



COSA RESOURCES CORP.

Management's Discussion and Analysis

For the three and six months ended June 30, 2026 and 2025

COSA RESOURCES CORP.

Management's Discussion and Analysis

For the three and six months ended June 30, 2026 and 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

This Management's Discussion and Analysis ("MD&A") of the results of operations and financial condition of Cosa Resources Corp. ("Cosa" or the "Company") should be read in conjunction with the Company's unaudited condensed interim financial statements as at and for the three and six months ended June 30, 2026 and 2025 (the "Financial Statements"), which are prepared in accordance with International Financial Reporting Standards ("IFRS Accounting Standards") as issued by the International Accounting Standards Board and interpretations of the International Financial Reporting Interpretations Committee, including International Accounting Standards 34 *Interim Financial Reporting*. In addition, the MD&A should be read in conjunction with the audited financial statements for the years ended December 31, 2025 and 2024 (the "Annual Financial Statements") and the management's discussion and analysis for the years ended December 31, 2025 and 2024 (the "Annual MD&A"), as some disclosures from the Annual Financial Statements and the Annual MD&A have been condensed or omitted.

The Company's certifying officers are responsible for ensuring that the financial statements and MD&A do not contain any untrue statement of a material fact or omit to state a material fact required to be stated, or that is necessary to make a statement not misleading in light of the circumstances under which it was made. The Company's certifying officers certify that the financial statements together with the other financial information included in the filings fairly present, in all material respects, the financial condition, financial performance and cash flows of the Company as of the date of, and for the periods presented in the filings.

The Company's Audit Committee and the Board of Directors provide an oversight role with respect to all public financial disclosures by the Company. The Board of Directors approves the financial statements and MD&A after the completion of its review and recommendation for approval by the Audit Committee, which meets periodically to review all financial reports, prior to filing.

In this MD&A, the words "we", "us", or "our", collectively refer to Cosa. The first, second, third, fourth quarters of the Company's fiscal years are referred to as "Q1", "Q2", "Q3", "Q4", respectively. The first six months of a year are referred to as "H1" and the last six months of a year as "H2".

This MD&A is prepared by management and approved by the Board of Directors as of August 26, 2026 (the "MD&A Date"). This discussion covers the three and six months ended June 30, 2026 and 2025 and the subsequent period up to the MD&A Date.

FORWARD-LOOKING STATEMENTS

This MD&A contains "forward-looking statements" (referred to as "forward-looking information") within the meaning of applicable Canadian securities legislation. All statements, other than statements of historical facts, included in this MD&A that address activities, events or developments that Cosa expects or anticipates will or may occur in the future, including, without limitation, statements about the future exploration activities; sources, and proposed uses, of funds; capital and operating cost estimates, including general and administrative expenses; expectations regarding the ability to raise capital for future activities; and other such matters are forward-looking statements. The use of words such as "anticipate", "continue", "estimate", "expect", "may", "will", "project", "should", "believe", "outlook", "forecast" and similar expressions are intended to identify forward-looking statements.

Forward-looking information and statements are based on expectations, beliefs, assumptions, estimates and forecasts about Cosa's business and the industry and markets in which it operates. Forward-looking information and statements are made based upon certain assumptions and other important factors that could cause the actual results, performances, or achievements of Cosa to be materially different from future results, performances or achievements expressed or implied by such information or statements. Such information and statements are based on numerous assumptions including, among others, that the results of planned exploration activities are as anticipated, the price of copper and uranium, the anticipated cost of planned exploration activities, that general business and economic conditions will not change in a material adverse manner, that financing will be available if and when needed on reasonable terms and that third party contractors, equipment, supplies and governmental and other approvals required to conduct Cosa's planned exploration activities will be available on reasonable terms and in a timely manner.

COSA RESOURCES CORP.

Management's Discussion and Analysis

For the three and six months ended June 30, 2026 and 2025

Forward-looking information and statements involve known and unknown risks, uncertainties, and other factors, which may cause the actual results, performance, or achievements of Cosa to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Such factors include, among others, risks related to the negative operating cash flow and dependence on third party financing; the uncertainty of additional financing; the limited operating history of Cosa ; the lack of known mineral resources or reserves; the influence of a large shareholder; copper prices; uranium prices; aboriginal title and consultation issues; risks related to exploration activities generally; reliance upon key management and other personnel; title to properties; uninsurable risks; conflicts of interest; permits and licenses; environmental and other regulatory requirements; political regulatory risks; competition; and the volatility of share prices, all as more particularly described in the "risks and uncertainties" section below.

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

DESCRIPTION OF BUSINESS

The Company was incorporated under the Business Corporations Act of British Columbia on November 16, 2020. The Company's head office is located at 1723 - 595 Burrard St, Vancouver British Columbia, Canada, V7X 1L4; and its registered office is located at 401 - 353 Water Street, Vancouver, British Columbia, Canada, V6B 1B8. The Company's common shares trade on the TSX Venture Exchange ("TSX-V") under the symbol "COSA", the OTCQB Venture Market under the ticker symbol "COSAF", and on the Frankfurt Stock Exchange under the ticker symbol "SSKU".

The Company's principal business activities include the acquisition and exploration of mineral property assets. The Company is in the exploration stage with respect to its interests in exploration and evaluation assets. The recoverability of the amounts comprising exploration and evaluation assets is dependent upon the confirmation of economically recoverable reserves, the ability of the Company to obtain necessary financing to successfully complete their exploration and development and upon future profitable production.

