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**PATRIOT BATTERY METALS INC.  
(FORMERLY GAIA METALS CORP.)  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**As at and for the Period Ended June 30, 2021**

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August 23, 2021

## **OVERVIEW**

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The following is a management's discussion and analysis ("MD&A") of Patriot Battery Metals Inc. (the "Company" or "Patriot Metals"), prepared as of August 23, 2021. This MD&A should be read together with the consolidated financial statements (the "Financial Statements") for the period ended June 30, 2021 and related notes which are prepared in accordance with International Financial Reporting Standards ("IFRS") and the audited consolidated financial statements for the year ended March 31, 2021, and related notes which are prepared in accordance with IFRS, copies of which are filed on the SEDAR website: [www.sedar.com](http://www.sedar.com).

## **FORWARD-LOOKING STATEMENTS**

Certain information included in this MD&A may constitute forward-looking statements. Statements in this report that are not historical facts are forward-looking statements involving known and unknown risks and uncertainties, which could cause actual results to vary considerably from these statements.

Forward-looking statements are statements about the future and are inherently uncertain, and actual achievements of the Company may differ materially from those reflected in forward-looking statements due to a variety of risks, uncertainties and other factors. The Company's forward-looking statements are based on the beliefs, expectations and opinions of management on the date the statements are made, and the Company does not assume any obligation to update forward-looking statements if circumstances or management's beliefs, expectations or opinions should change except as required by law. For the reasons set forth above, investors should not place undue reliance on forward-looking statements.

It is the Company's policies that all forward-looking statements are based on the Company's beliefs and assumptions that are based on information available at the time these assumptions are made. The forward-looking statements contained herein are as of August 23, 2021 and are subject to change after this date, and the Company assumes no obligation to publicly update or revise the statements to reflect new events or circumstances, except as may be required pursuant to applicable laws. Although management believes that the expectations represented by such forward-looking information or statements are reasonable, there is significant risk that the forward-looking information or statements may not be achieved, and the underlying assumptions thereto will not prove to be accurate.

Actual results or events could differ materially from the plans, intentions and expectations expressed or implied in any forward-looking information or statements, including the underlying assumptions thereto, as a result of numerous risks, uncertainties and other factors such as those described above and in "Risks and Uncertainties" below. The Company has no policy for updating forward looking information beyond the procedures required under applicable securities laws.

All of the Company's public disclosure filings, including its most recent management information circular, material change reports, press releases and other information, may be accessed via [www.sedar.com](http://www.sedar.com) or the Company's website at [www.patriotbattery.com](http://www.patriotbattery.com) and readers are urged to review these materials, including the technical report filed with respect to the Company's mineral property.



The global outbreak of a novel coronavirus pandemic identified as “COVID-19”, has had a significant impact on businesses through the restrictions put in place by the Canadian, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Company as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put in place by Canada and other countries in which the Company may conduct future mineral interests or business acquisitions to fight the virus.

## **NATURE OF BUSINESS**

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The Company was incorporated on May 10, 2007, under the British Columbia *Business Corporations Act*. On June 10, 2014, the Company's common shares were consolidated on a five old for one new share basis and the Company's name was changed from Rio Grande Mining Corp. to 92 Resources Corp.

On October 17, 2019, the Company's common shares were consolidated on a ten old for one new share basis and the Company's name was changed from 92 Resources Corp. to **Gaia Metals Corp.** On the same date, the shares of the Company commenced trading on TSXV on a consolidated basis under the stock symbol “GMC”.

On June 7, 2021, the Company's common shares were consolidated on the basis of one (1) new share for every three (3) old shares and the Company's name was changed from Gaia Metals corp. to **Patriot Battery Metals Inc.** On June 10, 2021, the shares of the Company commenced trading on CSE on a consolidated basis under the stock symbol “PMET”.

The Company is domiciled in Canada and is a reporting issuer in British Columbia and Alberta. See section on *Liquidity and Capital Resources*. The address of its head office and records office is Suite 700-838 W Hastings Street Vancouver, BC V6C 0A6.

The principal business of the Company is the identification, evaluation and acquisition of exploration and evaluation properties located in British Columbia, Northwest Territories, Quebec, and Idaho, USA., and exploration of those properties once acquired. At June 30, 2021, the Company had not yet determined whether any properties contain ore reserves that are economically recoverable. The recoverability of amounts shown for exploration and mineral properties is dependent upon the discovery of economically recoverable reserves, confirmation of the Company's interest in the underlying mineral claims, the ability of the Company to obtain the necessary financing to complete the development of and future profitable production from the properties or realizing proceeds from their disposition.



**MINERAL PROPERTY INTERESTS**

The Company's exploration and evaluation properties expenditures for the three months ended June 30, 2021, are as follows:

	<b>Freeman Creek Property</b>	<b>Hidden Lake Lithium Property</b>	<b>Pontax Lithium Property</b>	<b>Golden Silica Property</b>	<b>Quebec Properties</b>	<b>Silver Sands Vanadium</b>	<b>Total</b>
<b>ACQUISITION COSTS</b>							
Balance, March 31, 2021	\$ 869,409	\$ 177,223	\$ 417,500	\$ 150,000	\$ 281,580	\$ 12,643	\$ 1,908,355
Additions	-	-	-	-	-	-	-
<b>Balance, June 30, 2021</b>	<b>\$ 869,409</b>	<b>\$ 177,223</b>	<b>\$ 417,500</b>	<b>\$ 150,000</b>	<b>\$ 281,580</b>	<b>\$ 12,643</b>	<b>\$ 1,908,355</b>
<b>EXPLORATION AND EVALUATION COSTS</b>							
Balance, March 31, 2021	\$ 670,420	\$ 551,474	\$ 188,365	\$ 165,364	\$ 719,964	\$ 2,133	\$ 2,297,720
Consulting	15,000	-	4,963	-	3,138	-	23,101
Advances	18,595	-	-	-	-	-	18,595
Assays and testing	601	-	-	-	-	-	601
Staking	-	-	-	-	19,812	-	19,812
Travel	-	-	-	-	29,651	-	29,651
Reports and administration	399	-	5,770	-	2,683	-	8,852
<b>Balance, June 30, 2021</b>	<b>\$ 705,015</b>	<b>\$ 551,474</b>	<b>\$ 199,098</b>	<b>\$ 165,364</b>	<b>\$ 775,248</b>	<b>\$ 2,133</b>	<b>\$ 2,398,332</b>
<b>Total, June 30, 2021</b>	<b>\$1,574,424</b>	<b>\$ 728,697</b>	<b>\$ 616,598</b>	<b>\$ 315,364</b>	<b>\$ 1,056,828</b>	<b>\$ 14,776</b>	<b>\$ 4,306,686</b>



The Company's exploration and evaluation properties expenditures for the year ended March 31, 2021 are as follows:

	<b>Freeman Creek Property</b>	<b>Hidden Lake Lithium Property</b>	<b>Pontax Lithium Property</b>	<b>Golden Silica Property</b>	<b>Quebec Properties</b>	<b>Silver Sands Vanadium</b>	<b>Total</b>
<b>ACQUISITION COSTS</b>							
Balance, March 31, 2020	\$ -	\$ 177,223	\$ 417,500	\$ 150,000	\$ 281,580	\$ 12,643	\$ 1,038,946
Additions	869,409	-	-	-	-	-	869,409
<b>Balance, March 31, 2021</b>	<b>\$ 869,409</b>	<b>\$ 177,223</b>	<b>\$ 417,500</b>	<b>\$ 150,000</b>	<b>\$ 281,580</b>	<b>\$ 12,643</b>	<b>\$ 1,908,355</b>
<b>EXPLORATION AND EVALUATION COSTS</b>							
Balance, March 31, 2020	\$ -	\$ 551,474	\$ 188,243	\$ 165,364	\$ 719,964	\$ 2,133	\$ 1,627,178
Assays and testing	206,051	-	-	-	-	-	206,051
Staking	59,459	-	-	-	-	-	59,459
Excavation	83,070	-	-	-	-	-	83,070
Drilling	228,668	-	-	-	-	-	228,668
Travel	50,393	-	-	-	-	-	50,393
Reports and administration	40,324	-	122	-	-	-	40,446
Advances	2,455	-	-	-	-	-	2,455
<b>Balance, March 31, 2021</b>	<b>\$ 670,420</b>	<b>\$ 551,474</b>	<b>\$ 188,365</b>	<b>\$ 165,364</b>	<b>\$ 719,964</b>	<b>\$ 2,133</b>	<b>\$ 2,297,720</b>
<b>Total, March 31, 2021</b>	<b>\$1,539,829</b>	<b>\$ 728,697</b>	<b>\$ 605,865</b>	<b>\$ 315,364</b>	<b>\$ 1,001,544</b>	<b>\$ 14,776</b>	<b>\$ 4,206,075</b>

The technical information in this disclosure has been reviewed by Darren L. Smith, M.Sc., P.Geo., Vice President of Exploration for the Company, a Permit holder with the Ordre des Géologues du Québec and Qualified Person as defined by National Instrument 43-101.



