



**MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL
CONDITION AND RESULTS OF OPERATIONS**

FOR THE THREE MONTHS ENDED MARCH 31, 2015 AND 2014

DATED MAY 11, 2015

The following discussion and analysis of the financial position and results of operations for Giyani Gold Corp. (the "Company" or "Giyani Gold") should be read in conjunction with the unaudited condensed consolidated interim financial statements for the three months ended March 31, 2015 and 2014 and consolidated financial statements for the year ended December 31, 2014. Those statements were prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee. Except as otherwise disclosed, all dollar figures included therein and in the following management discussion and analysis ("MD&A") are quoted in Canadian dollars.

Certain information and discussion included in this MD&A constitutes forward looking information. Readers are encouraged to refer to the cautionary notes contained in the section Forward-Looking Statements at the end of the MD&A.

Additional information and corporate documents may be found on SEDAR www.sedar.com, and the Giyani Gold website www.giyanigold.com.

Company Overview and Going Concern

Giyani Gold was incorporated under the Canada Business Corporations Act on July 26, 2007 and continued under the Business Corporations Act of British Columbia on August 4, 2010. The Company is engaged in the acquisition, exploration, evaluation and development of principally gold resource properties in South Africa and Canada. The Company's primary focus is the development of the Rock Island Gold Project in South Africa and ongoing exploration for gold at its properties in Northern Ontario, Canada. The registered address is Suite 403 - 277 Lakeshore Road East, Oakville, Ontario, L6J 6J3.

The Company trades on the TSX Venture Exchange ("TSXV") under the symbol "WDG". The Company also trades on the AltX board of the Johannesburg Stock Exchange under the symbol "JSE" and on the Alternative Investment Board of the Namibian Stock Exchange under the symbol "GGC".

Canoe Mining Ventures Corp. ("Canoe") is currently, as of March 30, 2015, owned 40.9% by the Company, and its financial results are consolidated with the Company.

The accompanying condensed consolidated interim financial statements have been prepared using IFRS applicable to a "going concern", which assume that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations.

The Company reported a net loss of \$303,853 for the three months ended March 31, 2015 (2014 - \$1,078,914) and had an accumulated deficit of \$19,212,683 at March 31, 2015 (December 31, 2014 - \$18,926,330). In addition to its working capital requirements, the Company must secure sufficient funding for existing commitments and exploration costs.

These circumstances indicate the existence of material uncertainty that may cast significant doubt as to the ability of the Company to meet its obligations as they come due and, accordingly, the appropriateness of the use of accounting principles applicable to a going concern.

Management plans to secure the necessary financing through a combination of the exercise of existing warrants for the purchase of common shares, the issue of new equity instruments and the entering into joint venture arrangements. Nevertheless, there is no assurance that these initiatives will be successful.

The recovery of amounts capitalized for exploration and evaluation assets at March 31, 2015 in the statement of financial position is dependent upon the ability of the Company to arrange appropriate financing to complete the development and continued exploration of the properties and upon future profitable production or proceeds from their disposition.

The financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and statement of financial position classifications that would be necessary should the going concern assumption be inappropriate, and those adjustments could be material. The Company will continue to pursue opportunities to raise additional capital through equity markets and/or debt to fund investment in its exploration and evaluation assets; however, there is no assurance of the success or sufficiency of these initiatives. Should the Company fail to secure the necessary financing, judgements regarding the recoverability of the mineral property acquisition costs and the exploration and evaluation assets could change resulting in a significant impairment to existing assets.

Corporate Update

Giyani's exploration permits that comprise the Giyani Gold Project in South Africa remain in good standing and it is management's belief that a sizable gold deposit may exist near historic mining sites contained in these permits. Giyani's exploration permits will need to be extended and upgraded on or before July 10, 2015. Giyani continues to work towards recovering the funds owed to it by Corridor Mining Resources, its joint venture partner on the Giyani Gold Project, and is holding conversations relating to increasing Giyani's ownership position in the region.

Management has taken measures to reduce expenditures, reduce contractual obligations without penalty fees, and in the aim to prevent any dilutive financings the management team and board of directors suspended salaries in November 2014.