OVERALL PERFORMANCE

During the year ended October 31, 2022, the Company completed its initial public offering ("IPO") and listing on the TSX-V, completed the acquisition of Polaris and carried out exploration work on the Heron Property. Subsequently, Cosa transitioned to uranium-focused exploration activities and acquired several assets in Saskatchewan's Athabasca basin, as detailed in the "Discussion of Operations" section below. As an exploration stage company, Cosa does not have revenues and is expected to generate operating losses. As at June 30, 2026, the Company had cash and cash equivalents of \$18,013,035 (December 31, 2025 - \$9,700,247), a deficit of \$17,937,003 (December 31, 2025 - \$14,543,338) and working capital of \$14,162,892 (December 31, 2025 - of \$7,434,708).

The business of mineral property exploration involves a high degree of risk. Cosa is an exploration company and is subject to risks and challenges similar to companies in a comparable stage and industry. These risks include, but are not limited to, the challenges of securing adequate capital; exploration, development, and operational risks inherent in the mining industry; changes in government policies and regulations; the ability to obtain the necessary permitting; as well as global economic and commodity price volatility; all of which are uncertain.

The underlying value of the Company's exploration and evaluation assets is dependent upon the existence and economic recovery of mineral reserves and is subject to, but not limited to, the risks and challenges identified above. Changes in future conditions could require material write-downs of the carrying value of the Company's exploration and evaluation assets.

The Company does not generate revenue. As a result, Cosa continues to be dependent on third party financing to continue exploration activities on the Company's properties. Accordingly, the Company's future performance will be most affected by its access to financing, whether debt, equity, or other means. Access to such financing, in turn, is affected by general economic conditions, the price of copper, and uranium or commodities or metals exploration risks and the other factors described in the "risks and uncertainties" section below.

COSA RESOURCES CORP.**Management's Discussion and Analysis**

For the three and six months ended June 30, 2026 and 2025

TECHNICAL DISCLOSURE

The Company's disclosure of technical or scientific information in this MD&A has been reviewed and approved by Andy Carmichael, P.Geo., Vice President of Exploration for Cosa. Mr. Carmichael is a Qualified Person as defined under the terms of National Instrument 43-101 *Standards of Disclosure for Mineral Projects*. Mr. Carmichael is not independent by virtue of his position as an officer of the Company.

DISCUSSION OF OPERATIONS

During the period ended June 30, 2026 and the period to the MD&A Date, the Company had the following corporate activities:

- Completed the period with \$14,162,892 in working capital, including cash and cash equivalents of \$18,013,035.
- Completed a private placement of (i) 5,835,000 common shares of the Company (the "Non-FT Shares") at a price of C\$0.60 per Non-FT Share, (ii) 3,045,000 Saskatchewan charity flow-through common shares of the Company (the "Saskatchewan Charity FT Shares") at a price of C\$0.99 per Saskatchewan Charity FT Share, (iii) 4,020,000 national charity flow-through common shares of the Company (the "National Charity FT Shares" and together with the Saskatchewan Charity FT Shares, the "Charity FT Shares") at a price of C\$0.87 per National Charity FT Share and (iv) 2,860,000 flow-through common shares of the Company (the "FT Shares", and together with the Non-FT Shares and Charity FT Shares) at a price of C\$0.70 per FT Share, for aggregate gross proceeds to the Company of C\$12,014,950.
- On February 10, 2026, the Company entered into an option agreement with Traction Uranium Corp. ("Traction") pursuant to which Traction has a right to earn up to an 80% interest in the Aurora uranium property by incurring \$9,150,000 in exploration expenditures, making \$1,500,000 in cash payments and issuing 5,000,000 shares of Traction in stages by December 31, 2030.
- The Company has spent a net of \$3.4 million on exploration expenses, \$1.7 million of which was on Darby drilling and \$1.6 million, before partner contributions, on Murphy Lake North drilling.
- The Company completed winter drill programs at Darby and Murphy Lake North.
- Results at Murphy Lake North included the intersection of uranium mineralization in three of five completed drill holes. The strongest result was 5.0 metres of averaging 0.55% U3O8 (308.5 – 313.5 metres) including 0.5 metres of 1.7% U3O8 (310.5 – 311.0 metres) in the upper basement of MLN26-013. The results significantly upgrade the Cyclone trend and an expanded summer program is underway.
- Results at Darby include the intersection of over 100 metres of anomalous sandstone uranium content at the Charlie trend, and the intersection of broad zones of sandstone and basement hosted faulting and alteration at the Gamma trend. Planning is underway for a follow up program later in 2026.

COSA RESOURCES CORP.

Management's Discussion and Analysis

For the three and six months ended June 30, 2026 and 2025

- As at the MD&A Date the Company's properties are as follows:

