

The following discussion and analysis of the operations, results and financial position of Deer Horn Metals Inc. (the "Company" or "Deer Horn") for the quarter ended January 31, 2011 should be read in conjunction with the January 31, 2011 unaudited financial statements and the notes thereto.

This Management Discussion and Analysis ("MD&A") is dated March 30, 2011 and discloses specified information up to that date. Deer Horn is classified as a "venture issuer" for the purposes of National Instrument 51-102. The Company's financial statements are prepared in accordance with generally accepted accounting principles ("GAAP") in Canada. Unless otherwise cited, references to dollar amounts are in Canadian dollars.

We recommend that readers consult the "Cautionary Statement" on the last page of this report.

Description of Business

Deer Horn Metals Inc. (the "Company") was incorporated under the Canada Business Corporations Act on April 16, 2004 under the name "Golden Odyssey Mining Inc." On January 20, 2011, shareholders of the Company approved a name change and it commenced trading as Deer Horn Metals Inc. on January 27, 2011. The Company has a wholly-owned subsidiary, Golden Odyssey Exploration Inc., a company incorporated in Nevada, United States of America. The Company's strategy is to identify, acquire, explore and develop gold deposits amenable to low production costs and high operating margins, focusing on properties with low initial entry costs.

Overall Performance and Outlook

Since the year ended July 31, 2008, the Company underwent significant change in management and direction. The Company no longer focuses on gold properties in the state of Nevada and, effective July 31, 2008, relinquished all property interests in the state of Nevada and closed its Reno, Nevada-based office. The Company relocated its head-office to Delta, British Columbia, Canada and focused on opportunities in Canada to acquire interests in gold and base metal properties. Golden Odyssey has since entered into option agreements to acquire interests in two properties located in British Columbia, Canada and continues to seek opportunities to participate in similar projects.

Company Activity

During the six months ended January 31, 2011, the Company completed a non-brokered private placement of 3,713,028 units for aggregate proceeds of \$703,000. The Company issued 14,060,000 common shares at a price of \$0.05 per share.

In addition, the Company also raised \$23,426 through the exercise of warrants and stock options. Subsequent to January 31, 2011, the Company raised an additional \$4,319,000 by way of non-brokered private placement.

Although the Company incurred minimal exploration expenditures on its properties, it executed an Amending Agreement to its Option Agreement on the Dome South property. The Company paid \$25,000 to the Optionor to extend the terms of the original agreement. Under the terms of the Amending

Agreement, the Company must incur the remaining \$500,000 by November 15, 2011 in order to earn its 50% interest.

The Company will continue to incur expenditures in order to acquire its interest in both properties as financing becomes available, and is currently planning spring 2011 work programs on these properties.

Results of Operations

Three months ended January 31, 2011 compared with the three months ended January 31, 2010.

General and Administrative Expenses

General and administrative expenses totalled \$317,497 for the three months ended January 31, 2011 compared with \$1,057,355 in 2010. The decrease of \$739,858 is the result of decreases in amounts recorded for exploration expenses of \$842,843, foreign exchange loss of \$5,689, office expenses of \$2,334, professional fees of \$23,674 and rent of \$329, however; the decreases were offset by increases in amounts recorded for amortization of \$88, investor relations and shareholder information of \$69,841, regulatory and filing fees of \$964, salaries and management fees of \$37,000, stock based compensation of \$24,931 and travel of \$2,275.

The decrease in general and administrative expenses is due mainly to a decrease in amounts relating to exploration expenditures during the period. Increases in other categories are due to increased levels of corporate activity due to financing activity and in preparation for spring and summer exploration programs, impacting staffing levels, professional fees and other office and overhead expenses.

Exploration Expenses

The Company incurred \$649 in exploration expenses during the three months' ended January 31, 2011 compared with \$843,492 in 2010. The Company did not have any work programs underway and consequently incurred minimal exploration expenditures.

Loss for the Period

Loss for the three months' ended January 31, 2011 was \$282,729 compared with a loss of \$1,057,355 in 2010, a decrease of \$774,626. The decrease in net loss is mainly attributable to a decrease in the Company's exploration activity of \$842,843, as well as a nominal gain on the settlement of debt of \$34,768, although the Company did have increases in certain general and administrative expenditures which slightly offset the decreases.