Management has worked towards consolidating the Shebandowan Copper-Gold Belt North of Thunder Bay, Ontario executing a transaction to acquire a project from Glencore. Giyani has signed a voluntary escrow arrangement with Canoe to align with other escrowed shareholders and protect the value of Canoe with the right balance of liquidity should it be needed.

Giyani continues to work with Lambert Private Equity LLC ("Lambert"), and the financing facility remains one source of capital which Giyani can leverage in its 2015 strategy. The financing facility is detailed in the accompanying unaudited condensed consolidated interim financial statements for the period ended March 31, 2015. There are no guarantees that Giyani will conclude a transaction, however the management team of Giyani is pleased with the quality of the opportunities made available to Giyani which are currently in the early stages of evaluation.

Significant Events

Non-brokered Private Placement

Subsequent to the period ended March 31, 2015, the Company completed a non-brokered private placement of 4,000,000 common shares of the Company at a price of \$0.05 per share for gross proceeds of \$200,000 of which \$145,000 was recorded as an obligation to issue shares as at March 31, 2015.

Exploration and Evaluation Update

The Company's exploration strategy is to acquire mineral resources properties and then conduct a strategic, focused and aggressive geological, geochemical, and geophysical exploration program over that land package.

Rock Island Project – South Africa

The Company's active project in South Africa is a joint operation with the Rock Island Project.

In supporting the Company's strategy to develop gold exploration projects in prolific Archean greenstone belts, the Rock Island Project comprises two prospecting rights across four properties which contain six previously producing gold mines. The Klein Letaba-Frankie, Horseshoe, Birthday and Louis Moore properties represent an area of 3,960 Ha located a short distance southwest and northwest of the town of Giyani in the province of Limpopo, South Africa. The prospecting licenses expire in July of 2015. These properties enjoy a well-developed infrastructure including ready access to necessary water, power, transportation capabilities and human resources.

Rock Island's strategy, supported by Giyani Gold, is to develop the Giyani Gold gold exploration projects in the Giyani region by conducting effective historical data investigation and thereafter fast-tracking exploration and development on the most deserving projects.

Results from the extensive ground geophysical programs, which included Magnetometer, Max/Min, VLF Electromagnetic & Induced Polarization surveys, identified certain anomalies which led to promising drill targets. Subsequent drilling results have confirmed that gold mineralization remains nearby the historically past-producing gold mines. Furthermore, the drilling has led to discoveries of new gold-bearing structures on the properties that were never before identified.

The Company plans to conduct further exploration on the Rock Island Project by way of drilling and geophysics (ground and airborne) with a view to developing a resource.

Pursuant to the joint venture agreement relating to the assets of Rock Island, the Company funds the joint venture with its state-owned partner Corridor Mining Resources ("CMR") on a 50:50 basis. Both parties are to share the costs evenly on an ongoing basis. Exploration costs are recorded in a loan account with Rock Island where interest is accrued at an agreed upon rate. The loan is unsecured, with no fixed repayment terms and bears interest at South African prime +1%.

Rock Island Property Expenditures

The following table sets out the material components of costs and expenditures relating to the Rock Island Project. The amounts shown for acquisition costs represent costs incurred to date and do not necessarily reflect present or future values.

	Total
Balance, December 31, 2013	\$ 1,748,823
Expenditures for the year	104,300
Currency translation adjustment	<u>(15,232)</u>
Balance, December 31, 2014	1,837,891
Expenditures for the year	26,432
Currency translation adjustment	<u>72,850</u>
Balance, March 31, 2015	<u>\$ 1,937,173</u>

Iron Lake Gold Project – Ontario, Canada (Canoe Mining Ventures Corp.)

The Iron Lake Gold Project is Canoe's primary mining property in Canada and was assembled through option agreements, licensing agreements and by staking claims. The Iron Lake Gold Project is an assembly of approximately 140 square kilometres of options and licenses within the western part of the Mishibishu Greenstone Belt near Wawa, Ontario.

During the year ended December 31, 2014, Canoe completed a 1,301m drill program was conducted on the Abbie Lake section of the Iron Lake Gold Project and targeted a 3km section of the Iron Lake Deformation Zone, a controlling structure for gold mineralization in the region.

