Finore Mining Inc.

Form 51-102F1
Management's Discussion and Analysis
For the Three and Nine Months Ended September 30, 2016

This Management Discussion and Analysis ("MD&A") has been prepared by management as of November 28, 2016, and should be read in conjunction with the unaudited condensed consolidated interim financial statements for three and nine months ended September 30, 2016 and the audited financial statements and accompanying notes of Finore Mining Inc. (the "Company" or "Finore") for the year ended December 31, 2015. The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") and are in accordance with International Accounting Standards ("IAS") 34 Interim Financial Reporting, as issued by the International Accounting Standards board ("IASB").

All dollar figures are expressed in Canadian dollars unless otherwise indicated. Further information on the Company can be found on SEDAR at www.sedar.com and the Company's website www.finoremining.com.

CAUTIONARY STATEMENT ON FORWARD-LOOKING INFORMATION

Certain statements contained in the MD&A constitute forward-looking statements. Such forward-looking statements involve a number of 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 such forward-looking statements.

Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date the statements were made, and readers are advised to consider such forward-looking statements in light of the risks set forth below.

CORPORATE SUMMARY

Finore Mining Inc.'s historical principal business activity has been the exploration of mineral properties. The Company was primarily engaged in the exploration for, and the development of, mineral properties with gold, copper, nickel and other minerals. Subsequent to the nine months ended September 30, 2016, the Company entered into an agreement (the "Assignment Agreement") with an arm's length private British Columbia company (the "Assignor"), pursuant to which the Assignor assigned to the Company the rights and obligations of a letter agreement dated October 25, 2016 (the "Letter Agreement") between the Assignor and Kushtown USA, LLC ("Kushtown"), a private California limited liability company. Kushtown is engaged in the business of producing cannabis infused edible products. Pursuant to the terms of the Letter Agreement, the Company will acquire all of the issued and outstanding securities of Kushtown.

The Company was listed for trading on the Canadian National Stock Exchange (the "CNSX") since February 4, 2008 under the trading symbol "OTB". On September 26, 2011, the Company changed its name to Finore Mining Inc. and the Company's common shares began trading under the new symbol of "FIN". On April 9, 2012, the Company's shares commenced trading in the United States on the OTC market's tier, OTCQX International under the symbol of "FNREF". Effective January 1, 2014, the Company's shares ceased trading on the OTC market.

HIGHLIGHTS

Properties

i. On October 6, 2016, the Company announced the signing of a Definitive Agreement with Utah Mineral Resources LLC to acquire 100% interest on the Panther Creek Cobalt property, East-Central Idaho. On October 20, 2016, the Company terminated the Panther Creek cobalt property option agreement.
ii. On October 17, 2016, the Company signed a letter agreement with Nickel One Resources Inc. ("Nickel One") in connection with the acquisition by Nickel One of all the issued and outstanding shares of Nortec Minerals Oy, the wholly-owned subsidiary of Finore, which holds a 100% interest in the Läntinen Koillismaa Project located in north-central Finland.

Financing

i. Non-brokered private placement announced in June 2016, closing of private placement for gross proceeds of $200,000.
ii. Non-brokered private placement announced in October 2016; closing of private placement, oversubscribed, for gross proceeds of $2,200,000.
iii. Non--brokered private placement announced in November 2016 of gross proceeds up to $2,500,000.

Corporate

i. Appointment of Rav Mlait as President, Chief Executive Officer and Director, and resignation of Peter Tegart, effective October 13, 2016.
ii. Appointment of Michael Sadhra as Chief Financial Officer, and resignation of Simon Ma, effective October 13, 2016.
iii. Resignation of Brett Kagetsu, Director, effective July 15, 2016.

Other

i. On October 4, 2016, 2,000,000 incentive share purchase stock options to directors, consultants and advisors were issued at an exercise price of $0.15 per share and are exercisable at any time prior to October 4, 2018.
ii. On October 27, 2016, the Company entered into the Assignment Agreement with an arm's length private British Columbia company, pursuant to which the Assignor assigned to the Company the rights and obligations of a letter agreement dated October 25, 2016 between the Assignor and Kushtown USA, LLC. Pursuant to the terms of the letter agreement, the Company will acquire all of the issued and outstanding securities of Kushtown (the "Transaction"). The Transaction remains subject to certain closing conditions, including, completion of due diligence, the negotiation and signing of a definitive agreement and obtaining all necessary approvals, including, approval of the respective boards, the approval of the CSE, and if applicable, shareholders of the Company.
iii. On October 31 2016, $156,346 in accounts payable as at September 30, 2016 were settled for $52,500.
iv. In October and November 2016, 1,055,000 common shares were issued for proceeds of $102,500.