Six months ended January 31, 2011 compared with the six months ended January 31, 2010.

General and administrative expenses totalled \$482,493 for the six months ended January 31, 2011 compared with \$2,263,354 in 2010. The decrease of \$1,780,861 is the result of decreases in amounts recorded for exploration expenses of \$1,793,527, foreign exchange loss of \$15,303, office expenses of \$5,094, professional fees of \$31,502 and stock based compensation of \$62,116, however; the decreases were offset by increases in amounts recorded for amortization of \$57, investor relations and shareholder

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information of \$79,263, regulatory and filing fees of \$2,694, rent of \$80, salaries and management fees of \$41,542 and travel of \$3,045.

The decrease in general and administrative expenses is due mainly to a decrease in amounts relating to exploration expenditures during the period. Increases in other categories are due to increased levels of corporate activity due to financing activity and in preparation for spring and summer exploration programs, impacting staffing levels, professional fees and other office and overhead expenses.

Exploration Expenses

The Company incurred \$26,456 in exploration expenses during the six months' ended January 31, 2011 compared with \$1,819,983 in 2010. The Company did not have any work programs underway and consequently incurred minimal exploration expenditures.

Loss for the Period

Loss for the six months' ended January 31, 2011 was \$447,725 compared with a loss of \$2,263,354 in 2010, a decrease of \$1,815,629. The decrease in net loss is mainly attributable to a decrease in the Company's exploration activity of \$1,793,527, as well as a nominal gain on the settlement of debt of \$34,768, although the Company did have increases in certain general and administrative expenditures which slightly offset the decreases.

Income for the Period

The Company reported no income during the quarter ended January 31, 2011.

Summary of Quarterly Results

Period Ended	2011	2010	2010	2010	2010	2009	2009	2009
	Jan. 31	Oct. 31	July 31	Apr. 30	Jan. 31	Oct. 31	July 31	Apr. 30
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
	\$	\$	\$	\$	\$	\$	\$	\$
Total revenue	-	-	-	-	-	-	-	-
Net income (loss)	(282,729)	(164,996)	(239,651)	(158,873)	(1,057,355)	(1,205,999)	(678,647)	(180,337)
Basic and diluted income (loss) per share	(0.02)	(0.005)	(0.005)	(0.005)	(0.02)	(0.02)	(0.01)	(0.00)

Liquidity

At January 31, 2011 the Company had current assets of \$1,052,844, of which \$1,016,163 was comprised of cash. Current liabilities totalled \$528,778 and consisted mainly of accounts payable relating to exploration programs on its properties.

Total working capital as at January 31, 2011 was \$524,066. The Company also continues to raise funds to address its ongoing financial obligations and for work programs on its two properties.

Capital Resources

The Company plans to continue its participation in the two projects discussed above. The Company expects to finance expenditures on these projects through the sale of common shares by way of equity financings, and through the exercise of warrants and stock options.

Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

Related Party Transactions

Amounts owing to related parties consists of \$342,053 (2010 - \$873,511).

Related Party Transactions - Management Compensation

During the quarter, \$92,500 (2010 - \$60,000) was paid or accrued to the President, Tyrone Docherty, for services as director and officer of the Company and \$15,000 (2010 - \$15,000) was paid or accrued to the CFO, Pamela Lynch, for services as an officer of the Company.

The transactions were in the normal course of operations and agreed to by the related party and the Company and have had been measured at the exchange amount.

Recent Accounting Pronouncements

International Financial Reporting Standards (``IFRS``)

The Accounting Standards Board has announced that Canadian publicly accountable enterprises will be required to adopt IFRS effective for periods beginning on or after January 1, 2011. Although IFRS employs a conceptual framework that is similar to Canadian GAAP, there are significant differences in recognition, measurement, and disclosure. The transition date of the Company will be August 1, 2011 and will require restatement for comparative purposes of amounts reported by the Company for the year ended July 31, 2011.

