

## **ALBERT MINING INC. (formerly Majescor Resources Inc.)**

### **MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS FOR THE NINE MONTHS ENDED NOVEMBER 30, 2017**

The following Management Discussion and Analysis ("MD&A") of the operations, results, financial position and future prospects of Albert Mining Inc. (formerly Majescor Resources Inc.) (the "Company" or "Albert"), current as of January 17, 2018, should be read in conjunction with the Company's condensed consolidated interim financial statements for the period ended November 30, 2017 and the annual audited consolidated financial statements for the year ended February 28, 2017 and the notes attached thereto, which have been prepared in accordance with International Financial Reporting Standards ("IFRS"). All financial results presented in this MD&A are expressed in Canadian dollars unless otherwise indicated. Additional information relevant to the Company's activities can be found on SEDAR at [www.sedar.com](http://www.sedar.com).

#### **Forward looking statements**

This MD&A contains or may refer to certain statements that may be deemed "forward-looking statements". Forward-looking statements include estimates and statements that describe the Company's future development plans, objectives or goals, including words to the effect that the Company expects a stated condition or result to occur. Forward-looking statements may be identified by such terms as "anticipates", "believes", "could", "estimates", "expects", "may", "shall", "will", or "would". Since forward-looking statements are based on assumptions and address future events and conditions, by their very nature they involve inherent risks and uncertainties. Forward-looking statements are not guarantees of future performance and actual results or developments may differ materially from those in forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include market prices for mineral commodities; exploration successes; new opportunities; continued availability of capital and financing; general economic, market or business conditions; and litigation, legislative, environmental or other judicial, regulatory, political and competitive developments. These and other factors should be considered carefully and readers should not place undue reliance on the Company's forward-looking statements. Albert Mining Inc. does not undertake to update any forward-looking statement that may be made from time to time by Management or on its behalf, except in accordance with applicable public disclosure rules and regulations. Readers are cautioned not to place undue reliance on forward looking statements.

This MD&A includes but is not limited to, forward looking statements regarding: the potential and planned exploration on the Company's properties; the Company's ability to meet its working capital needs for the period ended November 30, 2017; the plans, costs, capital and timing of future exploration and development of the Company's property interests; the Company's potential to generate revenue by providing services using its CARDS system.

The Company's audit committee meets with management quarterly to review the financial statements including the MD&A.

#### **Nature of Business**

Albert Mining Inc. is a Canadian mineral exploration, development and service company incorporated under the *Canada Business Corporations Act*. The Company is engaged in the acquisition, exploration and development of mineral properties in Québec with the aim of discovering commercially exploitable deposits of minerals (primarily base metals, precious metals and Lithium). The Company also offers services using its 2D-3D CARDS system using Artificial Intelligence (AI) and datamining. CARDS uses the latest Artificial Intelligence and pattern recognition algorithms to analyze digital data sets of compiled georeferenced historical exploration data, including geological, geochemical, geophysical, and structural data, as well as digital elevation (DEM).

The Company is listed for trading on the Toronto Stock Exchange Venture Market ("TSX-V") under the symbol "AIIM". Albert's head office is located in Ottawa, Ontario.

## **Going concern assumption**

These consolidated financial statements have been prepared on the basis of accounting principles 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 as they come due. In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, which is at least, but is not limited to, twelve months from the end of the reporting period. The Company has not yet determined whether its mineral properties contain mineral deposits that are economically recoverable and it has not yet generated revenues from its CARDS system, net income nor cash flows from its operations. The Company has incurred a loss of \$650,976 (2016 – \$818,449) during the nine months ended November 30, 2017 and has an accumulated deficit of \$41,264,337 (February 28, 2017 - \$40,613,360). These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.

As at November 30, 2017, the Company had working capital surplus of \$39,553 (February 29, 2017 - \$168,346), including \$96,098 (February 28, 2017 - \$284,131) in cash and current liabilities totalling \$87,223, including flow through shares premium liability of \$Nil (February 28, 2017 - \$142,479, including flow through shares premium liability of \$16,667).

The Company must secure additional funding to fund its ongoing working capital requirements. Management is always evaluating various alternatives to secure the necessary financing so that the Company can continue as a going concern. Nevertheless, there is no assurance that these initiatives will be successful.

The carrying amount of assets, liabilities and expenses presented in the consolidated financial statements and the classification used in the consolidated statement of financial position have not been adjusted as would be required if the going concern assumption was not appropriate. Those adjustments could be material.

