

BLUE SKY URANIUM CORP.

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025

Background

This Management's Discussion and Analysis ("MD&A") should be read in conjunction with the consolidated financial statements of Blue Sky Uranium Corp. ("Blue Sky" or "the Company") for the six months ended June 30, 2026 and 2025 and related notes thereto which have been prepared in accordance with IFRS Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). This MD&A should be read in conjunction with the Company's unaudited condensed consolidated interim financial statements and the accompanying notes for the six months ended June 30, 2026 and 2025 and the condensed consolidated interim financial statements and accompanying notes for the years ended December 31, 2025 and 2024. All figures are in Canadian dollars unless otherwise noted. This MD&A has been prepared as of August 25, 2026.

Company Overview

The Company was incorporated under the Business Corporations Act (British Columbia) on November 30, 2005 as Mulligan Capital Corp. On May 18, 2006, the Company received final receipts for a prospectus and became a reporting issuer in British Columbia and Alberta. On June 27, 2006 the Company completed its initial public offering (the "Offering") and on June 28, 2006 the Company listed its common shares on the TSX Venture Exchange (the "TSX-V") as a capital pool company. On February 7, 2007, the Company completed its qualifying transaction (the "QT") and was upgraded to Tier II status on the TSX-V. The Company also changed its name to Blue Sky Uranium Corp. to reflect its business as a junior uranium exploration company. The address of the Company's registered office is Suite 411 – 837 West Hastings Street, Vancouver, BC, Canada V6C 3N6.

The Company is a junior mineral exploration company engaged in the business of acquiring, exploring and evaluating natural resource properties and either joint venturing or developing these properties further or disposing of them when the evaluation is completed. The Company's material mineral properties of interest are all located in Argentina. Blue Sky is one of the Argentina's leading uranium exploration companies with more than 4,000 km² of tenements. Argentina has an advanced nuclear industry, centred in the Rio Negro Province. As of the date of this report, the Company has not earned any production revenue, nor defined any mineral reserves on any of its properties.

David Terry, PhD., P.Geo. is a member of the Board and is a Qualified Person as defined by NI 43-101 and has reviewed and approved the exploration information and technical disclosure contained in this MD&A. The Company has Quality Assurance/Quality Control protocols in place for all sampling programs as part of all auguring, geochemical sampling, sample preparation, sample shipping and sample analysis and compilation procedures.

Outlook

Argentina is the largest generator of electricity from nuclear energy in South America, with its advanced nuclear industry centred in Rio Negro Province. The country is working to further expand its nuclear energy sector with additional power plants, but lacks a ready internal supply of uranium. Blue Sky's goal is to acquire, explore and advance towards production a portfolio of projects with an emphasis on near-surface uranium deposits that have the potential for near-term low-cost production to service the Argentine domestic nuclear industry.

PRINCIPAL PROPERTIES

In 2008, the Company gained control of a large land package of prospective uranium properties in Rio Negro and Chubut provinces of Argentina (see news release filed on SEDAR+ dated April 17, 2008). The Chubut properties have been maintained and are available for option but are currently considered non-material with no work programs planned. On June 17, 2024, the Company announced additional property acquisitions in Mendoza and Neuquén provinces. The portfolio now includes over 480,000 hectares (4,800 km²) of tenures in four provinces. The exploration focus is on surficial (calcrete-type), as well as sandstone-type (roll front) uranium +/- vanadium targets. A description of the Company's material projects follows.

Amarillo Grande Project, Rio Negro Province

Location and Ownership: The Amarillo Grande Project is located in central Rio Negro province, in the Patagonia region of southern Argentina. Blue Sky has the rights to over 245,000 hectares of mineral tenures that form the project. The main parts of the project are all road accessible from major centres, such as Valcheta or Neuquen, via the gravel Provincial Road 66. The area is flat-lying, semi-arid and accessible year-round, with nearby rail, power and port access.

Earn-In Agreement

On November 29, 2024, the Company entered into a definitive earn-in agreement (the “Earn-In Agreement”), with Abatare Spain, S.L.U. (“COAM”) and ACI Capital S.à r.l, as guarantor (the “Guarantor”), pursuant to which the Company and its wholly owned subsidiaries Minera Cielo Azul S.A. (“MCA”) and Ivana Minerals S.A. (“JVCO” and together with MCA and the Company, the “BSK Entities”), have granted to COAM the sole and exclusive right to acquire up to an 80% indirect interest in the Ivana Uranium-Vanadium Deposit located in the Province of Rio Negro, Argentina (the “Property”), to be effected by way of an 80% equity interest in JVCO, subject to the terms and conditions set forth in the Earn-In Agreement (the “Transaction”).

Under the terms of the Earn-In Agreement, COAM has been granted (i) a right to acquire a 49.9% indirect equity interest in the Property by funding cumulative expenditures of US\$35 million and (ii) upon completion of a feasibility study, a right (the “Development Earn-In Right”) to acquire up to an 80% equity interest in JVCO by funding the costs and expenditures to develop and construct the project to commercial production, subject to the terms and conditions in the Earn-In Agreement.

Pursuant to the Earn-In Agreement:

- i. to acquire a 49.9% indirect equity interest in the Property (the “P&E Ownership Interest”), COAM must make capital contributions to JVCO in the aggregate amount equal to US\$35,000,000 within 36 months (the “P&E Earn-In Period”) including a minimum funding of (i) US\$3,000,000 in the first year (ii) US\$5,000,000 in the second year; (iii) US\$7,000,000 in the third year; and (iv) non-interest bearing irrevocable capital contributions of US\$20,000,000 (the “Exploration Contribution”) over the P&E Earn-In Period.
- ii. during the P&E Earn-In Period, unfunded minimum annual commitments are subject to annual corporate guarantees;
- iii. to exercise the Development Earn-In Right:
 - a. COAM must on or before the expiry of the P&E Earn-In Period, deliver to MCA a commitment (the “Development Commitment”) to develop and construct the project to either (i) large-scale commercial production as set out in the NI 43-101 Feasibility Study (a “Feasibility Decision”) or (ii) small-scale commercial production, provided it is economics positive as supported by a NI 43-101 Feasibility Study (an “Initial Start Decision”); and
 - b. the Guarantor must deliver to JVCO a corporate guarantee (i) in the event COAM makes an Initial Start Decision, with respect to the costs and expenses for development and construction to reach small-scale commercial production at the project and (ii) in the event COAM makes a Feasibility Decision, with respect to COAM’s commitment to contribute the costs and expenses for development and construction to reach large-scale commercial production at the project (the “Development Feasibility Amount”), in each case, not to exceed US\$160,000,000, through capital contributions to JVCO; and
 - c. upon making the Development Commitment and delivering the corporate guarantee, COAM will acquire a 50.1% equity interest in JVCO.
- iv. COAM will acquire an 80% equity interest in JVCO upon the earlier of: (i) making capital contributions to JVCO equal to the Development Feasibility Amount and (ii) the commencement of large-scale commercial production at the project (the “Commencement of Commercial Production (Feasibility)”);

- v. until the Commencement of Commercial Production (Feasibility) (the “Development Sole Contribution Period”), JVCO and the project will be funded (i) by COAM through capital contributions to JVCO, up to US\$160,000,000 and (ii) to the extent additional funding is required, through disbursements under debt financing to be provided or procured by COAM on arms’ length terms to fund JVCO and the Property until the Commencement of Commercial Production (Feasibility);

Shareholders’ Agreement

The parties also entered into a shareholders’ agreement (the “Shareholders’ Agreement”) that will govern the relationship among the parties in respect of JVCO and the Property, including, among other things:

- a. the governance of JVCO and the management of the Property;
- b. the funding obligations of COAM and MCA in respect to JVCO and the Property;
- c. rights of first offer, share transfer restrictions, pre-emptive rights and tag-along rights in respect to the shares of JVCO; and
- d. if MCA’s equity interest is diluted to less than 10%, there is an automatic surrender of MCA’s interest in exchange for a 2% royalty on the Property.

Call Option Agreement

JVCO and MCA entered into a call option agreement (the “Call Option Agreement”) whereby MCA will grant JVCO the exclusive right and option (the “Call Option”) to acquire 100% of MCA’s undivided registered and beneficial interest in part of certain exploration targets owned by MCA (the “Exploration Targets”), subject to

- (i) JVCO incurring minimum annual expenditure amounts at the Exploration Targets during the six-year term of the Call Option;

Annual Expenditure Amount US\$	Year
1,000,000	2026
1,500,000	2027
1,337,500	2028
1,337,500	2029
1,337,500	2030
1,337,500	2031
7,850,000	

- (ii) JVCO paying the relevant exercise price determined by multiplying (x) the average daily spot price of Uranium, as published on UxC LLC data base or any successor or replacement publication, for the six calendar months immediately preceding the date of the Notice of Exercise, (y) the quantity of mineral resources (expressed in pounds) in respect of the Purchased Exploration targets, as verified by a reputable mining resources evaluation firm, appointed jointly by the Parties, in the form of a Technical Report and (z) the applicable percentage based on the resource classification and project stage as specified below; and

Resource/Stage	Pre-PEA	PEA	PFS	FS
Inferred Mineral Resources	0.75%	1.00%	1.25%	1.50%
Indicated Mineral Resources	1.50%	2.00%	2.50%	3.00%
Measured Mineral Resources	2.50%	3.00%	3.50%	4.00%

- (iii) JVCO granting MCA a 2.0% royalty on the Exploration Targets acquired under the Call Option.