## **USA**

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### **Freeman Creek Property**

On July 24, 2020, the Company signed an Option Agreement with arm's length vendors whereby the Company may acquire a 100% undivided interest in the Freeman Creek Property. Freeman Creek Property initially consisted of 76 mineral claims comprising a total of 635 ha located approximately 15 km northeast of Salmon, Idaho, USA. The Property has since been expanded by staking and currently consists of 106 claims totaling 886 ha. Under the terms of the Agreement, the Company may acquire a 100% interest in the Property by paying a total of \$90,000, issuing an 1,333,333 common shares (4,000,000 pre-consolidation) and 666,667 transferable common share purchase warrants (2,000,000 pre-consolidation), exercisable at \$0.30 per share (\$0.10 pre-consolidation) and expiring three years from issuance (the "Consideration Warrants") as follows:

- \$10,000 upon signing of an option agreement (paid);
- \$40,000, 666,667 common shares (2,000,000 pre-consolidation) and 333,333 common share purchase warrants (1,000,000 pre-consolidation) upon receipt of TSX Venture Exchange ("Exchange") approval of the Option Agreement on August 12, 2020 (issued and paid); and
- \$40,000 (paid on August 12, 2021), 666,667 common shares (2,000,000 pre-consolidation) and 333,334 common share purchase warrants (1,000,000 pre-consolidation) on March 23, 2021 (as amended) (issued on March 23, 2021).

In the event that a gold equivalent resource of more than 1 million ounces is outlined within a NI 43-101 Resource Estimate on the Property, the Company shall pay \$1,000,000, payable in shares or cash or a combination of both, at the Company's discretion. In the case of a share issuance, the shares shall be issued at a price using the average market price of the previous 30 trading days preceding the share issuance.

The vendors shall retain a 2.5% net smelter return royalty ("NSR") on the Property, of which the Company shall have the right to purchase half (1.25%) for \$1,500,000.

The Freeman Creek Property is located approximately 15 km northeast of Salmon, Idaho, and is accessible via paved highway and a network of gravel roads and trails. The Property hosts two major advanced targets; the Gold Dyke Prospect, with an historical drill intercept of 1.5 g/t Au and 12.1 g/t Ag over 44.2 m, and the Carmen Creek Prospect, with an historical outcrop sample assay of 14.15 g/t Au, 63 g/t Ag, and 1.2% Cu.

On August 31, 2020, the Company had completed a Phase I surface exploration program at the Freeman Creek Property. Field work included prospecting and rock sampling, soil sampling, and a ground magnetic survey. Based on initial field interpretation, the Company expanded the Property through staking of an additional 30 claims totaling 251 ha (news release dated September 2<sup>nd</sup>, 2020). Following the additional of 30 mineral claims, the Freeman Creek Property consists of an aggregate of 106 mineral claims totaling approximately 886 ha.

On September 10, 2020, the Company that the first batch of analytical results for samples collected during the recently completed Phase I surface program at Freeman Creek confirmed strong gold, silver, and copper mineralization at the Property including grab samples of 10 g/t Au, 80.1 g/t Ag, and 0.72% Cu at the Gold Dyke Prospect, and 15.3 g/t Au, 41.0 g/t Ag, and 0.78% Cu at the Carmen Creek Prospect. The initial results also outlined a mineralized strike length at Carmen Creek of at least 350 m, as well as a parallel trending, potential mineralized structure.

On October 6, 2020, the Company received official authorization from the Bureau of Land Management to commence the first phase of drilling at the Freeman Creek Property. The drill program focused on the Gold Dyke Prospect, including a twinning of historical drill holes RDH-8 and RDH-10.



On October 13, 2020, the Company received the remaining analytical results for samples collected during the recently completed Phase I surface program at Freeman Creek. The new assays confirm prospective target areas at both Gold Dyke and Carmen Creek that are much larger than previously recognized. This includes an extensive (800 m x 700 m) gold soil geochemical anomaly at Gold Dyke, and the discovery of multiple, closely spaced, parallel mineralized structures/vein(s) with high grades of precious metal mineralization at Carmen Creek, identified over a mapped strike length of at least 1.2 kilometers, which remains open at both ends.

On October 27, 2020, the Company had collared the first drill hole of its maiden diamond drill program at the Gold Dyke Prospect ("Gold Dyke") on the Company's Freeman Creek Gold Property.

On November 10, 2020, the Company completed a 3-day follow-up prospecting and rock sampling program at the Carmen Creek Prospect on the Freeman Creek Property. The objective of the 3-day program was to follow-up and expand upon the high-grade rock samples collected along the Carmen Creek Trend during the recently completed August 2020 surface exploration program on the Property; specifically, the Gallifrey Showing (2.02 g/t Au, 31.8 g/t Ag, and 0.76% Cu), the Tardis Showing (25.5 g/t Au, 159 g/t Ag, and 9.75% Cu), and the Daleks Showing (2.00 g/t Au, 269 g/t Ag, and 11.4% Cu).

On November 12, 2020, the Company completed its maiden diamond drill program at the Freeman Creek Property. The drill program consisted of four (4) diamond drill holes of HQ size, totaling of 457 m. The program focused on the Gold Dyke Prospect ("Gold Dyke") and included a drill hole twin (FC20-003) of the historical drill hole RDH-8, which returned 1.5 g/t Au and 12.1 g/t Ag over 44.2 m.

On November 24, 2020, the Company concluded its surface sample assay results from its follow-up 3-day field program at the Carmen Creek Prospect. Results included 13.1 g/t Au, 83.6 g/t Ag, and 0.78% Cu, as well as a new mineralized vein discovery in the eastern most explored area of the Carmen Creek Trend.

On January 7, 2021, the Company sampled 5.7 g/t Au and 49 g/t Ag in outcrop at the Gold Dyke Prospect. The samples were collected from new exposure created during drill access trail construction at the Prospect. The discovery is significant as it highlights a new area of interest not previously recognized. The outcrop is located approximately 50 meters east of the documented historical drilling and more than 100 m from the nearest 2020 drill hole.

On January 12, 2021, the Company concluded its results of the 2020 drill program at the Gold Dyke Prospect. The program achieved its primary objective of locating and confirming the precious-metal-mineralized intersection reported from historical rotary drill hole RDH-8 with a 12-metre intersection of 4.11 g/t Au and 33 g/t Ag in FC20-003, within a wider interval of 1.12 g/t Au and 9.0 g/t Ag over 47.6 m, starting from surface. The results of the drill program support the interpretation that a widespread, low-grade, gold-mineralized envelope is present at the Gold Dyke Prospect, but which also contains a high-grade component of unknown extent.

On March 3, 2021, the Company amended the Freeman Creek Option agreement to accelerate the due date for the issuance of the 333,333 warrants (1,000,000 pre-consolidation) and 666,667 common shares (2,000,000 pre-consolidation) from August 12, 2021, to March 23, 2021. These warrants and shares were issued on March 23, 2021. In addition, a promissory note payable in the amount of \$40,000 was issued on March 3, 2021, and is due on or before August 12, 2021. The Company paid the promissory note on August 12, 2021. Pursuant to the issuance of the shares and warrants, the Company is deemed to have exercised the Option and has earned a 100% interest in and to the Property which will vest to the Company, subject to the NSR Royalty.



