



Management's Discussion and Analysis

Three and Nine Months Ended September 30, 2025

(Expressed in Canadian dollars, unless otherwise noted)

November 14, 2025

For further information on the Company, reference should be made to its public filings on SEDAR+ at www.sedarplus.ca. Information is also available on the Company's website at www.gunpointexploration.com. This Management's Discussion and Analysis ("MD&A") should be read in conjunction with the interim condensed consolidated financial statements for the three and nine months ended September 30, 2025 and 2024, and the audited annual consolidated financial statements for the years ended December 31, 2024 and 2023 and related notes thereto, which have been prepared in accordance with International Financial Reporting Standards. The MD&A contains certain forward-looking statements, please review the disclaimers that are provided at the last page of this report.

OVERVIEW

Gunpoint Exploration Ltd. (the "Company" or "Gunpoint") is focused on the acquisition and exploration of gold-silver deposits located primarily in the United States. Gunpoint's flagship property is the Talapoosa gold project ("Talapoosa") in Nevada, USA. The Company's common shares trade on the TSX Venture Exchange under the symbol ("GUN: TSXV"). The Company has its head office in Vancouver, British Columbia, Canada.

The Company's cash position as at September 30, 2025 was \$755,000 (December 31, 2024 - \$788,000).

MINERAL PROPERTIES

Talapoosa (Nevada, USA)

The Company owns a 100% interest in Talapoosa located in Lyon County, Nevada. Talapoosa is a low-sulphidation gold-silver property located in the Walker Lane gold trend of western Nevada, approximately 45 kilometers east of Reno. Talapoosa consists of 509 unpatented lode mining claims owned by the Company, 26 leased unpatented lode mining claims, 6 additional leased fee land sections and a portion of one additional fee land section owned by one of the Company's US subsidiaries. The total land package for the property is contiguous and covers approximately 6,018 hectares (14,870 acres). The project is subject to net smelter royalties of up to 5%.

Talapoosa has a National Instrument 43-101 compliant resource estimate hosting a measured and indicated resource of 632,000 ounces of gold (23.1 million tons at a grade of 0.035 oz/t AuEq) and an inferred resource of 326,000 ounces of gold (12.6 million tons at a grade of 0.033 oz/t AuEq) using a cut-off of 0.015 oz/t gold equivalent.

During 2011, the Company completed 15 core holes totaling 3,251 meters at Talapoosa. With the 2011 drill data, the Company re-modeled and re-interpreted the resource with independent consultants. In 2013, Tetra Tech WEI Inc. ("Tetra Tech") provided an updated NI 43-101 resource estimate adding approximately 380,000 ounces of gold and 5.4 million ounces of silver compared to the previous NI 43-101 resource estimate. In March 2015, WSP Canada Inc. ("WSP") was commissioned by Timberline to update a technical report on the Project originally completed by Tetra Tech on April 12, 2013.

Mr. Todd McCracken (P. Geo) of Tetra Tech is the Qualified Person as defined by NI 43-101 and is responsible for technical information in the updated Resource Estimate for Talapoosa.

Set out in the table below is a summary of the resource estimation at Talapoosa by WSP:

Summary	Cut-Off (oz/ton)	Tons	Au (oz/ton)	Ag (oz/ton)	Tonnes	Au (g/t)	Ag (g/t)	Au (oz)	Ag (oz)
Oxide Measured	0.013	3,126,050	0.038	0.553	2,835,890	1.29	18.96	117,253	1,728,323
Sulphide Measured	0.013	14,044,820	0.036	0.481	12,741,180	1.22	16.50	501,215	6,760,763
Total Measured		17,170,870	0.036	0.494	15,577,070	1.23	16.95	618,468	8,489,086
Oxide Indicated	0.013	1,412,000	0.032	0.416	1,280,900	1.10	14.25	45,328	586,999
Sulphide Indicated	0.013	12,681,600	0.028	0.361	11,504,500	0.94	12.36	349,005	4,573,274
Total indicated		14,093,600	0.028	0.366	12,785,400	0.96	12.55	394,334	5,160,273
Total M&I		31,264,470	0.032	0.437	28,362,470	1.11	14.97	1,012,802	13,649,358
Oxide Inferred	0.013	1,762,000	0.027	0.065	1,598,000	0.93	2.24	47,745	115,115
Sulphide Inferred	0.013	9,436,000	0.020	0.218	8,560,000	0.68	7.48	185,787	2,057,651
Total Inferred		11,198,000	0.021	0.194	10,158,000	0.72	6.65	233,532	2,172,766

