

Titiminas Silver Inc.

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2026 AND 2025

This discussion and analysis of the financial position and results of operations are prepared as at August 28, 2026 and should be read in conjunction with the unaudited condensed consolidated interim financial statements for the three and six months ended June 30, 2026 and 2025, and the audited financial statements for the years ended December 31, 2025 and 2024 for Titiminas Silver Inc. (the "Company" or "Titiminas"). The unaudited condensed consolidated interim financial statements for the three and six months ended June 30, 2026 and 2025, and the audited financial statements for the year ended December 31, 2025, including comparatives, have been prepared in accordance with IFRS[®] Accounting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). Except as otherwise disclosed, all dollar figures included therein and in the following management discussion and analysis ("MD&A") are quoted in Canadian dollars. Additional information relevant to the Company's activities can be found on SEDAR+ at www.sedarplus.ca.

Management is responsible for the preparation and integrity of the financial statements, including the maintenance of appropriate information systems, procedures, and internal controls to ensure that information used internally or disclosed externally, including the financial statements and MD&A, is complete and reliable.

Forward Looking Statements

This MD&A contains certain statements that may constitute "forward-looking statements". Forward-looking statements include but are not limited to, statements regarding future anticipated business and financing plans. Although the Company believes that such statements are reasonable, it can give no assurance that such expectations will prove to be correct. Forward-looking statements are typically identified by words such as: "anticipate," "believe," "plan," "estimate," "expect," "intend" and similar expressions to the extent that they relate to the Company or its management or which by their nature refer to future events. The Company cautions investors that any forward-looking statements by the Company are not guarantees of future performance, and that actual results may differ materially from those in forward-looking statements as a result of various factors, including the ability to raise the necessary capital or to be fully able to implement its business strategies.

Forward-looking statements are not historical facts but reflect the Company's current expectations and assumptions regarding future results or events. In particular, fluctuations in the securities markets may cause significant reductions in the price of the Company's securities and render it difficult or impossible for the Company to raise the funds necessary to continue operations.

All of the Company's public disclosure filings, including its final long-form prospectus, technical reports and other information, may be accessed via www.sedarplus.ca and readers are urged to review these materials.

Company Overview

Titiminas is a junior Canadian mineral exploration company focused on the acquisition, exploration and evaluation of mineral properties in Peru, including the Madre Sierra property. The Company is also targeting other silver opportunities or otherwise in the mining sector.

Titiminas Silver Inc. (the "Company" or "Titiminas"), formerly 1317202 B.C. Ltd. ("131 BC"), was incorporated on July 27, 2021 under the Business Corporations Act (British Columbia). The Company's principal office is located at Suite 830 – 999 West Broadway, Vancouver, BC, Canada, V5Z 1K5.

On April 7, 2026, the Company completed the acquisition of all of the outstanding securities of the former Titiminas Silver Inc. ("Former Titiminas"), which constituted a reverse takeover under the policies of the TSX Venture Exchange (the "RTO"). The Company is the legal parent and Former Titiminas is the accounting acquiror. Following completion of the RTO, the Company obtained a listing on the TSX Venture Exchange under the symbol "TITI" at market open on April 9, 2026 and commenced trading on April 15, 2026.

Significant Events

Reverse Takeover and Concurrent Financings

On April 7, 2026, the Company completed the RTO pursuant to a business combination agreement dated January 23, 2026 among the Company, its wholly-owned subsidiary 1573892 B.C. Ltd. and Former Titiminas (the “Transaction”). Immediately prior to the Transaction, the Company consolidated its issued and outstanding shares such that 428,571 common shares were outstanding. For accounting purposes, the RTO did not constitute a business combination under IFRS 3 because 131 BC did not meet the definition of a business and was accounted for under IFRS 2, Share-based Payments. A listing expense of \$776,870 was recognized during the six months ended June 30, 2026.

In connection with the Transaction, Former Titiminas completed a brokered subscription receipt financing for gross proceeds of \$16,617,125 through the sale of 9,495,500 subscription receipts at \$1.75 per subscription receipt (“Subscription Receipt”). Each Subscription Receipt converted into one common share immediately prior to closing of the Transaction. On April 9, 2026, the Company also completed a non-brokered private placement of 1,757,135 common shares at \$1.75 per share for gross proceeds of \$3,074,986.

