

FARADAY COPPER

Faraday Copper Corp.

Management Discussion and Analysis

For the three and nine months ended September 30, 2026 and 2025

(Expressed in Canadian dollars)

Dated: November 11, 2026

REPORTING PERIOD AND EFFECTIVE DATE

The following Management's Discussion and Analysis ("MD&A") of the results of operations and financial condition of Faraday Copper Corp.(the "Company" or "Faraday") and its subsidiaries should be read in conjunction with the Company's unaudited condensed interim consolidated financial statements as at and for the three and nine months ended September 30, 2026 and 2025 (the "Interim Financial Statements"), which are prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Certain disclosures included in the annual financial statements prepared in accordance with IFRS® Accounting Standards as issued by the International Accounting Standards Board ("IASB") have been condensed or omitted, and accordingly, these Interim Financial Statements should be read in conjunction with the Company's audited consolidated financial statements for the years ended December 31, 2025 and 2024 ("Annual Financial Statements").

In this MD&A, unless the context otherwise dictates, a reference to "us", "we", "our", or similar terms refers to the Company. For further information on the Company, reference should be made to its public filings on SEDAR+ at www.sedarplus.ca. All dollar amounts are in Canadian dollars, (except where otherwise noted), the presentation currency of the Company. The functional currency of the Company and its subsidiaries is disclosed in the notes to financial statements. All references to "$", "CAD" and "dollars" refer to Canadian dollars, "US$" and "USD" refers to United States dollars. The first, second, third and fourth quarters of the Company's fiscal years are referred to as "Q1", "Q2", "Q3" and "Q4", respectively. The nine months ended September 30, 2026 and 2025 are referred to as "YTD 2026" and "YTD 2025", respectively.

This MD&A is prepared by management and approved by the Board of Directors as of November 11, 2026 (the "MD&A Date"). This discussion covers the three and nine months ended September 30, 2026 and 2025 and the subsequent period up to the MD&A Date.

DESCRIPTION OF BUSINESS

Faraday was incorporated on October 21, 2014 under the Business Corporations Act (British Columbia). The Company's registered office is located at Suite 2400, 745 Thurlow Street, Vancouver, British Columbia, V6E 0C5. The Company's head office and principal address is located at 2800 - 1055 Dunsmuir Street, Vancouver, British Columbia, V7X 1L2. The Company's shares are traded on the Toronto Stock Exchange and OTCQX under the symbol "FDY" and "CPPKF", respectively, and its principal business is the acquisition and development of resource properties.

Company Strategy

To create value through the technical advancement and economic viability of our copper projects by:

- Demonstrating leading health, safety, and environmental performance;
- Advancing and optimizing the Company's Copper Creek project and San Manuel project; and
- Driving awareness and reputation through stakeholder engagements.

Highlights Year to Date

- Announced changes to the Board of Directors effective November 11, 2026. Russell Ball stepped down as Chair and from the Board after more than five years of service, and Audra Walsh and Alan Wilson stepped down as Independent Directors. Ashley Heppenstall, a corporate director with over 30 years of experience in the oil and gas and mineral resource industries, was appointed Chair of the Board.
- Announced the completion of the acquisition of 100% of the San Manuel project in Arizona from a wholly-owned subsidiary of BHP Group Limited ("BHP"), on October 15, 2026 (the "San Manuel Transaction"). The San Manuel project and Faraday's Copper Creek project, located in Arizona, USA, are adjacent to each other and together form the Redhawk Copper Complex.
- In connection with closing of the San Manuel project acquisition, Elaina Ware, Vice President Resource Centre of Excellence at BHP, and Dominic Perrottet, Vice President International Affairs and USA at BHP, were appointed to the Board of Directors of Faraday on October 15, 2026.
- Commenced an initial 24,000 metre diamond drill program at the San Manuel project with the primary objective of confirming the historical mineral resource estimate.
- Reported near-surface copper mineralization from 14 drill holes at the Copper Creek project on September 3, 2026.
- Reported near-surface copper mineralization from drill holes in the American Eagle Area on June 24, 2026.
- Announced the appointment of Jeff Cornoyer as Vice President & General Manager and Cynthia Salas as Director, Human Resources, on June 1, 2026.
- Reported near-surface copper mineralization from drill holes in the Globe, Copper Giant, and Marsha breccias on May 12, 2026.
- Reported additional copper mineralization from drill holes at the American Eagle and Keel areas on March 24, 2026.

- Closed a non-brokered private placement with participation by Trusts settled by the late Adolf H. Lundin and a wholly-owned subsidiary of BHP, involving the issuance of 23,810,000 common shares at a price of $4.20 per share for aggregate gross proceeds of $100,002,000 on March 11, 2026.
- Reported near-surface copper mineralization from drill holes in the American Eagle Area on January 22, 2026.

Upcoming Milestones

- Initial 24,000 metres of drilling are planned at the San Manuel project, with the main goal of confirming the historical Mineral Resource Estimates[2,3] at the San Manuel and Kalamazoo deposits.
- The Mineral Resource Estimates are expected by mid-2027 for the Copper Creek project and the San Manuel project.
- A Phase I study, expected in 2028, will focus on copper cathode production and open-pit copper sulphide production.

Acquisition of BHP's San Manuel Project

Background

On October 15, 2026, Faraday announced the completion of the acquisition of the San Manuel project, which is adjacent to Faraday's Copper Creek project located in Arizona, USA, from a wholly owned subsidiary of BHP.