Appaloosa

Appaloosa lies within the Talapoosa land package located 1 kilometer northeast of the Talapoosa trend. In September 2022, the Company signed an agreement (the “Newcrest Agreement”) with Newcrest Mining Ltd (“Newcrest”) for Newcrest to explore Appaloosa. Newcrest had the right to acquire, in multiple stages, up to a 75% interest in Appaloosa for cumulative exploration and development expenditures of US\$35 million, cash payments totaling US\$5 million to Gunpoint and completing a minimum level indicated mineral resource estimate of 1 million gold ounces. Upon signing the agreement, Newcrest paid the Company \$335,000 (US\$250,000). In January 2023, Newcrest elected to enter into the option phase of the Newcrest agreement (“Option Phase”) by providing a \$1,005,000 (US\$750,000) cash payment and undertaking a minimum US\$2 million in exploration expenditures over the following 18 months.

During the first quarter in 2023, Newcrest provided a technical summary of the exploration work undertaken on Appaloosa in 2022. The field work included geological mapping, soil sampling, ground geophysics, high-definition drone photogrammetry, and district scale SpecTIR Airborne hyperspectral survey. The exploration results confirmed the existence of a large mineralized hydrothermal, gold-bearing system.

During 2023, Newcrest completed a 10-hole diamond drill program in two areas, the Central Target area and the Antennas Target area, totaling over 3,300 meters. Six holes were drilled in the Central Target area of Appaloosa.

At a 0.2 g/t gold cut off, four holes returned significant mineralization:

APP-0001	28.97 meters @ 0.47 g/t gold, 7.9 g/t silver
APP-0002	12.38 meters @ 0.47 g/t gold, 2.6 g/t silver
APP-0003	19.0 meters @ 0.41 g/t gold
APP-0004	26.94 meters @ 0.59 g/t gold, 12 g/t silver

Evidence for a deep high-grade zone is supported by 0.3 meters of 7.9 g/t gold and 30 g/t silver intersected on hole APP-0004 starting at 323.6 meters. Hole APP-005 and APP-006 intercepted 2.5 metres at 0.44 g/t gold and 4.0 metres of 0.35 g/t gold, respectively.

Summary of Newcrest's Drill Results in the Central Target area highlighted below:

Hole ID	Hole Type	Easting (m)	Northing (m)	RL (m)	Total Depth (m)	Azimuth	Dip	From (m)	To (m)	Interval (m)	Au (ppm)	Ag (ppm)	Cut off (Au ppm)
APP-0001**	DD	303100	4372308	1916	250	180	-45	103.33	132.3	28.97	0.47	7.9	0.2
							Incl.	108.25	109.76	1.51	1.3	28	1.0
							Incl.	114	115.4	1.4	1.3	17	1.0
APP-0002**	DD	303100	4372308	1916	310	180	-70	104.62	117	12.38	0.47	2.6	0.2
							Incl.	114.4	116	1.6	1.3	17	1.0
APP-0003**	DD	303100	4372308	1916	275	360	-45	63.3	65.1	1.8	0.32	5.3	0.2
							and	133.5	152.5	19	0.41	-	0.2
							Incl.	151	152.5	1.5	1.0	-	1.0
APP-0004**	DD	303070	4372485	1944	403	180	-50	168.16	195.1	26.94	0.59	12	0.2
							Incl.	178.55	183.5	4.95	1.2	14	1.0
							and	323.6	323.9	0.3	7.9	30	1.0
							and	336.38	336.9	0.52	1.6	1.6	0.2
APP-0005**	DD	303100	4372050	1884	310	360	-45	251	252.5	2.5	0.44	1.9	0.2
APP-0006**	DD	302923	4372495	1940	405	180	-75	190	194	4.0	0.35	19	0.2
							and	208	209.5	1.5	1.9	2.5	0.2

Newcrest also drilled 4 holes in the Antennas Target area located one kilometer northwest of the Central Target area. No significant results were reported in the holes. Additionally, systematic field work continued, including infill soil sampling and geophysics surveys of multiple areas on Appaloosa and Talapoosa.

