CANADIAN METALS INC.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Year ended

July 31, 2021

(Fourth Quarter)

This management discussion and analysis ("MD&A") of Canadian Metals Inc., ("Canadian Metals" or "CME" or the "Company") follows rule 51-102 of the Canadian Securities Administrators regarding continuous disclosure.

The following MD&A is a narrative explanation, through the eyes of the management of Canadian Metals, on how the Company performed during the three-month period and year ended July 31, 2021. It includes a review of the Company's financial condition and a review of operations for the three-month period and year ended July 31, 2021 as compared to the three-month period and year ended July 31, 2020.

This MD&A complements the audited consolidated financial statements for the year ended July 31, 2021 but does not form part of them. It is intended to help the reader understand and assess the significant trends, risks and uncertainties related to the results of operations and it should be read in conjunction with the audited consolidated financial statements as at July 31, 2021 and related notes thereto.

The audited consolidated financial statements for the years ended July 31, 2021 and 2020 have been prepared in accordance with the International Financial Reporting Standards ("IFRS") applicable to the preparation of annual consolidated financial statements. The accounting policies applied in the consolidated financial statements are based on IFRS issued and effective as at July 31, 2021. On November 26, 2021, the Board of Directors approved, for issuance, the annual consolidated financial statements.

All figures are in Canadian dollars unless otherwise stated. Additional information relating to the Company can be found on SEDAR at www.sedar.com. The shares of Canadian Metals are listed on the Canadian Securities Exchange ("CSE") under the symbol "CME".

FUNCTIONAL AND PRESENTATION CURRENCY

The selected annual consolidated financial information, selected quarterly financial information and other financial information are presented in Canadian dollars, the Company's functional currency.

REPORT'S DATE

The MD&A was prepared with the information available as at November 26, 2021.

CAUTION REGARDING FORWARD-LOOKING INFORMATION

This MD&A contains forward-looking statements that are based on the Company's expectations, estimates and projections regarding its business, the mining industry in general and the economic environment in which it operates as of the date of the MD&A. To the extent that any statements in this document contain information that is not historical, the statements are essentially forward-looking and are often identified by words such as "anticipate", "expect", "estimate", "intend", "project", "plan" and "believe". In the interest of providing shareholders and potential investors with information regarding Canadian Metals, including management's assessment of future plans and operations, certain statements in this MD&A are forward-looking and are subject to the risks, uncertainties and other important factors that could cause the Company's actual performance to differ materially from that expressed in or implied by such statements. Such factors include, but are not limited to: volatility and sensitivity to market metal prices, impact of change in foreign currency exchange rates and interest rates, imprecision in reserve estimates, environmental risks including increased regulatory burdens, unexpected geological conditions, adverse mining conditions, changes in government regulations and policies, including laws and policies; and failure to obtain necessary permits and approvals from government authorities, and other development and operating risks. The preliminary assessments contained in the Technical Report referred to in this MD&A, and the estimates contained therein to date are preliminary in nature and are based on a number of assumptions, any one of which, if incorrect, could materially change the projected outcome.

CAUTION REGARDING FORWARD-LOOKING INFORMATION (CONTINUED)

Although the Company believes that the expectations conveyed by the forward-looking statements are based upon information available on the date that such statements were made, there can be no assurance that such expectations will prove to be correct. The reader is cautioned not to rely on these forward-looking statements. The Company disclaims any obligation to update these forward-looking statements unless required to do so by applicable Securities laws. All subsequent forward-looking statements, whether written or orally attributable to the Company or persons acting on its behalf, are expressly qualified in their entirety by these cautionary statements.

NATURE OF ACTIVITIES:

Canadian Metals, incorporated on August 17, 2012 under the *Québec Business Corporations Act,* specializes in the acquisition, exploration, evaluation and development of mineral properties in New Brunswick.

BUSINESS DEVELOPMENT HIGHLIGHTS:

- **Board of Directors - Management:**

  On September 25, 2020, the Company announced that Patrick Moryoussef, who's been actively advising the Company over the years, and Yves Rougerie have accepted to be appointed to the board of directors. Mr. Rougerie and Mr. Moryoussef fill the vacancy created by Paul Dumas and Roger Urquhart, who have resigned from the board of directors to pursue other ventures.

  Mr. Yves Rougerie, P.Geo. is a graduate of Montreal's UQAM in Earth Sciences and brings 40 years of experience in the mining exploration and development business. He has been the President and CEO of Vision Lithium and its predecessors since 2007. Throughout his career, Mr. Rougerie has worked for several companies, including AREVA and AUR Resources. He played a significant role in the exploration, discovery and development phases of Aur Resources' Louvicourt Cu-Zn-Ag-Au Mine near Val-d'Or, participated in the discovery and definition of Areva's "L" uranium-gold deposit and Vision's nearby Epsilon high grade discoveries in the Otish Mountains and was responsible for the initial discovery of the Gladiator gold deposit of Bonterra Resources, all in Quebec. Mr. Rougerie has a wide range of experience in exploration techniques and project management pertaining to narrow-vein Gold, VMS Cu-Zn, uranium-gold and lithium deposits. Mr. Rougerie was also a founding Director of Scorpio Mining Corporation, now Americas Gold and Silver Corp.

  Mr. Patrick Moryoussef is Senior Vice President – Technical Services and Operational Performance at Endeavour Mining. He previously served 16 years as Vice-President, Mining Operations with SEMAFO inc. prior to the merger in July 2020 with Endeavour. In his past career Mr. Moryoussef occupied various positions as General Manager, Senior Project Engineer, Chief Engineer and Captain at various mining operations within the Noranda, Placer Dome and Falconbridge group. He has also acted as Administrator of various junior mining companies. Expertise includes, mining, strategic development, financials, feasibility studies, 43-101, construction, acquisitions, and support to operations. Mr. Moryoussef is a professional mining engineer graduate from McGill University and a member of Ordre des Ingénieurs du Québec.

