GOLDEN TAG RESOURCES LTD.

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INTERIM MANAGEMENT'S DISCUSSION AND ANALYSIS –

QUARTERLY HIGHLIGHTS

THREE AND SIX MONTHS ENDED JUNE 30, 2022

(EXPRESSED IN CANADIAN DOLLARS)

The following interim Management's Discussion and Analysis ("**Interim MD&A**") of Golden Tag Resources Ltd. (the "**Company**" or "**Golden Tag**") for the three and six months ended June 30, 2022 has been prepared to provide material updates to the business operations, liquidity and capital resources of the Company since its last annual management discussion & analysis, being the Management's Discussion & Analysis ("**Annual MD&A**") for the year ended December 31, 2021. This Interim MD&A does not provide a general update to the Annual MD&A, or reflect any non-material events since the date of the Annual MD&A.

This Interim MD&A has been prepared in compliance with section 2.2.1 of Form 51-102F1, in accordance with National Instrument 51-102 – Continuous Disclosure Obligations. This discussion should be read in conjunction with the Annual MD&A, audited annual consolidated financial statements of the Company for the year ended December 31, 2021 and year ended December 31, 2020, together with the notes thereto, and unaudited condensed interim consolidated financial statements of the Company for the three and six months ended June 30, 2022, together with the notes thereto. Results are reported in Canadian dollars, unless otherwise noted. The Company's unaudited condensed interim consolidated financial statements and the financial information contained in this Interim MD&A are prepared in accordance with International Financial Reporting Standards ("**IFRS**") as issued by the International Accounting Standards Board and interpretations of the IFRS Interpretations Committee. The unaudited condensed interim consolidated financial statements have been prepared in accordance with International Standard 34, Interim Financial Reporting. Accordingly, information contained herein is presented as of August 29, 2022, unless otherwise indicated.

For the purposes of preparing this Interim MD&A, management, in conjunction with the Board of Directors (the "**Board**"), considers the materiality of information. Information is considered material if: (i) such information results in, or would reasonably be expected to result in, a significant change in the market price or value of the Company common shares; (ii) there is a substantial likelihood that a reasonable investor would consider it important in making an investment decision; or (iii) it would significantly alter the total mix of information available to investors. Management, in conjunction with the Board, evaluates materiality with reference to all relevant circumstances, including potential market sensitivity.

Further information about the Company and its operations is available on the Company's website at **www.goldentag.ca** or on SEDAR at **www.sedar.com**.

This Interim MD&A contains forward-looking information as further described in the "Cautionary Note Regarding Forward-Looking Statements" at the end of this Interim MD&A. Please also make reference to those risk factors identified or otherwise indirectly referenced in the "Risks and Uncertainties" section below.

Description of Business and Nature of Operations

The Company is incorporated under the Canada Business Corporations Act and is in the process of exploring its mineral properties and has not yet determined whether those properties contain ore reserves that are economically recoverable. The address of the Company's registered office and its principal place of business are 22 Adelaide Street West, Suite 2020, Bay Adelaide Centre, Toronto, Ontario, Canada. The Company's shares are listed on the TSX Venture Exchange, trading under the symbol "GOG" and on the OTCQB Venture Market, trading under the symbol "GTAGF".

Traditionally, much of Golden Tag's exploration activity was involved in the search for and definition of gold in eastern Canada's classical greenstone belts, however, the Company has expanded its exploration activities to include Mexico. The Company currently holds a 100% interest in the San Diego property in Durango State, Mexico.

Financial and Operating Highlights

Corporate

On February 4, 2022, the Company announced it initiated a program for 2022 to increase investor awareness, and to improve trading liquidity of the Company's shares on both the TSXV and the OTCQB. The program will have an estimated cost of approximately $260,000. All of the service providers are at arm's length to the Company and have no other relationship with the Company except pursuant to the agreements. None of the service providers have any interest in the Company or its securities, or any right to intent to acquire such an interest, except for Eric Wetterling who indirectly owns 56,000 common shares of the Company.

On February 8, 2022, the Company announced the closing of the first tranche of a non-brokered private placement. Under the first tranche, the Company issued 7,166,670 units for aggregate gross proceeds of $1,791,668. Each unit consists of one common share and one-half of one common share purchase warrant. Each whole warrant issued pursuant to the first tranche entitles the holder thereof to acquire one common share at a price of $0.40 until February 8, 2024, subject to the Acceleration Provision.

In connection with the first tranche, the Company paid aggregate cash finder's fees of $39,800 and issued 140,000 finder's warrants. Each finder's warrant entitles the holder to purchase one common share at a price of $0.25 for a period of 24 months following closing of the first tranche, subject to Acceleration Provision.

