



Management's Discussion and Analysis
of the Financial Condition and Results of Operations
Three Months Ended April 30, 2017

June 29, 2017

The following discussion of financial performance and condition should be read in conjunction with the unaudited condensed interim financial statements of Canadian Orebodies Inc. (the “Company”) for the three months ended April 30, 2017 and the audited financial statements for the year ended January 31, 2017 and the notes thereto, that have been prepared in accordance with International Financial Reporting Standards (“IFRS”). All dollar amounts are expressed in Canadian dollars unless otherwise indicated. This report which is dated June 29, 2017 has been approved by the Board of Directors and the Company’s other public filings can be reviewed on the SEDAR website. (www.sedar.com).

CAUTIONARY NOTE

This document contains or refers to forward-looking information. Such forward-looking information includes, among other things, statements regarding targets, estimates and/or assumptions in respect of future production, capital costs and future economic, market and other conditions, and is based on current expectations that involve a number of business risks and uncertainties. Factors that could cause actual results to differ materially from any forward-looking statement include, but are not limited to: the grade and recovery of ore which is mined varying from estimates; exploration and development costs varying significantly from estimates; inflation; fluctuations in commodity prices; delays in the development of the any project caused by unavailability of equipment, labour or supplies, climatic conditions or otherwise; termination or revision of any debt financing; failure to raise additional funds required to finance the completion of a project; and other factors. Forward-looking statements are subject to significant risks and uncertainties and other factors that could cause actual results to differ materially from expected results. Readers should not place undue reliance on forward-looking statements. These forward-looking statements are made as of the date hereof and we assume no responsibility to update them or revise them to reflect new events or circumstances, except as required by law. Also refer to the ***Risks and uncertainties*** section of this MD&A.

TECHNICAL INFORMATION

The "Qualified Person" under the guidelines of National Instrument 43-101 of the Canadian Securities Administrators (“NI 43-101”) for the Company’s exploration projects in the following discussion and analysis is Mr. Bruce Mackie, P.Geo., a Registered Professional Geologist of Ontario, and a consultant to the Company. The technical information concerning such properties contained herein has been reviewed by Mr. Mackie.

Corporate Information

The Company was incorporated pursuant to the provisions of the *Business Corporations Act* (of Alberta) on January 28, 2008. On July 21, 2008, the Company was authorized to continue its operations from the jurisdiction of Alberta to Ontario. The Company is in the process of exploring its mineral properties and has not yet determined whether these properties contain reserves that are economically recoverable. The recoverability of the amounts expended on the mineral properties is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete exploration and development and upon future profitable production or proceeds from disposition of such properties.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has interests, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements and non-compliance with regulatory requirements.

Overall Performance

As at April 30, 2017, the Company had assets of \$5,299,520 and a net equity position of \$5,175,812. This compares with assets of \$5,630,735 and a net equity position of \$5,536,219 at January 31, 2017.

Review of Operations

Recent Activity

On February 3, 2017, the Company granted an aggregate of 2,310,000 incentive stock options exercisable at a price of \$0.25 per share for a period of five years to Directors, Officers and consultants under the terms of the Company's incentive stock option plan.

On February 28, 2017, the Company received a purchase notice from Sunrise International Resources Ltd., a subsidiary of Argonaut Resources NL, pursuant to the Crescent Lake Option. The Crescent Lake Option was exercised and final payment of \$150,000 in cash was received on March 8, 2017.

On April 11, 2017, the Company granted an aggregate of 200,000 incentive stock options exercisable at a price of \$0.47 per share for a period of five years to Directors, Officers and consultants under the terms of the Company's incentive stock option plan.

On April 23, 2017, the Company entered into an acquisition agreement (the "Acquisition Agreement") with StrikePoint Gold Inc. ("StrikePoint") to acquire a 100% interest in 415 claim units (the "Black Raven Property") totaling 6,640 hectares located adjacent to the Company's Wire Lake Property. Pursuant to the Acquisition Agreement, the Company paid \$15,000 cash on signing, and issued 1,250,000 common shares valued at \$587,500. Additionally, the Company issued 250,000 share purchase warrants, valued at \$40,025, entitling StrikePoint to acquire up to 250,000 common shares at a price of \$0.63 per share for a period of 12 months.

In conjunction with the Acquisition Agreement, on April 23, 2017, the Company executed a termination and assumption agreement (the "Termination and Assumption Agreement") with the underlying optionors of the Black Raven Property in order to terminate the underlying option agreement, discharge a future milestone payment and assume the underlying royalty obligations. The Termination and Assumption

Agreement called for the Company to issue 200,000 common shares on signing to the Optionors, valued at \$94,000, and assume a 2.5% net smelter return (“NSR”) royalty. The royalty agreement provides that 1.5% of the NSR royalty may be bought back by the Company at any time upon payment of \$1,500,000, or in increments of 0.5% NSR royalty for \$500,000 each.

On May 4, 2017, the Company announced the completion of a large staking program which added 28 mineral claims to its Wire Lake Project. This staking program added 6,400 hectares of claims adjacent to the eastern and southern borders of the Wire Lake Property.

Portfolio of Properties

Exploration Expenditures by Property

During the three months ended April 30, 2017, the Company incurred a total of \$1,057,604 in exploration expenditures. In addition, the Company received \$150,000 in option payments relating to the Falcon Lake and Zig Zag properties.