The initial closing of the Transaction was subject to the Company obtaining all necessary: (i) regulatory approvals, including, the conditional approval of the TSX-V, and (ii) corporate approvals, including the approval of the shareholders of the Company, in connection with the transactions contemplated herein, within 120 days following the effective date of the Earn-In Agreement.

In February 2025, the Company's shareholders voted in favour of the Earn-In Agreement and the Company completed the initial closing of the Earn-In transaction. As part of the initial stage of the Earn-In Agreement, JVCO received US\$650,000, and the Company received the first corporate guarantee of US\$2,350,000 for a combined total of US\$3,000,000 from COAM, corresponding to the first-year minimum funding commitment. JVCO and MCA entered into a call option agreement and shareholders' agreement.

Geologic Potential: The district-scale Amarillo Grande Project hosts mineralization with characteristics of both Surficial and Sandstone-type uranium deposits, in some cases including significant vanadium. Most of the mineralized occurrences found within project area to date have the characteristics of Surficial Uranium Deposits in which uranium occurs in sediments or soils of relatively young age (Tertiary to Recent), often in association with secondary carbonate minerals that form lenses or blankets of calcrete. Surficial deposits typically form in semi-arid to arid uranium rich districts adjacent to uranium source rocks (granites or ash flow sequences) or primary uranium deposits. The main uranium mineral in these deposits is typically carnotite, a yellowish hydrated potassium uranium vanadium oxide, $K_2(UO_2)_2(VO_4)_2 \cdot 3H_2O$.

The Ivana deposit displays characteristics of both surficial-type and sandstone-type uranium-vanadium deposits. In plan view, the Ivana uranium-vanadium mineralization has a broad C-shaped pattern with some isolated outlying areas of peripheral mineralization. The uranium mineralization at Ivana is comprised of secondary uranium minerals which include carnotite, a coffinite-like mineral that has been called β -coffinite (beta-coffinite), as well as lesser tyuyamunite, leibigite, and an unidentified uranium-bearing mineral species.

The Amarillo Grande project is believed to have district-scale potential for discovery of similar styles of mineralization to the Ivana deposit.

Exploration History Summary:

In 2007, under the supervision of consultant Dr. Jorge Berizzo, Blue Sky selected Rio Negro as a high-potential location for discovery of new uranium deposits. In the same year, a 14,689 line-km airborne radiometric survey led to discovery of surficial zones of uranium mineralization at the Anit and Santa Barbara groups of properties. A second large-scale airborne radiometric survey in 2010 led to the acquisition of the Ivana group of properties. Detailed exploration work through 2012 on the three property areas led to the delineation of a new uranium district along a 140-kilometre geologic trend. Significant zones of uranium mineralization have been identified along the trend, with the potential for expansion to depth and along strike. While the three properties were previously distinguished from each other in Company disclosure, their proximity, related geologic trend, and the likelihood of additional property acquisitions and zones of mineralization along the trend, has led the Company to group the entire package into a single project, the Amarillo Grande Project.

Exploration work from 2016 through 2021 led to the delineation of a significant uranium-vanadium zone at Anit, and identified additional mineralization at Santa Barbara. However, Ivana became the main focus after the identification of a strongly mineralized uranium-vanadium corridor. Detailed geophysical surveying and drilling at Ivana led to the delineation of the first mineral resource estimate (MRE) for the project in 2018, followed by an updated resource and the first preliminary economic assessment (PEA) in 2019. The resource remained open for expansion and upgrading with additional drilling, and additional targets were delineated throughout the Ivana properties area.

2022 Exploration

Ivana Deposit

The Company announced on March 23, 2022 that it had completed a previously announced expansion and upgrading drilling program at the Ivana Deposit. The entire program collected 3,136 samples from 350 new holes, totaling 3,346m.

Results were reported on February 2, April 5 and September 8, 2022 and confirmed the continuity of mineralization in a number of locations, as well as the potential for expansion of resources in step-out areas.

Ivana Central

On April 11, 2022, Blue Sky announced that it was resuming the 4,500 metre exploration drilling program to advance the Ivana Central target. Drilling was completed, for a total of 2,623 metres in 43 holes, including the 6 holes drilled in 2020.

Other Targets

A new field program was announced on September 26, 2022 to advance the Ivana East and Cateo Cuatro targets and define drill targets. Exploration work at Ivana East detected blind signatures between 10m and 30m in depth, similar to the Ivana deposit geological setting.

2023 Exploration

Ivana Central & North

Results from the drill program completed in 2022 at Ivana Central were announced on May 24, 2023. Due to the conditions at the prospect, the program used a combination of reverse circulation, direct circulation (DC) and diamond drilling to complete 2,607m of drilling in 43 scout holes. Radiometric borehole surveys were run on DC holes AGIC-007 to AGIC-043 as only limited drill cuttings were available. Analysis of the borehole radiometric anomalies and chip logging suggests that the target REDOX front was intercepted in 18 holes, delineating a +2.4km long and +1km wide NNW-SSE corridor at between 40m and 60m, open to the north and south. Multiple samples with elevated silver-cobalt-copper-uranium-tungsten were observed in the analytical results from RC and diamond drill samples, including a high-silver sample of 0.35m at 2880 ppm Ag. Core logging identified a black sand horizon between 46 and 62m in depth, interpreted as the REDOX front.

Regional Exploration

Prospecting mapping, soil and surface sampling, and radiometric surveys were carried out over the southern sector of the Amarillo Grande project. Preliminary pit sampling and auger drilling programs were initiated in the third quarter of 2023 to delineate targets.

Ivana Deposit

The results from the 2022 drill program at the Ivana deposit, as well as addition density measurements, were incorporated into the database and modelling work was updated by external consultants to evaluate the impact on the projects' mineral resources and the PEA completed in 2019.

Additional process design test work continued throughout the year and new uranium/vanadium leach tests were completed on a ~294 kg composite bulk sample (#2) prepared from RC chips from the Ivana deposit. Despite positive leach test results, a review of the methodology indicated that the optimized pre-concentration steps had not been executed as planned. As a result, the company planned to repeat the bulk testing and membrane filtration prior to proceeding to the next process test phase.

An updated Social and Environmental baseline report for the Ivana area was commissioned, in preparation for a new Technical Report.

2024 Mineral Resource Estimate and Preliminary Economic Assessment

On February 22, 2024, the Company announced the results of a new PEA for the Ivana deposit. The updated PEA incorporates a new Mineral Resource Estimate, in which approximately 80% of the resources are now in the Indicated category. The PEA demonstrates robust economics from a surficial mining operation, entailing 11 years of uranium and vanadium production.

PEA Highlights (All figures in US dollars)

		<u>PEA Base Price Case Used</u>	<u>Sensitivity Spot Price Analysis</u>
<u>Price - U₃O₈</u>	<u>\$/lb</u>	<u>\$75.00</u>	<u>\$105.00</u>
<u>Price - V₂O₅</u>	<u>\$/lb</u>	<u>\$7.50</u>	<u>\$7.50</u>
<u>After-Tax</u>			
<u>NPV (0%)</u>	<u>\$M</u>	<u>\$405.1</u>	<u>\$705.4</u>
<u>NPV (8%)</u>	<u>\$M</u>	<u>\$227.7</u>	<u>\$ 418.3</u>
<u>IRR</u>	<u>%</u>	<u>38.9%</u>	<u>57.0%</u>
<u>Payback</u>	<u>years</u>	<u>1.9</u>	<u>1.3</u>

- Pre-production Capital Cost: \$159.7 million, includes \$35.4 million contingency
- Life of mine ("LOM") Sustaining Capital Cost: \$27.3 million, includes \$5.4 million contingency
- Average LOM Total Cash Cost net of credits: \$23.29/lb U₃O₈

- Average LOM All-In Sustaining Costs (“AISC”) net of credits: \$24.95/lb U₃O₈

PEA Additional Key Assumptions & Inputs

- Years of Construction: 2
- Years of Production: 11
- Strip Ratio: 1.5:1 (waste/ore)
- Dilution: 3%
- Average Mining rate (waste + mill feed): 5.10 Mtpa
- Processing throughput: 2.17 Mtpa
- Process Plant Recoveries (Net), Uranium: 84.6%
- Process Plant Recoveries (Net), Vanadium: 52.5%
- Average Annual Production (LOM): 1.5 Mlbs/a U₃O₈
- LOM uranium production: 16.5 Mlbs U₃O₈

[The PEA is preliminary in nature and is intended to provide an initial assessment of the project’s economic potential and development options. The PEA mine schedule and economic assessment includes numerous assumptions and is based on both Indicated and Inferred mineral resources. Inferred resources are considered too speculative geologically to have the economic considerations applied to them that would enable them to be categorized as mineral reserves, and there is no certainty that the PEA results will be realized. Mineral resources are not mineral reserves and do not have demonstrated economic viability. Additional exploration will be required to potentially upgrade the classification of the inferred mineral resources to be considered in future advanced studies.]