The 10 drill holes completed by Canoe intersected numerous sulphide zones as well as numerous gray and black quartz veins within a rock sequence similar to those found at the Mishi Mine, a Wesdome Gold Mines Ltd. property located 8km southwest of Abbie Lake. Canoe's target selection for this drill program was based on induced polarization anomalies discovered in geophysical surveys conducted by Canoe Mining's subsidiary, 2299895 Ontario Inc., in 2012 near historic gold showings and intersections discovered by Tundra Gold Mines Ltd. between 1983 and 1988.

The terms of the option and license agreements for the properties included in the Iron Lake Gold Project package are detailed in the consolidated financial statements for the year ended December 31, 2014. The Technical Report on the Iron Lake Gold Project is dated November 19, 2013 and is filed on Canoe's website at www.canoemining.com.

Iron Lake Property Expenditures

The following table sets out the material components of costs and expenditures relating to each property in the Iron Lake Gold Project. The amounts shown for acquisition costs represent costs incurred to date and do not necessarily reflect present or future values.

	Abbie Lake Property	Keating, Emerald, Killins Properties	Total
Balance, December 31, 2013	\$ 617,281	\$ 1,033,164	\$ 1,650,445
Acquisition costs	-	103,750	103,750
Exploration expenditures	180,000	-	180,000
Write-down of property	-	(1,136,914)	(1,136,914)
Balance, December 31, 2014	797,281	-	797,281
Exploration expenditures	617	-	617
Balance, March 31, 2015	\$ 797,898	\$ -	\$ 797,898

During the year ended December 31, 2014, the Company elected to prioritize certain assets given the difficult economic conditions for financing exploration projects; therefore, the Company has written-down the Keating Property in the amount of \$1,136,914 as at December 31, 2014.

Coldstream Property, Ontario

The 6,410-hectare Coldstream Gold Property is located along the Trans-Canada Highway 115 km west of the City of Thunder Bay in north-western Ontario. The property was acquired with the acquisition of Birch Hill. The Coldstream project is situated within the Archean age Shebandowan Greenstone Belt (SGB) of the Wawa Subprovince, host to some of the largest precious (3 gold mines in Hemlo camp) and base metal (former Geco Cu-Zn-Ag and Winston Lake Zn-Cu-Ag mines; Shebandowan Ni-Cu-PGM Mine) deposits.

Since acquisition of the Coldstream Gold Project in 2009, Birch Hill has embarked upon 5 drill programs, totaling 21,494 metres of drilling and surface exploration programs consisting of mapping/prospecting, trenching, sampling and geophysical IP and magnetic surveys. Birch Hill completed a NI 43-101 resource estimate (763,276 ounces of gold 'Inferred' and 96,400 ounces of gold 'Indicated') and a scoping metallurgical test work (96.1% gold recovery) on the OG Deposit (formerly known as the East Coldstream Deposit). The NI 43-101 compliant resource estimation was carried out by Wardrop, a Tetra Tech company (Tetra Tech), and the metallurgical study was completed by SGS Canada. The aggressive exploration work conducted during the short history of the Project has provided investors with a consistent stream of drill and surface results.

Summaries of the Resource Estimate

Class	Zone	Tonnes (t)	Gold (g/t)	Gold* (ounce)
Indicated	EC-1	1,371,900	0.89	39,376
	EC-2	2,144,800	0.83	57,024
	Total	3,516,700	0.85	96,400
Inferred	EC-1	20,732,000	0.77	515,454
	EC-2	9,801,000	0.79	247,822
	Total	30,533,000	0.78	763,276

*0.4 g/t cut-off

Property Expenditures

The following table sets out the material components of costs and expenditures relating to each property acquired with Birch Hill. The amounts shown for acquisition costs represent costs incurred to date and do not necessarily reflect present or future values. Detailed expenditures are included in the notes to the accompanying condensed consolidated interim financial statements for the period ended March 31, 2015.