The majority of the exploration expenditures were spent on the Wire Lake project, including \$774,525 in acquisition and staking costs, \$65,050 in costs relating to an induced polarization geophysical survey, and \$67,960 relating to geological and field work. In addition, a total of \$34,064 was spent on supplies, equipment, consulting, and transportation.

At the Hemlo North Limb project, \$50,179 was incurred in relation to an induced polarization geophysical survey, \$46,316 was spent on drilling, and \$13,042 was spent on consulting. In addition, a total of \$6,498 was spent on assays, sampling, supplies, equipment, and field work.

A complete breakdown of the exploration expenditures by project and category is provided below:

Property	Hemlo North Limb		Wire Lake		Belcher Islands Iron		Lithium & Rare Metals		Trump & Hawkins		Total	
	31-Jan-2017	01-Feb-2016	31-Jan-2017	01-Feb-2016	31-Jan-2017	01-Feb-2016	31-Jan-2017	01-Feb-2016	31-Jan-2017	01-Feb-2016	31-Jan-2017	01-Feb-2016
Period beginning	30-Apr-2017	31-Jan-2017	30-Apr-2017	31-Jan-2017	30-Apr-2017	31-Jan-2017	30-Apr-2017	31-Jan-2017	30-Apr-2017	31-Jan-2017	30-Apr-2017	31-Jan-2017
Balance, beginning of period	\$ 487,050	\$ -	\$ 187,952	\$ -	\$14,201,094	\$14,197,416	\$ 882,034	\$ 1,295,724	\$ -	\$ 726,984	\$15,758,130	\$16,220,124
Acquisition, Staking & Options	-	103,402	774,525	65,000	-	3,678	-	17,315	-	-	774,525	189,395
Assays & Sampling	1,435	24,902	-	8,633	-	-	-	-	-	-	1,435	33,535
Camp Costs & Equipment	567	6,768	750	1,201	-	-	-	-	-	-	1,317	7,969
Consulting	13,042	50,469	10,125	9,800	-	-	-	-	-	-	23,167	60,269
Drilling	46,316	-	-	-	-	-	-	-	-	-	46,316	-
Geology & Field Work	4,497	107,435	67,960	17,588	-	-	-	-	-	-	72,457	125,023
Geophysical	50,179	160,274	65,020	55,778	-	-	-	-	-	-	115,199	216,052
Permitting	-	2,250	-	4,077	-	-	-	-	-	-	-	6,327
Recovery of Costs	-	-	-	-	-	-	-	-	-	-	-	-
Salaries & Labour	-	-	-	-	-	-	-	-	-	-	-	-
Transportation & Fuel	-	31,550	23,189	25,875	-	-	-	-	-	-	23,189	57,425
Property Sales/Options	-	-	-	-	-	-	(150,000)	(431,005)	-	(72,000)	(150,000)	(503,005)
Disposals	-	-	-	-	-	-	(731,534)	-	-	(654,984)	(731,534)	(654,984)
Total for period	116,035	487,050	941,569	187,952	-	3,678	(881,534)	(413,690)	-	(726,984)	176,070	(461,994)
Balance, end of period	\$ 603,085	\$ 487,050	\$ 1,129,521	\$ 187,952	\$14,201,094	\$14,201,094	\$ 500	\$ 882,034	\$ -	\$ -	\$15,934,200	\$15,758,130

Hemlo North Limb

On May 24, 2016, the Company purchased a 100% interest in 135 claim units comprising 2,160 hectares approximately 40 kilometers northeast of Marathon, Ontario. As consideration, the Company paid a total of \$25,000 in cash and issued 125,000 common shares valued at \$25,000. In addition, the vendors retain a 1% NSR on the purchased claims. In addition to the purchased claims, the Company staked 278 claim

units totaling 4,448 hectares. The North Limb property is located 17 kilometres northeast of the Williams Mine operated by Barrick Gold Corporation at their Hemlo property.

Highlights from the 2016 prospecting program carried out by the Company on the North Limb Project included the discovery of a new gold occurrence (the “Petrant Lake Occurrence”). Limited sampling returned two strongly anomalous gold values of 1.74 gpt Au and 1.64 gpt Au located approximately 160 metres apart from each other¹. The samples are spatially associated with one of the priority airborne EM anomalies identified from the 2016 VTEM Max survey the Company flew over the North Limb Property.

In late 2016, the Company completed an 823 line kilometre airborne VTEM Max geophysical survey over the North Limb Property. The survey data has generated several new high priority drill targets, including one associated with the Petrant Lake Occurrence. In total, 10 targets generated from the survey were submitted to Geotech Ltd. for plate modeling. The Company plans to test a number of these targets by diamond drilling.

Within the North Limb Property is an area covering 78 claim units referred to as “the Tongue”. This area has seen no exploration since the initial Hemlo gold rush in the 1980’s and has no record of ever being drilled. The Company’s interest in the Tongue lies in the belief that it is interpreted to be directly up-ice from the angular float of mafic volcanic material found to the southwest in 1994 that assayed up to 16.2 gpt Au, the source of which has never been located.

In February 2017, the Company completed a 15 kilometre induced polarization (I.P.) survey on the Tongue which outlined 4 high priority targets that will be tested by diamond drilling.

On June 19, 2017, the Company announced the completion of the initial phase of drilling on the North Limb Property, which entailed 7 broadly spaced drill holes totaling 1,423 metres. These drill holes tested a variety of individual targets concentrated within the western half of the Property, with assay results pending from the laboratory. Due to wet ground conditions during spring break-up, the Company elected to complete the remainder of the proposed drill holes on the eastern portion of the North Limb Property later this year.