  On July 27, 2021, the Company announced that Maxime Lemieux, who's been actively advising the Company over the years, has accepted to be appointed to the board of directors. Mr. Lemieux fills the vacancy created by Pierre Renaud who has resigned from the board of directors to pursue other ventures.

BUSINESS DEVELOPMENT HIGHLIGHTS (CONTINUED)

- **Board of Directors – Management (Continued)**

  On August 4, 2021, the Company announced the appointment of Mr. Arnab Kumar De as the Chief Financial Officer replacing Patsie Ducharme who has stepped down as the CFO but remains as consultant. Mr. De, CPA, CGMA, CMA, MBA, is a seasoned mining executive with nearly 20 years' experience in financial management, mine financial planning, business optimization and strategy development. He is the principal of Resurgent Montreal Inc., a financial management consulting firm. Prior to that he served Tata Steel for 19 years, last occupying the position of CFO at JCAPCPL (a 50:50 JV of Tata Steel with Nippon Steel) producing automotive steels. Prior to that, he was appointed as the CFO for Tata Steel Minerals Canada in 2011, where he oversaw the DSO project from conception and gained +$1.3B in investment funding.

- **Private placements**

  On December 21, 2020, the Company completed a first tranche of its previously announced non-brokered private placement pursuant to which it has issued 4,375,000 units at a price of $0.08 per unit for total proceeds of $350,000. Each unit is comprised of one common share and one non-transferable share purchase warrant. Each warrant will entitle the holder to purchase one additional share for a period of 24 months from the closing date at an exercise price of $0.15 per share.

  On February 19, 2021, the Company completed a second tranche of its previously announced non-brokered private placement pursuant to which it issued an aggregate of 25,350,000 units at a price of $0.08 per unit for gross proceeds of $2,028,000. Each unit is comprised of one common share in the capital of the Company and one-half of one non-transferable share purchase warrant. Each Warrant entitles the holder to purchase one additional share in the capital of the Company for a period of 24 months from the closing date at an exercise price of $0.15 per share. All securities issued in respect of the private placement are subject to a hold period of four (4) months and a day from closing in accordance with securities laws. The proceeds will be used for general working capital.

- **Debentures**

  On December 18, 2020, the Company announced that all outstanding debentures have been substituted for new debentures in the same principal amount of $1.675 million. The new debentures have an issue price of $1,000 per new debentures, mature on March 31, 2025, bear interest at 3% per annum, payable on March 31 of each year, which interest may, at the option of the Company be settled in common shares. The principal amount of the new debentures can be convertible into common shares of the Company at the price of $0.40 per conversion share. Interest in the amount of 3% per annum on the principal amount of the outstanding debentures for the period from January 1, 2020 to June 30, 2020, was paid during the third quarter. The next interest payment pursuant to the new debentures was calculated for the period commencing on July 1, 2020 and ending on March 31, 2021. Fifty percent (50%) of the amount that the Company receives from Les Minéraux Industriels du Québec Inc will be used to reduce the principal amount of the new debentures. A principal reimbursement payment on the new debentures was made during the year in the amount of $95,936.

BUSINESS DEVELOPMENT HIGHLIGHTS (CONTINUED)

- **Acquisition of New Brunswick Projects**

On March 31, 2021, Canadian Metals announced the signing of a binding letter agreement with Targets Minerals Inc. (Target) for the proposed acquisition of a 100% interest in the Nicholas-Denis and Oxford Brook projects located in New Brunswick, the "Acquisition". The Company will pay the shareholders of Target through the issuance of 27,000,000 common shares of CME at a deemed price of C$0.20 per Share. Canadian Metals will be assuming the following pre-existing net smelter royalties ("NSR") to underlying parties: (i) 3% Au + Ag NSR and 2% on other metal on Beresford, half of which can be bought back for C$1 million, (ii) 2% Au + Ag NSR and 1% on other metals on Ann's Creek, all of which can be bought back for C$1.75 million, (iii) an additional 1% NSR on Ann's Creek and Beresford half of which can be bought back for C$1 million, (iv) 2% NSR on Goldtstrike and Millstream half of which can be bought back for C$1 million, and (v) 2% NSR on Oxford Brook. As a result, except for 0.5% on Ann's Creek, 1% on Goldstrike and Millstream and 2% on Oxford Brook, all the overriding NSR can be retired for $4,000,000 at any time.

These large properties with multiple targets and strong historic results for polymetallic minerals within the well known Bathurst mining camp which is home to some of the world's largest mining operations such as the closed Brunswick No. 12 Mine. The acquired claims contain high grades for silver and gold both from surface exploration and historic drill results. The combination of industrial metals (zinc, lead and copper and others) together with precious metals (gold and silver) provides a natural hedge through the various cycles of the economy. The property is just off Bathurst and is accessible throughout the year and in proximity to the Caribou mine and mill.

Completion of the acquisition was approved by the Canadian Metals shareholders at a special meeting held on July 27 2021. The Acquisition constitutes a "related party transaction" as defined in Multilateral Instrument 61-101 – Protection of Minority Security Holders in Special Transactions ("MI 61-101"). The Acquisition required minority approval in accordance with MI 61-101, for which the votes attached to the Shares owned by Stéphane Leblanc, Beat Frei and Michel Gagnon were excluded. These Shares were excluded due to the fact that their owners are principals of both Target and CME. Only directors who are "independent" as such term is defined in MI 61-101 (the "Disinterested Directors") were entitled to vote on any board resolutions, or make any decisions, to approve the Acquisition. The Acquisition has been approved by only the Disinterested Directors.

The shares issued as consideration under the acquisition will be subject to a statutory hold period of four months and one day from the date of issuance.

