ECM Capital Advisors
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McFarlane Lake Mining Ltd.

Initiation of Coverage

Sector: Precious Metals, Canada

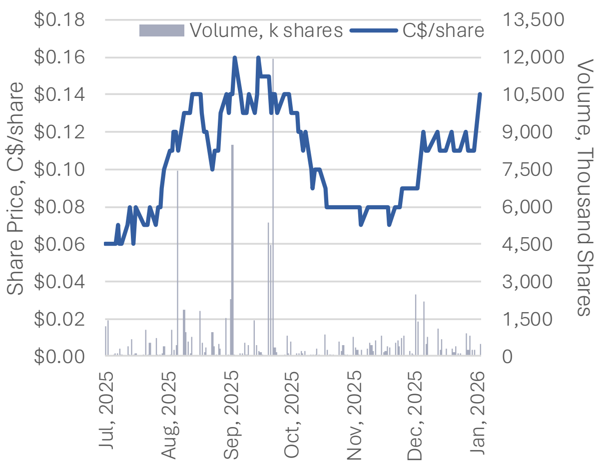
January 20, 2026

MLM – CSE / MLMLF – OTC

SPEC. BUY - C$0.30/share PT

MARKET DATA		
Closing Price, C$/share		$0.14
52-Week trading range, C$/share:	$0.02	$0.17
Avg. daily trading volume (000) (3-month):		455
Shares outstanding, #M:		423.3
Shares fully diluted, #M:		577.2
Market capitalization, C$M:		$59
Enterprise value, C$M:		$72
P/NAV:		-

STOCK CHART



Source: Capital IQ, Prices in Canadian dollars. Priced as of January 19, 2026.

MAJOR SHAREHOLDERS	%
Aris Mining	19.4%
Mark Trevisiol (CEO)	8.5%
Perry Dellelce (Director)	4.5%
Other	67.6%

Company Description: McFarlane Lake is a junior gold exploration company focused in Canada. The company's flagship project is the Juby Gold Property located in the Abitibi Greenstone Belt in Ontario. McFarlane is headquartered in Sudbury, Ontario, Canada.

Investment Highlights

McFarlane Lake is a junior explorer focused on advancing its fully owned Juby gold project in Ontario. We are initiating coverage with a SPECULATIVE BUY rating and a price target of C$0.30/share based on the Company's current MRE, even though the Company is actively carrying out different initiatives to significantly increase its mineral inventory. In our view, MLM represents an attractive risk/reward opportunity for risk-tolerant investors.

- On September 29, 2025, McFarlane completed the acquisition of the Juby gold project from Aris Mining (ARIS-TSX | Not Rated) for US$22 million. In October the Company issued an updated MRE and more recently, in December, kick-started a +12k meter drill campaign that could materially increase the mineral inventory. In parallel with drilling, the Company has launched an extensive sampling program of existing untested drill core.
- Currently, Juby's 43-101 shows indicated resources of 31.7Mt @ 0.98g/t Au (1.01Moz Au) and inferred resources of 109.5Mt @ 0.89 g/t Au (3.17Moz Au) at US$2,500/oz gold prices. Management has indicated that it is targeting to increase the MRE to 10Moz, based on strategic alternatives and resource continuity at depth.
- For Juby's acquisition, McFarlane raised US$15M through a 15% secured debenture due October 2026 and C$9.34M by a combination of LIFE and flow-through offerings. After the partial redemption of the senior debentures following the sale of West Hawk and High Lake, debt stands at ~C$17.7M and cash at ~C$7M. Management is considering different alternatives for debt repayment.
- In our view, McFarlane's leadership has the experience and is taking the right steps to advance the Juby project.
- Our 12-month PT of C$0.30/share is based on an in-situ approach using a conservative C$50/oz multiple minus corporate adjustments and using our FD share count estimate in 12 months. As our PT implies a 117% potential return, and considering the risks of a pre-revenue levered exploration story, we are initiating coverage of McFarlane Lake Mining with a SPECULATIVE BUY rating.

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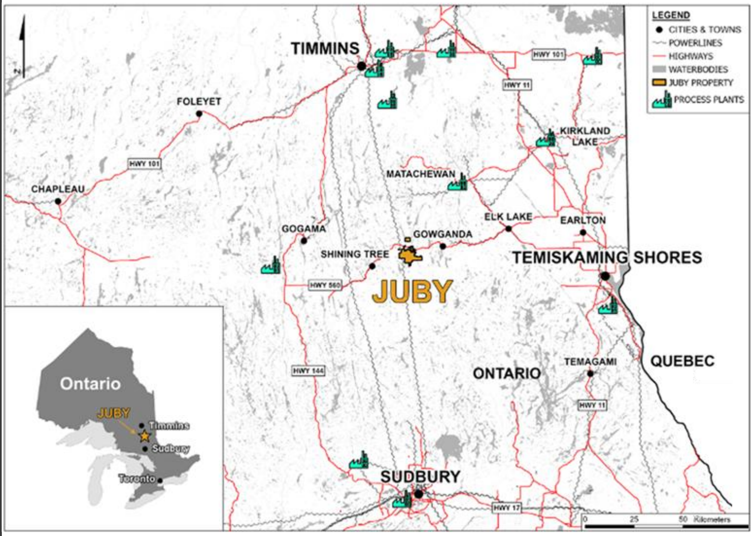
McFarlane Lake Mining Ltd.

Rating: BUY
Target: $0.30

COMPANY STATISTICS

Price, C$/share		$0.14
Shares outstanding, #M:		423.3
Shares fully diluted, #M:		577.2
Market capitalization, C$M:		59
Enterprise value, C$M:		72
52-Week trading range, C$/share:	$0.02	$0.17
Average daily trading volume (000) (3-month):		455
Projected 12-month return:		117%

OPERATING AREAS



RESERVES AND RESOURCES

	kt	Au g/t	Au cont. koz
Measured & Indicated	31	0.98	1,012
Inferred	106	0.89	3,170
Total Resources	**137**	**0.91**	**4,182**

COMMODITY PRICE ASSUMPTIONS

	2024A	2025A	2026E
Gold, US$/oz.	2,387	3,440	4,000
Silver, US$/oz.	28.2	39.9	70.0
USD/CAD	1.37	1.40	1.37

OWNERSHIP

	POSITION
Aris Mining	19%
Mark Trevisiol (CEO)	9%
Perry Dellelce (Director)	5%
Other Directors	2%
Free Float	65%