## **Events after reporting period**

On December 8, 2017, seven other claims were added to our Ashuanipi property following the results of new internal CARDS gold local and regional models over the Ashuanipi Sub-Province in Quebec. The property, totaling 289 claims, covers approximately 141 square kilometers (km<sup>2</sup>) and is located in South East Quebec just 30 km west of Schefferville, Quebec.

On December 12, 2017, the Company, signed an option agreement with Everton Resources Inc. pursuant to which Everton may acquire up to a 75-per-cent undivided interest in part of its 100% owned Chapais (7 of the 36 claims). As part of the agreement, Everton drilled in December 2017 three drill holes (650 metres) to validate two underexplored copper targets generated in 2010 by the Artificial Intelligence CARDS system from Megatem geophysical survey and topographical data. 39 samples were selected and were sent to ALS Minerals in Val d'Or and results are expected in January 2018.

On December 27, 2017, the Company closed a \$330,000 non-brokered private placement comprised of 4,714,286 flow-through common shares at \$0.07.

## **Exploration**

The Company is a junior explorer with its active projects in Canada.

### **Chapais**

The Chapais property is located in the upper part of the stratigraphic volcanic sequences of northeastern Abitibi where the ultramafic Cumming Complex intrudes mafic and felsic rocks of the Waconichi Formation and mafic rocks of the upper Roy Group. The property consists of 36 maps designated and staked claims totaling 1,560 hectares. CARDS evaluation has outlined areas with potential for copper, gold and zinc mineralization.

## **Chapais** (Continued)

The property includes both a highly prospective region (northern section of the claim block) located in a geologically significant environment and a well worked region (south east section of claim block) that could still benefit from further drill testing.

As part of the purchase agreement with Diagnos, the company issued 29,510 common shares valued at \$2,951 for this property.

Mineralization on the Chapais property may be of Opémiska style gold-copper vein typology, particularly given its proximity to the Springer mine (produced 25 677 ounces of gold & 654 771 400 pounds of copper) and Perry mine (produced 790,049 ounces of gold & 386 046 860 pounds of copper). The mineralized veins of the Springer mine are restricted to fracture networks contained in the ophitic parts of the gabbroic Venture sill, which continues into the Chapais property.

After the compilation and integration of all geology and drilling reports, geophysical ground and recent airborne surveys, including data from Opémiska adjacent property (Ex-In of Quebec Inc.) and from the recent interpretation-gold targeting map of MRN (Quebec), a first phase exploration program including field reconnaissance will be performed on the CARDS-generated targets. A high-resolution helicopter-borne Magnetic and Time-Domain EM survey will follow. A detailed analysis of the data from the second phase will aid the company to re-evaluate the mineral potential of the property and determine the appropriate location and orientation of future drill holes.

## **Ashuanipi**

On November 21, 2017 the Company acquired 100% of the 282 claims (CDC) of the Ashuanipi gold property for \$40,471. The property totaling 289 claims covers approximately 141 square kilometers (km<sup>2</sup>) and is located in South East Quebec just 30 km west of Schefferville, Quebec.

49 Gold showings mineralization were identified previously in the area by drill hole intersections revealed values of up 2.23 g/t Au over 19.5 meters 12 km west of the project, and by outcrops reaching of up 171,5 g/t, 8.6 g/t, 4.94 g/t, 1,74 g/t, 1,4 g/t Au, mostly associated with iron formations hosted in the metasediments (International Corona & Sigeom). Approximately 350 rusty zones with various degrees of gold mineralization were identified in the region (International Corona). Many gold anomalies were also identified by the lakes bottom sediments (Sigeom).

A high resolution Magnetic heliborne geophysical survey will be performed on the property. This survey would serve as a guide for future exploration programs and should provide a better comprehension of the structural features controlling gold deposition. Moreover, this survey could also be integrated into CARDS along with all new training points and provide new targets where exploration should then be focused.

## **James Bay Kimberlite**

The James Bay Kimberlite property which consists of 21 claims blocks (131 CDC claims) located in proximity to the Renard Diamond Mine and Stornoway's Adamantin Project, will be investigated in early July through till sampling. Some of the glacial sediment samples will be collected immediately down ice from the 37 kimberlite targets that were identified and scored by rank of priority using the Computer Aided Resource Detection System (CARDS). This territory became a focal point for kimberlite exploration following the discovery of diamonds in the Renard and the Beaver Lake sectors. The helicopter-borne sampling will be carried out by two senior geologists and the samples will be promptly submitted to Overburden Drilling Management of Ottawa for the recovery and identification of kimberlitic indicator minerals.

