

August 29, 2025



PAN AMERICAN ENERGY CORP.
(the "Company")

PART 1. SUMMARY OF OFFERING

What are we offering?

Offering:

Non-brokered private placement of the following:

- (1) A minimum of 753,333 charity flow-through units (each, a "**Charity FT Unit**") and a maximum of up to 1,333,333 Charity FT Units, with each Charity FT Unit consisting of one (1) "flow-through share" of the Company within the meaning of the *Income Tax Act* (Canada) and one (1) common share ("**Share**") purchase warrant ("**CFT Warrant**"). Each CFT Warrant is subject to a 60-day hold period and will entitle the holder thereof to acquire one Share at a price of \$0.85 per Share for a period of 24 months following closing of the offering; and
- (2) Up to 2,000,000 non-flow-through units (each, a **NFT "Unit"**), with each NFT Unit consisting of one (1) non-flow-through common share of the Company (previously defined as a "**Share**") and one (1) Share purchase warrant (each, a "**NFT Warrant**"). Each NFT Warrant is subject to a 60-day hold period and will entitle the holder to acquire one (1) Share at a price of C\$0.65 per Share for a period of 24 months following closing of the offering (the "**Offering**").

Offering Amount:

A minimum of 753,333 Charity FT Units and a maximum of up to 1,333,333 Charity FT Units. There is no minimum amount for NFT Units and a maximum of up to 2,000,000 NFT Units, for aggregate minimum gross proceeds of \$565,000 and aggregate maximum gross proceeds of up to \$2,000,000.

Concurrent Private Placement

Concurrent with the LIFE Offering, the Company intends to complete a non-brokered private placement of up to 2,000,000 units of the Company ("**Concurrent Units**") at a price of \$0.50 per Unit (the "**Concurrent Offering**"). Each Concurrent Unit will consist of one Share and one Share purchase warrant ("**Concurrent Warrant**"). Each Concurrent Warrant will entitle the holder thereof to acquire one Share at a price of \$0.65 per Share for a period of 24 months following closing of the Concurrent

Offering. All securities issued in the Concurrent Offering will be subject to a statutory four month and one day hold period.

The Concurrent Units are not being offered pursuant to this Offering Document but are instead being offered pursuant to other exemptions from the prospectus requirements of applicable securities laws provided by National Instrument 45-106 – *Prospectus Exemptions*.

Offering Price: \$0.75 per Charity FT Unit
\$0.50 per NFT Unit

Closing Date: The Offering is expected to close on or about October 6, 2025, or on such other dates as the Company may determine. The Offering may close in one or more tranches.

Exchange: The Common Shares are listed and posted for trading on the Canadian Securities Exchange (the “**CSE**”) under the symbol “PNRG”, on the OTCQB Market (“**OTC**”) under the symbol “PAANF” and on the Frankfurt Stock Exchange (the “**FSE**”) under the symbol “SS60”.

Last Closing Price: On August 28, 2025, the last trading day completed prior to the date of this Offering Document, the closing price of the Common Shares on the CSE was \$0.62, on the OTC was US\$0.494 and on the FSE was €0.372.

All references in this Offering Document to “dollars”, “C\$” or “\$” are to Canadian dollars, unless otherwise stated.

No securities regulatory authority or regulator has assessed the merits of these securities or reviewed this document. Any representation to the contrary is an offence. This offering may not be suitable for you and you should only invest in it if you are willing to risk the loss of your entire investment. In making this investment decision, you should seek the advice of a registered dealer.

The Company is conducting a listed issuer financing under section 5A.2 of National Instrument 45-106 - *Prospectus Exemptions*. In connection with the Offering, the Company represents the following is true:

- The Company has active operations and its principal asset is not cash, cash equivalents or its exchange listing.
- The Company has filed all periodic and timely disclosure documents that it is required to have filed.
- The Company is relying on the exemptions in Coordinated Blanket Order 45-935 *Exemptions from Certain Conditions of the Listed Issuer Financing Exemption* (the “**Order**”) and is qualified to distribute securities in reliance on the exemptions included in the Order.
- The total dollar amount of this offering, in combination with the dollar amount of all other offerings made under the listed issuer financing exemption and under the Order in the 12 months immediately preceding the date of the news release announcing this offering, will not exceed the greater of \$25,000,000 and the amount that is equal to 20% of the aggregate market value of the Company’s listed securities as calculated in accordance with the Order, to a maximum of C\$50,000,000.

