



DELTA RESOURCES LIMITED
(an exploration company)

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the years ended December 31, 2022 and 2021

INTRODUCTION

This Management's Discussion and Analysis ("MD&A") of results of operations and financial condition of Delta Resources Limited ("Delta" or "the Company") describes the operating and financial results of the Company for the twelve-month periods ended December 31, 2022 and 2021. The MD&A supplements the Financial Statements of the Company and should be read in conjunction with Delta Audited Financial Statements and related notes for the years ended December 31, 2022 and 2021.

Forward-Looking Statements

This MD&A contains forward-looking statements about the Company's future prospects, and the Company provides no assurance that actual results will meet such expectations of management. The use of any of the words "believe", "expect", "estimate", "will", "should", "intend" and similar expressions are intended to identify forward-looking statements. These statements involve known and unknown risks, uncertainties and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking statements. The Company believes these expectations reflected in those forward-looking statements are reasonable, but no assurance can be given that these expectations will prove to be correct and such forward looking statements should not be unduly relied upon. The forward-looking information contained in this MD&A represents our expectations as of the date of this MD&A and, accordingly, is subject to change after such date. We expressly disclaim any intention or obligation to update or revise any forward-looking information, whether as a result of new information, future events or otherwise, except as required by applicable law.

Date of MD&A

This MD&A was prepared using information that is current as at April 5, 2023, unless otherwise stated.

Company Overview

Delta Resources Limited is focused on growing shareholder value through the acquisition, exploration, and development of potential gold and base metal projects in Canada. Currently, Delta has two exploration projects: the Delta-1 project (Eureka) in the Thunder Bay district of Ontario, the Delta-2 project (R-14) in the Chibougamau Mining district of Québec. Delta also counts the Gravel Ridge, Bylund, Beaucage and Ojala properties which are contiguous or adjacent to the Delta-1 project in Ontario, and the Dollier property, an option that is contiguous to the Delta-2 project in Québec. Delta also owns a 1% Net Smelter Return Royalty on the Bellechasse project and its gold resource located in the Beauce Region of Southeastern Québec. All projects are located in Canada.

Chronological 2022 Summary Highlights

On January 7, 2022, the Company granted 1,900,000 stock options to directors, officer and consultants at an exercise price of \$0.25 per common share that vest over a period of 5 years and expire January 7, 2027.

On January 1, 2022, the Company signed a contract with MI3 Communications Financières Inc., in exchange for their services, MI3 will receive a monthly payment of \$6,000 for a six-month period.

On March 11, 2022, the Company signed a Consulting Services Agreement with Mr. Daniel Boudreau, in exchange for his services, Mr. Boudreau will receive a bi-weekly payment of \$5,275 plus applicable taxes and 100,000 stock options at an exercise price of \$0.21 per common share that vest over a period of 2 years were granted.

In March 2022, the Company received the last tranche cash payment of \$400,000 from Yorkton Ventures therefore completing the sale of its Bellechasse Property. Delta retains a 1% Net Smelter

Return (NSR) royalty on the project. Yorkton may purchase one half of a percent (0.5%) for \$1,000,000.

In May 2022, the Company announced that it was selected to receive a \$200,000 grant from The Ontario Junior Exploration Program to further advance its Delta-1 Gold Property.

In May 2022, the Company issued 100,000 common shares of the Company under the Option Agreement related to the Dollier Property, Chibougamau, Québec.

On August 6, 2022, the Company signed a Mineral Claims Lease Agreement with first right to purchase, related to the Bylund Property, Thunder Bay, Ontario.

In September 2022, the Company received \$60,000 who represented the first tranche of the \$200,000 grant from The Ontario Junior Exploration Program to further advance its Delta-1 Gold Property.

In October 2022, the Company paid in cash an amount of \$75,000, issued 500,000 common shares of the Company pursuant to the third anniversary Eureka Property Agreement.

In October 2022, the Company paid in cash an amount of \$100,000 and issued 700,000 common shares of the Company pursuant to the third anniversary of R-14 Property Agreement. The Company also fulfilled its \$700,000 work commitment. The Delta-1 Property is now 100% owned by the Company.

Also, in October 2022, the Company received \$526,267 in tax credit.

In November 2023, Delta entered into a five-year lease agreement with the surface and mining rights landowners of the Ojala and Beaucage Properties.

On December 15, 2022, the Company closed a non brokered private placement for aggregate gross proceeds of \$945,700.

On December 22, 2022, the Company closed a non brokered private placement for aggregate gross proceeds of \$1,825,730

Subsequent events

On January 23, 2023, Delta entered into a five-year lease agreement with the surface and mining rights landowners of the Maxwell Property. Delta will have the exclusive right to explore the property and to purchase a 100% interest in both the surface and mining rights to the property. Should Delta elect to purchase the property, it will pay market value times ten (10). Delta has made a one-time cash payment of \$60,000 to the landowners to cover the five-year lease. There are no work commitments nor were any shares of the Company issued or to be issued. Should Delta elect to purchase the property during the five-year period, the landowners will retain a 2% NSR royalty of which Delta can elect to buy back 1% at any time for the sum of \$1,000,000.

On January 30, 2023 the Company completed a non-brokered private placement by issuing 4,500,000 units of the Company at a price of \$0.10 per unit, for gross proceeds of \$450,000. Each unit consists of one common share and one common share purchase warrant exercisable for up to 24 months from closing at \$0.18.

On February 14, 2023, the Company granted 2,830,000 stock options to management, the board of directors and consultants. The options are exercisable at \$0.10 for 5 years from the date of the grant and vest immediately.

In March 2023, the Company received \$140,000 who represented the last tranche of the \$200,000 grant from The Ontario Junior Exploration Program to further advance its Delta-1 Gold Property.

On April 4, 2023, the Company granted 550,000 stock options to consultants. The options are exercisable at \$0.41 for 5 years from the date of the grant and vest immediately.

DISCUSSION OF OPERATIONS

	Bellechase	Eureka	R-14	Dollier	Beaucage	Bylund	Total
	\$	\$	\$	\$	\$	\$	\$
Balance, December 31, 2021	18,879,261	1,230,302	2,708,441	53,370	-	-	22,871,374
Addition	82	1,106,330	2,166,969	163,080	-	-	3,436,461
Exploration and evaluation expenditures acquired	25,798	75,000	100,000	-	100,158	60,000	360,956
Fees related to the grant of options on mining project	-	45,000	122,500	10,000	12,500	-	190,000
Tax credits and credits on duties	(28)	-	(96,018)	(64,637)	-	-	(160,683)
Subvention Government Ontario	-	(200,000)	-	-	-	-	(200,000)
Proceeds from grant of options on mining project	(173,400)	-	-	-	-	-	(173,400)
Change during the year	(147,548)	1,026,330	2,293,451	108,443	112,658	60,000	3,453,334
Balance, December 31, 2022	18,731,713	2,256,632	5,001,892	161,813	112,658	60,000	26,324,708
Balance, December 31, 2020	19,829,160	676,392	1,314,436	-	-	-	21,819,988
Addition	152	339,057	1,716,348	-	-	-	2,055,557
Exploration and evaluation expenditures acquired	-	214,853	274,000	53,370	-	-	542,223
Tax credits and credits on duties	(51)	-	(596,343)	-	-	-	(596,394)
Proceeds from grant of options on mining project	(950,000)	-	-	-	-	-	(950,000)
Change during the year	(949,899)	553,910	1,394,005	53,370	-	-	1,051,386
Balance, December 31, 2021	18,879,261	1,230,302	2,708,441	53,370	-	-	22,871,374

DELTA-1 PROPERTY

The Delta-1 Property is located 50 km west of the City of Thunder Bay. The property covers 5,801.7 hectares or approximately 58 square kilometres and straddles the Trans-Canada Highway for easy access.

In October 2022, Delta made a cash payment of \$75,000 and issued 500,000 shares of the Company. To earn a 100% interest in the property, Delta's remaining obligations consist of aggregate cash payments of \$150,000, an additional, and \$1,000,000 of exploration expenditures before October 2023.

Delta-1 also counts the Gravel Ridge property which consists of 10 claims covering 706 hectares, contiguous or adjacent to the Delta-1 project in Ontario.

Exploration History

Only 42 drill holes have tested this 49 square kilometre property to date. Of these drill holes more than half were aimed at Ni-Cu targets prior to 1972. The last drill program was aimed at two mineral occurrences in 2003.

Regional Geology

Located in the north-central portion of the Shebandowan greenstone belt in the Superior geological province of the Canadian Shield (Figure D1-1). The property covers a 17 kilometre strike extent of the Shebandowan Structural Zone, which marks the northern limit of the Shebandowan belt are with the Quetico subprovince to the north.

The Shebandowan Structural Zone is a deep-seeded structure that is characterized locally by intensely deformed rocks, swarms of intrusive units and extensive zones of intense carbonate, sericite and talc alteration. In excess of 5 million ounces of gold deposits are hosted along a 100-kilometre strike length of the Shebandowan Structural Zone including the low-grade – high-tonnage, 4.17 million-ounce Moss Lake gold deposit 50 km west of the Delta-1 Property.

Geology

At Delta-1, geology consists of mafic volcanic and clastic sedimentary rocks of the Greenwater assemblage, generally occurring south of the Trans-Canada Highway, and the clastic sedimentary rocks of the Shebandowan assemblage which occur north of the Trans-Canada Highway (Figure D1-1 and D1-2).

The rocks of the Greenwater assemblage consist generally of mafic to intermediate metavolcanics (including massive and pillowed flows) and ultramafic flows (locally with spinifex textures). These metavolcanics flows are intercalated with thin horizons of graphitic mudstone, sulphide-bearing chert, jasper-magnetite and chert-magnetite banded iron formation. Numerous gabbro sills and dikes intrude the Greenwater assemblage supracrustal rocks throughout this area.

The rocks of the Shebandowan assemblage consist of conglomerates, sandstones, siltstones and mudstones.

Foliation is well-developed and generally strikes east-southeast with near-vertical dip. The rocks have been deformed into tight isoclinal folds with east-southeast striking axial planes.