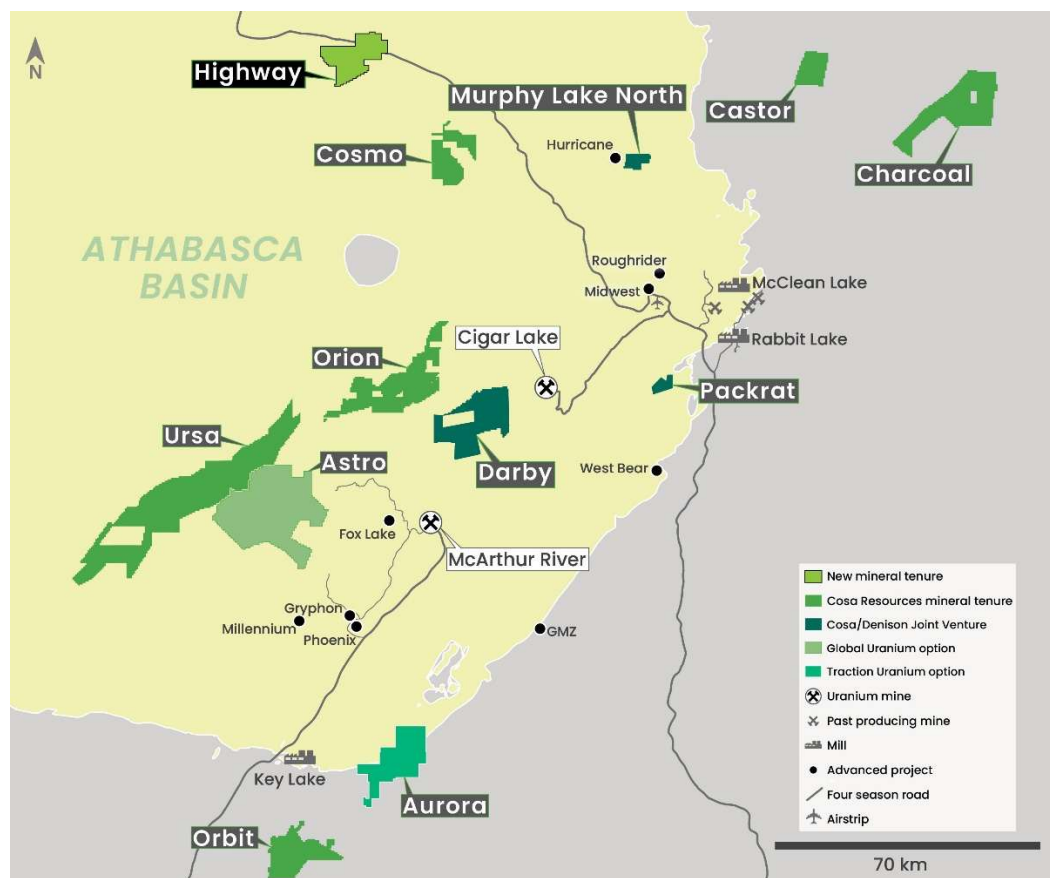
Commodity	Property	Hectares	Ownership	Date Acquired	Acquisition Type	Encumbrance
Uranium	Murphy Lake	1,876	70%	2025	Purchased	2% NSR ⁽²⁾
	Darby	18,829	70% ⁽¹⁾	2025	Purchased	2% NSR ⁽²⁾
	Packrat	1,621	70% ⁽¹⁾	2025	Purchased	2% NSR ⁽²⁾
	Ursa	60,599	100%	2022	Purchased/Staked	2% NSR ⁽³⁾
	Astro	45,734	100%	2023	Staked	None
	Charcoal	21,181	100%	2022	Purchased	None
	Castor	5,686	100%	2022	Purchased	None
	Orion	24,234	100%	2022	Purchased/Staked	None
	Aurora	18,744	100%	2023	Purchased	None
	Orbit	15,012	100%	2023	Purchased/Staked	None
	Cosmo	10,145	100%	2023	Staked	None
	Highway	11,917	100%	2026	Staked	None
Copper	Heron	3,697	100%	2021	Staked	2% NSR ⁽⁴⁾
		239,275				

(1) Subject to Cosa funding a total of \$5,000,000 in work. Refer to Darby Buydown.

(2) 2% net smelter return royalty ("NSR") can be reduced to 1% for \$2,000,000

(3) 2% NSR can be reduced to 1% for \$1,000,000

(4) 2% NSR can be reduced to 1% for \$2,000,000. Remaining 1% can be purchased for \$5,000,000



COSA RESOURCES CORP.**Management's Discussion and Analysis**

For the three and six months ended June 30, 2026 and 2025

Considering the current uncertainty as to the general market and competitive conditions, the Company continues to maintain its fiscally responsible approach to its mineral exploration activities. In particular, the Company continues to evaluate market conditions on an ongoing basis, with the goal of, among other things: (i) identifying the appropriate time to initiate certain business objectives, and (ii) exploring potential alternatives, viable opportunities to further develop and expand the Company's business. As such, the Company notes that there may be circumstances where, for sound business reasons, the Company may be required to reallocate funds, including due to demands for shifting focus or investment in mining exploration and/or development activities, requirements for accelerating, increasing, reducing, or eliminating initiatives in response to changes in market, regulations and/or developments in the mining sector generally and in the prices of uranium and copper, unexpected setbacks, and strategic opportunities, such as partnerships, strategic partners, joint ventures, mergers, acquisitions, and other opportunities.

DENISON PROPERTIES ACQUISITION

On November 27, 2024, the Company entered into an acquisition agreement with Denison Mines Corp. ("Denison") to acquire a 70% ownership interest in the Murphy Lake North, Darby and Packrat properties (collectively, the "Denison Properties") from Denison (the "Acquisition"). Upon closing of the Acquisition, the parties agreed to form a joint venture for each of the Denison Projects. The Acquisition was completed on January 13, 2025.

Consideration for the Acquisition of the Denison Projects comprised:

- 14,195,506 common shares of the Company at \$0.255 per share for a fair value of \$3,619,854 ("Effective Date Consideration Shares");
- Common shares of the Company with an aggregate value of \$2,250,000 ("Deferred Consideration Shares").

