



Management Discussion and Analysis For the Nine Months Ended January 31, 2025

This management's discussion and analysis ("MD&A") is management's interpretation of the financial condition and results of operations of Aero Energy Limited (formerly Angold Resources Ltd.) (the "Company" or "Aero") for the nine months ended January 31, 2025. This MD&A should be read in conjunction with the audited financial statements of the Company for the fiscal year ended April 30, 2024 and condensed consolidated interim financial statements for the nine months ended January 31, 2025, prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). This MD&A complements and supplements, but does not form part of, the Company's financial statements.

This MD&A contains forward-looking statements. Statements regarding the adequacy of cash resources to carry out the Company's exploration programs or the need for future financing are forward-looking statements. All forward-looking statements, including those not specifically identified herein, are made subject to cautionary language included in this MD&A. Readers are advised to refer to the cautionary language when reading any forward-looking statements.

All dollar amounts contained herein are expressed in Canadian dollars unless otherwise indicated. This MD&A has been prepared as of April 1, 2025.

BUSINESS OVERVIEW

The Company was incorporated under the laws of the Canada Business Corporations Act on October 6, 2004. On October 22, 2012, the Company completed a continuation under the BC Business Corporations Act ("BCBCA"). On December 18, 2020, the Company changed its name to Angold Resources Ltd. On February 8, 2024, the Company changed its name from Angold Resources Ltd. to Aero Energy Limited. The Company is listed on the TSX Venture Exchange (the "Exchange") under the trading symbol "AERO" and the Frankfurt Stock Exchange under the symbol "UU3" (collectively, the "Exchange"). The Company's principal office is located at 918-1030 West Georgia Street, Vancouver, BC, V6E 2Y3.

The Company is a junior mineral exploration company in the business of acquiring, exploring, and evaluating natural resource properties, and either developing these properties further or disposing of them when the evaluation is complete. As at the date of this MD&A, the Company is focused on advancing its flagship optioned properties – Sun Dog, Strike, and Murmac, which are located in the historic Uranium City district within Saskatchewan's Athabasca Basin. In addition, the Company holds a 100% interest in the Dorado and Cordillera Properties, both located in the Maricunga Gold and Copper Belt in northern Chile.

The Company's ability to continue its operations is dependent on its success in raising equity through share issuances, suitable debt financing and/or other financing arrangements. While the Company has been successful in raising equity in the past, there can be no guarantee that it will be able to raise sufficient funds to fund its activities and general and administrative costs in the future. Many factors influence the Company's ability to raise funds, including the health of the capital market, the climate for mineral exploration investment and the Company's track record. Actual funding requirements may vary from those planned due to a number of factors, including the acquisition of new projects. There is no guarantee that the Company will be able to secure additional financings in the future at terms that are favourable, or at all.

On March 1, 2023, the Company closed a non-brokered private placement, issuing 1,025,000 common shares at a price of \$0.20 for gross proceeds of \$205,000.

On June 7, 2023, the Company completed a share consolidation of its outstanding common shares on the basis of one post-consolidation share for every ten pre-consolidation shares. All share and per-share figures have been adjusted to reflect this consolidation.

On June 26, 2023, the Company raised gross proceeds of \$90,000 by way of promissory notes. The promissory notes are non-interest bearing, unsecured, and payable on demand. Of the proceeds, \$30,000 was with an officer and director of the Company.

On October 13, 2023, the Company agreed to settle the loans payable of \$90,000 and a further \$61,000 in indebtedness owing to certain officers of the Company in consideration for services previously rendered to the Company through the issuance of 3,020,000 common shares at a deemed price of \$0.05 per share. The common shares were issued on November 7, 2023.

On November 7, 2023, the Company closed a non-brokered private placement, issuing 16,880,000 common shares at a price of \$0.05 for gross proceeds of \$844,000. On the same date, the Company issued 3,020,000 common shares to settle outstanding indebtedness of \$90,000 owed in connection with working capital loans made to the Company and a further \$61,000 owing to certain officers for services previously rendered to the Company.

On March 6, 2024, the Company closed the first tranche of a non-brokered private placement (the "Offering") for gross proceeds of \$4,537,170. In connection with the first tranche of the Offering, the Company issued (i) 12,418,468 non-flow-through units of the Company (each, an "NFT Unit") at a price of \$0.15 per NFT Unit; (ii) 8,425,144 flow-through units of the Company (each, an "FT Unit") at a price of \$0.175 per FT Unit; and (iii) 5,274,724 flow-through charity units (each, a "Charity Unit") at a price of \$0.2275.