Under the terms of the San Manuel Transaction, Faraday acquired 100% of the San Manuel project. As consideration for the San Manuel Transaction, Faraday issued to WMC Corporate Services Inc. ("WMC CS") and BHP Investments Canada Inc. ("BICI"), each a wholly owned subsidiary of BHP, an aggregate of 131,593,046 common shares (the "Consideration") representing 30% of the issued and outstanding common shares on a fully diluted basis as of the date of closing after giving effect to the issuance of the Consideration. The Consideration was valued at an aggregate of $657.9 million based on the five-day volume-weighted average price of the Company's common shares of $4.9995 during the five trading days immediately prior to closing. Immediately following the closing of the San Manuel Transaction, BHP (through its subsidiaries) held an aggregate of approximately 138 million common shares (including common shares issued in connection with the C$100 million private placement in March 2026), representing approximately 32% of the Company's issued and outstanding common shares on a non-diluted basis. In connection with the closing of the San Manuel Transaction, pursuant to an investor rights agreement, WMC CS was granted certain investor rights which are subject to WMC CS (together with its affiliates) maintaining a minimum shareholding requirement.

As of September 30, 2026, the Company incurred deferred costs of $839,618, comprised of share issuance costs, legal fees and due diligence costs prior to the closing of the San Manuel Transaction.

Strategic Rationale[1]

- **Significant resource potential**: The two deposits are expected to become a multi-generational copper district delivering made-in-America copper.
- **Accelerates pathway to production**: Leveraging the private land position of the San Manuel project to facilitate the potential for expedited copper cathode production.
- **Flexibility through private land and infrastructure**: Adds ~27,000 acres of private land at the San Manuel project suitable for site facilities and access to existing regional infrastructure, including road, rail, gas and power.
- **Streamlined infrastructure and reduced environmental footprint**: Future facilities, utilizing existing infrastructure and prioritizing use of brownfield sites, to reduce the overall environmental footprint while enhancing capital efficiency.
- **Potential for project staging**: Prioritization of copper cathode production, followed by open-pit sulphides before development of underground operations.
- **BHP becomes a strategic investor**: Currently holding approximately 32.0% of Faraday's issued and outstanding common shares (on a non-diluted basis). In connection with closing of the San Manuel project acquisition, Elaina Ware, Vice President Resource Centre of Excellence at BHP, and Dominic Perrottet, Vice President International Affairs and USA at BHP, were appointed to the Board of Directors of Faraday.

Transaction Terms

Pursuant to the San Manuel Transaction, BHP transferred all of its interest in San Manuel, which comprise the legacy San Manuel Copper Mine (including the San Manuel and Kalamazoo deposits, the San Manuel plant site and closed tailings storage facilities and surrounding BHP-owned land, and all related mineral estate interests), the Black Hills Quarry and the Camp Grant Quarry, and related rights and assets (the "San Manuel Property"). As consideration for the purchase, Faraday assumed all liabilities, including all environmental and closure liabilities, related to San Manuel and issued the Consideration to WMC CS and BICI. Faraday has also agreed to and complied with certain operational and other post-closing covenants covering customary international industry, environmental and stakeholder engagement standards.

Concurrently with the closing of the San Manuel Transaction, Faraday and affiliates of BHP entered into, among other things, an offtake rights agreement, a water supply agreement and an investor rights agreement, the terms of each of which are described in the Company's management information circular dated July 22, 2026. The investor rights agreement provides WMC CS with, among other rights and entitlements, board nomination rights, equity participation rights and registration rights and imposes certain obligations on WMC CS including customary standstill, voting and transfer restrictions. A copy of the investor rights agreement has been filed by Faraday on SEDAR+ at www.sedarplus.ca.

Full details regarding the terms of the San Manuel Transaction are set out in the purchase and sale agreement which has been filed by Faraday on SEDAR+ at www.sedarplus.ca.

Share Capital Transactions

During the nine months ended September 30, 2026, the Company had the following share capital transactions:

- On March 11, 2026, the Company closed a non-brokered private placement financing and issued 23,810,000 common shares at a price of $4.20 per share for gross proceeds of $100,002,000. The Company paid total share issuance costs of $299,392 for net proceeds of $99,702,608.

- On May 12, 2026, the Company issued 27,500 common shares to settle 27,500 restricted share units. The fair value of common shares issued was $23,598 and no common shares were withheld in lieu of withholding taxes.

- 10,895,000 common shares were issued pursuant to the exercise of 10,895,000 stock options for gross proceeds of $4,871,600. Accordingly, $7,525,102 was transferred from the options reserve into share capital.

- 9,475,000 common shares were issued pursuant to the exercise of 9,475,000 warrants for gross proceeds of $5,685,000. No amounts were previously recorded in reserves for the warrants exercised and accordingly, there was no reclassification to share capital.

Subsequent Events

- On October 26, 2026, the Company issued 1,688,200 common shares pursuant to the settlement of 1,688,200 RSUs.

- On October 28, 2026, the Company issued 224,000 common shares at a price of $0.94 per share pursuant to the exercise of 224,000 stock options for gross proceeds of $210,560.

- On November 4, 2026, the Company issued 40,000 common shares at a price of $0.80 per share pursuant to the exercise of 40,000 stock options for gross proceeds of $32,000.

QUALIFIED PERSONS

The scientific and technical information contained in this MD&A has been reviewed and approved by Thomas Bissig, P. Geo, VP Geology and Zach Allwright, P. Eng., VP Technical Services, each a "Qualified Person" as defined under National Instrument 43-101 Standards of Disclosure for Mineral Projects of the Canadian Securities Administrators ("NI 43-101"). Both have verified the data contained herein (where possible) which included a review of the sampling analytical and test methods underlying the data, information and opinions disclosed herein.