On February 28, 2022, the Company announced that it completed the second and final tranche of the non-brokered private placement. In connection with the second tranche, the Company issued an aggregate of 5,833,330 units for aggregate gross proceeds of $1,458,332. Eric Sprott, through 2176423 Ontario Ltd., a corporation which is beneficially owned by him acquired an aggregate of 4,000,000 units. Each unit consists of one common share and one-half of one common share purchase warrant. Each whole warrant issued pursuant to the first tranche entitles the holder thereof to acquire one common share at a price of $0.40 until February 28, 2024. The warrants are subject to the Acceleration Provision.

In connection with the second tranche, the Company paid aggregate cash finder's fees of $7,000 and issued 28,000 finder's warrants. Each finder's warrant entitles the holder to purchase one common share at a price of $0.25 for a period of 24 months following closing of the second tranche, subject to Acceleration Provision.

During the three months ended June 30, 2022, a total of 8,999,409 warrants were exercised for aggregate gross proceeds of $674,956.

Mineral Exploration Properties

Property Description

San Diego Property, Mexico:

Golden Tag owns a 100% interest in the San Diego Property. The project was advanced through various exploration programs between 2005 and 2016 which included 6 Phases of surface diamond drilling totaling 32,933 metres ("m"). Phase 7 of diamond drilling commenced in October of 2020 culminating in 8,481 m completed in 19 holes by the end of 2021. The total amount of drilling completed on the property to the end of 2021 is 41,414 m. Phase 7 drilling is currently ongoing.

The San Diego Property consists of 4 mining concessions (91.65 hectares) in the Municipality of Cuencame, Durango State, Mexico. It is located approximately 75 km southwest of the city of Torreon, Mexico and is 12 km northeast of Peñoles Velardeña Mine. The Peñoles non-ferrous metallurgical complex (smelting and refining) is in Torreon. The property can be accessed via a 10 km dirt road from the village of San Diego, which is only 5 km east of Highway 400 and Federal Road 49.

The property lies within the Velardeña Mining District where several mines have produced silver, zinc, lead and gold over the past century from polymetallic mineralization associated with intermediate to felsic intrusive bodies. The mineral deposits of the Velardeña Mining District consist primarily of quartz-calcite veins with associated silver, lead, zinc, gold and copper mineralization typical of the polymetallic, intrusive related skarn and low-sulfidation epithermal deposits of northern Mexico.

A Mineral Resource Estimate was completed by SGS Canada and an Independent Technical Report prepared in accordance with National Instrument 43-101 *Standards of Disclosure for Mineral Projects* of the Canadian Securities Administrators ("NI 43-101") was published in April 2013. This report is available on the Company web site as well as at www.sedar.com. The Estimated Indicated and Inferred Resources at San Diego from this Mineral Resource Estimate are summarized in Table 1.

Table 1: Summary of Estimated Mineral Resources- San Diego Project (SGS 2013)

SAN DIEGO RESOURCE ESTIMATE (1)	CoG (2) (g/t)	Tonnes (Mt)	Au (g/t)	Ag (g/t)	Pb (%)	Zn (%)	Ag.EQ (3) (g/t)	Ag Oz (M oz)
INDICATED RESOURCES								
Oxide Veins [6]	133	0.31	0.43	211	NA (4)	NA (4)	234	2.11
Sulfide Veins [14]	52-125	1.38	0.20	123	1.23	1.85	197	5.43
Fernandez Zone [2]	52	14.8	0.06	51	0.65	1.17	94	24.1
TOTAL (5)		**16.5**						**31.6**
INFERRED RESOURCES								
Oxide Veins [8]	133	0.29	0.43	238	NA (4)	NA (4)	261	2.2
Sulfide Veins [19]	52-125	13.1	0.11	93	1.41	1.83	171	39.2
Fernandez Zone [2]	52	28.7	0.05	46	0.7	1.08	88	42.4
TOTAL (5)		**42.1**						**83.8**

Notes: (1) Please refer to Table 1, page 3, SGS Canada "NI 43-101 Technical Report: Updated Mineral Resource Estimate San Diego Project" effective date April 12, 2013 available on www.sedar.com or the Golden Tag Web site www.goldentag.ca for further information. **(2)** CoG: Cut-Off Grade Ag.EQ (g/t); please refer to Table 31 on page 104 of the report for further information. **(3)** Ag.EQ: Silver Equivalent based on commodity prices of US$1455/oz Au, US$28.10/oz Ag, US$1.00/lb Pb, US$0.96/lb Zn applying estimated mill recoveries & smelter deductions & payables of 64.9% Ag, 76.4% Pb & 57.5% Zn for sulfide and 60.5% Ag & 62.5% Au for oxide resources. Zn and Pb are excluded from Ag.EQ for oxide resources and Cu and Au are excluded from Ag.EQ for sulfide resources. Please refer to Table 30 & Pages 103-104 of the report for more information. **(4)** Pb and Zn are excluded from oxide vein resources due to lack of metallurgical tests illustrating their potential recoveries. **(5)** Totals may not add up precisely due to rounding. **(6)** (Mt): million tonnes; (M oz): million ounces.

