PASINEX RESOURCES LIMITED

MANAGEMENT'S DISCUSSION AND ANALYSIS
OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

FOR THE THREE AND NINE MONTHS ENDED
SEPTEMBER 30, 2025

Dated November 21, 2025

Introduction

The following discussion of the results of operations and financial condition of Pasinex Resources Limited (the "Company" or "Pasinex") prepared as of November 21, 2025 summarizes management's review of the factors that affected the Company's financial and operating performance for the three and nine months ended September 30, 2025, and the factors reasonably expected to impact on future operations and results ("Management's Discussion and Analysis of Financial Condition and Results of Operations" or "MD&A").

This MD&A is intended to supplement and complement the Company's unaudited condensed interim consolidated financial statements as at and for the three and nine months ended September 30, 2025 ("Financial Statements") and the notes thereto, which were prepared in accordance with IFRS Accounting Standards ("IFRS").

Certain information and discussion included in this MD&A constitute forward-looking information, which should be read in consideration of the cautionary notes contained in the section "Forward-Looking Statements".

Further information about the Company and its operations can be obtained from the offices of the Company, at www.pasinex.com or from SEDAR+ at www.sedarplus.ca.

Cautionary Note Regarding Forward-Looking Statements

Certain statements contained in this MD&A constitute forward-looking statements; as such term is defined under applicable securities laws. These statements relate to future events or future performance and reflect management's expectations and assumptions regarding the growth, results of operations, performances and business prospects and opportunities of the Company. All statements other than statements of historical fact are forward-looking statements. The use of any of the words "anticipate", "plan", "continue", "estimate", "expect", "may", "intend", "will", "project", "could", "believe", "predict", "potential", "should" or the negative of these terms or other similar expressions are intended to identify forward-looking statements. These statements involve known and unknown risks, uncertainties and other factors that may cause actual results, performance, achievements or events to differ materially from those anticipated, discussed or implied in such forward-looking statements. The Company believes the expectations reflected in such 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 be considered carefully and investors should not place undue reliance on them as the Company cannot assure investors that actual results will be consistent with these forward-looking statements.

These statements speak only as of the date of 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: (i) general business and economic conditions; (ii) timing and amount of estimated future production (iii) the supply and demand for, deliveries of, and the level and volatility of prices of zinc and other precious metals; (iv) the timing of the receipt of any outstanding regulatory and governmental approvals for the Company's projects; (v) the ability to meet social and environmental standards and expectations; (vi) the availability of financing for the Company's development of its properties on reasonable terms; (vii) the ability to procure equipment and operating supplies in sufficient quantities and on a timely basis; (viii) the ability to attract and retain skilled staff; (ix) exploration and development timetables; and (x) capital expenditure and operating cost estimates.

The Company has not been materially impacted by the ongoing conflict in the Ukraine, but uncertainty remains surrounding the conflict and the extent and duration of the impacts that it may have on the Company's ability to operate, on prices for zinc, on logistics and supply chains, on the Company's employees and on global financial markets.

The Pinargozu zinc mine was placed into production without a feasibility study of mineral reserves demonstrating economic and technical viability, and as such, any forward-looking statements related to the performance of the Pinargozu mine may differ materially from actual results. The decision to operate a mine without a technical report or feasibility study creates increased uncertainty. Economic or technical results of the Pinargozu zinc mine may differ materially from forward-looking statements due to reduced zinc grade, variation in estimated mineral resources, increased difficulty in mining and other risks associated with the reliability of internal analytical results, geological interpretation and statistical inferences drawn from drilling and sampling.

These forward-looking statements involve risks and uncertainties relating to, among other things, exploration and development risks, changes in commodity prices, particularly the zinc price, expectations regarding currency fluctuations, possible variation in mineral resources or grade, counter party risk associated with sales of zinc material, access to skilled mining personnel, results of exploration and development activities, uninsured risks, regulatory changes, defects in title, availability of materials and equipment, timeliness of government approvals, changes to government regulation and unanticipated environmental impacts on operations. Actual results may differ materially from those expressed or implied by such forward-looking statements. Factors that could cause actual results to differ materially include, but are not limited to, the risk factors contained in this MD&A. Investors should not place undue reliance on forward-looking statements, as the plans, intentions or expectations upon which they are based might not occur. The Company cautions that the foregoing list of important factors is not exhaustive. The forward-looking statements contained in this MD&A are expressly qualified by this cautionary statement. The Company does not undertake any obligation to publicly update or revise any forward-looking statements except as expressly required by applicable securities law.