Management has commenced its IFRS conversion project which consists of the following three phases:

Preliminary impact assessment - this phase commenced with a review of the Company's significant accounting policies relative to current and proposed IFRS. The results of this analysis will be priority ranked according to the complexity and the extent of the impact in adoption of IFRS accounting policies.

Detailed evaluation phase - the second phase will include drafting and analysis for items identified in the preliminary impact assessment. This will include an analysis of policy choices allowed under IFRS and their corresponding impact on the financial statements.

Implementation phase - this final phase involves implementing all changes approved in the preliminary impact assessment and evaluation phase. As a result of starting the preliminary impact assessment process, management determined that the differences most likely to have the greatest degree of complexity and impact on the Company's financial statements were as follows:

First-time Adoption of IFRS (“IFRS 1”)

IFRS 1 provides the framework for the first-time adoption of IFRS and outlines that, in general, an entity shall apply the principles under IFRS retrospectively and that adjustments arising on conversion to IFRS shall be directly recognized in retained earnings. However, IFRS 1 also provides a number of optional exemptions from retrospective application of certain IFRS requirements as well as mandatory exceptions which prohibit retrospective application of standards. There are currently fifteen elective exemptions and four mandatory exceptions that need to be considered.

The following optional exemptions have been identified as being applicable to the Company:

- fair value as deemed cost of items of property, plant and equipment;
- application date of IFRS 3 Business Combinations;;
- application date of IFRS 2 Share Based Payment;
- deemed cost of exploration and evaluation assets and assets in the development and production phase;
- measuring of and accounting for decommissioning liabilities; and,
- assessment of arrangements containing a lease;

The Company will need to assess the impact of applying these exemptions to its financial statements. The remaining elective exemptions appear to have limited or no applicability to the Company.

Business Combinations

The CICA issued Handbook Section 1582 *Business Combinations*, which replaces Section 1581. This new standard aligns accounting for business combinations under Canadian GAAP with IFRS and is effective for business combinations entered into on or after January 1, 2011. Early adoption is permitted. The new standard requires assets and liabilities acquired in a business combination, contingent consideration and certain acquired contingencies to be measured at their fair values as of the acquisition date. This standard is not expected to have a material impact on the financial statements.

Handbook Section 1601 *Consolidated Financial Statements* and Handbook Section 1602 *Non-Controlling Interests*. These new sections will replace Handbook Section 1600 *Consolidated Financial Statements* and establish standards for the preparation of consolidated financial statements and accounting for a non-controlling interest in a subsidiary in consolidated financial statements subsequent to a business combination, and is effective for interim and annual financial statements for fiscal years beginning on or after January 1, 2011. Early adoption is permitted. This standard is not expected to have a material impact on the financial statements.

Financial Instruments and Risk Management

The Company’s financial instruments consist of cash, receivables, reclamation deposit and accounts payable and accrued liabilities. The fair values of financial instruments approximate their fair value unless otherwise noted.

The Company’s financial instruments are exposed to a number of financial and market risks, including credit, liquidity, interest rate and price risks. The Company may, or may not, establish from time to time active policies to manage these risks. The Company does not currently have in place any active hedging or derivative trading policies to manage these risks since the Company’s management does not believe that the current size, scale and pattern of its operations would warrant such hedging activities.

Credit Risk

Credit risk arises from non-performance by counterparties of contractual financial obligations. The Company's credit risk is primarily attributable to cash and receivables. The Company's cash was invested in established Canadian banking and federal institutions and the receivable was due from the Canadian federal government, so collection of accounts relatively certain.

Liquidity Risk

Liquidity is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity by maintaining sufficient cash to meet its anticipated operational needs. Liquidity requirements are managed based on expected cash flow to ensure that there is adequate capital to meet short term and long term obligations. The Company is seeking additional financing.

Currency Risk

The Company operates in Canada and presently has exposure to foreign exchange risk with respect to its reclamation deposit. The Company does not consider this exposure to be significant.

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has minimal risk as it does not carry interest bearing debt liabilities.

Commodity Price Risk

The ability of the Company to find and develop mineral properties and the future profitability of the Company are directly related to the market price of base metals. The Company closely monitors commodity prices to determine the appropriate course of action to be taken by the Company.