Cautionary Statement: Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability. The resource estimate for the 21 veins and mineralized body were defined by a drill pattern and applying reasonable geological shapes to limit the lateral extent of the veins and mineralized body. Combinations of cross sectional and plan level views were used in order to develop an understanding of the structural relationship and cut off grades were applied. The indicated and inferred categories were partially based on historic structures that consistently exhibit lateral continuity and constant thickness, many of which can be traced along surface for hundreds of metres. There are no known factors such as environmental, permitting, legal, title, taxation, socio economic, marketing, political or other relevant factors which could materially affect the resources.

SGS Canada also recognized that there is Additional Target Potential of between 20 to 50 million tonnes grading 100 to 150 g/t silver equivalent. This Additional Target Potential is conceptual in nature as there has been insufficient exploration to define a mineral resource and it is uncertain if further exploration will result in the target being delineated as a mineral resource.

Expenditures

Exploration expenditures of $1,078,892 were incurred during the six months ended June 30, 2022, mainly related to the Phase 7 diamond drilling program. The total spending on the property as at June 30, 2022, including an amount of $792,421 in 2016 to acquire the remaining 50% interest in the property is $11,577,872.

Summary of exploration expenditures	**Six Months Ended June 30, 2022 ($)**	**Year Ended December 31, 2021 ($)**	**Year Ended December 31, 2020 ($)**
Drilling	681,747	944,658	nil
Consulting fees	272,636	667,141	175,503
Salaries and labour	53,881	138,910	32,890
Other	53,609	106,972	nil
Travel expenses	nil	72,260	32,012
Lodging and expenses	17,019	54,284	6,205
Total exploration expenditures	**1,078,892**	**1,984,225**	**246,610**
Cumulative exploration expenditures since inception	**11,577,872**	**10,498,980**	**8,514,755**

Exploration Update

On April 6, 2022, the Company announced diamond drill results from hole 22-64 which tested the 57 Target. Key highlights include:

- 60 g/t Ag.Eq over 73.50 metres ("m") commencing from surface, further highlighting the opportunity for open pit style mineralization located directly above the Fernandez Zone (2)
- 317 g/t Ag.Eq over 0.6 m within the Montanez Zone
- 405 g/t Ag.Eq over 0.7 m within the Canta Zone
- Several high-grade intersections within the Rata Zone, including 422 g/t Ag.Eq over 0.63 m and 331 g/t Ag.Eq over 1.04 m

Hole 22-64 was drilled at a shallow dip (-45 degrees) from the same setup as hole 21-57 (-78 degrees) to further test the 57 Target Area, a series of epithermal breccias and quartz-carbonate-sulphide veins which returned 72 g/t Ag.Eq over 273.7 m, including 861 g/t Ag.Eq over 10.0 m, as previously reported in news releases dated September 8 and May 27, 2021 discussing hole 21-57. Mineralization within the 57 Target Area is a complex interplay of several vein trends proximal to the southern contact of the Central Diorite, notably late-stage northeast trending epithermal veins of the 57 NE A and 57 NE B trends intersecting with the west-northwest trending San Jose Zone system of quartz-sulfide veins with associated albite alteration. The San Jose Zone has been identified over a minimum strike length of 150 m and down to a minimum vertical depth of 290 m.

Hole 22-64 intersected the 57 Target Area from surface returning 60 g/t Ag.Eq over 73.50 m (7.90 to 81.40 m), which includes higher-grade intervals of 980 g/t Ag.Eq over 0.91 m (28.09 to 29.00 m) and 441 g/t Ag.Eq over 2.80 m (29.70 to 32.50 m). The bottom of the 57 Target mineralization at 81.40 m in hole 22-64 is located approximately 240 vertical m above the bottom of the 57 Target mineralization at 303.20 m in hole 21-57 (72 g/t Ag.Eq over 273.7 m), which extends the total vertical depth commencing from surface to approximately 290 m. This broad zone of potential open pit style mineralization has now been identified over an approximate 75 m x 50 m area.