	Hamlin-Deaty Creek Property	Coldstream Property	Kerrs Property	Total
Balance, December 31, 2013	\$ -	\$ -	\$ -	\$ -
Acquisition costs	330,000	2,875,827	110,027	3,315,854
Exploration expenditures	-	334,368	-	334,368
Balance, December 31, 2014	330,000	3,210,195	110,027	3,650,222
Exploration expenditures	-	4,726	-	334,368
Balance, March 31, 2015	\$ 330,000	\$ 3,214,922	\$ 110,027	\$ 3,654,949

R.S. Middleton, P.Eng., a Qualified Person under the meaning of Canadian National Instrument 43-101, is a consultant to the Company and responsible for the technical content of this Management's Discussion and Analysis.

Outlook**Canoe Mining Ventures Corp.**

Canoe intends to expand on its exploration programs in fiscal 2015 on its Ontario properties. Additional funds will need to be raised to further advance the exploration program. The Company is currently reviewing its geological information and supplementary data to plan and initiate the exploration program.

Giyani Gold Corp.

The Company's primary objectives include evaluating prospective exploration and production acquisition properties in South Africa to support the Company's strategic focus on Southern Africa.

Results of Operations*Selected Quarterly Financial Information*

The following table summarizes information derived from the Company's consolidated financial statements for each of the eight mostly recently completed quarters:

Three months ended	Total Revenues	Net Loss	Loss per Share (basic and diluted)
March 31, 2015	\$ -	\$ 303,853	\$ 0.01
December 31, 2014	-	1,704,076	0.02
September 30, 2014	-	442,324	0.01
June 30, 2014	-	588,226	0.01
March 31, 2014	-	1,078,914	0.02
December 31, 2013	-	1,569,659	0.03
September 30, 2013	-	692,252	0.01
June 30, 2013	-	956,369	0.02

Significant fluctuations to the net loss of the Company over the periods presented include:

- A one-time, non-cash listing expense of \$645,361 in the three months ended December 31, 2013 related to the execution of the QT of Canoe (Note 4 of the consolidated financial statements for the period ended December 31, 2014).
- Stock-based compensation expense of \$687,249 for options granted and vesting in the three months ended March 31, 2014 for options of the Company and Canoe.
- A write-down of exploration and evaluation assets of \$1,136,914 in the three months ended December 31, 2014 on the Keating, Keating East and Killen properties.

Results of Operations for the three months ended March 31, 2015 compared to 2014

The Company had a net loss of \$303,853 for the three months ending March 31, 2015, compared to a loss of \$1,078,914 for the previous period.

Corporate, general and administration expenses decreased from \$413,591 for the period ended March 31, 2014 to \$325,887 for the current period. In general, this is due to lower activity in the current period while the Company evaluates its opportunities. Management fees included in the corporate overhead decreased from \$243,683 in 2014 to \$192,031 in the current period as the Company has reduced compensation to directors and officers as of November 2014.

Stock-based compensation expense of \$Nil (2014 - \$687,249) is a valuation of the stock options granted to directors, officer and consultants which were granted in the first quarter of fiscal 2014 by each of the Company and Canoe.

Overall, the Company is working to manage overhead and reduce expenditures while it evaluates business opportunities.

Liquidity and Capital Resources and Going Concern

The Company is subject to the risks and challenges experienced by other companies at a comparable stage. These risks include, but are not limited to, continuing losses, dependence on key individuals and the ability to secure adequate financing or to complete corporate transactions to meet the minimum capital required to successfully complete its projects and fund other operating expenses. Advancing the Company's projects through exploration and development to the production stage will require significant financings. Given the current economic climate, the ability to raise funds may prove difficult.

None of the Company's projects have commenced commercial production and, accordingly, the Company is dependent upon debt and/or equity financings and the optioning and/or sale of resource or resource-related assets for its funding. The recoverability of the carrying value of exploration and evaluation projects, and ultimately the Company's ability to continue as a going concern, is dependent upon exploration results which indicate the potential for the discovery of economically recoverable reserves and resources, and the Company's ability to finance exploration of its projects through debt and/or equity financings and the optioning and/or sale of resource or resource-related assets such as royalty interests for its funding.