On March 10, 2021, the Company announced plans to complete a 16-kilometer induced polarization and resistivity geophysical survey over the Carmen Creek and Gold Dyke Prospect on the Property. The objective of the Carmen Creek survey is to locate any additional and yet to be discovered parallel trending mineralized structures, as well as further trace them along strike. The objective of the survey at the Gold Dyke prospect is to further define the trend of the mineralization, and to prioritize and refine drill hole targets, as follow-up the successful 2020 drill program, where gold mineralization was encountered in each drill hole, highlighted by FC20-003 which returned 4.11 g/t gold and 33.0 g/t silver over 12 m, within a wider interval of 1.12 g/t Au and nine g/t Ag over 47.6 m.

On August 5, 2021, the Company commenced an induced-polarization and resistivity geophysical survey at the Company’s wholly owned Freeman Creek Gold Property. The survey is being completed over the Carmen Creek and Gold Dyke prospects to further delineate the mineralized occurrence(s) and as a drill hole targeting tool.

**CANADA**

**Quebec Properties**

On September 18, 2017, the Company entered into an agreement (the “Quebec Properties Agreement”) with three arm’s length parties for an option to acquire interest in 115 mineral claims comprising the Eastmain Property, Lac Du Beryl Property, and Corvette Property, located in the James Bay Region, Quebec. Under the terms of the Agreement, the Company earned 100% interest by making a cash payment of \$45,000 to an arm’s length party and issuing 50,000-share purchase warrants (150,000 pre-consolidation) (16,667 or 50,000 pre-consolidation) each to three arm’s length parties) as follows:

	<b>Warrants*</b>	<b>Cash</b>
	#	\$
Upon closing (paid)	-	12,500 <sup>(1)</sup>
Earlier of regulatory approval or within 60 days of closing (paid)	-	32,500 <sup>(1)</sup>
Upon regulatory approval (issued)	50,000 <sup>(2)</sup>	-
<b>Total</b>	<b>50,000</b>	<b>45,000</b>

<sup>(1)</sup> Payable to an arm’s length party

<sup>(2)</sup> Issuable 16,667 (50,000 pre-consolidation) each to three arm’s length parties

\*Warrants were adjusted to reflect share consolidation on June 7, 2021.

The regulatory approval related to the Quebec Properties Agreement was obtained from the Exchange on September 26, 2017.

The Quebec Properties Agreement is subject to a 2% Net Smelter Return with respect to the Quebec production of all materials from the properties.

Both the Eastmain and Lac du Beryl properties were preliminarily assessed in 2017/2018 by the Company using a surface prospecting reconnaissance approach with pegmatite confirmed present on each, although not spodumene bearing. Areas of both properties remain to be assessed, including the gold potential of Lac du Beryl. Since the initial property agreement, the Lac du Beryl Property had been expanded to comprise an additional 12 claims; however, these 12 claims were allowed to lapse in early 2020 and the Property is currently comprised of the original 18 claim block. The Eastmain Property has recently been reduced to 13 claims, down from the original 21 claims at the time of the Agreement.





At the time of the agreement, the Corvette Property was comprised of 76 mining claims totaling approximately 3,891 ha, located in the James Bay region of Québec, in the Province of Québec, less than 12 km south of the Trans-Taiga all-weather gravel highway, within the Lac Guyer Greenstone Belt. The Corvette Property has been optioned to the Company pursuant to the terms and conditions of the Québec Properties Agreement and is subject to the Québec Properties NSR.

On October 5, 2017, a one-day site visit to the Corvette Property confirmed the presence of spodumene-bearing pegmatite. Two sub-parallel trending pegmatites were found with the largest estimated at 150 m in length by 30 in width. Samples returned 3.48% Li<sub>2</sub>O from the larger pegmatite, and 1.22% Li<sub>2</sub>O from the smaller one.

On September 11, 2018, the Company announced channel sampling results from Corvette, including 2.28% Li<sub>2</sub>O over 6 m and 1.54% Li<sub>2</sub>O over 8 m, with a new spodumene-bearing discovery on the Property returning 1.61% Li<sub>2</sub>O. The discovery prompted the acquisition of additional claims, and the Corvette Property is now comprised of 172 claims totaling 8,808 ha, forming one contiguous claim block. The program also identified significant grades of tantalum from the pegmatites. The 2018 program focused on lithium exploration and not the gold or base metal potential of the Property.

No surface exploration was completed on the Eastmain or Lac du Beryl properties in 2019 or 2020. Due to restrictions as a result of COVID-19, the Quebec Minister of Energy and Natural Resources has extended the expiry date of all active mineral claims in the province by 12 months.

*FCI Property (East and West blocks)*

On September 4, 2018, the Company entered into an Option Agreement (the “Agreement”) with Osisko Mining Inc. (“Osisko”) to acquire up to a 75% interest in 28 mineral claims (“FCI East”) directly adjoining the Company’s 100% owned Corvette Property. The claims comprise the eastern portion of Osisko’s FCI Property and located in the James Bay Region of Quebec, approximately 10 kilometers’ south of the all-season Trans-Taiga Road and powerline infrastructure corridor.

Under the terms of the Agreement, the Company would earn an initial 50% interest by issuing 66,667 common shares (200,000 pre-consolidated) to Osisko and incurring \$2,250,000 work exploration expenditures as follows:

	<b>Common Shares*</b>	<b>Work exploration expenditures</b>
	#	\$
Upon closing date of the Agreement (issued) (September 14, 2018)	33,333	-
On or before the 1 <sup>st</sup> anniversary date of closing (issued) (September 14, 2019)	33,334	250,000
<i>To earn an initial 25% undivided interest</i>		
On or before the 2 <sup>nd</sup> anniversary date of closing (November 3, 2021, as amended)	-	800,000
<i>To earn an additional 25% undivided interest (50% interest in total)</i>		
On or before the 3 <sup>rd</sup> anniversary date of closing (November 3, 2022, as amended)	-	1,200,000
<b>Total</b>	<b>66,667</b>	<b>2,250,000</b>

\*Shares were adjusted to reflect share consolidation on June 7, 2021.



Osisko will act as Operator of the FCI Property for the term of the 50% earn-in, with a Steering Committee of equal representation formed to provide advice and direction to the Operator. Upon completion of the 50% earn-in (third anniversary of TSX-V approval (or closing)), a Joint Venture Corporation will be formed with the Company retaining an Option to acquire a further 25% interest, for a total of 75% undivided interest, through funding of the next \$2,000,000 in exploration expenditures. The Company may become Operator upon notice to Osisko that it intends to incur the \$2,000,000 in work expenditures for a final undivided interest of 75%. Osisko's remaining 25% interest may be further reduced through dilution if they elect to not fund their portion of subsequent exploration/development. If ownership falls below 10%, Osisko will have the right to convert this remaining interest into a 1% Net Smelter Royalty (NSR), of which, the Company retains the right to buy for \$5,000,000 (cash or shares), and thereby, would obtain a 100% undivided interest in the FCI Property.

The FCI Property is subject to a 1.5% to 3.5% sliding scale NSR royalty from the production of precious metals. The royalty is primarily based on amount of production with 1.5% on the first 1M oz, 2.5% on the next 1M oz and 3.0% on the next 1M oz of and above. The remaining 0.5% royalty is based on the spot gold price starting at US\$1,000 / oz and reaches the maximum at \$2,000 / oz.

A 2.0% NSR royalty is present on all other products; provided however that if there is an existing royalty applicable on any portion of the property, then the percentages noted above (i.e., the sliding scale NSR) shall, as applicable, be adjusted so that the aggregate maximum royalty percentage on such portion shall not exceed and be capped to 3.5% at any time.

On April 23, 2019, the Company and Osisko entered into an amended agreement (the "April Amendment Agreement") to include an additional 83 mineral claims totaling approximately 4,253 ha (collectively, the "FCI West Claims") under the same terms and conditions as the FCI Property Option Agreement. No additional Common Shares, cash, or work commitment is required by the Company under the terms of the April Amendment Agreement, apart from general claim maintenance. Following the April Amendment Agreement, the FCI Property was comprised of 111 mineral claims totaling approximately 5,687 ha.