Hole 22-64 was extended to cut across the Montanez, Canta and Rata Zones intersecting 317 g/t Ag.Eq over 0.60 m (185.45 to 186.05 m) (inclusive of 3.64 g/t Au), 405 g/t Ag.Eq over 0.70 m (238.20 to 238.90 m) and 422 g/t Ag.Eq over 0.63 m (284.37 to 285.00 m) and 331 g/t Ag.Eq over 1.04 m (286.12 to 287.16 m), respectively. La Rata is a series of east-west trending quartz-sulfide veins which can be traced for over 500 m strike length on the property.

Open Pit Style Mineralization Observed Within Historic Holes

The database contains four additional diamond drill holes within a radius of 100 m that were observed to contain open pit style mineralization along with holes 21-57 and 22-64:

- Hole 07-24 returned 55 g/t Ag.Eq over 40.27 m (29.68 to 69.95 m), located 10 m to the east of hole 21-57.

- Hole 06-10 returned 49 g/t Ag.Eq over 224.85 m (14.60 to 239.45 m), located approximately 50 m east of hole 21-57.
- Hole 20-51 returned 50 g/t Ag.Eq over 35.46 m (93.20 to 128.66 m) and 45 g/t Ag.Eq over 91.84 m (202.66 to 294.50 m) occurring at approximately the same depth as the mineralization at 273.65 m in hole 21-57 (see news release dated April 14, 2021), located downdip to the south of holes 07-24, 21-57, and 22-64.
- Commencing from surface, hole 06-09 returned 60 g/t Ag.Eq over 211.60 m (2.10 to 213.70 m), located approximately 125 m to the northeast of hole 21-57. The mineralization in hole 06-09 is proximal to the contact of the Central Diorite and may be related to the 57 Target.

The Company is planning to conduct follow-up drilling to better understand the orientation and continuity of the potential open pit style mineralization within proximity of the 57 Target Area.

On May 5, 2022, the Company announced results from holes 22-65A and 65B which targeted the western extension of the Fernandez Zone. Key highlights include:

- High-grade intersections located close to surface, including 1,551 g/t Ag.Eq over 0.60 metres ("m"), and 1,194 g/t Ag.Eq over 0.65 m in the Rata Zone
- 174 g/t Ag.Eq over 16.48 m, including 690 g/t Ag.Eq over 2.50 m, within the Canta Zone
- 363 g/t Ag.Eq over 4.27 m within the CSplay Zone
- 93 g/t Ag.Eq over 395 m, including a higher-grade interval of 109 g/t Ag.Eq over 186 m, of Fernandez Zone mineralization beyond the western limit of the previously established resource envelope, approximately 70 m NW of historical hole 12-47

Holes 22-65A and 65B were drilled from the same setup to test the western extension of the Fernandez Zone. Hole 22-65A was abandoned at 252 m due to excessive deviation and hole 22-65B was successfully completed to target.

Holes 22-65A and 65B cut across the several quartz-sulphide veins from the east-west trending Rata Zone at the top of both holes intersecting 1,551 g/t Ag.Eq over 0.60 m (94.55 to 95.15 m) and 1,194 g/t Ag.Eq over 0.65 m (102.55 to 103.20 m) in hole 22-65A and 312 g/t Ag.Eq over 1.20 m (154.35 to 155.55 m) in hole 22-65B. Both holes then progressed into the east-west trending quartz-sulphide veins of the Canta Zone where hole 22-65B intersected 690 g/t Ag.Eq over 2.50 m (242.70 to 245.20 m) within a broader interval of 174 g/t Ag.Eq over 16.48 m (236.80 to 253.28 m). Hole 22-65B continued into quartz-sulphide veins of the northeast trending CSplay Zone returning 363 g/t Ag.Eq over 4.27 m (350.20 to 354.47 m) and progressed through the Montanez Zone and Midzone.

Hole 22-65B intersected bulk tonnage Fernandez Zone mineralization at approximately 630 m vertical depth from surface returning 93 g/t Ag.Eq over 395.10 m (632.60 to 1027.70 m), including a higher-grade interval of 109 g/t Ag.Eq over 185.90 m (840.60 to 1026.50 m). The mineralization was observed to be consistent throughout the interval, with a maximum dilution interval of 4.5 m. The Fernandez Zone interval includes several subintervals of higher-grade copper mineralization, most notably 0.41% Cu over 12.10 m (982.40 to 994.50 m), that are spatially associated with a feldspar porphyry monzodiorite, which is a distinct unit within the central diorite in this area.