OVERVIEW AND OVERALL PERFORMANCE

The following discussion of the Company's financial performance is based on the unaudited condensed consolidated interim financial statements for the three and nine months ended September 30, 2016 and the audited financial statements for the year ended December 31, 2015.

During the nine months ended September 30, 2016, Finore recorded a net loss of $655,510 compared to a net loss of $80,088 during the nine months ended September 30, 2015. During the three months ended September 30, 2016, Finore recorded a net loss of $534,279 compared to a net loss of $21,175. The increase in loss for both periods being compared is mainly due to the write-down of exploration and evaluations assets during fiscal 2016.

As at September 30, 2016, the Company had a bank indebtness of $2,312 (December 31, 2015 - $32,050 cash). As at September 30, 2016, the Company had a deficit of $18,980,918 (December 31, 2015 - $18,325,408) and a working capital deficiency of $361,371 (December 31, 2015 - $380,861). Subsequent to September 30, 2016, the

Company closed a non-brokered private placement and received gross proceeds of $2,200,000, stock options were exercised for proceeds of $102,500, and warrants were exercised for proceeds of $213,875

PROPERTY SUMMARIES AND EXPLORATION UPDATES

Läntinen Koillismaa Mineral Claims, North-eastern Finland

On July 21, 2011, the Company entered into a binding letter of intent with Nortec Minerals Corp. ("Nortec"), whereby Nortec will grant the Company the right to acquire up to an undivided 80% interest in the Läntinen Koillismaa Project (the "LK Project"). The binding letter of intent was replaced and superseded by the option agreement with Nortec (the "Nortec Option Agreement") dated August 24, 2011. The effective date of the Nortec Option Agreement is September 6, 2011 (the "Effective Date"), which is the date the CSE accepted the filing of the option agreement. On September 7, 2011, the Company issued 185,000 common shares at $4.50 per share for a total of $832,500 as finders' fees in connection with the option.

On September 10, 2012, the Company entered into an amendment to the Nortec Option Agreement (the "Nortec Option Amendment"), whereby Nortec has granted the Company the right to acquire 70% interest in the LK Project by: a) issuing an additional 2,700,000 shares of the Company (issued at a value of $3,240,000); b) paying in full amount owed by the Company on account of the conduct of exploration work within 60 days from the date of the Nortec Option Amendment (full amount not paid on time); and c) granting Nortec the right to nominate two persons for appointment or election to the Company's board of directors. As the result, the remaining outstanding option obligations under the Nortec Option Agreement were not fulfilled.

On February 19, 2013, the Company entered into a second amendment agreement (the "Second Amendment Agreement") with Nortec, whereby Nortec and the Company agreed to such amendments that the Company has the sole and exclusive right and option to earn 100% interest in and to the LK Project for, among other things, 4,100,000 shares of the Company. On February 19, 2013, the Company issued 4,100,000 shares valued at $1,025,000 to Nortec. As at December 31, 2013, Nortec holds a total of 8,322,721 shares of the Company which equates to a 54% interest.

Effective May 6, 2014, the Company acquired a 100% interest in the Läntinen Koillismaa Project from Nortec through the acquisition of Nortec Minerals OY ("NMO"), the subsidiary that holds title to the LK property. Finore has made the final payment to Nortec, comprising 91,771 shares in Finore, pursuant to Second Amendment Agreement. As at September 30, 2016, Nortec holds a total of 8,614,492 shares of the Company which equates to a 34% interest (December 31, 2015: 34%)

The property is located in north central Finland, 660km north of the capital Helsinki, 65km south of the Arctic Circle, and covers approximately 3750 hectares. The LK Project is well serviced by power, water and roads affording all season access and development. The LK Project consists of the Kaukua, Lipeävaara, Murtolampi, Haukiaho and Haukiaho East Zones. Nortec carried out over 10,000 metres of diamond core drilling on the Kaukua Zone since 2007 and over 7,000 metres of historical diamond drilling was performed on the Haukiaho Zone since the 1960's. The Company has completed 10,775 metres of diamond core drilling. A total of 20,775 metres of drilling was completed on the property to-date.