RESOURCE PROPERTIES

Redhawk Copper Complex Overview

The 100% owned Redhawk Copper Complex includes the Copper Creek project and the San Manuel project. The Redhawk Complex holds a combined total of ~35,000 acres of private land. It is located in Pinal County, Arizona, approximately 70 kilometres northeast of Tucson and 180 kilometres southeast of Phoenix.

Copper Creek Project

The project is a 100% owned, large copper deposit, located ~19 km northeast of San Manuel, Arizona. The resource area is ~3 km in length and is open in all directions. The property consists of ~80 square km of private land, patented and unpatented mining claims, and state prospecting permits. In addition, the Company controls ~26,000 acres of grazing leases which partially overlap with the claims and permits. The property is located within a historical mining district and a politically stable jurisdiction

with extensive infrastructure including power, rail, roads, and access to skilled personnel.

The property is in the heart of the prolific southwestern porphyry copper region of North America at the projected intersection of a major northwest trending belt of copper deposits (Ray, Miami/Globe, Superior/Resolution, Johnson Camp) and a major east-northeast trending belt of deposits (San Manuel/Kalamazoo, Silver Bell, Lakeshore, Safford, Morenci).

The property hosts a porphyry copper deposit with high-grade, near-surface, breccia-hosted mineralization. Both mineralization types form the basis of the current Mineral Resource Estimate ("MRE") prepared in accordance with the Canadian Institute of Mining, Metallurgy and Petroleum standards. Copper is the primary commodity, with molybdenum, silver and gold present in varying amounts associated with both types of mineralization.

On May 3, 2023, the Company announced an updated MRE and Preliminary Economic Assessment ("PEA") for the project, with a technical report titled "Copper Creek Project NI 43-101 Technical Report and Preliminary Economic Assessment" filed on SEDAR+ on June 13, 2023.

With a total of over 260,000 m of recent and historical drilling and modest past production, significant exploration upside remains. There are over 320 known breccia occurrences mapped at the surface, of which less than 20% have been drill tested and only 17 are included in the 2023 MRE.

In the Phase II drill program, assay results confirmed the potential for gold to occur in economic concentrations in certain phases of the mineralization. Gold is not currently included in the 2023 MRE. A sampling program for potential gold inclusion in future technical studies was undertaken. The results from the Childs Aldwinkle and Copper Prince breccias, as well as the Keel underground zone, have been returned and released. The Company continues to evaluate other areas for potential inclusion of gold in future mineral resource updates.

Phase III drilling was completed in mid-April 2025 with 79 drill holes and 30,071 m of drilling. All results from Phase III drilling have been released. The program's framework was based on historical work, knowledge from the geological and recently updated structural model, the results from the Phase I and Phase II drill programs, geophysical and airborne spectral data sets, and economic criteria defined in the 2023 PEA base case. The focus of drilling was on the near-surface mineralization in the American Eagle, Area 51 and Rum areas.

On June 30, 2025, the Company received approval of its Exploration Plan of Operations ("EPO") by the BLM. The BLM published the final environmental assessment, and finding of no significant impact and issued a related decision record approving the EPO. The EPO includes up to 67 drill pads located on Federal land:

- 48 drill pads in or near the American Eagle area and the southern portion of the Mammoth resource area;
- 10 drill pads in or near other existing resource areas at Old Reliable, Globe, Copper Prince and Copper Giant; and
- 9 drill pads that enable reconnaissance drilling on previously untested targets.

Phase IV drilling commenced in September 2025 with the primary objective of open-pit resource definition, which was completed. With the proposed acquisition of the San Manuel Property, drilling was paused on June 20, 2026, with 88 drill holes and 22,510 m of drilling having been completed. To date, the Company has released results from 19,496 m drilled in 76 holes. The 12 remaining drill holes are not material to future resource updates and assay results will be released as they are received, analyzed and confirmed by the Company.

The Company has reported results from metallurgical programs focused on grind size optimization that demonstrated the viability of coarse particle flotation, gold recoveries in concentrate and test work on near surface oxide mineralization.

The Company is focusing on resource expansion at the property while continuing to advance technical studies, environmental data gathering, and stakeholder outreach.

San Manuel Project

The San Manuel project comprises the legacy San Manuel Copper Mine (including the San Manuel and Kalamazoo deposits and land associated with the legacy processing infrastructure), the Black Hills Quarry and the Camp Grant Quarry. The San Manuel project previously operated as a combined underground block cave and open-pit mine. The combined operation was one of the largest underground mines in the USA, generating over 4.2 million tonnes (4.65 million short tons) of copper between 1955 and 1999 based on publicly available historical production records. Historical copper production was predominantly from underground sulphide material feeding a concentrator, while notable cathode production was achieved later in the mine's life by mining and processing of oxide material, including in-situ recovery. A significant historical resource estimate[2] remained at closure, however, the resource is not compliant under the current standards of NI 43-101[3].

The mineralization at San Manuel and Kalamazoo is well-understood. Sulphide mineralization occurs within Laramide porphyry intrusives and the surrounding Oracle granite. Supergene (oxide) mineralization formed later during tectonic extension. The Kalamazoo deposit is the downthrown extension of mineralization which was offset along the San Manuel fault. Significant exploration upside remains at the project, with limited modern exploration conducted.

A technical report on San Manuel titled "Technical Report San Manuel Property Pinal County, Arizona" was prepared by an independent qualified person in accordance with National Instrument 43-101 – Standards of Disclosure for Mineral Projects, which was filed on Faraday's SEDAR+ profile on July 30, 2026.