Due to the deferral in issuing the Deferred Consideration Shares, their value is measured at the acquisition date by discounting the future payment using the effective interest method. During the six months ended June 30, 2026, the Company recognized \$55,111 (2025 - \$69,261) as accretion expense and issued 1,960,000 common shares of the Company valued at \$754,600 in connection with the Deferred Consideration Shares. A change in the fair value on the obligation to issue shares of \$277,100 was recognized due to a change in the timing of the issuance of the Deferred Consideration Shares. The Company is obliged to issue the Deferred Consideration Shares by January 13, 2030. As at June 30, 2026, the value of the Deferred Consideration Shares is \$1,471,248 (December 31, 2025 - \$1,893,637). On July 14, 2026 the Company issued 2,154,476 to reduce the balance of the Deferred Consideration to nil.

EXPLORATION AND EVALUATION ASSETS

A summary of the Company's exploration and evaluation assets comprising capitalized acquisition costs is as follows:

	June 30, 2026	December 31, 2025
	\$	\$
Murphy Lake North	2,551,238	2,550,338
Darby	2,047,271	2,040,271
Packrat	962,997	962,997
Ursa	398,371	398,371
Astro	1,500	-
Other	1,398,043	1,490,493
	7,359,420	7,442,470

A summary of the Company's exploration and evaluation expenditures is as follows:

	Three months ended June 30,		Six months ended June 30,	
	2026	2025	2026	2025
	\$	\$	\$	\$
Murphy Lake North	1,100,069	304,831	1,613,504	1,097,692
Darby	57,323	42,127	1,701,509	46,488
Packrat	-	285	-	1,755
Ursa	2,604	215,763	9,628	1,008,179
Other	87,370	174,794	133,331	189,308
	1,247,366	737,800	3,457,972	2,343,422

COSA RESOURCES CORP.**Management's Discussion and Analysis**

For the three and six months ended June 30, 2026 and 2025

Murphy Lake North

Murphy Lake North comprises five mineral claims totaling 1,876 hectares. The property is immediately east of and within three kilometers of IsoEnergy's Hurricane deposit at their Larocque East project. Hurricane boasts the world's highest grade Indicated Mineral Resource for uranium. Hurricane was discovered and delineated by several members of Cosa's management team between 2018 and 2022. As part of the Agreement with Denison, Cosa must sole-fund the first \$1.5 million of exploration expenditures at Murphy Lake North which must be incurred by December 31, 2027. The Company has met its commitment to incur \$1.5 million on Murphy Lake North.

A summary of the Company's exploration and evaluation expenses relating to its 70% interest in Murphy Lake North is as follows:

	Three months ended June 30,		Six months ended June 30,	
	2026	2025	2026	2025
	\$	\$	\$	\$
Early-stage exploration	-	7,568	-	7,568
Drilling	1,225,663	231,864	1,576,452	949,022
Geophysics	334,044	-	709,159	-
General exploration	7,643	65,399	68,257	141,102
JV contributions	(467,281)	-	(740,364)	-
	1,100,069	304,831	1,613,504	1,097,692

In early 2025, the Company completed an initial drilling program at the Murphy Lake North Joint Venture. The four hole, 1,739 metre campaign sought to locate and define the interpreted strike extension of the Hurricane trend within Murphy Lake North and follow-up historical intersections of weak mineralization. Drilling was successful in locating the Hurricane Trend, and the fourth and final drill hole and the southernmost on the Hurricane trend, intersected the strongest sandstone alteration on the property to that date.

In June and July 2025, the Company completed a second drilling program at the Murphy Lake North Joint Venture. The eight hole, 3,323 metre campaign sought to complete an evaluation of the Cyclone conductive trend in the central portion of the property and follow up positive results on the Hurricane trend from the winter drilling program. Drilling determined that the Cyclone trend contains geological characteristics which are prospective for the region's uranium deposits and intersected significant alteration and structure over a strike length of two kilometres. Drilling also extended the alteration zone on the Hurricane trend by 400 metres to the east.

In March and April of 2026, the Company completed an additional five drill holes totaling 2,015 metres to follow up summer 2025 results at the Cyclone trend. Three of the five drill holes intersected intervals of anomalous radioactivity. MLN26-013 intersected the broadest and strongest radioactivity, highlighted by a five metre interval exceeding 1,000 CPS with a maximum of 13,000 CPS. Drilling also defined significant sandstone and basement hosted alteration and faulting consistent with those associated with deposits in the region.

A summer drilling program commenced in mid-June to follow up the winter results. The planned program is expected to comprise approximately 6,000 metres in up to 15 drill holes. The program is ongoing,

COSA RESOURCES CORP.
Management's Discussion and Analysis

For the three and six months ended June 30, 2026 and 2025

Assays and Radioactive Intersections from winter 2026 drilling at Murphy Lake North

Hole ID	From (m)	To (m)	Length (m)	Radioactivity ^{1, 2} (CPS)	U ₃ O ₈ %	Ni %	Co %	Orientation (Azi./Dip)	Location
MLN26-013	306.5	307.0	0.5	>350	0.02	0.09	0.02	166 / -60	Section 3200E
and	307.5	308.0	0.5	>1,000	0.25	0.26	0.04		
and	308.5	313.5	5.0	>1,000	0.55	4.09	1.73		
incl.	310.5	313.0	2.5	>5,000	0.95	4.50	2.29		
incl.	310.5	311.0	0.5	>13,000	1.70	6.01	2.50		
MLN26-014	278.3	278.8	0.5	350	0.04	0.09	0.04	170 / -75	Section 3200E
MLN25-015	No significant radioactivity				-	-	-	000 / -90	Section 3200E
MLN26-016	286.5	287.5	1.0	>350	0.04	0.07	0.04	165 / -65	Section 3200E
MLN26-017	No significant radioactivity				-	-	-	000 / -90	Section 3200E