Madre Sierra Option Agreement

On November 20, 2021, the Company entered into a share purchase option agreement (the “Agreement”) to acquire all of the issued and outstanding common shares of Compania Minera Rosalinda S.A.C (“CMRL”) which is a Peruvian company owning 13 mining concessions of the Madre Sierra property (the “Property”) located in Peru. The Company and CMRL entered into a series of amended agreements between November 4, 2022, and May 4, 2026. The total consideration paid and payable under the original option agreement and series of amended agreements is as follows:

- (i) Pay US\$150,000 in cash within 30 days of the execution of the Agreement (paid);
- (ii) Pay US\$90,000 in cash (paid) and issue 415,657 (pre-reverse share split: 1,590,000) common shares (issued in 2023);
- (iii) Pay US\$90,000 in cash (paid) and issue 207,828 (pre-reverse share split: 795,000) common shares (issued in 2023);
- (iv) Pay US\$105,000 in cash on or before June 23, 2023 (paid);
- (v) Pay US\$105,000 in cash on or before August 1, 2023 (paid);
- (vi) Issue 1,960,646 (pre-reverse share split: 7,500,000) common shares of the Company on July 3, 2023 (issued in 2023);
- (vii) Issue 2,012,930 (pre-reverse share split: 7,700,000) common shares of the Company on or before July 27, 2023 (issued in 2023);
- (viii) Issue 1,408,626 (pre-reverse share split: 5,388,376) common shares of the Company to settle US\$750,000 on or before January 22, 2025 (issued on January 22, 2025);
- (ix) Pay US\$200,000 in cash and issue 660,515 (pre-reverse share split: 2,526,650) common shares of the Company to settle US\$350,000 on or before February 28, 2025 (paid and issued on February 28, 2025);
- (x) Pay US\$60,000 through the issuance of 108,228 (pre-reverse share split: 414,000) units of the Company on September 15, 2025, each unit comprised of one common share and one half of one share purchase warrant (issued on September 15, 2025);
- (xi) Pay US\$430,000 in cash on or before May 11, 2026 (paid); and
- (xii) Pay US\$1,200,000 in cash and issue common shares of the Company to settle US\$1,200,000 on or before February 1, 2028.

As per the Agreement, Titiminas had the rights to management and share-control of CMRL upon Titiminas listing its shares on a stock exchange and Titiminas notifying CMRL of its intention to exercise these rights. On April 8, 2026, following the completion of the RTO, the Company notified CMRL of the listing of shares and activated its intention to exercise control. As a result, the Company assessed that it controls CMRL in accordance with IFRS as of that date.

As CMRL does not meet the definition of a business under IFRS 3, the acquisition of control was accounted for as an acquisition of net assets rather than a business combination. The excess of consideration over the fair value of CMRL’s net assets acquired was recognized as exploration and evaluation expense in the six months ended June 30, 2026.

On May 4, 2026, the Company, CMRL and CMRL’s shareholders entered into a seventh amendment to the Agreement. The amendment reorganized certain Madre Sierra mineral title holdings among CMRL and two additional Peruvian companies, La Libertad Resources S.A.C. and Surupana Resources S.A.C. The option was extended to the

entire issued share capital of those entities on identical economic terms, with the three entities to be exercised together as a single coordinated project.

The Property is subject to a net smelter return royalty (the “NSR”) of 3%.

Equity Issuances

2026

On January 9, 2026, the Company closed a final tranche of a non-brokered private placement, issuing 481,438 units at \$0.765 per unit for gross proceeds of \$368,300. Each unit consisted of one common share and one half of one share purchase warrant. Closing costs totaled \$6,858.

In connection with the RTO, Former Titiminas completed the Subscription Receipt Financing for aggregate gross proceeds of \$16,617,125 through the sale of 9,495,500 subscription receipts at \$1.75 per subscription receipt. Fees and other closing costs totaled \$1,498,290.

On April 7, 2026, each subscription receipt was automatically converted into one common share and, pursuant to the RTO, 428,571 common shares were issued to the former shareholders of 131 BC.

On April 9, 2026, the Company completed a non-brokered private placement of 1,757,135 common shares at \$1.75 per share for aggregate gross proceeds of \$3,074,986. A cash finder’s fee of \$90,000 was paid.

2025

On June 2, 2025, the Company issued 135,298 common shares with a value of \$82,730 to settle debts owed to certain creditors and issued 88,935 common shares with a value of \$54,215 to settle a lease liability.