In connection with the Acquisition, the Company also issued 2,160,000 common shares of CME to Generic Capital Corporation ("Generic") as advisory fee shares ("Fee Shares") pursuant to an advisory agreement dated October 1, 2020 entered into between Target and Generic. The Fee Shares are subject to a regulatory four month hold and a voluntary escrow providing for staggered releases over the next 18 months.

- **Spin out of Lac La Chesnaye Property**

On June 17, 2021, the Company entered into an arrangement agreement (the "Arrangement Agreement") with Spinco. The Arrangement Agreement, a copy of which is available under the Company's profile on SEDAR, sets out the terms on which the Company will complete the Arrangement Agreement under the Business Corporations Act (Québec) with Spinco whereby the Company's Lac La Chesnaye Property located in Québec will be spun out to Spinco in exchange for the issuance of 4,300,000 Class A common shares of Spinco ("Spinco Shares") to the Company.

In accordance with the terms of the Arrangement Agreement, the Company will then effect a reorganization of its share capital and distribute such Spinco Shares to the shareholders of the Company on a pro rata basis.

BUSINESS DEVELOPMENT HIGHLIGHTS (CONTINUED)

- **Spin out of Lac La Chesnaye Property (Continued)**

  In connection with the Arrangement Agreement, Spinco completed a private placement of 5,000,000 units of Spinco ("Spinco Units") at a price of $0.10 per Spinco Unit for aggregate gross proceeds of $500,000 (the "Spinco Financing"). Each Unit will be comprised of one Spinco Share ("Spinco Shares") and one-half of one share purchase warrant of Spinco (each whole warrant, a "Spinco Warrant"). Each Spinco Warrant will entitle the holder to purchase one Spinco Share at a price of $0.18 for a period of 24 months from the date of issuance.Consequent to the private placement Spinco ceased to be a subsidiary of the Corporation on July 30, 2021.

  In connection with the Arrangement, Spinco listed its shares on the Canadian Securities Exchange (the "CSE") following the completion of the Arrangement as QNB Metals Inc. under the symbol "TIM".

  On September 9, 2021, pursuant to the Arrangement, the Company spun out its Lac La Chesnaye Property located in Québec to QNB Metals Inc in exchange for the issuance of 4,299,961 Class A common shares of QNB Metals Inc. ("Spinco Shares") to the Company. In accordance with the terms of the Arrangement Agreement, the Company has effected a reorganization of its share capital and distributed such Spinco Shares to the shareholders of the Company ("Shareholder") on a pro rata basis. As a result, each Shareholder has received such number of Spinco Shares equal to the number of CME shares held by such Shareholder on September 8, 2021 multiplied by 0.05866. DRS registration statements representing an appropriate number of Spinco Shares have been sent to all registered Shareholders.

MINING PROPERTIES – DESCRIPTION:

The Langis East Property:

The Colline Tortue Property consists of 10 designated claims (CDCs) covering a total area of 569.08 hectares located in the Matapedia region of the Gaspe peninsula of Quebec.

The property is located 2.5 kilometres west of the Langis Property owned by the Company.

Historical work done on the Colline Tortue Property consists of mapping sampling and diamond drilling. The historical diamond drilling was conducted by Uniquartz Inc. in 1983. The quartzite of the Val Brillant formation was intercepted with thickness of over 80 metres and remains open at depth and along strike. According to historical documents from Uniquartz and MERN (Ministry of Energy and Natural Resource of Quebec) data, the Val Brillant formation is subhorizontal, dipping up to 13 degrees. It appears as a large band approximately 450 metres wide and has a minimum strike length of 1,700 metres: with potential length of 3,300 metres within the property's boundaries. The property was fully impaired as at July 31, 2021.

The La Chesnaye Lake Silica Property:

The La Chesnaye Lake Silica Property is located 11km north of Baie-Comeau, in the province of Québec, Canada. The property covers a total area of 448 ha and comprises of 10 claims that are in the process of being granted and one claim that was previously acquired from SiO2 Canada Ltd. These claims are 100% held by the Company. The Property was spun out to Spinco such as indicated above in the Business Development Highlights.

An exploration campaign consisting of 15 diamond drill holes (565 m) and 4 trenches was conducted by North Shore Paper Co. between 1952 and 1957. Ressources Vogues Inc. conducted another exploration campaign in 1994 and obtained an average grade of 99.18% SiO2 for the property's silica. NI 43-101 non-compliant reserves of 3.5 Mt were published in the 20/10/1985 edition of the Northern Miner Magazine (GM #54172).

MINING PROPERTIES – DESCRIPTION (CONTINUED):

The La Chesnaye Lake Silica Property (Continued):

The historical drilling presents a zone of interest of 300 meters long by 60m by width by 30m depth. The quartzite is within a paragneiss in the geological province of Greenville of the Paleoproterozoic era and mapped as part of the de Bourdon complex. The quartzite grain size varies from medium to coarse and shows colorless material with glass look and conchoidal fractures. In some places micas and hematite are observed. The silica deposit is oriented Nord 45.

The Brunswick Black Shale Property:

The Brunswick Black Shale Property is composed of a total of 166 claim units covering approximately 5,479 hectares and is located 10 km west of the Brunswick No. 12. Property geology is composed of Ordovician sediments intruded by Silurian/Devonian gabbroic and diabase dikes. The property is situated on one of the largest gravity anomalies of the Bathurst mining camp and several conductivity anomalies. New Brunswick regional stream sediment sampling has identified anomalous zinc, manganese, nickel and cobalt values.

Mineralization highlights for the Brunswick Black Shale Property include a quartz carbonate zone with assay results up to 15 grams per tonne Au coincident with a prominent magnetic anomaly. Noranda reported float containing 12,600 parts per million Zn and 2,320 ppm lead in the vicinity of a conductor. A local prospector later reported a brecciated boulder containing 4.1 g/t Au.