Wire Lake Project

On October 7, 2016, the Company entered into an option agreement to acquire a 100% interest in 251 claim units covering approximately 4,047 hectares that are located in the Hemlo greenstone belt (the “Wire Lake Property”). On signing, the Company paid \$40,000 in cash and issued 78,125 common shares valued at \$25,000. The option agreement calls for the Company to make additional cash payments to the vendor totaling \$550,000 over the following five anniversary dates of the option agreement as detailed below:

- (i) 2017 - \$100,000;
- (ii) 2018 - \$100,000;
- (iii) 2019 - \$100,000;
- (iv) 2020 - \$150,000; and
- (v) 2021 - \$100,000.

¹ *Readers are cautioned that grab samples are selective by nature. The grades and mineralization present are unlikely to represent future average grades on the property.*

Upon completion of the option agreement, the Company will grant the vendor a 2% NSR royalty, one-half of which may be bought back for a lump sum payment of \$1,000,000.

Through staking, the Company has added an additional 455 claim units, bringing the entire property to over 11,300 hectares. The Wire Lake Property lies 29 kilometres to the northwest of the Williams Mine and 40 kilometres to the southwest of the past producing base metal mines near Manitouwadge.

Gold was first discovered on the Wire Lake Property in 1986 and the property was explored by junior companies until 1993. Since that time the property had been dormant pending the outcome of litigation which has now been resolved. The Company's exploration program on the property in 2016 was the first in over 20 years. Previous work identified a gold bearing zone (the "Wire Lake Gold Zone") over a 2,300 metre strike length that remains open in both directions and to depth. Mineralized zones containing anomalous gold range in thickness from a few metres to in excess of 70 metres in width and with few exceptions the historic drilling has tested the main Wire Lake Gold Zone to a depth of less than 150 metres. The Wire Lake Gold Zone is characterized by moderate to intense alteration (silicification, carbonatization, biotitization and sericitization) within predominantly mafic volcanics. Sulphide content (pyrrhotite, pyrite, +/- arsenopyrite and sphalerite) usually ranges from 1-3% but can locally be up to 10%. Visible gold has been rarely observed, and where it does occur it is usually associated with quartz stringers and veinlets. To date, only approximately 15% of the property has been systematically explored.

During the fall of 2016, a reconnaissance prospecting program was successful in tracing out the Wire Lake Gold Zone over a strike length of 2 kilometres prior to running out of field days due to the onset of winter weather. Of the 26 samples collected, 9 assayed greater than 1.00 gpt Au, and 14 assayed greater than 0.50 gpt Au, with values ranging from nil up to 6.76 gpt Au. Additionally, the Company completed a 620 line kilometre airborne Mag & VLF geophysical survey over the property.

During May 2017, the Company completed a 34 line kilometer induced polarization ("IP") survey on the Wire Lake Property. The current grid covers the known 2,300 metre Wire Lake Gold Zone and extends the historical survey area 300 metres along strike to the north and south. Preliminary results from the IP survey have identified numerous priority targets that will be evaluated in conjunction with field work to generate drill targets for the 2017 exploration program.

In June 2017, the Company completed the installation of a 16-person camp at Wire Lake, which will be used for much of the ensuing year. An initial phase of 3,000 metres of diamond drilling at Wire Lake is expected to begin in July, with the objective of better defining and expanding the known Wire Lake Gold Zone through testing a number of infill and step-out targets along strike.

Black Raven Property

On April 23, 2017, the Company entered into an acquisition agreement (the "Acquisition Agreement") with StrikePoint Gold Inc. ("StrikePoint") to acquire a 100% interest in 33 mineral claims (the "Black Raven Property") located adjacent to the Company's Wire Lake Property. Pursuant to the Acquisition Agreement, the Company paid \$15,000 cash on signing, and issued 1,250,000 common shares valued at \$587,500. Additionally, the Company issued 250,000 share purchase warrants, valued at \$40,025, entitling StrikePoint to acquire up to 250,000 common shares at a price of \$0.63 per share for a period of 12 months.

In conjunction with the Acquisition Agreement, the Company executed a termination and assumption agreement (the "Termination and Assumption Agreement") with the underlying optionors of the Black Raven Property in order to terminate the underlying option agreement, discharge a future milestone

payment and assume the underlying royalty obligations. The Termination and Assumption Agreement called for the Company to issue 200,000 common shares on signing to the Optionors, valued at \$94,000, and assume a 2.5% net smelter return (“NSR”) royalty. The royalty agreement provides that 1.5% of the NSR royalty may be bought back by the Company at any time upon payment of \$1,500,000, or in increments of 0.5% NSR royalty for \$500,000 each.

The Black Raven Property consists of 33 mineral claims totaling 415 claim units that cover approximately 6,640 hectares located in the northwest portion of the Hemlo Greenstone Belt. The Black Raven Property is contiguous to the western and northern borders of the Company’s Wire Lake Property.

In addition to covering the extension of the Wire Lake gold trend, the Property contains several gold and gold-zinc prospects and occurrences, including the Super G Prospect, the Kurt Kuhner Occurrence, as well as the Beaver Pond Boulder Train and Crocker Float.