On March 8, 2024, the Company closed the second and final tranche of the Offering for additional gross proceeds of \$1,362,830, comprised of (i) 5,693,913 NFT units and (ii) 2,907,100 FT units, under the same terms as the first tranche. The Company issued an aggregate of 34,719,349 units for aggregate gross proceeds of \$5,900,000 between the two tranches.

On November 14, 2024, the Company closed non-brokered private placement for gross proceeds of \$2,034,219 by issuing (i) 8,964,998 non-flow-through units of the Company at a price of \$0.07 per unit; (ii) 7,637,500 flow-through units of the Company at a price of \$0.08 per unit; and (iii) 7,401,572 flow-through charity units at a price of \$0.1075. Each unit consists of one common share of the Company and one-half of one share purchase warrant exercisable at a price of \$0.011 and expiring on November 14, 2026.

On October 20, 2024, the Company issued 1,333,333 to Standard as an option payment on the Sun Dog Property.

On December 16, 2024, 2,309,410 options with a strike price of \$1.65 expired.

On December 20, 2024, the Company issued 1,333,333 common shares and paid \$200,000 to Fortune Bay as part of its option agreement.

On January 2, 2025, the Company granted 2,200,000 stock options with an exercise price of \$0.07 and expiring on January 2, 2030.

Acquisition of 1443904 BC Ltd.

On February 8, 2024, the Company completed the acquisition (the "Transaction") of 1443904 BC Ltd. ("NumberCo") for consideration of 23,500,000 common shares of the Company. NumberCo holds options to acquire up to 70% of the Murmac Property and Strike Property, and 100% of the Sun Dog Property (collectively, the "Optioned Properties").

Sun Dog Property (the "Sun Dog Option")

The Sun Dog Option is for the right to acquire a 100% interest from Standard Uranium Ltd. ("Standard") under the following terms:

	Cash	Consideration Shares	Exploration Expenditures	Interest Earned
Execution Date	\$200,000 (paid)	\$200,000 (issued)	Nil	
October 20, 2024	\$200,000 (paid)	\$200,000 (issued)	\$1,500,000	
October 20, 2025	\$250,000	\$250,000	\$2,000,000	
October 20, 2026	Nil	Nil	\$3,000,000	
Total	\$650,000	\$650,000	\$6,500,000	100%

Following exercise of the Sun Dog Option, Standard will retain a 2% net smelter returns royalty, which may be reduced to 1% for a \$1,000,000 cash payment.

Strike and Murmac Properties (the “Strike and Murmac Option”)

The Strike and Murmac Option is for the right to acquire up to 70% in the Strike and Murmac properties from Fortune Bay Corp. (“Fortune Bay”) under the following terms:

	Cash	Consideration Shares	Exploration Expenditures	Interest Earned
Execution Date	\$200,000 (paid)	\$200,000 (issued)	<i>Nil</i>	
December 15, 2024	\$200,000 (paid)	\$200,000 (issued)	\$1,000,000	
December 15, 2025	\$250,000	\$250,000	\$2,000,000	
Total (First Option)	\$650,000	\$650,000	\$3,000,000	51%
December 15, 2026	\$300,000	\$300,000	\$3,000,000	
Total (Second Option)	\$300,000	\$300,000	\$3,000,000	60%
December 15, 2027	\$400,000	\$1,200,000	<i>Nil</i>	
Total (Third Option)	\$400,000	\$1,200,000	<i>Nil</i>	70%
Grand Total	\$1,350,000	\$2,150,000	\$6,000,000	

The Murmac property is subject to an existing 2% net smelter returns royalty.

After earning-in a 51%, 60% or 70% interest (whichever the case may be), the Company and Fortune Bay will form a joint venture with standard pro-rata funding requirements.

Transaction Terms

Pursuant to the terms of the Transaction, the Company has acquired all of the outstanding share capital of NumberCo in consideration for the issuance of 23,500,000 common shares of the Company (the “Payment Shares”) to the existing shareholders of NumberCo. The Company has also assumed the obligations of NumberCo related to the Optioned Properties, as summarized above.

The Payment Shares were issued on February 8, 2024 at a fair value of \$2,498,100, based on the closing price of \$0.15 on the date of issuance, less a discount for a lack of marketability due to voluntary pooling agreements. On the same date, the Company issued 1,333,333 common shares to each of Fortune Bay and Standard, at a deemed price of \$0.15, as Consideration Shares pursuant to the respective option agreements, as summarized above.

