

DYNAMIC OIL & GAS EXPLORATION INC.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following information, prepared as of November 9, 2015, should be read in conjunction with the unaudited condensed interim financial statements of Dynamic Oil and Gas Exploration Inc. (the Company or Dynamic) for the nine months ended September 30, 2015, together with the audited financial statements of the Company for the year ended December 31, 2014 and the accompanying Management's Discussion and Analysis (the MD&A) for that fiscal year. The referenced financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. All amounts are expressed in Canadian dollars unless otherwise indicated.

Additional information relating to the Company and its operations is available under the Company's profile on SEDAR at www.sedar.com.

FORWARD-LOOKING STATEMENTS

The Company's condensed interim financial statements for the nine months ended September 30, 2015, and this accompanying MD&A contain statements that constitute forward-looking statements within the meaning of National Instrument 51-102, Continuous Disclosure Obligations of the Canadian Securities Administrators.

It is important to note that, unless otherwise indicated, forward-looking statements in this MD&A describe the Company's expectations as of November 9, 2015.

Forward-looking statements often, but not always, are identified by the use of words such as seek, anticipate, believe, plan, estimate, expect, targeting and intend and statements that an event or result may, will, should, could, or might occur or be achieved and other similar expressions.

Forward-looking statements in this MD&A include statements regarding the Company's future plans and expenditures, the satisfaction of rights and performance of obligations under agreements to which the Company is a part, the ability of the Company to hire and retain employees and consultants and estimated administrative assessment and other expenses. The forward-looking statements that are contained in this MD&A involve a number of risks and uncertainties. As a consequence, actual results might differ materially from results forecast or suggested in these forward-looking statements. Some of these risks and uncertainties are identified under the heading RISKS AND UNCERTAINTIES in this MD&A.

Forward-looking statements contained herein are made as of the date of this MD&A and the Company disclaims any obligation to update any forward-looking statements, whether as a result of new information, future events or results or otherwise. 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.

COMPANY DESCRIPTION

Dynamic Oil & Gas Exploration Inc. was incorporated under the Alberta Business Corporations Act on November 23, 2004. The Company's main activities during the nine months ended September 30, 2015 have been maintaining its public listing and pursuing potential business opportunities as they arise. The Company is listed on the TSX Venture Exchange's NEX board under the trading symbol DME.H.

Dynamic Oil & Gas Exploration Inc.

MD&A

September 30, 2015

RESULTS OF OPERATIONS

The Company recorded a loss of \$64,895 (\$0.00 per share) for the nine months ended September 30, 2015 as compared to a loss of \$378,412 (\$0.01 per share) for the nine months ended September 30, 2014. The table below details certain non-cash or unusual transactions that for the purposes of this discussion have been adjusted out of the reported loss for the nine months ended September 30, 2015 and 2014 to produce an adjusted loss that forms a better basis for comparing the period over period operating results of the Company.

	2015 \$	2014 \$
Loss for the period as reported	(64,895)	(378,412)
Add (deduct):		
Amortization	588	359
Foreign exchange loss	370	445
Share-based payments	-	172,182
Adjusted loss for the period ⁽¹⁾	(63,937)	(205,426)

⁽¹⁾ Adjusted loss for the period is not a term recognized under IFRS.

Comments regarding certain of these items are as follows:

- Foreign exchange loss is based on fluctuations in the exchange rate between the Canadian dollar and the US dollar. Certain liabilities are denominated in US dollars.
- Share-based payments reported in 2014 is a result of the Company granting 3,000,000 stock options at a fair value of \$0.069 per option as determined using the Black-Scholes option pricing model. The options vested immediately.

The decrease in adjusted loss recorded in the nine months ended September 30, 2015 as compared to the nine months ended September 30, 2014 is the net result of changes to a number of expenses. Of note are the following items:

- Consulting fees (\$20,000 vs. \$64,290) decreased as the Company reduced activity during the nine months ended September 30, 2015.
- Legal fees (\$nil vs. \$53,249) are comprised of general legal fees and fees relating to potential transactions. During the nine months ended September 30, 2015 the Company incurred no legal expenses due to limited activity.
- Office and miscellaneous expenses (\$32,482 vs. \$67,950) decreased due to reduced travel and filing fees during the nine months ended September 30, 2015.

SELECTED QUARTERLY FINANCIAL INFORMATION

The following table sets out financial information for the past eight quarters:

	Three Months Ended (\$)			
	September 30, 2015	June 30, 2015	March 31, 2015	December 31, 2014
Total Revenues	-	-	-	-
Loss	(11,291)	(23,978)	(29,626)	(68,608)
Loss Per Share (basic and diluted) ⁽¹⁾	(0.00)	(0.00)	(0.00)	(0.00)

Dynamic Oil & Gas Exploration Inc.

MD&A

September 30, 2015

	Three Months Ended (\$)			
	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013
Total Revenues	-	-	-	-
Loss	(59,661)	(63,875)	(254,876)	(86,576)
Loss Per Share (basic and diluted) ⁽¹⁾	(0.00)	(0.00)	(0.00)	(0.00)

⁽¹⁾ The basic and diluted loss per share calculations result in the same amount.