Description of Business

Pasinex Resources Limited ("Pasinex" or the "Company") is a publicly listed company incorporated in British Columbia. The Company's shares are listed on the Canadian Securities Exchange ("CSE") under the symbol "PSE" and on the Frankfurt Stock Exchange ("FSE") under the symbol "PNX". The head and registered records office of the Company are located at 550 Burrard Street, Suite 2900, Vancouver, BC V6C 0A3 with its mailing address at 82 Richmond Street East, Toronto, Ontario, Canada, M5C 1P1.

Pasinex Resources Limited owns 50% of Horzum Maden Arama ve Isletme Anonim Sirketi ("Horzum A.Ş.", "Joint Venture" or "JV"), through its 100% owned subsidiary Pasinex Arama ve Madencilik Anonim Sirketi ("Pasinex Arama"). The other 50% owner is Kurmel Holding A.S ("Kurmel Holding"), a private Turkish company. Horzum A.Ş. holds 100% of the producing Pinargozu high-grade zinc mine. Horzum A.Ş. sells directly to zinc smelters and or refiners through commodity brokers from its mine site in Türkiye. The Company also holds a 51% interest of a high-grade zinc exploration project, the Gunman Project, located in Nevada, USA.

Pasinex is currently focused on advancing high-grade zinc properties, which are already producing through small-scale mining operations at zinc grades between 30% and 50%.

Selected Quarterly Information

	Three Months Ended September **2025**	2024	Nine Months Ended September **2025**	2024
Financial:				
Share of net equity (loss) gain from joint venture	**$ (77,708)**	$ 112,432	**$ (16,295)**	$ 1,055,712
Consolidated net income (loss)	**$ 42,989**	$ (245,877)	**$ (1,128,423)**	$ (256,655)
Basic and diluted net income (loss) per share	**$ 0.000**	$ (0.002)	**$ (0.007)**	$ (0.002)
Net cash used in operating activities	**$ (766,239)**	$ (215,139)	**$ (781,457)**	$ (753,066)
Weighted average shares outstanding	**178,121,328**	144,554,371	**155,866,312**	144,554,371

As at:	**September 30, 2025**	December 31, 2024
Total assets	**$ 4,053,376**	$ 3,557,225
Total liabilities	**$ 3,869,640**	$ 4,900,852
Total shareholders' equity (deficit)	**$ 183,736**	$ (1,343,627)

	Three Months Ended September **2025**	2024	Nine Months Ended September **2025**	2024
Horzum AS operational data (100% basis):				
Zinc product mined (wet) tonnes	**71**	479	**1,044**	3,207
Zinc product sold (wet) tonnes	**700**	498	**1,243**	4,478
Zinc sulphide product - average grade sold	**43.4%**	45.1%	**45.3%**	49.6%

The Company has a 50% joint venture interest in Horzum A.Ş., which is equity accounted. This means in the Pasinex consolidated financial statements:

- Horzum A.Ş. net income is shown on one line in the Consolidated Statement of Loss and Comprehensive Loss – Share of net gain from joint venture
- The investment in Horzum A.Ş. is shown on one line on the Consolidated Statement of Financial Position - Investment in joint venture

Recent Developments

Share Transfer and Settlement Agreement – Horzum A.Ş.