The TV Tower Property:

The TV Tower Property is composed of a total of 53 claim units covering approximately 1,157 hectares. The TV Tower Property hosts a Zn-Cu-Au massive sulphide lens. A new target for mineral exploration, located only 14 km south of the Trevali Caribou mines. The geological unit comprises dacitic to rhyolitic quartz-feldspar crystal tuff, dark grey iron formation and massive sulphides of the Tetagouche group.

The Mountain Brook Property:

The Mountain Brook Property is composed of a total of 139 claim units covering approximately 4,233 hectares. The Mountain Brook Property is located only seven km south of the Heath Steele mines. The geological unit comprises quartz-feldspar crystal tuff and mafic volcanic rocks of the Tetagouche group. Zn, Pb, Cu and Ag mineralization is disseminated along the contact of the mafic rock and felsic rock and it is closely associated with rich magnetite and siderite mineralization. New Brunswick provincial geologist R.R Irrinki, in 1986, estimated that the mineralization may have a strike length of 4,000 metres. Mountain Brook's best drill intersects include results up to 4.6 per cent Zn, 4.9 per cent Pb and 13.37 g/t Ag.

The Iron Ore Properties – 20% direct interest:

The Company owns 20% of five iron ore properties located in Québec: Mouchelagane, Silicate Lake, Seignely, Baie Trinité and Lac Robot. Three of five properties have been drilled in the past and have a combined conceptual estimated resource of 2,430 – 3,940 Mt at an average grade of approximately 30% (Table 1). The other two Iron Projects are new discoveries with no resources.

Table 1

Iron Project	Conceptual Estimate* (Mt)
Mouchalagane	1315 - 2,440
Silicates Lake	400 - 500
Seignelay	715 - 1,000
Total	**2,430 - 3,940**

**Conceptual estimates, as defined by the National Instrument 43-101 Standards of Disclosure for Mineral Projects, are intended to demonstrate the potential tonnage and grade, expressed as ranges, of mineralized iron formations underlying the Iron Projects.*

MINING PROPERTIES – DESCRIPTION (CONTINUED):

The Mouchalagane Property incorporates 98 claims covering a total of 52.17 km2 that are locally underlain by iron formation horizons of the Sokoman Formation. The Property is located in the northwestern part of the Gagnon Terrane in the southern part of the Labrador Trough and comprises the South Mountain Block (29 claims), Crazy Lake Block (47 claims), and the South Parr Block (22 claims). The property was fully impaired as at July 31, 2021.

The Silicates Lake Property comprises 173 claims covering 91.85 km2 in the south-central part of the Gagnon Terrane. The western part of the Property is transected by the Trans-Québec Labrador Road (Highway 389). The Silicates Lake Property is underlain by approximately 40 km (aggregate strike length) of narrow, sinuous synforms of iron formation horizons that host several deposits with historic resources. The property was fully impaired as at July 31, 2021.

The Seignelay Property comprises five separate but localized blocks of claims (112 claims in total, covering 59.14 km2) in the northwestern part of the Gagnon Terrane. The claims cover parts of a 25 km, northeast-southwest stretch of ground underlain by narrow, poly-deformed synforms of iron formation that host seven (7) occurrences with historic estimated resources. The property was fully impaired as at July 31, 2021.

Qualified Person

John Langton, P.Geo., a Qualified Person as defined under NI 43-101, has reviewed and approved the scientific and technical content of the Iron Ore Properties summary.

EXPLORATION ACTIVITIES:

QUEBEC AND NEW BRUNSWICK

Exploration activities for the three-month ended July 31, 2021

During the three-month ended July 31, 2021, the Company invested $14,143 in exploration and evaluation assets and received a grant of $10,000 ($55,610 before grants reimbursed of $5,167 for the three-month ended July 31, 2020) of which 86% of the total was spent on the Blackshale Property and 14% on the Lac La Chesnaye Property.

Exploration and evaluation assets

For the three-month ended July 31, 2021

	Quebec					New Brunswick				
	Lac La Chesnaye	Silicate Brutus	Mouchalagane	Lac Robot	Seignelay	Blackshale	Mountain Brook	TV Tower	Frenette	Total
Exploration and evaluation costs:	$	$	$	$	$	$	$	$		$
Geology	2,043	-	-	-	-	-	-	-	-	2,043
Surveys	-	-	-	-	-	12,100	-	-	-	12,100
	2,043	-	-	-	-	12,100	-	-	-	14,143
Other items:										
Grant received	-	-	-	-	-	-	(10,000)	-	-	(10,000)
Impairment	(109,116)	(13,196)	(11,864)	(540)	(180)	-	-	-	-	(134,896)
Balance at the beginning	107,073	13,196	11,864	540	180	45,486	37,195	379,876	8,050	603,460
Balance at the end	-	-	-	-	-	57,586	27,195	379,876	8,050	472,707

During the three-month period ended July 31, 2020, no amounts were invested in exploration and evaluation.

Exploration activities for the year ended July 31, 2021

During the year ended July 31, 2021, the Company invested $14,143 in exploration and evaluation assets, received tax credits of $9,792 and a grant of $10,000 ($55,610 before grants reimbursed of $5,167 for the year ended July 31, 2020) of which 86% of the total was spent on the Blackshale Property and 14% on the Lac La Chesnaye Property.