Contact Copper Project

The project is a 100% owned copper oxide project located in Elko County, Nevada. The project is located west of the town of Contact, Nevada. U.S. Highway 93 traverses the east side of the project along with a 138 kilovolt transmission line, between the towns of Wells and Jackpot, Nevada. The property consists of approximately 2,650 acres in 155 patented claims and approximately 4,800 acres in 294 unpatented claims.

Copper mineralization is hosted in veins crosscutting a granodiorite intrusion and adjacent Paleozoic sedimentary rocks. The copper content is highest in quartz veins, particularly where chalcocite is present, but grades outward into granodiorite where copper minerals occur in quartz veinlets, fracture coatings and disseminations. Mineralization consists of oxidized copper minerals such as tenorite, chrysocolla, malachite, and cuprite, as well as secondary sulphides chalcocite and covellite. Primary copper minerals include chalcopyrite and bornite and occur several 100 m below surface. In addition, carbonate-replacement and skarn mineralization exists in Paleozoic sedimentary rocks near the contact to the granodiorite.

The historical MRE and technical study were published in a technical report titled "NI 43-101 Pre-Feasibility Study on the Contact Copper Project" prepared for Enexco International Ltd. by Hard Rock Consultants LLC, published October 1, 2013.

There is expected to be exploration upside with several targets that have not been drill tested including Copper Ridge, which features oxide copper mineralization with grab samples containing up to 12.4% copper.

Currently, the Company has made a strategic decision to focus on advancement of the Redhawk Copper Complex.

USE OF PROCEEDS

On July 29, 2025, the Company closed a private placement financing (the "July 2025 Financing") for gross proceeds of $48,773,450. The financing includes a brokered "bought deal" private placement involving the issuance of 26,139,500 common shares at a price of $1.10 per share for gross proceeds of $28,753,450, and a non-brokered private placement of 18,200,000 common shares at a price of $1.10 per share for gross proceeds of $20,020,000 and paid total share issuance costs of $1,809,039.

[1] The potential development pathways and production scenarios described herein are conceptual in nature. There is no certainty that such outcomes will be realized, and they are subject to, among other things, completion of technical studies, permitting, and economic evaluation. Future studies will evaluate the potential integration of certain development scenarios across the projects.
[2] For historical resource (based on US$0.80/lb copper constraint), reference the Company's technical report titled "Technical Report - San Manuel Property Pinal County, Arizona", filed by the Company on SEDAR+ on July 30, 2026.
[3] While Faraday considers the historical estimates to be relevant to investors as they indicate the presence of copper mineralization, the mineral resource estimates referenced herein were calculated prior to the adoption of NI 43-101 and are provided as historical data only. The estimates were calculated using a copper price assumption of US$0.80/lb copper which differs significantly from current market conditions and these estimates should not be relied upon for economic evaluation and the Company is not relying on such information to make its development decisions. A qualified person has not completed the work necessary to classify the historical estimate as current mineral resources or mineral reserves and Faraday is not treating the historical estimate as current.

The Company intends to use, or has used, the gross proceeds from the July 2025 Financing to advance the Company's Copper Creek project, as well as for general working capital purposes, as estimated below.

A summary of the allocation of proceeds for the July 2025 Financing is as follows:

	July 29, 2025
	$
Total proceeds	48,773,450
Expected allocation of gross proceeds:	
Underwriter fees and other expenses*	1,809,039
Advancement of the Copper Creek Project*	41,964,411
General working capital expenses*	5,000,000

Notes:
** Compared to amounts previously disclosed in the Amended and Restated Offering Document dated July 15, 2025, the underwriter fees and other expenses have been updated to reflect the final amounts incurred, with a corresponding decrease of $91,366 related to the Advancement of the Copper Creek Project; and, general and working capital expenses have increased by $1,750,000 related to due diligence costs associated with the acquisition of San Manuel, one-time office and facilities related costs and costs associated with a legacy asset in Alaska, with a corresponding decrease related to the Advancement of the Copper Creek Project.*

As of September 30, 2026, approximately 82% of the proceeds from the July 2025 Financing has been spent.

On March 11, 2026, the Company closed a non-brokered private placement financing ("March 2026 Financing") and issued 23,810,000 common shares at a price of $4.20 per share for gross proceeds of $100,002,000. The Company paid total share issuance costs of $299,392 for net proceeds of $99,702,608.

A summary of the allocation of proceeds for the March 2026 Financing is as follows:

	March 11,2026
	$
Total proceeds	100,002,000
Expected allocation of gross proceeds:	
Share issuance costs	299,392
Advancement of the copper projects in Pinal County, Arizona	91,702,608
General working capital expenses*	8,000,000

Notes:
** Costs relate to the advancement of the Copper Creek project and the acquisition of San Manuel including due diligence, advisory fees, financial assurances, and integration costs.*

As of September 30, 2026, approximately 3% of the proceeds from the March 2026 Financing has been spent.

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 alternative, viable opportunities to further develop and expand the Company's business.

Accordingly, the Company may be required to reallocate funds for sound business reasons. These circumstances may include demands to shift focus or investment in mining exploration and/or development activities; requirements to accelerate, increase, reduce or eliminate initiatives in response to changes in market conditions, regulations and/or developments in the mining sector generally or changes in the price of copper; unexpected setbacks; and strategic opportunities, such as partnerships, strategic partners, joint ventures, mergers, acquisitions and other opportunities.