- **The Company will not close this offering unless the Company reasonably believes it has raised sufficient funds to meet its business objectives and liquidity requirements for a period of 12 months following the distribution.**
- **The Company will not allocate the available funds from this offering to an acquisition that is a significant acquisition or restructuring transaction under securities law or to any other transaction for which the Company seeks security holder approval.**

CAUTIONARY NOTE REGARDING FORWARD-LOOKING STATEMENTS

This Offering Document contains “forward-looking information” within the meaning of applicable Canadian securities legislation (“**forward-looking statements**”). In some cases, forward-looking statements can be identified by words or phrases such as “may”, “might”, “will”, “expect”, “anticipate”, “estimate”, “intend”, “plan”, “indicate”, “seek”, “believe”, “predict”, “assume”, “budget”, “strategy”, “scheduled”, “forecast”, “target” or “likely”, or the negative forms of these terms, or other similar expressions (or variations of such words or phrases) or statements that certain actions, events or results “may”, “could”, “would”, “might” or “will” be taken, occur or be achieved. In particular, forward-looking statements in this Offering Document include, but are not limited to, statements with respect to: future financial or operating performance of the Company, including the Company’s anticipated uses of its available funds; the Company’s operating plans and strategies; proposed exploration expenses in respect of the Company’s existing exploration projects, the cost of any such activities, the potential of such activities to establish estimated mineral resources or mineral reserves at the Company’s properties and the timing and results of any future mineral reserve or mineral resource estimates undertaken at the Company’s properties; the Company’s plans regarding the Big Mack Property; the anticipated timing, results, benefits, costs and parameters of other exploration and development plans; the future viability of the Big Mack Property; the prospect of developing a mine at, or producing minerals from, the Big Mack Property; the potential acquisition of additional mineral properties or property concessions; the Company’s ability to obtain and maintain licenses, permits and regulatory approvals required to implement the Company’s proposed activities; the future impact of, and future delays and disruptions caused by, the novel coronavirus, contagious diseases or other global pandemics or epidemics; the Company’s requirements for additional capital, the adequacy of the Company’s financial resources (and its ability to continue as a going concern) and the Company’s ability to raise additional capital and/or pursue additional strategic options, including the potential impact on the Company’s business, financial condition and results of operations of doing so or not; the intended use of proceeds from previously completed financings; and capital allocation plans. All statements other than statements of historical fact included in this Offering Document, including, without limitation, statements regarding the future plans and objectives of the Company, predictions, expectations, beliefs, projections, assumptions or future events are forward-looking statements.

These forward-looking statements are not historical facts and are not guarantees of future performance and involve assumptions, estimates and risks and uncertainties that are difficult to predict. Therefore, actual results may differ materially from what is expressed, implied or forecasted in such forward-looking statements. Forward-looking statements are based on the assumptions, beliefs, expectations and opinions of management on the date the statements are made concerning anticipated financial performance, business prospects, strategies, regulatory developments, development plans, exploration and development activities, commitments and future opportunities, many of which are difficult to predict and beyond our control. In connection with the forward-looking statements contained in this Offering Document we have made certain assumptions about, among other things, the Company’s business operations, including that no significant event will occur outside the Company’s normal course of business operations; the demand for and future prices of metals and other commodities; the future impact of pandemics, epidemics and epidemics; that the Company spends its available funds as currently anticipated; the Company’s financial resources and its ability to raise any necessary additional capital on reasonable terms; general business and economic conditions; the Company’s ability to procure equipment and operating supplies in sufficient quantities and on a timely basis; the actual geology of the Big Mack Property aligning with the description in the technical report for the Big Mack Property; the accuracy of budgeted exploration costs and expenditures; future currency exchange rates and interest rates; operating conditions being favourable such that the Company is able to operate in a safe, efficient and effective manner; the Company’s ability to attract and retain skilled personnel and directors; political and regulatory stability; competitive conditions; market (including labour, financial and capital market) conditions in Canada and the United States of America; the timely receipt of governmental, regulatory and third-party approvals, licenses and permits on favourable terms; obtaining required renewals for existing approvals, licenses and permits on favourable terms and in a timely manner; stability in the requirements placed on the Company under applicable laws; sustained labour stability; the availability of certain consumables and services; labour and materials costs; results, costs and timing of future exploration and drilling programs; and our relationship with local groups. Although management considers those assumptions to be reasonable on

the date of this Offering Document based on information currently available to us, these assumptions are subject to significant business, social, economic, political, regulatory, competitive and other risks and uncertainties, contingencies and other factors that could cause actual performance, achievements, actions, events, results or conditions to be materially different from those projected in the forward-looking statements. The Company cautions that the foregoing list of assumptions is not exhaustive. Other events or circumstances could cause action results to differ materially from those estimated or projected and expressed in, or implied by, the forward-looking statements contained in this Offering Document.

Forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, actions, events, conditions, performance or achievements to be materially different from those expressed or implied by the forward-looking statements, including, without limitation, those related to: continuing as a going concern; the use of the Company's available funds being at the discretion of management; exploration, development and operating risks; dependence on one mineral property; the early stage status of the Company's mineral property and the nature of exploration; fluctuations in commodity prices; the growth of the lithium market; the dependence of the Company on its key personnel; conflicts of interest; the conflict in Ukraine and related geopolitical risks; information technology, including cyber security risks; minority interests, earn-in agreements, joint venture operations and similar arrangements; relationships with local communities and aboriginal groups; social and environmental activism; environmental laws, regulations and permitting requirements and environmental hazards; the application for and receipt of required permits and approvals; potential acquisitions and their integration with the Company's business; compliance with laws; the Company's requirements for additional capital; factors inherent in the exploration and development of mineral properties that are outside of the Company's control; title to mineral properties; adverse general economic conditions; access to and the availability of adequate infrastructure; limits of insurance coverage and the occurrence of uninsurable risks; competitive conditions in the mineral exploration and mining businesses; human error; the influence of third party stakeholders; the growth of the Company; compliance with the *Canadian Extractive Sector Transparency Measures Act* (Canada); litigation or other proceedings; expansion into other geographical areas; outbreaks of contagious diseases; investment in the Common Shares; the potential for dilution to holders of Common Shares; the volatility of the market price for the securities of mining companies and the market price for the Common Shares; the Company's policy regarding the payment of dividends; the Company's inability to maintain the listing of the Common Shares on a stock exchange; and the Company's compliance with evolving corporate governance and public disclosure regulations.

The factors identified above are not intended to represent a complete list of the risks and factors that could affect any of the forward-looking statements. Some of the important risks and factors that could affect forward-looking statements are discussed in the section entitled "*Risk Factors*" in the Company's annual information form dated December 14, 2022 and filed on the Company's SEDAR+ profile at www.sedarplus.ca. Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking statements, there may be other factors that cause results, actions, events, conditions, performance or achievements not to be as anticipated, estimated or intended. Forward-looking statements are not a guarantee of future performance. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.

The forward looking-statements contained herein are made as of the date of this Offering Document and, accordingly, are subject to change after such date. The Company disclaims any intent or obligation to update publicly or otherwise revise any forward-looking statements or the foregoing list of assumptions or factors, whether as a result of new information, future events or otherwise, except in accordance with applicable securities laws.

PART 2. SUMMARY DESCRIPTION OF BUSINESS

What is our business?

The Company is a junior mineral exploration company engaged in the business of acquiring, exploring and evaluating lithium projects in mining friendly jurisdictions. The Company has executed an option agreement in Canada with Magabra Resources pursuant to which it has acquired a 75% interest in the Big Mack Lithium Project (the “**Big Mack Project**”), 80 km north of Kenora, Ontario, with the right to earn an additional 15% for a total 90% interest. The Company entered into an option agreement with North Critical Minerals Corp. to acquire up to a 100% interest in the Tharsis REE Project, located in the Northwest Territories (the “Tharsis Project”). The Tharsis Project hosts the Squalus Lake Alkaline Complex, a Proterozoic-age carbonatite-bearing intrusion prospective for rare earth and high field strength elements.