The increase in the loss for the quarter ended March 31, 2014 was due to share-based payments expense of \$172,182 as a result of the Company granting 3,000,000 stock options.

LIQUIDITY AND CAPITAL RESOURCES

The Company's operations consumed approximately \$40,400 of cash (before working capital items) for the nine months ended September 30, 2015. The Company's aggregate operating, investing, and financing activities during the nine months ended September 30, 2015 resulted in a decrease in its cash balance from \$46,585 at December 31, 2014 to \$6,152 at September 30, 2015. The Company's working capital deficiency at September 30, 2015 was \$52,680 compared to working capital of \$11,627 at December 31, 2014.

The Company has no long-term debt.

FINANCING ACTIVITIES AND CAPITAL EXPENDITURES

The Company had no financing activities or capital expenditures during the nine months ended September 30, 2015 and 2014.

RELATED PARTY TRANSACTIONS

The Company incurred the following charges with directors and officers of the Company and/or companies controlled by them during the three and nine months ended September 30, 2015 and 2014:

	Three months ended September 30,		Nine months ended September 30,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Accounting fees ⁽¹⁾	2,920	4,575	10,480	17,687
Consulting fees ⁽²⁾	-	7,500	10,000	41,790
	2,920	12,075	20,480	59,477

⁽¹⁾ Includes fees billed by a company owned by a director, Rob McMorrان.

⁽²⁾ Includes fees billed by the CEO, Gunther Roehlig.

Included in accounts payable and accrued liabilities as at September 30, 2015 is \$13,037 (December 31, 2014 - \$1,905) due to current directors and officers of the Company and/or companies controlled by them. The amounts owing are unsecured, non-interest bearing and due on demand.

Key management includes the directors of the Company. The compensation paid or payable to key management for services during the three and nine months ended September 30, 2015 and 2014 is identical to the table above other than share-based payments of \$nil (2014 - \$96,408).

Dynamic Oil & Gas Exploration Inc.

MD&A

September 30, 2015

FINANCIAL INSTRUMENTS

Classification of Financial Instruments

The Company's financial instruments consist of cash, accounts payable and accrued liabilities and subscriptions payable. The Company designated its cash as loans and receivables, which are measured at amortized cost. The accounts payable and accrued liabilities and subscriptions payable are designated as other financial liabilities, which are measured at amortized cost.

Discussions of risks associated with financial assets and liabilities are detailed below:

Foreign Exchange Risk

The Company has financial instruments denominated in U.S. dollars (US\$). Accounts exposed to foreign exchange risk as of September 30, 2015 are:

	US\$
Cash	-
Accounts payable and accrued liabilities	(4,239)
Net exposure to foreign currencies	(4,239)

Accounts exposed to foreign exchange risk as of December 31, 2014 are:

	US\$
Cash	-
Accounts payable and accrued liabilities	(4,239)
Net exposure to foreign currencies	(4,239)

Credit Risk

Credit risk arises from cash held with banks and financial institutions. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The Company's cash is primarily held with the Bank of Montreal.

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The risk that the Company will realize a loss is limited because at present the Company's liabilities are non-interest bearing or have fixed interest rates.

Liquidity Risk

Liquidity risk is the risk that the Company is not able to meet its financial obligations as they become due. The Company manages its liquidity risk by continuously monitoring forecasted and actual cash flows, as well as anticipated investing and financing activities. At September 30, 2015 the Company had a working capital deficiency of \$52,680.

OUTSTANDING SHARE DATA

Authorized: Unlimited common shares without par value.
Unlimited preferred shares issuable in series.

Dynamic Oil & Gas Exploration Inc.

MD&A

September 30, 2015

All share information is reported as of November 9, 2015 in the following table:

Type of Security	Number	Exercise Price (\$)	Expiry Date
Issued and outstanding common shares	64,558,143	N/A	N/A
Stock options	2,500,000	0.10	February 21, 2019
Total	67,058,143		

RISKS AND UNCERTAINTIES

The Company has incurred significant losses since inception. The continued operations of the Company are dependent on its ability to generate future cash flow and obtain additional financing. The Company has traditionally financed its cash requirements through the issuance of common shares. If the Company is unable to generate cash from operations or obtain additional financing its ability to continue as a going concern could be impaired.

DISCLOSURE CONTROLS AND PROCEDURES

In connection with National Instrument 52-109 (Certification of Disclosure in Issuers' Annual and Interim Filings) (NI 52-109), the Chief Executive Officer and Chief Financial Officer of the Company have filed a Venture Issuer Basic Certificate with respect to the financial information contained in the condensed interim financial statements for the nine months ended September 30, 2015 and this accompanying MD&A (together the Interim Filings).

In contrast to the full certificate under NI 52-109, the Venture Issuer Basic Certificate does not include representations relating to the establishment and maintenance of disclosure controls and procedures and internal control over financial reporting, as defined in NI 52-109. For further information the reader should refer to the Venture Issuer Basic Certificates filed by the Company with the Interim Filings on SEDAR at www.sedar.com.

OUTLOOK

The Company is focusing on pursuing potential opportunities as they arise.