Dorado and Cordillera Properties, Chile

The Lajitas and Dorado claims comprise the Dorado property and are located in the Maricunga region of Chile. The Nevada claim comprises the Cordillera property and is also located in the Maricunga region of Chile. Both the Dorado and the Cordillera Properties include a 2% net smelter royalty which may be reduced to 1% for a payment of C\$2,000,000 at any time.

The Dorado Property hosts Maricunga-style gold porphyry and epithermal gold deposits. The Dorado claims consist of 9 exploitation concessions and 52 exploration concessions staked by the Company in 2020, totaling 15,300 hectares. In January 2021, the Company began its drill program on the Lajitas target in the Dorado Property and drilled 4,300 meters over 9 holes. The program identified mineralization beyond historically reported resources and confirmed historic intercepts. The Company has also undertaken a regional exploration program and has multiple targets on the project, including Lajitas South, a large coincident hyperspectral, geophysical and As-Au anomaly along a 2.2 kilometer strike length.

Full details regarding the projects are contained in the Company’s news releases which are available on the Company’s website at www.aeroenergy.ca and on SEDAR+ at www.sedarplus.ca.

Costs incurred with respect to the properties are summarized below:

	Sun Dog	Fortune Bay	Uchi	Chile Properties	Total
Acquisition Costs					
Balance, April 30, 2023	\$ -	\$ -	\$ -	\$ 284,875	\$ 284,875
Additions (Note 5)	1,769,522	1,065,250	-	-	2,834,772
Balance, April 30, 2024	1,769,522	1,065,250	-	284,875	3,119,647
Additions (Note 5)	400,000	400,000	-	-	800,000
Balance, January 31, 2025	\$ 2,169,522	\$ 1,465,250	\$ -	\$ 284,875	\$ 3,919,647
Deferred Exploration Costs					
Balance, April 30, 2023	\$ -	\$ -	\$ -	\$ 6,237,837	\$ 6,237,837
Additions (Note 5)	-	-	-	1,206	1,206
Exploration	-	-	-	82,192	112,606
Permitting and staking fees	15,207	15,207	-	-	360,449
Geophysics	119,690	240,759	-	-	243,160
General project costs	128,409	6,480	7,897	100,374	(7,897)
Impairment	-	-	(7,897)	-	-
Balance, April 30, 2024	263,306	262,446	-	6,421,609	6,947,361
Additions (Note 5)	-	-	-	-	-
Geophysics	97,085	139,021	-	-	236,106
General project costs and community relations	34,320	54,246	-	103,950	192,516
Drilling	1,134,366	1,199,081	-	-	2,333,447
Balance, January 31, 2025	\$ 1,529,077	\$ 1,654,794	\$ -	\$ 6,525,559	\$ 9,709,430
Total					
Balance, April 30, 2024	\$ 2,032,828	\$ 1,327,696	\$ -	\$ 6,706,484	\$ 10,067,008
Balance, January 31, 2025	\$ 3,698,599	\$ 3,120,044	\$ -	\$ 6,810,434	\$ 13,629,077

During the year ended April 30, 2024, the Company staked a package of mining claims in Saskatchewan which are prospective for uranium mineralization, for a cost of \$30,414.

During the year ended April 30, 2024, the Company completed the acquisition of its flagship Optioned Properties – Sun Dog, Strike, and Murmac, as outlined above. The Optioned Properties are all located in proximity to the Company's existing uranium properties.

During the year ended April 30, 2023, the Company decided to dispose of the USA Properties. Accordingly, the USA Properties were transferred to assets held for sale, which resulted in an impairment loss of \$3,684,831 to adjust the carrying value of the assets held for sale to their estimated fair value less costs to sell.

Additionally, during the year ended April 30, 2023, the Company determined it was not going to renew the Uchi claims upon expiry in 2023. The Uchi Property was written off, resulting in an impairment loss of \$373,544. During the year ended April 30, 2024, the Company incurred additional expenditures of \$7,897 related to the Uchi property, which resulted in an impairment loss during the year ended April 30, 2024 of \$7,897 (2023 - \$Nil).

On May 17, 2023, the Company transferred the legal rights and obligations of the Hope Butte Project and the Iron Butte Project to Minas Metals Ltd. ("Minas"), for consideration of 10,000,000 common shares of Minas.

ANNUAL FINANCIAL INFORMATION

The selected financial information below is derived from the Company's audited consolidated financial statements for the years ended April 30, 2024, 2023 and 2022, prepared in accordance with IFRS. The Company's significant accounting policies and new accounting policies applied in the preparation of its consolidated financial statements are outlined in Note 3 to the Company's audited consolidated financial statements for the years ended April 30, 2024, 2023 and 2022.