The FCI East, FCI West, and Corvette properties are contiguous and, collectively, are referred to as the Corvette-FCI Property and extend for more than 25 kilometers along the Lac Guyer Greenstone Belt within the James Bay Region of Quebec.

Subsequent to the Agreement, the FCI Property was included in a corporate restructuring and spin-out of assets from Osisko into a new public company called O3 Mining Inc. ("O3 Mining"), which began trading on the TSX Venture Exchange on July 9, 2019. The FCI Agreement was transferred from Osisko to O3 Mining at this time. Therefore, O3 Mining is now the Optionor and Operator of the Property and all other terms and conditions of the Agreement remaining unchanged.

During the year ended March 31, 2020, the Company provided a total of \$297,701 (total from the start cumulative of \$414,698) as cash call to Osisko/O3 Mining. Both parties have completed sufficient work expenditures to satisfy Year 1 of the Agreement. On September 19, 2019, the Company issued 100,000 common shares at \$0.30 per share.

On February 2, 2021, the Company announced a further amendment to the Agreement. Under the terms of the amendment, the Company issued a total of 500,000 common shares to O3 Mining and in exchange the Agreement's year 2 anniversary date was reset to Nov. 3, 2021. The amendment follows a force majeure period that was triggered in 2020 in lieu of the uncertainty and restrictions caused by COVID-19 and brings the agreement extension in line with that issued by the Ministry of Energy and Natural Resources (MERN) for claim exploration requirements in the province of Quebec.

On July 7, 2021, the Company amended the Corvette-FCI agreement to extend the due date for the exploration expenditures commitment to November 3, 2022.



### Exploration of the Corvette and FCI Properties

On June 19, 2019, the Company announced its exploration plans for the Corvette and FCI properties (collectively, the "Corvette-FCI Property"), consisting of surface exploration comprised primarily of prospecting, rock sampling, and soil sampling along the gold and copper exploration trends identified from historical work

On September 10<sup>th</sup>, 17<sup>th</sup>, and 24<sup>th</sup>, 2019, the Company announced assay results for its 2019 summer field program at Corvette-FCI, along with several significant discoveries. The primary objectives of the program were to sample, expand upon, and rank the known historical prospects/showings, and to discover new areas of mineralization. Program highlights include:

1. Elsass copper-gold-silver prospect -- new discovery of well-mineralized outcrops over an approximate 350-m strike length with assays including 3.63% Cu, 0.64 g/t Au and 52.3 g/t Ag;
2. Lorraine copper-gold-silver prospect -- new outcrop discovery approximately 2.3 km along trend of the Elsass Prospect with assays including 8.15% Cu, 1.33 g/t Au and 171 g/t Ag;
3. Several new high-grade copper-gold-silver areas discovered, including the Black Forrest Showing with 1.13% Cu, 0.05 g/t Au and 19.5 g/t Ag, and the Hund Showing with 3.28% Cu, 0.78 g/t Au and 30.1 g/t Ag.
4. Lac Bruno gold prospect -- new outcrop discovery assaying 1.4 g/t Au located up-ice of boulder field (2019 sample of 11.9 g/t Au) with soil sample results providing further vectoring toward a potential source;
5. Golden Gap prospect -- potential western extension identified through several new gold discoveries in outcrop with assays including 1.87 g/t Au and 2.81 g/t Au.
6. Numerous lithium-bearing pegmatites occur within a corridor exceeding 25 kilometers in length;
7. Southwest of CV1-2, newly discovered CV5 and CV6 pegmatites include a large, well-mineralized exposure of approximately 220 m by 20 to 40 m (CV5), with eight samples averaging 3% Li<sub>2</sub>O and 154 ppm Ta<sub>2</sub>O<sub>5</sub>, including a peak assay of 4.06% Li<sub>2</sub>O and 564 ppm Ta<sub>2</sub>O<sub>5</sub>;
8. CV7 -- discovery to the northwest of CV1 with assay of 4.44% Li<sub>2</sub>O and 195 ppm Ta<sub>2</sub>O<sub>5</sub>;
9. CV8 -- large area of outcrop exposure with assay of 4.44% Li<sub>2</sub>O and 205 ppm Ta<sub>2</sub>O<sub>5</sub>;
10. CV9 and CV10 -- located in northwest area of FCI West, with mineralized outcrops present over at least a 300 m strike length and multiple assays greater than 2% Li<sub>2</sub>O to a peak of 4.72% Li<sub>2</sub>O;
11. CV11 -- high-grade tantalum pegmatite with assay of 0.66% Li<sub>2</sub>O and 386 ppm Ta<sub>2</sub>O<sub>5</sub>

On December 11, 2019, the Company announced that it had initiated a review and re-processing of IP-resistivity data using modern techniques for historical surveys completed at the Corvette-FCI Property. In addition to the IP resistivity work, a structural analysis of the 2005 airborne magnetic survey would also be completed to identify primary and secondary structures that may control gold mineralization.

On February 4, 2020, the Company announced that a historical data compilation had outlined a strong potential for platinum group element (PGE) mineralization on the FCI Property. This was highlighted by the Lac Long Sud Showing with a historical outcrop sample assay of 3.10 g/t Au, 1.06 g/t Pd, 0.005 g/t Pt, 7.5 g/t Ag, 0.24% Cu, 0.19% Ni, and 411 g/t Co.



On April 16, 2020, the Company announced several significant findings had been made following the re-processing of historical ground IP-resistivity data collected from the Golden Gap area on the FCI Property. The work highlighted - 1) A distinctly different and yet to be drill tested trend of mineralization at Golden Gap, compared to the historical interpretation; 2) Additional strike extensions are present; and 3) Additional parallel to sub-parallel trends are present.

On July 6, 2020, the Company declared Force Majeure on the FCI Property due to COVID-19 and the agreement was paused for a period of approximately 50 days, resulting in a revised Anniversary Date of November 5, 2020, for Year 2. The Company notes that it has already incurred approximately \$412,000 of the \$1,050,000 in exploration expenditures which are required under the current Option Agreement, to be spent by the Year 2 anniversary date.

On November 3, 2020, the Company declared Force Majeure due to COVID-19 and had engaged with O3 Mining to construct a mutually agreeable path forward for the parties with respect to the FCI Property Option Agreement.

On January 26, 2021, the Company and O3 Mining finalized an agreement whereby the second anniversary expenditure amount of \$800,000 with an original deadline of November 3, 2020, was extended to November 3, 2021. Additionally, the Company issued 500,000 common shares to O3 upon exchange approval of the amended agreement on February 25, 2021.

In addition, due to restrictions as a result of COVID-19, the Quebec Minister of Energy and Natural Resources has extended the expiry date of all active mineral claims in the province by 12 months. This includes the Corvette and FCI claims, which now all have expiry dates in summer 2021 or later. No field work was completed in 2020 on the Corvette or FCI claims.

On August 19, 2021, the Company commenced an expansive exploration campaign at the Corvette-FCI Property, which includes remote sensing, ground and airborne geophysical surveys, as well as prospecting and rock sampling. The overarching objective of the work programs is to qualify and refine drill hole targets along the core area of the Maven Copper-Gold-Silver Trend, as well as the CV Lithium Trend.

#### *Maicasagi Property*

On July 20, 2021, the company entered into amalgamation agreement with Global Green Energy Acquisition Corp., and REE Metals Inc, a wholly owned subsidiary of Global Green by way of three-cornered amalgamation. Global Green have acquired 100% legal and beneficial interest in and to the Maicasagi Rare Earth Element Property located in Abitibi region of Quebec Canada, in the Montviel Township. (See PROPOSED TRANSACTIONS)

The Maicasagi Property consists of two claim blocks, situated nine kilometers apart, that encompass a total land area of approximately 5,989 hectares, and are located approximately 220 km north-northeast of the town of Val d'Or and 80 km east of Matagami in the province of Quebec, Canada. The property is considered prospective for rare earth elements with a rock sample of silicocarbonatite outcrop collected in 2006 from the northernmost claim block, which returned an assay of approximately 0.4 per cent rare earth oxide (REO).