An updated Mineral Resource Estimate was used for the PEA. The resource estimate includes data from an additional 350 reverse circulation drill holes (3,346 metres) completed up to March of 2022, and the effective date of the Mineral Resource estimate is October 14, 2023. The base case cut-off grade applied is 100 ppm U. The addition of the new drill holes decreased the drill hole spacing and 80% of the estimate is now classed as indicated mineral resources based on 2 holes within 100 m of a block.

The results of the Company's drilling program were reviewed, verified (including sampling, analytical and test data) and compiled by the Company's geological staff under the supervision of David Terry, Ph.D., P.Geo. Dr. Terry is a Director of the Company and a Qualified Person (“QP”) as defined in National Instrument 43-101.

The Mineral Resource Estimate and associated information were prepared under the direction of Bruce Davis Ph.D., F.AusIMM, Consultant, and Susan Lomas, P.Geo., of Lions Gate Geological Consulting Inc. Both Dr. Davis and Ms. Lomas are independent Qualified Persons (QP’s) as defined in NI 43-101.

The PEA and associated information were prepared under the direction of consultant Ken Kuchling, P.Eng., a mining engineer specializing in economic reviews and an independent Qualified Person as defined in NI 43-101.

Additional contributing independent Qualified Persons for the PEA are:

- Chuck Edwards, P.Eng. FCIM (metallurgy & processing)
- Ken Embree, P.Eng., of Knight Piésold Ltd (environmental, waste & water management)

Table 1 - Estimate of Mineral Resource reported at 100 ppm Uranium Cut-off

Zone	Class	Tonnes (Mt)	Average Grade				Contained Metal	
			U (ppm)	U ₃ O ₈ (%)	V (ppm)	V ₂ O ₅ (%)	U ₃ O ₈ (Mlb)	V ₂ O ₅ (Mlb)
Upper	Indicated	2.0	122	0.014	110	0.020	0.6	0.9
Lower	Indicated	17.6	358	0.042	104	0.019	16.4	7.2
Total	Indicated	19.7	333	0.039	105	0.019	17.0	8.1
Upper	Inferred	1.4	167	0.020	170	0.030	0.6	0.9
Lower	Inferred	4.2	293	0.035	90	0.016	3.2	1.5
Total	Inferred	5.6	262	0.031	109	0.019	3.8	2.4

Notes to Table 1:

1. As far as the QPs are aware, there are no issues related to environmental, permitting, legal, title, taxation, sociopolitical or marketing which could materially impact the mineral resource.
2. CIM Definition Standards were used for Mineral Resource classification and in accordance with CIM MRMR Best Practice Guidelines. Mineral Resources are not Mineral Reserves and do not have demonstrated economic viability.
3. Extreme High-grade samples were capped to lower grades (Upper U 1000 ppm, V 400 ppm, Lower U 3000 ppm, V 1000 ppm) and then restricted using an outlier strategy where Upper composites were limited to U 400 ppm and V 300 ppm over 100 m and Lower composites were limited to U 2000 ppm and V 600 ppm over 100 m.
4. Mineral Resources were tabulated within a resource limiting pitshell using \$US 75/lb U price, recovery of 84.6% U; open pit mining cost of \$1.50/t mineralization mined; processing and G&A cost of \$6.30/t processed; pit slope of 32°. Bulk density value of 2.1 g/cm³ was used for mineralized material.
5. The resource was estimated within distinct zones of elevated uranium concentration occurring within the host sediments. Vanadium is associated with uranium and is estimated within the same zones. There is no indication that Vanadium occurs outside of the elevated uranium zones in the Ivana deposit area in sufficient concentrations to justify developing estimation domains focused on Vanadium.

Supporting information for the Mineral Resource estimate and the PEA is detailed in an independent technical report dated April 2, 2024, prepared in accordance with National Instrument 43-101 Standards of Disclosure for Mineral Projects, ("NI 43-101") and filed on SEDAR+ under the Company's profile.

Recommendations from the PEA report include: additional infill drilling to upgrade mineral resources; advanced engineering studies that incorporate the ongoing comprehensive environmental base line study; additional metallurgical and process test work; mine design optimization; and, detailed permitting assessment, among other items required to support a prefeasibility study ("PFS"). The authors note the potential to expand mine feed at Ivana: to the west, where infill drilling returned low-uranium – rich-vanadium resources that may be potentially considered for mine-life extension during a high-price scenario (see Blue Sky news release dated September 8, 2022); in the 30-40km surrounding area of the Ivana deposit where identifying a potential cluster of deposits could utilize a central processing facility; and, elsewhere on the Amarillo Grande Project concessions.

2024 Exploration

Field work in 2024 concentrated on surface exploration while permitting for additional drilling was underway. This included mapping, soil and pit sampling, auger drilling and the first isotopic survey. The isotopic technique was concentrated in the Ivana sector, where anomalous isotopic patterns or footprints identified at the Ivana deposit will be compared with samples collected at other areas of known mineralization, like Ivana Central, in order to assist in defining or confirming new drill targets. If successful, this technique will be used as a regional tool to identify new targets and vector drilling for the potential discovery of blind uranium mineralization throughout the 145-km long AGP.

2025 Exploration

The Company announced on May 14, 2025 details of new drill programs being executed by the JVCO and further announced the commencement of the programs on June 16, 2025. Blue Sky announced the completion of the infill drilling program at the Ivana Deposit on September 29th, 2025. The campaign including 4,959 metres of drilling across 328 holes, bringing the total drilling at the deposit to 15,839 metres of drilling across 1,166 holes.

At the same time, the Company reported that JVCO had embarked on an exploration program on targets surrounding the deposit, pursuant to the Call Option. The program started with a pole-dipole electrical tomography survey at the Ivana Gateway (formerly Gap) target, midway between the Ivana Deposit and Ivana Central, to delineate potential drill targets in the area. The Company announced on October 16, 2025 that the single line ET survey delineated a 1,400-metre wide chargeability anomaly, approximately 30 to 60 metres below surface, interpreted to relate to the northerly extension of the REDOX front trend related to the Ivana deposit that could stretch continuously to the Ivana Central target. The results of the geophysical survey helped guide an approximate 1,200m diamond drilling program that commenced in mid-December to test the interpreted REDOX front, as announced on December 17, 2025.

In the fall of 2025 JVCO initiated a comprehensive Gap Analysis, a key step in transitioning the Ivana Project from an exploration-stage asset into a development-stage project. The goal of the analysis was to identify all the additional studies, engineering work, and permitting requirements needed to support both a pre-feasibility study (“PFS”) and, ultimately, a feasibility study (“FS”) and outline the steps to complete the work. The results of the study were announced on November 26, 2025. Using the existing PEA as the baseline, the GAP Analysis provides a clear, actionable roadmap for advancing Ivana through the PFS stage and potentially onward to the completion of a FS and submission of the final Environmental Impact Assessment for Ivana. The timeline established by the roadmap is approximately 24 months to complete these steps, with an estimated overall budget of US\$13.5 million, including contingencies.

Current Programs

Ivana Deposit

The results of the infill drilling program at Ivana were announced on January 12, 2026. Data from the program will be used to: 1. To confirm the continuity of the mineralization within the deposit; 2. To refine mineralization/deposit limits; and 3. To support upgrading the classification of some of the current inferred resources in a future mineral resource estimate update. In addition, the program tested an area of the deposit not previously drill tested due to access limitations, including zones proximal to where higher-grade intervals were returned near the core of the deposit, and which the PEA indicated would be the starting area for potential mining. The results confirm the continuity of the high-grade horizons previously defined for the deposit in this new area. Subsequent detailed modelling of this higher-grade domain delineated a 505 metre by 132 metre footprint ranging from 1 to 17 metres thick. A total of 27 holes were drilled in the area. Approximately 66% of this domain was included in the block model from the 2024 mineral resource estimate and 34% is outside of it. This domain has potential positive implications for adding incremental pounds of uranium in a future resource estimation for Ivana and the potential to improve the economics in a future PFS.

On March 19, 2026 the commencement of a hydrogeological program was announced, to support the potential future development of the Ivana Deposit. The program is designed to evaluate potential water sources required to support future mining and processing operations, as well as to characterize groundwater conditions relevant to potential mine dewatering requirements. The study is estimated to require approximately five months to complete, at a cost of approximately US\$400,000, excluding additional work such as drilling of water wells and pumping tests, which will be defined as the program advances.

On May 11, 2026, new service agreements with M3 Engineering & Technology and the Saskatchewan Research Council (SRC) were announced. These agreements will support engineering and metallurgical testing programs at Ivana to advance the economic evaluation of the project and, ultimately, support potential development decisions. Approximately 900 kilograms of mineralized material consisting of three composite samples from the Ivana deposit have arrived at the SRC laboratory for testing.