1 – Radioactivity is total gamma from drill core measured with an RS-125 hand-held spectrometer

2 – Measurements of total gamma from drill core are an indication of uranium content but may not correlate with chemical assays

Darby

Darby comprises 18,829 hectares across 14 mineral claims. The property is roughly 10 kilometers west of the Cigar Lake Uranium Mine which is currently produced and operated by Cameco Corporation. Darby is roughly 6 kilometers east-southeast of Cosa's 100% owned Orion property. As part of the Acquisition, Cosa must sole-fund the first \$5 million of exploration expenditures at Darby which must be incurred by June 30th, 2029. As of June 30, 2026, the Company has completed \$1,907,234 of expenditures towards Darby. Darby is subject to a buydown ("Buydown") which permits Denison to reclaim up to 60% of Darby and is to be the greater of: (i) \$50 million or (ii) 450% of Cosa's exploration expenditures to date (excluding the initial \$5 million in Cosa funded expenditures) incurred on the Darby claim(s) for the proportion of the property interest subject to the Buydown. The Buydown can be completed through a combination of cash payments and Denison sole-funded property expenditure and must be a minimum of 25% cash. The Buydown will be extinguished if Denison's interest in Darby property claims subject to the Buydown fall below 10%, or upon commercial production of 500,000 lbs of U₃O₈ from the claims subject to the Buydown.

A summary of the Company's exploration and evaluation expenses relating to its 70% interest in Darby is as follows:

	Three months ended June 30,		Six months ended June 30,	
	2026	2025	2026	2025
	\$	\$	\$	\$
Early-stage exploration	-	7,746	-	7,746
Drilling	53,624	15,488	1,692,359	15,488
Geophysics	-	3,600	-	3,600
General exploration	3,699	15,293	9,150	19,654
	57,323	42,127	1,701,509	46,488

In the winter of 2026 the Company completed three drill holes at Darby to follow up historical drilling on the Charlie, Delta, and Gamma trends. Notable results were intersected at the Charlie and Gamma trends. At Charlie, DB26-39A intersected strongly anomalous¹ uranium content in the sandstone averaging 5.6 ppm over 103.5 metres. Drilling at Gamma intersected broad zones of faulting and alteration in the lower sandstone and, with historical hole DB-17, defined an approximately 150 metre wide corridor hosting graphitic basement faulting with approximately 35 metres of unconformity relief and locally elevated to anomalous uranium content. Planning for additional follow up is underway.

- (1) When analyzed using Saskatchewan Research Council's partial digestion and Inductively Coupled Plasma Mass Spectrometry method, Cosa considers uranium concentrations in the Athabasca sandstone greater than 0.5 ppm to be elevated, greater than 1.0 ppm to be anomalous, and greater than 4 ppm to be strongly anomalous.

Additional drilling comprising approximately three holes totaling 2,000 metres is planned at Darby during the late summer of 2026. The upcoming drilling is planned to follow-up winter 2026 results at the Gamma trend and historical drilling results along the Bravo trend.

COSA RESOURCES CORP.**Management's Discussion and Analysis**

For the three and six months ended June 30, 2026 and 2025

Other

A summary of the Company's exploration and evaluation expenses relating to Other properties for the three and six months ended June 30, 2026 and 2025 is as follows:

	Three months ended June 30,		Six months ended June 30,	
	2026	2025	2026	2025
	\$	\$	\$	\$
Drilling	27,213	210	33,898	5,521
Geophysics	345,928	160,002	367,594	160,002
General exploration	186,910	14,582	204,520	19,540
JV Contributions	(472,681)		(472,681)	
	87,370	174,794	133,331	185,063

As at June 30, 2026, the Company holds a portfolio of properties in the Athabasca Basin which includes eight uranium exploration properties, totaling of 93,273 hectares of prospective uranium exploration ground. These properties have been acquired through staking and purchase and include Charcoal, Castor, Orion, Aurora, Astro, Eclipse, Orbit, Cosmo, and Highway.

Ursa

The Company holds a 100% interest in Ursa, which is a large property comprised of over 60,599 hectares of highly prospective uranium exploration ground in the Eastern Athabasca Basin, located 43 kilometres west of Cameco Corp.'s McArthur River uranium mine. Ursa covers more than 60 kilometers of strike length of the Cable Bay Shear Zone, a structural corridor with known uranium occurrences. The vast majority of the strike length remains completely untested.

The Company's second and latest Ursa diamond drilling campaign comprising three drill holes totaling 3,423 metres was completed in August through October 2024 to follow up the results of the winter drilling, historical drilling, and ANT surveys. The final drill hole of the program, UR24-06, intersected significant alteration in the lower sandstone and several intervals of weak uranium mineralization in the basement. Drilling to follow up alteration and structure in UR24-03 intersected weaker alteration and is interpreted to have undershot the optimal target by approximately 50 metres. Strongly graphitic and pyritic basement rocks were intersected down-dip of the UR24-03 sandstone alteration and structure.

In Q1 and Q2 2025 the Company demobilised its camp operations at Ursa, including the remediation of contaminated soil from a small fuel spill at the camp, of which the Company has received a full recovery of costs incurred under its insurance policies. The camp which was used for drilling and geophysical exploration work in 2024 has now been fully vacated.