INCOME & EBITDA

(in thousand CAD)

	2024A	2025A	2026E
Operating Costs	0	0	0
SG&A	5,367	3,257	6,512
Other Opex	-1	0	0
EBITDA	**-4,363**	**-3,257**	**-6,512**
Exploration Expenditures	-2,689	-1,852	-5,000
Net Income	**-4,363**	**-3,018**	**-6,512**

CASH FLOW

(in thousand CAD)

	2024A	2025A	2026E
Cash Flow from Operations	-4,921	-2,226	-5,478
Cash Flow from Investing	-8	0	-10,787
Cash Flow from Financing	5,822	0	35,011
Net Change in Cash	893	-405	18,746
Free Cash Flow	**-4,921**	**-405**	**-16,265**

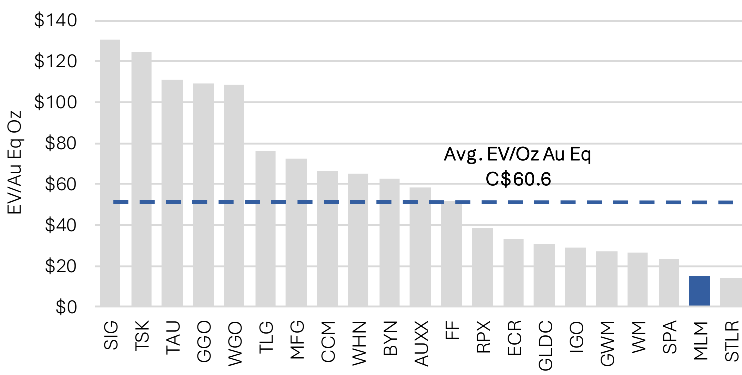
BALANCE SHEET & LEVERAGE

(in thousand CAD)

	2024A	2025A	2026E
Cash	1,143	738	19,172
Debt	0	210	17,548
Net Debt	-1,143	-217	-1,624

VALUATION AND TARGET PRICE

Canadian Gold Explorers and Developers



	Target Price Calculation	
Canadian Gold Explorers Avg.	C$/oz	62.9
Multiple Applied	C$/oz	50.0
McFarlane MRE	Moz Au	4.2
Implied In-Situ Value	C$M	209.1
Corporate Adjustments	C$M	-15.0
FD Shares in 12-months	#M	194.1
Price Target	**C$/share**	**0.30**

Source: Capital IQ, Company Filings, ECM Capital Advisors Ltd.

Note: Year ends on August 31st

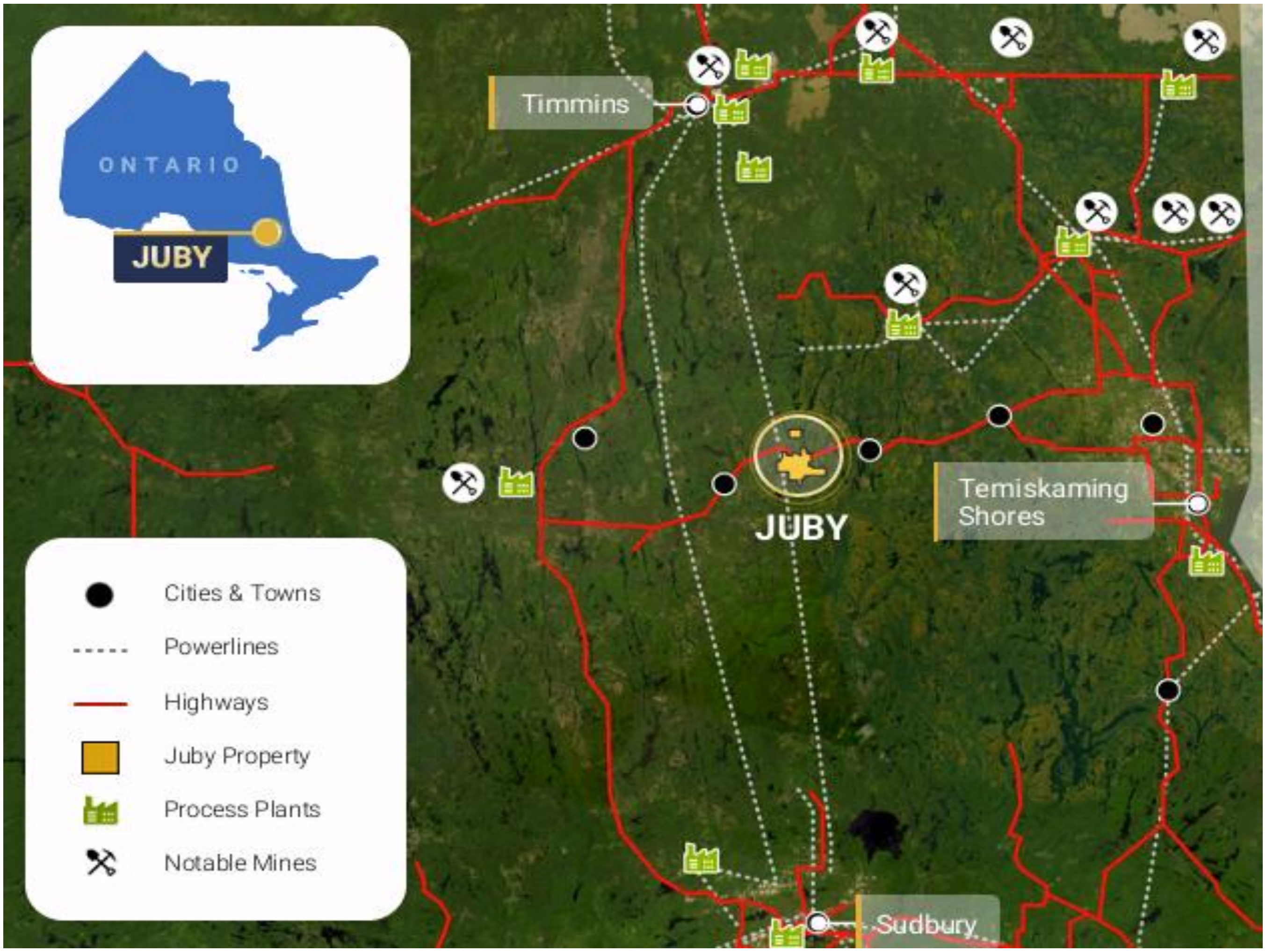
Investment Thesis

McFarlane Lake offers exposure to the advanced exploration Juby project, which was acquired from Aris Mining (ARIS-TSX) in September 2025. This multi-million-ounce gold asset is located within Ontario's Abitibi belt, one of the most prolific gold-producing regions in the world that has yielded over 200Moz since 1901. Several gold producers are currently operating in the area, including Agnico Eagle (AEM-NYSE), IAMGOLD (IAM-TSX), Newmont (NEM-NYSE) and Alamos Gold (AGI-TSX).