	Year ended		
	April 30, 2024	April 30, 2023	April 30, 2022
Total revenue	\$ -	\$ -	\$ -
Operating expenses	890,410	5,209,956	2,491,254
Other expenses (income)	(28,132)	-	-
Net loss	862,278	5,209,956	2,491,254
Total comprehensive loss	862,278	5,209,956	2,491,254
Basic and diluted loss per common share:	0.02	3.90	2.60

	As at		
	April 30, 2024	April 30, 2023	April 30, 2022
Cash	\$ 3,749,613	\$ 125,176	\$ 3,713,638
Assets held for sale	-	218,614	-
Exploration and evaluation assets	10,067,008	6,522,712	7,743,042
Total assets	15,420,649	6,915,470	11,867,023
Current financial liabilities	705,361	180,464	205,873
Shareholders' equity	14,715,288	6,735,006	11,661,150

Operating expenses, net loss and net comprehensive loss decreased in the current period by \$4,319,546 when compared to the year-ended April 30, 2023 as a result of the Company changing focus during the fiscal year-ended April 30, 2024 to conserve cash. During the years ended 2023 and 2022 the Company was exploring its properties in the USA but abandoned this focus due to market conditions and was re-evaluating new opportunities in 2024. Changes to other expenses were immaterial.

The Company's cash balances and total assets increased at April 30, 2024 as a result of completing a financing in March of 2024 and a majority of the funds had not been spent by year-end. In addition, the increase was a result of the acquisition of uranium assets during the year-ended April 30, 2024.

Exploration and evaluation assets increased at April 30, 2024 as a result of the acquisition costs of the Company's uranium assets during the fiscal year-ended April 30, 2024.

Liabilities increased at April 30, 2024 as a result of exploration work completed on the Company's uranium projects late in fiscal 2024 but not paid until after the year-end. Previous years liabilities were consistent with operations of the Company during these periods.

Results of operations for the Nine Months Ended January 31, 2025

	Nine Months Ended January 31, 2025	Nine Months Ended January 31, 2024	Change
Management fees	\$ 201,500	\$ 112,500	\$ 89,000
General and administrative	164,142	34,327	129,815
Professional fees	111,165	141,272	(30,107)
Consulting fees	413,516	172,035	241,481
Shareholder information and investor relations	939,098	9,452	929,646
Transfer agent, regulatory and listing fees	21,363	43,079	(21,716)
Foreign exchange	(23,383)	22,771	(46,154)
Stock-based compensation	542,562	-	542,562
Impairment of exploration and evaluation assets	-	7,897	(7,897)
Recovery of management fees	-	(40,685)	40,685
Loss on debt settlement	-	120,800	(120,800)
Change in fair value of marketable securities	164,283	4,331	159,952
Flow-through share premium reversal	(576,662)	-	(576,662)

The Company incurred a net and comprehensive loss of \$1,957,584 during the nine months ended January 31, 2025, an increase in loss of \$1,329,805 as compared to the net and comprehensive loss of \$627,779 for the nine months ended January 31, 2024. The increase in net and comprehensive loss was primarily driven by:

- A loss on fair value of marketable securities of \$164,283 was recorded in the current period compared to a loss on the fair value of marketable securities of \$4,331 that was recognized in the comparative period contributing \$159,952 in the change in loss between the periods. This was a result of the fair market value of Minas decreasing relative to the comparative period.
- Increases to general and administrative fees of \$129,815, shareholder communications and investor relations of \$929,646, consulting fees of \$241,481 and management fees of \$89,000 are all a result of higher overall activity in the Company due to the closing of a financing in Q4 2024, Q2 2025 and active exploration work being completed during the period.
- Stock-based compensation expense of \$542,626 was incurred for options granted during the period whereas no options were granted or vested in the comparative period.
- The Company incurred an impairment of exploration and evaluation assets of \$7,897 during the nine month's ended January 31, 2024 compared to \$Nil for the current period. The Company does not anticipate to incur impairment of exploration and evaluation assets on its continuing operations as this immaterial charge was considered a one-time charge.