SUMMARY OF QUARTERLY RESULTS

All the Company's resource properties are in the exploration stage. The Company has not had revenue from inception and does not expect to have revenue in the near future. The Company's operating results are not seasonal in nature and have been mainly related to the amount of exploration activities in each quarter. The Company's quarterly performance in the latest eight quarters is as follows:

	Q3 2026	Q2 2026	Q1 2026	Q4 2025
	$	$	$	$
Net loss	**8,291,764**	13,962,985	9,891,214	9,176,298
Basic and diluted loss per share	**0.03**	0.05	0.04	0.04

	Q3 2025	Q2 2025	Q1 2025	Q4 2024
	$	$	$	$
Net loss	5,457,549	5,414,380	7,820,431	7,280,515
Basic and diluted loss per share	0.02	0.03	0.04	0.04

Net loss

The Company's quarterly results are not typically subject to seasonality. The quarterly trend in net loss and loss per share is primarily driven by exploration and evaluation expenses. The decrease in net loss in Q3 2026 compared to Q2 2026 is primarily due to lower exploration, geological and laboratory costs following the pause of drilling at the Copper Creek Project in June 2026. Net loss in Q2 2026, Q1 2026 and Q4 2025 were higher than prior quarters primarily due to increased drilling activities which increased exploration and evaluation expenses. Net loss in Q1, Q2 and Q3 2026 also included corporate development costs related to the San Manuel Transaction.

Performance Summary

	Note	**Q3 2026**	Q3 2025	**YTD 2026**	YTD 2025
		$	$	**$**	$
Operating expenses					
Depreciation		**104,698**	75,849	**289,998**	206,694
Corporate development costs	(a)	**480,586**	-	**2,275,056**	-
Exploration and evaluation expenses	(b)	**6,909,581**	4,065,027	**28,861,336**	14,695,714
General and administration	(c)	**515,253**	1,163,906	**3,045,527**	2,431,558
Professional fees and legal expenses	(d)	**687,043**	130,175	**1,028,051**	326,854
Shareholder costs and investor relations		**121,760**	131,435	**833,840**	384,910
Share-based compensation	(e)	**624,568**	466,647	**1,892,368**	1,313,451
Travel		**137,797**	77,994	**466,298**	157,214
Total operating expenses		**9,581,286**	6,111,033	**38,692,474**	19,516,395
Foreign exchange gain	(f)	**(194,375)**	(330,307)	**(4,077,351)**	(157,584)
Interest income	(g)	**(1,097,096)**	(323,177)	**(2,471,109)**	(570,745)
Accretion expense		**1,949**	-	**1,949**	-
Other income		**-**	-	**-**	(95,706)
Net loss		**8,291,764**	5,457,549	**32,145,963**	18,692,360

Q3 2026 compared to Q3 2025

a) Corporate development costs during Q3 2026 relate to the acquisition of the San Manuel project.

b) Exploration and evaluation expenses are higher during Q3 2026, primarily due to higher environmental, social, and governance costs as the Company continues to advance Copper Creek, and higher payroll costs as a result of additional personnel hired in the period. The increase is partially offset by a decrease in engineering and studies costs.

c) General and administration expenses are lower during Q3 2026, primarily due to lower corporate administrative support, management services, and office-related costs.

d) Professional fees and legal expenses increased during Q3 2026, primarily due to increased professional services related to the acquisition of the San Manuel project.

e) Share based compensation expenses are higher in Q3 2026, primarily due to a higher number and value of stock options that were vesting compared to Q3 2025.

f) Foreign exchange gain is lower during Q3 2026, primarily due to the movement in the Canada-USD exchange rate during the quarter and its effect on the Company's USD-denominated cash and term deposits.

g) Interest income is higher in Q3 2026, primarily reflecting an increase in average cash balance and term deposits following the March 2026 private placement compared to Q3 2025.

YTD 2026 compared to YTD 2025

a) Exploration and evaluation expenses are higher during YTD 2026, primarily due to higher exploration, geological, and laboratory costs resulting from higher drill meterage with three drill rigs operating for a significant portion of YTD 2026, compared to two drill rigs operating throughout 2025, higher environmental, social, and governance costs as the Company continues to advance Copper Creek, and higher payroll costs with additional personnel hired in the period.

b) General and administration expenses are higher during YTD 2026, primarily due to an increase in BC Employer Health Tax associated with stock option exercises, and general cost increases including IT and software, office and facilities, and personnel.

c) Corporate development costs relate to the acquisition of the San Manuel project.

d) Professional fees and legal expenses are higher during YTD 2026, primarily due to increased services related to the acquisition of the San Manuel project.

e) Shareholder costs and investor relations expenses are higher during YTD 2026, primarily due to higher listing fees resulting from an increase in the Company's share price and the number of shares outstanding, and higher advisory service costs compared to YTD 2025.

f) Share-based compensation expenses are higher during YTD 2026, primarily due to higher value and number of stock options vesting compared to YTD 2025, partially offset by lower restricted share unit expenses in YTD 2026 compared to YTD 2025.

g) Foreign exchange gain is higher during YTD 2026, primarily due to the strengthening of the US dollar relative to the Canadian dollar and higher USD-denominated cash and term deposits held compared to YTD 2025.

h) Interest income is higher during YTD 2026, primarily reflecting an increase in average cash balance and term deposits following the March 2026 private placement compared to YTD 2025.