Juby spans over 5,288 hectares, and 405 diamond drill holes totaling over 116k meter have been drilled to date. Four mineralized zones expand through an 8.7-kilometre strike length on the property. In December, McFarlane began its exploration campaign, which we will review in detail later in the report.

The project benefits from first-class infrastructure, with established roads (incl. highway 560), power and skilled labor and support services located nearby. In addition, the Company is led by experienced mine builders and capital markets professionals with a disciplined, value-focused approach.

Figure 1: Juby location and infrastructure



Source: Company Reports.

In October 2025, McFarlane published an updated MRE by reviewing historical drilling and mineralization modelling, using a conservative gold price of US$2,500/oz. Under the updated MRE, Juby now hosts indicated resources of 1.01Moz @ 0.98g/t Au and inferred resources of 3.17Moz @ 0.89g/t Au for total contained resources of 4.18Moz of gold. Importantly, at a gold price of US$3,750/oz approximately 5.43Moz of gold are categorized as gold resources.

Figure 2: Juby Mineral Resources Estimate

Category	Mt	Au g/t	Au Cont. Moz
Measured & Indicated			
Measured	0	-	-
Indicated (open-pit)	30.8	0.94	0.93
Indicated (underground)	1.0	2.66	0.08
Total M&I	**30.8**	**0.98**	**1.01**
Inferred (open-pit)	105.8	0.83	2.81
Inferred (underground)	3.7	2.86	0.36
Total M&I	**105.8**	**0.89**	**3.17**
Total Resources	136.6		4.18

Source: Company Reports, ECM Capital Advisors.

Figure 3: Juby Mineral Resources Estimate Sensitivity to Gold Price

Gold Price	RF	Classification	Mt	Au g/t	Au Cont. Moz
$2,500	1.0	Indicated	31.7	0.99	1.09
		Inferred	109.5	0.9	3.17
$3,000	1.2	Indicated	34.8	0.98	1.10
		Inferred	130.5	0.88	3.71
$3,250	1.3	Indicated	37.8	0.96	1.17
		Inferred	146.5	0.86	4.05
$3,750	1.5	Indicated	39.5	0.94	1.20
		Inferred	154.5	0.85	4.23

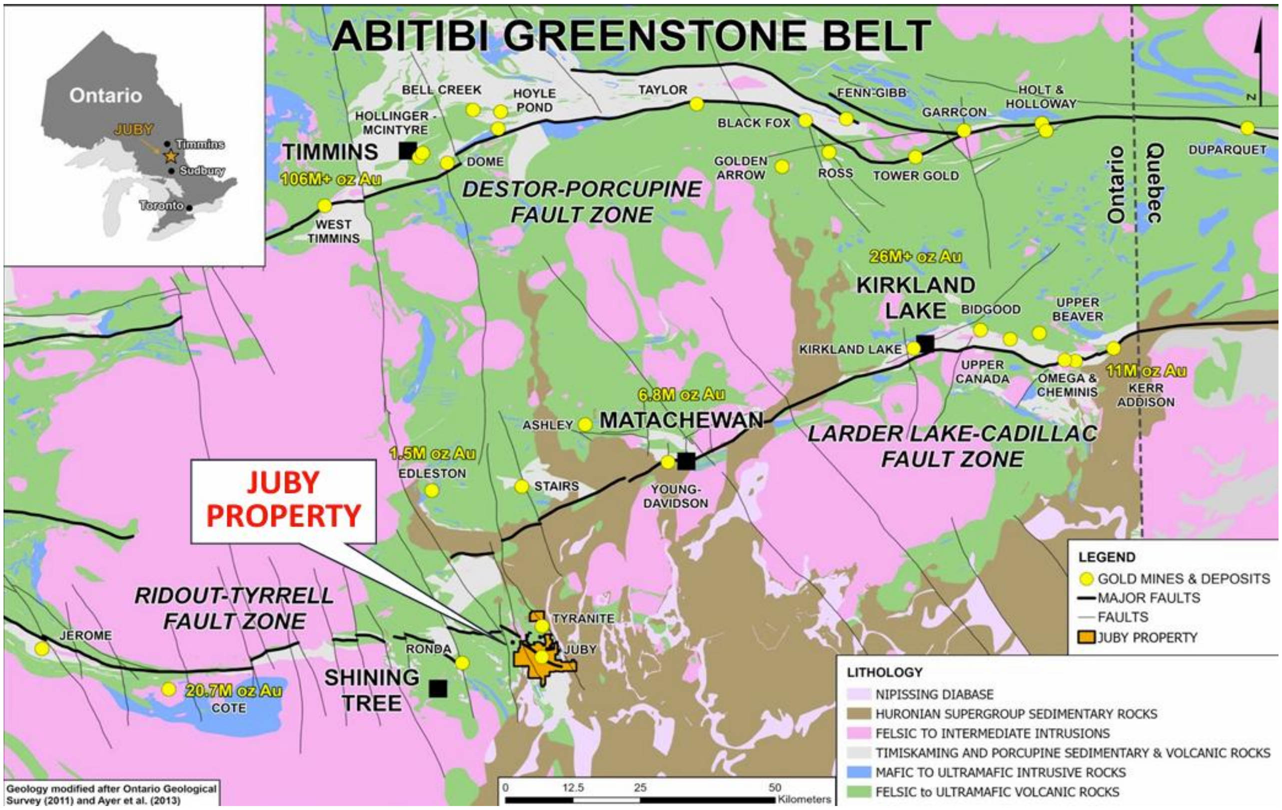
Source: Company Reports, ECM Capital Advisors.

Geology Setting and Mineralization

The Juby Project, located south of the main Abitibi greenstone belt, features Archean volcanic and sedimentary rocks intruded by major batholiths and overlain by Huronian sediments. The project area is characterized by Archean ultramafic, mafic, and intermediate volcanic rocks, along with Porcupine assemblage sediments and numerous quartz-feldspar porphyritic dykes.