The Company issued 2,592,050 common shares valued at \$209,205 to purchase the Kimberlite claims.

### **James Bay Kimberlite** (Continued)

An initial filed exploration of 42 high-priority CARDS kimberlite targets exhibiting signatures of kimberlite bodies was done in August 2017. A total of 45 samples of till were collected some 200 m to 600 m down-ice from the targets in order to ascertain whether they correspond to punctual sources of kimberlitic indicator minerals (KIMs). The samples were sent to Overburden Drilling Management (ODM) in Ottawa, ODM will be working in collaboration with Renaud Geological Consulting in London (Ontario) for treatment and identification of KIMs and a detailed Microprobe chemical analysis of positive grains. Results are expected at the end of October 2017 and will be used to help identify potential targets for follow up exploration.

The analysis results do not confirm the presence of significant KIMs at this property. A detailed analysis of the data will aid the company to re-evaluate the kimberlite potential of the property.

### **Currie-Madeleine**

The Currie-Madeleine property covers five gold targets, one copper target and two copper-zinc targets generated using CARDS. It consists of 54 claims (CDC) distributed in two claim blocks for a total area of 3,030 hectares in the Lebel-sur-Quévillion and Desmaraisville area included into the prolific Archean Abitibi sub-province. Four gold showings grading over 1 g/t and two zinc showings grading over 1% have been reported in historical drill holes on the property. Many gold showings are reported in the area and two gold deposits, Lake Rose Discovery and Flordin, are located within 7 km of the property. After the compilation and integration of all geological reports, drilling reports, geophysical ground and recent airborne surveys, including data from adjacent properties, a first phase of exploration program including field reconnaissance was performed on the CARDS generated targets. A high resolution geophysical EM survey will follow. A detailed analysis of the second phase's information should be performed in order to re-evaluate the mineral potential of the property and determine the appropriate locations and orientations of drill holes.

As part of the purchase agreement with Diagnos, the company issued 45,680 common shares valued at \$4,568 for this property.

Fifteen claims of this property expired in December 2017. The property now consists of 39 claims (CDC).

### **Wachigabau Lake**

The Wachigabau Lake property covers three gold targets and one copper target selected from the CARDS computer program. It includes 33 map designated claims (CDC), totaling 1,842 hectares. The property lies within the southern band (Caopatina Segment) of the Chibougamau-Matagami archean greenstone belt. The Wachigabau lake property surroundings host two gold deposits (Short Lake & Mariposite) and three known gold and base metals showings (Lac Relique-Ouest, Simard & Lac Lapointe SE) within a 15-km radius. A geochemical survey covering the CARDS gold targets hidden below thick overburden is recommended to validate their mineral potential.

As part of the purchase agreement with Diagnos, the company issued 23,190 common shares valued at \$2,319 for this property.

### **DiscoFlo**

The DiscoFlo property lies within the Chibougamau-Matagami Archean greenstone belt in the Abitibi sub-province. The property consists of a block of 10 contiguous CDC claims, totaling 561 hectares. Two gold target zones have been generated on the property using the CARDS computer program. Furthermore, on the property claims, six gold results grading over 1 g/t Au and including an exceptional value of 30 g/t have been reported in historical drill holes.

As part of the purchase agreement with Diagnos, the company issued 7,030 common shares valued at \$703 for this property

## **La Sarre**

The La Sarre property is located in the Abitibi region of western Quebec, approximately 60 km from the town of Rouyn Noranda and approximately 6 km from the town of La Sarre. The property consists of 4 map designated claims, totaling 168 hectares. CARDS evaluation has outlined three areas with potential for gold, copper and zinc mineralization. The geology of the area is extremely promising for the discovery given the large amount of sulphide mineralization and hydrothermal mineralization discovered in previous drill campaigns and its proximity to the Rivière La Sarre showing.

As part of the purchase agreement with Diagnos, the company issued 2,810 common shares valued at \$281 for this property.

## **Mirabelli**

Two claim blocks totaling more than 2,550 hectares were acquired in close proximity to the Radisson Road in the James-Bay area. They cover the source area of anomalous gold values in till (up to 40 grains recovered from heavy mineral concentrates) samples collected over a previously un-mapped probable Banded Iron Formation identified earlier by Albert Mining Inc. (formerly Majescor Resources Inc.) through high-resolution airborne geophysics. The anomalous sectors are to be followed up through glacial sediment sampling as early as possible this spring, in conjunction with grassroots work on the unexplored portions of the pluri-kilometric belt.