#### **Pontax Lithium - Gold Property**

On July 25, 2016, and as amended on November 27, 2017, the Company entered into an agreement (the "Pontax Agreement") with arm's length parties for an option to acquire 100% interest in 104 mineral claims near Eastmain, Quebec by way of issuing 100,000 common shares (300,000 pre-consolidation) valued at \$360,000 and cash of \$50,000.



Regulatory approval for the Pontax Agreement was obtained on September 20, 2016. The Pontax Agreement is subject to a 3% Net Smelter Royalty ("NSR"). The Company can purchase 1.5% NSR within 5 years of regulatory approval by paying \$2,000,000 to an arm's length party.

On June 12, 2018, the Company completed a 1,094 line-km high-resolution magnetic survey over the entire Pontax Property. The survey was completed at a tight line spacing of 60 m with lines oriented northwest-southeast, crossing perpendicular to the geology. The survey was successful and numerous target features identified. Subsequent to the survey, the Company expanded its land position, through online map designation, with the Pontax Property now comprised of 146 claims totaling 7,773 ha.

On October 25, 2018, the Company announced results of its 2018 surface exploration program. The program resulted in the discovery of a new lithium-bearing pegmatite occurrence on the Property (claim Block C). Two grab samples (129364 and 129366) of the pegmatite returned assays of 0.94% Li<sub>2</sub>O and 520 ppm Ta<sub>2</sub>O<sub>5</sub>, and 0.72% Li<sub>2</sub>O and 87 ppm Ta<sub>2</sub>O<sub>5</sub>, respectively. Spodumene is indicated to be the primary lithium-bearing mineral present based on other occurrences in the area. Initial reconnaissance-scale prospecting of gold targets was also carried out during the program. Assay results ranged from nil to 141 ppb Au with the peak assay returned from a gossanous wacke rock type. Several areas of the Property, as well as geophysical targets, remain to be assessed.

No surface exploration was completed on the Pontax Property in 2019 or 2020. Due to restrictions as a result of COVID-19, the Quebec Minister of Energy and Natural Resources has extended the expiry date of all active mineral claims in the province by 12 months. This includes the Pontax claims, which now all have expiry dates in the summer of 2021.

In March 2021, the Pontax Lithium-Gold Property was expanded via map designation claim staking, and an additional 23 mineral claims (1,223.2 ha) were acquired. The new claims are situated directly adjacent to the east, west, and south of claim Block C, where in 2018 a new lithium-tantalum pegmatite was discovered. Two grab samples collected from the pegmatite occurrence assayed 0.94% Li<sub>2</sub>O and 520 ppm Ta<sub>2</sub>O<sub>5</sub>, and 0.72% Li<sub>2</sub>O and 87 ppm Ta<sub>2</sub>O<sub>5</sub>, respectively. The Pontax Lithium-Gold Property now consists of 169 mineral claims totaling 8996.23 ha over three claim blocks.

The Company also reduced in claim position at Pontax by letting lapse some of the lower potential claims to focus on the higher potential areas of the Property. The Pontax Property currently consists of 80 claims totaling 4,257.2 ha.

## **Northwest Territories**

### **Hidden Lake Lithium Property**

On February 16, 2016, and as amended on November 27, 2017, the Company entered into an Agreement (the "Agreement") with three arm's length parties for an option to acquire interest in two mineral claims located northeast of Yellowknife, Northwest Territories. Under the terms of the Agreement, the Company earned 100% interest by way of issuing 133,333 common shares (400,000 pre-consolidation) valued at \$380,000, cash of \$85,000, and total exploration expenditures of \$500,000. At the time of the agreement, the Hidden Lake Lithium Property was comprised of two mineral claims totaling 1,100 ha. The property now consists of five claims totaling 1,660 ha.

The regulatory approval related to the Hidden Lake Lithium Agreement was obtained from the Exchange on April 21, 2016.



Hidden Lake Property is subject to 2% Net Smelter Royalty with respect to the production of all material from the property, 1% of which can be purchased back from an arm's length party by the Company within 5 years of the regulatory approval for \$2,000,000 (the "Royalty").

#### *Option-out Agreement*

On January 22, 2018, the Company entered into an agreement to option out up to 90% of their interest in the Hidden Lake Property to Far Resources Ltd. ("Far") (the "Hidden Lake Option Out Agreement"), except for the Royalty. The Company then received 166,667 common shares (500,000 pre-consolidation) of Far having an aggregate amount equal to \$500,000 at an issue price of \$0.90 per share. During the year ended March 31, 2018, 185,185 common shares (555,555 pre-consolidation) were issued to the Company with a fair value of \$227,777. In addition, expenditures of \$500,000 were incurred on or before February 28, 2019, as part of the original agreement.

On May 16, 2019, Far Resources Ltd. had formally notified the Company of its intention to terminate its remaining earn-in for the Hidden Lake Property, originally announced January 22, 2018, and therefore maintains a 60-per-cent interest earned through satisfying the year 1 conditions of the Option Agreement. Therefore, the Company maintains a 40-per-cent interest in Hidden Lake and a joint venture between the companies will be formed for future exploration of the property. In addition, under the terms of the agreement, Far Resources will remain as Operator and is responsible for financing the Joint Venture's initial \$1 million in expenditures.

No field exploration was completed at Hidden Lake in 2019 or 2020, primarily due to lithium market conditions over the period. The Hidden Lake claims are in good standing until September 30<sup>th</sup>, 2026.

## **British Columbia**

### **Golden Silica Property (formerly referred to as "ZimFrac" or "Golden Frac Sand")**

On January 27, 2014, the Company entered into a sale and purchase agreement (the "ZimFrac Agreement") with two arm's length parties (collectively, the "Vendors") and purchased from the Vendors a 100% interest in certain silica claims located near Golden, BC (the "ZimFrac Property"). In consideration, the Company issued 13,334 common shares (40,000 pre-consolidation) (6,667 or 20,000 pre-consolidation common shares to each one of two arm's length parties issued on February 6, 2014), subject to a 2% Net Smelter Royalty ("NSR"). The Company also issued 4,000 common shares in 2014 with a fair value of \$2.50 per share as finder's fee.

The Company can purchase up to 1% NSR by paying an aggregate sum of \$1,000,000 (\$500,000 to each of two arm's length parties).

The ZimFrac Agreement received regulatory approval on February 6, 2014.

On March 3, 2017, the Company entered into an agreement (the "Golden Frac Sand Agreement") with two arm's length parties to purchase a 100% interest in certain mineral claims located near Golden, BC (the "Golden Frac Sand Property") to expand the size of the ZimFrac Property. In consideration, the Company paid \$40,000 (\$20,000 payable to Dahrouge and \$20,000 payable to an arm's length party) within five days of signing the Golden Frac Sand Agreement on March 17, 2017.

The Property has a Gross Over-Riding Royalty of 2% payable to an arm's length party in the revenue from the sale of the production. The Company can purchase 1% of the GORR for \$2,000,000 at any time.



Between July 25 and 28, 2018, the Company completed a geologic mapping and sampling program on the property targeting the Mount Wilson Formation. A total of 18 samples of quartzite were collected with 8 returning greater than 98% SiO<sub>2</sub> and 5 returning less than 0.1% Fe<sub>2</sub>O<sub>3</sub>. Large areas of the property remain to be assessed.

No field exploration was completed at Golden Silica in 2019 or 2020. Due to restrictions as a result of COVID-19, British Columbia's Ministry of Energy, Mines, and Petroleum Resources has extended the expiry date of all active mineral titles in the province until December 31<sup>st</sup>, 2021, and therefore includes the Golden Silica claims.

The Golden Silica Property (i.e., the "ZimFrac-Will Property") currently consists of 8 claims totaling 5,296 ha as additional ground was staked subsequent to the original option agreement.