Gold mineralization in the area is primarily controlled by the Tyrrell Shear Zone (TSZ), which exhibits varying structural attitudes and influences the distribution of deposits such as Juby Main Zone (JMZ), Golden Lake Zone (GLZ), Big Dome Zone (BDZ), and Hydro Creek-LaCarte Zone (HCLZ). The mineralization style ranges from narrow, high-grade quartz-carbonate-pyrite veins within broad zones of alteration in JMZ and GLZ, to multiple lenses of higher-grade veins in BDZ and HCLZ, with gold grades generally correlating with the intensity of alteration and pyrite content. Host rocks include altered sediments, mafic to ultramafic volcanics, and feldspar porphyritic dykes, with structural features and alteration intensity playing key roles in gold concentration.

Figure 4: Abitibi Greenstone Belt and Juby Property Location



Source: Company Reports.

Path to Increased Resources

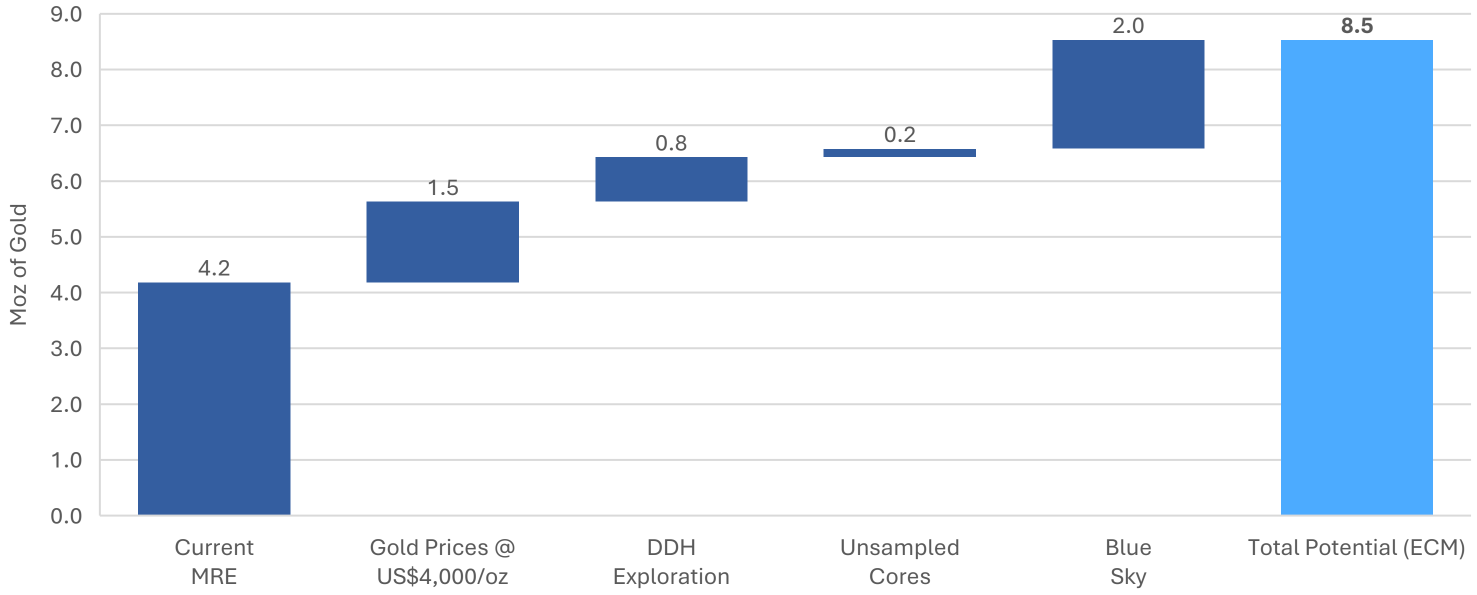
As we mentioned before, in December 2025, McFarlane began its 12k to 13k meters diamond drilling campaign, which is targeting to add 15 to 30Mt of gold mineralization at an estimated grade of 0.9g/t to 1.1g/t gold (between 500koz and 1Moz of gold) based on Company's estimates. There are four main mineralized zones (Juby, Golden Lake, Big Dome, Hydro Creek) that extend through 8.7km length. However, the bulk of the drilling will take place at the Golden Lake and the Juby zones, as the model interpolation shows that the highest potential to add gold mineralization is beneath the Golden Lake pit resource area and in both the Juby east zone and Juby west zone.

In parallel with drilling, McFarlane has launched an extensive sampling program of 2k meters of top-priority existing drill core. This represents the first phase of a broader campaign targeting approximately ~10k meters of previously unsampled historic core identified during the Company's recent MRE update which could add between 75k and 150koz of gold, based on internal estimates.

All of these efforts follow the same objective: adding gold ounces. Management believes that there is a path to reach 10Moz of gold @ 1g/t Au through these initiatives, with the gold price acting as a tailwind. In Figure 5 we show our view on potential resources, which is more conservative and points to ~8.5Moz of gold in the medium-term.

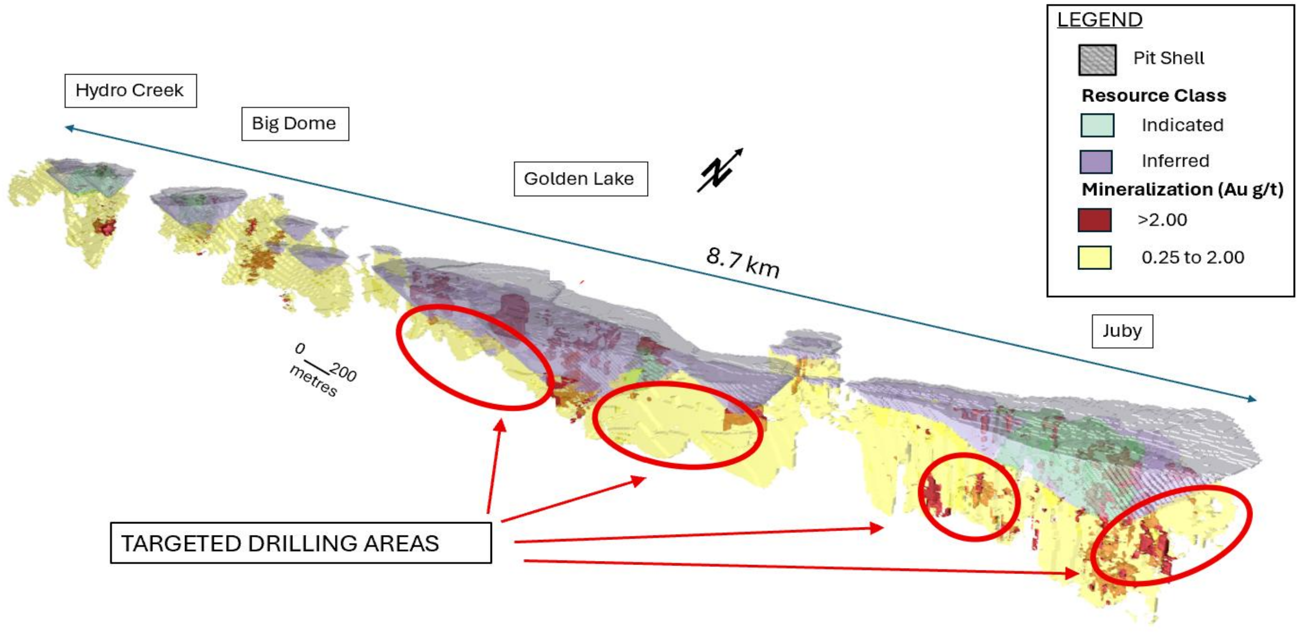
To reach this target we are assuming that the current MRE would increase to ~5.6Moz by increasing the gold price to US$4,000/oz. Additionally, we are adding 750koz through the DDH Exploration campaign (mid-point of management guidance) and 150koz from unsampled cores based on management comments. Finally, we are including 2Moz of Blue-Sky potential. This last assumption is predicated on resource continuity to a depth of 500-600m (currently, drilling stops at around 350m), based on management's expectations and geological model review.