On January 26, 2017, the Company announced that it has staked additional ground on its Mirabelli gold project in Quebec following the review of its exploration data base.

The new claim block totaling 6,120 hectares is located just to the southeast of the claims covering a probable Banded Iron Formation. The new ground covers the source areas of anomalous gold values in till (up to 67 gold grains in heavy mineral concentrates and up to 1 g/t Au from geochemical analyses of the fine fraction) samples collected over a previously un-mapped section of a greenstone belt identified earlier by Albert Mining Inc. through high-resolution airborne geophysics. The highly anomalous tills are to be followed up through additional sampling and boulder investigation.

## **Nottaway**

The claim block (33 claims) totaling 1,899 hectares is situated roughly 105 km west of the town of Matagami. It covers the probable head of a poorly defined, albeit very anomalous dispersal train of KIMs identified by RC drilling from glacial sediments. The recovery of counts of up to 300 KIMs from the basal section of the drill holes and the significant proportion of ilmenites (up to 30%) and garnets bearing fragile partial alteration mantles suggest proximity to source. A review of all available geophysical data over the property will be initiated in the near future. The higher priority anomalies are to be tested by ground geophysics and drilling later in 2017. A number of untested magnetic anomalies are already known to be present within the project area based on earlier geophysical work.

## **Nico**

The Nico property comprises 47 CDC designated claims, totaling 2,646 hectares, in two non-contiguous, blocks: Nico West and Nico East. The property is located in central Abitibi belt in proximity to the interpreted Harricana Fault Zone. It has potential for shear zone-hosted gold and Ni-Cu PGE mineralization in ultramafic sills.

As part of the purchase agreement with Diagnos, the company issued 33,030 common shares valued at \$3,303 for this property.

The Nico claims expired in October 2017, the Company decided to abandon this property.

### **Nelly Neilson**

On October 25, 2016, the Company entered into a four-year option agreement to acquire 16 claims in the region of Monts Otish situated near the centre of the province of Québec, North of Chibougamau. The company has the right to acquire 100% interest in the 16 claims by spending at least \$2,000 per claim in exploration expenditures in the first two years and, a total of \$4,000 per claim during the four years of the agreement. The Company must also pay \$2,500 cash per claim and, the Company will issue shares for a value of \$2,500 per claim. The Nelly Neilson claims will be subject to a 1% NSR of which 0.5% can be purchased by Albert Mining Inc. (formerly Majescor Resources Inc.) for \$1,000,000.

During the year ended February 28, 2017, the Company incurred \$40,650 of exploration and evaluation expenditures on assessing the potential of this property. As at November 30, 2017, the Company has not acquired these claims.

In August 2017, a number of gold-bearing till sample (20-50 visible gold grains) were followed-up through closely spaced sampling (every 100 - 150 m) along two transects drawn perpendicularly to ice flow. Heavy mineral concentrates (50 g) extracted from these till samples will be submitted for analysis by INAA (Instrumental Neutron Activation Analysis) to appraise gold-in-till concentration. Any confirmation of consistent gold grades will be quickly followed-up through additional till sampling and basic prospection so as to better define the bedrock source of the gold.

### **Laparre**

The property (9 claims), located in the Otish Mountains, totals 461 hectares and covers anomalous kimberlitic indicator minerals (KIMs) counts in till. Ground follow up is planned for the next field season.

After reviewing the exploration results from the 2017 summer exploration program, the Company decided to abandon this property.

### **Eastmain project - James Bay Quebec**

On September 23, 2015, the Company acquired certain claims in the James Bay area of Quebec for \$24,974 from a director of the Company. There are no exploration work requirements on the property.

On September 15, 2015, the Company acquired a list of targets on these claims for 1,400,000 common shares with an estimated fair value of \$70,000, as well as a 2% royalty on the net return of the smelting revenues associated with the minerals and concentrates to be extracted from the targets identified. The Company has the right to purchase 1% of the royalty for \$1,000,000.

The James Bay claims, which cover 2,752 hectares, are located near new Route 167, 320 km N of Chibougamau. They are within the favorable Opinaca metasedimentary Subprovince, which has numerous gold mines, deposits and occurrences, including Goldcorp's Eléonore Gold Mine (8+Moz Au, in production), Eastmain Resources' Eau Claire gold deposit (0.9Moz Au, at feasibility) and the Eastmain (Resources) Gold Mine (0.25Moz Au, open at depth and along strike).

