

# SENTERNET TECHNOLOGIES INC.

## MANAGEMENT DISCUSSION AND ANALYSIS

DECEMBER 31, 2010

This management discussion and analysis ("MD&A") of results of operations and financial condition of Senternet Technologies Inc. ("the Company") describes the operating and financial results of the Company for the year ended December 31, 2010. The MD&A supplements, but does not form part of the financial statements of the Company and should be read in conjunction with the Company's unaudited financial statements for the year ended December 31, 2010.

The Company prepares and files its financial statements in accordance with Canadian generally accepted accounting principles ("GAAP"). All dollar amounts herein are in Canadian currency unless otherwise specified.

### Forward-looking Statements

Some statements contained in this MD&A are forward-looking, and therefore involve uncertainties or risks that could cause actual results to differ materially. The Company disclaims any obligation to update forward-looking statements.

### Date of MD&A

This MD&A was prepared using information that is current as of April 28, 2011, unless otherwise stated.

### Results of Operations

#### Summary of Quarterly Results

The following tables set out financial performance highlights for the last eight quarters and were prepared in accordance with Canadian GAAP.

	<b>Fourth Quarter</b> December 31, 2010	<b>Third Quarter</b> Sept. 30, 2010	<b>Second Quarter</b> June 30, 2010	<b>First Quarter</b> March 31, 2010
Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenses	3,111	3,436	6,487	3,687
Net income (loss)	(3,111)	(3,436)	(6,487)	(3,687)
Net income (loss) per share	\$(0.000)	\$(0.001)	\$(0.001)	\$(0.001)
Cash flow from (used in) operations	706	249	115	(500)
Cash, end of period	1,084	378	129	14
Assets	16,523	15,820	15,414	15,164
Liabilities	168,120	164,306	160,464	153,727
Shareholders' equity	(151,597)	(148,486)	(145,050)	(138,563)
Dividends	0	0	0	0

	<b>Fourth Quarter</b> December 31, 2009	<b>Third Quarter</b> Sept. 30, 2009	<b>Second Quarter</b> June 30, 2009	<b>First Quarter</b> March 31, 2009
Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenses	3,471	3,790	7,598	3,036
Net income (loss)	(3,471)	(3,790)	(7,598)	(3,036)
Net income (loss) per share	\$(0.001)	\$(0.001)	\$(0.001)	\$(0.001)
Cash flow from (used in) operations	152	310	(586)	133
Cash, end of period	514	362	52	638
Assets	15,691	15,550	15,397	15,788
Liabilities	150,567	146,855	142,912	135,705
Shareholders' equity	(134,876)	(131,305)	(127,515)	(119,917)
Dividends	0	0	0	0

### **Summary of Annual Results**

The following tables set out financial performance highlights for the past three fiscal years, prepared in accordance with Canadian GAAP.

	<b>Twelve months ended</b> <b>December 31,</b> <b>2010</b>	<b>Twelve months ended</b> <b>December 31,</b> <b>2009</b>	<b>Twelve months ended</b> <b>December 31,</b> <b>2008</b>
Revenues	\$0	\$0	\$0
Expenses	16,721	17,895	17,475
Net income (loss)	(16,721)	(17,895)	(17,475)
Net income (loss) per share	\$(0.003)	\$(0.003)	\$(0.003)
Cash flow from (used in) operations	570	9	(197)
Cash, end of year	1,084	152	505
Assets	16,523	15,691	15,674
Liabilities	168,120	150,567	132,555
Shareholders' equity	(151,597)	(134,876)	(116,881)
Dividends	0	0	0

### **Stock Exchange Listing**

The Company has received initial approval and has been granted symbol STX from the Frankfurt Stock Exchange.

### **Off-Balance Sheet Arrangements**

The Company has no off-balance sheet arrangements.

### **Additional Information**

Additional information can be found on Sedar @ [www.sedar.com](http://www.sedar.com).

### **Source of Funds**

The Company relies on advances from shareholders, exercise of options and private placements, to fund working capital.