Figure 5: MRE potential estimate



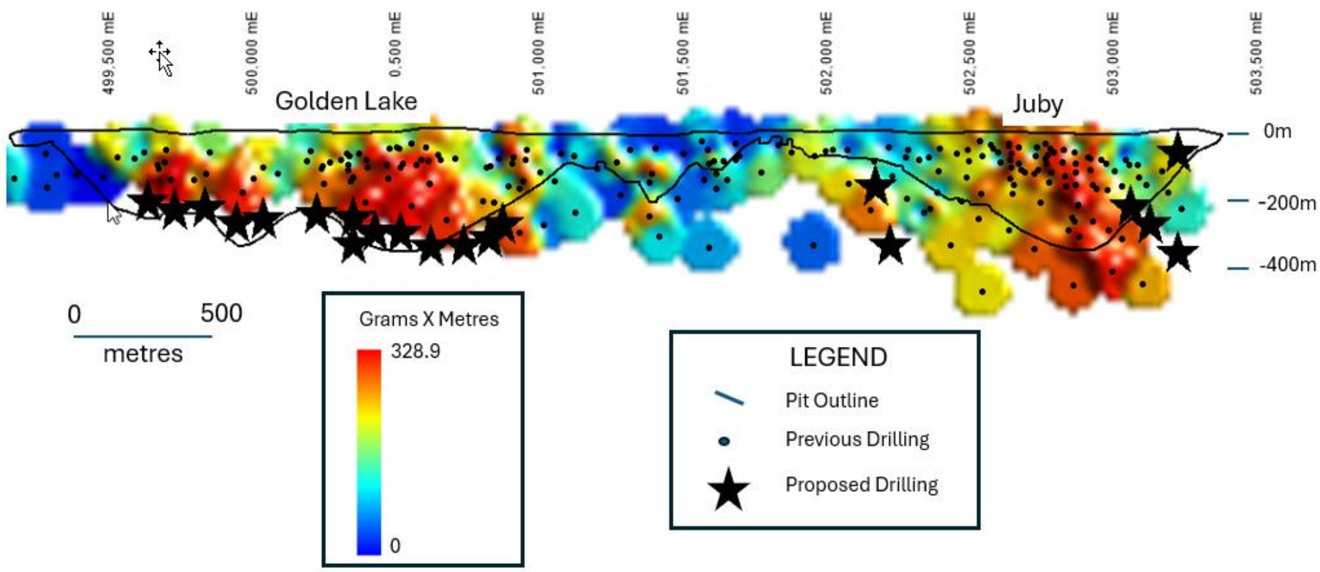
Source: Company Reports, ECM Capital Advisors estimates.

Figure 6: Juby Gold Project targeted drilling



Source: Company Reports.

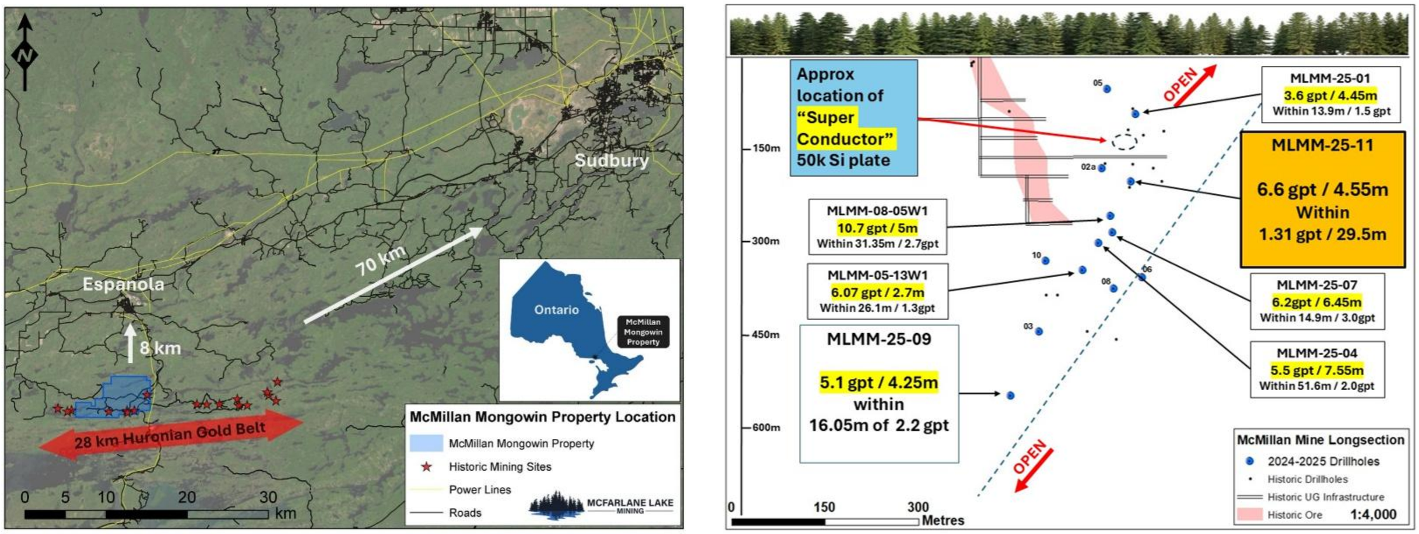
Figure 7: Long section across Golden Lake and Juby Zones showing planned drilling



Source: Company Reports.