Gold Mineralization

Gold mineralization at Delta-1 occurs as two distinct types:

The **Kasper, South, Creek and Mattawin** gold occurrences are hosted by thin horizons of sulphidic and graphitic chert and chert breccia believed to be sulphidic iron formations. At the **Kasper** gold occurrence, a banded iron-oxide formation is also observed. The rocks are ankeritized and silicified and characterized by an abundance of sulphide (dominantly pyrite with lesser arsenopyrite).

At the Eureka and Wedge Gold occurrences gold is associated with an organized stockwork of quartz-ankerite-pyrite veinlets ranging from 1mm to 10cm in width. Occasionally, fine grained disseminated visible gold is observed within the veinlets.

Gold mineralization is late and the quartz-ankerite-pyrite gold veinlets crosscut every lithologies including the two types of breccia.

Petrographic analysis of the altered host rock show up to 58% ankerite and 35% albite, with quartz and with lesser sericite forming the remainder of the rock, combined with trace to 2% disseminated pyrite and trace arsenopyrite. At surface, rocks are weathered a dark rusty brown and rock textures are completely obliterated. In drill core and in fresh surface, textures of the sandstone and feldspar-amphibole-phyric intrusive are locally recognized but typically also obliterated. The rock is locally massive and locally brecciated, fine-grained, yellowish buff to pale grey with a common dusting of very fine-grained disseminated pyrite. At Eureka, the extent of the alteration and mineralized halo containing 0.2 g/t Au to 0.4 g/t Au is defined over a minimum strike length of 1.5 kilometres (based on 2023 drilling so far) and a true width of up to 187 metres (in drill hole D1-21-13).

Preferred orientations of the veinlets within the stockwork are: 034-214 azimuth (sub-vertical), 264/73N and sub-horizontal. Based on limited data, however, it appears that sub-horizontal veinlets are not gold-bearing.

DELTA RESOURCES EXPLORATION WORK AND SUMMARY OF RESULTS:

Delta Drilling Program Fall of 2019:

In November 2019, Delta completed a drilling program of six drill holes for a total of 1 009 metres and intersected up to 0.2 g/t gold over core lengths of 137 metres within intensely silicified, ankeritized sandstone, including gold intercepts of 0.73 g/t Au over 22.0 metres and 0.64 g/t Au over 27.5 metres near surface.

Delta Till survey and Geological Mapping, Summer and Fall 2020:

In the summer and fall of 2020, Delta defined a dispersion trail of highly anomalous gold grains in till. The apex of this dispersion trail is nearly 1km in strike and suggests a bedrock gold source north of the Eureka gold occurrence.

Within the dispersion trail, 12 of 13 till samples were shown to contain 24 to 457 gold grains (in 10kg samples) with a proportion of pristine grains accounting for 78% to 98% of the total gold grain count. Also of importance is a line of till samples to the north, at Delta's northern property boundary, which returned gold grain counts below background, thus confirming the bedrock source of the dispersion trail lies within the limits of the Delta-1 property.

In the fall of 2020, Delta carried out a geological mapping, prospecting, and sampling program of the central-east portion of the Delta-1 property, outlining a large lithogeochemical gold halo exceeding 0.2 g/t Au over a minimum strike length of 1.2km and a minimum width of 300m (the size of which has been increased with the 2023 drilling program).

Delta Drilling Program, Spring 2021:

Delta completed a total of 1,376 metres of drilling in eight NQ-size drill holes. The drilling program extended the gold mineralized zone to a strike length of nearly 450 metres and a vertical depth of 150 metres. The low grade gold zone grading 0.2 g/t to 0.4 g/t was extended to 100 to 140 metres in width with a 20m wide core zone grading approximately 1.0 g/t Au.

DDH	From (m)	to (m)	Grade (g/t)	Length (m)
D1-21-07	48	54	0.495	6.0
D1-21-08	127	128	5.05	1.0
D1-21-09	6	105	0.422	99.0
incl.	73	91	1.25	18.0
incl.	73	74	10.1	1.0
D1-21-10	5	121	0.377	116.0
incl.	75	121	0.741	46.0
incl.	83	103	0.902	20.0
incl.	83	93	1.202	10.0
D1-21-11	63	171	0.37	108.0
incl.	63	65.2	1.9	2.2
incl.	131	171	0.65	40.0
incl.	151	171	0.97	20.0
incl.	163	171	1.5	8.0
D1-21-12	No significant values			
D1-21-13	19	187.5	0.21	168.5
incl.	28	29	1.17	1.0
incl.	56.5	128	0.31	71.5
incl.	68	69	1.55	1.0
incl.	82	88	0.832	6.0
incl.	121	124	1.07	3.0

Table of best results from Delta's 2021 drilling program.

Delta-1 Exploration 2022

Between May 10 and October 7, 2022, Delta completed eleven drill holes for a total of 3,692 metres in a drilling program designed to extend the Eureka Gold Zone. The mineralized zone was extended to a strike length of 950 metres and to a depth of approximately 220 metres (figure D1-2). The 2023 drilling has confirmed the zone for an additional 650 metres to the east. Best results from drill holes D1-22-18, D1-22-24 and D1-22-25 suggest a gold enrichment to the east and potentially at depth. This enrichment may be in part due to a flexure in the mineralized zone reflected in the dip of the mineralized zone (Figure D1-3).

Best results from the 2022 phase of drilling are as follows:

DRILL HOLE NO	Easting (UTM Zone 16)	Northing (UTM Zone 16)	Azimuth	Incl.	Length (m)	FROM (m)	TO (m)	Au Grade (g/t)	CORE LENGTH (m)	
D1-22-15	289776	5385624	180	-45	464.4	274.50	286.00	0.53	11.50	
						431.40	442.30	0.38	10.90	
D1-22-16	289532	5385660	180	-40	348	313.30	320.50	0.35	7.20	
D1-22-17	289682	5385631	180	-45	352.4	191.00	254.40	0.39	63.40	
						341.00	351.00	0.36	10.00	
D1-22-18	289955	5385581	180	-45	453	293.00	324.00	5.92	31.00	
						incl.	308.10	320.00	14.80	11.90
						incl.	314.00	316.20	72.95	2.20
							358.00	360.00	1.34	2.00
D1-22-19	289371	5385484	180	-45	252	26.00	36.50	1.55	10.50	
						90.00	224.00	0.33	134.00	
D1-22-20	289281	5385478	180	-45	237	69.00	179.00	0.32	110.00	
						incl.	121.00	162.00	0.44	41.00
							121.00	127.00	1.39	6.00
D1-22-21	289174	5385475	189	-45	198	6.00	60.00	0.36	54.00	
						incl.	6.00	12.00	1.73	6.00
						incl.	10.00	11.00	7.95	1.00
D1-22-22	289084	5385500	180	-45	204	53.50	59.50	2.74	6.00	
						incl.	56.50	58.00	9.62	1.50
D1-22-23	289184	5385563	180	-45	303	66.00	138.00	0.41	72.00	
						incl.	109.50	130.50	0.79	21.00
						incl.	109.50	124.50	0.925	15.00
						incl.	109.50	111.00	6.21	1.50
D1-22-24	290005	5385581	180	-45	428	309.00	317.00	6.49	10.00	
						incl.	309.00	310.00	30.66	1.00
D1-22-25	290052	5385573	180	-45	453	229.00	234.00	2.34	5.00	
							301.50	302.50	130.00	1.00
							310.00	341.00	0.92	31.00
						incl.	321.00	341.00	1.2	20.00
						incl.	382.90	401.00	1.66	18.10
	399.50	401.00	16.42	1.50						

Delta-1 Planned Exploration for 2023

To date, Delta has completed 13 drill holes (~3,500 metres) in 2023 testing the eastern extension of the mineralized zone at Eureka. Delta's program was successful in extending the zone to a strike length of 1.5 kilometres (based on visual estimates). All assays are pending.

Based on these encouraging results, Delta is planning an additional 5,000 metres of drilling in 2023.

DELTA-1 PROPERTY, THUNDER BAY, ONTARIO FIGURES

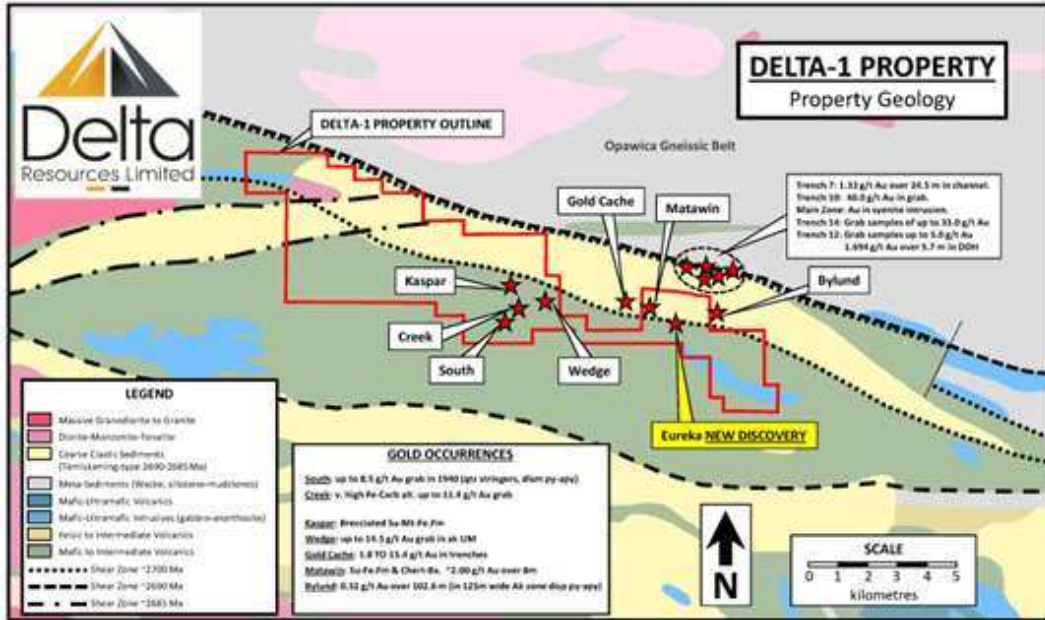


Figure D1-1: Simplified geology of the Delta-1 property showing historical gold occurrences.