Results of operations for the Three Months Ended January 31, 2025

	Three Months Ended January 31, 2025	Three Months Ended January 31, 2025	Change
Management fees	\$ 48,000	\$ 37,500	\$ 10,500
General and administrative	81,491	19,943	61,548
Professional fees	80,688	66,580	14,108
Consulting fees	145,533	8,264	137,269
Shareholder information and investor relations	280,185	6,683	273,502
Transfer agent, regulatory and listing fees	4,990	15,453	(10,463)
Foreign exchange	(39,756)	36,000	(75,756)
Stock-based compensation	97,658	-	97,658
Loss on debt settlement	-	120,800	(120,800)
Change in fair value of marketable securities	-	626,685	(626,685)
Flow-through share premium reversal	(125,931)	-	(125,931)

The Company incurred a net and comprehensive loss of \$572,453 during the three months ended January 31, 2025, a decrease in loss of \$367,455 as compared to the net and comprehensive loss of \$939,908 for the three months ended January 31, 2024. The decrease in net and comprehensive loss was primarily driven by:

- Increases to general and administrative fees of \$61,548, shareholder communications and investor relations of \$273,502, consulting fees of \$14,108 and management fees of \$10,500 are all a result of higher overall activity in the Company due to the closing of a financing in Q4 2024, Q2 2025 and active exploration work being completed during the period.
- Stock-based compensation expense of \$97,658 was incurred for options granted during the period whereas no options were granted or vested in the comparative period.

Previous financings and use of funds

Disclosure on the the Company's previously completed private placements did not include specific intended uses of the funds being raised. The Company does intend to use funds raised via flow through financings on exploration work and any remaining funds on property maintenance, corporate development, and general working capital purposes, as summarized below:

	Exploration	General Working Capital, Corporate Development and Property Maintenance
Funds Raised on November 7, 2023	\$ -	\$ 844,000
Funds Raised on March 6, 2024	2,674,400	1,862,770
Funds Raised on March 8, 2024	508,744	854,086
Funds Raised on November 14, 2024	1,406,669	627,550
Less Funds Used at January 31, 2025	(3,163,143)	(4,091,551)
Funds Remaining	\$ 1,426,670	\$ 96,855

Summary of quarterly results

The following table provides a summary of financial data for the Company's most recent eight quarters derived from the Company's unaudited condensed consolidated interim financial statements prepared in accordance with IAS 34:

			Loss before other income and expenses	Total comprehensive loss	Basic and diluted income (loss) per common share
Quarter ended	Revenue				
Q3/25	January 31, 2025	\$ -	\$ (698,789)	\$ (572,858)	\$ (0.01)
Q2/25	October 31, 2024	\$ -	\$ (861,876)	\$ (717,245)	\$ (0.01)
Q1/25	July 31, 2024	\$ -	\$ (798,314)	\$ (656,497)	\$ (0.01)
Q4/24	April 30, 2024	\$ -	\$ (354,974)	\$ (234,499)	\$ (0.01)
Q3/24	January 31, 2024	\$ -	\$ (190,423)	\$ (939,908)	\$ (0.03)
Q2/24	October 31, 2023	\$ -	\$ (188,584)	\$ 354,652	\$ 0.02
Q1/24	July 31, 2023	\$ -	\$ (156,429)	\$ (42,523)	\$ (0.00)
Q4/23	April 30, 2023	\$ -	\$ (4,211,836)	\$ (4,211,836)	\$ (0.31)

The primary factors affecting the magnitude and variations of the Company's losses are as follows:

- During Q1 and Q2 of 2025: The Company began active exploration work on its properties resulting in an overall increase in activity compared to the comparative periods.
- Q4 2024: The Company incurred professional fees in relation to the acquisition of NumberCo.
- Q3 2024: The Company recognized a loss on marketable securities of \$628,685 on its shares in Minas Metals Ltd., as well as a loss on debt settlement of \$120,800, driving the increased net and comprehensive loss in the quarter.
- Q2 2024: The Company recognized a gain on marketable securities of \$543,236 driven by the shares held in Minas Metals Ltd., driving the net and comprehensive income for the quarter.
- Q4 2023: The Company recognized an impairment loss of \$4,104,368 to adjust the carrying value of the USA Properties to their estimated fair value less costs to sell on transfer to assets held for sale, and write-off the Uchi Property.
- Q3 2023: The Company wrote off a drilling deposit of \$97,504 outside the normal course of operations.

LIQUIDITY AND CAPITAL RESOURCES

The Company's financial statements for the nine months ended January 31, 2025 have been prepared on a going concern basis, which assumes that the Company will continue in operation in the foreseeable future and will be able to realize its assets and settle its liabilities in the normal course of business. At January 31, 2025, the Company had cash of \$1,523,525 (April 30, 2024 - \$3,749,613) and its current assets exceed its current liabilities by \$1,647,066 (April 30, 2024 - \$4,648,280). The Company currently has no active business and is not generating any revenues. It has incurred losses and negative cash flows from operations since inception and had an accumulated deficit of \$23,925,338 as at January 31, 2025 (April 30, 2024: \$21,967,754).