The claims were acquired using the Company's property Computer Aided Resource Detection System (CARDS) to target the gold potential in the James Bay area of Quebec. The CARDS system uses powerful pattern recognition algorithms to analyse digitally compiled exploration data, and identifies areas (targets) with geochemical, geological and geophysical signatures similar to areas of known mineralization. The Eastmain database modelling included: 1) levelled and merged airborne magnetic surveys of the James Bay area; 2) topography; and 3) over 800 compiled assays (356 with Au = 1 g/t Au) from Quebec government-registered drill hole assays and surface samples. Based on analysis, and on known lithology and structural geology in the region, over 12 high priority gold targets have been identified and staked.

After reviewing the exploration results from the 2016 summer exploration program, the Company decided to abandon this property.

### **Rivière France**

The Rivière France property lies within the Chibougamau mining district of the Abitibi sub-province. The property consists of a block of 8 contiguous CDC claims, totaling 442 hectares. CARDS evaluation has outlined areas with potential for gold and copper mineralization. Significant assay results grading over 1 g/t Au and 1.5 % Cu have been reported in historical drill holes close to the property.

As part of the purchase agreement with Diagnos, the company issued 7,730 common shares valued at \$773 for this property.

The claims of this property expired in June-July 2017, the Company decided to abandon this property.

### **Penelope**

The Penelope property consists of 27 CDC designated claims, totaling 1,516 hectares. The property is located on the southeastern shores of Lac Pusticamica, 52 km northeast of Lebel-sur-Quevillon and lies with the Chibougamau-Matagami Archean greenstone belt of the Abitibi sub-province. Three large gold targets were generated on the Penelope property using CARDS.

As part of the purchase agreement with Diagnos, the company issued 18,970 common shares valued at \$1,897 for this property.

The majority of claims regarding this property (22 claims) expired in July 2017, the Company decided to abandon this property.

### **Montagne B project - Central Quebec**

On May 25, 2016, the Company entered into an option agreement with Genius Properties Ltd. and two other vendors to purchase 100% of the Montagne B lithium properties (approximately 708 hectares) in central Quebec.

On August 30, 2016, the Company issued 2,500,000 common shares to Optionors and made a cash payment of \$25,000 upon receipt of approval from the TSX Venture. The issuance of an additional 2,500,000 common shares within six months of signing and the second option payment of \$25,000 was never granted due to the Company's decision to return the property.

After receiving and reviewing the initial exploration results on the property, and based on those results, the Company provided a termination notice on September 21, 2016, to the Optionors and returned the property.

### **Rupert Lithium project – James Bay, Quebec**

On June 15, 2016, the Company entered into an option agreement to acquire two blocks of claims totaling 520 hectares that are located respectively south east from the Whabouchi lithium deposit of Nemaska and south west from the Cyr deposit which is actively explored by Galaxy Resources Limited. The claims cover consistent lithium anomalies in lake sediment within a pegmatite field and are road accessible. These anomalies will be tested from surface prospecting and by soil geochemistry.

Per the option agreement, the Company has the right to acquire 100% interest in the claims for \$20,000. \$10,000 is payable in cash and the Company must issue \$10,000 worth of common shares. Albert Mining Inc. (formerly Majescor Resources Inc.) is also required to incur \$4,000 in exploration expenditure per claim over a two-year period. As at the date of the MD&A the Company has not made any cash or common share payments.

**Rupert Lithium project – James Bay, Quebec (continued)**

The claims will be subject to a 1% net smelter royalty, with Albert Mining Inc. having the right to purchase 0.5% of the royalty for \$1,000,000. As at November 30, 2017, the Company has not acquired these claims.

**Qualified person**

The above technical information was prepared, confirmed and/or reviewed by Grigor Heba, P.Geo. (Québec), and a qualified person under NI 43-101.

**Financial Information**

The following selected financial data is derived from the Company's consolidated financial statements.