- On September 11, 2025, Pasinex signed a Share Transfer and Settlement Agreement (the "Agreement") with Kurmel Holding. Under the Agreement, Kurmel Holding will transfer its 50% shareholding in Horzum A.Ş. to Pasinex Arama. Completion of the share transfer is subject to approval by Türkiye's General Directorate of Mining and Petroleum Affairs ("MAPEG") and customary registration procedures. Upon approval, Pasinex Arama will own 100% of Horzum A.Ş., which holds the Pinargözü zinc mine and the Akkaya and Mahyalar licenses in Türkiye. Key terms of the Agreement include:
  a) Allocation of certain equipment to Kurmel Holding, with essential equipment remaining at Horzum A.Ş.;
  b) Transfer of three nearby land parcels to Horzum A.Ş. for USD 10,000, settled by equipment transfer;
  c) Production-linked payments of USD 600,000 upon 10,000 tonnes and USD 1,000,000 upon cumulative 20,000 tonnes of lead-zinc ore (≥30% grade) produced and sold; and
  d) Mutual release of all other receivables and claims among the parties upon completion.

100% Ownership of Sarikaya Project

- On September 15, 2025, Pasinex Arama signed an Addendum to the Option Agreement (the "Addendum Agreement") with Aydın Teknik Madencilik ve İnşaat Sanayi ve Ticaret A.Ş. ("Aydın Teknik"), a Turkish mining company owned by Abdullah Aydın (the "Optionor"). Since October 18, 2024, until the signing of the Addendum Agreement, Pasinex Arama paid a total of USD 350,000 in option payments to the Optionor. Pursuant to the Addendum Agreement:
  a) Pasinex Arama will make a USD 250,000 payment by September 30, 2025, triggering the transfer of 100% of the shares of Aydın Teknik to Pasinex Arama subject to the approval of MAPEG.
  b) A pledge of USD 2,000,000 was placed over the shares, with the balance to be paid in staged installments through June 30, 2027.

- Pasinex Arama made the committed payment of USD 250,000 on September 30, 2025, which triggered the transfer of 100% of the shares of Aydın Teknik. The completion of the share transfer was subject to MAPEG approval and other customary corporate and registration procedures.

- On November 6, 2025, MAPEG approved the transfer of the shares in Aydin Teknik from Abdullah Aydin to Pasinex Arama. With the completion of registrations, Pasinex Arama will own 100% of Aydin Teknik and Sarikaya License.

Corporate

- Effective September 26, 2025, Pasinex granted an aggregate of 2,500,000 stock options to directors, officers, and key employees of the Company. The stock options vest immediately, are exercisable at $0.075 per share, and expire five years from the date of grant. The options were granted pursuant to the Company's stock option plan, aligning management incentives with shareholder value creation.

- On October 1, 2025, Pasinex announced changing its financial year end from December 31 to March 31 to better align its reporting cycle with industry peers and to reduce pressure on calendar year-end reporting timelines. Pasinex will file a transitional report covering a fifteen-month period from January 1, 2025, to March 31, 2026, with audited financial statements. The next financial year will cover the twelve-month period from April 1, 2026, to March 31, 2027.

- On October 1, 2025, Pasinex announced that its upcoming Annual General Meeting ("AGM") will be held on November 21, 2025, at 11:00 a.m. Eastern Time at 82 Richmond Street East, Toronto, Ontario, M5C 1P1. Shareholders will be asked to elect directors, appoint auditors, and consider other customary business.

- On October 1, 2025, Pasinex announced its intention to nominate Dr. Mehmet Kömürcü for election to the Board at the upcoming AGM. Dr. Kömürcü is a partner in Dentons' Toronto office and a member of Dentons' Corporate Group. He advises Canadian and international clients on cross-border M&A, corporate governance, reorganizations, and general corporate matters, with a strong focus on mining and natural resources. Licensed in Ontario, Istanbul, and New York, Dr. Kömürcü previously served as general counsel to Türk Telekom during its privatization, international expansion and IPO, the largest in Türkiye's history at the time. His experience spans technology, telecommunications, energy, and higher education, with extensive relationships across Türkiye, Europe, and the Middle East. He holds a doctorate in public international law from the University of Wisconsin–Madison.

- On October 24, 2025, Pasinex closed its previously announced non-brokered private placement of common shares for gross proceeds of C$ 2,331,540 (the "Offering"), issuing a total of 31,087,200 common shares at C$ 0.075 per share. Following the closing of the Offering, the Company has 204,813,876 common shares issued and outstanding.