The Company reported a net loss of \$303,853 for the period ended March 31, 2015 (2014 - \$1,078,914) and has an accumulated deficit of \$19,212,683 (December 31, 2014 - \$18,926,330). In addition to its ongoing working capital requirements, the Company must secure sufficient funding for existing commitments and exploration costs. These circumstances indicate the existence of material uncertainty that may cast significant doubt as to the ability of the Company to meet its obligations as they come due and, accordingly, the appropriateness of the use of accounting principles applicable to a going concern.

The Company's financial statements have been presented on the basis that the Company will continue as a going concern, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of the business. As of December 31, 2014, the Company had a working capital deficit of \$1,770,277, including cash of \$257,992, compared to a working capital deficit of \$1,745,347, including cash of \$33,965, as at December 31, 2014.

The Company also has access to the Lambert Equity Agreement but cannot provide any assurances that it will be successful in securing the financing under the Equity Agreement.

Management is continuing to actively pursue strategies to realize on the potential of its assets or secure additional financings in order to fund its operations. The Company intends to seek equity financings through private placements and/or public offerings. The Company will require additional funding in the near future in order to obtain the necessary working capital for general overhead and to further its intended exploration efforts.

While the Company cannot provide any assurances that it will be successful in securing equity financings in order to conduct its operations uninterrupted, it is the Company's intention to obtain the required funding. Management is continuing to actively pursue strategies to realize on the potential of its assets or secure one or more financings in order to provide funds for operations. However, there is no assurance of the success or sufficiency of these initiatives. Should the Company fail to secure the necessary financing, judgements regarding the recoverability of the exploration and evaluation assets could change resulting in a significant impairment to existing assets.

As at the date of this MD&A, the Company had 3,750,000 stock options with an exercise price of \$0.25 to \$2.35 and 2,000,000 warrants with an exercise price of \$0.45 outstanding which, if exercised, would result in cash proceeds of \$4,226,250. There is no assurance that these exercises will occur.

Commitments

The Company has committed to approximately \$560,066 over the next five years for obligations under operating leases, rent, exploration, and option payments.

	2015	2016	2017	2018	2018
Exploration commitments	\$ 385,454	\$ -	\$ -	\$ -	\$ -
Rent (Oakville office)	71,432	95,243	7,937	-	-
	\$ 456,886	\$ 95,243	\$ 7,937	\$ -	\$ -

Commitments, totaling \$385,454, inclusive of exploration commitments are those of Canoe.

Future Accounting Pronouncements

International Financial Reporting Standard 9, Financial Instruments ("IFRS 9") IFRS 9 was issued in November 2009 and contained requirements for financial assets. This standard addresses classification and measurement of financial assets and replaces the multiple category and measurement models in IAS 39 for debt instruments with a new mixed measurement model having only two categories: amortized cost and fair value through profit or loss.

IFRS 9 also replaces the models for measuring equity instruments, and such instruments are either recognized at fair value through profit or loss or at fair value through other comprehensive income. Where such equity instruments are measured at fair value through other comprehensive income, dividends are recognized in profit or loss to the extent not clearly representing a return of investment; however, other gains and losses (including impairments) associated with such instruments remain in accumulated comprehensive income indefinitely.

Requirements for financial liabilities were added in October 2010 and they largely carried forward existing requirements in IAS 39, Financial Instruments – Recognition and Measurement, except that fair value changes due to credit risk for liabilities designated at fair value through profit and loss would generally be recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch. IFRS 9 is effective for annual periods beginning on or after January 1, 2018. The Company is in the process of assessing the impact of this pronouncement.

Critical Accounting Estimates

The Company performed an analysis of risk factors which, if any should realize, could materially and adversely affect the results, financial position and/or market price of its securities.

The preparation of financial statements in conformity with IFRS requires Management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of expenses and other income for the year. These estimates and assumptions were based on Management's knowledge of the relevant facts and awareness of circumstances, having regard to prior experience. Significant estimates and assumptions include the following:

(i) Recoverability of exploration and evaluation properties

Management will consider the economics of its exploration and evaluation assets, including the drill and geophysical results. Where an indicator of impairment exists, management will perform an impairment test and if the recoverable amount is less than the carrying value, record an impairment charge. Refer to note 6 for the details of the impairment charge recorded in these consolidated financial statements.