	For the three month period ended		For the nine month period ended	
	November 30, 2017	November 30, 2016	November 30, 2017	November 30, 2016
	\$	\$	\$	\$
Exploration and evaluation expenditures	-	173,306	-	515,833
General and administrative	157,476	77,905	532,765	214,598
Stock based compensation	-	92,200	134,925	157,300
Interest and other income	39	8	47	16,702
Income tax recovery	-	26,754	16,667	52,580
(Loss) gain attributable to equity holders of the Parent Company	(157,437)	(316,649)	(650,976)	(818,449)
<b>Basic and diluted (loss) gain per share</b>	-	(0.01)	(0.01)	(0.03)

	November 30, 2017	November 30, 2016
	\$	\$
<b>Statement of Financial Position</b>		
Cash	96,098	147,377
Accounts receivable	18,109	30,369
Prepaid expenses	12,569	660
Office equipment	1,417	-
Mining assets	24,000	-
Exploration and evaluation assets	390,458	-
Intangible assets	750,000	-
<b>Total assets</b>	<b>1,292,651</b>	<b>178,406</b>
Accounts payable and accrued liabilities	87,223	145,819
Flow through premium	-	-
Equity attributable to equity holders of the Parent Company	1,205,428	32,587

	Nine Months Ended	
	November 30, 2017	November 30, 2016
	\$	\$
<b>Cash Flows</b>		
Cash flows used in operating activities	(591,958)	(460,110)
Cash flows used in investing activities	(165,875)	-
Cash flows provided by financing activities	569,800	543,500
Net (decrease) increase in cash and cash equivalents	(188,033)	83,390



Since its incorporation, the Company has not paid any cash dividends on its outstanding common shares. Any future dividend payment will depend on the Company's financial needs to fund its exploration programs and its future growth, and any other factor that the board may deem necessary to consider. It is highly unlikely that any dividends will be paid in the near future.

## **Results of Operations**

### **General and administrative expenses**

General and administrative costs ("G&A") include only the Company's head office are summarized as follows:

	<b>Three months ended November 30, 2017</b>	Three months ended November 30, 2016
Management, consulting fees, and salaries	\$ 77,171	\$ 29,260
Travel and promotion	19,696	5,270
Shareholder information	7,070	17,526
Professional fees	39,710	16,480
Office and general expenses	13,829	9,369
	<b>\$157,476</b>	<b>\$77,905</b>

Total G&A increased by \$79,571 in the three-month period ended November 30, 2017, over the comparative period, mainly due to the following changes:

### **Management and consulting fees**

Management and consulting fees increased by \$47,911 over the comparative period. The increase was due to salary paid to the new CEO and additional staff.

### **Travel and promotion expense**

Travel and promotion expense increased by \$14,426 over the comparative period. The increase was due to promoting the Company in the three-month period ended November 30, 2017.

### **Professional fees**

Professional fees increased by \$23,230 over the comparative period. The increase was due to professional fees paid in connection to our CARDS system and other business.

### **Office and general expenses**

The office and general expenses increased by \$4,460 over the comparative period. The increase was due to a new website being implemented by the Company.

	<b>Nine months ended November 30, 2017</b>	Nine months ended November 30, 2016
Management and consulting fees	\$ 197,375	\$ 93,579
Travel and promotion	107,866	11,624
Shareholder information	36,353	36,954
Professional fees	128,040	45,309
Office and general expenses	63,131	27,132
	<b>\$532,765</b>	<b>\$214,598</b>

## **Quarterly information**

The following summarized financial data has been prepared in accordance with IFRS and should be read in conjunction with the Company's condensed consolidated interim financial statements and the audited consolidated annual financial statements for the respective periods.

Quarter Ended	Other Income	Gain on deconsolidation	Net (Gain) Loss	Basic and diluted Net (Gain) Loss per common share
	\$	\$	\$	\$
11/30/2017	39	-	157,437	0.00
8/31/2017	8	-	148,995	0.00
5/31/2017	-	-	344,544	(0.01)
2/28/2017	-	-	100,213	0.01
11/30/2016	8	-	316,649	0.01
8/31/2016	-	-	401,380	0.02
5/31/2016	16,694	-	125,390	0.01
2/29/2016	-	-	( 30,069)	0.00

## **Liquidity and Capital Resources**

As at November 30, 2017, the Company had cash of \$96,098 (February 29, 2017 - \$284,131) and current liabilities of \$87,223 (February 29, 2017 - \$142,479). All of the Company's financial liabilities have contractual maturities of less than 30 days, and are subject to normal trade terms. The Company regularly evaluates its cash position to ensure preservation and security of capital as well as liquidity.

On April 10, 2017, the Company completed a non-brokered private placement by issuing 5,550,000 units of the Corporation for gross proceeds of \$555,000. Each unit consisted of (i) one common share at a price of \$0.10 per Common Share and (ii) one common share purchase warrant. Each warrant entitles the holder thereof to acquire one additional common share in the capital of the Corporation at a price of \$0.16 per common share for a period of twenty-four (24) months. The warrants are subject to a forced exercise provision that, should the Corporation's common shares trade at a price of \$0.24 or more for thirty (30) consecutive days, the warrant holder will then have 30 days following the 30th day of trading to exercise the warrants before they expire.