Outlook

Pasinex is building a zinc mining company step by step through the acquisition and development of exceptional high-grade zinc deposits, ranging from 25 to 50% zinc in Türkiye and 14 to 24% zinc in Nevada.

These high-grade zinc ore deposits have an exceptionally high intrinsic value, ranging from approximately $900 to $1,500 per tonne of ore, surpassing nearly all known copper and gold deposits currently under development or in production. In fact, these zinc ore grades are economically equivalent to copper grades of approximately 9% to 15%, assuming a copper price of $5 per pound.

Long-term mining costs range from approximately USD $250 to $300 per tonne of ore, resulting in after-tax margins generally between 30% and 50% of sales. The economic risk is low, given the high-grade zinc deposits and substantial margins that provide a buffer against various operational issues. Moreover, profitability can significantly increase when zinc prices rise.

In Türkiye, capital costs remain low due to the nature of the ore deposits, which can be readily accessed through adits and declines for underground mining. Because these carbonate-hosted zinc deposits are located at or near the surface, mining operations can commence quickly, generating immediate cash flow. Additionally, the high-grade nature of the ore ensures profitability from the outset, enabling rapid capital payback within just a few months.

Pasinex is currently focused on advancing high-grade zinc properties, which are already producing through small-scale mining operations at zinc grades between 30% and 50%. Due to our respected exploration team's extensive local knowledge and Pasinex's trusted reputation, we regularly receive opportunities to acquire licenses from family owners who wish to sell their mines for personal reasons or who lack the financial, technical, or managerial resources needed to fully develop their assets. This represents an ideal moment for Pasinex to acquire these licenses, explore and expand their resources, and secure the financing required to execute this strategic opportunity.

The Sarikaya license which Pasinex recently purchased highlights the tremendous potential that exists for near-term profitability through direct shipping ore, as well as the significant possibility of discovering a major zinc ore deposit.

Sarikaya is a prime example of the opportunities available for Pasinex in the coming years. In the region, exploration conducted by family owners primarily involved small-scale mining operations that follow surface outcrops via adits, without employing modern exploration methods. These large properties have seen minimal geological mapping, geochemistry, geophysics, structural analysis, or drilling, despite abundant outcrops and geological indicators. Pasinex's acquisition of these high-grade zinc licenses represents a valuable opportunity, generating wealth for the families through direct purchase payments and net smelter returns, while significantly enhancing shareholder value through company growth. Furthermore, Pasinex's business model promises substantial economic benefits and employment opportunities for local communities, aligning closely with Türkiye's broader economic vision.

The potential for mutually beneficial economic growth and capability development among all stakeholders is substantial, and stakeholders strongly support Pasinex's leadership in managing this strategy and these opportunities. The exceptional zinc grades have been clearly demonstrated through existing small-scale mining activities as well as visible surface outcrops.

Türkiye is an excellent jurisdiction for mining, featuring progressive mining laws, highly capable government ministries, skilled geologists, mining engineers, strong electrical and mechanical expertise, as well as first-rate legal, accounting, administrative, and commercial professionals. Additionally, Türkiye has a well-educated, hardworking workforce with deep mining and metallurgical knowledge. The country adheres to the best international practices in mining safety and environmental regulations, demonstrating effective implementation and enforcement of these laws.

The mining methods used for these high-grade zinc deposits involve underground operations accessed through adits and declines, resulting in a minimal environmental footprint and limited impact on surrounding communities. Pasinex maintains strong relationships and an excellent reputation with employees, local communities, and government authorities.

Türkiye offers outstanding geological potential due to its unique position at the intersection of the Asian, African, and European tectonic plates, creating numerous faults and geological features that significantly enhance the likelihood of discovering base metals and gold deposits. Additionally, Türkiye benefits from excellent infrastructure, including roads, electricity, and water resources conveniently located near most mining licenses, with easy access to major cities and ports. These factors position Türkiye as one of the best exploration and mining jurisdictions in the world.