The Fernandez Zone intercept within hole 22-65B lies beyond the western limit of the resource envelope, established in the 43-101 Technical Report Mineral Resource Estimate prepared by SGS Canada effective April 2013. In the resource estimate, the Fernandez Zone resource envelope had been extended out approximately an average of 70 m to the west of the westernmost historical hole 12-47, into an area with no drill data. The results from holes 22-65B and 21-58 (102 g/t Ag.Eq over 191.57 m) confirm that this projected extension was accurate, and will also potentially extend the Fernandez Zone resource envelope a further minimum 70 m to the northwest, depending on the resource estimation assumptions employed. The potential extension of the Fernandez Zone, based on the results from holes 22-65B and 21-58, would measure approximately 140 m x 70 m in the horizontal plane and 530 m in the vertical plane (1174 mASL to 644 mASL elevation or 476 m to 1006 m vertical depth from surface:1650 mASL elevation). No drill holes exist to the west of hole 22-65B and thus the Fernandez Zone remains open to the west.

Furthermore, the Fernandez Zone in hole 22-65B lies an average of 100 m to the south of the 1849 Zone, described in a Company news release dated September 8, 2021, where hole 07-18 returned 83 g/t Ag.Eq over 101.11 m (813.99 to 915.10 m), hole 12-49 returned 169 g/t Ag.Eq over 42.03 m (440.88 to 482.91 m), and hole 21-57 returned 84 g/t Ag.Eq over 134.37 m (521.88 to 656.25 m). As was previously reported, it was observed during the relogging of historic hole 07-18 that mineralization within the 1849 Zone is like that found in the Fernandez Zone, being comprised of quartz-sulfide vein, stringer and stockwork zones within green and brown exoskarn and red garnet endoskarn. It is possible that the two zones merge, which would extend the Fernandez Zone a further 100 m to the north of hole 22-65B.

The Fernandez Zone is steeply plunging cigar-shaped structure characterized by green and brown garnet exoskarn and red garnet endoskarn sulphide mineralization (pyrite-pyrrhotite-sphalerite-galena) contained within quartz-sulphide stockwork veins, breccias, and massive sulphide zones which are spatially associated with the contacts of diorite intrusive bodies. The Fernandez Zone was divided into 2 subunits in the 2013 SGS Canada resource estimate - Endoskarn and Fringe - which respectively correspond to a higher-grade core unit with stockwork mineralization within and proximal to the southern contact of the Central Diorite intrusive, surrounded by an outer section of lower-grade skarn mineralization hosted for the most part in altered limestones.

(2) All results are rounded. Assays are uncut and undiluted. Widths are core-lengths, not true widths as a full interpretation of actual orientation of mineralization is not complete. Silver equivalent: Ag.Eq g/t was calculated using 3-year trailing average commodity prices of $20.60/oz Ag, $0.90/lb Pb, $1.20/lb Zn, $1650/oz Au, and $3.25/lb Cu. The calculations assume 100% metallurgical recovery and are indicative of gross in-situ metal value, the Company is planning to perform additional metallurgical studies later in 2022. Drill intercepts quoted from historical holes reported prior to 2022 were calculated using the current silver equivalent parameters outlined above.

Technical Information

Bruce Robbins, P.Geo., is the "qualified person", within the meaning of NI 43-101, who has approved all scientific and technical information disclosed in this MD&A.

Trends and Economic Conditions

Management regularly monitors economic conditions, estimates their impact on the Company's operations and incorporates these estimates in both short-term operating and longer-term strategic decisions.

Due to the worldwide COVID-19 pandemic, material uncertainties may arise that could influence management's going concern assumption. Management cannot accurately predict the future impact COVID-19 may have on:

- Global silver prices;
- Demand for silver and the ability to explore for silver;
- The severity and the length of potential measures taken by governments to manage the spread of the virus, and their effect on labour availability and supply lines;
- Availability of government supplies, such as water and electricity;
- Purchasing power of the Canadian dollar, United States dollar and Mexican Peso; and
- The Company's ability to obtain funding on favourable terms, or at all.

At the date of this Interim MD&A, the Canadian federal government and the Mexican government have not introduced measures that have directly impeded the operational activities of the Company. The Company was required to implement certain new working procedures at the San Diego project, but without significant impact on operations. From time-to-time various Mexican government facilities have closed temporarily, however management believes businesses will continue to be allowed to operate and, accordingly, the current situation has not impacted management's going concern assumption. However, it is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Company in future periods.

Apart from these and the risk factors described under the heading "Risks and Uncertainties", management is not aware of any other trends, commitments, events or uncertainties that would have a material effect on the Company's business, financial condition or results of operations.

See "Cautionary Note Regarding Forward-Looking Statements" below.

Outlook

The Company intends to continue exploring the San Diego property in Durango State, Mexico. In addition, management will review project submissions, and conduct independent research, to identify projects in such jurisdictions and commodities as it may consider attractive and may consider or seek a transaction or investment with the owner of such project.