Information to date shows that that the Properties have the potential to host several large - tonnage PGE+Au-Cu-Ni deposits amenable to low cost open pit mining methods.

Preliminary metallurgical test work on a blended representative composite of ore types concludes that conventional rougher flotation yielded substantial recoveries of over 80% PGE + Au, associated with recoveries of over 93% for Cu and 51% for Ni. The recoveries appear to be somewhat dependent on the host rock composition. Cleaning this concentrate, again using conventional flotation means, produced a product assaying 16% Cu + Ni and 60 grams/tonne PGE + Au. Although this is not yet confirmed, a concentrate of this grade should be attractive to nickel and PGM smelters, especially given the low value of 4% Magnesium Oxide (MgO). This also means that the initially planned PLATSOL™ process for higher recoveries of PGE metals may now not be required. This will help lower the processing costs, simplify the project and reduce the technical risk of the project as a whole.

Further metallurgical work being planned:

1. Optimization work for cleaner concentrate, with the addition of various amounts of the relevant reagents.
2. Tests and analysis to identify any other PGE associated metals like Rhodium and Iridium.
3. Marketing studies for the sale ability of concentrate.

In comparison to other PGE + Au and Ni-Cu deposits, the concentrate from the LK Project has a much higher ratio of precious and base metals, producing a very high unit value per tonne of concentrate. This also favourably impacts infrastructure and transportation costs.

In September 2013, the Company completed the updated NI 43-101-compliant technical report containing the mineral resource estimate for the LK Project. The NI 43-101 report is available on SEDAR under the Company's profile. The Technical Report, entitled “A Technical Report on the Läntinen Koillismaa Project, Finland For Finore Mining Inc.”, was prepared by Mining Plus Canada Consulting Ltd. (“MP Consulting”), an accredited international mining consulting corporation. The report complies with the NI 43-101 guidelines.

Claim fees for the Läntinen Koillismaa Project have been paid in full for the year 2015 and the property is in good standing.

Summary of Mineral Resource Estimates for LK Project at a cut-off grade of O.1 g/t Palladium

Kaukua Deposit (Main Zone)

Category	Tonnage Mt	Pd g/t	Pt g/t	Au g/t	Cu %	Ni** %
Indicated	10.4	0.73	0.26	0.08	0.15	0.1
Inferred	13.2	0.63	0.22	0.06	0.13	0.1

Haukiaho Deposit (Melarame, Torkoaho and West Torkoaho zones)

Category	Tonnage Mt	Pd g/t	Pt g/t	Au g/t	Cu %	Ni **%
Inferred	23.2	0.31	0.12	0.10	0.21	0.14

***Ni is the total Nickel content*

A sharp boundary at a cut-off of 0.1 g/t Palladium was interpreted as the waste contact. The high correlation for Platinum and Palladium means that both metals can be used for defining the geometry of mineralization for the Kaukua and Haukiaho deposits.

It is interesting to note that the grade is continuous along the strike of both deposits. At higher cut-off grades of 0.2 g/t Palladium for Haukiaho and 0.3 g/t Palladium for Kaukua the total resource estimates do not change significantly.

The intended use of the technical report for Finore, includes filing with securities regulators to support public disclosure, pursuant to Canadian provincial securities legislation, and, where required to comply with Finore`s Finnish reporting obligations as an SEC filer including disclosure on SEDAR and, if Finore chooses to do so, to support the requirements of the multiple listing applications of Finore to other stock exchanges, in addition to its current listing on Canadian Securities Exchange ("CSE").

Both ALS Chemex, based in Outokumpu, Finland and Labtium Oy, based in Rovaniemi, Finland conducted the preparation and analytical work, as well as check sampling of drill core samples from the Phase V drill program. The samples are analysed for Pt, Pd and Au by lead fire assay (30g nominal charge) with an Inductively Coupled Plasma Atomic Emission Spectroscopy (“ICP- AES”) finish. A multi-element suite of 35 elements including Cu and Ni are analysed by aqua regia digestion with also an ICP-AES finish. Ore Grade analyses are carried out on any results for Cu and Ni that are over the upper detection limit. The Company used alternately Labtium and ALS

Chemex for check sampling and QAQC purposes along with select analyses of Nickel rich zones to determine the sulphide nickel values with respect to the total Nickel values.