Zinc has been recognized by the U.S. Geological Survey and the World Economic Forum as one of the 31 critical metals essential for the transition to a sustainable future. Primary uses of zinc include galvanizing steel to prevent rust in cars and construction materials, die-casting, and alloying with copper to create brass and with tin to create bronze for applications such as door handles, plumbing fittings, and heat exchange equipment. Zinc oxide is widely utilized in tire manufacturing, paints, and fertilizers. Additionally, zinc is used extensively in skincare, beauty products, health supplements, artwork, and musical instruments. Emerging technologies such as zinc-air batteries are anticipated to experience substantial growth. Zinc also plays a significant role in the electronics, automotive, textile, aerospace, and defense industries.

Global zinc consumption is approximately 12 million tonnes per year, with recycled zinc accounting for only about 34% of this demand. Due to zinc's dispersed applications and long product life cycles, only a portion can be economically recycled, resulting in significant dependence on primary zinc mined from deposits. Zinc is produced by many countries and is a globally traded commodity with prices set by the worldwide market. Unlike critical metals such as gallium or rare earth elements, zinc prices cannot be dominated or controlled by any single country or company.

Management regularly monitors economic conditions and estimates their impact on the Company's operations and incorporates these estimates in both short-term operating and longer-term strategic decisions. Apart from these and the discussion below on zinc prices and foreign currency, and the risk factors noted under the heading "Risks and Uncertainties", management is not aware of any other trends, commitments, events or uncertainties that would have a material effect on the Company's business, financial condition or results of operations.

Review of Quarterly Results

The following is a summarized consolidated income statement for Pasinex:

	Three Months Ended September		Nine Months Ended September	
	2025	2024	**2025**	2024
Equity (loss) gain from Horzum AS	**$ (77,708)**	$ 112,432	**$ (16,295)**	$ 1,055,712
Exploration costs	**(1,425)**	(11,236)	**(5,421)**	(116,263)
General and administration costs	**(609,641)**	(215,652)	**(1,436,352)**	(938,956)
Other income	**1,136**	8,481	**2,819**	28,606
Interest expense	**(34,991)**	(43,211)	**(171,506)**	(119,641)
Foreign exchange gain (loss)	**93,062**	10,897	**48,096**	194,100
Gain (loss) on net monetary position	**676,170**	(107,588)	**495,377**	(360,213)
Income tax expense	**(3,614)**	-	**(45,141)**	-
Net income (loss) for the period	**$ 42,989**	$ (245,877)	**$ (1,128,423)**	$ (256,655)

For the three and nine months ended September 30, 2025, Pasinex recorded a net income of $42,989 and loss of $1,128,423 respectively (2024 – $0.3 million and $0.3 million loss, respectively). The primary reason for the increase in net loss for the nine-month period was an equity loss recorded in 2025 versus an equity gain in 2024. The increase in net loss for the nine-month period was also affected by higher general and administration costs, due to additional legal costs, and higher interest expense, partially offset by lower exploration costs and a gain on net monetary position.

Equity (loss) gain from Horzum A.Ş.

Horzum A.Ş. is considered a joint venture for accounting purposes and as such the Company records its share of net income on one line in the income statement.

Exploration Costs

Exploration costs represent expenditures incurred at the Gunman Project.

General and administration costs

		Three Months Ended September 30,		Nine Months Ended September 30,	
	Note	**2025**	**2024**	**2025**	**2024**
Consulting fees	13	**$ 30,200**	$ 19,496	**$ 64,200**	$ 127,037
Investor relations		**45,768**	6,027	**68,890**	14,029
Management fees and salaries	13	**54,000**	42,825	**162,000**	163,425
Stock option expense	11	**192,501**	-	**253,201**	-
Director fees	13	**24,000**	24,000	**72,000**	72,000
Professional fees, office and general		**245,018**	183,088	**744,594**	522,372
Transfer agent and regulatory fees		**10,377**	5,471	**38,273**	25,625
Travel and accomodation		**7,764**	(65,816)	**32,639**	13,174
Other		**13**	561	**555**	1,294
Total general and adminstrative costs		**$ 609,641**	$ 215,652	**$ 1,436,352**	$ 938,956

The third quarter and the nine-month period general and administrative costs both were higher than the same period previous year due to:

- Higher office and general expenses as a result of increase in legal fees incurred in Türkiye and increases in audit and tax services.
- Stock option expense incurred after options were granted (2024 - $Nil).
- These increases were offset by lower consulting fees. The Company wrote off an amount accrued for consulting work that ended up being less than previously estimated. Consulting fees include amounts paid to the Company's general manager and exploration manager located in Türkiye;

Other income

Cash paid by Pasinex Arama to Pasinex Canada is set up as a loan receivable (payable) by Pasinex Arama (Canada). These amounts are eliminated on consolidation. In addition, Pasinex Arama charges Pasinex Canada interest on the loan. The interest expense (income) is also eliminated on consolidation. The amount of the loan can be reduced in the event that Pasinex Arama issues dividends to Pasinex Canada or by repayment of funds from Pasinex Canada to Pasinex Arama.

Interest expense

Interest expense increased year over year as the shareholder loan balances increased in 2025.

Gain (loss) on net monetary position

Türkiye is designated a hyper-inflationary economy for accounting purposes. Accordingly, IAS 29, Financial Reporting in Hyper-Inflationary Economies, was applied to the Company's consolidated financial statements as the Company's Turkish wholly owned subsidiary, Pasinex Arama, uses the Turkish Lira as its functional currency.

As a result of the high volatility of inflation rate, the Company recorded a gain on net monetary position of $676,170 and

$495,377 for the three and nine months ended September 30, 2025, respectively (2024 - loss of $107,588 and $360,213 respectively), which relates to the revaluation of Pasinex Arama's share capital.

Income tax expense

Pasinex Arama had a small income for income tax purposes after making adjustments for non-taxable dividend income received from Horzum and certain non-deductible expenses. This resulted in a small amount of income taxes being owed.

Turkish Joint Venture – Horzum A.Ş.

Financial Results

Below are the statements of operation for Horzum A.Ş. for the three and nine months ended September 30, 2025, and 2024 with a reconciliation to the Company's equity gain as shown on the Pasinex consolidated financial statements.

	Three Months Ended September 30,		Nine Months Ended September 30,	
(100% basis - Canadian dollars)	**2025**	**2024**	**2025**	**2024**
Revenue	**$ 787,169**	$ 926,835	**$ 1,888,120**	$ 6,176,310
Cost of sales	**(1,042,804)**	(641,567)	(1,652,435)	(3,659,000)
Selling, marketing and other distibution	**(38,935)**	(16,669)	(64,916)	(146,481)
Operating income (loss)	**(294,570)**	268,599	**170,769**	2,370,829
Impairment of Akmetal receivable	**-**	(1,503,388)	**-**	(5,169,198)
General and administrative expenses	**(263,775)**	(132,362)	**(935,545)**	(318,292)
Foreign exchange gain (loss)	**(135,099)**	1,527,530	**116,128**	5,153,685
Finance expense	**-**	(14,629)	**-**	(46,968)
Deferred tax expense (recovery)	**9,130**	(71,785)	**-**	(220,989)
Gain on net monetary position	**528,740**	270,186	**633,905**	910,034
Current income tax expense (recovery)	**43,985**	(135,529)	**-**	(624,195)
Net (loss) income	**$ (111,589)**	$ 208,622	**$ (14,743)**	$ 2,054,906
Pasinex ownership interest	**50%**	50%	**50%**	50%
The Company's equity share of net income (loss) of joint venture	**$ (55,795)**	$ 104,311	**$ (7,372)**	$ 1,027,453
Other comprehensive gain (loss)	**(21,913)**	8,121	**(8,923)**	28,259
Pasinex'equity share of other comprehensive (loss) gain of joint venture	**$ (77,708)**	$ 112,432	**$ (16,295)**	$ 1,055,712

Operating Results

- The average monthly LME zinc price (US$/lb.) was $ 1.26 for the nine months ended September 30, 2025 (2024 - $ 1.22).
- In Q3, 2025, Türkiye has continued to experience high inflation. According to the Turkish Statistical Institute, the one-year inflation rate to September 30, 2025, was 33% (2024 – 49%). As a result, Horzum A.Ş.'s financial performance was affected by price pressure on its goods and services, including wages of its labour force.
- The operating performance in Horzum A.Ş. decreased in the first nine months of 2025, compared with 2024, as a result of lower sales, higher costs with fixed costs continuing being incurred, partially offset by higher zinc prices.
- In Q3, 2025, Horzum A.Ş. had another zero-fatality quarter at the Pinargozu Mine with a total of 33,406 fatality-free hours. Year-to-date in 2025, Horzum A.Ş. reported one serious injury and three lost-time injuries.