There is no assurance that funding, including equity capital, will be available to the Company in the future in the amounts or at the times desired or on terms that are acceptable to the Company, if at all. See "Risks and Uncertainties" below.

Financial Highlights

Three months ended June 30, 2022 compared with three months ended June 30, 2021

The Company's net loss totaled $502,807 for the three months ended June 30, 2022, with basic and diluted loss per share of $0.00. This compares with a net loss of $1,116,853 with basic and diluted loss per share of $0.01 for the three months ended June 30, 2021. The Company had no revenue in both periods presented. The decrease in net loss was principally due to:

- Mineral property expenses of $122,551 for the three months ended June 30, 2022, is lower than mineral property expenses of $599,984 for the three months ended June 30, 2021. Refer to the heading "Liquidity and Capital Resources" below for a summary of the Company's exploration expenditures.

- Professional fees decreased in the three months ended June 30, 2022, to $39,494 compared with $80,878 for the same period in 2021, primarily due to lower corporate activity requiring external professional support services.

- Realized gain on sale of marketable securities decreased in the three months ended June 30, 2022, to $nil compared with a realized gain of $44,226 the same period in 2021. The decrease in realized gain was due to the sale of marketable securities for gross proceeds of $nil compared with gross proceeds of $93,015 for the same period in 2021.

- Unrealized loss on change in fair value of marketable securities decreased in the three months ended June 30, 2022, to $17,500 compared with an unrealized loss of $59,971 for the same period in 2021. The decrease in unrealized loss was due to the change in fair value of marketable securities.

- All other expenses related to general working capital purposes.

All other expenses related to general working capital purposes.

Six months ended June 30, 2022 compared with six months ended June 30, 2021

The Company's net loss totaled $2,036,734 for the six months ended June 30, 2022, with basic and diluted loss per share of $0.01. This compares with a net loss of $2,517,303 with basic and diluted loss per share of $0.01 for the six months ended June 30, 2021. The Company had no revenue in both periods presented. The decrease in net loss was principally due to:

- Mineral property expenses of $1,078,892 for the six months ended June 30, 2022, is lower than mineral property expenses of $1,353,251 for the six months ended June 30, 2021. Refer to the heading "Liquidity and Capital Resources" below for a summary of the Company's exploration expenditures.

- Professional fees increased in the six months ended June 30, 2022, to $198,083 compared with $176,925 for the same period in 2021, primarily due to higher corporate activity requiring external professional support services.

- Realized gain on sale of marketable securities decreased in the six months ended June 30, 2022, to $nil compared with a realized gain of $44,226 the same period in 2021. The decrease in realized gain was due to the sale of marketable securities for gross proceeds of $nil compared with gross proceeds of $93,015 for the same period in 2021.

- Unrealized loss on change in fair value of marketable securities decreased in the six months ended June 30, 2022, to $7,000 compared with an unrealized loss of $66,219 for the same period in 2021. The decrease in unrealized loss was due to the change in fair value of marketable securities.

- All other expenses related to general working capital purposes.

All other expenses related to general working capital purposes.

The Company's total assets as of June 30, 2022 were $7,693,483 (December 31, 2021 - $6,551,058) against total liabilities of $118,685 (December 31, 2021 - $760,137). The increase in total assets of $1,142,425 resulted from cash spent on exploration and evaluation expenditures and operating costs which was offset by cash proceeds of $3,250,000 from private placements completed in February 2022 and cash proceeds of $674,956 from warrants exercised. The Company has sufficient current assets to pay its existing liabilities of $118,685 on June 30, 2022.

Cash Flows

As of June 30, 2022, the Company had cash and cash equivalents of $7,381,844. The increase in cash and cash equivalents of $1,064,281 from the December 31, 2021 cash and cash equivalents balance of $6,317,563 was a result of cash outflows in operating activities of $2,785,433 and cash inflows in financing activities of $3,854,547.

Operating activities were affected by adjustments of unrealized loss on change in fair value of marketable securities of $7,000, foreign exchange of $29,103, and net change in non-cash working capital balances of $726,596 because of a decrease in sale taxes receivable of $32,599, a decrease in prepaid expenses of $52,545 and an increase in trade payables of $641,452.

Cash provided by financing activities was $3,854,547 for the six months ended June 30, 2022. Financing activities were affected by the proceeds from private placements of $3,250,000 and warrants exercised of $674,956, which was offset by share issue costs of $70,409.

Liquidity and Capital Resources

The Company believes that its cash and cash equivalents of approximately $7.4 million as of June 30, 2022 is adequate to cover current expenditures and exploration expenses for the coming year.