Recent developments

- On August 7, 2025, the Company announced its intention to complete a non-brokered private placement of up to 4,000,000 units, at a price of C\$0.50 per Unit, and of up to 1,538,462 flow-through units, at a price of C\$0.65 per Flow-Through Unit, for gross aggregate proceeds of up to C\$3,000,000.
- On August 5, 2025, the Company reported assay results from its Winter 2024 diamond drilling program at the Big Mack Project.
- On June 20, 2025 the Company announced that Mr. Tasheel Jeerh has been appointed as a Board Member of the Company. The Company also announced that Paul Gorman is stepping down as a Director of Pan American and is thanked for his services.
- On June 16, 2025, the Company entered into a definitive option agreement with Northern Critical Minerals Corp., under which Pan American has the right to acquire an up to 100% interest in the Tharsis project, located in the Northwest Territories, Canada.
- On June 6, 2025, the Company that it had closed its issue of, 205,841 common shares in the capital of the Company (the “**Settlement Shares**”), at a deemed value of \$0.20 per Settlement Share, in full and final settlement of accrued and outstanding debt to certain creditors of the Company in the aggregate amount of \$441,168.50.
- On May 29, 2025, the Company announced that it has entered into debt settlement agreements with certain creditors of the Company pursuant to which the Company has agreed to issue to the Creditors, and the Creditors have agreed to accept, an aggregate of 2,205,841 common shares in the capital of the Company at a deemed value of \$0.20 per Settlement Share, in full and final settlement of accrued and outstanding indebtedness in the aggregate amount of \$441,168.50.
- On March 19, 2025, the Company announced that it has closed its previously announced non-brokered private placement financing private placement of 4,350,000 common shares in the capital of the Company (the “**Previous LIFE Offering**”) at a price of C\$0.18 per Common Share for aggregate gross proceeds of C\$783,000 and the concurrent non-brokered private placement financing of 4,850,000 common share purchase warrants (together with the Previous LIFE Offering, the “**March Offering**”) at a price of C\$0.05 per Warrant for aggregate proceeds of C\$242,500.

Material facts

There are no material facts about the securities being distributed that have not been disclosed in this Offering Document or in any other document filed by the Company in the 12 months preceding the date of this Offering Document.

What are the business objectives that we expect to accomplish using the available funds?

The Company intends to use its available funds over the coming 12-month period to fund the Company's ongoing operations, including exploration activities at the Big Mack Property, including sampling programs, geophysical exploration, exploration reporting and mapping, for general and administrative expenditures, including investor awareness and promotional expenditures, and for general working capital purposes. The Company may also use a portion of the available funds disclosed in Part 3 below for acquisitions or strategic investments in complementary businesses, services, products or technologies, provided that any such acquisition or strategic investment will not constitute a significant acquisition, a restructuring transaction or any transaction requiring approval of the Company's security holders. The Company does not have agreements or commitments to enter into any such acquisitions or investments at this time.

PART 3. USE OF AVAILABLE FUNDS

What will our available funds be upon the closing of the Offering?

		Assuming Minimum LIFE Offering Only	Assuming 100% of the LIFE Offering	Assuming 100% of the LIFE Offering and Concurrent Offering
A	Amount to be raised by this Offering	\$565,000	\$2,000,000	\$3,000,000
B	Selling commissions and fees	\$Nil	\$Nil	\$Nil
C	Estimated offering costs (e.g., legal, accounting, audit)	\$25,000	\$25,000	\$25,000
D	Net proceeds of offering: D = A - (B+C)	\$540,000	\$1,975,000	\$2,975,000
E	Working capital as at most recent month end (deficiency)	\$666,430	\$666,430	\$666,430
F	Additional sources of funding	Nil	Nil	Nil
G	Total available funds: G = D+E+F	\$1,206,430	\$2,641,430	\$3,641,430

How will we use the available funds?

Description of intended use of available funds listed in order of priority ¹	Assuming Minimum LIFE Offering Only	Assuming 100% of the LIFE Offering	Assuming 100% of the LIFE Offering and Concurrent Offering
Acquisition payments in respect of the Company's existing exploration projects	\$50,000	\$50,000	\$50,000
Exploration expenses in respect of the Company's existing exploration projects	\$625,000	\$1,625,000	\$1,625,000

General working capital purposes	\$531,430	\$966,430	\$1,966,430
Total:	\$1,206,430	\$2,641,430	\$3,641,430

¹The available funds will not be paid to insiders, associates or affiliates of the Company, except for normal course salaries.

The above allocation represents the Company's current intentions with respect to its use of available funds based on management's current knowledge, planning and expectations. Actual use of funds may differ from the estimates above for a number of reasons, including as a result of circumstances where, for sound business reasons, the Company determines it should reallocate the available funds; provided, however, that such uses will not include a significant acquisition, a restructuring transaction, or any transaction requiring approval of the Company's security holders.