Exploration and evaluation assets

For the year ended July 31, 2021

	Quebec					New Brunswick				
	Lac La Chesnaye	**Silicate Brutus**	**Mouchalagane**	**Lac Robot**	**Seignelay**	**Blackshale**	**Mountain Brook**	**TV Tower**	**Frenette**	**Total**
Exploration and evaluation costs:	**$**	**$**	**$**	**$**	**$**	**$**	**$**	**$**		**$**
Geology	2,043	-	-	-	-	-	-	-	-	2,043
Surveys	-	-	-	-	-	12,100	-	-	-	12,100
	2,043	-	-	-	-	12,100	-	-	-	14,143
Other items:										
Grant reimbursed (received)	-	-	-	-	-	-	(10,000)	-	-	(10,000)
Tax credits received	-	(5,015)	(4,497)	(210)	(70)	-	-	-	-	(9,792)
Impairment	(109,116)	(13,196)	(11,864)	(540)	(180)	-	-	-	-	(134,896)
Balance at the beginning	107,073	18,211	16,361	750	250	45,486	37,195	379,876	8,050	613,252
Balance at the end	-	-	-	-	-	57,586	27,195	379,876	8,050	472,707

EXPLORATION ACTIVITIES (CONTINUED):

QUEBEC AND NEW BRUNSWICK

Exploration activities for the year ended July 31, 2020

During the year ended July 31, 2020, the Company invested $55,610 in exploration and evaluation assets and reimbursed a grant of $5,167 of which approximately 32% of the total was spent on the Silicate Brutus Property, 29% on the Mouchalagane Property, 18% on the Mountain Brook Property, 11% on the TV Tower Property and the remaining 10% on the other properties.

Exploration and evaluation assets

For the year ended July 31, 2020

	Quebec					New Brunswick				
	Lac La Chesnaye	Silicate Brutus	Mouchalagane	Lac Robot	Seignelay	Blackshale	Mountain Brook	TV Tower	Frenette	Total
Exploration and evaluation costs:	$	$	$	$	$	$	$	$	$	$
Geology	-	14,038	11,908	-	-	-	-	-	-	25,946
Stripping and line cutting	-	-	-	-	-	-	9,666	-	-	9,666
Warehouse rental	-	-	-	-	-	-	-	6,300	-	6,300
Surveys	-	2,713	2,713	-	-	-	-	-	-	5,426
Equipment rental	-	-	-	-	-	-	-	-	3,673	3,673
Technical reports	-	250	490	750	250	-	500	-	-	2,240
Maintenance and field supplies	-	910	950	-	-	-	-	-	-	1,860
Sampling	-	-	-	-	-	499	-	-	-	499
	-	17,911	16,061	750	250	499	10,166	6,300	3,673	55,610
Other items:										
Grant reimbursed	-	-	-	-	-	-	5,167	-	-	5,167
Balance at the beginning	107,073	300	300	-	-	44,987	21,862	373,576	4,377	552,475
Balance at the end	107,073	18,211	16,361	750	250	45,486	37,195	379,876	8,050	613,252

SELECTED ANNUAL FINANCIAL INFORMATION

The following selected financial information is derived from our audited consolidated financial statements for each of the two most recently completed financial years.

	July 31, 2021	July 31, 2020
	$	$
STATEMENTS OF COMPREHENSIVE LOSS		
Loss from operating activities	1,047,365	461,890
Net finance expenses (income)	(90,720)	109,225
Net loss and comprehensive loss	956,645	446,284
Basic and diluted loss per share	0.03	0.03
MINING PROPERTIES AND EXPLORATION AND EVALUATION ASSETS		
Acquisition of mining properties	6,708,953	35,569
Additions to exploration and evaluation assets	14,143	55,610
STATEMENTS OF CASH FLOWS		
Cash flows used for operation activities	(755,139)	(59,105)
Cash flow from (used for) financing activities	2,277,036	(766)
Cash flow from investing activities	195,356	140,843
Net change in cash	1,717,253	80,972

	July 31, 2021	July 31, 2020
	$	$
STATEMENTS OF FINANCIAL POSITION		
Cash	2,234,048	516,795
Mining properties	8,548,853	2,400,228
Exploration and evaluation assets	472,707	613,252
Total assets	12,822,375	4,971,984
Non-current financial liabilities	855,018	709,463
Equity	10,762,987	3,027,396

The basic and diluted loss per share during the year ended July 31, 2021 is $0.03 ($0.03 in 2020). During the year ended July 31, 2021, the Company realized a net loss of $956,645 as compared to a net loss of $446,284 for the year ended July 31, 2020 (an increase of $510,361 compared to 2020).

The variance of $510,361 for the year ended July 31, 2021 as compared to 2020 in net loss is mostly attributable to a significant increase of $585,475 in operating expenses (described below in operating expenses section).

SELECTED ANNUAL FINANCIAL INFORMATION (CONTINUED)

The total assets as at July 31, 2021 were $12,822,375 as compared to $4,971,984 for the year ended July 31, 2020. The major change in 2021 compared to 2020 in total assets is the increase in cash of $1,717,253 as a fall out of the private placements made during the year and mining properties of $6,148,625 pursuant to the acquisition of Target Minerals Inc.

Current liabilities as at July 31, 2021 were $1,204,370 as compared to $1,235,125 for the year ended July 31, 2020. The decrease of $30,755 in 2021 compared to 2020 is mainly due to the increase in trade accounts payable and accrued liabilities of $381,618 and the decrease in current portion of the convertible debentures of $412,373.

Non-current financial liabilities as at July 31, 2021 were $855,018 as compared to $709,463 for the year ended July 31, 2020. The increase of $145,555 in 2021 compared to 2020 is mainly due to the decrease of the current portion of the substituted convertible debentures.

RESULTS OF OPERATIONS FOR THE YEAR ENDED JULY 31, 2021

Net loss

During the year ended July 31, 2021, the Company realized a net loss of $956,645 as compared to a net loss of $446,284 for the year ended July 31, 2020.

The variance of $510,361 for the year ended July 31, 2021 as compared to 2020 in net loss is mostly attributable to a significant increase of $585,475 in operating expenses (described below in operating expenses section).