(ii) Stock-based compensation

Management is required to make certain estimates when determining the fair value of stock option awards and compensatory warrants. These estimates require the input of highly subjective assumptions including the expected price volatility and the number of awards that are expected to vest. These estimates affect the amount recognized as stock-based compensation in the statements of loss based on estimates of forfeiture and expected lives of the underlying stock options and the value attributed to warrants issued as compensation for assets.

(iii) Other accounting estimates and judgments

Other estimates and judgments included the benefits of future income tax assets and whether or not to recognize the resulting assets on the statement of financial position, and determinations as to whether exploration costs should be expensed or capitalized.

While Management believes that these estimates and judgments are reasonable, actual results may differ from the amounts included in the consolidated financial statements.

Off-Balance Sheet Arrangements

The Company does not have any off-balance sheet arrangements.

Related Party Transactions

Remuneration of directors and key management personnel of the Company was as follows:

	2014	2013
Payments to key management personnel:		
Cash compensation	\$ -	\$ 80,954
Stock-based compensation	-	295,684

Management and consulting fees of \$Nil (2014 - \$80,954) were paid to officers and directors or to companies controlled by officers or directors.

During the year ended March 31, 2015, the Company incurred legal fees of \$Nil (2014 - \$6,331) with a legal firm where a partner is a Director of a significant subsidiary of the Company. As at March 31, 2015, \$86,709 (2014 - \$84,542) was included in accounts payable and accrued liabilities with respect to these fees and certain expenses paid on the company's behalf.

Proposed Transactions

Except as otherwise disclosed in this MD&A, there are no proposed transactions that have been approved or which management reasonably believes will be approved by the Board.

Outstanding Share Data

As at the date of this MD&A the following equity instruments are outstanding:

	Range of Exercise Prices	Number of shares issued or issuable
Common shares		61,433,123
Stock options	\$0.25 - \$2.35	3,750,000
Warrants	\$0.45	2,000,000

As of March 30, 2015, the date of this MD&A, Canoe has 2,000,000 stock options outstanding which are exercisable at \$0.25 until February 27, 2019. Additionally, Canoe has 9,461,836 warrants outstanding with a weighted average exercise price of \$0.56 and a weighted average remaining life of 0.82 years.

Corporate Structure

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company. Control is achieved where the Company has the power to govern the financial and operating policies of an invested entity so as to obtain benefits from its activities. All intercompany transactions, balances, income and expenses are eliminated on consolidation. The consolidated financial statements include the accounts of the Company and the following subsidiaries:

Entity Name	Company Ownership (%)	Place of Incorporation	Functional Currency	Method of Consolidation
Canoe Mining Ventures Corp.	40.9	Canada	Canadian Dollar	Consolidated
Coldstream Mineral Ventures Corp.	100.0	Canada	Canadian Dollar	Consolidated
Sheltered Oak Resources Corp.	100.0	Canada	Canadian Dollar	Consolidated
Alpha 111 Holdings Co. Ltd.	100.0	Barbados	Canadian Dollar	Consolidated
Beta 222 Holdings Co. Ltd.	100.0	Barbados	Canadian Dollar	Consolidated
Giyani Gold Holdings 333 (Pty) Ltd.	100.0	South Africa	Canadian Dollar	Consolidated
Giyani Gold South Africa (Pty) Ltd.	100.0	South Africa	South African Rand	Consolidated
Lexshell 831 Investments (Pty) Ltd.	100.0	South Africa	South African Rand	Consolidated
GGC South Africa Mining 111 (Pty) Ltd.	100.0	South Africa	South African Rand	Consolidated
Obliwize (Pty) Ltd.	100.0	South Africa	South African Rand	Consolidated
Obliwweb (Pty) Ltd.	100.0	South Africa	South African Rand	Consolidated
Lexshell 837 Investments (Pty) Ltd.	64.0	South Africa	South African Rand	Consolidated
Rock Island Trading 17 (Pty) Ltd. ⁽¹⁾	28.8	South Africa	South African Rand	Proportionate

Risk Factors

Prior to making an investment decision investors should consider the investment risks set out in the Annual Information Form ("AIF"), located on SEDAR at www.sedar.com, which are in addition to the usual risks associated with an investment in a business at an early stage of development. The directors of the Company consider the risks set out in the AIF to be the most significant to potential investors in the Company, but are not all of the risks associated with an investment in securities of the Company. If any of these risks materialize into actual events or circumstances or other possible additional risks and uncertainties of which the Directors are currently unaware, or which they consider not to be material in relation to the Company's business, actually occur, the Company's assets, liabilities, financial condition, results of operations (including future results of operations), business and business prospects, are likely to be materially and adversely affected. In such circumstances, the price of the Company's securities could decline and investors may lose all or part of their investment. relating to the Company.