DELTA-1 PROPERTY, 2019, 2021 and DRILL PROGRAM

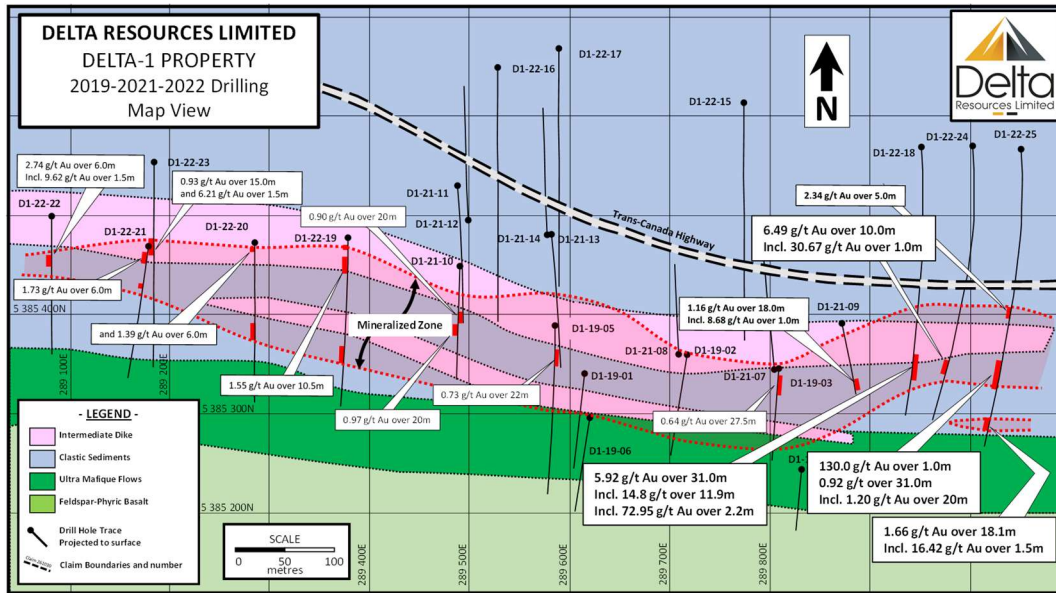
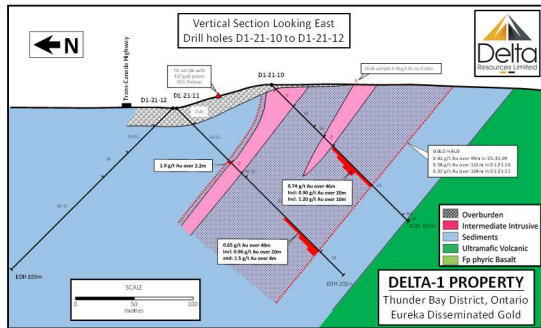
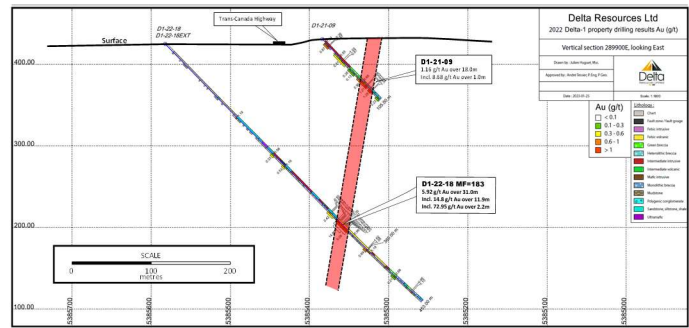


Figure D1-2: Eureka Zone drilling showing the vertical projection of the geology and the disseminated-gold zone. The zone remains open in all directions and appears to become higher grade towards the east.



WESTERN EUREKA SECTION HOLES 10-11 AND 12



EASTERN EUREKA SECTION HOLES 9 AND 18

Figure D1-3: Vertical section looking east showing western and eastern portions of the Eureka mineralized zone. Note the 80°N dip in the east compared to a 50°N dip in the west.

DELTA-2 PROPERTY

Introduction

The Delta-2 property is located roughly 35 kilometres south east of the town of Chibougamau, covers over 17,712.22 hectares (177 square kms) and is easily accessible via paved highway 167. With the addition of the Cartier Option, the property covers in excess of 194 square kilometres.

In October 2022, Delta made a cash payments of \$100,000 and issued 700,000 common shares of the Company and have now completed his obligations to own a 100% interest in the property.

Exploration History

The Delta-2 property was last explored in 2014 by D’Arianne Resources; the company transitioned to a Phosphate explorer mid-program and abandoned the property.

Geology

The Delta-2 property is located in the Caopatina-Desmaraisville belt at the NE end of the Abitibi Volcanic Belt, just southeast of the Chibougamau and east of Chapais mining camps which account respectively for historic production of 47.5Mt at 1.72% Cu, 2.30 g/t Au and 24.2Mt at 2.24% Cu, 1.13 g/t Au (Figure D2-1).

The Delta-2 property covers the north-eastern contact of the syn-volcanic La Dauversière pluton (2720 Ma). The La Dauversière pluton has a tonalitic composition and is thought to be responsible for many gold occurrences in the area such as the Chevrier Zone (43-101 Resource of 10.8Mt @ 1.22 g/t Indicated and 6.3Mt @ 1.27 g/t Au Inferred) and the R-14 Gold Prospect which is situated on the Delta-2 Property.

Immediately north of the La Dauversière Pluton, in the southern half of the property, rocks consist of massive to pillowed basalts of the Obatogamau Formation. The basalts are intercalated with thin horizons of intermediate to felsic volcanic rocks and are overlain by felsic volcanic rocks of the Waconichi Formation (host to the Lemoine VMS past producer).

The northern half of the property is underlain by andesites and basalts of the Bruneau Formation. In the NE part of the property, the Bruneau Formation rocks are overlain by the felsic and sedimentary rocks of the Blondeau Formation.

In the Chibougamau area, the Waconichi Formation is very prospective for VMS mineralization. In fact, the past producing Lemoine Mine (1975-1983: 757 585 tonnes @ 9.52% Zn, 4.18% Cu, 4.56 g/t Au and 82.26 g/t Ag), a small but very high-grade VMS deposit, is located approximately two

kilometres north of the property boundary, hosted by the Waconichi Formation. A strike length of over 15-20 kilometres of this prospective contact is located on the Delta-2 property.

Stratigraphy is generally EW-trending and turns NE-SW in the eastern part of the property, generally wrapping around the more competent rocks of the La Dauversière and Boisvert plutons.

Extrusive rocks of the property are intruded by a number of small syn-volcanic mafic sills and dikes and felsic dikes that are genetically linked to the La Dauversière Pluton (Faure, 2012) and spatially associated with the R-14 gold prospect.

Mineralization

The property has excellent potential for both magmatic-hydrothermal gold deposits and gold-rich Volcanogenic Massive Sulphide (VMS) deposits:

Magmatic-Hydrothermal Gold Potential:

The potential for magmatic-hydrothermal gold deposits is illustrated by the Chevrier Gold Deposit (43-101 Resource of 10.8Mt @ 1.22 g/t Indicated and 6.3Mt @ 1.27 g/t Au Inferred) that lies nine kilometres west of the property in a very similar geological setting.

The property is also host to several gold occurrences, the most important of which is the R-14 Gold Prospect where mechanical trenching has exposed a gold-bearing dike swarm within a discordant alteration halo 3 kilometres long and 1 kilometre wide. At R-14, exceptional gold values of up to 142.29 g/t Au over core length of 2.44 metres have been intersected in the early 1980's by Corner Bay Exploration (Brunelle, 1983 quoted by Faure, 2012).

Gold-Rich Volcanogenic Massive Sulphide Potential:

The potential for gold-rich VMS deposits is well illustrated by the very rich Lemoine past producing mine (1975-83: 757,000t VMS deposit grading 9.52% Zn, 4.18% Cu, 4.56 g/t Au and 82.26 g/t Ag) which is located two kilometres north of the Delta-2 property limit. The Lemoine deposit is sitting on the Waconichi Formation, and the Delta-2 property covers well over 20 kilometres of this favourable stratigraphic horizon.

East of the property boundary, the Guillaume-Cartier and Delinel Gold prospects are also gold-rich occurrences showing volcanogenic massive sulphide affinity. Drill hole intercepts of 27,52 g/t Au over 1m; 4,77 g/t Au sur 1m; 1,04 % Cu over 1m; 11,92 g/t Au over 1,0m; 6,65 g/t Au, 7,3 g/t Ag at 1,0 % Cu over 0,3m; 13,05 g/t Au over 1,2m, are reported at Guillaume-Cartier.

Exploration Work

2019 Exploration work

- In late 2019, three weeks were spent by Delta on geological mapping and prospecting. The initial two weeks were devoted to due diligence work prior to the property acquisition. Two new gold occurrences were discovered during the course of these three weeks (i.e. the Due Diligence Occurrence: up to 55.80 g/t gold in grab samples and the Snowfall gold occurrence up to 11.45 g/t gold in grab samples).

2020 Exploration work

- In January 2020, a Helicopter Borne VTEM survey covering the central part of the property,
- In February 2020, a Drone Borne high resolution magnetic survey in the southern part of the property and
- In February and March 2020, "Stitching" and reinterpretation of high-resolution surveys from the area producing a high-resolution geophysical map that allowed Delta geologists to reinterpret the geology of the property and more importantly, the location of the Waconichi Formation.