Surface exploration and initial drilling in the two areas identified a large potential hydrothermal cell related to and peripheral to the Talapoosa deposit. Reconnaissance work undertaken on Talapoosa indicates potential extensions of the existing deposit in multiple directions. This work also discovered an unexplored vein trend with a 450-meter strike length containing surface rock samples with up to 4 g/t gold.

On November 6, 2023, Newmont Corporation acquired Newcrest. After completion of the Option Phase, Newcrest, on March 27, 2024, elected not to proceed with the Earn-In Phase of the Newcrest Agreement.

Gunpoint retains 100% ownership of the Talapoosa project including Appaloosa. During 2024 and 2025, the Company conducted a program of mapping and sampling on the recently discovered vein system and surrounding areas approximately one kilometer east of the Talapoosa known resource. Re-interpretation of historic drill holes along with the mapping and sampling results suggest a potential untested, flat lying mineralized zone. A drill permit has been received to test the newly discovered zone. A 1,500-meter reverse circulation drill program is planned to commence in November 2025.

RESULTS OF OPERATIONS

The following table summarizes selected financial data for the Company for the three and nine months ended September 30, 2025 compared to the prior year's comparable periods ended. The information set forth below should be read in conjunction with the financial statements.

(\$000's)	Three months ended		Nine months ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
Expenses				
Exploration	\$ 4	\$ 64	\$ 63	\$ 120
General and administrative	21	16	100	85
Professional fees	29	48	141	216
Share-based compensation	23	65	67	195
Total expenses	77	193	371	616
Other income (expenses)				
Finance costs	(1)	-	(1)	(1)
Foreign exchange gain (loss)	(165)	59	(187)	32
Other income	1	8	5	26
Realized gain on investments	478	-	671	-
Unrealized gain (loss) on investments	(191)	36	(169)	174
Net loss and comprehensive loss	\$ 45	\$ (90)	\$ (52)	\$ (385)
Basic/diluted loss per share	\$0.00	(\$0.01)	(\$0.00)	(\$0.00)

Three months ended September 30, 2025

During the three months ended September 30, 2025, the Company incurred net income of \$45,000 compared to a net loss of \$52,000 for the same quarter in 2024. The net income versus a loss in 2025 is a result of the factors outlined below.

During the three months ended September 30, 2025, the Company incurred \$4,000 (September 30, 2024 -\$64,000) of exploration costs.

During the three months ended September 30, 2025, general and administration costs were \$21,000 (September 30, 2024 -\$16,000). The general and administrative costs are related to project support and overhead expenses.

During the three months ended September 30, 2025, professional fees were \$29,000 (September 30, 2024 -\$48,000).

During the three months ended September 30, 2025, share-based compensation expenses were \$23,000 (September 30, 2024 -\$65,000). The expense was due to the amortization of the expenses for share options granted in 2022 and 2021.

During the three months ended September 30, 2025, a foreign exchange loss was \$165,000 (September 30, 2024 – gain \$59,000). The change in foreign exchange loss/gain was due to the fluctuation of the foreign exchange rates.

During the three months ended September 30, 2025, other income was \$1,000 (September 30, 2024 -\$8,000). The income earned was interest on funds deposited in financial institutions.

During the three months ended September 30, 2025, the realized gain on investments sold was \$478,000 (September 30, 2024 - \$nil). The unrealized loss on investments held was \$191,000 compared to an unrealized gain of \$36,000 in the second quarter in 2024. The unrealized investment gains and losses are mainly due to the fluctuations in market value from the Company's public company equity holdings. The Company's equity portfolio comprises of share consideration received from option agreements and sale of exploration properties.