Internal Controls over Financial Reporting

Disclosure Controls and Procedures ("DC&P")

The Company has established disclosure controls and procedures to ensure that information disclosed in this MD & A and the related condensed consolidated interim financial statements was properly recorded, processed, summarized and reported to the Company's Board and Audit Committee. The Company's certifying officers conducted or caused to be conducted under their supervision an evaluation of the disclosure controls and procedures as required under Canadian Securities Administration regulations, as at December 31, 2014. Based on the evaluation, the Company's certifying officers concluded that the disclosure controls and procedures were effective to provide a reasonable level of assurance that information required to be disclosed by the Company in its annual filings and other reports that it files or submits under Canadian securities legislation is recorded, processed, summarized and reported within the time period specified and that such information is accumulated and communicated to the Company's management, including the certifying officers, as appropriate to allow for timely decisions regarding required disclosure.

It should be noted that while the Company's certifying officers believe that the Company's disclosure controls and procedures provide a reasonable level of assurance and that they are effective, they do not expect that the disclosure controls and procedures will prevent all errors and fraud. 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.

Internal Control over Financial Reporting ("ICFR")

The Company's certifying officers acknowledge that they are responsible for designing internal controls over financial reporting, 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 Company did not have any significant changes to its ICFR systems from the date of its last MD&A.

Limitations of Controls and Procedures

The Company's management, including the Chief Executive Officer and Chief Financial Officer, believe that any disclosure controls and procedures or internal controls over financial reporting, no matter how well conceived and operated, can provide only reasonable, not absolute, assurance that the objectives of the control system are met. Further, the design of a control system must reflect the fact that there are resource constraints, and the benefits of controls must be considered relative to their costs. Because of the inherent limitations in all control systems, they cannot provide absolute assurance that all control issues and instances of fraud, if any, within the Company have been prevented or detected. These inherent limitations include the realities that judgments in decision-making can be faulty, and that breakdowns can occur because of simple error or mistake. Additionally, controls can be circumvented by the individual acts of some persons, by collusion of two or more people, or by unauthorized override of the control.

The design of any systems of controls also is based in part upon certain assumptions about the likelihood of future events, and there can be no assurance that any design will succeed in achieving its stated goals under all potential future conditions. Accordingly, because of the inherent limitations in a cost effective control system, misstatements due to error or fraud may occur and not be detected.

Forward-Looking Statements

All statements made in this MD&A, other than statements of historical fact, are forward-looking statements. The Company's actual results may differ significantly from those anticipated in the forward-looking statements and readers are cautioned not to place undue reliance on these forward-looking statements. Except as required by securities regulations, the Company undertakes no obligation to publicly release the results of any revisions to forward-looking statements that may be made to reflect events or circumstances after the date of this MD&A or to reflect the occurrence of unanticipated events. Forward-looking statements include, but are not limited to, statements with respect to the future metal prices, success of exploration activities, permitting time lines, currency fluctuations, requirements for additional capital, environmental risks, unanticipated reclamation expenses, title disputes or claims, limitations on insurance coverage and the timing and possible outcome of pending litigation.

In certain cases, forward-looking statements can be identified by the use of words such as "plans", "expects" or "does not expect", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates" or "does not anticipate", or "believes", or variations of such words and phrases, or state that certain actions, events or results "may", "could", "would", "might" or "will be taken", "occur" or "be achieved". Forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. Such factors include, among others, risks related to the integration of acquisitions; future price of metals; accidents, labour disputes and other risks of the mining industry; delays in obtaining governmental approvals or financing.

Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.