The Company's QAQC program includes the regular insertion of blanks, multiple certified assay standards and duplicate samples into the sample shipments. These QC samples are inserted every 10 samples within every assay batch. Regular monitoring of these QC samples is a critical part of the Finore's QAQC protocols.

On October 17, 2016, the Company signed a letter agreement with Nickel One, a public company listed on the TSX Venture Exchange (the "TSXV"), in connection with the acquisition by Nickel One of all the issued and outstanding shares of NMO. Pursuant to the terms of the letter agreement, upon closing of the transaction, Nickel One will issue to Finore 5,000,000 common shares in the Capital of Nickel One and will issue 2,500,000 common share purchase warrants exercisable to acquire additional common shares of Nickel One at a price of $0.12 per share for a period of 24 months from the closing of the transaction. In addition, Nickel One paid the Company $50,000 upon signing the letter agreement, which funds are expected to be applied to a subscription by Nickel One in a future private placement by the Company. The transaction remains subject to certain closing conditions, including completion of due diligence, the negotiation and signing of a definitive agreement, and obtaining all necessary approvals, including the approval of the respective boards, the approval of the TSXV and Canadian Securities Exchange, and if applicable, shareholders of Nickel One and/or the Company. There can be no guarantees that the transaction will be completed as proposed or at all.

RESULTS OF OPERATIONS

Nine months ended September 30, 2016

During the nine months ended September 30, 2016 ("Q3-2016"), the Company had a net loss of $655,510 compared to $80,088 for the nine months ended September 30, 2015 ("Q3-2015"). The Company's net loss increased by $575,422 from Q3-2015 to Q3-2016 due to the following significant increases in expenses:

- An increase in the write-off of exploration and evaluation assets by $581,974 due to the impairment of the LK Property in fiscal 2016; and
- An increase in consulting fees by $9,458 due to an increase in audit fees in Q3-2016 compared to Q3-2015. This increase was partly offset due to less corporate secretary and accounting fees being charged in Q3-2016 compared to Q3-2015.

The above increases in expenses were partly offset by an increase in foreign exchange gain by $13,023 due to fluctuations in exchange rates.

Three months ended September 30, 2016

During the three months ended September 30, 2016, the Company had a net loss of $534,279 compared to $21,175 for the three months ended September 30, 2015. The Company's net loss increased by $513,104 due to the following significant increases in expenses:

- An increase in the write-off of exploration and evaluation assets by $497,203; and
- An increase in consulting fees by $16,807.

The above increases in expenses were partly offset by an increase in foreign exchange gain by $6,880.

The differences for the three months ended September 30, 2016 compared to the three months ended September 30, 2015 were due to similar reasons noted above in the Q3-2016 comparison to Q3-2015.

SUMMARY OF QUARTERLY RESULTS

The following table presents unaudited selected financial information for each of the last eight quarters:

Summary of Quarterly Results								
	2016			2015				2014
	Qtr 3	Qtr 2	Qtr 1	Qtr 4	Qtr 3	Qtr 2	Qtr 1	Qtr 4
Revenue	-	-	-	-	-	-	-	-
Net Loss	($534,279)	($56,716)	($64,515)	($10,409,751)	($21,175)	($27,013)	($31,900)	($110,860)
Basic and diluted (loss) per share	0.02	0.00	0.00	(0.49)	0.00	0.00	0.00	0.01

SELECTED ANNUAL INFORMATION

The following table sets out selected financial information derived from the Company's audited financial statements for the most recently completed financial years:

	Year Ended December 31, 2015	Year Ended December 31, 2014	Period Ended December 31, 2013
OPERATIONS			
Revenue	$ Nil	$ Nil	$ Nil
Operating loss	(122,622)	(160,688)	(154,784)
Loss and comprehensive loss	(10,489,839)	(123,872)	(194,514)
Basic and diluted loss per share	(0.49)	(0.01)	(0.01)
BALANCE SHEET			
Working capital deficiency	(380,861)	(335,805)	(24,302)
Total assets	921,033	11,061,082	10,990,140

LIQUIDITY, GOING CONCERN AND CAPITAL RESOURCES

Liquidity and going concern

The Company requires funds for future property acquisitions and exploration work as well as to meet its ongoing day-to-day operating requirements and will have to continue to rely on equity and debt financing. The Company's capital resources are largely determined by the strength of the junior resource markets and by the status of the Company's projects in relation to these markets, and its ability to compete for investor support of its projects. There can be no assurance that financing, whether debt or equity, will be available to the Company in the amount required at any particular period or if available, that it can be obtained on terms satisfactory to the Company.