Outstanding Share Data

The Company's authorized share capital consists of unlimited common shares without par value.

As at January 31, 2011 the Company had 73,514,166 issued and outstanding common shares and 95,609,163 at March 30, 2011.

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The following is a summary of stock options outstanding as at January 31, 2011 and March 30, 2011:

Expiry Date	Exercise Price Per Share	Number of Shares Remaining Subject to Options (January 31, 2011)	Number of Shares Remaining Subject to Options (March 30, 2011)
April 4, 2011	\$0.27	430,000	430,000
January 2, 2012	\$0.30	20,000	20,000
January 2, 2012	\$0.39	150,000	150,000
April 27, 2012	\$0.27	125,000	125,000
August 6, 2012	\$0.31	187,500	187,500
May 29, 2013	\$0.10	175,000	175,000
March 9, 2014	\$0.10	500,000	500,000
July 14, 2014	\$0.22	500,000	500,000
August 28, 2014	\$0.22	850,000	850,000
May 21, 2015	\$0.10	2,500,000	2,500,000
October 8, 2015	\$0.10	300,000	300,000
March 16, 2016	\$0.25	-	2,750,000
		5,737,500	8,487,500

The following is a summary of share purchase warrants outstanding as at January 31, 2011 and March 30, 2011:

Expiry Date	Exercise Price Per Share	Number of Shares Remaining Subject to Warrants (January 31, 2011)	Number of Shares Remaining Subject to Warrants (March 30, 2011)
December 3, 2011	\$0.17	2,546,271	2,546,271
May 3, 2011	\$0.18	641,000	641,000
June 22, 2011	\$0.10	550,000	550,000
Sept. 28, 2012	\$0.15	14,060,000	14,060,000
		17,797,271	17,797,271

Internal Controls over Financial Reporting

The Chief Executive Officer and the Chief Financial Officer of the Company are responsible for designing internal controls over financial reporting, or causing them to be designed under their supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with Canadian GAAP. The Company assessed the design of the internal controls over financial reporting as at January 31, 2011 and concluded that there are material weaknesses in internal controls over financial reporting, which are as follows:

- a) Due to the limited number of staff resources, the Company believes there are instances where a lack of segregation of duties exist to provide effective controls; and
- b) Due to the limited number of staff resources, the Company may not have the necessary in-house knowledge to address complex accounting and tax issues that may arise.

The weaknesses and their related risks are not uncommon in a company the size of the Company because of limitations in size and number of staff. The Company believes it has taken steps to mitigate these risks by hiring additional personnel, consulting outside advisors and involving the Audit Committee and Board of Directors in reviews and consultations where necessary. However, these weaknesses in internal controls over financial reporting could result in a more than remote likelihood that a material misstatement would not be prevented or detected. The Company believes that it must take additional steps to further mitigate these risks by consulting outside advisors on a more regular and timely basis.

There have been no changes in the Company's internal controls over financial reporting that occurred during the quarter ended January 31, 2011 that have materially affected, or are reasonably likely to materially affect, the Company's internal controls over financial reporting.

Additional Information

Additional information relating to the Company is available on SEDAR at www.sedar.com.

Cautionary Statement

This MD&A is based on a review of the Company's operations, financial position and plans for the future based on facts and circumstances as of March 30, 2011. Except for historical information or statements of fact relating to the Company, this document contains "forward-looking statements" within the meaning of applicable Canadian securities regulations. There can be no assurance that such statements will prove to be accurate, and future events and actual results could differ materially from those anticipated in such statements. Important factors that could cause actual results to differ materially from our expectations are disclosed in the Company's documents filed from time to time via SEDAR with the Canadian regulatory agencies to whose policies we are bound. Forward-looking statements are based on the estimates and opinions of management on the date the statements are made, and we do not undertake any obligation to update forward-looking statements should conditions or our estimates or opinions change. These statements involve known and unknown risks, uncertainties, and other factor that may cause the Company's actual results, levels of activity, performance or achievements to be materially different from any future results, levels of activity, performance or achievement expressed or implied by these forward-looking statements.