000	99,000	198,000	217,000
<b>Director fees</b>	12,500	7,500	20,000	15,000
<b>Exploration and evaluation expenditures</b>				
VP Exploration	48,000	64,000	96,000	109,500
VP Nunavut Affairs	18,000	31,200	36,000	31,200
	66,000	95,200	132,000	140,700
<b>Marketing, promotion and travel</b>				
Director	24,000	15,000	49,000	30,000
<b>Professional fees</b>				
Former Director - legal services	-	-	-	9,796
<b>Share-based compensation</b>	-	-	-	268,545
<b>Total</b>	\$ 201,500	\$ 216,700	\$ 399,000	\$ 681,041

\* Consulting fees are paid to Golden Oak Corporate Services Ltd. ("Golden Oak"), a consulting company controlled by the Chief Financial Officer of the Company. Golden Oak provides the services of a Chief Financial Officer and accounting staff to the Company.

**Forum Energy Metals Corp.**  
**Management's Discussion and Analysis**  
For the six months ended May 31, 2025

*Amounts due to related parties*

		<b>May 31, 2025</b>	<b>November 30, 2024</b>
Chief Executive Officer	Fees	\$ 17,850	\$ 17,850
Chief Executive Officer	Expenses	518	1,177
VP Exploration	Expenses	-	5,887
VP Nunavut Affairs	Fees	6,300	6,300
Director	Consulting Fees	16,800	12,600
Director	Expenses	2,452	5,162
Director	Fees	20,000	-
Golden Oak	Expenses	-	620
<b>Total</b>		<b>\$ 63,920</b>	<b>\$ 49,596</b>

**Additional Disclosure for Venture Issuers without Significant Revenue**

The components of exploration and evaluation assets are described in Note 7 to the Financial Report.

**Outstanding Share Data as at the date of this MD&A**

Authorized: an unlimited number of common shares without par value

	<b>Common Shares Issued and Outstanding</b>	<b>Share Purchase Warrants</b>	<b>Stock Options</b>
Balance as at May 31, 2025	309,354,574	41,889,872	19,300,000
Stock options granted	-	-	1,400,000
<b>Balance as at the date of this MD&amp;A</b>	<b>309,354,574</b>	<b>41,889,872</b>	<b>20,700,000</b>

# Forum Energy Metals Corp.

## Management's Discussion and Analysis

For the six months ended May 31, 2025

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### Critical Accounting Estimates and Judgments

The preparation of the condensed interim consolidated financial statements in conformity with IFRS Accounting Standards 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:

i) Critical accounting estimates

Critical accounting estimates are estimates and assumptions made by management that may result in a material adjustment to the carrying amount of assets and liabilities within the next financial year and are, but are not limited to, the following:

Carrying value and recoverability of exploration and evaluation assets

Management has determined that acquisition costs incurred which were capitalized may have future economic benefits and may be economically recoverable. Management uses several criteria in its assessments of economic recoverability and probability of future economic benefits including geologic and other technical information, preliminary economic assessment, accessibility of facilities and existing permits.

Asset retirement obligations

The Company's asset retirement obligations represent management's best estimate of the present value of the future cash outflows required to settle estimated reclamation and closure costs on the Company's exploration projects. The provision reflects estimates of future costs, inflation and assumptions of risks associated with the future cash outflows, and the applicable interest rates for discounting the future cash outflows. Changes in the above factors can result in a change to the provision recognized by the Company. Changes to the asset retirement obligations are recorded with a corresponding change to the amounts of related exploration and evaluation expenditures.

Share-based compensation

The fair value of stock options issued are subject to the limitation of the Black-Scholes option pricing model which incorporates market data and which involves uncertainty and subjectivity in estimates used by management in the assumptions. Because the Black-Scholes option pricing model requires the input of highly subjective assumptions, including the volatility of share price, changes in the subjective input assumptions can materially affect the fair value estimate.