In addition, McFarlane also owns the past-producing McMillan Mine, which produced 10.6koz during the 1930s', and the adjacent Mongowan property near Sudbury, Ontario, plus the Michaud and Munro properties located within the Abitibi Greenstone Belt in Ontario. While we agree that these properties have their own merit, we believe that the Company will be focused on advancing its flagship Juby property. Furthermore, McFarlane divested its High Lake and West Hawk Lake properties in October 2025, which shows management's commitment to streamline operations, in our view.

Figure 8: McMillan Gold Location and Intercepts



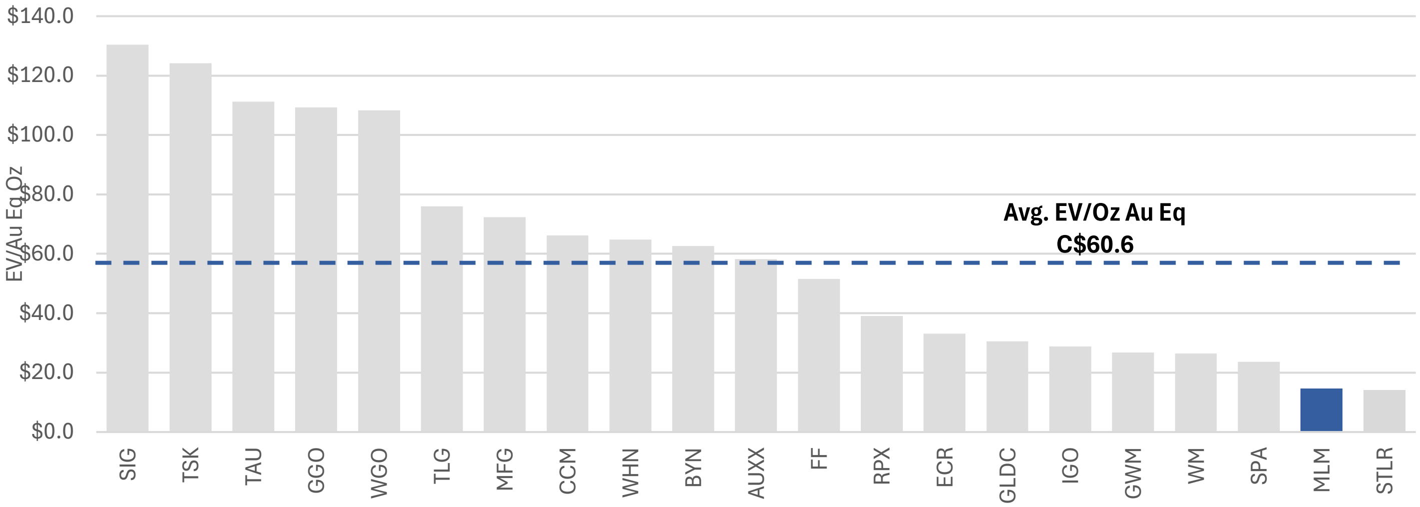
Source: Company Reports.

Significantly Undervalued vs. Peers

McFarlane is currently trading at C$0.14/share, a considerable discount to our 12-month price target of C$0.30/share which is derived on an in-situ multiple of C$50/oz based on the Company's current MRE. We also make relevant corporate adjustments, and use our estimate of fully-diluted shares in 12 months to arrive at our PT. For our FD calculation, we are assuming a C$12M equity raise at C$0.15/unit (one share plus half-warrant). In our view, MLM represents an attractive investment opportunity for investors looking to get exposure to a junior gold explorer that is trading at a deep discount vs. peers, and that has delineated a path to reach a mineral inventory of +8Moz in the medium-term, based on our estimates.

We note that our preferred valuation for mining equities generally includes a blend of P/NAV and EV/EBITDA, however for earlier-stage exploration companies where a DCF could result inaccurate, we employ an in-situ multiple. For MLM, our in-situ multiple is based on a broad universe of Canadian-focused gold exploration and development companies.

Figure 9: Canadian Junior Gold Explorers and Developers, EV/oz, C$



Source: Capital IQ, ECM Capital Advisors. Priced as of January 19, 2026 close.

Figure 10: McFarlane Lake Price Target Calculation

McFarlane Lake Target Price Calculation	
MRE, Moz of gold	4.2
EV/oz, C$ multiple	$50
Implied In-Situ Value, C$M	**$209**
Net Debt, C$M	$2
Marketable Securities, C$M	$2
Cash from Dilutive Instruments, C$M	$1
Working Capital, C$M	$5
Net Asset Value, C$M	**$206**
FD Shares Outstanding, #M	675.9
Target Price, C$/share	**$0.30**
Rating	SPEC BUY
Implied Return, %	117%

Source: ECM Capital Advisors estimates

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Balance Sheet Review

As we have mentioned earlier, McFarlane acquired the Juby property through the issuance of US$15M in senior secured debentures and equity. The debentures are due October 2026 and bear interest at a rate of 15% per annum payable quarterly. An interest reserve account was set-up, where all future interest payments are deposited. The current principal amount outstanding is ~US$12.66M.

In October 2025, the Company sold the West Hawk Lake and the High Lake Properties to Total Metals and received C$7.25M in cash and 3.33M shares of Total Metals (TT-TSX.V | Not Rated). 50% of cash proceeds were used to redeem ~US$2.34M debentures outstanding. We note that TT shares are subject to a 4-month hold, so will become freely tradeable on February 28, 2026.

Currently, McFarlane has Net Debt of ~C$8M based on our estimates (Figure 11). However, we are anticipating that most of the existing cash will be used for exploration and other strategic initiatives, plus regular course of business. Additionally, there are 16.6M warrants in the money that could bring in as much as C$1.3M in cash before the debt maturity. Therefore, we project that the Company will require to raise ~C$12M between now and October to be able to repay the debt outstanding.