The Company may, from time to time, when marketing and financing conditions are favourable, seek additional financing to fund exploration and property acquisition projects.

The Company has commenced evaluating strategic opportunities to add shareholder value through merger and acquisitions or by acquiring projects directly. The Company will focus primarily on silver projects and opportunities in the Americas; however, the Company may explore opportunities in other regions or with a focus on minerals other than or in addition to silver if advantageous to the Company. The activities of the Company are financed through the completion of equity transactions such as equity offerings and the exercise of stock options and warrants. There is no assurance that equity capital will be available to the Company in the future in the amounts or at the times desired or on terms that are acceptable to the Company, if at all. See "Risks and Uncertainties" below.

As of June 30, 2022, and to the date of this Interim MD&A, the cash resources of the Company are held with certain Canadian chartered banks.

Regardless of whether the Company discovers a significant silver deposit, its working capital of $7,574,798 as of June 30, 2022 is anticipated to be adequate for it to continue operations for the twelve-month period ending June 30, 2023.

The following table summarizes the Company's expenditures incurred:

Summary of exploration expenditures	Three Months Ended June 30, 2022 ($)	Three Months Ended June 30, 2021 ($)	Six Months Ended June 30, 2022 ($)	Six Months Ended June 30, 2021 ($)
Drilling	13,158	188,008	681,747	662,255
Consulting fees	73,641	251,877	272,636	423,090
Salaries and labour	21,809	41,188	53,881	66,784
Lodging and expenses	2,972	4,365	17,019	34,007
Other	10,972	42,286	53,609	94,855
Travel expenses	nil	72,260	nil	72,260
Total exploration expenditures	**122,551**	**599,984**	**1,078,892**	**1,353,251**

Related Party Transactions

The Company's related parties include private companies controlled by directors and joint key management, as described below. Unless otherwise stated, none of the transactions incorporated special terms and conditions and no guarantees were given or received. Outstanding balances are usually settled in cash.

Transactions with key management personnel

Key management personnel of the Company are members of the Board as well as members of key management personnel.

Remuneration includes the following expenses:

	Three Months Ended June 30, 2022 ($)	Three Months Ended June 30, 2021 ($)	Six Months Ended June 30, 2022 ($)	Six Months Ended June 30, 2021 ($)
Management and administration fees paid to private companies controlled by directors and officers	137,385	167,385	281,197	328,770
Professional fees paid to private companies controlled by directors and officers	32,990	48,954	69,367	64,460
Listing, filing and transfer agency fees paid to private companies controlled by officers	1,587	1,775	2,545	4,903
Director fees	nil	nil	nil	146,000
Total	**171,962**	**218,114**	**353,109**	**544,133**

Included in trade payables are amounts due to companies owned and controlled by key management personnel of $19,576 and to directors of $nil (December 31, 2021 - $577,516 and $90,000).

Of the 13,000,000 units issued during 2022 as part of the private placement during the six months ended June 30, 2022, Eric Sprott, through 2176423 Ontario Ltd., a corporation beneficially controlled by him, subscribed for 4,000,000 units.

Disclosure of Internal Controls

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

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

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

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

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

Risks and Uncertainties

An investment in the securities of the Company is highly speculative and involves numerous and significant risks. Such investment should be undertaken only by investors whose financial resources are sufficient to enable them to assume these risks and who have no need for immediate liquidity in their investment. Prospective investors should carefully consider the risk factors that have affected, and which in the future are reasonably expected to affect, the Company and its financial position. Please refer to the section entitled "Risks and Uncertainties" in the Company's Annual MD&A for the year ended December 31, 2021, available on SEDAR at www.sedar.com.

Cautionary Note Regarding Forward-Looking Statements

This Interim MD&A contains certain "forward-looking information" as defined in applicable securities laws (collectively referred to herein as "**forward-looking statements**"). These statements relate to future events or the Company's future performance. All statements other than statements of historical fact are forward-looking statements. Often, but not always, forward-looking statements can be identified by the use of words such as "plans", "expects", "budgeted", "scheduled", "estimates", "continues", "forecasts", "projects", "predicts", "intends", "anticipates" or "believes", or variations of, or the negatives of, such words and phrases, or statements that certain actions, events or results "may", "could", "would", "should", "might" or "will" be taken, occur or be achieved. The forward-looking statements in this Interim MD&A speak only as of the date of this Interim MD&A or as of the date specified in such statements. The following table outlines certain significant forward-looking statements contained in this Interim MD&A and provides the material assumptions used to develop such forward-looking statements and material risk factors that could cause actual results to differ materially from the forward-looking statements.