Exploration Targets (Programs Funded by COAM Under the Call-Option:)

The first round of drill results from the Ivana Gateway target were reported on February 24th 2026, including 12 holes totaling 796 metres combined depth. These holes were drilled across the eastern side of the target and confirmed the presence of uranium mineralization hosted in roll-front conditions consistent with the geological model established at the Ivana deposit. Highlight results include 3.4m averaging 272 ppm U₃O₈ in AGIG-007, starting at 54m, including: 0.5m @ 815 ppm U₃O₈ and 1.5m averaging 302 ppm U₃O₈ in AGIG-002: starting at 57m. Phase 2 of the program was comprised of six holes totaling 392 m across the western portion of the target. One hole reported modest uranium in two short intervals, as reported on August 17, 2026. The remaining 5 holes did not return additional significant uranium mineralization, however, the holes completed the planned drill coverage and helped define the western extent of the system.

On April 7, 2026 the Company announced a new 1,200 metre diamond drilling exploration program at the Ivana East target, located approximately 10 kilometres northeast of the Ivana uranium-vanadium deposit. Six diamond drill holes totaling 431 metres were completed. Uranium and vanadium mineralization was discontinuous and assays were below the Company’s reporting threshold, as reported on August 17, 2026. The drilling did not confirm the geological and geophysical model originally proposed for the target; future work at Ivana East will require revising the geological model to better understand the potential for favourable uranium-hosting sandstone units.

A new phased exploration program commenced in August (see news release dated August 17, 2026). Planned to take place over 12 months in total, the initial program of six months is funded to include a 500m RC drill program at the Cuatro target, detailed surface and near-surface exploration methods to better delineate targets within the corridor stretching from the Ivana deposit to Ivana Central, including Ivana Gateway, plus regional greenfield exploration at several targets in concessions to the west of the Ivana deposit. The second half of the program will be tailored depending on a review of the initial results.

Neuquén Basin In-Situ Recovery (ISR) Targets

In 2024 the Company launched a strategic initiative to broaden the Company's medium to long-term prospects for discovery by acquiring projects in Neuquén Basin of Argentina that are prospective for discovery of uranium deposits amenable to In Situ Recovery ("ISR") (see News Release dated June 17, 2024, filed on SEDAR+).

The Neuquén basin is comprised of a +7,000m thick marine and continental sedimentary sequence formed in the Upper Triassic to Middle Tertiary periods. The basin is recognized for its conventional and unconventional oil and gas resources and production. Uranium occurrences are present at different stratigraphic levels throughout the basin. The known occurrences are related to Cretaceous red-beds, such as: the historical uranium-copper-vanadium producing mines of Huemul and Agua Botada to the north in Mendoza province; the Rahue-Co, Cerro Mesa, Campesino Norte and Las Carceles uranium-copper-vanadium occurrences in the central region in Neuquén province; and the Amarillo Grande district to the south, in Rio Negro province.

The [World Nuclear Association](#) summarizes the process of in situ recovery mining also known as solution mining or in situ leaching ("ISL") as "leaving the ore where it is in the ground, and recovering the minerals from it by dissolving them and pumping the pregnant solution to the surface where the minerals can be recovered. Consequently, there is little surface disturbance and no tailings or waste rock generated." ISR-amenable uranium deposits provide the opportunity for low-cost, low-impact production and the potential for short development timelines. ISR is the most commonly used production method in uranium mining globally.

Corcovo Project, Mendoza Province

Location and Ownership: The Corcovo Project is comprised of two adjacent exploration properties, totaling approximately 20,000 ha, at the northeastern edge of the Neuquén basin in Mendoza Province.

The Corcovo option agreement includes the right to acquire a 100% interest in both tenures. Terms of the option include payment of US\$405,000 in 5 installments over 3 years and payment of US\$500,000 to the vendor if the project achieves commercial production. A 1% NSR payable to the vendor, on both properties, which Blue Sky has the right to buy back for a total of US\$500,000.

Option Payment US\$	Year
10,000 (paid)	2024
31,000 (paid)	2025
64,000 (paid)	2025
100,000	2026
200,000	2027
405,000	

Geologic Potential: The project covers a flat area at the southernmost edge of a Quaternary volcanic plateau situated approximately 600 metres above sea level ("masl"). This plateau overlays older sequences of the Neuquén Basin. In this region, the geological formation creates a natural trap for hydrocarbons, which migrated from central basin through porous sandstone horizons or "carriers". This hydrocarbon migration may represent the oxidation-reduction front required for uranium accumulation, potentially forming economic deposits. The presence of lacustrine shales, which overlay the sandstone units, acts as barrier, preventing the migration of hydrocarbons and uranium.

This model was initially recognized by the state-owned National Atomic Energy Commission (“CNEA”) and followed by a pioneer exploration team prospecting uranium mineralization throughout the Neuquén basin using oil and gas (“O&G”) borehole radiometric data, acquired from Argentine government public databases, as a vectoring prospecting tool. Those surveys exposed uranium anomalies at the Corcovo area associated with the unconformity between Cretaceous units, (Rayoso and Neuquén groups) which are found at depths from 200m to 600m below surface. The presence of uranium anomalies related to high-porosity units, sealed by fine sediments, represents prospective geological conditions for exploring for ISR uranium deposits.

Exploration: Blue Sky has initiated the permitting process for field programs. At the same time, the Company has started to identify and prioritize prospective targets for future exploration and modelling work by updating and verifying the database for the project, which includes publicly available bore-hole surveys and seismic 2D/3D surveys from historic oil and gas (“O&G”) exploration. Initial data sets have been acquired from government agencies, as described in news releases data June 4 and August 6, 2025. These include data from hundreds of wells featuring geophysical logging data such as gamma-ray, spontaneous potential (SP), and other parameters, compiled in the O&G industry standard format for well log data (Log ASCII Standard or “LAS” format). In addition, the Company has received 2D seismic lines, covering the entire Corcovo project area. Re-interpretations are evolving as data is received and processed. So far, radiometric anomalies have been identified at four different stacked horizons. The initial reviews support the model of a potentially substantial uranium mineralized system with significant continuity, based on uranium equivalent (“eU”) and gamma-ray anomalies in the Centenario Core horizon. A principal corridor of uranium equivalent anomalies stretches more than 10 kilometres, along which multiple more significant anomalies have been identified. One of these anomalies is particularly noteworthy for its scale, measuring approximately 2.2 kilometres along a northwest–southeast trend and 500 metres in width.

Blue Sky has initiated the process to secure access to additional information and samples. The Company plans to collect water samples from active oil wells operating under secondary recovery once the Company obtains the necessary permits, and sample drill cuttings from historical wells. These samples are intended for geochemical validation of legacy gamma-ray log data and will support critical geochemical studies to confirm mineralization, evaluate the geologic units for their amenability to potential ISR application and guide further exploration.

The Chihuidos Project, Neuquén Province

Location and Ownership: The Chihuidos project is comprised of six exploration property units totaling almost 60,000 hectares which are 100% controlled by Blue Sky and were acquired by staking. The project is located 60km west of Añelo city, considered the capital of the unconventional gas production in Argentina.

Geologic Potential: These cover the core zone of the O&G producing Neuquén basin. The Chihuidos project covers a topographic high surrounded by airborne radiometric anomalies to the north and to the east previously detected by Calypso Uranium Corp. and related to uranium occurrences known as Cerro Mesa and Las Carceles. This range (~1300 masl) comprises a sequence of asymmetrical folded sediments, gently dipping to the east. The erosive windows Cerro Mesa and Las Carceles (~850 masl) to the east and north expose the uranium occurrences related to Cretaceous continental sediments of the Rayoso and Neuquén Groups. Within these units, the uranium mineralization is observed as lenses or tabular bodies hosted by channel-fill sandstones and fine conglomerates, interbedded between fine sediments. The mineralization is associated in both Groups with bleaching alteration, commonly 6 to 10m thick, and associated with organic matter or bitumen, representing the reductant required for uranium precipitation. Radiometric anomalies are also detected at depth in many of the O&G wells drilled in the area.

The exploration potential of this project is related to demonstrating continuity at depth of the uranium occurrences and airborne radiometric anomalies present on surface at the topographic lows surrounding the project. Those mineralized horizons are expected to be found as preserved uranium systems at depth, within gently-dipping permeable sandstone and limited by impermeable claystone or siltstones, also providing the basic required conditions for ISR mining techniques.

Exploration: Blue Sky has initiated the permitting process for field programs. At the same time, the Company is working to identify and prioritize prospective targets for future exploration and drill testing by updating and verifying the database for the project, which includes publicly available bore-hole surveys and seismic 2D/3D surveys from historic oil and gas (“O&G”) exploration.