The Company's ability to continue as a going concern is dependent on raising additional capital to fund its development plans and ultimately to attain profitable operations. As at March 31, 2025, the Company had an accumulated deficit of approximately \$28,417,062 and the Company expects to incur additional losses in the future. In addition, the Company has limited financial resources. The Company's financial statements for the years ended March 31, 2025 and 2024 contain a "going concern note" as (i) these financial statements have been prepared assuming that the Company will continue as a going concern and (ii) material uncertainty exists that casts substantial doubt on the Company's ability to continue as a going concern. The Company's financial statements do not include any adjustments that may result from the outcome of this uncertainty, which adjustments could be material. For additional information regarding this "going concern note", please refer to our financial statements for the years ended March 31, 2025 and 2024, which are filed on the Company's SEDAR+ profile at www.sedarplus.ca.

The Offering is not anticipated to address any of the uncertainties underlying the "going concern note" contained in the Company's financial statements for the financial statements for the years ended March 31, 2025 and 2024. The Company's ability to continue as a going concern will remain dependent on raising additional capital to fund its development plans and ultimately to attain profitable operations. There is no assurance that the Company will be successful in raising additional capital. Accordingly, there remains material uncertainty that casts substantial doubt on the Company's ability to continue as a going concern. Ultimately, in the event that the Company cannot obtain additional financial resources, or achieve profitable operations, it may need to liquidate its business interests and investors may lose their investment. Such financial resources may not be available, or may not be available on reasonable terms.

How have we used the other funds we have raised in the past 12 months?

March Offering

On March 13, 2025, the Company closed a non-brokered private placement of 4,350,000 Common Shares and concurrent non-brokered private placement of 4,850,000 Common Share purchase warrants, for aggregate gross proceeds of C\$1,025,500 (the "**March Offering**"). The net proceeds from the March Offering were intended to be used to fund the Company's ongoing operations, including exploration activities at the Big Mack Property, and for general and administrative expenditures. The Company has not utilized any of the proceeds from the March Offering to date.

January Offering

On January 13, 2025, the Company closed a non-brokered private placement of 5,000,000 units of the Company for aggregate gross proceeds of C\$400,000 (the "**January Offering**"). The net proceeds from the January Offering were intended to be used for general and administrative expenses and working capital. There were no variances between the Company's intended use of the proceeds and the actual use of the proceeds from the January Offering.

PART 4. FEES AND COMMISSIONS

Who are the dealers or finders that we have engaged in connection with this Offering, if any, and what are their fees?

The Company has not engaged any dealers or finders in connection with this Offering. While the Company does not expect to engage any dealers or finders in connection with this Offering, the Company may compensate certain dealers and finders in connection with the sale of Common Shares to purchasers introduced to the Company. The extent and nature of any compensation paid to dealers or finders in connection with the Offering, and the identity of these dealers and finders, is not known at this time. Such compensation, if any, may include cash, broker warrants or a combination of the two. The details of the broker warrants that may be issued to dealers and finders, if any, are not known at this time, however, the Company expects that the terms of any broker warrants issued in connection with the Offering would be substantially similar to the terms of the Warrants issued in connection with the Offering.

PART 5. PURCHASERS' RIGHTS

Rights of Action in the Event of a Misrepresentation

If there is a misrepresentation in this Offering Document, you have a right

- a) **to rescind your purchase of these securities with the Company, or**
- b) **to damages against the Company and may, in certain jurisdictions, have a statutory right to damages from other persons.**

These rights are available to you whether or not you relied on the misrepresentation. However, there are various circumstances that limit your rights. In particular, your rights might be limited if you knew of the misrepresentation when you purchased the securities.

If you intend to rely on the rights described in paragraph (a) or (b) above, you must do so within strict time limitations.

You should refer to any applicable provisions of the securities legislation of your province or territory for the particulars of these rights or consult with a legal adviser.

PART 6. ADDITIONAL INFORMATION

Where you can find more information about us?

Security holders can access the Company's continuous disclosure at www.sedarplus.ca and may find additional information at our website, <https://panam-energy.com>.

Purchasers should read this Offering Document and consult their own professional advisors to assess the income tax, legal, risk factors and other aspects of their investment in the Common Shares.

PART 7. DATE AND CERTIFICATE OF THE COMPANY

This Offering Document, together with any document filed under Canadian securities legislation on or after August 29, 2024, contains disclosure of all material facts about the securities being distributed and does not contain a misrepresentation.

August 29, 2025

(signed) "Adrian Lamoureux"

Adrian Lamoureux
Chief Executive Officer

(signed) "Paul More"

Paul More
Chief Financial Officer