### **Silver Sands Vanadium Property**

On November 13, 2018, the Company entered into an agreement with an arm's length party to acquire 100% interest in Silver Sands Vanadium Property (the "Silver Sands"), located in the Pine Pass area of eastern British Columbia. The Silver Sands Vanadium Property consists of five claims and covers 3,735 hectares directly east of the Pine Pass Vanadium Project held by Ethos Gold Corp., which is located about 200 km north of Prince George, British Columbia.

The Silver Sands Vanadium Property contains the same geological formations prospective for vanadium mineralization that is known within the region. Silver Sands is within close proximity to the well-established infrastructure corridor of Pine Pass, which includes the Highway 97, Canadian National Railway and high-voltage powerlines and natural gas pipelines.

Pursuant to the agreement, the Company will acquire a 100% interest in Silver Sands by paying staking costs of \$15,000. The vendor will retain a 2% Net Smelter Return on the Property.

As at June 30, 2021, the Company has incurred the total of \$14,776 (March 31, 2021 - \$14,776) mineral expenditures pursuant to the agreement.

In March 2019, the Company was informed by the Province of British Columbia that it was an impacted stakeholder with respect to Silver Sands through a recently negotiated agreement between several local First Nations, and the Provincial and Federal governments. The agreement outlines proposed measures for conservation and recovery efforts for caribou and includes the area of Silver Sands. The Company is assessing the potential impacts/resolutions. Silver Sands is considered a non-core asset by the Company.

No field exploration was completed at Silver Sands in 2019 or 2020. Due to restrictions as a result of COVID-19, British Columbia's Ministry of Energy, Mines, and Petroleum Resources has extended the expiry date of all active mineral titles in the province until December 31<sup>st</sup>, 2021, and therefore includes the Silver Sands claims.



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## **SUMMARY OF QUARTERLY RESULTS**

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The following is a summary of the Company's financial results for the eight most recent quarters:

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<b>Quarter Ended</b>	<b>Revenue</b>	<b>Loss for the period</b>	<b>Basic and diluted loss per share</b>
September 30, 2019	-	\$ (38,738)	\$ (0.01)
December 31, 2019	-	(74,087)	(0.01)
March 31, 2020	-	(198,041)	(0.04)
June 30, 2020	-	(69,540)	(0.00)
September 30, 2020	-	(225,138)	(0.01)
December 31, 2020	-	(268,595)	(0.01)
March 31, 2021	-	(211,768)	(0.00)
June 30, 2021	-	(239,737)	(0.02)

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## **RESULTS OF OPERATIONS**

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### Operational activities:

The Company incurred a net loss and comprehensive loss of 239,737 for the three months ended June 30, 2021, as compared to \$69,540 for the three months ended June 30, 2020. Total expenses of \$239,798 for the three months ended June 30, 2021 (2020 - \$69,547), related primarily to consulting, management and administration fees, rent, professional fees, and transfer agent and filing fees.

The primary differences on the overall net loss between the periods ended June 30, 2021, and 2020 are: business development expenses of \$40,841 (2020 - \$2,195), consulting fees of \$34,500 (2020 - \$12,289), management and administration fees of \$81,591 (2020 - \$39,324), professional fees of \$45,941 (2020 - \$3,348) and transfer agent and filing fees of \$27,449 (2020 - \$1,975).

Business development expenses relate to various advertising initiatives such as a feature on a website for news on mining companies (see COMMITMENTS). The Company has increased its marketing activities in the current year to help in the financing activities.

Consulting fees relate to the Company's current and prospective exploration projects as well as payments to the Corporate Secretary (see RELATED PARTY TRANSACTIONS). Consulting fees increased due to additional consulting costs for financing activities done during the period.

Management fees relate to both administrative and strategic management services for the Company. Management services are provided by the President, the Chief Executive Officer and by a Company controlled by the Chief Financial Officer (see RELATED PARTY TRANSACTIONS). The increase was due to additional compensation paid or accrued during the period.

Professional fees relate to accounting, legal and audit fees paid by the Company. The increase was mainly driven by the financing activities during the period, the change in listing from TSX to CSE, share consolidation and other capital related transactions coupled with various investing activities which include the amalgamation negotiated during the period.





Transfer agent and filing fees increase mainly due to the private placement completed during the current period.

All other costs in the current year-to-date period are comparable to that of the same period last year.

Cash flow activities:

For the three months ended June 30, 2021, the Company experienced a net increase in its cash position of \$2,847,855 (2020 – decrease of \$8,567). Cash inflows consisted of funds provided by financing activities totalling \$ 2,982,508 (2020 – \$60,000). The cash inflow is primarily attributed to the private placement proceeds received relating to the private placements closed on June 30, 2021 (see Liquidity and Capital Resources. Last year, inflows for the same period were pursuant to proceeds received from subscriptions received during the period.

Significant cash outflows consisted of the cash used in operating activities of \$34,042 (2020 – \$68,567). The cash used in operating activities is lower than that of the same period in 2020 due to the bulk of current period expenses paid subsequently.

Cash used in investing activities amounted to \$100,611 (2020 - \$Nil) consisting of increases in spending on exploration and evaluation expenditures. The cash used in investing activities increased primarily due to the ramping up of exploration activities and the absence of government grants in the current period.

As the Company is an exploration company, it does not receive, nor does it anticipate receiving any revenue in the next fiscal year. The Company's interests do not currently generate cash flow from operations and, in order to continue operations and fund its expenditure commitments, it is dependent on equity financing through existing and new shareholders, third party financing, and cost sharing arrangements to fund its work programs and operations.

**LIQUIDITY AND CAPITAL RESOURCES**

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As at June 30, 2021, the Company had cash and cash equivalents of \$2,997,409 (March 31, 2021 - \$149,554) and working capital of \$2,648,023 (March 31, 2021 – \$5,864). Some of the factors affecting the Company's liquidity are:

- The Company will have to incur ongoing costs to maintain its properties and plans to undertake exploration programs that will consume cash.
- As disclosed in note 7 of the June 30, 2021, financial statements, the Company has commitments to make option payments and complete minimum exploration expenditures if it is to retain its properties (see MINERAL PROPERTY INTERESTS).

As at June 30, 2021, the Company has 34,079,605 common shares, 885,800 stock options and 29,600,812 warrants outstanding.

As at the report date, the Company has 34,104,605 common shares (post share-consolidation), 3,352,467 stock options and 29,600,812 warrants outstanding.



As at June 30, 2021, the Company had not advanced its exploration and evaluation properties to commercial production. The Company's continuation as a going concern is dependent upon successful results from exploration activities on its mineral properties and its ability to attain profitable operations and generate cash from its operations in the foreseeable future. As at June 30, 2021, the Company has an accumulated deficit of \$9,127,489 since inception and is expected to incur further losses in the development of its business. The Company will have to rely on the issuance of shares or the exercise of options and warrants to fund ongoing operations and investment. The ability of the Company to raise capital will depend on market conditions and it may not be possible for the Company to issue shares on acceptable terms or at all.

During and after three months ended June 30, 2021, the COVID-19 pandemic has caused significant and negative impact to the global financial market. The approach to the Company's exploration activities for the year 2021 have been adapted to fit with this evolving situation. Further, the exploration team is familiar with remote office work conditions as the exploration industry lends itself naturally to remote management. The Company is now in the late stages of planning its summer-fall field programs and with the COVID-19 conditions and restrictions for exploration of its properties now well known, the Company has been able to adapt its programs to ensure team safety, and local community safety, while maintaining its exploration objectives. The Company continues to monitor and assess the impact on its business activities. The full impact is uncertain, and it is difficult to reliably measure the extent of the effect of the COVID-19 pandemic on future financial results.

Transactions subsequent to June 30, 2021:

*Shares and Warrants*

On August 12, 2021, the Company issued 25,000 shares for warrants exercised at \$0.36 per share.

*Options*

On July 11, 2021, 16,667 stock options expired unexercised.

On August 6, 2021, the Company has granted 2,500,000 incentive stock options to officers, directors and consultants of the Company. The Options are exercisable at \$0.39 per share for a period of three years from the date of grant. The Options have been granted under and are governed by the terms of the Company's incentive stock option plan.