Results of Operations – For the six months ended June 30, 2026 compared to the six months ended June 30, 2025

Loss from operating activities

During the six months ended June 30, 2026, Loss before other income decreased by \$2,282,343 to \$908,219 compared to \$3,190,562 for the six months ended June 30, 2025. The decrease in Loss before other income is largely due to:

- A decrease of \$1,313,040 in exploration expenditures. Exploration expenditures were \$238,580 for the six months ended June 30, 2026 compared to \$1,551,620 for the six months ended June 30, 2025. The Company incurred lower exploration expenditures as the rights to certain claims under the Ivana property were transferred to JVCO during the six months ended June 30, 2026 compared to higher exploration expenditures during the six months ended June 30, 2025.
- A decrease of \$874,192 in professional fees. Professional fees were \$63,133 for the six months ended June 30, 2026, compared to \$937,325 for the six months ended June 30, 2025. The decrease is due to the Company requiring lesser professional advice during the six months ended June 30, 2026, compared to more professional advice for its negotiations regarding the Corredor Americano S.A. (“COAM”) proposed transaction during the six months ended June 30, 2025.
- A decrease of \$120,164 in corporate development and investor relations. Corporate development and investor relations were \$189,108 for the six months ended June 30, 2026, compared to \$309,272 for the six months ended June 30, 2025. The decrease is due to fewer activities relating to promotion of the Company’s projects during the six months ended June 30, 2026, compared to greater activities relating to promotion of the Company’s projects during the six months ended June 30, 2025.

Other Items

During the six months ended June 30, 2026, other income decreased by \$239,744 to \$15,147 compared to \$254,891 for the six months ended June 30, 2025. The decrease in other income is largely due to:

- A decrease of \$89,440 in gain on sale of marketable securities. Gain on sale of marketable securities was \$Nil for the six months ended June 30, 2026 compared to \$89,440 for the six months ended June 30, 2025. The decrease is due to the Company acquiring and transferring no marketable securities to facilitate intragroup funding during the six months ended June 30, 2026 compared to the six months ended June 30, 2025 as result of COAM funding exploration expenditures on the Ivana project.
- A decrease of \$164,940 in foreign exchange gain. Foreign exchange gain was \$511 for the six months ended June 30, 2026 compared to \$165,451 for the six months ended June 30, 2025. The decrease is due to the fluctuation in foreign exchange rates and differing amounts of foreign currencies held during the six months ended June 30, 2025 compared to the six months ended June 30, 2025.

The loss and comprehensive loss for the six months ended June 30, 2026 was \$893,072 or \$0.00 per basic and diluted share compared to a net loss and comprehensive loss of \$2,935,671 or \$0.01 per basic and diluted share for the six months ended June 30, 2025.

Cash Flow

Operating Activities

Cash outflow from operating activities was \$872,682 for the six months ended June 30, 2026 compared to \$3,538,492 for the six months ended June 30, 2025. The increase in cash outflow results from reductions in non-cash working capital balances due to timing of receipt and payment of cash compared to the prior period.

Investing Activities

Cash outflow used in investing activities was \$68,429 for the six months ended June 30, 2026 compared to \$178,633 for the six months ended June 30, 2025. Expenditures on equipment were \$Nil for the six months ended June 30, 2026 compared to \$9,533 for the six months ended June 30, 2025. Expenditures on mineral property interests were \$68,429 for the six months ended June 30, 2026 compared to \$169,100 for the six months ended June 30, 2025.

Financing Activities

Cash inflow from financing activities was \$Nil for the six months ended June 30, 2026 compared to \$4,172,638 for the six months ended June 30, 2025. Proceeds from issuance of shares and warrants net of share issue costs were \$Nil for the six months ended June 30, 2026 compared to \$3,258,829 for the six months ended June 30, 2025. The Company's JVCO received \$Nil in funding for its obligation to issue shares from the Earn-In Agreement with COAM during the six months ended June 30, 2026, compared to \$932,035 for the six months ended June 30, 2025. Proceeds from loan receipts were \$Nil for the six months ended June 30, 2026 compared to \$126,000 for the six months ended June 30, 2025. Repayment of loans were \$Nil for the six months ended June 30, 2026 compared to \$306,000 for the six months ended June 30, 2025. Proceeds from warrant exercises were \$Nil for the six months ended June 30, 2026 compared to \$140,774 for the six months ended June 30, 2025. Proceeds from subscription receipts were \$Nil for the six months ended June 30, 2026 compared to \$21,000 for the six months ended June 30, 2025.

Balance Sheet

At June 30, 2026, the Company had total assets of \$1,716,616 which is a decrease of \$991,828 from the \$2,708,444 in total assets at December 31, 2025. The change is primarily due to a decrease in cash of \$941,111 and prepaid expenses of \$102,356, partially offset by an increase in mineral property interests of \$68,429 during the six months ended June 30, 2026.

Liquidity and Capital Resources

The Company has experienced recurring operating losses and has an accumulated deficit of \$64,164,827 and shareholders' equity of \$767,558 at June 30, 2026. In addition, the Company has a working capital of \$94,250 at June 30, 2026 and negative cash flow from operating activities of \$872,682. Working capital is defined as current assets less current liabilities and provides a measure of the Company's ability to settle liabilities that are due within one year with assets that are also expected to be converted into cash within one year. These factors create material uncertainties that may cast significant doubt about the Company's ability to continue as a going concern. The Company's continued operations, as intended, are dependent upon its ability to raise additional funding to meet its obligations and commitments (as disclosed in Note 1 of the Company's condensed consolidated interim financial statements for the six months ended June 30, 2026) and to attain profitable operations. Management's plan in this regard is to raise equity financing as required. There are no assurances that the Company will be successful in achieving these goals.

The Company's condensed consolidated interim financial statements for the six months ended June 30, 2026 do not include adjustments to the amounts and classifications of assets and liabilities and reported expenses that might be necessary should the Company be unable to continue as a going concern, which would be material.

The condensed consolidated interim financial statements for the six months ended June 30, 2026 have been prepared in accordance with IFRS applicable to a going concern, which assume that the Company will realize its assets and discharge its liabilities in the normal course of business for the foreseeable future.

The Company's cash position at June 30, 2026 was \$984,285, a decrease of \$941,111 from the December 31, 2025 balance of \$1,925,396. The Company does not know of any trends, demand, commitments, events or uncertainties that will result in, or that are reasonably likely to result in, its liquidity either materially increasing or decreasing at present or in the foreseeable future. Material increases or decreases in liquidity are substantially determined by the success or failure of the exploration programs. The Company does not have any loans or bank debt and there are no restrictions on the use of its cash and cash equivalents resources.

The Company's business may be affected by changes in political and market conditions, such as interest rates, availability of credit, inflation rates, changes in laws, tariffs, and national and international circumstances. Recent geopolitical events, and potential global economic challenges such as the risk of the higher inflation and energy crises, may create further uncertainty and risk with respect to the prospects of the Company's business.

Capital Stock

The Company's authorized share capital comprises an unlimited number of common shares. The common shares do not have a par value.

As at June 30, 2026, an aggregate of 434,231,166 common shares were issued and outstanding.

Details of Issues of Common Shares in 2026

The Company did not issue any shares during the six months ended June 30, 2026.

Details of Issues of Common Shares in 2025

On November 19, 2025, the Company completed the brokered private placement announced on October 30, 2025, consisting of 70,000,000 units at a price of \$0.05 per unit for gross proceeds of \$3,500,000. Each unit consists of one common share and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.07 per share for five years from the date of issue. Finders' fees paid were \$373,167 cash and 4,077,212 non-transferable warrants exercisable into common shares at \$0.05 for three years from the date of issue with a fair value of \$119,213. Fair value of the warrants was calculated using the Black-Scholes pricing model and the following variables: risk-free interest rate – 2.75%; expected stock price volatility – 101.20%; dividend yield – 0%; and expected warrant life – 5 years.

On August 15, 2025, the Company completed the third and final tranche of the non-brokered private placement announced on June 5, 2025, consisting of 1,851,000 units at a price of \$0.06 per unit for gross proceeds of \$111,060. Each unit consists of one common share and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.075 per share for three years from the date of issue. Finders' fees paid were \$714 cash and 11,900 non-transferable warrants exercisable into common shares at \$0.06 for three years from the date of issue with a fair value of \$350. Fair value of the warrants was calculated using the Black-Scholes pricing model and the following variables: risk-free interest rate – 2.93%; expected stock price volatility – 98.52%; dividend yield – 0%; and expected warrant life – 3 years.

On June 25, 2025, the Company completed the second tranche of the non-brokered private placement announced on June 5, 2025, consisting of 6,828,300 units at a price of \$0.06 per unit for gross proceeds of \$409,698. Each unit consists of one common share and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.075 per share for three years from the date of issue. Finders' fees paid were \$4,109 cash and 68,481 non-transferable warrants exercisable into common shares at \$0.06 for three years from the date of issue with a fair value of \$2,342. Fair value of the warrants was calculated using the Black-Scholes pricing model and the following variables: risk-free interest rate – 2.86%; expected stock price volatility – 95.65%; dividend yield – 0%; and expected warrant life – 3 years.