The Super G Prospect was discovered by Hemlo Gold Mines Inc. in 1993. High-grade visible-gold bearing, quartz vein float boulders on the north shore of Smoke Lake returned grab samples assaying up to 32.3 gpt Au. Follow-up trenching and drilling outlined a narrow but locally, high-grade quartz vein system over strike length of 400 metres to a depth of 130 metres. The Super G Prospect remains open along strike and to depth. Drilling by Entourage Metals Ltd. in 2011-12 returned assay results of 44.57 gpt Au (uncut) over a drilled width of 2.38 metres.

The Kurt Kuhner Gold-Zinc Occurrence was discovered by Kerr Addison Mines Ltd. in 1971. Four diamond drill holes totalling 86.7 metres were drilled. Assay results included 2.74 gpt Au and 1.16% Zn over 5.55 metres from KP-71-5.

The Beaver Pond Boulder Train is located east of Smoke Lake and has been traced by prospecting for over 600 metres. The boulder train consists of angular syenitic-monzonitic material containing quartz veinlets and stockworks with 1-2% finely disseminated pyrite. Historic grab samples have returned results up to 47.66 gpt Au.

The Crocker Float is located approximately 270 metres north of Smoke Lake. Unlike the float in the Beaver Pond Boulder Train, the Crocker Float is composed of granodiorite crosscut by malachite stained quartz veinlets and veins containing up to 5% pyrite +/- chalcopyrite. Two historic samples taken from the boulder returned bonanza grades of 312.90 and 95.31 gpt Au, and 70.70 and 10.70 gpt Ag.

Belcher Islands Iron

The Company has a 100% interest in the Belcher Islands Iron Project (“Belcher Project”), which covers 23,042 hectares located on the Belcher Islands in Nunavut, Canada. The project consists of 1,226 hectares of Inuit Owned Land and 29 claims covering 21,816 hectares of Municipal Land. A significant amount of exploration work, including numerous widely-spaced diamond drill holes, was carried out on the property during the 1950’s by Belcher Mining Corporation Ltd. Since acquiring the Belcher Project, the Company has drilled 97 holes on a number of target areas. The Company’s 2011 exploration program culminated in a NI 43-101 Resource Estimate prepared by George Wahl of GH Wahl & Associates Consulting, which was effective February 6, 2012. The Belcher Project is host to the Haig Inlet Deposit which has an indicated resource of 230 million tonnes at 35.17% Fe and an additional inferred resource of 289 million tonnes at 35.47% Fe.

The Haig Inlet Deposit is a Lake Superior Type iron formation, is Paleoproterozoic (1,880 Ga) and is located at the western edge of the Superior Province. This iron formation is thought to have been

deposited under similar conditions and timing as the Sokoman Formation which hosts the Labrador Trough iron deposits. Many of the stratigraphic sub-units of the Sokoman can be correlated to similar units in the Kipalu Formation which hosts the Haig Inlet deposit. The Kipalu Iron Formation hosts the Haig Inlet Iron mineralization and is overlain by a sequence of flood basalts. The iron formation is comprised of granular cherts and banded red cherts suggesting an alternating sequence of near shore environment with deposition above and below the wave base and a deeper and quieter marine environment. Lake Superior Type deposits mineralized predominantly with hematite have been successfully mined and concentrated at mining operations in the Labrador Trough since 1954.

Lithium and Rare Metals

Crescent Lake Project

The Crescent Lake Project consists of 162 claim units comprising 2,592 hectares located near Crescent Lake, Ontario, and Falcon Lake, Ontario. The Crescent Lake Project is located within the northeastern region of the Wabigoon Sub-Province of the Achaean Superior Province, along a 130 kilometre long boundary zone with the English River Sub-Province. The boundary is marked by a major, anastomosing east-west trending suture and hosts numerous pegmatite dykes which have intruded amphibolite facies meta-volcanic rocks of the Wabigoon Sub-Province and occasionally meta-wackes of the English River Sub-Province. The east-west trending Caribou Lake-O'Sullivan Greenstone Belt underlying the Lithium Project is composed of the older Marshall Lake Group and the younger Toronto Lake Group, which are sandwiched by the Robinson Lake Batholith to the south and the English River Sub-Province to the north. The Summit Lake Batholith, a tonalitic to quartz-dioritic intrusive complex, has intruded the northeastern portion of the belt and is thought to be the parent magma to the Crescent Lake and Falcon Lake Group Pegmatite Dykes.

Option of Crescent Lake Project

On March 4, 2016 the Company entered into an Option Agreement (the "Option") to sell its 100% interest in the Crescent Lake Project to Sunrise International Resources Ltd, a subsidiary of Argonaut Resources NL ("Argonaut"), an ASX listed company. On December 6, 2016, the Company entered into a variation and extension agreement ("Extension Agreement") with Argonaut. The principal terms of the Option are:

- (i) Canadian Orebodies grants Argonaut exclusivity to conduct a due diligence study on the Crescent Lake Project for a period of six weeks in return for a cash payment of \$20,000 (received);
- (ii) Argonaut may exercise the Option by making a cash payment to Orebodies of \$50,000 (received);
- (iii) An interim option fee of \$150,000 in cash is due on or before July 8, 2016 (received); and
- (iv) An interim option fee of \$50,000 in cash due within 2 business days of December 6, 2016 (received);
- (v) An interim option fee of AUD\$70,000 in Argonaut shares due within 15 business days of December 6, 2016 (received);
- (vi) Argonaut will then have until February 28, 2017 to complete its assessment of the project, at which time it can elect to purchase 100% the Crescent Lake Project for \$150,000 in cash (received).