Nine months ended September 30, 2025

During the nine months ended September 30, 2025, the Company incurred a net loss of \$52,000 compared to a net loss of \$385,000 for the same period in 2024. The lower loss in 2025 is a result of the factors outlined below.

During the nine months ended September 30, 2025, the Company incurred \$63,000 (September 30, 2024 -\$120,000) of exploration costs.

During the nine months ended September 30, 2025, general and administration costs were \$100,000 (September 30, 2024 -\$85,000). The general and administrative costs are related to project support and overhead expenses.

During the nine months ended September 30, 2025, professional fees were \$141,000 (September 30, 2024 - \$216,000).

During the nine months ended September 30, 2025, share-based compensation expense was \$67,000 (September 30, 2024 - \$195,000). The expense was due to the amortization of the expenses for share options granted in prior years.

During the nine months ended September 30, 2025, the Company recognized a foreign exchange loss of \$187,000 (September 30, 2024 – gain \$32,000). The change in foreign exchange loss/gain was due to the fluctuation of the foreign exchange rates.

During the nine months ended September 30, 2025, other income was \$5,000 (September 30, 2024 -\$26,000). The income earned was interest on funds deposited in financial institutions.

During the nine months ended September 30, 2025, the realized gain on investments sold was \$671,000 (September 30, 2024 - \$nil). The unrealized loss on investments held was \$169,000 (September 30, 2024 -gain \$174,000). The unrealized investment gains and losses are mainly due to the fluctuations in market value from the Company's public company equity holdings. The Company's equity portfolio comprises of share consideration received from option agreements and sale of exploration properties.

SUMMARY OF QUARTERLY RESULTS

The following table summarizes selected financial data for the Company for each of the eight most recently completed financial quarters. The information set forth below should be read in conjunction with the annual consolidated financial statements and the interim condensed consolidated financial statements for the relevant period.

Three months ended (\$000's)	30-Sep-25 \$	30-Jun-25 \$	31-Mar-25 \$	31-Dec-24 \$	30-Sep-24 \$	30-Jun-24 \$	31-Mar-24 \$	31-Dec-23 \$
Revenue	-	-	-	-	-	-	-	-
Net loss	45	(76)	(21)	(60)	(90)	(175)	(120)	(160)
Basic & diluted loss per share	\$0.00	(\$0.00)	(\$0.00)	(\$0.00)	(\$0.00)	(\$0.00)	(\$0.00)	(\$0.00)
Total assets	7,355	7,303	7,363	7,404	7,297	7,362	7,421	7,497
Total non-current liabilities	326	330	337	337	316	321	318	310

FINANCIAL POSITION, LIQUIDITY AND CAPITAL RESOURCES

(\$000's)	Nine months ended	
	September 30, 2025	September 30, 2024
Cash outflow from operating activities	\$ (214)	\$ (371)
Cash inflow from financing activities	-	-
Cash inflow (outflow) from investing activities	181	(248)
Net cash outflow	\$ (33)	\$ (619)
Cash balance	\$ 755	\$ 709

Net cash outflow for the nine months ended September 30, 2025 was \$33,000 compared to the net cash outflow of \$619,000 for the same period in 2024. This was a result of the factors outlined below.

Cash outflow from operating activities was \$214,000 in the nine months ended September 30, 2025 compared to cash outflow of \$371,000 for the same period in 2024.

Cash inflow from financing activities was \$nil for the nine months ended September 30, 2025 and 2024.

Cash inflow from investing activities in the nine months ended September 30, 2025 was \$181,000 compared to cash outflow of \$248,000 for the same period in 2024. The cash inflow in 2025 related to the proceeds from the sale of marketable securities of \$480,000 (September 30, 2024 – impairment of \$25,000) less mineral property expenditures of \$248,000 (September 30, 2024 - \$223,000) and less the increase in the reclamation bond of \$51,000 for the drill permit.