SOURCES AND USES OF CASH

During the nine months ended September 30, 2026, cash used in operating activities was $32,117,741 (2025 - cash used in operating activities of $18,018,027), cash used in investing activities was $24,970,786 (2025 - $549,510), and cash provided by financing activities was $110,259,208 (2025 - $47,449,611). The Company continues to incur operating costs primarily related to exploration and evaluation expenses. During the nine months ended September 30, 2026, the Company raised net proceeds of $99,702,608 (2025 - $46,964,411) from the issuance of common shares in a non-brokered private placement. In addition, during the nine months ended September 30, 2026, the Company had cash inflows of $4,871,600 (2025 - $35,200) from the exercise of stock options, and $5,685,000 (2025 - $450,000) from the exercise of warrants.

LIQUIDITY AND CAPITAL RESOURCES

The Company is a resource exploration-stage company and does not generate any revenue and has been mainly relying on equity-based financing to fund its operations. As at September 30, 2026, the Company had cash and cash equivalents of $94,009,751 (December 31, 2025 - $37,880,822) and current assets less current liabilities of $115,370,534 (December 31, 2025 - $35,424,377).

While the Company has sufficient capital resources to fund its operations for the next 12 months, it is an exploration-stage company and does not anticipate achieving positive cash flow from operations for the foreseeable future. Accordingly, the Company anticipates needing to raise additional capital to fund its long-term business objectives.

On July 29, 2025, the Company completed a private placement financing for net proceeds of $46,964,411, which included share issuance costs of $1,809,039. The Company intends to use the proceeds from the financing to advance the Copper Creek Project and for general working capital purposes.

On March 11, 2026, the Company completed a private placement financing for net proceeds of $99,702,608, which included share issuance costs of $299,392. The Company intends to use the proceeds from the financing to advance the Copper Creek Project, due diligence and integration costs related to the acquisition of the San Manuel project, and for general working capital purposes.

The Company will require additional financing either through equity or debt financing, sale of assets, joint venture arrangements, or a combination thereof to meet its administrative costs and to continue to explore and develop its resource properties. There is no assurance that sufficient future funding will be available on a timely basis or on terms acceptable to the Company.

RELATED PARTY TRANSACTIONS

Key Management Personnel

During the three and nine months ended September 30, 2026 and 2025, the Company incurred the following transactions with key management personnel, including the Chief Executive Officer, Chief Financial Officer, Vice President Technical Services, and Vice President Geology; as well as the directors of the Company.

A summary of the Company's key management personnel compensation is as follows:

	Q3 2026	Q3 2025	**YTD 2026**	YTD 2025
			$	$
Director fees included in general and administration	**56,250**	56,250	**168,750**	168,750
Salaries and other compensation included in general and administration and exploration and evaluation expenses	**527,013**	506,697	**1,597,552**	1,513,303
Share-based compensation	**154,207**	292,214	**942,237**	838,760
	737,470	855,161	**2,708,539**	2,520,813

On March 16, 2026, the Company issued 9,725,000 common shares to related parties pursuant to the exercise of 9,725,000 stock options with exercise prices from $0.40 to $0.60 per share for gross proceeds of $3,955,000.

On March 18, 2026, the Company issued 2,125,000 common shares to related parties pursuant to the exercise of 2,125,000 warrants with an exercise price of $0.60 per share for total proceeds of $1,275,000.

The Company and Fireweed ceased to be related parties as of February 27, 2025, and $nil of fees were earned as related party income for the nine months ended September 30, 2026 (2025 - $64,082). As at September 30, 2026, $nil was receivable from Fireweed (December 31, 2025 - $nil).

As at September 30, 2026, the Company had $822,097 (December 31, 2025 - $853,572) due to related parties which comprised of amounts owing to key management personnel for services rendered. Amounts due to related parties are unsecured and non-interest-bearing with no specified terms of repayment.

OFF-BALANCE SHEET ARRANGEMENTS

The Company does not have any off-balance sheet arrangements as at September 30, 2026 or at the date of this MD&A.

PROPOSED TRANSACTIONS

The Company has no undisclosed proposed transactions as at September 30, 2026 or at the date of this MD&A.

CRITICAL ACCOUNTING ESTIMATES AND ACCOUNTING JUDGMENTS

The preparation of financial statements under IFRS Accounting Standards requires management to make judgments, estimates, and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The Company's management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted prospectively in the period in which the estimates are revised.

The accounting estimates, judgements and assumptions used in the preparation of the Financial Statements are consistent with those applied and disclosed in the notes to the Annual Financial Statements.

FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company's financial instruments are exposed to several financial and market risks, including credit, interest rate and liquidity risks. The Company may, or may not, establish active policies from time-to-time to manage these risks. The Company does not currently have in place any active hedging or derivative trading policies to manage these risks since the Company's management does not believe that the current size, scale and pattern of cash flow of its operations would warrant such hedging activities.

Fair value of financial instruments

The fair value hierarchy established by IFRS 13 *Fair Value Measurement* has three levels to classify the inputs to valuation techniques used to measure fair value described as follows:

- Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 - Inputs other than quoted prices that are observable for the assets or liabilities either directly or indirectly; and
- Level 3 - Inputs that are not based on observable market data.

The fair values of the Company's cash and cash equivalents, term deposits, accounts payable and accrued liabilities and due to related parties are equivalent to their carrying values due to their short-term nature.

Credit risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company is exposed to credit risk through its cash and cash equivalents and term deposits. The Company mitigates its exposure to credit loss associated with cash and cash equivalents and term deposits by placing them in major financial institutions.