The following milestone payments are also defined in the Option:

- (i) \$400,000 in cash or shares payable to Canadian Orebodies on announcement of a maiden resource estimate with any resource defined in the "Indicated" category of the JORC code or its equivalent NI 43-101 category; and
- (ii) \$1,000,000 in cash or shares payable to Canadian Orebodies on a decision to mine.

Bateman Lake Property

On March 28, 2016 the Company earned a 50% interest in the Bateman Lake Property, located approximately 75km northeast of Cochrane, Ontario, by contributing to the cost of staking. The Bateman Lake Property was worked by Dome Exploration Canada Limited ("Dome") in the 1970s with electromagnetic and magnetometer surveys being completed in 1975. The results of the geophysical surveys showed a number of strong conductors with good continuity that indicated a strong possibility that they may represent graphitic zones. In 1977, Dome drilled 10 diamond drill holes totaling 3,812 feet spread over the Bateman Lake Property and the surrounding area to test the electromagnetic anomalies. Two of these diamond drill holes were completed on the Bateman Lake Property and showed intersections of graphitic breccia, graphitic tuff, and graphitic schist. The target area is centered on a strongly conductive body that coincides directly with a magnetic low. The Company believes the Bateman Lake Property is highly prospective for the discovery of graphite mineralization.

Royalty Interests

Hawkins Property

The Company has a 0.5% NSR royalty on the Hawkins Property, located 120 km south of Hearst, Ontario, which consists of 96 claim units covering a total area of 1,536 hectares. The property is host to the historic Shenango Gold Mine. The Shenango prospect was in production during 1936, 1937 and 1945. Two shafts were sunk to 52 and 125 feet and an adit was driven 90 feet while following auriferous quartz veins cutting mafic metavolcanics. In the mid-1980's Falconbridge Exploration Ltd. carried out an extensive shallow drilling program and defined a low-grade auriferous felsic horizon with values of 1 to 4 grams per ton gold over 4 to 30 meter widths along a minimum strike length of 3 to 4 kilometers. No thorough drilling was carried out to evaluate these felsic volcanoclastic units at depth or to the west. The Hawkins Property is 100% owned by Pavey Ark Minerals Inc., and currently under option to Sunvest Minerals Corp.

Greenbush Property

The Company has a 2% NSR royalty on the Greenbush property, which consists of 47 claim units covering 752 hectares in Greenbush Lake Township and is 100% owned by Sunrise Canada Inc., a subsidiary of Argonaut Resources NL.

McFaulds Lake 'Ring of Fire'

In May 2010, the Company entered into an agreement with Noble Mineral Exploration Inc. ("NOB", formally Ring of Fire Resources Inc. and Hawk Uranium Inc.) by which the Company sold its interest in eight 100% owned northern properties (the "Northern Properties") and seven 50% owned southern properties (the "Southern Properties"). The agreement entitles the Company to a 10% NPI royalty on the Northern Properties and a 10% NPI royalty on the portion of the Southern Properties acquired by NOB, which would be converted to a 0.15% NSR royalty if NOB's interest in the Southern Properties is reduced to less than 10% and therefore converted to a NSR royalty. NOB subsequently sold the Northern Properties and Southern Properties to Macdonald Mines Exploration Ltd. ("BMK").

Outlook

From the fall of 2016 through the spring of 2017, the Company completed airborne geophysical surveys and ground IP surveys on both the Hemlo area properties – North Limb and Wire Lake. The Company is currently preparing for an active 2017 season which will include a 1,500-2,500 metre drill program on the North Limb, and a 3,000 metre drill program at Wire Lake. The current exploration budget for the 2017 season is approximately \$1,500,000 to \$2,750,000 as follows:

Property	Initial	Discretionary	Total Budget	Incurred*
North Limb	\$ 500,000	\$ 250,000	\$750,000	\$116,035
Wire Lake & Black Raven	1,000,000	1,000,000	2,000,000	\$167,044
Total	\$1,500,000	\$1,250,000	\$2,750,000	\$283,079

*Amount spent as of April 30, 2017 excluding acquisition costs

The exploration budgets exclude acquisition costs and are subject to change at the discretion of the Company's management and Board of Directors. As at April 30, 2017, the Company had working capital of \$5,175,812 and is fully funded to complete the proposed 2017 field programs.

Results of Operations

For the three months ended April 30, 2017, the Company incurred a loss of \$1,643,260 compared to income of \$113,140 in the prior year.

In addition, the Company had other comprehensive income comprised of an unrealized gain of \$9,491 compared to \$10,000 for the comparative period with respect to marketable securities held on hand. The Company also reclassified realized gains to profit and loss in the amount of \$2,000 during the prior year.

Comparison of the three months ended April 30, 2017 versus April 30, 2016

The Company spent \$1,057,604 on exploration expenditures, a large increase on the \$17,315 incurred during the prior period, as a result of acquiring and expanding the Hemlo North Limb and Wire Lake properties and performing preliminary geological and geophysical work.

During the three months ended April 30, 2017, the Company received \$150,000 from the sale of properties and option payments, versus \$242,000 in the same period of the previous year.

The Company expensed \$7,535 in professional and consulting fees as compared to \$6,538 in the preceding year for an increase of \$997.

The Company incurred \$95,088 for management and administrative expenses, an increase from the prior year of \$90,683 principally due the adoption of an employee medical and dental benefits plan. In addition, the Company incurred a non-cash share based compensation expense of \$550,325 relating to the grant of incentive stock options to officers, directors, and consultants of the Company during the three months ended April 30, 2017, versus nil in the comparative period. The difference was a result of timing, as stock options were granted in the first quarter of this year, but in the second quarter of the prior year.