On September 15, 2025, the Company issued 108,228 units with a total value of \$82,800 (US\$60,000) as part of its option to purchase its exploration and evaluation interests. Each unit comprised one common share and one half of one share purchase warrant.

Selected Quarterly Information

The following table summarizes selected quarterly information for the 8 most recently completed quarters.

	June 30, 2026 \$	March 31, 2026 \$	December 31, 2025 \$	September 30, 2025 \$	June 30, 2025 \$	March 31, 2025 \$	December 31, 2024 \$	September 30, 2024 \$
Cash	16,553,057	1,029,930	2,550,446	8,120	38,727	73,355	111,534	129,247
Total assets	18,060,383	18,102,862	2,580,152	1,106,630	363,001	405,561	452,644	434,247
Total liabilities	2,342,342	19,220,556	2,613,288	543,163	316,670	185,374	172,676	75,418
Working capital (deficiency)	16,804,954	(1,117,694)	(33,136)	(531,495)	(276,873)	(112,019)	(61,142)	53,829
Net loss	(12,738,989)	(1,876,478)	(2,517,017)	(321,623)	(315,099)	(1,607,992)	(54,164)	(269,270)
Basic and diluted loss per share	(0.35)	(0.07)	(0.12)	(0.02)	(0.02)	(0.09)	(0.00)	(0.02)

Results of Operations

For the three months ended June 30, 2026 and 2025:

During the three month period ended June 30, 2026, the Company incurred a comprehensive loss of \$12,768,827 compared to a comprehensive loss of \$315,099 for the three month period ended June 30, 2025. The increase in loss was primarily attributable to the following:

- (i) Exploration and evaluation expenses were \$3,858,832 compared with \$104,225 in the comparative period. The increase primarily reflects the acquisition of control of CMRL, including the amount recognized as exploration and evaluation expense on acquisition, together with increased exploration activity at Madre Sierra.
- (ii) The Company recognized a \$6,908,237 loss from changes in the fair value of warrant derivative liabilities in the quarter, compared with \$nil in the comparative period, prior to the warrants being reclassified to equity upon completion of the RTO.
- (iii) A listing expense of \$776,870 was recognized in connection with the RTO.
- (iv) Professional fees were \$204,488 compared with \$62,517 in the comparative period, reflecting increased audit, legal and other corporate activity associated with the RTO and public listing.
- (v) Investor relations expense was \$150,762 compared with \$nil in the comparative period, due to the Company becoming a public company in the current period.
- (vi) Share-based compensation was \$654,570 compared with \$2,343 in the comparative period, due to issuances of RSUs and stock options in the current period, with no such grants in the comparative period.
- (vii) Travel expense was \$44,379 compared with \$nil in the comparative period due to marketing efforts associated with the public listing.
- (viii) Advisory fees were \$186,297 compared with \$129,404 in the comparative period. In the current period, the costs primarily relate to the cost of executive management. In the comparative period, a settlement payment was made to the former CEO.

For the six months ended June 30, 2026 and 2025:

During the six month period ended June 30, 2026, the Company incurred a comprehensive loss of \$14,645,305 compared to a comprehensive loss of \$1,923,091 for the six month period ended June 30, 2025. The increase in loss was primarily attributable to the following:

- (i) Exploration and evaluation expenses were \$4,634,039 compared with \$1,677,052 in the comparative period, reflecting the acquisition of control of CMRL and increased exploration activity at Madre Sierra.
- (ii) The Company recognized a \$6,796,962 loss from changes in the fair value of warrant derivative liabilities during the six months ended June 30, 2026, compared with \$nil in the comparative period.
- (ix) Professional fees were \$688,614 compared with \$80,518 in the comparative period, reflecting increased audit, legal and other corporate activity associated with the RTO and public listing.
- (iii) A listing expense of \$776,870 was recognized in connection with the RTO.
- (x) Share-based compensation was \$1,157,327 compared with a recovery of \$7,037 in the comparative period, due to issuances of RSUs and stock options in the current period, with no such grants in the comparative period.
- (xi) Investor relations expense was \$162,762 compared with \$nil in the comparative period, due to the Company becoming a public company in the current period.
- (xii) Travel expense was \$125,886 compared with \$743 in the comparative period, due to marketing efforts associated with the public listing.