Period ended June 30, 2021:

*Shares and Warrants*

On June 7, 2021, the Company completed a share consolidation on one (1) post-consolidated share for every three (3) pre-consolidated shares. On March 31, 2021, the Company had 32,692,817 common shares issued and outstanding. Following the consolidation, the Company had 10,897,605 common shares issued and outstanding. The number of shares, warrants and stock options shown in these consolidated financial statements were adjusted and presented on a post-consolidation basis.

On June 30, 2021, the Company completed a private placement for gross proceeds of \$3,709,120. The Company issued 23,182,000 units (post share-consolidation) at a price of \$0.16 per unit. Each unit consisted of one common share of the Company and one share purchase warrant. Each warrant entitles the holder to acquire one common share of the Company at an exercise price of \$0.25 for a period of 24 months from the closing date. The Company paid finders' fees of \$75,412 and issued 471,328 finders' warrants valued at \$111,611.



### Options

On May 4, 2021, a total of 5,000 (pre-consolidation 15,000) stock options expired unexercised.

### Year Ended March 31, 2021:

#### Shares and Warrants

On July 17, 2020, the Company closed a non-brokered private placement, pursuant to which the Company issued units 2,680,000 (Pre consolidation 8,040,000) at a price of \$0.225 per unit (.075 pre consolidation) for gross proceeds of \$603,000. Each unit is comprised of one common share and one transferable share purchase warrant, exercisable for a period of 24 months at a price of \$0.36 per share (0.12 pre consolidation). In relation to this private placement, the Company paid finder's fees of \$19,410 and issued 82,667 finder's warrants (258,800 pre-consolidation). Each finder's warrant is exercisable for a period of 24 months at a price of \$0.36 per share (0.12 pre-consolidation).

On August 12, 2020, the Company closed a non-brokered private placement, pursuant to which the Company issued 1,000,000 units (3,000,000 pre-consolidation) at a price of \$0.36 per unit (\$0.12 pre-consolidation) for gross proceeds of \$360,000. Each unit is comprised of one common share and one transferable share purchase warrant, exercisable for a period of 24 months at a price of \$0.36 per share (\$0.12 pre-consolidation). In relation to this private placement, the Company paid finder's fees of \$28,800 and issued 80,000 finder's warrants (240,000 pre-consolidation). Each finder's warrant is exercisable for a period of 3 years at a price of \$0.54 per share (\$0.18 pre-consolidation).

On August 12, 2020, the Company issued 666,667 shares (2,000,000 pre-consolidation) at \$0.465 per share (\$0.155 pre-consolidation) for the acquisition of the Freeman Creek Property.

On February 25, 2021, the Company issued 166,667 (500,000 pre-consolidation) shares at \$0.33 per share (\$0.11 pre-consolidation) in relation to the amendment to the Option Agreement on the FCI Property.

On March 23, 2021, the Company issued 666,666 (2,000,000 shares pre-consolidation) at \$0.285 per share (\$0.095 pre-consolidation) for the acquisition of the Freeman Creek Property.

During the year ended March 31, 2021, there were 788,000 shares (2,364,000 pre-consolidation) issued for warrants exercised.

### Options

A total of 65,833 (pre-consolidation 197,500) stock options expired unexercised and 120,000 (pre-consolidation 360,000) stock options were forfeited.

On July 27, 2020, the Company granted an aggregate of 264,133 (pre-consolidation 792,400) incentive stock options to officers, directors, and consultants of the Company. Each option is exercisable into one additional common share at \$0.14 per share until July 27, 2022, and vested immediately on the date of grant. The fair value of \$88,925 in share-based payments was estimated using the Black-Scholes pricing model with a stock price of \$0.14, volatility of 181.66%, risk-free rate of 0.28%, dividend yield of 0%, and expected life of 2 years.

On October 13, 2020, 120,000 (pre-consolidation 360,000) stock options were cancelled. These options were held by directors, a company controlled by the Chief Financial Officer, and a company controlled by the Corporate Secretary.



On November 19, 2020, the Company granted an aggregate of 333,334 (pre-consolidation 1,000,000) incentive stock options to officers, directors, and consultants of the Company. Each option is exercisable into one additional common share at \$0.10 per share until November 19, 2023, and vested immediately on the date of grant. The fair value of \$83,080 in share-based payments was estimated using the Black-Scholes pricing model with a stock price of \$0.10, volatility of 177.55%, risk-free rate of 0.3%, dividend yield of 0%, and expected life of 3 years.

**RELATED PARTY TRANSACTIONS**

During the three months ended June 30, 2021, the Company incurred the following related party transactions measured at exchange amounts, which were the amounts agreed upon by the transacting parties and are on terms and conditions similar to those for arm’s length transactions:

<b>Three Months Ended</b>	<b>June 30, 2021</b>	<b>June 30, 2020</b>
Management and administration fees	\$ 81,591	\$39,323
Consulting fees	22,500	7,500
<b>Total related party expenses by type</b>	<b>\$104,091</b>	<b>\$46,823</b>

The amounts due to related parties are amounts due to directors and officers. The balances are unsecured, non-interest bearing and have no specific terms for repayment.

As at June 30, 2021, the Company has \$40,000 (2020 - \$68,404) due to the related parties reported as part of accounts payable and accrued liabilities broken down as follows:

<b>Year ended</b>	<b>June 30, 2021</b>	<b>March 31, 2021</b>
Chief Executive Officer	\$ -	\$ 15,125
Chief Financial Officer	-	9,575
Corporate Secretary	-	3,704
President and Director	40,000	40,000
<b>Due to related parties</b>	<b>\$ 40,000</b>	<b>\$ 68,404</b>

Prepaid management fees consist of \$10,848 paid to the CEO and \$6,848 paid to a company controlled by the CFO (March 31, 2021 – \$Nil).

*Key management personnel compensation*

The Company considers its President, Chief Executive Officer and Chief Financial Officer and Corporate Secretary to be key management. During the three months ended June 30, 2021, the Company incurred \$104,091 (2020 – \$46,823) in compensation expenses broken down as follows:

<b>Three months ended</b>	<b>June 30, 2021</b>	<b>June 30, 2020</b>
Adrian Lamoureux, CEO	\$ 31,045	\$ 23,423
Dusan Berka, CFO	20,546	15,900
Kelly Pladson, Corporate Secretary	22,500	7,500
Blair Way, President and Director	30,000	-
<b>Total related party expenses by key management personnel</b>	<b>\$ 104,091</b>	<b>\$ 46,823</b>



Management and administration fees are broken down as follows:

<b>Three months ended</b>	<b>June 30, 2021</b>	June 30, 2020
Adrian Lamoureux, CEO	\$ 31,045	\$ 23,423
Dusan Berka, CFO	20,546	15,900
Blair Way, President and Director	30,000	-
<b>Total management fees by key management personnel</b>	<b>\$ 81,591</b>	<b>\$ 39,323</b>

Consulting fees of \$22,500 are paid to the Corporate Secretary (2020 – \$7,500).

## **COMMITMENTS**

The Company has certain commitments related to key management compensation for \$26,500 per month with no specific expiry of terms.

The Company appointed a director as president and is bound by a consulting agreement (“the agreement”). Per the agreement, in the event of termination of the agreement, the Company will be liable to pay: the remaining balance of fees and a lump sum equal to 12 months of the standing monthly management fee expense.

The Company has certain commitments in connection with its mineral properties as described in Note 7 to the financial statements.

On August 4, 2021, the company engaged an arm's length party to provide the company with marketing services for an aggregate amount of \$1,859,100 (USD \$1,500,000) for a period of 18 months. The contract is broken into 3 phases of 6-month terms at \$619,700 (USD \$500,000) for each term. The Company has paid the first instalment as of the date of this report.

On August 13, 2021, the company engaged an arm's length party to provide the company with social media management services for 6 months at total cost of \$61,970 (USD\$50,000).

## **CHANGES IN ACCOUNTING POLICIES AND CRITICAL ACCOUNTING ESTIMATES**

For a detailed summary of the Company's significant accounting policies, the readers are directed to Note 3 of the Notes to the audited consolidated financial statements for the year ended March 31, 2021 that are available on SEDAR at [www.sedar.com](http://www.sedar.com).