Office and administrative expenses were \$21,863 for the three months ended April 30, 2017, up from the \$16,332 incurred in the previous year. The principal reason for this increase was increased activity and higher monthly rent at the Company's head office.

Shareholder information expense for the period was \$103,625 up from \$1,005 in the previous period, due to the Company re-listing its common shares on the TSX Venture Exchange.

During the three months ended April 30, 2017, the Company earned interest on its cash investments aggregating \$11,676 up from \$1,013 in the prior period as a result of increased cash balances.

The Company also recognized an investment gain of \$32,298 (April 30, 2016 – gain of \$2,000), representing realized gain on the sale of marketable securities during the period.

Summary of Quarterly Results

	Feb. 1, 2017 to Apr. 30, 2017	Nov. 1, 2016 to Jan. 31, 2017	Aug. 1, 2016 to Oct. 31, 2016	May 1, 2016 to Jul. 31, 2016
(\$)				
Total revenues	-	-	-	-
Net income (loss) before other comprehensive income (loss)	(1,643,260)	(283,961)	(562,463)	(341,339)
Net income (loss) and per share – basic and fully diluted	(0.04)	(0.01)	(0.01)	(0.02)
Total assets	5,299,520	5,630,735	5,952,377	817,599
Long-term debt	Nil	Nil	Nil	Nil
Shareholders' equity	5,175,812	5,536,219	5,813,780	755,595
Cash dividends declared per common share	Nil	Nil	Nil	Nil

	Feb. 1, 2016 to Apr. 30, 2016	Nov. 1, 2015 to Jan. 31, 2016	Aug. 1, 2015 to Oct. 31, 2015	May 1, 2015 to Jul. 31, 2015
(\$)				
Total revenues	-	-	-	-
Net income (loss) before other comprehensive income (loss)	113,140	(79,392)	(120,661)	(120,733)
Net income (loss) and per share – basic and fully diluted	0.01	(0.00)	(0.01)	(0.01)
Total assets	901,237	718,888	126,111	138,850
Long-term debt	Nil	Nil	Nil	Nil
Shareholders' equity	825,219	694,079	(238,115)	(131,469)
Cash dividends declared per common share	Nil	Nil	Nil	Nil

Objectives and Milestones

The objectives of the Company are to (i) enhance its geological knowledge of the Wire Lake project, Hemlo North Limb project, Belcher Islands Iron Project and its other properties (ii) develop targets on the properties for future sampling and drilling programs; and (iii) target, review and, if desirable, acquire and develop additional mineral assets in order to augment and strengthen its current mineral property portfolio.

In conducting its search for additional mineral properties, the Company may consider acquiring properties that it considers prospective based on criteria such as the exploration history or location of the properties, or a combination of these and other factors. Risk factors to be considered in connection with the Company's search for and acquisition of additional mineral properties include the significant expenses required to locate and establish mineral reserves; the fact that expenditures made by the Company may not result in discoveries of commercial quantities of minerals; environmental issues; land title; competition; and, the potential failure of the Company to generate adequate funding for any such acquisitions. See the ***Risks and Uncertainties*** section of this MD&A.

Liquidity and Capital Resources

As at April 30, 2017, the Company had working capital of \$5,175,812 (January 31, 2017 – \$5,536,219). See ***Risks and Uncertainties – Liquidity Risk***.

During the three months ended April 30, 2017, a total of 6,300 share purchase warrants with an exercise price of \$0.24 were exercised for gross proceeds of \$1,512. The fair value attributed to these warrants was \$777.

The Company estimates that its corporate and general costs to maintain the requirements of a reporting issuer for the next twelve months will total approximately \$500,000. The Company currently has sufficient working capital to fund its corporate and general costs over the next twelve months. The Company may seek to monetize its interest in one or more of its properties or raise additional capital in the next year.

In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but not limited to, twelve months from the end of the reporting period. The Company's ability to continue operations and fund its mining interest expenditures is dependent on management's ability to secure additional financing. Management is actively pursuing such additional sources of financing, and while it has been successful in doing so in the past, there can be no assurance it will be able to do so in the future. Management is aware, in making its assessment, of material uncertainties related to events or conditions that may cast significant doubt upon the entity's ability to continue as a going concern. Accordingly, the Company's financial statements do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and therefore to realize its assets and liquidate its liabilities and commitments in other than the normal course of business and at amounts different from those in the financial statements.

The exploration and development of the Company's properties depends on the ability of the Company to obtain financing. If the Company's exploration programs are successful, additional funds will be required to develop the Company's properties and, if successful, to place them in commercial production. The only sources of future funds available to the Company are further offerings of either debt or equity capital of the Company, or the sale by the Company of an interest in any of its properties in whole or in part. The

ability of the Company to arrange such financing in the future will depend in part upon the prevailing capital market conditions as well as the business performance of the Company. If additional financing is raised by the issuance of shares from the treasury of the Company, control of the Company may change and shareholders may suffer additional dilution. If adequate financing is not available, the Company may be required to delay, reduce the scope of, or eliminate one or more exploration activities or relinquish rights to certain of its interests. Failure to obtain additional financing on a timely basis could cause the Company to forfeit its interests in some or all of its properties and reduce or terminate its operations.