On June 12, 2025, the Company completed the first tranche of the non-brokered private placement announced on June 5, 2025, consisting of 20,533,333 units at a price of \$0.06 per unit for gross proceeds of \$1,232,000. Each unit consists of one common share and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.075 per share for three years from the date of issue. Fair value of the warrants was calculated using the Black-Scholes pricing model and the following variables: risk-free interest rate – 2.89%; expected stock price volatility – 95.78%; dividend yield – 0%; and expected warrant life – 3 years.

On April 16, 2025, the Company completed the second and final tranche of the non-brokered private placement announced on March 27, 2025, consisting of 8,660,000 units at a price of \$0.05 per unit for gross proceeds of \$433,000. Each unit consists of one common share and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.07 per share for four years from the date of issue. Finders' fees paid were \$3,500 cash and 70,000 non-transferable warrants exercisable into common shares at \$0.05 for four years from the date of issue with a fair value of \$2,438. Fair value of the warrants was calculated using the Black-Scholes pricing model and the following variables: risk-free interest rate – 2.64%; expected stock price volatility – 99.43%; dividend yield – 0%; and expected warrant life – 4 years.

On April 7, 2025, the Company completed the first tranche of the non-brokered private placement announced on March 27, 2025, consisting of 24,436,000 units at a price of \$0.05 per unit for gross proceeds of \$1,221,800. Each unit consists of one common share and one transferable common share purchase warrant. Each warrant entitles the holder thereof to purchase one additional common share in the capital of the Company at \$0.07 per share for four years from the date of issue. Finders' fees paid were \$25,060 cash and 501,200 non-transferable warrants exercisable into common shares at \$0.05 for four years from the date of issue with a fair value of \$17,032. Fair value of the warrants was calculated using the Black-Scholes pricing model and the following variables: risk-free interest rate – 2.59%; expected stock price volatility – 95.84%; dividend yield – 0%; and expected warrant life – 4 years.

The following table provides a comparison of the disclosure the Company previously made about how it was going to use the proceeds from any financing, an explanation of variances and the impact of the variances, if any, on its ability to achieve its business objectives and milestones.

Date Financing closed	Value of Financing	Use of proceeds disclosed in the news release	Actual use of proceeds	Variance
November 19, 2025	\$3,500,000	Exploration programs and general working capital	Exploration programs and general working capital	None
August 15, 2025	\$111,060	Exploration programs and general working capital	Exploration programs and general working capital	None
June 25, 2025	\$409,698	Exploration programs and general working capital	Exploration programs and general working capital	None
June 12, 2025	\$1,232,000	Exploration programs and general working capital	Exploration programs and general working capital	None
April 16, 2025	\$428,000	Exploration programs and general working capital	Exploration programs and general working capital	None
April 7, 2025	\$1,216,800	Exploration programs and general working capital	Exploration programs and general working capital	None
September 5, 2024	\$1,050,000	Exploration programs and general working capital	Exploration programs and general working capital	None
May 6, 2024	\$1,096,080	Exploration programs and general working capital	Exploration programs and general working capital	None
October 13, 2023	\$535,000	Exploration programs and general working capital	Exploration programs and general working capital	None
October 4, 2023	\$1,000,000	Exploration programs and general working capital	Exploration programs and general working capital	None
July 12, 2023	\$589,577	Exploration programs and general working capital	Exploration programs and general working capital	None
June 19, 2023	\$1,010,423	Exploration programs and general working capital	Exploration programs and general working capital	None

Outstanding Share Data

As of the date of this report, there are 434,231,166 common shares of the Company issued and outstanding.

The following summarizes information about stock options outstanding and exercisable as at the date of this report:

Number of Options		Exercise Price	Expiry Date
Outstanding	Exercisable		
29,250,000	29,250,000	\$0.10	December 19, 2030
29,250,000	29,250,000		

The Company had the following warrants outstanding as at the date of this report:

Number of Warrants Outstanding	Exercise Price	Expiry Date
13,333,333	\$0.12	October 4, 2026
865,620	\$0.075	October 4, 2026
7,133,333	\$0.12	October 13, 2026
406,912	\$0.075	October 13, 2026
16,780,000	\$0.20	December 2, 2027
1,381,000	\$0.20	December 19, 2027
20,533,333	\$0.075	June 13, 2028
6,828,300	\$0.075	June 26, 2028
68,481	\$0.06	June 26, 2028
1,851,000	\$0.075	August 16, 2028
11,900	\$0.06	August 16, 2028
19,185,988	\$0.05	September 5, 2028
24,336,000	\$0.07	April 8, 2029
501,200	\$0.05	April 8, 2029
8,660,000	\$0.07	April 16, 2029
70,000	\$0.05	April 16, 2029
70,000,000	\$0.07	November 19, 2030
4,077,212	\$0.05	November 19, 2030
196,023,612		

Commitments

Earn-In Agreement

The Company has entered into the Earn-In Agreement that is described on page 2 of this MD&A.

Financial Advisory Services Agreement

On August 1, 2023, the Company entered into an agreement (the “ACP Agreement”) with ACP Capital Markets LLC (“ACP”) to provide financial advisory services. In consideration for the services, the Company has paid US\$50,000, and a progress fee of US\$50,000 is payable on the date of letter of intent. Upon closing of a transaction with a purchaser identified by ACP, the Company was to pay a success fee of 2.5% of the consideration received no less than US\$450,000. The Company and ACP are unrelated and unaffiliated entities. The agreement remains in effect until terminated by one of the parties. The success fee is also payable to ACP in the event of closing of a transaction within 12 months after termination of this agreement.

On September 20, 2023, the Company entered into an agreement (the “SCP Agreement”) with Yaderay S.A. (“SCP”) to provide financial advisory services for a term of 12 months. The Company and SCP are unrelated and unaffiliated entities. In consideration for the services, the Company was to pay 5% of the gross proceeds received from purchasers identified by SCP, subject to TSX-V approval.

The Company engaged ACP and SCP as joint financial advisors in connection with the Earn-In Agreement. On January 7, 2025, the Company entered into a new fee agreement (the “Fee Agreement”) with ACP and SCP that replaces the ACP Agreement and SCP Agreement. The compensation terms of the Fee Agreement are:

- i. Pay a US\$225,000 advisory fee to each of ACP and SCP on initial closing of the Earn-In Agreement;
- ii. Upon each subsequent closing during the P&E Earn-In Period (each, a “P&E Subsequent Closing”), a cash payment equal to 2.5% of COAM’s contributions (including Exploration Contributions as defined below) capitalized at such P&E Subsequent Closing, provided that such fee shall only apply to aggregate contributions in excess of US\$9,000,000;
- iii. A cash payment equal to 2.5% of COAM’s contributions towards acquiring, exploring, and developing the Exploration Targets (“Exploration Contributions”) incurred after the P&E Earn-In Period; and

- iv. Upon each closing following the P&E Earn-In Period (each, a “Development Closing”), a cash payment equal to 1.50% of the contributions (excluding Exploration Contributions) capitalized by COAM at such Development Closing and the amount of any disbursements to JVCO pursuant to any debt financing provided or procured by COAM pursuant to the Shareholders’ Agreement.

The Fee Agreement and its terms were approved by the TSX-V, and the Company paid US\$225,000 each to ACP and SCP during the year ended December 31, 2025.

Management Services Agreement

Grosso Group provides its member companies with administrative and management services. The member companies pay monthly fees to Grosso Group on a cost recovery basis. The fee is based upon a pro-rating of Grosso Group’s costs including its staff and overhead costs among the member companies. The current fee is \$3,000 per month. This fee is reviewed and adjusted quarterly based on the level of services required.

The table below represents the Company’s aggregate commitment to Grosso Group over the term of the Management Services Agreement.

	1 Year	2 Years	3 Years	4-5 Years	More than 5 Years
	\$	\$	\$	\$	\$
Management Services Agreement	18,000	-	-	-	-

The Company has a consulting agreement with its President and CEO (the “CEO Agreement”). The termination provisions of the CEO Agreement provide that a fee of 24 months’ compensation be paid in the event of termination without cause. In the event of a change of control, or the sale of all or substantially all of the assets of the Company to a bona fide third party purchaser, the CEO would receive an amount equal to 24 months’ compensation. As of June 30, 2026, the Company would have to pay \$147,712 to the CEO in the event of termination without cause or a change of control.

The Company has a consulting agreement with its CFO (the “CFO Agreement”). The termination provisions of the CFO Agreement provide that a fee of 24 months’ compensation be paid in the event of termination without cause. In the event of a change of control, or the sale of all or substantially all of the assets of the Company to a bona fide third party purchaser, the CFO would receive an amount equal to 24 months’ compensation. As of June 30, 2026, the Company would have to pay \$69,609 to the CFO in the event of termination without cause or a change of control.

The Company has a consulting agreement with its former Executive Chairman, under which the Company agreed to pay \$5,000 per month for advisory services for a period of five years effective from April 2026.