- At the Pinargozu mine, during the three and nine months ended September 30, 2025, Horzum A.Ş. mined 71 tonnes and 1,044 tonnes of zinc product respectively (2024 – 479 tonnes and 3,207 tonnes respectively). The decrease in production was a direct result of a decline in the number of working zones in the mine as a consequence of our JV partner unilaterally stopping underground development, preventing Horzum A.Ş. from opening a new production level where drill results had shown a continuation of anomalous zinc grades at a depth below the existing production level.

- Because of low volumes of ore production, the ore was stockpiled as inventory until it was sold, resulting in a total of 700 tonnes and 1,243 tonnes being sold in the three and nine months ended September 30, 2025. In contrast, in 2024, respectively, 498 and 4,478 tonnes of product were sold.

- The following is a reconciliation of the Horzum A.Ş. inventory tonnage movements for the nine months ended September 30, 2025.

Nine Months Ended September 30, 2025 (Tonnes)	**Oxide**	**Sulphide**	**Total**
Opening Inventory	180	237	417
Production Net of Waste	111	933	1,044
Sales	(196)	(1,047)	(1,243)
Write-off	-	(109)	(109)
Ending Inventory	**95**	**14**	**109**

Liquidity and Financial Position

Horzum A.Ş.'s operations continue to generate moderate positive operating income, however in the absence of the receipt of additional dividends from Horzum A.Ş., the Company would need to secure funding from either equity financing or additional related party loans to fund its ongoing activities. There can be no assurance that the Company will be able to generate either sufficient dividends from Horzum A.Ş. or be able to generate funds from other sources. Accordingly, these conditions represent a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

Off-Balance Sheet Arrangements

As of the date of this MD&A, the Company does not have any off-balance sheet arrangements that have, or are reasonably likely to have, a current or future effect on the results of operations or financial condition of the Company, including, and without limitation, such considerations as liquidity, capital expenditures and capital resources that would be material to investors.

Commitments and Contingencies

As of the date of this MD&A, the Company has no commitments or contingencies. The Company's mining and exploration activities are subject to various government laws and regulations relating to the protection of the environment. These environmental regulations are constantly changing and generally more restrictive. The Company does not believe that there are currently any decommissioning liabilities at its sites, nor subject to known additional environmental liabilities or mitigation measures.

Share Capital

As of the date of this MD&A, the Company has 204,813,876 issued and outstanding common shares and an aggregate of 11.9 million stock options outstanding.

Related Party Transactions

The Company lists its related party transactions in Note 13 of its unaudited condensed interim consolidated financial statements for the quarter ended September 30, 2025.

Selected Quarterly Financial Information

The following table provides a summary of audited financial data for the last eight quarters:

		Three Months Ended			
		Sep 2025	**Jun 2025**	**Mar 2025**	**Dec 2024**
Equity gain (loss) from joint venture	$	(77,708)	18,633	42,780	(912,565)
Consolidated net (loss) income	$	42,989	(282,935)	(888,477)	(2,394,375)
Basic and diluted net (loss) income per share	$	0.000	(0.002)	(0.004)	(0.017)
		Sep 2024	**Jun 2024**	**Mar 2024**	**Dec 2023**
Equity gain (loss) from joint venture	$	112,432	309,802	633,478	(328,349)
Consolidated net (loss) income	$	(245,877)	(296,550)	285,772	(797,921)
Basic and diluted net (loss) income per share	$	(0.002)	(0.002)	0.002	(0.010)

- See *Review of Quarterly Results – Equity Gain* for an explanation of Equity gain. The quarterly equity gains (losses) are calculated by taking 50% of the following calculation. Horzum A.Ş.'s net income, which includes hyperinflationary adjustments, less dividends issued by Horzum A.Ş.