The Company has financed its operations to date through the issuance of common shares. The Company will continue to seek capital through the issuance of common shares and/or debt.

The Company closed the following non-brokered private placements during the year ended December 31, 2015 and fiscal 2016:

- On June 5, 2015, issued 9,270,000 units of the Company at a price of $0.03 per unit for gross proceeds of $278,100.
- On June 22, 2016, issued 10,000,000 units at $0.02 per unit for gross proceeds of $200,000.
- On November 8, 2016, issued 14,666,664 units at $0.15 per unit for gross proceeds of $2,200,000.

As at September 30, 2016, the Company did not have sufficient working capital to meet its obligations. The Company had a bank indebtness of $2,312 (December 31, 2015 - $32,050 cash), a deficit of $18,980,918 (December 31, 2015 - $18,325,408), and a working capital deficiency of $361,371 (December 31, 2015 - $380,861). However, subsequent to September 30, 2016, the Company raised additional financing and accordingly estimates it will have sufficient capital to continue operations for the upcoming year.

Management believes the use of the going concern assumption is appropriate based upon the assumption that the Company will have sufficient cash resources to meet its ongoing obligations as they become due in the normal course of operations. The Company has successfully raised financing in the past and believes that it may be able to raise the necessary financing in the future.

The Company's unaudited condensed consolidated interim financial statements for the three and nine months ended September 30, 2016 and 2015 do not include any adjustments to the amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue as a going concern. Therefore the Company may be required to realize its assets and discharge its liabilities in other than the normal course of business at amounts different from those reflected in the financial statements.

Outstanding Share Data as of the Report Date

The Company has 55,295,317 common shares issued and outstanding as at November 28, 2016 (September 30, 2016 - 35,511,153 and December 31, 2015 – 25,493,653).

The Company has 30,530,494 warrants outstanding and exercisable as at November 28, 2016 (September 30, 2016 – 19,555,250 and December 31, 2015 – 9,537,750) as follows:

Number	Exercise Price	Period	Average Contractual Life	Expiry Date
9,187,750	*$0.08	Years 1 & 2	1.68 Years	June 4, 2018
	$0.10	Year 3		
6,300,000	**$0.05	Years 1 & 2	2.73 Years	June 22, 2019
	$0.10	Year 3		
***15,042,744	$0.25	Years 1 & 2		November 8, 2018

**Subsequent to September 30, 2016, 350,000 warrants were exercised at $0.08 per share.*
***Subsequent to September 30, 2016, 3,717,500 warrants were exercised at $0.05 per share.*
****Subsequent to September 30, 2016, the Company issued 14,666,664 warrants and 376,080 broker's warrants.*

The Company has 2,450,000 stock options outstanding and exercisable as at November 28, 2016 (September 30, 2016 and September 30, 2015 – 1,500,000 at $0.05 per share) as follows:

	Number	Weighted Average Exercise Price
Options outstanding and exercisable, September 30, 2016*	1,500,000	$0.050
Granted**	2,000,000	0.150
Exercised**	(1,050,000)	0.100
Options outstanding and exercisable, November 28, 2016	2,450,000	$0.117

**These options expire on February 17, 2017.*
***On October 4, 2016, 2,000,000 stock options were issued to directors, consultants and advisors and expire on October 4, 2018.*
****Subsequent to September 30, 2016, 550,000 stock options that were issued at $0.05 per share were exercised and 500,000 stock options issued at $0.15 per share were exercised.*

OFF BALANCE SHEET ARRANGEMENTS

To the best of management's knowledge, there are no off-balance sheet arrangements that have, or are reasonably likely to have, a current or future effect on the results of operations or financial condition of the Company.

TRANSACTIONS BETWEEN RELATED PARTIES

Key management personnel include senior officers and directors of the Company.