**Forum Energy Metals Corp.**  
**Management's Discussion and Analysis**  
**For the six months ended May 31, 2025**

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Recovery of deferred tax assets

Judgment is required in determining whether deferred tax assets are recognized in the statement of financial position. Deferred tax assets, including those arising from unutilized tax losses, require management to assess the likelihood that the Company will generate taxable earnings in future periods, in order to utilize recognized deferred tax assets. Estimates of future taxable income are based on forecasted cash flows from operations and the application of existing tax laws in each jurisdiction. To the extent that future cash flows and taxable income differ significantly from estimates, the ability of the Company to realize the net deferred tax assets recorded at the date of the consolidated statements of financial position could be impacted.

Additionally, future changes in tax laws in the jurisdictions in which the Company operates could limit the ability of the Company to obtain tax deductions in future periods.

The Company has not recorded any deferred tax assets.

ii) Critical accounting judgments

Information about critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the consolidated financial statements are, but are not limited to, the following:

Determination of functional currency

The functional currency for each of the Company's subsidiaries is the currency of the primary economic environment in which the entity operates. Management has determined that the functional currency of the parent Company as well as the functional currency of the Company's US subsidiaries is the Canadian dollar.

Going concern

In the determination of the Company's ability to meet its ongoing obligations and future contractual commitments, management relies on the Company's planning, budgeting and forecasting process to help determine the funds required to support the Company's normal operations on an ongoing basis. The key inputs used by the Company in this process include forecasted capital deployment, progress on permitting, results from the exploration of its properties and general industry conditions. Changes in these inputs may alter the Company's ability to meet its ongoing obligations and future contractual commitments and could result in adjustments to the amounts and classifications of assets and liabilities should the Company be unable to continue as a going concern.

# Forum Energy Metals Corp.

## Management's Discussion and Analysis

For the six months ended May 31, 2025

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### New accounting standards not yet adopted

A number of new standards, amendments to standards and interpretations are not yet effective as of May 31, 2025 and have not been applied in preparing the condensed interim consolidated financial statements.

On April 9, 2024, the IASB issued IFRS 18 "Presentation and Disclosure in the Financial Statements" ("IFRS 18") replacing IAS 1. IFRS 18 introduces categories and defined subtotals in the statement of profit or loss, disclosures on management-defined performance measures, and requirements to improve the aggregation and disaggregation of information in the financial statements. As a result of IFRS 18, amendments to IAS 7 were also issued to require that entities use the operating profit subtotal as the starting point for the indirect method of reporting cash flows from operating activities and also to remove presentation alternatives for interest and dividends paid and received. Similarly, amendments to IAS 33 "Earnings per Share" were issued to permit disclosure of additional earnings per share figures using any other component of the statement of profit or loss, provided the numerator is a total or subtotal defined under IFRS 18. IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, and is to be applied retrospectively, with early adoption permitted. The Company is currently assessing the impact of the standard on its financial statements.

### Financial Instruments and Financial Risk Management

#### *Financial Instruments*

Financial instruments are classified into one of the following categories: fair value through profit or loss ("FVTPL"); fair value through other comprehensive income; or at amortized cost. The carrying values of the Company's financial instruments are classified into the following categories:

		May 31, 2025	November 30, 2024
Cash	Amortized cost	\$ 577,951	\$ 496,519
Marketable securities	FVTPL	43,334	104,825
Receivables	Amortized cost	123,998	171,345
Due from joint venture partners	Amortized cost	348,419	79,132
Reclamation deposit	Amortized cost	40,250	40,250
Trade and other payables	Amortized cost	2,256,935	946,317

The Company's financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

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).



# **Forum Energy Metals Corp.**

## **Management's Discussion and Analysis**

### **For the six months ended May 31, 2025**

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The carrying values for cash, receivables, due from joint venture partners, reclamation deposit, and trade and other payables approximate their fair value due to their short-term nature. These financial instruments are classified as financial assets and liabilities at amortized cost and are reported at amortized cost. The carrying value of marketable securities is determined based on Level 1 of the fair value hierarchy.

#### *Financial Risk Management*

The Company's risk management objectives and policies are consistent with those disclosed by the Company in the Annual MD&A.

#### **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](http://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.

#### **Additional Information**

Additional information is available on the Company's website at [www.forumenergymetals.com](http://www.forumenergymetals.com) or on SEDAR at [www.sedarplus.com](http://www.sedarplus.com).