A summary of the Company's cash and cash equivalents and term deposits is as follows:

	September 30, 2026	December 31, 2025
	$	$
Cash	**3,641,577**	430,677
Cash equivalents (Short-term deposits with terms not exceeding 90 days)	**90,368,174**	37,450,145
Term deposits (Short-term deposits with terms not exceeding 365 days)	**26,368,378**	-
	120,378,129	37,880,822

A summary of the Company's interest income on term deposits is as follows:

	Three months ended September 30,		Nine months ended September 30,	
	2026	2025	**2026**	2025
	$	$	**$**	$
Interest income on cash equivalents	**806,161**	323,177	**1,835,802**	570,745
Interest income on term deposits	**290,935**	-	**635,307**	-
	1,097,096	323,177	**2,471,109**	570,745

As at September 30, 2026, the Company held cash equivalents in short-term deposits that are cashable in no more than 90 days and bear interest up to 4.21% (December 31, 2025 - 4.46%). In addition, the Company held term deposits with maturities between 90 and 365 days and bear interest up to 4.36% (December 31, 2025 - nil). Given the high credit quality of the financial institutions and the short-term, highly liquid nature of the term deposits, the Company assesses its exposure to credit risk to be minimal.

Liquidity risk

Liquidity risk is the risk that the Company may be unable to meet its financial obligations as they fall due or that it will be required to meet them at excessive cost. To mitigate the risk, 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 maintained in business accounts and invested in short-term deposits that are cashable in no more than 90 days and bear interest up to 4.21% (December 31, 2025 - 4.46%). In addition, the Company holds term deposits with maturities between 90 and 365 days and bear interest up to 4.36% (December 31, 2025 - nil). The Company manages its liquidity risk mainly through raising funds from private placements. The Company's accounts payable and accrued liabilities are due within 90 days of September 30, 2026 and due to related parties has no specific terms of repayment. Given the Company's proactive management of working capital, the high liquidity of its term deposits, and its ability to access funds through private placements, the Company assesses its liquidity risk to be low.

The Company's operating cash requirements are continuously monitored and adjusted as input variables change. As these variables change, liquidity risks may necessitate the need for the Company to pursue equity issuances, obtain project or debt financing, or enter into joint arrangements. There is no assurance that the necessary financing will be available in a timely manner.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. As at September 30, 2026 the Company did not have any financial instruments exposed to variable interest rates. The Company's cash equivalents and term deposits possess fixed rates over their respective terms.

Foreign exchange risk

Foreign exchange risk is the risk that the fair value of the Company's assets and liabilities will fluctuate due to changes in foreign exchange rates.

The Company is exposed to foreign currency risk to the extent that monetary assets and liabilities held by the Company are not denominated in its functional currency. The Company does not manage currency risk through hedging or other currency management tools.

A summary of the Company's financial assets and liabilities that are denominated in US dollars and are presented in the Company's functional currency is as follows:

	September 30, 2026		December 31, 2025	
	US$	**$**	US$	$
Cash and cash equivalents	**40,388,272**	**57,302,880**	18,555,485	25,432,148
Term deposits	**18,506,656**	**26,257,244**	-	-
Accounts payable and accrued liabilities	**(2,310,742)**	**(3,278,481)**	(939,352)	(1,287,476)
	56,584,186	**80,281,643**	17,616,133	24,144,672

As at September 30, 2026, a 5% change in the US dollar against the Canadian dollar would result in a $4,014,082 (December 31, 2025 - $1,207,234) impact on the net loss to the Company. The Company's foreign exchange exposure primarily relates to cash and term deposits held in US dollars. These funds are intended to be used to finance exploration activities and are expected to decrease over time as expenditures are incurred. The Company's exposure to foreign currency risk is limited to the US dollar, which is not the currency of a hyperinflationary economy.

OUTSTANDING SHARE DATA

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

	September 30, 2026	MD&A Date
	#	#
Common shares issued and outstanding	298,573,575	432,118,821
Stock options	1,474,000	1,283,000
Restricted share units	6,958,866	5,270,666

MATERIAL ACCOUNTING POLICIES

These Interim Financial Statements were prepared using accounting policies consistent with those described in the Annual Financial Statements.

The Company has not early adopted any new accounting standard, interpretation or amendment that has been issued but is not yet effective.

In preparing these Interim Financial Statements, the Company applied the same significant judgements in applying its accounting policies and is exposed to the same sources of estimation uncertainty as disclosed in its Annual Financial Statements.

New IFRS Accounting Standards adopted during the period

Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 *Financial Instruments* "IFRS 9" and IFRS 7 *Financial Instruments: Disclosures* "IFRS 7")

In May 2024, the IASB issued Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7). These amendments updated classification and measurement requirements in IFRS 9 and related disclosure requirements in IFRS 7. The IASB clarified the recognition and derecognition date of certain financial assets and liabilities, and amended the requirements related to settling financial liabilities using an electronic payment system. It also clarified how to assess the contractual cash flow characteristics of financial assets in determining whether they meet the 'solely payments of principal and interest' criterion, including financial assets that have environmental, social and corporate governance (ESG)-linked features and other similar contingent features. The IASB added disclosure requirements for financial instruments with contingent features that do not relate directly to basic lending risks and costs and amended disclosures relating to equity instruments designated at fair value through other comprehensive income. The Company adopted these amendments to IFRS 9 and IFRS 7 effective January 1, 2026 and is in compliance with the amended requirements. The adoption of these amendments did not result in any material changes to the Company's financial position, results of operations, presentation, or related disclosures.