- In February and March 2020, a map of VTEM electromagnetic conductors was also produced to outline potential VMS targets. Short, isolated and conformable conductors that reflect the typical strike length of VMS deposits were then selected for field follow-up. No less than 30 conductors that have never been drill-tested or poorly-tested were selected for follow up (Figure D2-3).
- During the summer and fall of 2020, an extensive field program of geological mapping, sampling, prospecting, and mechanical trenching was carried-out, ground-proofing conceptual gold targets and VTEM anomalies. Both the Snowfall and Due Diligence gold occurrences, discovered in 2019, were expanded with mechanical trenching with best assay results are summarized in the table below:

TABLE OF SIGNIFICANT CHANNEL-SAMPLE RESULTS FROM 2020

OCCURRENCE	CHANNEL	GRADE			LENGTH (m)	REMARK
		Au (g/t)	Ag (g/t)	Cu (%)		
Snow	R1	1.15	0.08	0.02	8.90	
Snow	including	4.20	0.33	0.04	1.90	
Snow	R2	0.71	0.54	0.03	0.60	
Snow	R3	2.82	0.10	0.03	2.90	Open*
Snow	including	3.87	0.14	0.04	2.00	Open
Snow	R4	0.43	0.35	0.02	18.10	
007	R1	1.82	8.77	0.23	4.60	
007	including	2.88	14.75	0.37	2.10	
007	R2	2.40	0.90	0.07	1.00	
007	R3	1.08	3.46	0.11	4.60	
007	including	2.00	8.58	0.24	1.60	
007	R4	2.24	22.46	0.46	2.50	
007	Including	4.30	46.06	0.91	1.70	
007	R5	2.62	3.33	0.12	1.80	
AB	R3	1.19	0.20	0.02	1.10	
AB	R5	2.12	0.10	0.01	1.90	
	including	4.02	0.30	<0.01	0.90	
Due Diligence		22.97	1.60	0.03	0.25	
Due Diligence		10.25	0.70	0.07	0.25	

*Channel could not be completed due to bedrock topography or excessive cover.

- In November and December 2020, Delta completed 20 drill holes for a total of 3,431.5 metres. There were no significant results to report.

2021 Exploration work

From January to March, 2021, Delta completed 18 drill holes for a total of 2,726.5 metres at the Delta-2 property. Drill holes 21 to 25 and 30 and 31 were aimed at VMS targets while drill holes 26 to 29 and 32 to 37 were aimed at gold targets.

Drilling of the gold targets culminated with the new Oli Gold discovery. Significant results are shown below:

TABLE OF COMPLETE DRILL RESULTS SO FAR AT THE OLI-GOLD DISCOVERY

Drill Hole No.	From	To	Width	Au
D2-21-28	24.60	27.10	2.50	18.88 g/t
Including			0.90	50.75 g/t
and	120.80	121.60	0.80	14.08 g/t
D2-21-29	25.70	27.00	1.30	3.96 g/t
and	116.40	117.60	1.20	1.81 g/t
D2-21-32	76.6	77.1	0.5	1.13 g/t
D2-21-33	No significant values.			
D2-21-34	54.50	57.80	3.30	27.93 g/t
including	57.00	57.80	0.80	106.00 g/t
and	137.80	138.30	0.50	4.39 g/t
D2-21-34b	61.50	63.30	1.80	5.74 g/t
including	62.70	63.30	0.60	12.20 g/t
D2-21-35	54.00	57.50	3.50	12.13 g/t
including	56.80	57.50	0.70	56.70 g/t
D2-21-36	13.90	14.40	0.50	12.20 g/t
D2-21-37	No significant values.			

True intercepts are believed to be close to drill intercept lengths.

The mineralized zones consist of quartz-carbonate-tourmaline-fuschite veins with up to 10% pyrite clusters, and disseminated pyrrhotite, chalcopyrite, sphalerite, and visible gold. Drilling and surface mechanical trenching now suggest that these veins are trending between 060 azimuth with a dip of approximately 65 degrees towards the south. The quartz veins are associated with felsic and mafic dikes. The mineralization is located approximately one kilometre north-east of the R-14 Gold prospect (figure D2-3).

During the summer of 2021, Delta completed a gravimetric survey covering a 4.5 square kilometre area. The objective of the survey was to outline large, buried sulphide masses which have a higher density than their host rocks. Three residual gravimetric anomalies of 0.6 mgal were detected at the core of a syncline affecting the favourable sulphide-bearing horizon. These targets will be drill tested in the fall of 2021 or early 2022.

During the summer and fall of 2021, Delta completed a program of geological mapping, sampling, prospecting and mechanical trenching. The program culminated in the discovery of the Lone Pine Gold Occurrence where grab samples returned 18.8 and 21.1 g/t Au. This geological mapping program also led to a better understanding of the structural controls and geometry of the gold mineralization. With structures trending 020 azimuth becoming gold targets as well as the structures trending at 060 azimuth.

In June 2021, Delta completed three drill holes for a total of 585 metres. The objective of the drilling was to test the depth extent of the OLI gold vein. The host structure was intercepted but the vein was not intersected and no significant results are reported.

During the months of November and December 2021, Delta completed sixteen (16) drill holes and deepened drill hole D2-21-27, for a total of 2,709 metres. The drilling program was aimed at gold targets between the OLI and R-14 gold occurrences on two newly defined structures. The structures and some quartz-ankerite-tourmaline veins were intersected during the course of the program, in significant altered structures. Best results are shown in the table below.

Drill Hole	Azimet	Incl.	Length (m)	UTM NAD83	UTM NAD83	FROM	TO	Interval	GRADE g/t	REMARK
D2G-21-41	290	-45	156	554333	5497995	27	28	1m	8.5	Anomalous gold in two different intervals between 27m and 102m (core length of 75m).
						101	102	1m	0.173	
D2G-21-42	330	-45	150	554250	5497823	41	41.8	0.8m	0.101	Anomalous Gold in three different intervals between 41m and 111m (core length of 70m).
						82	83	1m	0.387	
						109	111	2m	0.203	
D2G-21-43	330	-45	171	554402	5498314	40	41	1m	0.265	Anomalous gold in a new structure between 40m and 145m (core length of 105m).
						72	73	1m	0.114	
						77	78	1m	0.17	
						96	98	2.0m	0.55	
						130	133	3.0m	0.163	
						140	145	5.0m	0.194	
D2G-21-44	290	-45	171	554478	5498035	5	6	1.0m	0.92	Drill hole colared in mineralization and anomalous gold is present in five different intervals between between 5m and 115m (core length of 110m).
						92	92.4	0.4m	0.262	
						94	95	1.0m	0.118	
						110	111	1.0m	0.915	
						114	115	1.0m	0.237	
D2G-21-45	330	-45	171	554346	5497852	18	19	1.0m	0.312	Anomalous Gold in three different intervals between 18m and 106m (core length of 88m).
						74	75	1.0m	0.183	
						105	106	1.0m	0.252	
D2G-21-46	340	-45	135	554454	5497883	67	68	1.0m	0.5	Two zones over 21.7m of core length within a strongly altered structure between 67m and 110m.
						85	88.7	3.7m	1.76	
						incl: 86.5m-87.6m: 3.5 g/t over 1.1m				
D2G-21-47	340	-45	150	554556	5497923	126	127	1.0m	0.137	NSR
D2G-21-48	290	-45	156	554369	5497793	64	71.2	7.2m	0.634	Three gold anomalous zones between 64m and 117.2m (53m of core length.)
						incl: 67m-68m: 2.13 g/t Au over 1.0m				
						76.2	76.7	0.05m	0.298	
						116	117.2	1.2m	2.59	
D2-20-27A	Deepening		48	554159	5497817	NSR				
D2G-21-49	330	-45	204	553944	5497596	156	157	1.0m	0.181	Strong potassic alteration from 100m to 200m.
D2G-21-50	330	-45	183	553852	5497554	NSR				
D2G-21-51	330	-45	156	554009	5497689	119	120	1.0m	0.406	Two structures between 30m and 50m, and between 128m and 132m.
D2G-21-52	330	-45	189	553628	5497546	37	46	9.0m	0.316	Gold within a strong and intensely altered, 40m wide structure between 30m and 70m.
						incl. 39m-40m: 1.01 g/t Au over 1m				
D2G-21-53	330	-45	180	553712	5497576	32	33	1.0m	0.38	Strong and intensely altered structure between 30m and 80m.
D2G-21-54	330	-45	180	553815	5497614	10	15	5.0m	0.81	Three highly anomalous gold zones over 18m.
						incl: 14m to 15m: 2.46 g/t Au over 1.0m				
						19	22	3.0m	1.17	
						incl: 19m to 21m: 1.4 g/t Au over 2.0m				
						27	28	1.0m	0.83	
D2G-21-55	330	-45	126	553908	5497654	NSR				Strong sericite and ankerite alteration in deformed rocks.
D2G-21-56	330	-45	180	554271	5497556	NSR				Strong sericite and ankerite alteration in deformed rocks.

Delta-2 Exploration Work 2022

The table below shows the drilling that was completed by Delta between November 12, 2021 and April 14, 2022.

DRILLING PERIOD	No of holes	Meterage	Gold Holes	Gold meterage	VMS Holes	VMS meterage
Nov.-Dec. 2021	17	2,709	17	2,709	0	-
2022 to date	36	7,574	6	1,023	30	6,551
TOTAL:	53	10,283	23	3,732	30	6,551

In April 2022, downhole EM geophysics was completed on eighteen (18) of the drill holes aimed at VMS targets. Several off-hole anomalies have been detected and are now being evaluated for further testing.

A 379.7-line km VTEM survey by Geotech Ltd was also completed during the summer of 2022 at the Delta-2 project. The survey covered the NE portion of the Delta-2 property and a 3-claim block located on strike with the Corner Bay Cu-Au deposit. The survey also covered the Dollier Property, which is contiguous to the east of the Delta-2 property, with 346 line-kilometres.

Following the VTEM survey, a geological mapping, prospecting, sampling and mechanical trenching program was completed during the late-summer and fall of 2022 to ground-proof VTEM anomalies on both the Delta-2 property and the Dollier option. Results of this program are currently being evaluated to prepare for a drilling program in 2023.

Delta-2 Planned Exploration for 2023

Delta is currently evaluating the results of its 2022 exploration programs to plan for a drilling program of 3000 to 4000 metres in 2023.