The Company's ability to continue its operations is dependent on its success in raising equity through share issuances, suitable debt financing and/or other financing arrangements. While the Company has been successful in raising equity in the past, there can be no guarantee that it will be able to raise sufficient funds to fund its activities and general and administrative costs in the next twelve months and in the future. The condensed consolidated interim financial statements for the nine months ended January 31, 2025 do not give effect to the required adjustments to the carrying amounts and classification of assets and liabilities should the Company be unable to continue as a going concern.

Cash flows

There was a cash outflow of \$1,387,258 in operating activities during the nine months ended January 31, 2025 as compared to \$461,362 for the nine months ended January 31, 2024. The increase in spending is a result of an overall increase in activity due to the Company's ability to close a financing in Q4 2024 and begin exploration activities on its properties.

Cash used in investing activities for the nine months ended January 31, 2025 was \$2,768,641 as compared to \$389,973 for the nine months ended January 31, 2024. Investing activities were for exploration and evaluation asset acquisitions and exploration expenditures incurred in the period.

Cash provided by financing activities for the nine months ended January 31, 2025 was \$1,929,811 as compared to \$908,278 for the nine months ended January 31, 2024. Cash provided by financing activities in the prior comparative period was for proceeds received from promissory notes and a private placement.

TRANSACTIONS WITH RELATED PARTIES

The Company's related parties consist of its key management personnel, including its directors and officers. The Company's related parties include its management personnel and companies owned, directly or indirectly, by key management and the transactions are as follows:

Name	Nature of Transactions
101252098 Saskatchewan Ltd.	Consulting services
1950 Consulting Services Ltd.	Consulting services
Rony Zimmerman	Legal services in Chile

101252098 Saskatchewan Ltd. is owned and operated by the Company's CEO, Galen McNamara.

1950 Consulting Services Ltd. is owned and operated by the Company's CFO, Martin Bajic.

During the normal course of business, the Company enters into transactions with its related parties that are considered to be arm's length transactions and made at normal market prices and on normal commercial terms.

During the three and nine months ended January 31, 2025, the Company paid \$30,000 and \$150,000 (2024 - \$30,000 and \$90,000) for CEO consulting and exploration services to 101252098 Saskatchewan Ltd.

During the three and nine months ended January 31, 2025, the Company paid \$18,000 and \$54,000 (2024 - \$Nil and \$Nil) for CFO consulting services to 1950 Consulting Services Ltd.

During the three and nine months ended January 31, 2025 and 2024, the Company incurred stock-based compensation expense of \$67,054 and \$330,809 (2024 - \$Nil and \$Nil) for stock options granted to officers and directors of the Company.

During the three and nine months ended January 31, 2025 and 2024, the Company received reimbursements of \$Nil and \$Nil (2024 - \$14,548 and \$14,548) from Summa Silver Corp. ("Summa"). Summa is a related party due to a common director and officer.

On June 26, 2023, the Company entered into a promissory note with Galen McNamara, it's CEO, in the amount of \$30,000. The note was unsecured, non-interest bearing and payable on demand. On November 7, 2023, the promissory note was settled through the issuance of 600,000 common shares.

MATERIAL JUDGMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The critical judgments and estimates that management has made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognized in the condensed consolidated interim financial statements for the nine months ended January 31 2025 are as follows:

Going concern

The assessment of the Company's ability to continue as a going concern and to raise sufficient funds to pay for its ongoing operating expenditures and meet its liabilities for the ensuing year involves significant judgment based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

Impairment of long-lived assets

The Company evaluates each long-term asset each reporting period to determine if there are any indications of impairment. If any such indications exist, an estimate of the recoverable amount is performed, and an impairment loss is recognized to the extent that the carrying amount exceeds the recoverable amount. The estimates and assumptions used to estimate the recoverable amount of the long-lived assets are subject to risk and uncertainty and there is the possibility that changes in circumstances will alter these estimates and assumptions.

Determination of functional currency

The functional currency for each of the Company's subsidiaries is the currency of the primary economic environment in which the respective entity operates; the Company has determined the functional currency of Aero and its subsidiaries to be the Canadian dollar. Such determination involves certain judgments to identify the primary economic environment. The Company reconsiders the functional currency of its subsidiaries if there is a change in events and/or conditions which determine the primary economic environment.