Operating expenses

During the year ended July 31, 2021, operating expenses were $1,047,365 as compared to $461,890 for the year ended July 31, 2020.

The significant increase of $585,475 for the year ended July 31, 2021 as compared to 2020 in operating expenses is mainly attributable to the following; an increase of $193,269 in impairment of non-current assets held for distribution, $161,750 in professional fees and $132,175 in impairment of mining rights and a decrease of $146,277 in general exploration recovery.

Net finance expense

During the year ended July 31, 2021, net finance income was $90,720 as compared to net finance expense of $109,225 for the year ended July 31, 2020.

The variance of $199,945 in 2021 as compared to 2020 in net finance expense is mainly attributable to the increase in the gain on exchange of convertible debentures of $355,699 offset by the decrease in gain on settlement of interest related to debentures of $114,939.

SELECTED QUARTERLY FINANCIAL INFORMATION

Canadian Metals anticipates that the quarterly and annual results of operations will primarily be impacted for the near future by several factors, including the timing and efforts of the exploration's expenditures and efforts related to the development of the Company. Due to these fluctuations, the Company believes that the quarter to quarter and the year-to-year comparisons of the operating results may not be a good indication of its future performance.

The following selected quarterly financial information is derived from our unaudited condensed interim financial statements for each of the two most recently completed financial years.

				2021				2020
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
	$	$	$	$	$	$	$	$
STATEMENTS OF COMPREHENSIVE LOSS								
Operating expenses (income)	638,716	175,876	89,881	142,892	101,347	(125,758)	208,725	318,507
Net finance expense (income)	40,927	81,909	(293,191)	79,635	(79,963)	65,077	40,345	83,766
Net loss (income)	679,643	257,785	(203,310)	222,527	21,384	(226,443)	249,070	402,273
Loss per share Basic and diluted	0.015	0.007	(0.012)	0.015	0.001	(0.02)	0.02	0.03

				2021				2020
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
STATEMENTS OF FINANCIAL POSITION	$	$	$	$	$	$	$	$
Cash	2,234,048	2,432,036	582,401	486,810	516,795	607,933	185,859	212,479
Mining properties	8,548,853	2,400,228	2,400,228	2,400,228	2,400,228	2,400,228	2,397,386	2,394,036
Exploration and evaluation assets	472,707	603,460	613,252	613,252	613,252	613,252	590,279	588,779
Total assets	12,822,375	6,618,156	4,890,534	4,847,371	4,971,984	4,947,750	4,511,977	4,706,421
Total liabilities	2,059,388	1,590,726	1,1538,335	2,044,896	1,944,588	1,945,830	1,769,385	1,798,509
Equity	10,762,987	5,027,430	3,352,199	2,802,475	3,027,396	3,001,920	2,742,592	2,907,912

The net loss of $679,643 for Q4-2021 is mostly attributable to impairment of non-current assets held for distribution of $193,269, professional fees of $192,133, impairment of mining rights of $132,175 and management and consulting fees of $124,396.

The net loss of $257,785 for Q3-2021 is mostly attributable to management and consulting fees of $100,500, professional fees of $67,293 and net finance expenses of $81,909.

The net income of $203,310 for Q2-2021 is mostly attributable to management and consulting fees of $60,000 and net finance income of $293,1191.

The net loss of $222,527 for Q1-2021 is mostly attributable to professional fees of $72,414 and management and consulting fees of $60,000 and net finance expenses of $79,635.

SELECTED QUARTERLY FINANCIAL INFORMATION (CONTINUED)

The net loss of $21,384 for Q4-2020 is mostly attributable to management and consulting fees of $58,128, professional fees of $18,643, net finance expenses of $34,976 and general exploration expenses of $10,000 offset by gain on settlement of interest related to debentures of $114,939.

The net income of $226,443 for Q3-2020 is mostly attributable to management and consulting fees of $75,000, net finance expenses of $65,077 offset by industrial feasibility study of $232,344 and gain on debt settlement of $126,073.

The net loss of $249,070 for Q2-2020 is mostly attributable to management and consulting fees of $99,121, professional fees of $84,139 and net finance expenses of $40,345.

The net loss of $402,273 for Q1-2020 is mostly attributable to management and consulting fees of $136,514, professional fees of $69,500, investor's relations of $52,476 and net finance expenses of $83,766.

RESULTS OF OPERATIONS FOR THE THREE-MONTH PERIOD ENDED JULY 31, 2021

Net loss

The basic and diluted loss per share for the three-month period ended July 31, 2021 is $0.015 as compared to $0.001 for the three-month period ended July 31, 2020.

During the three-month period ended July 31, 2021, the Company realized a net loss of $679,643 as compared to a net loss of $21,384 for the three-month period ended July 31, 2020. The significant increase of $658,259 in net loss is mostly attributable to an increase of $193,269 in impairment of non-current assets held for distribution, $173,491 in professional fees, $132,175 in impairment of mining rights and a decrease of $114,939 in gain on settlement of interest related to debentures.

Operating expenses

During the three-month period ended July 31, 2021, operating expenses were $638,716 as compared to $60,416 for the three-month period ended July 31, 2020.

The increase of $578,300 in operating expenses is mostly attributable to an increase of $193,269 in impairment of non-current assets held for distribution, $173,491 in professional fees, $132,175 in impairment of mining rights and $66,268 in management and consulting fees.

Other expenses

During the three-month period ended July 31, 2021 and July 31, 2020, there were no other expenses.

Net finance expense

During the three-month period ended July 31, 2021, net finance expense was $40,927 as compared to ($79,963) for the three-month period ended July 31, 2020.

The variance of $120,890 in net finance expense is mainly due to the decrease of $114,939 in gain on settlement of interest related to debentures.