Cash from Operating, Investing, and Financing Activities

The following table summarizes the sources and uses of cash for the six month periods ended June 30, 2026 and 2025:

	June 30, 2026	June 30, 2025
Cash used in operating activities	\$ (3,969,541)	\$ (369,767)
Cash used in investing activities	(460,071)	-
Cash provided by financing activities	18,432,223	296,960
Net increase (decrease) in cash	\$ 14,002,611	\$ (72,807)

Operating Activities

During the six month period ended June 30, 2026, cash used in operating activities was \$3,969,541 compared with \$369,767 in the comparative period. The increase reflects the higher level of corporate and exploration activity during 2026, partially offset by non-cash items included in the net loss.

Investing Activities

During the six month period ended June 30, 2026, net cash used in investing activities was \$460,071 (2025 - \$nil). The Company acquired \$75 of cash on the RTO and \$271,128 of cash on the acquisition of control of CMRL, made an option payment of \$595,593 and purchased \$135,681 of office and equipment.

Financing activities

During the six month period ended June 30, 2026, net cash provided by financing activities was \$18,432,223. The Company received \$18,465,264 from private placements, net of issuance costs, and made lease liability repayments of \$33,041.

During the six month period ended June 30, 2025, net cash provided by financing activities was \$296,960, representing proceeds from the March 2025 private placement.

Liquidity and Capital Resources

At June 30, 2026, the Company had cash of \$16,553,057, current assets of \$17,322,394 and current liabilities of \$517,440, resulting in working capital of \$16,804,954. At December 31, 2025, the Company had cash of \$2,550,446 and a working capital deficiency of \$33,136. To date, the Company has not yet realized profitable operations and will require additional financing to explore and develop its mineral properties over the longer term.

The financial statements have been prepared assuming the Company will continue on a going-concern basis. For the six months ended June 30, 2026, the Company reported a loss of \$14,615,467 and had an accumulated deficit of \$23,212,492. These events and conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Continuing operations are dependent upon management's ability to raise adequate financing in the capital markets and ultimately achieve profitable operations.

There can be no assurance that the Company will be able to obtain adequate financing in the future or that the terms of such financing will be favorable. If adequate financing is not available when required, the Company may be required to delay, scale back or eliminate programs and may be unable to continue in operation. The Company may seek such additional financing through debt or equity offerings, but there can be no assurance that such financing will be available on terms acceptable to the Company or at all. Any equity offering will result in dilution to the ownership interests of the Company's shareholders and may result in dilution to the value of such interests.

The Company's revenues, if any, are expected to be in large part derived from the mining and sale of minerals and metals or interests related thereto. The economics of developing and producing properties are affected by many factors including the cost of operations and the market price of the mineral resource. Depending on the market price of mineral resources, the Company may determine that it is impractical to continue commercial production.

Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

Related Party Disclosures

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company. The Company has determined that its key management personnel are the members of the Company's current and former Board of Directors and its executive officers.

During the periods ended June 30, 2026 and 2025 the Company entered into the following transactions with key management personnel:

	Three months ended June 30, 2026	Three months ended June 30, 2025	Six months ended June 30, 2026	Six months ended June 30, 2025
Directors' fees	\$ 16,236	\$ 4,073	\$ 16,236	\$ 8,146
CEO fees	122,356	-	155,310	-
CFO fees	39,438	-	71,375	-
Former CEO fees	-	102,323	-	102,323
Share-based compensation (recovery)	587,620	2,343	1,090,377	(7,037)
	\$ 765,650	\$ 108,739	\$ 1,333,298	\$ 103,432

Included in accounts payable and accrued liabilities as at June 30, 2026 is \$104,203 (December 31, 2025 - \$6,820) owing to officers and directors of the Company.

The Company and the CEO entered into an agreement that provides for the following share-based compensation arrangements:

- 1) Equity compensation: The Company will issue the CEO common shares with a value based on a fixed quarterly amount, contingent upon the achievement of certain performance objectives relating to future exploration and mining plans of the Company.

\$26,796 in stock based compensation has been accrued for the period ended June 30, 2026.

- 2) Performance incentives: The Company will issue the CEO RSUs upon the completion of certain milestones relating to future exploration and mining plans of the Company. In aggregate, the total number of RSUs issued will equal 7.75% of the Company's issued and outstanding common shares as of the dates on which the respective milestones are achieved. The RSUs will be subject to a 12-month vesting period from the date they are issued and will be exercisable into common shares.