New IFRS Accounting Standards and interpretations not yet applied

IFRS 18 Presentation and Disclosure in Financial Statements ("IFRS 18")

On April 9, 2024, the IASB issued IFRS 18 Presentation and Disclosure in Financial Statements. IFRS 18 will apply for reporting periods beginning on or after January 1, 2027 and also applies to comparative information. IFRS 18 will replace IAS 1; many of the other existing principles in IAS 1 are retained, with limited changes. IFRS 18 will not impact the recognition or measurement of items in the financial statements, but it may change what an entity reports as its 'operating profit or loss'. Key new concepts introduced in IFRS 18 relate to: (i) the structure of the statement of profit or loss; (ii) required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and (iii) enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general. The Company is currently assessing the effects of IFRS 18 on the financial statements.

RISK FACTORS

The principal activity of the Company is mineral exploration, which is inherently risky. There is intensive government legislation from state, provincial, federal, municipal and aboriginal governments, surrounding the exploration for and production of minerals from our mining operations and any future production activities. Exploration and development are capital intensive, and the Company currently has no source of income. Only the skills of its management and staff in mineral exploration and exploration financing serve to mitigate these risks and therefore constitute one of the main assets of the Company.

The Company has its cash deposited with a large, federally insured, commercial bank which it believes to be creditworthy.

For additional discussion of risk factors, please refer to the Company's annual information form for the year ended December 31, 2025 and the Company's management information circular dated July 22, 2026, both of which are available on SEDAR+ at www.sedarplus.ca and on the Company's website at www.faradaycopper.com.

NON-IFRS ACCOUNTING STANDARDS AND OTHER FINANCIAL MEASURES

This MD&A may make reference to certain financial measures, including non-IFRS Accounting Standards measures that are forward-looking, non-GAAP ratios and supplementary financial measures. Management uses these financial measures for purposes of comparison to prior periods and development of future projections and earnings growth prospects. This information is used by management to measure the profitability of ongoing operations and in analyzing our business performance and trends. These measures are not recognized measures under IFRS Accounting Standards, do not have a standardized meaning prescribed by IFRS Accounting Standards and are therefore unlikely to be comparable to similar measures presented by other companies. Rather, these measures are provided as additional information to complement those IFRS Accounting Standards measures by providing further understanding of our results of operations from management's perspective. Accordingly, they should not be considered in isolation nor as a substitute for analysis of our financial information reported under IFRS Accounting Standards.

FORWARD LOOKING STATEMENTS

Certain statements contained in this MD&A constitute "forward-looking statements". These statements relate to future events or the Company's future performance, business prospects or opportunities. All statements other than statements of historical fact may be forward-looking statements. Forward-looking statements are often, but not always, identified by the use of words such as "seek", "anticipate", "plan", "continue", "estimate", "expect", "may", "project", "predict", "potential", "targeting", "intend", "could", "might", "should", "believe" and similar expressions. Forward-looking statements in this MD&A include, without limitation, statements relating to: the Company's acquisition of the San Manuel Property and the Company's strategic rationale for the transaction; anticipated exploration, development and drilling programs, including the scope, timing and results of the Phase IV drill program at the Copper Creek Project; expectations regarding future mineralization, exploration upside and development potential; anticipated pathways to potential future production; the intended use of proceeds from past and future financings; the Company's ability to obtain regulatory approvals, shareholder approvals and third-party consents; future capital requirements and access to financing; and the Company's business strategy, objectives and priorities. These statements involve known and unknown risks, uncertainties and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking statements. The Company believes that the expectations reflected in those forward-looking statements are reasonable, but no assurance can be given that these expectations will prove to be correct and such forward-looking statements included in this MD&A should not be relied upon. These statements speak only as of the date of this MD&A. Actual results and developments are likely to differ, and may differ materially, from those expressed or implied by forward-looking statements contained in this MD&A. Such statements are based on a number of assumptions which may prove to be incorrect, including, but not limited to, assumptions about:

- the Company's ability to integrate the San Manuel project with the Copper Creek project;
- the Company's ability to manage the associated environmental and closure obligations, realize anticipated strategic and operational benefits, and advance the combined assets in accordance with current expectations;
- the timely receipt of required regulatory, stock exchange and shareholder approvals;
- the availability of financing on reasonable terms;
- commodity prices; exchange rates;
- the accuracy of mineral resource estimates;
- geological interpretations;
- permitting timelines; operating and capital cost estimates;
- the availability of materials and skilled personnel; and general business, economic, market and political conditions;
- permitting and licensing risks;
- public health risks;
- negative cash flow;

- liquidity and financing risks;
- funding risk;
- exploration costs;
- uninsurable risks;
- conflicts of interest;
- government policy changes;
- ownership risks;
- community relations;
- market conditions;
- stress in the global economy;
- current global financial condition;
- exchange rate and currency risks;
- commodity prices;
- dilution risk;
- general business and economic conditions;
- the supply and demand for, deliveries of, and the level and volatility of prices of copper or other mineral commodities under exploration;
- the ability to procure equipment and operating supplies in sufficient quantities and on a timely basis;
- the ability to attract and retain skilled staff;
- market competition;
- the accuracy of our resource estimate (including, with respect to size, grade and recoverability) and the geological, operational and price assumptions on which it is based; and
- tax benefits and tax rates.

These forward-looking statements involve risks and uncertainties relating to, among other things, risks related to international operations, actual results of current exploration activities, conclusions of economic evaluations, changes in project parameters as plans continue to be refined, as well as those factors discussed in the section “Risk Factors”. Factors that could cause actual results to differ materially include, but are not limited to, the risk factors discussed in the section “Risk Factors”. The Company cautions that the foregoing list of important factors is not exhaustive. Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking statements, 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 undue reliance on forward-looking statements. The Company does not undertake to update any forward-looking statements that are incorporated by reference herein, except in accordance with applicable securities laws.