- Quarterly consolidated net income or loss has varied primarily due to the variability of the equity gain or loss recorded from the joint venture.

Risks and Uncertainties

The Company's business contains significant risk due to the nature of mining, exploration and development activities. In addition to the usual risks associated with an investment in a junior resource company, management and the directors of the Company believe that, in particular, the following risk factors should be considered by prospective investors. It should be noted that this list is not exhaustive and that other risk factors may apply. An investment in the securities of the Company is highly speculative and involves numerous and significant risks. Such investment should be undertaken only by investors whose financial resources are sufficient to enable them to assume these risks and who have no need for immediate liquidity in their investment. Prospective investors should carefully consider the risk factors below that have affected, and which in the future are reasonably expected to affect the Company and its financial position.

Additional risks and uncertainties are discussed in greater detail in the Company's Management Discussion and Analysis for the year ended December 31, 2024, available on www.sedarplus.ca.

Use of Accounting Judgements and Estimates

The Company prepares its consolidated financial statements in conformity with IFRS Accounting Standards. The preparation of the Company's consolidated financial statements requires management to make estimates and judgments that affect the reported amounts of assets, liabilities, revenues and expenses. Material accounting policy information and critical accounting estimates and judgments are described in Notes 3 and 4 of the Company's audited consolidated financial statements for the year ended December 31, 2024.

Disclosure of Internal Controls

Management has established processes to provide them with sufficient knowledge to support representations that they have exercised reasonable diligence to ensure that (i) the consolidated financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of and for the periods presented by the unaudited condensed interim consolidated financial statements; and (ii) the consolidated financial statements fairly present in all material respects the financial condition, financial performance and cash flows of the Company, as of the date of and for the periods presented.

In contrast to the certificate required for non-venture issuers under National Instrument 52-109 Certification of Disclosure in Issuers' Annual and Interim Filings ("NI 52-109"), the Venture Issuer Basic Certificate filed by the Company does not include representations relating to the establishment and maintenance of disclosure controls and procedures ("DC&P") and internal control over financial reporting ("ICFR"), as defined in NI 52-109. In particular, the certifying officers filing such certificate are not making any representations relating to the establishment and maintenance of:

i) controls and other procedures designed to provide reasonable assurance that information required to be disclosed by the issuer in its annual filings, interim filings or other reports filed or submitted under securities legislation is recorded, processed, summarized and reported within the time periods specified in securities legislation; and

ii) a process to provide reasonable assurance regarding the reliability of financial reporting and the preparation of unaudited condensed interim consolidated financial statements for external purposes in accordance with the issuer's generally accepted accounting principles (IFRS).

The Company's certifying officers are responsible for ensuring that processes are in place to provide them with sufficient knowledge to support the representations they are making in such certificate. Investors should be aware that inherent limitations on the ability of certifying officers of a venture issuer to design and implement on a cost-effective basis DC&P and ICFR as defined in NI 52-109 may result in additional risks to the quality, reliability, transparency and timeliness of interim and annual filings and other reports provided under securities legislation.

Management's Responsibility for Financial Information

The Company's financial statements are the responsibility of the Company's management and have been approved by the board of directors. The consolidated financial statements were prepared by the Company's management in accordance with IFRS Accounting Standards. The consolidated financial statements include certain amounts based on the use of estimates and assumptions. Management has established these amounts in a reasonable manner in order to ensure the financial statements are presented fairly in all material respects.

Qualified Person

Jonathan Challis, a Fellow of the Institute of Materials, Minerals and Mining and a Chartered Engineer, is the qualified person ("QP") as defined by NI 43-101 for all information in this MD&A. Mr. Challis is a director of the Company and Chair of the Pasinex Arama.

Additional Information

Additional information about the Company can be found on their Disclosure Hall page at www.cnsx.ca, the Company's website at www.pasinex.com, or on www.sedar.com.

November 21, 2025

"Larry Seeley"
Larry Seeley
Executive Chairman

"Ian Atacan"
Ian D. Atacan
Director and Chief Financial Officer