As mentioned in the previous page, we are projecting that the equity raise will be done through a unit offering, consisting of one share plus half warrant, at C$0.15/unit. In our view, debt repayment and equity dilution remain as the most relevant risks to consider by investors. We note that our PT includes equity dilution and our SPECULATIVE BUY rating is reflecting the financing risk associated with debt repayment.

Figure 11: McFarlane Balance Sheet & Funding Required

Balance Sheet and Required Funding		
Cash Position	C$M	7.0
Debt Outstanding	US$M	12.7
Interest Reserve Account	US$M	1.6
Interest Payable	US$M	1.6
Marketable Securities	C$M	2.3
Net Debt	**C$M**	**($8.0)**
Warrants Exercised	C$M	1.3
Exploration and Expenses	C$M	5.5
Funding Required	**C$M**	**$12.2**

Source: Company Reports, ECM Capital Advisors estimates.

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Figure 12: Sensitivity tables: Target price sensitivity to MRE and EV/oz Multiple

EV/oz, C$

Contained Gold Moz	$40	$45	$50	$55	$60	$65	$70	$75	$80
4.0	0.23	0.26	0.29	0.32	0.35	0.38	0.41	0.44	0.47
4.5	0.26	0.29	0.33	0.36	0.39	0.43	0.46	0.49	0.53
5.0	0.29	0.33	0.36	0.40	0.44	0.48	0.51	0.55	0.59
5.5	0.32	0.36	0.40	0.44	0.48	0.52	0.56	0.61	0.65
6.0	0.35	0.39	0.44	0.48	0.53	0.57	0.62	0.66	0.71
6.5	0.38	0.43	0.48	0.52	0.57	0.62	0.67	0.72	0.76
7.0	0.41	0.46	0.51	0.56	0.62	0.67	0.72	0.77	0.82
7.5	0.44	0.49	0.55	0.61	0.66	0.72	0.77	0.83	0.88
8.0	0.47	0.53	0.59	0.65	0.71	0.76	0.82	0.88	0.94

Source: Capital IQ, ECM Capital Advisors. Priced as of January 19, 2026 close.

Figure 13: Canadian Junior Gold Explorers, EV/oz, C$

Junior Canadian Gold Explorers and Developers

Company	Ticker	Main Ops	Share Price	Shares	Mkt Cap	Net Debt (Cash)	EV	Resources, AuEq koz.		EV/Oz AuEq
			C$/share	Basic, M	C$M	C$M	C$M	M&I	Inferred	C$/oz
Banyan Gold	BYN-TSXV	YT	$1.21	414	$501.1	($17.9)	$483.2	2,270	5,450	$62.6
Canagold Resources	CCM-TSX	BC	$0.50	194	$97.0	($3.0)	$94.0	1,146	274	$66.2
Cartier Resources	ECR-TSXV	QC	$0.26	444	$115.5	($10.0)	$105.5	768	2,417	$33.1
Cassiar Gold	GLDC-TSXV	YT	$0.50	147	$73.0	($1.4)	$71.5	410	1,930	$30.6
First Mining Gold	FF-TSX	QC / ON	$0.55	1,344	$739.3	($35.5)	$703.8	9,193	4,456	$51.6
Galleon Gold	GGO-TSXV	ON	$1.31	130	$170.8	($0.3)	$170.5	472	1,088	$109.3
Galway Metals	GWM-TSXV	NB / QC	$0.75	126	$94.3	($5.5)	$88.8	1,465	1,854	$26.8
Gold X2	AUXX-TSXV	ON	$0.84	497	$417.3	($25.4)	$391.9	1,535	5,198	$58.2
Independence Gold	IGO-TSXV	BC	$0.10	257	$25.7	($3.8)	$21.9	375	387	$28.8
Mayfair Gold	MFG-TSXV	ON	$5.45	67	$364.0	($41.8)	$322.2	4,313	141	$72.3
Red Pine	RPX-TSXV	ON	$0.20	372	$72.5	($6.9)	$65.5	842	843	$38.9
Sitka Gold	SIG-TSXV	YT	$0.91	415	$377.8	($16.0)	$361.8	1,291	1,484	$130.4
Spanish Mountain Gold	SPA-TSXV	BC	$0.24	504	$118.4	($5.4)	$113.0	4,271	520	$23.6
STLLR Gold	STLR-TSX	ON / NT	$1.61	151	$243.4	($10.1)	$233.3	7,801	8,756	$14.1
Talisker Resources	TSK-TSX	BC	$1.90	179	$339.5	($9.3)	$330.2	57	2,602	$124.2
Thesis Gold	TAU-TSXV	BC	$2.70	261	$705.2	($48.2)	$657.0	5,047	861	$111.2
Troilus Gold	TLG-TSX	QC	$1.70	547	$929.4	$2.9	$932.3	10,563	1,704	$76.0
Wallbridge	WM-TSX	QC / ON	$0.10	1,220	$115.9	($6.6)	$109.3	2,100	2,037	$26.4
Westhaven Gold	WHN-TSXV	BC	$0.28	259	$71.1	($3.6)	$67.5	739	302	$64.8
White Gold	WGO-TSXV	YT	$1.47	221	$325.5	($0.7)	$324.8	1,732	1,266	$108.3
									Average	$62.9
McFarlane	MLM-CSE	ON	$0.12		$50.6	$10.7	$61.3	1,012	3,170	$14.7

Source: Capital IQ, ECM Capital Advisors. Priced as of January 19, 2026 close. EV/oz AuEq average excluding MLM.

Importantly, and as we have mentioned throughout the report, McFarlane has put together a phased approach to development which is focused on de-risking and providing a clear path forward. In our view, each subsequent step could provide an additional catalyst for the stock.

Figure 14: McFarlane Path Forward

2025 Q3–Q4	2026 Q1–Q2	2026 Q3–Q4	2027 Q1–Q2
Acquisition and Updated NI 43-101 Resource Estimate (Completed)	Phase 1 Infill & Exploration Drilling (10–15k m)	Phase 2 Infill & Expansion Drilling (~15–20k m)	Complete Feasibility Study Finalize economic analysis and development plan
Drilling Program by Q4 2025 (Permit Application Submitted)	Historic Core Sampling Program (~8,000 m)	Advanced Exploration & Closure Plan Permitting	Continue Shipping Ore Maintain near-term revenue potential through toll milling
Sale of Non-Core Properties for $9.25 Million (Completed)	Scoping Study & Updated Resource Statement	Milling Agreement and Development Planning	Finalize Plant Size and Production Scenario Select optimal path for full-scale operation
Baseline Environmental Studies	Baseline Environmental Studies	Preparation for Mining and Feasibility Selection	
Advanced Exploration Permit Applications in Progress	Marketing and Financing Initiatives	Marketing and Financing Initiatives	
Enhanced Investor Marketing and Engagement Strategy			

Source: Company Reports.