DELTA-2 PROPERTY, CHIBOUGAMAU, QUÉBEC FIGURES

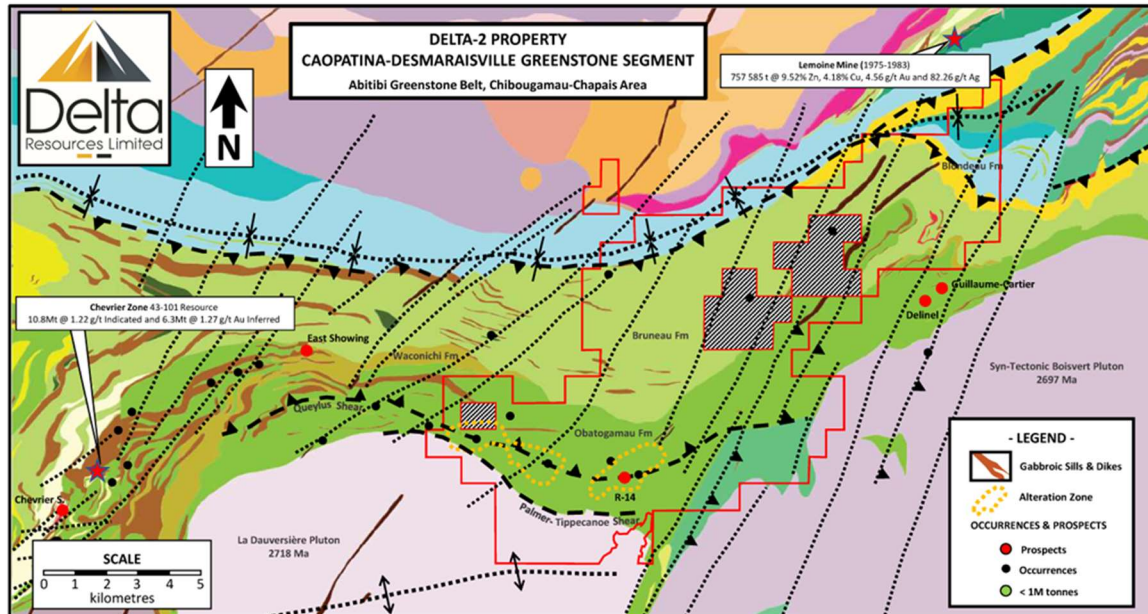


Figure D2-1: Simplified geology map of the Delta-2 Property.

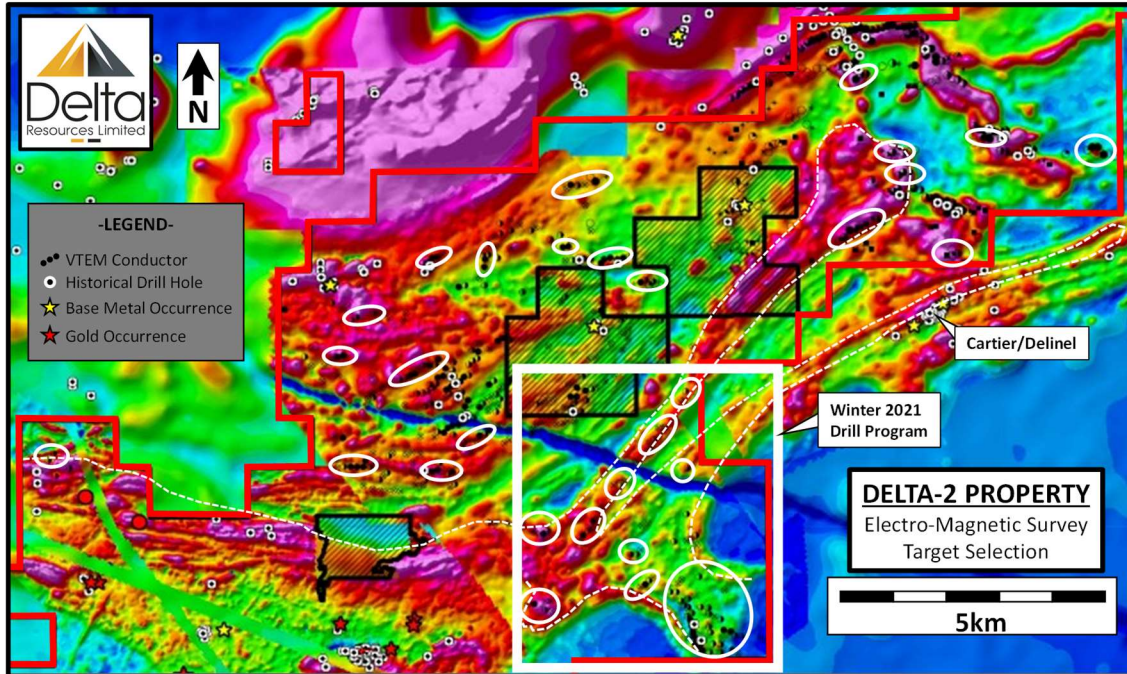


Figure D2-2: VTEM conductor map of the Delta-2 property overlain on high-resolution total mag. The map shows Delta's new interpretation of the Waconichi Formation as well as the new untested targets defined with the Electro-Magnetic survey.

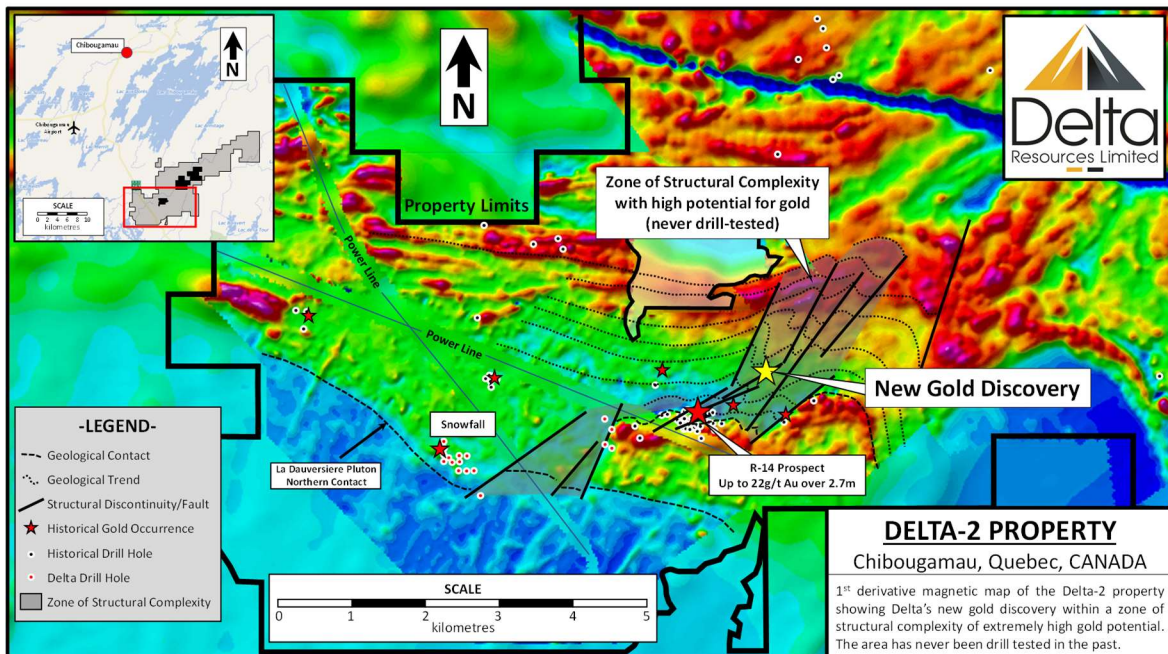


Figure D2-3: First derivative magnetic map of the Delta-2 property in Chibougamau, QUÉBEC, showing the site of Delta's new, high-grade gold discovery. Note the new discovery is situated in a never-tested NE-trending corridor of structural complexity believed to represent an early structure that may have localized gold mineralization of magmatic-hydrothermal affinity.

DOLLIER PROPERTY

The Dollier property consists of 40 claims covering 2,228 hectares and is contiguous to the Delta-2 VMS property to the east. The property is host to the Delinel Gold-Pyrite VMS prospect where best results include 25.1 g/t gold over 1.0m, 13.3 g/t gold over 1.2m and 11.9 g/t gold over 1.0m.

On May 13, 2021, Delta announced the signing of an option agreement with Cartier Resources Inc. ("Cartier") whereby Delta shall have the sole and exclusive right to earn a 100% Interest by paying Cartier \$10,000 in cash at signing; by completing the issuance in favour of Cartier of an aggregate of 600,000 over three years (200,000 already issued); and by incurring \$1,000,000 in exploration expenditures over the four-year Option period.

Upon earning a 100% interest in the Dollier property, Cartier will be granted a 2% NSR production royalty. Delta will have the exclusive right to purchase the first 1% NSR for \$2,000,000 and the second 1% NSR for \$15,000,000.

Delta may elect at any time, on or before the Option Deadline to terminate the Option by delivering notice in writing to that effect to Cartier.

Exploration Work 2022

A 346-line km VTEM survey by Geotech Ltd was completed during the summer of 2022, followed by a geological mapping, prospecting and trenching program. Results of these programs are currently being evaluated to plan a drilling program in 2023.

BELLECHASSE PROPERTY

In March of 2022, Yorkton Ventures made the last cash payment of \$400,000 remaining to complete the acquisition of the Bellechasse property. Delta retains a 1% NSR royalty and Yorkton retains the right to purchase 0.5% NSR from Delta for \$1,000,000.

BYLUND PROPERTY

The Bylund property consists of 85 hectares and is contiguous to the Delta-1 Property, immediately east of the Eureka Gold Occurrence.

On August 6, 2022, Delta has acquired the exclusive right to buy a 100% interest in the Bylund property, by entering into a five-year lease agreement with surface land owners. During the five-year lease period, Delta will have the exclusive right to explore the property and to purchase a 100% interest in both surface and mining rights to the property. With respect to the agreement, Delta made a one-time cash payment of \$60,000 to the owners. There are no work commitments nor did Delta issue any shares of the Company. Should Delta elect to purchase the property during the five-year period, the owners/vendors will retain a 2% NSR royalty of which Delta can elect to buy back 1% at any time for the sum of \$1,000,000.