On September 27, 2017, the Company completed a non-brokered private placement by issuing 500,000 units of the Corporation for gross proceeds of \$50,000. Each unit consisted of (i) one common share at a price of \$0.10 per Common Share and (ii) one common share purchase warrant. Each warrant entitles the holder thereof to acquire one additional common share in the capital of the Corporation at a price of \$0.16 per common share for a period of twenty-four (24) months.

During the nine-month period ended November 30, 2017, 1,000,000 warrants were exercised at a price of \$0.07 per share for gross proceeds of \$70,000 and 100,000 options were exercised at a price of \$0.05 per share for gross proceeds of \$5,000.

The Company generates cash flow primarily from its financing activities and should be generating revenue by providing services using its CARDS system.

## **Capital management**

When managing capital, the Company's objective is to ensure the entity continues as a going concern as well as to achieve optimal returns to shareholders and benefits for other stakeholders. Management adjusts the capital structure as necessary in order to support the acquisition, exploration and development of its mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management team to sustain the future development of the business. The Company considers its capital to be equity attributable to equity holders of the parent company, which is comprised of share capital, reserves and deficit which at November 30, 2017, totaled a surplus of

## **Capital management (continued)**

\$1,205,428 (February 29, 2017 – a surplus of \$151,679).

The properties in which the Company currently has an interest are in the exploration stage. As such the Company is mainly dependent on external financing to fund its activities. In order to carry out its planned exploration programs and pay for administrative costs, the Company will spend its existing working capital, raise additional amounts when economic conditions permit it to do so and by generating revenue using CARDS (Computer Aided Resources Detection System). Management has chosen to mitigate the risk and uncertainty associated with raising additional capital in current economic conditions by:

- Minimizing discretionary disbursements;
- Focusing financing exploration expenditures on those properties considered to have the best potential; and
- Exploring alternative sources of liquidity by providing services using the Company's CARDS system

In light of the above, the Company will continue to assess new properties and seek to acquire an interest in additional properties if the Company thinks there is sufficient 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 relative size of the Company, is appropriate.

The Company's capital management objectives, policies and processes have remained unchanged during the nine month period ended November 30, 2017, as well as the year ended February 28, 2017.

The Company is not subject to any capital requirements imposed by a lending institution or regulatory body, other than of the TSX which requires adequate working capital or financial resources of the greater of (i) \$50,000 and (ii) an amount required in order to maintain operations and cover general and administrative expenses for a period of 6 months.

## **Off Balance Sheet Arrangements**

As of November 30, 2017 and February 28, 2017, the Company had no off-balance sheet arrangements.

## **Related Party Transactions**

Related parties include the Board of Directors and key management personnel, as well as, close family members and enterprises that are controlled by these individuals, as well as certain persons performing similar functions.

Unless otherwise stated, none of the transactions incorporated special terms and conditions and no guarantees were given or received.

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

	Three Months Ended		Nine Months Ended	
	November 30, 2017	November 30, 2016	November 30, 2017	November 30, 2016
Consulting fees, including director's fees	\$ 28,500	\$ 31,000	\$ 85,500	\$ 90,450
Salaries and benefits	29,475	-	64,409	-
Share based compensation	-	92,200	134,925	157,300
Total	\$ 57,975	\$ 123,200	\$ 284,834	\$ 247,750

As at November 30, 2017, directors were owed \$18,235 (February 28, 2017 - \$18,235) included in trade payables.

- 1) Management fees include \$45,000 (2016 - \$50,000) paid to a Company controlled by André Audet, the Company's Chairman and former Chief Executive Officer.
- 2) Management fees include \$40,500 (2016 - \$Nil) paid to a Company controlled by Lucie Letellier, the Chief Financial Officer and Corporate Secretary.
- 3) Salaries and benefits include salaries of \$63,735 and benefits of \$674 (2016 - \$Nil) paid to Michel Fontaine, the Company's Chief Executive Officer.

#### Transactions with related companies

	Three Months Ended		Nine Months Ended	
	November 30, 2017	November 30, 2016	November 30, 2017	November 30, 2016
Everton Resources Inc. ("Everton")	\$ 3,239	\$ 2,260	\$ 13,872	\$ 8,899

Under an agreement, which was signed on March 25, 2013 between the Company and Everton, the Company reimbursed the cost of shared salaries and benefits, rent and office expenses paid by Everton (which shares common management).