As at September 30, 2025, the Company has working capital of \$1,086,000 compared to a working capital of \$1,381,000 at December 31, 2024. The decrease in working capital is mainly due to operating expenditures and property payments, during the period.

Total assets as at September 30, 2025 decreased by \$49,000 from December 31, 2024 mainly as a result of the use of funds for the Company's corporate activities including maintaining its mineral properties in good standing.

Total non-current financial liabilities as at September 30, 2025 was \$326,000 (December 31, 2024 - \$337,000), which is for asset retirement obligations.

The Company's ability to continue as a going concern is dependent on management's ability to raise funds. The Company incurs approximately US\$200,000 per year to maintain its mineral properties in good standing. Going forward, there can be no assurance that the Company will be able to obtain adequate financing in the future or that the terms of such financing may be favorable.

SHAREHOLDERS' EQUITY

As at September 30, 2025 the Company had 51,269,933 shares issued and outstanding and 1,365,000 options outstanding.

The following is a summary of the stock options outstanding as at September 30, 2025:

Expiry Date	Exercise Price	September 30, 2025	
		Number of Options	Number of Options Vested
November 23, 2026	\$0.60	1,165,000	780,000
November 10, 2027	\$0.60	200,000	100,000
		1,365,000	880,000

Subsequent to the period ended September 30, 2025, the Company issued 125,000 common shares based on the exercise of stock options at an exercise price of \$0.60 per share for proceeds of \$75,000.

As at the date of this Report the Company had 51,394,933 shares issued and outstanding and 1,240,000 options outstanding.

REGULATORY DISCLOSURES

Related Party Transactions

During the nine months ended September 30, 2025 and 2024, there were no management fees incurred for related parties.

During the nine months ended September 30, 2025, the Company recognized share-based compensation expense of \$67,000 (September 30, 2024 - \$195,000) for stock options issued in prior years to officers and directors of the Company.

Off-Balance Sheet Arrangements

For the period ended September 30, 2025, and the date of this report, the Company does not have any off-balance sheet arrangements.

Financial Instruments and risk management

a) Financial instrument classification and measurement

The Company classifies the fair value of these transactions according to the following hierarchy:

- Level 1 – quoted prices in active markets for identical financial instruments.
- Level 2 – quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which all significant inputs and significant value drivers are observable in active markets.
- Level 3 – valuations derived from valuation techniques in which one or more significant inputs or significant value drivers are unobservable.

The following table sets forth the Company's assets and liabilities measured at fair value on a recurring basis by level within the fair value hierarchy. Assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement.

September 30, 2025		Level 1		Level 2		Level 3		Total
Cash (\$000's)	\$	755	\$	-	\$	-	\$	755
Investments (\$000's)	\$	325	\$	-	\$	-	\$	325

b) Fair values of financial assets and liabilities

The fair value of other financial instruments, including cash, and accounts payable, approximate their carrying values due to the relatively short-term maturity of these instruments. The Company's policy for determining when a transfer occurs between levels in the fair value hierarchy is to assess the impact at the date of the event or the change in circumstances that could result in a transfer. There were no transfers between the levels during the period ended September 30, 2025 or the year ended December 31, 2024.

c) Credit risk

The Company's credit risk is primarily attributable to cash. 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. The Company has no significant concentration of credit risk arising from operations. The Company's cash is held through large Canadian financial institutions. As at September 30, 2025, management considers the Company's exposure to credit risk is minimal.

d) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they come due. The Company manages liquidity risk through the management of its capital structure as described in the notes to the financial statements. The accounts payable and accrued liabilities are due within the current operating period. Liquidity risk is assessed as high.