CASH FLOWS

Cash flows used for operating activities

Cash flows used for operating activities were $755,139 during the year ended July 31, 2021 as compared to cash flows of $59,105 used for operating activities during the year ended July 31, 2020. The increase of $696,034 is mainly due to an increase of $161,750 in professional fees and $463,705 in changes in working capital items and a decrease of $146,277 in general exploration recovery and $81,571 in travel and promotion.

Cash flows provided from (used for) financing activities

Cash flows provided from financing activities were $2,277,036 during the year ended July 31, 2021 compared to cash flows used for financing activities of $766 during the year ended July 31, 2020. The increase of $2,277,802 in cash flows is mainly explained by the increase of $2,378,000 in proceeds from issuance of shares and units.

Cash flows provided from investing activities

Cash flows provided from investing activities were $195,356 during the year ended July 31, 2021 compared to $140,843 during the year ended July 31, 2020. The increase of $54,513 is mainly explained by the increase of $82,890 in proceeds from balance of purchase price receivable, $30,454 of cash acquired from acquisition of Target Minerals Inc., $15,167 in government grants applied against exploration and evaluation assets offset by the increase of $95,936 in repayment of convertible debentures and the decrease of $41,467 in increase in exploration and evaluation assets.

RELATED PARTY TRANSACTIONS

Related parties include the Company's key management personnel. Unless otherwise stated, balances are usually settled in cash. Key management includes directors and senior executives. The remuneration of key management personnel includes the following expenses:

	July 31, 2021	July 31, 2020
	$	$
Management and consulting fees	344,332	361,000
	344,332	361,000

These transactions, entered into the normal course of operations, are measured at the exchange amount which is the amount of consideration established and agreed to by the related parties.

Unless otherwise stated, none of the transactions incorporated special terms and conditions and no guarantees were given or received. Outstanding balances are usually settled in cash.

The Company has consulting agreements with certain management personnel ending at various dates until February 2024. These agreements are for payments of $479,668 in 2022. Some agreements require payment in case of a change of control of the Company or if the Company sells or leases substantially all of its assets or activities. One agreement requires a payment in case of termination of this agreement by the Company or the consultant.

As at July 31, 2021, trade accounts payable and accrued liabilities include $26,913 payable and $10,000 due to key management personnel ($nil and $nil as at July 31, 2020).

As at July 31, 2021, the Company has advances to a related company of $11,801 ($nil as at July 31, 2020).

CONTINGENCIES

Governmental laws and regulations regarding environmental protection regulate the Company's operations. The environmental consequences are not easily identifiable, either in terms of results, impacts or the expiration date. Currently, and to the best knowledge of its management, the Company is in conformity with current laws and regulations.

OFF-FINANCIAL POSITION ARRANGEMENTS

As at July 31, 2021, the Company has no off-financial position arrangements.

POST REPORTING DATE EVENT

On September 9, 2021, the Company spun out its Lac La Chesnaye Property located in Quebec in exchange of 4,299,961 common shares of QNB Metals Inc., for a fair value of $344,000. As a result, each shareholder has received such number of shares of QNB Metals Inc. equal to the number of the Company's shares held by such shareholder on September 8, 2021 multiplied by 0.05866.

GOING CONCERN ASSUMPTION

As at July 31, 2021, the Company has working capital of $1,740,887 including cash of $2,234,048 and a cumulative deficit of $11,705,286 and incurred a loss of $956,645. Management does not believe it has sufficient funds to pay its ongoing general and administrative expenses, to pursue its budgeted exploration and evaluation expenditures, and to meet its liabilities, obligations and existing commitments for the ensuing twelve months as they fall due. These circumstances indicate the existence of material uncertainties that cast significant doubt upon the Company's ability to continue as a going concern and accordingly, the appropriateness of the use of IFRS applicable to a going concern. These consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities, expenses and financial position classifications that would be necessary if the going concern assumption was not appropriate. These adjustments could be material.

In assessing whether the going concern assumption is appropriate, management takes into account all available information about the future, including the impact of COVID-19. The extent and duration of the impacts that the coronavirus may have on the Company's operations, including suppliers, service providers and global financial markets, are still uncertain at this time. These events may cause significant changes in the future on the Company's ability to complete planned exploration and evaluation activities or its ability to obtain debt and equity financing.

The Company is monitoring developments in order to be in a position to take appropriate actions as needed. To continue the Company's exploration and evaluation programs on its properties and its operations, the Company will need to raise additional funds through the issuance of new equity instruments, the selling of mineral properties and the search for partners to sign option agreements on certain of its mineral properties. While it has been successful in doing so in the past, there can be no assurance it will be able to do so in the future or that these sources of funding or initiatives will be available for the Company or that they will be available on terms that are acceptable to the Company.

The Company's business involves a high degree of risk and there is no assurance that the Company will be successful in discovering economically recoverable deposits on its mineral properties. Furthermore, the Company has not yet generated any income or cash flows from its operations and there is no assurance that the business will be profitable in the future.

IFRS ACCOUNTING POLICIES AND ESTIMATES

The Company's significant accounting policies and estimates, changes in significant accounting policies and new standards and interpretations that have not yet been adopted under IFRS are disclosed in the audited annual financial statements for the year ended July 31, 2021.

FINANCIAL INSTRUMENTS

The Company's description of the financial instruments is disclosed in Note 4 of the audited annual financial statements for the year ended July 31, 2021.

DISCLOSURE OF OUTSTANDING SHARE DATA (AS AT NOVEMBER 29, 2021)

Outstanding common shares:	73,309,794
Outstanding share options:	265,000
Outstanding warrants:	18,439,500

OTHER REQUIREMENTS IN THE MANAGEMENT DISCUSSION AND ANALYSIS

The following selected financial information is derived from our audited financial statements as at July 31, 2021.

