The following information, prepared as of December 18, 2025, should be read in conjunction with the unaudited condensed interim financial statements of Fraser Big Sky Capital Corp. (the "Company") for the three months ended October 31, 2025, together with the audited financial statements of the Company for the year ended July 31, 2025. The referenced financial statements have been prepared in accordance with IFRS® Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). All amounts are expressed in Canadian dollars ($) unless otherwise indicated.

These documents and other information relevant to the Company's activities are available for viewing on SEDAR+ at www.sedarplus.ca.

Forward-looking Statements

Forward-looking statements look into the future and provide an opinion as to the effect of certain events and trends on the business. Forward-looking statements may include words such as "plans", "intends", "anticipates", "should", "estimates", "expects", "believes", "indicates", "suggests" and similar expressions.

This MD&A, and in particular, the "Outlook" section contains forward-looking statements. These forward-looking statements include without limitation: statements regarding the Company's future plans and expenditures, the ability of the Company to hire and retain employees and consultants and estimated administrative assessment and other expenses. As such, all forward-looking statements are based on current expectations and various estimates, factors and assumptions and involve known and unknown risks, uncertainties and other factors.

It is important to note that unless otherwise indicated, forward-looking statements in this MD&A describe the Company's expectations as of December 18, 2025. Readers are cautioned not to place undue reliance on these statements as the Company's actual results, performance or achievements may differ materially from any future results, performance or achievements expressed or implied by such forward-looking statements if known or unknown risks, uncertainties or other factors affect the Company's business, or if the Company's estimates or assumptions prove inaccurate. As a consequence, actual results might differ materiality from results forecasted or suggested in these forward-looking statements.

For a description of material factors that could cause the Company's actual results to differ materially from the forward-looking statements in this MD&A, please see **Risks and Uncertainties**.

Company Overview

Fraser Big Sky Capital Corp. was incorporated pursuant to the provisions of the Business Corporations Act of British Columbia on October 11, 2023. The Company was formed for the primary purpose of completing an Initial Public Offering ("IPO") on the TSX Venture Exchange ("TSXV") as a Capital Pool Company ("CPC") as defined by TSXV Policy 2.4 ("Policy 2.4"). The Company's objective is to complete a Qualifying Transaction ("QT") as defined under Policy 2.4 by identifying and evaluating potential business acquisitions and to subsequently negotiate acquisition or participation agreements subject to regulatory and shareholder approvals. On February 25, 2025, the Company completed its initial public offering ("IPO") and was listed on the TSXV.

The Company's corporate office is located at 6th Floor - 905 West Pender Street, Vancouver, BC V6C 1L6.

Highlights

Initial Public Offering

On February 25, 2025, the Company completed its IPO through the issuance of 2,675,000 common shares of the Company at a price of $0.10 per share for gross proceeds of $267,500. In connection with the IPO, the Company entered into an agency agreement with Research Capital Corporation (the "Agent"). The Company paid an aggregate of $78,758 in cash share issuance costs which includes cash commissions, corporate finance fee, legal and other expenses incurred by the Agent. In addition, the Company issued 267,500 non-transferable share purchase warrants (the "Agent Warrants"). Each Agent Warrant is exercisable into one common share of the Company at a price of $0.10 per share and expires on February 25, 2027.

Qualifying Transaction

During the period from completing its IPO to the date of filing this MD&A, the Company has engaged in a number of exploratory discussions and meetings for QT opportunities, including attending a roadshow hosted by the TSXV, to identify target companies which may be suitable candidates for completion of the Company's QT.

Summary of Quarterly Results

The following is selected financial data from the Company's unaudited quarterly financial statements for the last eight quarters ending with the most recently completed quarter, being October 31, 2025.