As at September 30, 2025, the Company had a cash balance of \$755,000 (December 31, 2024 – \$788,000) to settle current liabilities of \$9,000 (December 31, 2024 - \$62,000). To date, the Company is not profitable and primarily relies on the issuance of equity securities for cash, primarily through private placements and from related and other parties. The Company's access to financing is always uncertain. There can be no assurance of continued access to significant equity funding.

e) Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. The Company's financial instruments include investments which are publicly traded and therefore subject to the risks related to the fluctuation in the equity markets. The Company closely monitors market values to determine the most appropriate course of action. Market risk assessed as moderate.

f) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows from a financial instrument will fluctuate because of changes to market interest rates. The Company is exposed from time to time to interest rate risk as a result of holding fixed income cash equivalents and investments, of varying maturities. A 1% change in market interest rates would result in no significant change in value of cash or fixed income securities. The risk that the Company will realize a loss as a result of a decline in the fair value of these assets is limited as they are generally held to maturity.

g) Currency risk

Currency risk is the risk of a loss due to the fluctuation of foreign exchange rates and the effects of those fluctuations on the Company's foreign currency denominated monetary assets and liabilities. The Company currently operates in the United States. Certain costs and expenses are incurred in US dollars. The Company attempts to mitigate currency risk through the preparation of short- and long-term expenditure budgets in the foreign currencies and planning for the conversion of Canadian dollars into foreign currencies whenever exchange rates are favourable. Currency risk is assessed as moderate.

h) Price risk

The Company is exposed to price risk with respect to commodity prices. The Company's ability to raise capital to fund exploration and development activities is subject to risk associated with fluctuations in the market price of commodities. Price risk is assessed as moderate.

Capital Management

The Company's objectives when managing capital are to safeguard its ability to continue as a going concern in order to pursue the development of its resource properties and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

In the management of capital, the Company includes the components of shareholders' equity as well as cash and investments.

The Company manages the capital structure and makes adjustments in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust its capital structure, the Company may attempt to issue new shares, issue new debt, acquire or dispose of assets or adjust the amount of cash, and investments.

In order to maximize ongoing development efforts, the Company does not pay out dividends.

The Company's investment policy is to invest its cash in Canadian chartered banks or the equivalent in the United States and in highly liquid short-term interest-bearing investments, such as Canadian Government treasury bills, banker's acceptances, or Guaranteed Investments Certificates, with initial maturity terms less than one year from the original date of acquisition, selected with regards to the expected timing of expenditures from continuing operations.

Significant Accounting Policies

Please refer to the consolidated financial statements for the years ended December 31, 2024 and 2023 which have been filed on SEDAR+.

RISKS AND UNCERTAINTIES

The Company is in the business of acquiring, exploring, and developing gold and silver properties. The Company is exposed to a number of risks and uncertainties that are common to other resource exploration companies in the same business.

The risks and uncertainties described in this section are considered by management to be the most important in the context of the Company's business. The risks and uncertainties below are not inclusive of all the risks and uncertainties the Company may be subject to and other risks may apply.

Early Stage – Need for Additional Funds

Gunpoint has no history of profitable operations and its present business is at an early stage. The Company anticipates that it may make substantial capital expenditures for the acquisition, exploration, development, and production of its mineral properties in the future. The Company currently has no revenue and may have limited ability to raise the capital necessary to undertake or complete future exploration or development programs. As such, the Company is subject to many risks common to other companies in the same business, including undercapitalization, cash shortages, and limitations with respect to personnel, financial and other resources, and the lack of revenues. There is no assurance that Gunpoint will be successful in achieving a return on shareholders' investment and the likelihood of success must be considered in light of its early stage of operations.

The Company hopes to obtain financing in the future primarily through further equity and/or debt financing, as well as through joint venturing and/or optioning out the Company's properties to other mineral exploration companies. There can be no assurance that the Company will succeed in obtaining additional financing, now or in the future. Failure to raise additional financing on a timely basis could cause the Company to suspend its operation and eventually to forfeit or sell its interest in its properties.

Exploration and Development

Resource exploration and development is a speculative business, characterized by a number of significant risks including, among other things, unprofitable efforts resulting not only from the failure to discover mineral deposits, but also from finding mineral deposits that, though present, are of insufficient size and/or grade to return a profit from production.