Forward-looking statements	Assumptions	Risk factors
Regardless of whether the Company discovers a significant silver deposit, its working capital of $7,574,798 as of June 30, 2022 is anticipated to be adequate for it to continue operations for the twelve-month period ending June 30, 2023	The operating and exploration activities of the Company for the twelve-month period ending June 30, 2023, and the costs associated therewith, will be consistent with the Company's current expectations; and equity markets, exchange and interest rates and other applicable economic conditions will be favourable to the Company	Unforeseen costs to the Company will arise; ongoing uncertainties relating to the COVID-19 pandemic; any operating cost increase or decrease from the date of the estimation; changes in operating and exploration activities; changes in economic conditions; timing of expenditures
The Company's properties may contain economic deposits of minerals	The actual results of the Company's exploration and development activities will be favourable; operating, exploration and development costs will not exceed the Company's expectations; all requisite regulatory and governmental approvals for exploration projects and other operations will be received on a timely basis upon terms acceptable to the Company, and applicable political and economic conditions are favourable to the Company; the price of applicable commodities and applicable interest and exchange rates will be favourable to the Company; no title disputes exist or will arise with respect to the Company's properties; and the Company has or will obtain adequate property rights to support its exploration and development activities	Commodity price volatility; ongoing uncertainties relating to the COVID-19 pandemic; uncertainties involved in interpreting geological data and confirming title to acquired properties; inability to secure necessary property rights; the possibility that future exploration results will not be consistent with the Company's expectations; increases in costs; environmental compliance and changes in environmental and other applicable legislation and regulation; interest rate and exchange rate fluctuations; changes in economic and political conditions
The Company's anticipated business plans, including costs and timing for future exploration on its property interests and acquisitions of additional mineral resource properties or interests therein	The exploration activities of the Company and the costs associated therewith, will be consistent with the Company's current expectations; and equity markets, exchange and interest rates and other applicable economic conditions will be	Commodity price volatility; ongoing uncertainties relating to the COVID-19 pandemic; changes in the condition of debt and equity markets; timing and availability of external financing on acceptable terms may not be

Forward-looking statements	Assumptions	Risk factors
	favourable to the Company; financing will be available for the Company's exploration and development activities on favourable terms; the Company will be able to retain and attract skilled staff; all applicable regulatory and governmental approvals for exploration projects and other operations will be received on a timely basis upon terms acceptable to the Company; the Company will not be adversely affected by market competition; the price of applicable commodities will be favourable to the Company; no title disputes exist or will arise with respect to the Company's properties; the Company has or will obtain adequate property rights to support its exploration and development activities; and the Company will be able to successfully identify and negotiate new acquisition opportunities	as anticipated; the uncertainties involved in interpreting geological data and confirming title to acquired properties; inability to secure necessary property rights; the possibility that future exploration results will not be consistent with the Company's expectations; increases in costs; environmental compliance and changes in environmental and other applicable legislation and regulation; interest rate and exchange rate fluctuations; changes in economic and political conditions; the Company may be unable to retain and attract skilled staff; receipt of applicable permits is subject to governmental and/or regulatory approvals; the Company does not have control over the actions of its joint venture partners and/or other counterparties
Management's outlook regarding future trends and exploration programs	Financing will be available for the Company's exploration and operating activities; the price of applicable commodities will be favourable to the Company; the actual results of the Company's exploration and development activities will be favourable; management is aware of all applicable environmental obligations	Commodity price volatility; ongoing uncertainties relating to the COVID-19 pandemic; changes in the condition of debt and equity markets; interest rate and exchange rate fluctuations; changes in economic and political conditions; the possibility that future exploration results will not be consistent with the Company's expectations; changes in environmental and other applicable legislation and regulation

Inherent in forward-looking statements are risks, uncertainties and other factors beyond the Company's ability to predict or control. Please also review those risk factors identified or otherwise indirectly referenced in the "Risks and Uncertainties" section above. Readers are cautioned that the above chart does not contain an exhaustive list of the factors or assumptions that may affect the forward-looking statements contained in this Interim MD&A, and that the assumptions underlying such statements may prove to be incorrect. Actual results and developments are likely to differ, and may differ materially, from those expressed or implied by the forward-looking statements contained in this Interim MD&A.

Forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause the Company's actual results, performance, or achievements to be materially different from any of its future results, performance or achievements expressed or implied by forward-looking statements. All forward-looking statements herein are qualified by this cautionary note. Accordingly, readers should not place undue reliance on forward-looking statements. The Company undertakes no obligation to update publicly or otherwise revise any forward-looking statements whether as a result of new information or future events or otherwise, except as may be required by law. If the Company does update one or more forward-looking statements, no inference should be drawn that it will make additional updates with respect to those or other forward-looking statements, unless required by law.