#### Financial Instruments

The Company's financial instruments consist of cash, investment in SOMINE and trade payables.

#### Investor relations activity

The management of the Company has assumed the investor relations role.

#### Changes in Accounting Policies

There were no significant changes to the Company's accounting policies in the period ended November 30, 2017 and February 28, 2017.

## **Change in management**

On May 22, 2017, the Company announced the nomination of Mr. Michel Fontaine, appointed as Chief Executive Officer of the Corporation. He replaced Mr. André Audet who will remain as Chairman and Director of the Board. Since October 2015, Mr. Fontaine has been involved with Albert as a Director of its Board. He was Vice-President/Business Development with Diagnos Inc (“DIAGNOS”) since 2005. Mr. Fontaine previously held a position of Vice-President within a firm specialized in Forex (Foreign Exchange).

On May 31, 2017, the Company announced that André Larente has agreed to join the board of directors. Mr. Larente is President of Diagnos. Mr. Larente has previously held leading management positions with companies such as Siemens, Syscan International, Newbridge Networks, Legent, Cognos, Tandem Computers and Honeywell Information Systems.

## **Critical Accounting Policies and Estimates**

The preparation of the Financial Statements requires Management to make estimates and assumptions about the future that affect the amounts recorded in the Financial Statements. These estimates and assumptions are based on the Company’s experience and Management’s expectations about future events that are believed to be reasonable under the circumstances, and they are continually being evaluated based on new facts and experience. Actual results may differ from these estimates and assumptions. The effect of a change in an accounting estimate is recognized prospectively in the period of change and future periods if the change impacts both periods.

## **Outstanding Share Data**

Common shares and convertible securities outstanding at January 17, 2018, are as follows:

<b>Securities</b>	<b>Expiry date</b>	<b>Exercise price</b>	<b>Securities outstanding</b>
Common shares	-	-	52,642,061
Warrants	Up to April 7, 2019	\$0.07 to \$0.16	15,876,000
Options	Up to May 31, 2022	\$0.05 to \$0.10	4,575,000

## **Proposed transactions**

In the normal course of business, the Company evaluates property acquisition transactions and, in some cases, makes proposals to acquire such properties. These proposals, which are usually subject to Board and sometimes regulatory and shareholder approvals, may involve future payments, share issuances, and property work commitments. These future obligations are usually contingent in nature and generally the Company is only required to incur the obligation if it wishes to continue with the transaction.

## **Risk and uncertainties**

Exploration of minerals and development of mineral properties involve significant risks, many of which are outside of the Company’s control. In addition to the normal and usual risks of exploration and mining, the Company often works in remote locations that lack the benefit of infrastructure and easy access.

### *Financial risk*

The Company is considered to be in the exploration stage, that it is dependent on obtaining regular financing in order to continue exploration. Despite previous success in acquiring this financing, there is no guarantee of obtaining any future financing, or that it will be available on acceptable terms.

The prices of metals fluctuate widely and are affected by many factors outside of the Company's control. The relative prices of metals and future expectations for such prices have a significant impact on the market sentiment for investment in mining and mining exploration companies.

### *Foreign exchange risk*

Some of the Company's expenditures are in US dollars. Movement in the Canadian dollar against these currencies therefore has a direct impact on the Company's cost base. The Company does not use derivative instruments to reduce its exposure to foreign exchange risks.

### *Risk on the uncertainty of title*

Although the Company has taken steps to verify title to mining properties in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title.

### *Risk on obtaining permits and licenses*

The Company's operations may require licenses and permits from various governmental authorities. There can be no assurance that the Company will be able to obtain all necessary licenses and permits that may be required to carry out exploration, development and mining operations at its projects.

### *Environmental risk*

The Company is subject to various environmental incidents that can occur during exploration work. The Company maintains an environmental management system including operational plans and practices.

## **Disclaimer**

The information provided in this document is not intended to be a comprehensive review of all matters and developments concerning the Company. It should be read in conjunction and in context with all other disclosure documents of the Company. The information contained herein is not a substitute for detailed investigation or analysis on any particular issue. No securities commission or regulatory authority has reviewed the accuracy of the information presented.

(s) "Michel Fontaine"

Michel Fontaine, Chief Executive Officer

(s) "Lucie Letellier"

Lucie Letellier, Chief Financial Officer