BEAUCAGE PROPERTY

The Beaucage property consists of 32 hectares contiguous with the Delta-1 property, immediately east of the Eureka Gold Prospect where Delta has just completed the drill program referenced previously.

In November 2022, Delta entered into a five-year lease agreement with the surface and mining rights landowners of the Beaucage Property. During the five-year lease period, Delta will have the exclusive right to explore the property and to purchase a 100% interest in both the surface and mining rights to the property. Should Delta elect to purchase the property, it will pay market value times ten (10). Delta made a one-time cash payment of \$40,000 to the landowners and will also issue 100,000 shares of the Company per year for 5 years, starting upon the signing of the Agreement, subject to TSX Venture Exchange's approval.

OJALA PROPERTY

The Ojala property consists of 67 hectares with the Delta-1 property, securing Delta's land position on strike with the Eureka Gold Prospect for a strike length of 4.2 kilometres.

In November 2023, Delta entered into a five-year lease agreement with the surface and mining rights landowners. During the five-year lease period, Delta will have the exclusive right to explore the property and to purchase a 100% interest in both the surface and mining rights to the property. Should Delta elect to purchase the property, it will pay market value times 10. Delta made a one-time cash payment of \$45,000 to the landowners to cover the five-year lease. There are no work commitments nor were any shares of the company issued. Should Delta elect to purchase the property during the five-year period, the landowners will retain a 2% NSR royalty of which Delta can elect to buy back 1% at any time for the sum of \$1,000,000.

MAXWELL PROPERTY

The Maxwell property consists of 32 hectares contiguous with the Delta-1 property, immediately west of the Eureka Gold Prospect where Delta has just completed the drill program referenced previously.

In January 2023, Delta entered into a five-year lease agreement with the surface and mining rights landowners of the Maxwell Property. During the five-year lease period, Delta will have the exclusive right to explore the property and to purchase a 100% interest in both the surface and mining rights to the property. Should Delta elect to purchase the property, it will pay market value times ten (10). Delta made a one-time cash payment of \$40,000 to the landowners and will also issue 100,000 shares of the Company per year for 5 years, starting upon the signing of the Agreement, subject to TSX Venture Exchange's approval.

Person In Charge of Technical Disclosure

Andre C. Tessier, P. Eng and P.Geo. President and CEO of the Company, is the qualified person under *NI 43-101 on standards of disclosure for mineral projects* that has reviewed and approved the technical content of this MD&A for the properties.

SUMMARY OF QUARTERLY AND YEAR TO DATE RESULTS

Summary of Annual Results

The following tables set out financial performance highlights for the past three fiscal years.

	Year ended December 31, 2022	Year ended December 31, 2021	Year ended December 31, 2020
Interest income	\$8,355	\$3,238	\$1,902
Operating expenses	\$4,429,366	\$1,559,441	\$1,944,263
Net loss and comprehensive loss	(\$3,943,026)	(\$1,518,060)	(\$1,906,400)
Loss per share	(\$0.078)	(\$0.040)	(\$0.062)
Cash used in operations	(\$3,478,122)	(\$1,816,989)	(\$1,344,411)
Cash, end of year	\$2,992,299	\$3,612,736	\$1,212,415
Assets	\$3,471,955	\$4,417,972	\$1,991,287
Dividends	\$0	\$0	\$0

This selected annual information should be read in conjunction with the audited financial statements filed on www.sedar.com for the year ended December 31, 2022.

RESULTS OF OPERATIONS

Results of Operations for the year ended December 31, 2022

Delta anticipates that, for the foreseeable future, results of operations will primarily be impacted by several factors, including the timing of exploration and the efforts and timing of expenditures related to the development of the Company. Due to fluctuations in these factors, the Company believes that the period-to-period comparisons of operating results are not a good indication of its future performance.

The following discussion and analysis are based on Delta' results of operations for the year ended December 31, 2022. The selected financial information data is derived from the Company's audited financial statements for the year indicated.

The Company recorded a net loss and comprehensive loss for the year ended December 31, 2022 of \$3,943,026 compared to a net loss and comprehensive loss of \$1,518,060 for the year ended December 31, 2021.

FINANCIAL HIGHLIGHTS

	December 31	
	2022	2021
Revenues	\$ 9,985	\$ 3,538
Exploration and evaluation expenditures	3,453,334	1,108,386
Shareholders' information	96,692	46,925
Legal, financial and other corporate expenses	331,966	229,685
General and administrative expenses	161,639	113,303
Management fees	60,000	60,000
Depreciation	1,835	1,142
Share-based compensation	320,387	-
Other	3,513	-
	<u>4,243,056</u>	<u>1,555,903</u>
Deferred tax	300,030	37,843
Net loss and comprehensive loss	<u>\$ 3,943,026</u>	<u>\$ 1,518,060</u>
Cash	<u>\$ 2,992,299</u>	<u>\$ 3,612,736</u>

Revenues

Revenues for the year ended December 31, 2022 amounted to \$9,985 (\$3,538 in 2021), consisting in interest income and other income. Given its status as an exploration company, the Company does not generate any steady income, and must finance its activities by issuing equity.

Exploration and evaluation expenditures

Included in exploration and evaluation expenditures are fees incurred for work done on Delta-1 / Eureka, Delta-2 / R-14, Dollier properties as well as fees related to lease agreement of Bylund, Dollier, Beaucage properties and to option agreement for Delta-1 / Eureka and Delta-2 / R-14 properties, during the year ended December 31, 2022 the Company incurred \$3,453,334 (\$1,108,386 in 2021). This amount included an amount of \$200,000 related to Ontario Junior Exploration Program grant accounted as a reduction of expenses, \$60,000 was received and \$140,000 was accounted as receivable as of December 31, 2022, tax credits and credits on duties and the amount received under the agreement of the sale of the Bellechasse property.

Shareholders' Information

Shareholders' Information expenses consist of fees paid for website maintenance, SEDAR filings, annual meeting materials, dissemination of press releases and trade shows. The increase of \$49,767 from the previous year was mainly due to investor relations expenses.

Legal, Financial and other corporate expenses

Legal, Financial and other corporate expenses were \$331,966 for the year ended December 31, 2022, compared to \$229,685 for the year ended December 31, 2021. The increase of \$102,281 from the previous year was due an increase in legal fees, corporate development and consultant expenses.

General and administrative expenses

General and administrative expenses for the year ended December 31, 2022, consisted mainly of salaries and fringe benefits, travel expenses, promotional activities, office expenses and the Company's claim renewal expenses. General and administrative expenses were \$161,639 for the year ended December 31, 2022 compared to \$113,303 for the year ended December 31, 2021. The variation of \$48,336 was mainly due to part of the salaries and fringe benefits applied to the exploration and evaluation expenditures lower than in the comparative year. The variation also included an increase in travel expenses and insurance of the Company.

Share-based compensation

Share-based compensation expenses relate to stock options granted. The calculation of this non-cash expense is based on the fair value of the stock options granted using the graded vesting method. The Company uses the Black-Scholes model to calculate the compensation expense.

There was \$320,387 in share-based compensation for the year ended December 31, 2022. The expenses represent the issuance of 2,000,000 stock options to directors, officers and consultant. No share-based compensation was granted during the year ended December 31, 2021.

Other

Included in Other is Part XII.6 tax return representing taxes payable on exploration and evaluation expenditures expenses incurred after February 28, 2022.

Gain on disposal of property and equipment

In March 2022, the Company completed the sale of the Bellechasse property. The property included a building and a land. A gain on disposal of property and equipment of \$176,325 resulted from this transaction.

Results of Operations for the three-month period ended December 31, 2022

The comments below provide an analysis of the operating results for the three-month period ended December 31, 2022. The selected financial information shown below is taken from the condensed unaudited interim consolidated financial statements for each of the three-month periods indicated.

The Company recorded a net loss for the three-month period ended December 31, 2022 of \$577,576 compared to a net loss of \$950,734 for the three-month period ended December 31, 2021.

FINANCIAL HIGHLIGHTS

	December 31 (3 months)	
	2022	2021
Revenues	\$ 5,453	\$ 951
Exploration and evaluation expenditures	714,834	884,341
Shareholders' information	18,418	5,418
Legal, financial and other corporate expenses	73,730	54,185
General and administrative expenses	61,543	30,296
Management fees	15,000	15,000
Depreciation	562	288
Other	\$ (1,028)	\$ -
	<u>877,606</u>	<u>988,577</u>
Deferred tax	<u>300,030</u>	<u>37,843</u>
Net loss and comprehensive loss	<u>\$ 577,576</u>	<u>\$ 950,734</u>
Cash	<u>\$ 2,992,299</u>	<u>\$ 3,612,736</u>

Revenues

Revenues for the three-month period ended December 31, 2022 amounted to \$5,453 (\$951 in 2021), consisting in interest income and other income. Given its status as an exploration company, the Company does not generate any steady income, and must finance its activities by issuing equity.

Exploration and evaluation expenditures

Included in exploration and evaluation expenditures are fees incurred for work done on Delta-1 / Eureka, Delta-2 / R-14 and Dollier also included fees related to lease agreement for Dollier property and to option agreement for Delta-1 / Eureka, Delta-2 / R-14 and Beaucage properties during the three-month period ended December 31, 2022 the Company incurred \$714,834 (\$884,341 in 2021). This amount included tax credits and credits on duties and Ontario Junior Exploration Program grant receivable.

Shareholders' Information

Shareholders' Information expenses consist of fees paid for website maintenance, SEDAR filings, annual meeting materials, dissemination of press releases and trade shows. The increase of \$13,000 from the previous period was mainly due to investor relations expenses.

Legal, Financial and other corporate expenses

Legal, Financial and other corporate expenses were \$73,730 for the three-month period ended December 31, 2022, compared to \$54,185 for the three-month period ended December 31, 2021 was due an increase in corporate development.

General and administrative expenses

General and administrative expenses for the three-month period ended December 31, 2022, consisted mainly of salaries and fringe benefits, travel expenses, promotional activities, office expenses and the Company's claim renewal expenses. General and administrative expenses were \$61,543 for the three-month period ended December 31, 2022 compared to \$30,296 for the three-month period ended December 31, 2021. The variation of \$31,247 was mainly due to part of the salaries and fringe benefits applied to the exploration and evaluation expenditures lower than in the comparative period. The variation also included an increase in travel and claim renewal expenses of the Company.