A summary of the Company's exploration and evaluation expenses relating to Ursa for the three and six months ended June 30, 2026 and 2025 is as follows:

	Three months ended June 30,		Six months ended June 30,	
	2026	2025	2026	2025
	\$	\$	\$	\$
Drilling (refund)	-	(14,028)	-	91,382
Geophysics	-	1,165	-	2,001
General exploration	2,604	228,626	9,628	914,796
	2,604	215,763	9,628	1,008,179

Astro

On April 8, 2025, the Company entered into an option agreement with Global Uranium, pursuant to which Global Uranium may earn up to an 80% interest in the Company's Astro property. Under the terms of the agreement, Global Uranium can earn this interest by funding exploration expenditures of up to \$9,500,000, making aggregate cash payments of \$800,000, and issuing 2,600,000 common shares to the Company over five earn-in phases through December 31, 2029.

The Company will act as the initial operator of the property and is entitled to charge an operator fee of 7.5%. Upon completion of Phase 2, and at the conclusion of each subsequent phase, Global Uranium may elect either to continue with the earn-in or to

COSA RESOURCES CORP.**Management's Discussion and Analysis**

For the three and six months ended June 30, 2026 and 2025

form a joint venture with the Company. If Global Uranium terminates the agreement prior to completing Phases 1 and 2 by their respective deadlines, all consideration paid will be forfeited, and no interest in Astro will be retained.

A summary of Global Uranium's obligations under the agreement is as follows:

	Exploration expenditures	Cash payments	Share payments	Total ownership
	\$	\$	#	
Signing (fulfilled)	-	-	100,000	0%
Phase 1 - December 31, 2025	500,000	100,000	200,000	20%
Phase 2 - December 31, 2026	1,500,000	100,000	300,000	35%
Phase 3 - December 31, 2027	2,000,000	200,000	500,000	50%
Phase 4 - December 31, 2028	2,500,000	200,000	500,000	65%
Phase 5 - December 31, 2029	3,000,000	200,000	1,000,000	80%
	9,500,000	800,000	2,600,000	

During the year ended December 31, 2025, Global Uranium issued 300,000 common shares to the Company. The Global Uranium common shares have a fair value of \$18,000 as at June 30, 2026 (December 31, 2025 - \$31,500). The Phase 1 deadline was extended to March 31, 2026 and Global Uranium has met the Phase 1 requirements.

As at June 30, 2026, Global Uranium has funded the \$500,000 in required Phase 1 exploration expenditures. Work in 2025 comprised a Property-scale Z-Tipper Electromagnetic (ZTEM) survey which mapped over 25 kilometres of prospective basement strike length.

To follow up the ZTEM results, a large-scale Ambient Noise Tomography (ANT) survey is being conducted over the southwestern half of the 25 kilometre long conductive trend. The field component of the ANY survey was completed in late Q2 to mid-Q3 of 2026. Processing of the ANT dataset is underway. An initial geophysical model is expected in Q3 to Q4 2026 and is expected to guide further exploration.

Aurora

On February 10, 2026, the Company entered into an option agreement with Traction Uranium Corp. ("Traction") pursuant to which Traction has a right to earn up to an 80% interest in the Aurora uranium property by incurring \$9,150,000 in exploration expenditures, making \$1,500,000 in cash payments and issuing 5,000,000 shares of Traction in stages by the following deadlines:

	Exploration expenditures	Cash payments	Share payments	Total ownership
	\$	\$	#	
Signing (fulfilled)	-	25,000	250,000	0%
Phase 1 – December 31, 2026	1,150,000	75,000	500,000	20%
Phase 2 - December 31, 2027	2,000,000	100,000	500,000	35%
Phase 3 - December 31, 2028	2,000,000	100,000	750,000	49%
Phase 4 - December 31, 2029	2,000,000	200,000	1,000,000	65%
Phase 5 - December 31, 2030	2,000,000	1,000,000	2,000,000	80%
	9,150,000	1,500,000	5,000,000	

Upon completion of phase 2 through 5, Traction will have to option to continue the earn-in or elect to enter into a Joint Venture with the Company. During the six months ended June 30, 2026, Traction issued 250,000 common shares and paid \$25,000 to the Company. The Traction common shares have a fair value of \$372,500 as at June 30, 2026.

In June and July, an airborne gamma ray spectrometer and magnetic survey was completed at Aurora. Results of the survey were received in July and interpretation is ongoing. Follow-up is planned for later in 2026 and is expected to include ground truthing in advance of a planned drilling program schedule to begin in late September.

Highway

The Highway project is located 100 kilometres northwest of Points North Landing. The original Highway claim was staked to cover a uranium anomaly identified from the results of airborne gamma ray spectrometer surveying completed by the Geological Survey of Canada. In June, Cosa completed a limited airborne gamma ray spectrometer survey over Highway which confirmed

COSA RESOURCES CORP.**Management's Discussion and Analysis**

For the three and six months ended June 30, 2026 and 2025

the Geological Survey of Canada results. In August, four additional claims were staked to cover extensions of the airborne anomaly. Planning is underway for further exploration work.

Orbit

An airborne gamma ray spectrometer survey was completed at Orbit in conjunction with similar surveys at Highway and Aurora. Results were received in July and interpretation is ongoing.

Orion

An additional 2,414 hectares were added to Orion by staking in June. Staking expanded the project to the northwest and bridged the gap between the main Orion claim block and a non-contiguous claim to the north. In July, airborne gravity gradient surveying was completed over the majority of the Orion project. Results are expected in Q3 2026.