Capital Management

In managing its capital, the Company's primary objective is to ensure the entity can continue as a going concern as well as to provide optimal returns to its shareholders, in the long term. The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition, exploration and development of properties for the mining of minerals that are economically recoverable. The Board of Directors does not establish quantitative returns on capital criteria for management due to the nature of the industry, but rather relies on the expertise of the Company's management to sustain future development of the business.

The Company considers its capital to be equity, which is comprised of share capital, reserves, accumulated other comprehensive income, and accumulated deficit, which at April 30, 2017 totaled \$5,175,812 (January 31, 2017 - \$5,536,219).

The properties in which the Company currently has an interest are in the exploration stage. As such, the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed.

Management has chosen to mitigate the risk and uncertainty associated with raising additional capital in current economic conditions by:

1. attempting to maintain a liquidity cushion in order to address any potential disruptions or industry downturns;
2. minimizing discretionary disbursements;
3. reducing or eliminating exploration expenditures that are of limited strategic value; and
4. exploring alternative sources of liquidity.

As such, the Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the Company's relative size, is reasonable.

There were no changes in the Company's approach to capital management during the three months ended April 30, 2017. The Company is not subject to externally imposed capital requirements.

Critical Accounting Policies and Estimates

Mineral Properties and Exploration Expenditures

The Company expenses all costs relating to the acquisition of, exploration for and development of mineral claims and credits all revenues received against the exploration expenditures. Such costs include, but are not limited to geological, geophysical studies, exploratory drilling and sampling.

Once a project has been established as commercially viable and technically feasible, related development expenditures are capitalized; this includes costs incurred in preparing the site for mining operations. Capitalization ceases when the mine is capable of commercial production, with the exception of development costs that give rise to a future benefit.

Use of Estimates

The preparation of these financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates. The financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and the revision affects both current and future periods.

The preparation of these financial statements required the following critical accounting estimates and significant judgments:

- (i) the calculation of the fair value of warrants, broker warrants and stock options requires the use of estimates of inputs in the Black-Scholes option pricing model.

Share-based Compensation

The share option plan allows the Company's employees and consultants to acquire shares of the Company. The fair value of options granted is recognized as a share-based payment expense with a corresponding increase in equity. An individual is classified as an employee when the individual is an employee for legal or tax purposes (direct employee) or provides services similar to those performed by a direct employee. The fair value is measured at grant date and each tranche is recognized on a graded-vesting basis over the period during which the options vest. The fair value of the options granted is measured using the Black-Scholes option pricing model taking into account the terms and conditions upon which the options were granted. At each financial position reporting date, the amount recognized as an expense is adjusted to reflect the actual number of share options that are expected to vest.

Related-party Transactions

During the three months ended April 30, 2017, a total of 2,125,000 (2016 – nil) share options were granted to directors and officers of the Company.

During the three months ended April 30, 2016, management of the Company voluntarily deferred a portion of their salaries totaling \$58,950. This amount was subsequently paid.

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

Off-balance Sheet Transactions

During the three months ended April 30, 2017, there were no off-balance sheet transactions. The Company has not entered into any specialized financial agreements to minimize its investment risk, currency risk or commodity risk.

Dividends

The Corporation has neither declared nor paid any dividends on its common shares. The Corporation intends to retain its earnings, if any, to finance growth and expand its operations and does not anticipate paying any dividends on its common shares in the foreseeable future.

Risks and Uncertainties

Credit Risk

The Company deposits cash with financial institutions it believes to be creditworthy. In some circumstances, cash balances at these financial institutions may exceed the federally guaranteed amount. The Company's current credit risk is primarily attributable to cash, cash equivalents, short term investments, and HST recoverable. Cash, cash equivalents and short term investments are held with a reputable, Tier A Canadian chartered bank and as such, management believes the risk of loss to be minimal. HST recoverable is due from the federal government of Canada. Management believes that the credit risk with respect to financial instruments included in HST recoverable is minimal and remote.

Liquidity Risk

The Company's ability to remain liquid over the long term depends on its ability to obtain financing necessary to complete exploration and development of its mineral properties and their future profitable production or, alternatively, upon the Corporation's ability to dispose of its interest on an advantageous basis.

As mentioned previously in this MD&A, as at April 30, 2017, the Company had working capital of \$5,175,812 (January 31, 2017 – \$5,536,219). The Company is seeking additional capital to increase its liquidity over the medium to long term. All of the Company's accounts payable and accrual liabilities have contractual maturities of less than 60 days and are subject to normal trade terms. The Company's financial statements have been prepared in accordance with accounting principles applicable to a going concern, which assume the Company will continue its operations for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations. The Company's continued existence is dependent upon its ability to obtain the necessary financing to meet ongoing expenses, to complete the development of its mineral properties and upon future profitable operations.

Market Risk

Currency Risk

The Company has no foreign currency denominated assets or liabilities. Major purchases are transacted in Canadian dollars and therefore the Company has no material foreign currency exposure at April 30, 2017.

Interest Rate Risk

The Company has cash and cash equivalents balances and no debt. Interest rate risk is remote.

Equity Price Risk

Market risk arises from the possibility that changes in market prices will affect the value of financial instruments of the Company. Except for marketable securities, the Company's other financial instruments (cash, cash equivalents, short term investments, HST recoverable, accounts payable and accrued liabilities) are not subject to price risk.

Commodity Price Risk

The Company is exposed to price risk with respect to gold, iron and other commodity prices, as such prices impact the future economic feasibility of its exploration properties. The Company closely monitors these commodity prices to determine the appropriate course of action to be taken by the Company.