The Company has a consulting agreement with its Corporate Secretary (the “Corporate Secretary Agreement”). The termination provisions of the Corporate Secretary Agreement provide that a fee of 24 months’ compensation be paid in the event of termination without cause. In the event of a change of control, or the sale of all or substantially all of the assets of the Company to a bona fide third party purchaser, the Corporate Secretary would receive an amount equal to 24 months’ compensation. As of June 30, 2026, the Company would have to pay \$83,530 to the Corporate Secretary in the event of termination without cause or a change of control.

The Company has a consulting agreement with its Controller (the “Controller Agreement”). The termination provisions of the Controller Agreement provide that a fee of 12 months’ compensation be paid in the event of termination without cause. In the event of a change of control, or the sale of all or substantially all of the assets of the Company to a bona fide third party purchaser, the Controller would receive an amount equal to 12 months’ compensation. As of June 30, 2026, the Company would have to pay \$12,130 to the Controller in the event of termination without cause or a change of control.

Contingency

A former employee and consultant to the Company is claiming to be owed severance in Argentina. The Company believes the amount of severance being claimed by the former employee and consultant is excessive and is disputing the amount. The actual amount of severance is still being negotiated and may be material to the Company.

Off-Balance Sheet Arrangements

The Company does not utilize off-balance sheet arrangements.

Related Party Transactions

Grosso Group Management Ltd.

On April 1, 2010, the Company entered into a Management Services Agreement (“Agreement”) with Grosso Group Management Ltd. (Grosso Group) to provide services and facilities to the Company. Grosso Group is owned equally by Blue Sky Uranium Corp, Golden Arrow Resources Corp., and Argentina Lithium and Energy Corp. Grosso Group provides its member companies with administrative and management services. The member companies pay monthly fees to Grosso Group on a cost recovery basis. The fee is based upon a pro-rating of Grosso Group’s costs including its staff and overhead costs among the member companies. The fee is reviewed and adjusted quarterly based on the level of services required. The Agreement expires on December 31, 2026 and is automatically renewed for a period of two years pursuant to the terms of the Agreement.

The Agreement contains termination and early termination fees in the event the services are terminated by the Company. The termination fee includes three months of compensation and any contractual obligations that Grosso Group undertook for the Company, up to a maximum of \$750,000. The early termination fees are the aggregate of the termination fee in addition to the lesser of the monthly fees calculated to the end of the term and the monthly fees calculated for eighteen months, up to a maximum of \$1,000,000.

	Six months ended June 30,	
	2026	2025
Transactions	\$	\$
Services rendered:		
Grosso Group Management Ltd.		
Management fees	18,000	42,000
Office & sundry	3,000	6,000
Total for services rendered	21,000	48,000

Key management personnel compensation

Key management personnel of the company are members of the Board of Directors, as well as the Executive Chairman (retired), President and CEO, CFO and Vice President of Corporate Development.

	Six months ended June 30,	
	2026	2025
Transactions	\$	\$
Salaries and employee benefits to key management or their consulting corporations:		
President/CEO/Director	36,928	36,169
CFO	17,402	17,044
VP of Corporate development	48,000	48,000
Directors	93,070	78,141
Total for services rendered	195,400	179,354

	June 30, 2026 \$	December 31, 2025 \$
Balances		
Amounts owed to related parties		
Payable to Golden Arrow Resources Corp. ⁽¹⁾	152,101	118,773
Payable to Argentina Lithium and Energy Corp. ⁽¹⁾	115,408	109,495
Payable to Grosso Group Management Ltd. ⁽²⁾	218,447	382,199
Total shared costs included in accounts payable and loans payable	485,956	610,467

(1) A company related through common directors that receives reimbursement for shared office costs and overhead.

(2)) A company equally owned by Blue Sky Uranium Corporation, Golden Arrow Resources Corp., and Argentina Lithium and Energy Corp. .

Balances are unsecured, non-interest bearing and has no specific terms of repayment.

The Company borrowed \$116,000 from the CEO of the Company during the six months ended June 30, 2026 (six months ended June 30, 2025 - \$105,000), for working capital purposes and was non-interest bearing. During the six months ended June 30, 2026, the Company repaid the principal balances of \$221,000 for all of the Company's loans received from the CEO.

During the six months ended June 30, 2026, the Company incurred \$170,085 (2024 - \$Nil) in shared service fees received from Argentina Lithium and Energy Corp., and \$90,633 (2024 - \$143,173) in shared service fees received from Golden Arrow Resources Corp.

Events After the Reporting Period

Warrants Expiry

- 7,861,032 warrants at an exercise price of \$0.12 expired unexercised on July 12, 2026.
- 534,172 warrants at an exercise price of \$0.075 expired unexercised on July 12, 2026.

Critical Accounting Estimates and Recent Accounting Pronouncements

The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the period. Actual results may differ from these estimates.

Reference should be made to the Company's material accounting policies contained in Note 2 of the Company's consolidated financial statements for the six months ended June 30, 2026. These accounting policies can have a significant impact on the financial performance and financial position of the Company.

New and amended IFRS standards that are effective for the current period:

On May 30, 2024, the IASB issued targeted amendments to IFRS 9 and IFRS 7 to respond to recent questions arising in practice, and to include new requirements not only for financial institutions but also for corporate entities. These amendments focus on areas such as the recognition and derecognition of financial assets and liabilities, the assessment of the "sole payments of principal and interest" criterion, and disclosures for instruments with contractual terms that can change cash flows, including those linked to ESG targets. The amendments are effective for annual reporting periods beginning on or after January 1, 2026. This amendment did not have any impact on the Company's consolidated financial statements.

New Accounting Standards and Interpretations not yet effective

The following new standards, amendments and interpretations have been issued but are not effective for the six months ended June 30, 2026 and accordingly, they have not been applied in preparing these consolidated financial statements.

IFRS 18, Presentation and Disclosure in Financial Statements introduces three sets of new requirements to give investors more transparent and comparable information about companies' financial performance for better investment decisions.

- i. Three defined categories for income and expenses—operating, investing and financing—to improve the structure of the income statement, and require all companies to provide new defined subtotals, including operating profit.
- ii. Requirement for companies to disclose explanations of management-defined performance measures (MPMs) that are related to the income statement.
- iii. Enhanced guidance on how to organize information and whether to provide it in the primary financial statements or in the notes.

This new standard is effective for reporting periods beginning on or after January 1, 2027, the Company is evaluating the impact on the Company's consolidated financial statements.

Financial Instruments

The Company thoroughly examines the various financial instrument risks to which it is exposed and assesses the impact and likelihood of those risks. These risks may include credit risk, liquidity risk, currency risk, and interest rate risk.

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Financial instruments that potentially subject the Company to credit risk consist of cash and cash equivalents. The Company has reduced its credit risk by depositing its cash and cash equivalents and short-term investments with financial institutions that operate globally. Therefore, the Company is not exposed to significant credit risk and overall the Company's credit risk has not changed significantly from the prior period.

Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they fall due. The Company has in place a planning and budgeting process to help determine the funds required to ensure the Company has the appropriate liquidity to meet its operating and growth objectives. The Company has historically relied on issuance of shares and warrants to fund exploration programs and may require doing so again in the future.

Market risk

(i) Currency risk

Financial instruments that impact the Company's net earnings or other comprehensive income due to currency fluctuations include cash and cash equivalents, and accounts payable denominated in United States dollars and Argentinean pesos. A 10% change in US dollar and the Argentinean peso exchange rates relative to Canadian dollar would have insignificant impact on the Company's net loss:

- A 10% change in the US dollar exchange rate relative to the Canadian dollar would change the Company's net loss by approximately \$100.
- A 10% change in the Argentinean peso exchange rate relative to the Canadian dollar would change the Company's net loss by approximately \$15,000.

(ii) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The fair value of cash and cash equivalents approximates its carrying values due to the immediate or short-term maturity of this financial instrument. Other current financial assets and liabilities are not exposed to interest rate risk because they are non-interest bearing or have prescribed interest rates.

Capital Management

The Company's objectives of capital management are intended to safeguard the entity's ability to support the Company's normal operating requirements on an ongoing basis, continue the development and exploration of its mineral properties and support any expansionary plans. The capital structure of the Company consists of equity attributable to common shareholders, comprised of issued capital, reserves and deficit. The Company manages the capital structure and makes adjustments in light of changes in economic conditions and the risk characteristics of the Company's assets.

To effectively manage the entity's capital requirements, the Company has in place a planning and budgeting process to help determine the funds required to ensure the Company has the appropriate liquidity to meet its operating and growth objectives. The Company has historically relied on issuance of shares to develop its mineral projects and may require doing so again in the future. The Company is monitoring market conditions to secure funding at the lowest cost of capital. The Company is exposed to various funding and market risks which could curtail its access to funds. The Company is not subject to any external covenants. There were no changes in the Company's approach to capital management during the six months ended June 30, 2026.