RESULTS OF OPERATIONS

A summary of the Company's results of operations is as follows:

	Note	Three months ended June 30, 2026	June 30, 2025	Six months ended June 30, 2026	June 30, 2025
		\$	\$	\$	\$
Operating expenses					
Depreciation		819	819	1,628	1,628
Exploration and evaluation expenses	7,11	1,247,366	737,800	3,457,972	2,343,422
Marketing and investor relations		114,075	87,711	245,056	221,920
Office and administrative		57,210	43,572	110,171	89,702
Professional fees		78,085	79,190	123,794	119,730
Salaries and management fees	11	176,676	144,389	356,951	297,444
Share-based compensation	9,10	95,722	181,289	216,164	356,751
Transfer agent and filing fees		48,405	39,018	63,560	52,017
Travel		4,160	12,378	9,006	23,080
		(1,822,518)	(1,326,166)	(4,584,302)	(3,505,694)
Other income (expense)					
Accretion expense	5	(28,201)	(34,966)	(55,111)	(69,261)
Amortization of flow-through premium liability	9	400,171	251,659	1,018,363	799,328
Change in fair value of investment	8	232,000	(7,000)	229,000	(7,000)
Income on sale of mineral rights	7	-	20,000	57,493	20,000
Interest income		43,250	43,543	91,033	69,694
Services revenue	7	95,255	18,403	126,959	18,403
Change in fair value of obligation to issue shares		(206,070)		(277,100)	-
Net loss and comprehensive loss		(1,286,113)	(1,034,527)	(3,393,665)	(2,674,530)
Net loss per share:					
Basic and diluted		(0.01)	(0.01)	(0.03)	(0.03)
Weighted average number of common shares:					
Basic and diluted		119,152,917	88,896,596	117,293,236	82,388,047

H1 2026 compared to H1 2025

The Company's net loss was \$3,393,665 compared to \$2,674,530 in the prior year comparable period. The primary drivers of this increase in net loss are as follows:

- Exploration and evaluation expenses increased to \$3,457,972 compared to \$2,343,422 in the prior year comparable period due to increased drilling in the Darby and Murphy Lake North Properties in the current period compared to the comparable period.
- Salaries and management fees increased to \$356,951 compared to \$297,444 in the prior year comparable period due to increased compensation of management to support the expansion of mineral property acquisition and exploration activities during the current period.

COSA RESOURCES CORP.**Management's Discussion and Analysis**

For the three and six months ended June 30, 2026 and 2025

- A change in fair value on obligation to issue shares of \$277,100 was recognized due to a change in the timing of the issuance of shares compared to \$nil in the comparable period.
- Offsetting the increases in expenses were gains due to changes in the fair value of investments in marketable securities of \$299,000 compared to a loss of \$7,000 in the comparable period. Service revenues of \$126,959 were earned in the current period compared to \$18,403 in the comparable period as the Company is the operator of the exploration programs for the properties under option agreements.

SUMMARY OF QUARTERLY RESULTS

The following summarizes quarterly financial results of the Company for the last eight most recently completed quarters:

	June 30, 2026	March 31, 2026	December 31, 2025	September 30, 2025
	\$	\$	\$	\$
Net loss and comprehensive loss	(1,286,113)	(2,107,552)	(968,794)	(746,019)
Basic and diluted loss per share	(0.01)	(0.02)	(0.01)	(0.01)

	June 30, 2025	March 31, 2025	December 31, 2024	September 30, 2024
	\$	\$	\$	\$
Net loss and comprehensive loss	(1,034,527)	(1,640,003)	(1,084,622)	(1,165,686)
Basic and diluted loss per share	(0.01)	(0.02)	(0.02)	(0.02)

All the Company's exploration and evaluation assets are in the exploration stage. The Company has not generated revenue since inception and operating results are seasonal in nature. The quarterly results have been mainly due to the amount of exploration activities and corporate costs each quarter. Net loss and comprehensive loss in 2026 and 2025 were primarily driven by exploration expenditures and remuneration paid to the Company's executives, officers and employees.

LIQUIDITY, CAPITAL RESOURCES AND GOING CONCERN

The Company is in the exploration stage and therefore has no cash flow from operations. Its only source of funds since incorporation has been from the issuance of common shares. The Company is in the process of exploring mineral claims. The Company has not yet determined whether or when the claims could be economically viable.

As at June 30, 2026, the Company had cash and cash equivalents of \$18,013,035 (December 31, 2025 - \$9,700,247) and working capital of \$14,162,892 (December 31, 2025 - \$7,434,708).

The Company's cash flows from operations are negative as it is an exploration stage company. During the six months ended June 30, 2026, the Company used cash of \$4,104,501 in operating activities (2025 - \$3,315,663) primarily due to cash payments of exploration and evaluation expenses, salaries and management fees, professional fees, as well as marketing and investor relations fees.

During the six months ended June 30, 2026, the Company received net cash of \$10,543 from investing activities on option proceeds and the acquisition of exploration and evaluation assets (2025 – used cash of \$75,083).

During the six months ended June 30, 2026, the Company received net cash of \$12,406,746 from financing activities (2025 - \$5,501,566) for the issuance of shares in private placements, the exercise of warrants and options.

The financial statements have been prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. As at June 30, 2026, the Company has not yet achieved profitable operations. The continuing operations of the Company are dependent upon obtaining the necessary financing to meet the Company's commitments as they become due and its ability to finance future exploration and development of potential business acquisitions, economically recoverable reserves, securing and maintaining title and beneficial interest in the properties, and upon future profitable production. Failure to continue as a going concern would require that assets and liabilities be recorded at their liquidation values, which may differ materially from their carrying values. These conditions indicate the existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. The financial statements have been prepared on a going concern basis, which assumes the realization of assets and discharge of liabilities in the normal course of business. The financial statements do not include any adjustments for the recoverability and classification of assets and classification of liabilities that might be necessary should the Company be unable to continue as a going concern.