Other

Included in Other is Part XII.6 tax return representing taxes payable on exploration and evaluation expenditures expenses incurred after February 28, 2022.

The selected financial information below was taken from Delta's unaudited interim financial statements for each of the following quarters:

	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
	December 31, 2022	September 30, 2022	June 30, 2022	March 31, 2022	December 31, 2021	September 30, 2021	June 30, 2021	March 31, 2021
Interest income	\$5,454	\$1,496	\$917	\$488	\$951	\$698	\$758	\$831
Operations expenses	\$883,059	\$474,483	\$1,481,558	\$1,590,266	\$989,528	(\$142,501)	\$527,691	\$184,723
Net income (loss) and comprehensive income (loss)	(\$877,606)	(\$445,572)	(\$1,224,571)	(\$1,395,277)	(\$950,734)	\$143,199	(\$526,633)	(\$183,892)
Loss per common share	(\$0.016)	(\$0.009)	(\$0.026)	(\$0.028)	(\$0.017)	(\$0.003)	(\$0.015)	(\$0.005)
Cash used in operations	(\$3,478,122)	\$707,897	(\$1,743,562)	(\$960,990)	(\$169,165)	\$148,467	(\$643,650)	(\$618,031)
Cash, end of period	\$3,453,334	\$421,509	\$1,132,396	\$2,644,858	\$3,612,736	\$968,538	\$817,071	\$883,084
Assets	\$3,471,955	\$1,301,245	\$1,907,547	\$3,615,264	\$4,417,972	\$1,588,448	\$1,304,668	\$1,872,389
Dividends	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

LIQUIDITY AND CAPITAL RESOURCES

Financings

The Company will look to add to its treasury, whenever necessary, through additional financing efforts to continue working on its exploration program.

The Company defines capital as shareholders' equity. The Company's objectives when managing capital are to:

- ensure sufficient liquidity to support its financial obligations and execute its operating and strategic plans;
- maintain financial capacity and access to capital to support future development of the business while taking into consideration current and future industry, market and economic risks and conditions; and
- utilize short term funding sources to manage its working capital requirements.

The Company has no externally imposed restrictions on capital.

Date	Financing		Commercial Goals	
December 2022	Common shares	\$958,500	Working Capital	
December 2022	National Flow-through shares	\$935,660	Exploration expenditures	Still has \$661,219 to spend at the latest December 31, 2023
December 2022	Quebec Flow-through shares	\$877,270	Exploration expenditures	Still has \$470,236 to spend at the latest December 31, 2023
January 2023	Common shares	\$450,000	Working Capital	

As at December 31, 2022, the Company's cash were \$2,992,299. Management and the Board of Directors are actively involved in the review, planning and approval of significant expenditures and commitments. In order to continue its operations, the Company will have to find additional financing and despite the fact it has been successful in the past at raising funds, there can be no assurance the Company will be able to secure financing in the future or that these sources of funding will be available. There is a significant risk that the Company will be unable to secure further financing.

Cash Flow Information

CASH FLOW

	December 31	
	2022	2021
Operating activities	\$ (3,478,122)	\$ (1,282,379)
Investing activities	\$ 220,416	\$ -
Financing activities	\$ 2,637,269	\$ 3,682,700
	<u>\$ (620,437)</u>	<u>\$ 2,400,321</u>
Cash	<u>\$ 2,992,299</u>	<u>\$ 3,612,736</u>

Operating Activities:

During the year ended December 31, 2022, funds used for operating activities were spent primarily on operations and promotion of the Company.

Investing Activities:

During the year ended December 31, 2022, financing activities consisted of purchase of computer and also material and equipment. In 2022, the Company completed the sale of the Bellechasse property. The property included a building and a land. A gain on disposal of property, material and equipment of \$220,416 resulted from this transaction.

Financing Activities:

During the year ended December 31, 2022, financing activities consisted of the exercise of share purchase warrants and the issuance of shares following private placements.

Disclosure of Outstanding Common shares and warrants as at December 31, 2022.

(a) Common shares and warrants

Authorized: An unlimited number of common shares, without par value:

Changes in Company common shares and warrants were as follows:

	December 31, 2022		December 31, 2021	
	Number	Amount \$	Number	Amount \$
Balance, beginning of year	49,226,674	35,793,654	35,347,907	32,220,814
Shares issued pursuant to private placements ⁽¹⁾⁽¹¹⁾⁽¹⁶⁾⁽²⁵⁾	9,585,000	958,500	3,346,955	972,249
Shares issued pursuant to flow-through placement ⁽²⁾⁽³⁾⁽⁴⁾⁽⁵⁾⁽⁶⁾⁽¹²⁾⁽¹³⁾⁽¹⁷⁾⁽¹⁸⁾	13,232,834	1,487,176	8,697,031	2,554,327
Share issuance in consideration of exploration and evaluation expenditures ⁽⁷⁾⁽⁸⁾⁽⁹⁾⁽¹⁰⁾⁽¹⁹⁾⁽²⁰⁾⁽²¹⁾⁽²⁴⁾	1,400,000	190,000	1,267,281	389,203
Warrants exercised ⁽¹⁴⁾⁽¹⁵⁾⁽²²⁾⁽²³⁾⁽²⁶⁾	-	-	567,500	99,520
Share issue costs	-	(169,802)	-	(442,459)
Balance, end of year	73,444,508	38,259,528	49,226,674	35,793,654

- (1) On December 22, 2022, the Company issued 9,585,000 units at a price of \$0.10 per unit, for gross proceeds of \$958,500. Each unit consists of one common share and one share purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.18 for a 24-month period.
- (2) On December 22, 2022, the Company issued 1,658,923 National Flow-Through units at a price of \$0.13 per unit, for gross proceeds of \$215,660. Each unit consists of one common share and one half share purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.25 for a 24-month period. An amount of \$215,660 was allocated to share capital, while an amount of \$24,884 was attributed to other liabilities related to flow-through shares (Note 8).
- (3) On December 22, 2022, the Company issued 4,654,074 Québec Flow-Through units at a price of \$0.14 per unit, for gross proceeds of \$651,570. Each unit consists of one common share and one half share purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.25 for a 24-month period. An amount of \$651,570 was allocated to share capital, while an amount of \$116,352 was attributed to other liabilities related to flow-through shares (Note 8).
- (4) On December 15, 2022, the Company issued 2,307,694 National Flow-Through units at a price of \$0.13 per unit, for gross proceeds of \$300,000. Each unit consists of one common share and one half share purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.25 for a 24-month period. An amount of \$300,000 was allocated to share capital, while an amount of \$46,154 was attributed to other liabilities related to flow-through shares (Note 8).
- (5) On December 15, 2022, the Company issued 1,612,143 Québec Flow-Through units at a price of \$0.14 per unit, for gross proceeds of \$225,700. Each unit consists of one common share and one half share purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.25 for a 24-month period. An amount of \$225,700 was allocated to share capital, while an amount of \$48,364 was attributed to other liabilities related to flow-through shares (Note 8).
- (6) On December 15, 2022, the Company issued 3,000,000 Charity Flow-Through units at a price of \$0.14 per unit, for gross proceeds of \$420,000. Each unit consists of one common share and one half share purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.14 for a 24-month period. An amount of \$420,000 was allocated to share capital, while an amount of \$90,000 was attributed to other liabilities related to flow-through shares (Note 8).
- (7) In November 2022, the Company paid in cash an amount of \$40,000 and issued 100,000 common shares of the Company pursuant the signature of the Beaucage Property Agreement. The total fair value of the common shares issued of \$12,500 was determined using the closing price on the TSX Venture Exchange as at November 28, 2022.
- (8) In October 2022, the Company paid in cash an amount of \$75,000, and issued 500,000 common shares of the Company pursuant to the third anniversary Eureka Property Agreement. The total fair value of the common shares issued of \$45,000 was determined using the closing price on the TSX Venture Exchange as at October 3, 2022.
- (9) In October 2022, the Company paid in cash an amount of \$100,000 and issued 700,000 common shares of the Company pursuant to the third anniversary of R-14 Property Agreement. The total fair value of the common shares issued of \$122,500 was determined using the closing price on the TSX Venture Exchange as at October 17, 2022.
- (10) On May 27, 2022, the Company issued 100,000 common shares under the Option Agreement related to the Dollier Property. The total fair value of the common shares issued of \$10,000 was determined using the closing price on the TSX Venture Exchange as at May 26, 2022.
- (11) On December 21, 2021, the Company issued 503,703 units at a price of \$0.27 per unit, for gross proceeds of \$136,000. Each unit consists of one common share and one half share

purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.40 for a 24-month period.