Sensitivity Analysis

Based on management's knowledge and experience of the financial markets, the Company believes the following movements are "reasonably possible" over a twelve month period.

The Company's marketable securities are sensitive to a plus or minus 50% change in equity prices which would affect comprehensive income (loss) by approximately \$19,690.

Fair Value

The Company has designated its cash as held-for-trading. HST recoverable is classified for accounting purposes as loans and receivables, which are measure at amortized costs which equals fair value. Marketable securities are valued at the bid price as at April 30, 2017. Accounts payable and accrued liabilities and amounts due to related parties are classified for accounting purposes as other financial liabilities, which are measured at amortized cost which also equal fair value. Fair values of accounts receivable, short term investments, marketable securities, accounts payable and accrued liabilities and amounts due to a related party are determined from transaction values which were derived from observable market inputs. Fair values of these financial instruments are based on Level 2 measurements.

As at April 30, 2017, the carrying and fair value amounts of the Company's financial instruments are approximately equivalent.

Additional Risk Factors

The operations of the Company are speculative due to the high-risk nature of its business, which is the acquisition, financing, exploration and development of mining properties. Additional risks not currently known to the Company, or that the Company currently deems immaterial, may also impair the Company's operations. If any of the following risks actually occur, the Company's business, financial condition and operating results could be adversely affected.

Additional Capital

The exploration activities of the Company may require substantial additional financing. Failure to obtain sufficient financing may result in delaying or indefinite postponement of exploration and development of any of the Company's properties. There can be no assurance that additional capital or other types of financing will be available if needed or that, if available, the terms of such financings will be favourable to the Company. In addition, low commodity prices may affect the Company's ability to obtain financing.

Environmental and Permitting

All aspects of the Company's operations are subject to environmental regulation in the various jurisdictions in which it operates. These regulations, among other things, mandate the maintenance of air and water quality standards, land reclamation, transportation, storage and disposal of hazardous waste. Environmental legislation is evolving in a manner which will require stricter standards and enforcement, increased fines and penalties for non-compliance, more stringent environmental assessments of proposed projects and a heightened degree of responsibility for companies and their officers, directors, and employees. There is no assurance that future changes in environmental regulation, if any, will not adversely affect the Company's operations.

Acquisition

The Company uses its best judgment to acquire mining properties for exploration and development. In pursuit of such opportunities, the Company may fail to select appropriate acquisition candidates or negotiate acceptable agreements, including arrangements to finance the acquisitions and development, or integrate such opportunity and their personnel with the Company. The Company cannot assure that it can complete any acquisition that it pursues or is currently pursuing, on favourable terms, or that any acquisition completed will ultimately benefit the Company.

Competition

The mining industry is intensely competitive in all of its phases, and the Company competes with many companies possessing greater financial resources and technical facilities than the Company. Competition in the mining business could adversely affect the Company's ability to acquire suitable producing properties or prospectus for mineral exploration in the future.

Political Risk

All of the Company's properties are located in Canada. Accordingly, the Company is subject to risks normally associated with exploration for and development of mineral properties in Canada, which the Company believes to be low. The Company's mineral exploration activities could be affected in varying degrees by future political instability and or government regulation relating to foreign investment and the

mining business. Although not expected, operations may also be affected in varying degrees by terrorism, military conflict or repression, crime, extreme fluctuations in currency rates and high inflation.

Business Risk

There are numerous business risks involved in the mineral exploration industry, some of which are outlined below. The Company may not always own 100% of the mineral concessions. Similarly, any non-compliance with or non-satisfaction of the terms of an option by the Company could affect its ability to exercise the option and earn its interest in the mining concessions and assets relating to properties.

Mining concessions may not include surface rights and there can be no assurance that the Company will be successful in negotiating long term surface rights access agreements in respect of the properties. Failure to obtain surface rights could have an adverse impact on the Company's future operations. The Company's current or future operations, including development activities, are subject to environmental regulations which may make operations not economically viable or prohibit them altogether.

The success of the operations and activities of the Company is dependent to a significant extent on the efforts and abilities of its management, outside contractors, experts and other advisors. Investors must be willing to rely to a significant degree on management's discretion and judgement, as well as the expertise and competence of the outside contractors, experts and other advisors. The Company does not have a formal program in place for succession of management and training of management. The loss of one or more of the key employees or contractors, if not replaced on a timely basis, could adversely affect the Company operations and financial performance.

Disclosure of Outstanding Share Information

The following table sets forth information concerning the outstanding securities of the Company as at June 29, 2017:

Common Shares of no par value	Number
Shares	47,014,456
Options	4,172,500
Warrants	12,853,569

Internal Controls Over Financial Reporting

The Chief Executive Officer and Chief Financial Officer of the Company are responsible for designing internal controls over financial reporting ("ICFR") or causing them to be designed under their supervision in order to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with IFRS. The control framework that has been used is the COSO framework. There were no changes in the Company's ICFR that occurred that have materially affected, or are reasonably likely to materially affect, the Company's ICFR.

Disclosure Controls and Procedures

Disclosure controls and procedures have been designed to ensure that information required to be disclosed by the Company is accumulated and communicated to our management as appropriate to allow timely



decisions regarding required disclosure. A control system, no matter how well conceived or operated, can provide only reasonable, not absolute, assurance that the objectives of the control system are met.

Additional Information

Additional information relating to the Company is available on the internet at the SEDAR website located at www.sedar.com or the Company's website located at www.canadianorebodies.com.