	Three Months Ended ($)			
	October 31, 2025	July 31, 2025	April 30, 2025	January 31, 2025
Total revenues	-	-	-	-
Loss	(9,933)	(12,488)	(81,744)	(38,796)
Loss per share (basic and diluted)[1]	(0.00)	(0.00)	(0.02)	(0.02)
Working capital	129,064	138,997	151,485	9,244
Total assets	150,275	166,092	169,862	46,327

	Three Months Ended ($)			
	October 31, 2024	July 31, 2024	April 30, 2024	January 31, 2024
Total revenues	-	-	-	-
Loss	(42,941)	(9,019)	(5)	-
Loss per share (basic and diluted)[1]	(0.02)	(0.01)	(0.05)	-
Working capital	48,040	90,981	-	5
Total assets	61,176	99,981	-	5

[1] The basic and diluted loss per share calculations result in the same amount due to the anti-dilutive effect of outstanding stock options and warrants.

Results of Operations

Three months ended October 31, 2025

The Company recorded a loss of $9,933 ($0.00 per share) for the three months ended October 31, 2025 as compared to a loss of $42,941 ($0.02 per share) for the three months ended October 31, 2024. The decrease in loss is due to higher professional fees and transfer agent, filing and listing fees incurred during the three months ended October 31, 2024 in connection with the Company's listing on the TSXV.

Professional fees of $6,308 (2024 - $27,804) include fees for general accounting services and legal fees incurred for corporate and regulatory matters.

Transfer agent, filing and listing fees of $2,375 (2024 - $13,089) include listing fees paid to the TSXV and transfer agent fees paid to the Company's transfer agent.

Financing Activities and Capital Expenditures

During the three months ended October 31, 2025, the Company did not issue any shares.

During the year ended July 31, 2025, the following common share issuance occurred:

- On February 25, 2025, the Company completed its IPO through the issuance of 2,675,000 common shares of the Company at a price of $0.10 per share for gross proceeds of $267,500. In connection with the IPO, the Company entered into an agency agreement with the Agent. The Company paid an aggregate of $75,758 in cash share issuance costs which includes cash commissions, corporate finance fee, legal and other expenses incurred by the Agent. In addition, the Company issued 267,500 Agent Warrants. Each Agent Warrant is exercisable into one common share of the Company at a price of $0.10 per share and expires on February 25, 2027. The Agent Warrants were fair valued at $14,261 using the Black-Scholes option pricing model with the following assumptions – risk free rate – 2.64%; expected dividend rate – 0%; expected life – 2 years; expected annual volatility – 100%; and expected forfeiture rate – 0%. In connection with the Company's listing on the TSXV, the Company incurred listing fees of $15,750, included in transfer agent, filing and listing fees on the condensed interim statements of loss and comprehensive loss.

The Company incurred $nil (2024 - $nil) of capital expenditures during the three months ended October 31, 2025.

Liquidity and Capital Resources

The Company's operations consumed $13,352 (2024 - $41,055) of cash for the three months ended October 31, 2025.

The Company's aggregate operating and financing activities during the three months ended October 31, 2025 resulted in a decrease of $13,352 in its cash balance of $159,114 at July 31, 2025 to $145,762 at October 31, 2025. As at October 31, 2025, the Company had working capital of $129,064.

The unaudited condensed interim financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. As at October 31, 2025, the Company had an accumulated deficit of $194,926 (July 31, 2025 - $184,993) and working capital of $129,064 (July 31, 2025 - $138,997). Furthermore, the Company incurred a net loss of $9,933 (2024 - $42,941) for the three months ended October 31, 2025. The Company estimates it has sufficient funds to continue operations for the next 12 months. The Company has not generated any revenue since incorporation and its ability to continue as a going concern is dependent on its ability to obtain necessary financing to meet its corporate expenditures and discharge its liabilities in the normal course of business. Although the Company has been successful in obtaining financing in the past, there can be no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Company. These factors give rise to material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern and, therefore, that it may be unable to realize its assets and discharge its liabilities in the normal course of business.

Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

Transactions with Related Parties

Related parties are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, either directly or indirectly. Related parties of the Company include members of the Board, officers of the Company, close family members of these individuals, and any companies controlled by these individuals.