Compensation to key management personnel is as follows:

	Nine Months Ended September 30, 2016	Nine Months Ended September 30, 2015
Consulting fees – key management personnel	**$ 24,000**	$ 22,750

Other related party compensation is as follows:

	Nine Months Ended September 30, 2016	Nine Months Ended September 30, 2015
Consulting fees – other	**$ 12,750**	$ 17,370

Accounts payables and accrued liabilities of the Company include the following amounts due to related parties:

	September 30, 2016	December 31, 2015
Key management personnel	**$ 100,280**	$ 83,293
Other related parties	**$ 65,506**	$ 65,878
	$ 165,786	$ 149,171

PROPOSED TRANSACTIONS

On October 17, 2016, the Company signed a letter agreement with Nickel One in connection with the acquisition by Nickel One of all the issued and outstanding shares of NMO, which holds a 100% interest in the LK Project located in north-central Finland.

On October 27, 2016, the Company signed a letter agreement with an arm's length private British Columbia company, pursuant to which the British Columbia company has assigned to the Company the rights and obligations of a letter agreement dated October 25, 2016 between the Assignor and Kushtown USA, LLC, whereby the Company will be acquiring all of the issued and outstanding securities of Kushtown.

The above proposed transactions are discussed in further detail throughout this MD&A and in the subsequent events section.

CRITICAL ACCOUNTING ESTIMATES

The preparation of financial statements in accordance with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates. Financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and the revision affects both the current and future periods.

Critical accounting estimates

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the financial position reporting date, that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to, the following:

- the carrying value and the recoverability of exploration and evaluation assets;
- the inputs used in the accounting for share-based compensation; and
- income taxes

Critical accounting judgments

Examples of significant judgments, apart from those involving estimation, include:

- the accounting policies for exploration and evaluation assets;
- classification of financial instruments; and
- determination of functional currency.

ADOPOTION OF ACCOUNTING STANDARDS AND PRONOUNCEMENTS UNDER IFRS

Certain pronouncements were issued by the IASB or the IFRS Interpretations Committee that were mandatory for accounting periods beginning on or after January 1, 2016. There were no new standards or interpretations effective on or after January 1, 2016 that had a significant effect on these financial statements. All accounting policies and new standards that have been adopted and that have not yet been adopted are disclosed in the three and nine months ended September 30, 2016 unaudited condensed consolidated interim financial statements.

FINANCIAL INSTRUMENTS

The Company's financial instruments are exposed to certain financial risks, including credit risk, interest risk, liquidity risk, and foreign exchange rate risk.

(a) Credit Risk

Credit risk is the risk of loss associated with a counter party's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to its cash balances. The Company manages its credit risk on bank deposits by holding demand deposits in high credit quality banking institutions in Canada. The Company does not have any asset-backed commercial paper included in cash. Management believes that the credit risk with respect to receivables is remote.

(b) Interest Rate Risk

Interest rate risk is the risk that the fair value or 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 as a result of a decline in the fair value of the cash is limited because of its short-term investment nature.

(c) Foreign Exchange Rate Risk

The Company has certain consulting fees and exploration and evaluation assets that are denominated in US dollars, European Euros and other operating expenses that are mainly in Canadian dollars. The Company's exposure to foreign currency risk arises primarily on fluctuations between the Canadian dollar, the US dollar and the European Euro. The exposure to foreign exchange rate risk is considered low. The Company has not entered into any derivative instruments to manage foreign exchange fluctuations.

As at September 30, 2016 and December 31, 2015, the Company's US dollars and European Euros denominated monetary assets and liabilities are as follows:

	September 30, 2016		**December 31, 2015**	
Monetary Assets				
Cash	EURO €	91	EURO €	626
Receivables	EURO €	775	EURO €	904
Monetary Liabilities				
Account payables and accrued liabilities	USD $	4,116	USD $	4,116
	EURO €	33,180	EURO €	64,052

(d) Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company's approach to managing liquidity risk is to ensure that it will have sufficient capital to meet liabilities when due after taking into account the Company's holdings of cash that might be raised from equity financings. The Company is exposed to liquidity risk.

RISKS AND UNCERTAINTIES

The Company is engaged in the exploration and development of mineral properties. These activities involve a high degree of risk which, even with a combination of experience, knowledge and careful evaluation, may not be overcome. Consequently, no assurance can be given that commercial quantities of minerals will be successfully found or produced.

The Company has no history of profitable operations and its present business is at an early stage. As such, the Company is subject to many common risks to new and developing enterprises, including under-capitalization, cash shortages and limitations with respect to personnel, financial and other resources and the lack of revenues. There is no assurance that the Company will be successful in achieving a positive return on shareholders' investment.