No stock based compensation expense has been accrued in connection with the above share-based compensation arrangement as the Company cannot reliably estimate the achievement of the performance conditions.

Financial Instruments

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit Risk

Financial instruments that potentially subject the Company to a concentration of credit risk consist primarily of cash. The Company limits its exposure to credit loss by depositing its cash with high credit quality financial institutions. The carrying amount of financial assets represents the maximum credit exposure.

Liquidity Risk

The Company's objective to managing liquidity risk is to ensure that it has sufficient liquidity available to meet liabilities when due. All of the Company's current financial liabilities have contractual maturities of 30 days or are due on demand and are subject to normal trade terms.

Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. These fluctuations may be significant.

(a) Interest Rate Risk

Interest rate risk is the risk that the fair value or cash flows of a financial instrument will fluctuate because of changes in market interest rates. The exposure to interest rates for the Company is considered minimal. The Company has no interest bearing borrowings.

(b) Foreign Currency Risk

The Company is exposed to foreign currency risk on fluctuations related to cash and the option payment liability that are denominated in a foreign currency. As at June 30, 2026 the Company held \$645,948 (US\$454,473) in US dollars (December 31, 2025: US\$105,603) and had an option payment liability payable of \$1,393,907 (US\$980,934) in US Dollars (December 31, 2025: nil). There have been no changes in the Company's risk management strategies. As at June 30, 2026, a 5% strengthening (weakening) of the US dollar against the Canadian dollar would have increased (decreased) the Company's comprehensive loss by approximately \$26,000 for the six months ended June 30, 2026.

(c) Price Risk

The Company is exposed to price risk with respect to commodity prices. The Company's ability to raise capital to fund exploration and evaluation activities is subject to risks associated with fluctuations in the market price of commodities.

Capital Risk Management

The Company manages, as capital, the components of shareholders' equity. The Company's objectives, when managing capital, are to safeguard its ability to continue as a going concern. The Company manages its capital structure, and makes adjustments to it, in light of changes in economic conditions and the risk of characteristics of the underlying assets. To maintain or adjust its capital structure, the Company may attempt to issue common shares, borrow and acquire or dispose of assets. In order to maximize ongoing exploration efforts, the Company does not pay out dividends. The Company's policy is to invest its excess cash, if any, in highly liquid, short-term, interest bearing investments with maturities of one year or less from the date of acquisition.

Segmented Information

The Company operates in one reportable operating segment, being exploration and evaluation of mineral properties located in Peru, with its head office function in Canada.

Material Accounting Policies

Please refer to the June 30, 2026 financial statements on www.sedarplus.ca for Material Accounting Policies details.

New Accounting Policies Adopted

The Company adopted various amendments to IFRSs, which were effective for accounting periods beginning on or after January 1, 2026. The impact of adoption was not significant to the Company's financial statements.

Future accounting pronouncements

IFRS 18, Presentation and Disclosure in Financial Statements, will be applicable for annual periods beginning or after January 1, 2027, with early adoption permitted. Even though IFRS 18 will not have any effect on the recognition and measurement of items in the financial statements, it is expected to have a significant effect on the presentation and disclosure of certain items. The Company's financial statements are expected to include changes related to categorization and subtotals in the statement of profit or loss, aggregation/disaggregation and labelling of information, and disclosure of management-defined performance measures. The Company is in the process of determining the impact of the above changes.

Outstanding Share Data

The Company's authorized share capital is unlimited common shares without par value.

The following table summarizes information about the share data as at June 30, 2026 and August 28, 2026:

	June 30, 2026	August 28, 2026
Number of common shares outstanding	37,340,773	38,839,595
Number of options outstanding	100,000	100,000
Number of RSUs outstanding	3,043,572	1,669,750
Number of warrants outstanding	8,319,705	8,319,705

Subsequent Events

RSU Grant

On July 6, 2026, 125,000 RSUs were granted to a new director. The RSUs vest over a 2-year period from the grant date (41,250 on July 6, 2027, 41,250 on January 6, 2028, and 42,500 on July 6, 2028).

Settlement of RSUs

On August 6, 2026, 1,498,822 RSUs issued to the Company's CEO were settled into common shares of the Company.