The compensation paid or payable to key management for services during the three months ended October 31, 2025 and 2024 is as follows:

	2025	**2024**
	$	**$**
Professional fees	3,308	27,354
	3,308	27,354

During the three months ended October 31, 2025, $3,308 (2024 - $1,103) in professional fees for Chief Financial Officer and accounting support services was charged by Malaspina Consultants Inc., a company controlled by Killian Ruby, a director of the Company.

During the three months ended October 31, 2025, $nil (2024 - $26,251) in professional fees was charged by Segev LLP, a company in which Aadam Tejpar, corporate secretary of the Company, was a partner.

On February 25, 2025, the Company granted an aggregate of 467,509 stock options with a fair value of $35,243 to officers and directors of the Company. The stock options vested immediately.

Included in accounts payable and accrued liabilities at October 31, 2025 is $4,410 (July 31, 2025 - $5,075) due to related parties. These amounts are unsecured and due under normal business terms.

Financial Instruments

Discussions of risks associated with financial assets and liabilities are detailed below:

Credit Risk
Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. Credit risk arises from cash held with banks and financial institutions. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The Company considers credit risk with respect to its cash to be immaterial as cash is held through a large Canadian financial institution.

Liquidity Risk
Liquidity risk is the risk that the Company is not able to meet its financial obligations as they become due. The Company manages its liquidity risk by continuously monitoring forecasted and actual cash flows, as

well as anticipated investing and financing activities. Accounts payable and accrued liabilities have contractual maturities of 30 days or are due on demand and are subject to normal trade terms. As at October 31, 2025, the Company had working capital of $129,064.

Market Risk
Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, foreign exchange risk and other price risk. The Company's exposure to and management of market risk has not changed materially from that of the year ended July 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 because of changes in market interest rates. The risk that the Company will realize a cash loss is limited as the Company's liabilities are non-interest bearing. As at October 31, 2025, the Company is not exposed to any material interest rate risk.

- Foreign Exchange Risk
  Foreign exchange risk is the risk that the fair value or future cash flows will fluctuate as a result of changes in foreign exchange rates. The Company's functional currency is the Canadian dollar and transactions are transacted in Canadian dollars. As a result, the Company believes it is not exposed to material foreign exchange risk.

- Other Price Risk
  Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer by factors affecting all similar financial instruments traded in the market. The Company believes it is not exposed to material other price risk.

Outstanding Share Data

a) Authorized Capital:

Unlimited common shares, without par value

Below is the summary of the Company's share capital as at October 31, 2025 and as of the date of this report:

	As at	
Security description	**December 18, 2025**	**October 31, 2025**
Common shares – issued and outstanding	4,675,100	4,675,100
Stock options	467,509	467,509
Warrants	267,500	267,500
Common shares – fully diluted	**5,410,109**	**5,410,109**

Disclosure Controls and Procedures

In connection with National Instrument 52-109 (Certificate of Disclosure in Issuer's Annual and Interim Filings) ("NI 52-109"), the Chief Executive Officer and Chief Financial Officer of the Company have filed a Venture Issuer Basic Certificate with respect to the financial information contained in the condensed interim financial statements for the three months ended October 31, 2025 and this accompanying MD&A (together, the "Interim Filings").

In contrast to the full certificate under NI 52-109 the Venture Issuer Basic Certificate does not include representations relating to the establishment and maintenance of disclosure controls and procedures and internal control over financial reporting, as defined in NI 52-109. For further information, the reader should refer to the Venture Issuer Basic Certificates filed by the Company with its filings on SEDAR+ at www.sedarplus.ca.

Risks and Uncertainties

The Company is currently in the process of identifying and evaluating potential business acquisitions in order to complete a QT and has no source of revenue. There can be no assurance that the Company will successfully identify a business to complete a QT or have the necessary financial resources to complete a QT. Although the Company has been successful in obtaining financing in the past, there can be no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Company.

Outlook

The Company is working towards the completion of a Qualifying Transaction as defined under Policy 2.4 by identifying and evaluating potential business acquisitions.

Other Information

Additional information related to the Company is available for viewing on SEDAR+ at www.sedarplus.ca.