The Company does not have any operating mines at present. All the Company's properties are in the exploration stage. There is no assurance that a commercially viable mineral deposit exists on any of the Company's properties and substantial additional work will be required in order to determine the presence of any such deposit.

All of the mineral claims to which Gunpoint has a right to acquire an interest are in the exploration stages only, and are without a known body of commercial ore. Upon discovery of a mineralized occurrence, several stages of exploration and assessment are required before its economic viability can be determined. Development of the subject mineral properties would follow only if favorable results are determined at each stage of assessment. Few precious and base metal deposits are ultimately developed into producing mines.

There is no assurance that Gunpoint's mineral exploration activities will result in any discoveries of commercial bodies of ore. The long-term profitability of Gunpoint's operations will in part be directly related to the costs and success of its exploration programs, which may be affected by a number of factors.

Operating Hazards and Risks

Mining operations involve many risks, which even a combination of experience, knowledge and careful evaluation may not be able to overcome.

In the course of exploration, development and production of mineral properties, certain risks, and in particular unexpected or unusual geological operating conditions, including rock bursts, cave-ins, fires, flooding, and earthquakes, may occur. Operations in which Gunpoint has a direct or indirect interest will be subject to all the hazards and risks normally incidental to exploration, development, and production of mineral deposits, any of which could result in damage to or destruction of mines and other producing facilities, damage to life and property, environmental damage, and possible legal liability for any or all damages.

Although Gunpoint maintains liability insurance in an amount which it considers adequate, the nature of these risks is such that liabilities could exceed policy limits, in which event Gunpoint could incur significant costs that could have a materially adverse effect upon its financial conditions.

Supplies, Infrastructure, Weather, and Inflation

Gunpoint's property interests are often located in remote, undeveloped areas and the availability of infrastructure such as surface access, skilled labor, fuel, and power at an economic cost cannot be assured. These are integral requirements for exploration, production, and development facilities on mineral properties. Power may need to be generated on site.

Due to the partial remoteness of its exploration projects, Gunpoint may be forced to rely on the accessibility of secondary roads and air transport for the supply of goods and services.

Metal Prices

The mining industry, in general, is intensely competitive and there is no assurance that a profitable market will exist for the sale of metals produced even if commercial quantities of precious and/or base metals are discovered. Factors beyond the control of Gunpoint may affect the marketability of metals discovered. Pricing is affected by numerous factors beyond Gunpoint's control, such as international economic and political trends, global or regional consumption and demand patterns, increased production, and smelter availability. There is no assurance that the price of metals recovered from any mineral deposit will be such that they can be mined at a profit.

Title Risks

Although Gunpoint has exercised the usual due diligence with respect to determining title to properties in which it has a material interest, there is no guarantee that title to such properties will not be challenged or impugned. Gunpoint's mineral property interests may be subject to prior unregistered agreements, or transfers, or indigenous claims, and title may be affected by undetected defects.

Environmental Regulations, Permits and Licenses

Gunpoint's operations are subject to various laws and regulations in the various jurisdictions in which the Company operates that govern the protection of the environment, exploration, development, production, taxes, labor standards, occupational health, waste disposal, safety, and other matters.

Environmental legislation provides restrictions and prohibitions on spills, releases or emissions of various substances produced in association with certain mining industry operations, such as seepage from tailings disposal areas, which would result in environmental pollution. A breach of legislation may result in imposition of fines and penalties. In addition, certain types of operations require the submission and approval of environmental impact statements. Environmental legislation is evolving in a direction of stricter standards and enforcement, and higher fines and penalties for non-compliance. Environmental assessments of proposed projects carry a heightened degree of responsibility for companies and directors, officers, and employees. The cost of compliance with changes in governmental regulations has the potential to reduce the profitability of operations. Gunpoint intends to fully comply with all environmental regulations.

The current operations of Gunpoint require permits from various United States domestic authorities and such operations are governed by laws and regulations governing prospecting, development, mining, production, exports, taxes, labor standards, occupational health, waste disposal, toxic substances, land use, environmental, mine safety and other matters.