Risk Factors and Uncertainties

The Company's operations and results are subject to a number of different risks at any given time. These factors, include but are not limited to disclosure regarding exploration, additional financing, project delay, titles to properties, price fluctuations and share price volatility, operating hazards, insurable risks and limitations of insurance, management, foreign country and regulatory requirements, currency fluctuations and environmental regulations risks. Exploration for mineral resources involves a high degree of risk. The cost of conducting programs may be substantial and the likelihood of success is difficult to assess. A number of the risks and uncertainties are discussed below:

History of losses: The Company has historically incurred losses as evidenced by its consolidated financial statements for the six months ended June 30, 2026 and 2025. The Company has financed its operations principally through the sale of its equity securities. The Company does not anticipate that it will earn any revenue from its operations until its properties are placed into production, if ever. If the Company is unable to place its properties into production, the Company may never realize revenues from operations, will continue to incur losses and you may lose the value of your investment.

Joint ventures and other partnerships: The Company may seek joint venture partners to provide funding for further work on any or all of its other properties. Joint ventures may involve significant risks and the Company may lose any investment it makes in a joint venture. Any investments, strategic alliances or related efforts are accompanied by risks such as:

1. the difficulty of identifying appropriate joint venture partners or opportunities;
2. the time the Company's senior management must spend negotiating agreements, and monitoring joint venture activities;
3. the possibility that the Company may not be able to reach agreement on definitive agreements, with potential joint venture partners;
4. potential regulatory issues applicable to the mineral exploration business;
5. the investment of the Company's capital or properties and the loss of control over the return of the Company's capital or assets;
6. the inability of management to capitalize on the growth opportunities presented by joint ventures; and
7. the insolvency of any joint venture partner.

There are no assurances that the Company would be successful in overcoming these risks or any other problems encountered with joint ventures, strategic alliances or related efforts.

Unexpected delays: The Company's minerals business will be subject to the risk of unanticipated delays including permitting its contemplated projects. Such delays may be caused by fluctuations in commodity prices, mining risks, difficulty in arranging needed financing, unanticipated permitting requirements or legal obstruction in the permitting process by project opponents. In addition to adding to project capital costs (and possibly operating costs), such delays, if protracted, could result in a write-off of all or a portion of the carrying value of the delayed project.

Potential conflicts of interest: Several of the Company's directors are also directors, officers or shareholders of other companies. Such associations may give rise to conflicts of interest from time to time. Such a conflict poses the risk that the Company may enter into a transaction on terms which could place the Company in a worse position than if no conflict existed. The directors of the Company are required by law to act honestly and in good faith with a view to the best interest of the Company and to disclose any interest which they may have in any project or opportunity of the Company. However, each director has a similar obligation to other companies for which such director serves as an officer or director. The Company has no specific internal policy governing conflicts of interest.

Competition with larger, better capitalized competitors: The mining industry is competitive in all of its phases. The Company faces strong competition from other mining companies in connection with the acquisition of properties producing, or capable of producing, base and precious metals. Many of these companies have greater financial resources, operational experience and technical capabilities than the Company. As a result of this competition, the Company may be unable to maintain or acquire attractive mining properties on terms it considers acceptable or at all. Consequently, the Company's revenues, operations and financial condition could be materially adversely affected.

The Company does not intend to pay dividends: The Company has not paid out any cash dividends to date and has no plans to do so in the immediate future. As a result, an investor's return on investment will be solely determined by his or her ability to sell common shares in the secondary market.

Title Risk: Although the Company has taken steps to verify title to mineral properties in which it has an interest, these procedures do not guarantee the Company's title. Such properties may be subject to prior agreements or transfers and title may be affected by undetected defects.

Price Risk: The Company is exposed to price risk with respect to commodity and equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company's property has exposure to predominantly uranium. The prices of these metals, especially uranium, greatly affect the value of the Company and the potential value of its property and investments.

Financial Markets: The Company is dependent on the equity markets as its sole source of operating working capital and the Company's capital resources are largely determined by the strength of the junior resource markets and by the status of the Company's projects in relation to these markets, and its ability to compete for the investor support of its projects. The coronavirus outbreak has caused economic disruption worldwide and the resulting impact may affect the Company's ability to raise additional equity financing.

Political Risk: Exploration is presently carried out in the Argentina and is currently being reviewed worldwide. This exposes the Company to risks that may not otherwise be experienced if all operations were domestic. Political risks may adversely affect the Company's potential projects and operations. Real and perceived political risk in some countries may also affect the Company's ability to finance exploration programs and attract joint venture partners, and future mine development opportunities.

Credit Risk: Credit risk is the risk of an unexpected loss of a third party to a financial instrument fails to meet its contractual obligations. The Company is subject to credit risk on cash and cash equivalents. The Company limits its exposure to credit loss by placing its cash with major financial institutions.

Liquidity Risk: Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they are due. The Company ensures that there is sufficient capital in order to meet short-term business requirements, after taking into account the Company's holdings of cash and cash equivalents. The Company raises capital through equity issues and its ability to do so is dependent on a number of factors including market acceptance, stock price and exploration results. The Company's cash is invested in bank accounts.

Interest Risk: The Company's bank accounts do not earn interest income. Cash and cash equivalents bears minimal interest. The fair value of cash approximates its carrying values due to the immediate or short-term maturity of this financial instrument.

Currency Risk: Business is transacted by the Company in a number of currencies. Fluctuations in exchange rates may have a significant effect on the cash flows of the Company. Future changes in exchange rates could materially affect the Company's results in either a positive or negative direction.

Community Risk: The Company has negotiated with the local communities on its mineral property concessions for access to facilitate the completion of geological studies and exploration work programs. The Company's operations could be significantly disrupted or suspended by activities such as protests or blockades that may be undertaken by such certain groups or individuals within the community.

Environmental Risk: The Company seeks to operate within environmental protection standards that meet or exceed existing requirements in the countries in which the Company operates. Present or future laws and regulations, however, may affect the Company's operations. Future environmental costs may increase due to changing requirements or costs associated with exploration and the developing, operating and closing of mines. Programs may also be delayed or prohibited in some areas. Although minimal at this time, site restoration costs are a component of exploration expenses.

Disclosure Controls and Procedures and Internal Control over Financial Reporting

On November 23, 2007, the British Columbia Securities Commission exempted Venture Issuers from the requirement to certify disclosure controls and procedures, as well as, Internal Controls over Financial Reporting as of December 31, 2007, and thereafter. The Company is a Venture Issuer; therefore it files the venture issuer basic certificates. The Company makes no assessment relating to establishment and maintenance of disclosure controls and procedures as defined under National Instrument 52-109 as at June 30, 2026.

Additional Information

Additional information relating to the Company, including news releases, financial statements and prior MD&A filings, is available on SEDAR+ at www.sedarplus.ca.

The investor relations program is focused on shareholder communications, corporate development and building the Company an active following of investment professionals in Canada, US and Europe. The Company also maintains a website at www.blueskyuranium.com.

Forward-Looking Statements

This MD&A contains certain statements and information that may be considered "forward-looking statements" and "forward-looking information" within the meaning of applicable securities laws. In some cases, but not necessarily in all cases, forward-looking statements and forward-looking information can be identified by the use of forward-looking terminology such as "plans", "goals", "targets", "expects" or "does not expect", "is expected", "an opportunity exists", "is positioned", "estimates", "intends", "assumes", "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", "will" or "will be taken", "occur" or "be achieved" and other similar expressions. In addition, statements in this MD&A that are not historical facts are forward looking statements, including, without limitation, statements or information concerning the Company's business strategy, plans and outlooks; the future financial or operating performance of the Company; and future exploration and operating plans.

These statements and other forward-looking information are based on assumptions and estimates that the Company believes are appropriate and reasonable in the circumstances, including, without limitation, assumptions about the future prices of lithium; the price of other commodities; currency exchange rates and interest rates; favourable operating conditions; political stability; timely receipt of governmental approvals, licences and permits (and renewals thereof); access to necessary financing; stability of labour markets and market conditions in general; availability of equipment; the accuracy of mineral resource estimates and preliminary economic assessments; estimates of costs and expenditures to complete the Company's programs and goals; and there being no significant disruptions affecting the development and operation of the project.

There can be no assurance that such statements will prove to be accurate, and actual results and future events could differ materially from those anticipated in such statements. Important factors that could cause actual results to differ materially from the Company's expectations include: risks associated with the business of the Company; business and economic conditions in the mining industry generally; the supply and demand for labour and other project inputs; changes in commodity prices; changes in interest and currency exchange rates; risks relating to inaccurate geological and engineering assumptions; risks relating to unanticipated operational difficulties; failure of equipment or processes to operate in accordance with specifications or expectations; cost escalations; unavailability of materials and equipment; government action or delays in the receipt of government approvals; industrial disturbances or other job action; unanticipated events related to health, safety and environmental matters; risks relating to adverse weather conditions; political risk and social unrest; changes in general economic conditions or conditions in the financial markets; ongoing war in Ukraine, rising inflation and interest rates and the impact they will have on the Company's operations, supply chains, ability to access mining projects or procure equipment, supplies, contractors and other personnel on a timely basis or at all and economic activity in general; and other risk factors as detailed from time to time in the Company's continuous disclosure documents filed with Canadian securities regulators.

The Company does not undertake to update any forward-looking information, except in accordance with applicable securities laws.