COSA RESOURCES CORP.**Management's Discussion and Analysis**

For the three and six months ended June 30, 2026 and 2025

Capital management

The Company's capital structure consists of all components of shareholders' equity. The Company's objective when managing capital is to maintain adequate levels of funding to support current operations comprising the acquisition and development of its exploration and evaluation assets. The Company obtains funding primarily through issuing common stock. Future financings are dependent on market conditions and there can be no assurance the Company will be able to raise funds in the future.

There were no changes to the Company's approach to capital management during the six months ended June 30, 2026. The Company is not subject to externally imposed capital requirements.

As at June 30, 2026 and the MD&A Date, the Company has no commitments for capital expenditure.

CRITICAL ACCOUNTING ESTIMATES AND ACCOUNTING JUDGEMENTS

The preparation of the Company's financial statements and applying its accounting policies requires management to make judgments, estimates and assumptions that affect the reported amounts of expenses, assets and liabilities, the accompanying disclosures, as well as the disclosure of contingent liabilities. Uncertainty about these judgments, assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The judgements, key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Going concern

The financial statements were prepared under the assumption that the Company will continue as a going concern. The Company's management has assessed the Company's ability to continue as a going concern and has exercised judgment in its determination that the Company has the necessary resources and access to capital to continue its business for the foreseeable future.

OFF-BALANCE SHEET ARRANGEMENTS

As at June 30, 2026 and the MD&A Date, the Company had no off-balance sheet arrangements.

PROPOSED TRANSACTIONS

As at June 30, 2026 and the MD&A Date, the Company had no proposed transactions.

COMMITMENTS

As part of the Acquisition, the Company has agreed to fund \$5,000,000 before June 30, 2029 for evaluation and exploration expenditures on Darby, respectively. Failure to complete the required expenditure will reduce the Company's ownership percentage to 49%. As of June 30, 2026, the Company has completed \$1,904,201 of expenditures towards Darby.

As a part of the Acquisition, the Company also agreed to issue \$2,250,000 in Deferred Consideration Shares by January 13, 2030. As at June 30, 2026, the Company has issued \$754,600 in Deferred Consideration and the remaining balance subsequent to June 30, 2026.

As a result of issuing flow-through shares the Company is committed to spending \$12.7 million in eligible exploration expenditures by December 31, 2027.

OUTSTANDING SHARE DATA

A summary of the Company's securities issued and outstanding is as follows:

Type	June 30, 2026	MD&A Date
	#	#
Common shares issued and outstanding ⁽¹⁾	134,240,943	136,775,498
Warrants	18,210,598	17,830,519
Stock options	10,090,000	10,090,000

(1) Authorized: Unlimited common shares without par value.

RELATED PARTY DISCLOSURES

Key management personnel include those persons having authority and responsibility for planning, directing, and controlling the activities of the Company as a whole. The Company has determined that key management personnel consist of executive and non-executive members of the Company's Board of Directors and corporate officers.

A summary of the Company's related party transactions with key management personnel is as follows:

	Three months ended June 30,		Six months ended June 30,	
	2026	2025	2026	2025
	\$	\$	\$	\$
Exploration and evaluation expenses	55,000	43,761	110,000	87,365
Salaries and management fees	128,389	94,614	256,388	189,913
Share-based compensation	81,338	102,504	167,819	199,094
	264,727	240,879	534,207	476,372

SUBSEQUENT EVENT

Subsequent to June 30, 2026, the Company has issued 380,079 shares on the exercise of warrants for proceeds of \$98,779.

FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company's financial instruments comprise cash and cash equivalents, accounts receivable, deposits and accounts payable and accrued liabilities which are classified as and subsequently measured at amortized cost. The carrying values of cash and cash equivalents, accounts receivable and accounts payable and accrued liabilities approximate their fair values because of their short-term nature.

The Company is exposed in varying degrees to a variety of financial instrument related risks. The type of risk exposure and the way in which such exposure is managed is as follows:

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the Company by failing to discharge an obligation. Credit risk for the Company is associated with its cash and cash equivalents and deposit. The Company has minimal exposure of credit risk on its cash and cash equivalents as the Company's cash and cash equivalents are held with major Canadian financial institutions and its deposit with a government ministry.

Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates and foreign exchange rates. The Company holds its cash and cash equivalents in bank accounts that earn variable interest rates. Due to the short-term nature of these financial instruments, fluctuations in market interest rates do not have a significant impact on the estimated fair value of the Company's cash and cash equivalents balance as at June 30, 2026. The Company does not have any financial assets or liabilities subject to changes in exchange rates so does not expect exchange rates to have a material impact to the Company.

COSA RESOURCES CORP.**Management's Discussion and Analysis**

For the three and six months ended June 30, 2026 and 2025

The Company is exposed to equity price risk as a result of holding marketable securities with a fair value of \$390,500 (December 31, 2025 - \$31,500). A 10% change in the market price of these securities would result in an increase or decrease of \$39,050 in net loss for the period.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations when they become due. The Company reviews its working capital position regularly to ensure there is sufficient capital in order to meet short-term business requirements, after taking into account the Company's holdings of cash and cash equivalents. The Company's cash and cash equivalents are invested in business accounts, which are available on demand. The Company manages its liquidity risk mainly through raising funds from private placements.

RISKS AND UNCERTAINTIES

For a detailed listing of the risk factors faced by the Company, refer to the Company's Annual MD&A.

ADDITIONAL INFORMATION

Additional information relating to the Company is available at the Company's website at <https://cosaresources.ca/> and at www.sedarplus.ca.