## **OFF-BALANCE SHEET ARRANGEMENTS**

The Company has not entered into any material off-balance sheet arrangements.

## **PROPOSED TRANSACTIONS**

On July 20, 2021, the company entered into an amalgamation agreement with Global Green Energy Acquisition Corp. (“Global Green”) and REE Metals Inc. (the “Subco”) a wholly owned subsidiary of the company, pursuant to which Patriot acquired all of issued and outstanding common shares of Global Green by way of three-cornered amalgamation. Global Green and Subco will amalgamate and form one corporation under the name REE Metals Inc. (the “AmalCo”). The AmalCo will become a wholly-owned subsidiary of the Company.



In consideration for the Global Green Shares, the Company has agreed to issue an aggregate of 22,001,000 common shares in the capital of the Company (each, a "Share"), representing 1,000 Shares for every one Global Green Share issued and outstanding immediately prior to the closing of the Transaction. Each Share to be issued in connection with the Transaction is to be issued at a deemed price of \$0.2475 per Share and subject to a voluntary lock-up whereby the recipient shareholder shall not offer, issue, pledge, sell such Share except in accordance with the following release schedule: 20% on the date of closing (the "Closing Date"); 20% on the date that is 30 days from the Closing Date; 20% on the date that is 60 days from the Closing Date; 20% on the date that is 90 days from the Closing Date; and 20% on the date that is 150 days from the Closing Date. The transaction has not yet closed as of the date of this report.

## **CAPITAL DISCLOSURE**

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The Company considers its capital structure to include net residual equity of all assets, less liabilities. The Company's objectives when managing capital are to (i) maintain financial flexibility in order to preserve its ability to meet financial obligations and continue as a going concern; (ii) maintain a capital structure that allows the Company to finance its growth using internally-generated cash flow and debt capacity; and (iii) optimize the use of its capital to provide an appropriate investment return to its shareholders commensurate with risk.

The Company's financial strategy is formulated and adapted according to market conditions in order to maintain a flexible capital structure that is consistent with its objectives and the risk characteristics of its underlying assets. The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of its underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, acquire or dispose of assets, or adjust the amount of cash and cash equivalents and receivables.

## **FINANCIAL INSTRUMENTS**

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The fair value of financial assets and financial liabilities at amortized cost is determined in accordance with generally accepted pricing models based on discounted cash flow analysis or using prices from observable current market transactions. The Company considers that the carrying amount of all its financial assets and financial liabilities recognized at amortized cost in the financial statements approximates their fair value due to the demand nature or short-term maturity of these instruments.

- Level 1 fair value measurements are those derived from quoted prices in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1, that are observable either directly or indirectly.
- Level 3 fair value measurements are those derived from valuation techniques that include inputs that are not based on observable market data. As at June 30, 2021, and March 31, 2021, the Company does not have any Level 3 financial instruments.

The Company's financial instruments consist of cash and cash equivalents, amounts receivable, accounts payable and accrued liabilities.



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

#### **Credit Risk**

Credit risk is the risk of loss associated with the counterparty's inability to fulfill its payment obligations. Financial instruments that potentially subject the Company to concentrations of credit risks consist principally of cash. To minimize the credit risk the Company places these instruments with a high-quality financial institution.

#### **Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company considers its exposure to interest rate risk to be not significant.

#### **Liquidity Risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities. The Company's accounts payable and accrued liabilities are all current and due within 90 days of the balance sheet date. The Company ensures that it has sufficient capital to meet its short-term financial obligations.

#### **Foreign exchange risk**

Foreign exchange risk is the risk that the fair value of financial instruments will fluctuate due to changes in foreign exchange rates. The Company does not have significant foreign exchange risk as the majority of its transactions are in Canadian dollars.

### **RISKS AND UNCERTAINTIES**

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The more significant risks and uncertainties not discussed elsewhere in this MD&A include:

#### **Financing Risk**

The Company will need to continue raising funds to finance its operations and exploration activities. There is no certainty that the Company will be able to raise money on acceptable terms or at all.

#### **Exploration Risk**

Exploration for mineral resources involves a high degree of risk. The cost of conducting exploration programs may be substantial and the likelihood of success is difficult to assess. Few explored properties are ultimately developed into producing mines. The Company attempts to mitigate its exploration risk by maintaining a diversified portfolio that includes several different exploration prospects in a number of favorable geologic environments.



### **Metal Price Risk**

Even if the Company's exploration programs are successful in locating economic deposits of minerals or precious metals, factors beyond the Company's control may affect the value and marketability of such deposits. Natural resource prices have wide historic fluctuations due to many factors, including inflation, currency fluctuations, interest rates, consumption trends and local and worldwide financial market conditions. The prices of such natural resources greatly affect the value of the Company and the potential value of its properties. This, in turn, greatly affects its ability to form joint ventures and the structure of any joint ventures formed.

### **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 expenditures.

### **Public Health Crisis**

In March 2020, the World Health Organization declared a global pandemic known as COVID-19. The expected implications on global commerce are expected to be far reaching. This has already had some impact on the Company's exploration activities as mentioned above. However, mineral exploration activities have been allowed in the jurisdictions where the company operates, notably Quebec, Canada and Idaho, USA, and conditions/restrictions on such activities have been well defined. The Company is confident it can complete its exploration activities in compliance with all jurisdictional requirements. Part of this compliance and best practices includes an internal COVID-19 Management Plan with exploration activities adapted to comply (e.g., physical distancing, questionnaires). Management continues to closely evaluate the impact of COVID-19 on the Company's business. The duration and effect of the COVID-19 outbreak is unknown at this time and it is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Company in future periods. However, based on the framework outlined in the current environment, the Company is confident it may operate safely to carry out its planned exploration activities for the remainder of calendar year 2021.

### **ADDITIONAL DISCLOSURE FOR VENTURE ISSUERS WITHOUT SIGNIFICANT REVENUE**

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Detailed listing of exploration expenditures and a breakdown of general and administrative expenses are provided in the Mineral Properties Interests section as well as in the Financial Statements for the three months ended June 30, 2021.





## **DIRECTORS**

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Certain directors of the Company are also directors, officers and/or shareholders of other companies that are similarly engaged in the business of acquiring, developing and exploring natural resource properties. Such associations may give rise to conflicts of interest from time to time. The directors of the Company are required to act in good faith with a view to the best interests of the Company and to disclose any interest which they may have in any project opportunity of the Company. If a conflict of interest arises at a meeting of the board of directors, any director in a conflict will disclose his/her interest and abstain from voting in the matter(s). In determining whether or not the Company will participate in any project or opportunity, the directors will primarily consider the degree of risk to which the Company may be exposed and its financial position at the time.

On November 3, 2020, the Company appointed Mr. Blair Way as a Director of the Company.

On December 3, 2020, the Company appointed Mr. Blair Way as President while Adrian Lamoureux resigned as President.

Current Directors and Officers of the Company are as follows:

Adrian Lamoureux, CEO and Director, Audit Committee member  
Blair Way, President and Director  
Dusan Berka, CFO and Director  
Paul Chung, Director, Audit Committee Chair  
Todd Hanas, Director, Audit Committee member  
Darren L. Smith, Vice President, Exploration  
Kelly Pladson, Corporate Secretary

## **OUTLOOK**

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The Company's primary focus for the foreseeable future will be on reviewing its financial position, raising funds to support exploration and operational activities, continuing exploration activities on its mineral properties and financing business ventures in the mineral resource industry.

The Company is focused on advancing the flagship Corvette- FCI project in Quebec and the Freeman project in Idaho with the intent to build shareholder value.

## **ADDITIONAL INFORMATION**

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Additional information related to the Company can be found on SEDAR at [www.sedar.com](http://www.sedar.com).



**APPROVAL**

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The Audit Committee of the Company has approved the disclosure contained in this Management Discussion and Analysis. A copy will be provided to anyone who requests it.

On Behalf of Management,

*"Adrian Lamoureux"*

Adrian Lamoureux  
CEO and Director  
August 23, 2021