Income taxes

The Company recognizes deferred tax assets for deductible temporary differences, unused tax losses and other income tax deductions only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, unused tax losses and other income tax deductions can be utilized. In assessing the probability of realizing the income tax benefits of deductible temporary differences, unused tax losses and other income tax deductions, management makes estimates related to expectations of future taxable income, applicable tax planning opportunities, expected timing of reversals of existing temporary differences and the likelihood that tax positions taken will be sustained upon examination by applicable tax authorities. The likelihood that tax positions taken will be sustained upon examination by applicable tax authorities is assessed based on individual facts and circumstances of the relevant tax position evaluated in light of all available evidence.

As at January 31, 2025 and April 30, 2024, the Company has not recognized any deferred tax assets for deductible temporary differences. Changes in any of the above-mentioned estimates can materially affect the amount of income tax assets recognized. In addition, where applicable tax laws and regulations are either unclear or subject to varying interpretations, changes in these estimates can occur that materially affect the amounts of income tax assets recognized. The Company reassesses unrecognized income tax assets at the end of each reporting period.

Marketable securities

Marketable securities are measured at their fair value by reference to the quoted share price and considering a discount to reflect lock-up restrictions. This requires estimation and changes in assumptions when estimating the fair value can materially affect the fair value estimate of the marketable securities.

NEW ACCOUNTING STANDARDS AND ACCOUNTING STANDARDS NOT YET EFFECTIVE

The Company adopted amendments to IAS 1 effective May 1, 2024 which change the requirements with regard to disclosure of accounting policies. The amendment did not have a material impact on the Company's condensed consolidated interim financial statements.

OFF-BALANCE SHEET ARRANGEMENTS

The Company did not enter into any off-balance sheet arrangements during the nine months ended January 31, 2025.

FINANCIAL INSTRUMENTS AND RELATED RISKS

Classifications

The Company's financial assets and liabilities are classified as follows:

	January 31, 2025	April 30, 2024
Financial assets:		
<i>Fair value through profit and loss</i>		
Cash	\$ 1,523,525	\$ 3,749,613
Financial liabilities:		
<i>Amortized cost</i>		
Accounts payable and accrued liabilities	\$ 120,250	\$ 125,842

The amount of accounts payable and accrued liabilities includes amounts due to related parties.

The fair values of the Company's cash and accounts payable and accrued liabilities approximate their carrying amounts due to the short-term nature of these instruments.

Financial instrument risk exposure

The Company's financial instruments expose the Company to certain financial risks, including credit risk, liquidity risk, interest rate risk and foreign currency risk.

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. At January 31, 2025, the Company was exposed to credit risk on its cash.

The Company's cash are held with a high credit quality financial institution in Canada and as at January 31, 2025, management considers its exposure to credit risk to be low.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with its financial liabilities. The Company manages liquidity risk by maintaining adequate cash and managing its capital and expenditures.

At January 31, 2025, the Company had cash of \$1,523,525 (April 30, 2024 - \$3,749,613) and accounts payable and accrued liabilities of \$120,250 (April 30, 2024 - \$125,842) with contractual maturities of less than one year. The Company assessed its liquidity risk as low as at January 31, 2025.

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.

The Company's financial assets and financial liabilities are not exposed to interest rate risk due to their short-term nature and maturity. The Company is not exposed to interest rate risk at January 31, 2025.

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates. The Company is exposed to foreign currency risk to the extent that it has monetary assets and liabilities denominated in foreign currencies.

As at January 31, 2025, the Company is exposed to foreign currency risk, as it has cash, accounts payables and accrued liabilities denominated in US Dollars and Chilean Peso. Based on its low volume of transactions, the Company determines its foreign currency risk is not significant.

OUTSTANDING SHARE CAPITAL DATA

The Company has authorized an unlimited number of common shares without par value.

As at the date of this MD&A, the Company has 121,927,277 common shares issued and outstanding.