- (12) On December 21, 2021, the Company issued 161,290 National Flow-Through units at a price of \$0.31 per unit, for gross proceeds of \$49,999.90. Each unit consists of one common share and one half share purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.45 for a 24-month period. An amount of \$49,999.90 was allocated to share capital, while \$11,290 was attributed to other liabilities related to flow-through shares (Note 7).
- (13) On December 21, 2021, the Company issued 44,117 Québec Flow-Through units at a price of \$0.34 per unit, for gross proceeds of \$14,999.78. Each unit consists of one common share and one half share purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.45 for a 24-month period. An amount of \$14,999.78 was allocated to share capital, while \$4,412 was attributed to other liabilities related to flow-through shares (Note 7).
- (14) On December 16, 2021, the Company received \$10,400 following the exercise of 52,000 broker warrants at \$0.20 each.
- (15) On December 10, 2021, the Company received \$2,520 following the exercise of 12,600 broker warrants at \$0.20 each.
- (16) On December 1, 2021, the Company issued 1,986,110 units at a price of \$0.27 per unit, for gross proceeds of \$536,249. Each unit consists of one common share and one half share purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.40 for a 24-month period.
- (17) On December 1, 2021, the Company issued 1,998,389 National Flow-Through units at a price of \$0.31 per unit, for gross proceeds of \$619,500.59. Each unit consists of one common share and one half share purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.45 for a 24-month period. An amount of \$619,500.59 was allocated to share capital, while \$29,976 was attributed to other liabilities related to flow-through shares (Note 7).
- (18) On December 1, 2021, the Company issued 6,493,235 Québec Flow-Through units at a price of \$0.34 per unit, for gross proceeds of \$2,207,699.90. Each unit consists of one common share and one half share purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.45 for a 24-month period. An amount of \$2,207,699.90 was allocated to share capital, while \$292,195 was attributed to other liabilities related to flow-through shares (Note 7).
- (19) On October 18, 2021, the Company issued 800,000 common shares pursuant to the Delta-2 / R-14 Property Agreement. The total fair value of the common shares issued of \$224,000 was determined using the closing price on the TSX Venture Exchange as at October 18, 2021.
- (20) On October 2, 2021, the Company issued 167,281 common shares pursuant to the Delta-1 / Eureka Property Agreement. The total fair value of the common shares issued of \$55,203 was determined using the closing price on the TSX Venture Exchange as at October 2, 2021.
- (21) On July 23, 2021, the Company issued 200,000 common shares pursuant to the acquisition of a 100% interest in 8 (30 Units) in Blackwell, Laurie, Dawson Road Lots and Goldie Townships in Thunder Bay, Ontario and contiguous to the Delta-1 - Eureka property. The total fair value of the common shares issued of \$68,000 was determined using the closing price on the TSX Venture Exchange as at July 23, 2021.
- (22) On July 11, 2021, the Company received \$3,750 following the exercise of 12,500 warrants at \$0.30 each.
- (23) In April, May and June 2021, the Company received \$70,500 following the exercise of 475,000 warrants between \$0.12 and \$0.30 each.

- (24) On May 28, 2021, the Company issued 100,000 common shares following the TSX Venture's approval on the Option Agreement related to the Dollier Property. The total fair value of the common shares issued of \$42,000 was determined using the closing price on the TSX Venture Exchange as at May 28, 2021.
- (25) On February 3, 2021, the Company issued 857,142 units at a price of \$0.35 per unit, for gross proceeds of \$300,000. Each unit consists of one common share and one half share purchase warrant. Each warrant entitles its holder to purchase one common share of the Company at \$0.45 for a 24-month period.
- (26) On January 27, 2021, the Company received \$3,080 following the exercise of 15,400 broker warrants at \$0.20 each.

(b) Warrants

At December 31, 2022, the following exercisable warrants were outstanding:

Warrants	Price	Expiry
428,570	0.45	February 3, 2023
4,245,812	0.45	December 1, 2023
993,055	0.40	December 1, 2023
102,703	0.45	December 21, 2023
251,851	0.40	December 21, 2023
3,459,919	0.25	December 15,2024
3,156,498	0.25	December 22,2024
9,585,000	0.18	December 22,2024
22,223,408		

(c) Broker Warrants

At December 31, 2022, the following exercisable broker warrants were outstanding:

Broker warrants	Price	Expiry
56,000	0.40	December 1, 2023
570,613	0.45	December 1, 2023
235,538	0.25	December 15, 2024
875,019	0.25	December 22, 2024
1,737,170		

(d) Options

At December 31, 2022, the following exercisable stock options were outstanding:

Options	Exercisable	Price	Expiry
100,000	100,000	0,21	March 21, 2024
625,000	625,000	0.11	July 4, 2024
200,000	200,000	0.13	July 8, 2024
1,380,000	1,380,000	0.26	July 10, 2025
200,000	200,000	0.40	August 24, 2025
1,900,000	1,900,000	\$0.25	January 7, 2027
4,405,000	4,405,000		

OFF-BALANCE SHEET ARRANGEMENTS AND COMMITMENTS

The Company has no off-balance sheet arrangements.

Commitments

In January 2021, the Company extended a lease contract for its Chibougamau office, starting January 1, 2022 and expiring in December 31, 2022. Minimum payments, totaling \$22,500, were solely comprised of payments to be made in 2022.

Under rules established by the Ministère de l'Énergie et Ressources naturelles of the province of Québec, the Company already spend the amount required to maintain the claims on its properties in 2023.

RELATED PARTY TRANSACTIONS

The following table reflects the remuneration of key management and directors of the Company:

	December 31, 2022 \$	December 31, 2021 \$
General and administrative expenses ⁽¹⁾	89,827	77,263
Management fees ⁽²⁾	60,000	60,000
Property and equipment ⁽¹⁾	3,194	-
Professional fees ⁽³⁾	51,083	47,420
Exploration and evaluation expenditures ⁽¹⁾⁽⁴⁾	126,552	147,273
Share-based payments	262,673	-
	593,329	331,956

(1) During the year ended December 31, 2022, a total of \$219,388 (2021- \$132,140) was paid to André C. Tessier, President and Chief Executive Officer of the Company. That total included (i) \$89,827 (2021 - \$77,263) as general and administrative expenses, (ii) \$126,367 (2021 - \$54,877) for exploration and evaluation expenditures of the Company and (iii) \$3,194 (2021 – Nil) as property and equipment. In relation with these transactions no amount was payable as at December 31, 2022 and 2021.

(2) During the year ended December 31, 2022, the Company incurred management fees in the amount of \$60,000 (2021 - \$60,000), with 9132-8757 Québec Inc., a company owned by Frank Candido, Chairman of the board of directors and Vice-President of Corporate Communications) of the Company. In relation with these transactions no amount was payable as at December 31, 2022 and 2021.

(3) During the year ended December 31, 2022, the Company incurred professional fees in the amount of \$51,083 (2021 - \$37,635), with Nathalie Laurin, the Chief Financial Officer of the Company. In relation with these transactions \$10,488 (2021 - \$6,839) was payable as at December 31, 2022.

(4) During the year ended December 31, 2022, the Company incurred exploration and evaluation expenditures in the amount of \$185 during the year ended December 31, 2022 (2021 - \$92,396) with 7529449 Canada Inc., a company owned by Michel Chapdelaine, the Former Vice President Exploration and Former Chief Operating Officer of the Company. In relation with these transactions, no amount was payable as at December 31, 2022 and 2021.

The transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed by the related parties.

CRITICAL ACCOUNTING ESTIMATES, JUDGMENTS AND ASSUMPTIONS

When preparing its financial statements, management undertakes a number of judgments, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgments, estimates and assumptions made by management. Information about critical judgments, estimates and assumptions that have the most significant effect on the recognition and measurement of assets, liabilities, income and expenses.

Critical judgments in applying the Company's accounting policies are detailed in Note 4 of the most recent annual financial statements, filed on SEDAR (www.sedar.com).

SIGNIFICANT ACCOUNTING POLICIES

For more information on significant accounting policies of the Company, please refer to Note 4 to the most recent annual financial statements.

RISKS AND UNCERTAINTIES

Nature of Mineral Exploration and Development Projects

Mineral exploration is highly speculative in nature, involves many risks and frequently is non-productive. There is no assurance that exploration efforts will continue to be successful. Success in establishing reserves is a result of several factors, including the quality of management, the Company's level of geological and technical expertise, the quality of land available for exploration and other factors. Once mineralization is discovered, it may take several years in the initial phases of drilling until production is possible, during which time the economic feasibility of production may change. Substantial expenditures are required to establish proven and probable reserves through drilling, to determine the optimal metallurgical process to extract the metals from the ore and, in the case of new properties, to construct mining and processing facilities.

Because of these uncertainties, no assurance can be given that exploration programs will result in the establishment or expansion of resources or reserves. Whether a resource deposit will ultimately be commercially viable depends on several factors, including the particular attributes of the deposit such as the deposit's size; its proximity to existing infrastructure; financing costs and the prevailing prices for the applicable minerals. Development projects have no operating history upon which to base estimates of future cash operating costs.

Particularly for development projects, resource estimates and estimates of cash operating costs are, to a large extent, based upon the interpretation of geologic data obtained from drill holes and other sampling techniques, and feasibility studies, which derive estimates of cash operating costs based upon anticipated tonnage and grades of ore to be mined and processed, ground conditions, the configuration of the ore body, expected recovery rates of minerals from the ore, estimated operating costs, anticipated climatic conditions and other factors. As a result, it is possible that actual cash operating costs and economic returns could differ significantly from those estimated for a project before production. It is not unusual for new mining operations to experience problems during the start-up phase, and delays in the commencement of production often can occur. The Company's business of exploring for mineral resources involves a variety of operational, financial and regulatory risks that are typical in the natural resource industry. The Company attempts to mitigate these risks and minimize their effect on its financial performance, but there is no guarantee that the Company will be profitable in the future, and the Company's common shares should be considered speculative.

There can be no assurance that any funding required by the Company will become available to it, and if so, that it will be offered on reasonable terms, or that the Company will be able to secure such funding through third party financing or cost sharing arrangements. Furthermore, there is no assurance that the Company will be able to secure new mineral properties or projects, with or without the Share Consolidation, or that they can be secured on competitive terms.

Canada Customs and Revenue Agency

No assurance can be made that Canada Customs and Canada Revenue Agency will agree with the Company's characterization of expenditures as Canadian exploration expenses or Canadian development expenses or the eligibility of such expenses as Canadian exploration expenses under the *Income Tax Act (Canada)*.

Disclosure controls and procedures

Based on continual evaluations of the Company's disclosure controls and procedures, the Company's Chief Executive Officer and Chief Financial Officer have concluded that, as of December 31, 2022, the design and operation of these disclosure controls and procedures are effective at the reasonable assurance level to ensure that material information relating to the Company would be made known to them by others within the entity, particularly during the period in which the MD&A and the financial statements contained in this report were being prepared.

Internal controls over financial reporting

The Company's Chief Executive Officer and Chief Financial Officer have designed, or have caused to be designed under their supervision, internal controls over financial reporting to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements in accordance with IFRS. The Chief Executive Officer and Chief Financial Officer concluded that there has been no change in the Company's internal control over financial reporting during the year ended December 31, 2022, that has materially affected, or is reasonably likely to materially affect, the Company's internal controls over financial reporting.