The Company has no source of operating cash flow and no assurance that additional funding will be available to it for further exploration and development of its projects when required. Although the Company has been successful in the past in obtaining financing through the sale of equity securities, there can be no assurance that the Company will be able to obtain adequate financing in the future or that the terms of such financing will be favourable. Failure to obtain such additional financing could result in the delay or indefinite postponement of further exploration and development of its properties.

The Company's property interests are located in remote, undeveloped areas and the availability of infrastructure such as surface access, skilled labour, fuel and power at an economic cost, cannot be assured. These are integral requirements for exploration, development and production facilities on mineral properties. Power may need to be generated on site.

The mineral industry is intensely competitive in all its phases. The Company competes with many other mineral exploration companies who have greater financial resources and technical capacity.

The Company is very dependent upon the personal efforts and commitment of its existing management. To the extent that management's services would be unavailable for any reason, a disruption to the operations of the Company could result, and other persons would be required to manage and operate the Company.

SUBSEQUENT EVENTS

Subsequent to September 30, 2016 the Company:

a) issued 2,000,000 incentive share purchase stock options to directors, consultants and advisors. Each stock option has an exercise price of $0.15 per share and is exercisable at any time prior to October 4, 2018;

b) signed an option agreement with Utah Mineral Resources LLC ("UMR") to acquire 100% interest on the Panther Creek Cobalt ("Co") property, East-Central Idaho. On October 20, 2016, the Company terminated the Panther Creek cobalt property option agreement;

c) signed a letter agreement with Nickel One Resources Inc. ("Nickel One") in connection with the acquisition by Nickel One of all the issued and outstanding shares of NMO, the wholly-owned subsidiary of Finore, which holds a 100% interest in the LK Project located in north-central Finland. Pursuant to the terms of the letter agreement, upon closing of the transaction, Nickel One will issue to Finore 5,000,000 common shares in the Capital of Nickel One and will issue 2,500,000 common share purchase warrants exercisable to acquire additional common shares of Nickel One at a price of $0.12 per share for a period of 24 months from the closing of the transaction. In addition, Nickel One has paid the Company $50,000 upon signing the letter agreement, which funds are expected to be applied to a subscription by Nickel One in a future private placement by the Company;

d) signed a letter agreement (the “Assignment Agreement”) with an arm’s length private British Columbia company (the “Assignor”), pursuant to which the Assignor has assigned to the Company the rights and obligations of a letter agreement dated October 25, 2016 (the “Letter Agreement”) between the Assignor and Kushtown USA, LLC (“Kushtown”), a private California limited liability company, a California based leading liquid edibles company. Pursuant to the terms of the Letter Agreement, the Company will acquire all of the issued and outstanding securities of Kushtown (the “Transaction”). The Company will make certain cash payments and advances and issue to Kushtown shareholders an aggregate of 8,440,845 common shares in the capital of the Company (the “Payment Shares”). Upon closing of the Transaction, the Company will issue 2,500,000 common shares to the Assignor at a deemed price of CDN$0.15 per share and shall grant the Assignor a 2% net profits interest royalty on all Kushtown branded products sold by the Company. The Transaction remains subject to certain closing conditions, including, completion of due diligence, the negotiation and signing of a definitive agreement and obtaining all necessary approvals, including, approval of the respective boards, the approval of the CSE, and if applicable, shareholders of the Company. The Company made a first cash payment to the shareholders of Kushtown for US$50,000 on November 3, 2016;

   Concurrent with the closing of the Transaction, the Company will apply to have its name changed to Kushtown USA LLC and its trading symbol in Canada changed to KSH to better reflect the change of the Company’s business.

e) completed a private placement for gross proceeds of $2,200,000 through the issuance of 14,666,664 Units. Each Unit consisted of one common share at $0.15 per share and one share purchase warrant exercisable at $0.25 per share for a period of 24 months from the date of closing. All warrants are subject to an early acceleration provision. The Company paid a cash finders’ fee of $56,412 and issued 376,080 broker warrants which are exercisable at $0.25 cents per common share for a period of 24 months from the date of closing;

f) issued 1,055,000 common shares on the exercise of stock options for proceeds of $102,500;

g) issued 4,067,500 common shares on the exercise of warrants for proceeds of $213,875; and

h) settled $156,346 in accounts payable as at September 30, 2016 for $52,500, resulting in a gain on debt of $103,846.

APPROVAL

The Board of Directors of Finore have approved the contents of this Management Discussion and Analysis on November 28, 2016.