As at the date of this MD&A, the Company has warrants outstanding as follows:

Expiry date	Outstanding and exercisable	Exercise price	Remaining contractual life (in years)
April 5, 2025	1,956,640	\$ 2.00	0.17
April 5, 2025	136,964	\$ 1.40	0.17
April 14, 2025	575,638	\$ 2.00	0.20
March 5, 2026	14,166,688	\$ 0.25	1.10
March 8, 2026	4,896,936	\$ 0.25	1.11
November 14, 2026	12,889,395	\$ 0.11	1.78
	34,622,261	\$ 0.25	

As at the date of this MD&A, the Company has stock options outstanding as follows:

Expiry date	Options outstanding	Options exercisable	Exercise price	Remaining contractual life (in years)
December 29, 2025	234,500	234,500	\$ 4.00	0.91
January 26, 2027	116,000	116,000	\$ 1.65	1.99
April 26, 2028	20,000	20,000	\$ 0.50	3.24
May 4, 2029	5,600,000	-	\$ 0.15	4.23
January 2, 2030	2,200,000	-	\$ 0.07	4.92
	8,170,500	370,500	\$ 0.24	

RISKS AND UNCERTAINTIES

The Company's business remains mineral property acquisition, exploration and development business and as a result it may be exposed to a number of operational, financial, regulatory and other risks and uncertainties that are typical in the natural resource industry and common to other companies in the exploration and development stage. These risks may not be the only risks faced by the Company. Additional risks and uncertainties not presently known by the Company or which are presently considered immaterial could adversely impact the Company's business, results of operations, and financial performance in future periods. Refer to the Company's Filing Statement dated December 18, 2020 for a list of further risk factors impacting the Company.

CONFLICTS OF INTEREST

The Company's directors and officers may serve as directors or officers, or may be associated with other reporting companies, or have significant shareholdings in other companies. To the extent that such other companies may participate in business or asset acquisitions, dispositions, or ventures in which the Company may participate, the directors and officers of the Company may have a conflict of interest in negotiating and concluding on terms with respect to the transaction. If a conflict of interest arises, the Company will follow the provisions of the BCBCA dealing with conflict of interest. These provisions state that where a director has such a conflict, that director must, at a meeting of the Company's directors, disclose his or her interest and refrain from voting on the matter unless otherwise permitted by the BCBCA. In accordance with the laws of the Province of British Columbia, the directors and officers of Aero are required to act honestly, in good faith, and in the best interest of Aero.

CAUTIONARY NOTE REGARDING FORWARD-LOOKING INFORMATION

This MD&A includes "forward-looking statements" and "forward-looking information" within the meaning of Canadian securities legislation. All statements included in this MD&A, other than statements of historical fact, are forward-looking statements. When used in this MD&A, words such as "may", "would", "could", "will", "intend", "expect", "believe", "plan", "anticipate", "estimate", "scheduled", "forecast", "predict", "foresee" and other similar terminology, or sentences/statements that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved are intended to identify forward-looking statements, which, by their very nature, are not guarantees of the Company's future operational or financial performance.

These statements reflect the Company's current expectations regarding future events, performance and results, and are accurate only at the time of this MD&A and may be superseded by more current information. Forward-looking statements also involve known and unknown risks, uncertainties and other factors, which may cause the actual results, performance or achievements of the Company or its mineral projects to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements or information.

In making such statements, the Company has made assumptions regarding, among other things: general business and economic conditions; the availability of additional; the supply and demand for, inventories of, and the level and volatility of the prices of metals; the timing and receipt of governmental permits and approvals; changes in regulations; political factors; the accuracy of the Company's interpretation of the geology of the Company's properties and prospective properties; the availability of equipment, skilled labour and services needed for the exploration of mineral properties; and currency fluctuations.

Although the forward-looking statements or information contained in this MD&A are based upon what management of the Company believes are reasonable assumptions, the Company cannot assure investors that actual results will be consistent with these forward-looking statements. They should not be read as guarantees of future performance or results. A number of factors could cause actual results to differ materially from the results discussed in the forward-looking statements, including, but not limited to: the factors discussed below and under "Risks and Uncertainties"; unanticipated changes in general business and economic conditions or conditions in the financial markets; fluctuations in the price of metals; stock market volatility; the availability of exploration capital and financing generally; changes in national and local government legislation; changes to taxation; changes in interest or currency exchange rates; loss of key personnel; inaccurate geological assumptions; competition;

unavailability of materials and equipment; government action or delays in the receipt of permits or government approvals; and unanticipated events related to health, safety and environmental matters, including the impact of epidemics.

Forward-looking information is designed to help readers understand management's current views of the Company's near and longer-term prospects, and it may not be appropriate for other purposes. The Company will not update any forward-looking statements or forward-looking information unless required to by applicable securities laws.

DISCLAIMER

The information provided in this document is not intended to be a comprehensive review of all matters concerning the Company. It should be read in conjunction with all other disclosure documents provided by the Company, which can be accessed at www.sedarplus.ca.