Management Profiles

Mark Trevisiol – President, Chief Executive Officer & Chairman of the Board

Mr. Trevisiol has more than 30 years of experience in mining and metals processing. Former Senior Executive in Falconbridge and Xstrata Nickel. Managed operations in mining, milling, smelting and refining. Past CEO of two public mining companies, Crowlight Minerals and Silver Bear Resources. Mr. Trevisiol holds an Engineering degree from the University of Waterloo.

Brad Boland, CPA, CMA – Chief Financial Officer

Mr. Boland has over 25 years of experience in the resource industry, holding positions such as VP Finance for Goldcorp, VP Controller for Kinross, CFO for Consolidated Thompson Iron Mines, and he is currently the CFO for Kiboko Gold Inc. and Volta Metals Ltd. He has contributed to securing more than $1 billion of combined equity, debt, and project financing for mining ventures.

Winston Whymark – Manager Exploration

Mr. Whymark has worked in exploration for over 15 years, most of that time spent in gold exploration in management roles. He is manager of operations for Inventus Mining and was formerly Exploration Supervisor for Argonaut Gold. Mr. Whymark holds a Technologists Diploma in Geological and Mining Engineering from Cambrian College.

Andrew McLellan, MSc – Senior Geologist

Mr. McLellan is a geologist with 15 years experience working in the Abitibi Greenstone belt focused on gold exploration. He has spent time working for Glencore, Trelawney Mining and Exploration, Baffinland Iron Mines, and various gold exploration companies. Mr. McLellan holds a HBSc in Geography by Western University, a BSc in Geology by Laurentian University and a MSc in Geology – Applied Mineral Exploration.

Board of Directors

Mark Trevisiol – President, Chief Executive Officer & Chairman of the Board

(Biography above)

Perry Dellelce – Director

Mr. Dellelce is a founder and the managing partner of Wildeboer Dellelce LLP, one of Canada's leading corporate finance and transactional law firms. Mr. Dellelce practices in the areas of securities, corporate finance, and mergers and acquisitions. Mr. Dellelce serves on the boards of many of Canada's leading businesses, including but not limited to Mount Logan Capital and Lendified. He is the past chair and a current member of the board of directors of the Sunnybrook Foundation and the current chair of the NEO Exchange and Canadian Olympic Foundation. Mr. Dellelce holds a BA from Western University, a LLB from the University of Ottawa, and an MBA degree from the University of Notre Dame.

Amanda Fullerton – Director

Ms. Fullerton has been the Vice President, Legal & Corporate Secretary of GCM Mining Corp. since March 25, 2019. She also has been the Corporate Secretary at Denarius Silver Corp. since February 2021. She was a Vice President, Legal (and prior thereto, Associate, Legal) of Macquarie Capital Markets Canada Ltd. From March 24, 2014, to March 22, 2019. Previously she was an associate with Fasken Martineau DuMoulin and MacLeod Dixon LLP, and practiced in the areas of corporate finance, mergers and acquisitions and corporate/commercial law, focused primarily on the mining industry.

Dario Zulich – Director

Mr. Zulich is an accomplished entrepreneur and community leader who has made significant contributions to the sports and entertainment industry as well as to the business and philanthropic communities in Northeastern Ontario. In his role as CEO of SW Sports and Entertainment Inc., directs a diverse portfolio of businesses, which include the Sudbury Wolves Hockey Club, the Sudbury Five Basketball Club, and the Sudbury Spartans Football Club. Prior to his success in the sports and entertainment industry, Mr. Zulich was formerly the CEO of TESC Contracting ("TESC") for nearly two decades and he currently remains a partner. He helped to establish TESC as one of Ontario's largest industrial contracting businesses, specializing in multi-trade construction services for various industries.

Deborah Battiston – Director

Ms. Battiston is a CPA and an ICD.D obtained from the University of Toronto's Rotman School of Management. Ms. Battiston also holds a BA in Economics from the University of Guelph. She has over 35 years of financial management experience, 24 of which are in the public company sector, with broad experience in the mining sector, having served as CFO and director of multiple mining companies. Her mining experience includes CFO of QMX Gold Corporation through junior exploration into production in Val d'Or Quebec; Buffalo Coal Corp, an operating coal mine in South Africa; Afrique Gold, an operating gold mine in Côte d'Ivoire Africa; and Consolidated Thompson Iron Mines Limited, where she was CFO.

Fergus Kerr – Director

Mr. Kerr is a Professional Mining Engineer and is currently self-employed as a consultant. Mr. Fergus is a graduate of the Royal School of Mines and a mining engineer with over 35 years of experience, including 14 years at Denison Mine's Elliot Lake uranium mine, where he served as a General Manager for five years. Subsequent to Denison, Mr. Kerr served as Sector Director at Workplace Safety & Insurance Board, and Mine Manager, Sudbury Operations at Inco LLC Area Manager at Inco's Sudbury operations.

Roger Emdin – Director

Roger has 30+ years in mine operations and executive leadership. He is a former VP, Harte Gold; senior roles at Sudbury Integrated Nickel and also a Chair of CEMI and Industry Chair, Ontario Mining Legislative Review Committee.

Key Risks:

Commodity price risk: As a precious metals company, McFarlane's is subject to fluctuations in commodity prices that could affect the Company's ability to attract new investors and financing.

Mining risk: McFarlane faces the typical risks inherent to mining companies related to operating and financial needs, permitting requirements and timelines, technical and operational parameters, reserves and resources models, engineering and construction issues, as well as capital and operating cost estimates.

Country risk: We view Canada as a low-risk country for investment. However, we have seen issues with communities, changes to regulations and other political risks which could affect investors' perception.

Regulatory risk: We note that regulatory changes to the environment, taxation, royalties and permits could negatively affect McFarlane.

Exploration risk: McFarlane has embarked on an ambitious exploration campaign, but there is no guarantee that it will translate into new economically viable discoveries. Additionally, our valuation includes both indicated and inferred resources, which have a higher degree of uncertainty.

Financing risk: McFarlane is currently financed for the drilling campaign and strategic alternatives. However, the Company will require raising additional funds to repay its bridge facility due October 2026 and to continue carrying on additional exploration activities. There is no assurance that it will be able to secure funds.

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