In the event that the Company advances the Talapoosa project towards a mine construction decision, it will be required to apply for, receive, and obtain, among other approvals, permits and authorizations, the utilization of water rights from both state agencies and private water rights holders, and a special use mining permit which is granted by applicable county and state regulatory authorities. In 2021, the Division of Water Resources of the Nevada Department of Conservation and Natural Resources (the "Division of Water Resources") cancelled a water right permit (the "Water Permit") held by the Company for non-use. The Company appealed that decision, and during the year ended December 31, 2023, the Company obtained judicial review and the court reversed the decision of the Division of Water Resources and reinstated the Water Permit with its original priority date won the appeal and the water right permit was reinstated. During the year ended December 31, 2024, the Division of Water Resources required the Company to provide evidence that it was using its Water Permit in accordance with applicable law. On April 7, 2025, the Division of Water Resources advised the Company that it had, again, cancelled the Water Permit. The Company plans to, again, appeal the cancellation; however, there can be no assurance that the appeal will be successful or that any future approvals, applications, permits, or authorizations will be successfully obtained or that any future appeals will be successful.

Gunpoint believes that it is in substantial compliance with all material laws and regulations which currently apply to its activities. There can be no assurance, however, that all permits which Gunpoint may require for its operations and exploration activities will be obtainable on reasonable terms or on a timely basis or that such laws and regulations would not have an adverse effect on any mining project which the Company might undertake.

Competition and Agreements with Other Parties

The mining industry is intensely competitive in all its phases, and Gunpoint competes with other companies that have greater financial resources and technical capacity. Competition could adversely affect Gunpoint's ability to acquire suitable properties or prospects in the future.

Gunpoint may, in the future, be unable to meet its share of costs incurred under such agreements to which it is a party and it may have its interest in the properties subject to such agreements reduced as a result. Also, if other parties to such agreements do not meet their share of such costs, Gunpoint may not be able to finance the expenditures required to complete recommended programs.

Economic Conditions

Unfavorable economic conditions may negatively impact Gunpoint's financial viability. Unfavorable economic conditions could also increase Gunpoint's financing costs, decrease net income, or increase net loss, limit access to capital markets and negatively impact any of the availability of credit facilities to the Company.

Dependence on Management

The Company is very dependent upon the personal efforts and commitment of its existing management. To the extent that management's services would be unavailable for any reason, a disruption to the operations of Gunpoint could result and other persons would be required to manage and operate Gunpoint.

FORWARD LOOKING STATEMENTS

This MD&A contains "forward-looking information" within the meaning of applicable Canadian securities legislation. Such forward-looking statements and information herein include, but are not limited to, statements regarding prospective metal production, timing, and expenditures to develop the properties, mineral resources, grades and recoveries, cash costs per ounce, capital and operating expenditures and sustaining capital and the ability to fund mine development. The Company does not intend to, and does not assume any obligation to update such forward-looking statements or information, other than as required by applicable law.

Forward-looking statements or information involve known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of the Company and its operations to be materially different from those expressed or implied by such statements. Such factors include, among others: ability to finance mine development, fluctuations in the prices of metals, fluctuations in the currency markets (particularly Canadian dollar and U.S. dollar); changes in national and local governments, legislation, taxation, controls, regulations and political or economic developments in Canada and the United States; operating or technical difficulties in mineral exploration, development and mining activities; risks and hazards of mineral exploration, development and mining (including environmental hazards, industrial accidents, unusual or unexpected geological conditions, pressures, cave-ins and flooding); inadequate insurance, or inability to obtain insurance; availability of and costs associated with mining inputs and labor; the speculative nature of mineral exploration and development, diminishing quantities or grades of mineral reserves as properties are mined; risks in obtaining necessary licenses and permits, and challenges to the Company's title to properties.

Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking statements or information, there may be other factors that cause results to be materially different from those anticipated, described, estimated, assessed, or intended. There can be no assurance that any forward-looking statements or information will prove to be accurate as actual results and future events could differ materially from those anticipated in such statements or information. Accordingly, readers should not place undue reliance on forward-looking statements or information.