Outstanding share options:	265,000	
Average exercise price of	$1.43	
Average remaining life of	1.84	years

The changes to the number of outstanding share options granted by the Company and their weighted average exercise price are as follows:

		July 31, 2021		July 31, 2020
	Number of outstanding share options	Weighted average exercise price	Number of outstanding share options	Weighted average exercise price
		$		$
Outstanding at beginning	402,500	1.38	677,500	1.40
Expired	(57,500)	(1.00)	-	-
Forfeited	(80,000)	(1.50)	(275,000)	(1.37)
Outstanding at end	265,000	1.43	402,500	1.38
Exercisable at end	265,000	1.43	402,500	1.38

The following table provides outstanding share options information as at July 31, 2021:

			Share options outstanding	
Expiry date	Number of granted share options	Number of exercisable share options	Exercise price	Remaining life
			$	(years)
October 3, 2022	20,000	20,000	0.75	1.18
February 5, 2023	35,000	35,000	1.40	1.52
June 27, 2023	180,000	180,000	1.50	1.91
November 5, 2023	30,000	30,000	1.50	2.27
	265,000	265,000	1.43	1.84

OTHER REQUIREMENTS IN THE MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

Outstanding warrants:	18,439,500	
Average exercise price of	$0.18	
Average remaining life of	1.53	years

The changes to the number of outstanding warrants granted by the Company and their weighted average exercise price are as follows:

		July 31, 2021		**July 31, 2020**
	Number of outstanding warrants	**Weighted average exercise price**	**Number of outstanding warrants**	**Weighted average exercise price**
		$		**$**
Outstanding at beginning	475,000	1.50	4,086,617	1.50
Granted	18,089,500	0.15	-	-
Expired	(125,000)	(1.50)	(3,611,617)	(1.50)
Outstanding at end	18,439,500	0.18	475,000	1.50

The following table provides outstanding warrants information as at July 31, 2021:

		Outstanding warrants	
Expiry date	**Number of outstanding warrants**	**Exercise price**	**Remaining life**
		$	**(years)**
December 21, 2022	4,375,000	0.15	1.39
February 19, 2023	13,714,500	0.15	1.56
November 28, 2023	350,000	1.50	2.33
	18,439,500	0.34	1.53

RISK AND UNCERTAINTIES

An investment in the common shares of the CME should be considered highly speculative. Canadian Metals is subject to a variety of risks, some of which are described below. If any of the following risks occur, the business, results of operations or financial condition could be adversely affected in a material manner.

Credit risk

Credit risk is the risk that the other party to a financial instrument fails to honour one of its obligations and, therefore, causes the Company to incur a financial loss.

The Company's maximum exposure to credit risk is limited to the carrying amount of financial assets at the reporting date.

The Company's management considers that all of the above financial assets that are not impaired or past due for each of the reporting dates are of good credit quality.

RISK AND UNCERTAINTIES (CONTINUED):

Credit risk (Continued):

The Company's credit risk is primarily attributable to cash and balance of purchase price receivable. Credit risk of cash is considered negligible, since the counterparty is a reputable bank with excellent external credit rating.

The credit risk associated with the balance of purchase price arises from the possibility that the buyer may not be able to pay its debts. This receivable results from the sale of the Langis Property and is guaranteed by the property.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

Liquidity risk management serves to maintain a sufficient amount of cash and to ensure that the Company has financing sources such as private and public investments for a sufficient amount.

Over the past and during the year, the Company has financed its acquisitions of mining rights, exploration costs and working capital needs through private financings (issuance of shares and convertible debentures in 2020).

Contractual maturities of financial liabilities (including capital and interest) are as follows:

				July 31, 2021
	Less than 1 year	1-5 years	More than 5 years	Total
	$	$	$	$
Trade accounts payable and accrued liabilities	717,050	-	-	717,050
Grants refundable	337,320	-	-	337,320
Convertible debentures (4)	150,000	1,429,064	-	1,579,064
	1,204,370	1,429,064	-	2,633,434

Exploration and mining risks

The Company is engaged in the business of acquiring and exploring mineral properties in the hope of locating economic deposits of minerals. The Company's property interests are in the exploration and evaluation stage only. The business of mineral exploration involves a high degree of risk. Few properties that are explored are ultimately developed into production. Currently, there are no known bodies of commercial ore on the mineral properties of which the Company owns an interest. Accordingly, there is little likelihood that the Company will realize any profits in the short to medium term. Any profitability in the future from the Company's business will be dependent upon locating an economic deposit of minerals. However, there can be no assurance, even if an economic deposit of minerals is located, that it can be commercially mined.

Unusual or unexpected formations, fires, power outages, labour disruptions, flooding, cave-ins, landslides and the inability to obtain suitable or adequate machinery, equipment or labour are other risks involved in the conduct of exploration programs.

RISK AND UNCERTAINTIES (CONTINUED):

Exploration and mining risks (Continued):

The economics of developing mineral properties is affected by many factors including the cost of operations, variation of the grade of ore mined and fluctuations in the price of any minerals produced. There are no underground or surface plants or equipment on the Company's mineral properties, nor any known body of commercial ore. Programs conducted on the Company's mineral property would be an exploratory search for ore.

Titles to property

While the Company has diligently investigated title to the various properties in which it has interest, and to the best of its knowledge, title to those properties are in good standing, this should not be construed as a guarantee of title. The properties may be subject to prior unregistered agreements or transfer, or native or government land claims, and title may be affected by undetected defects.

According to the mining law and regulations of the Province of Québec, to renew its claims, the Company must incur a minimum of exploration expenditures and must pay the Québec government rent per claim for every 2 years renewal period. Between the date of this MD&A and July 31, 2021, no claim will need to be renewed for a negligible amount and will not require additional exploration expenditures because the Company has met the requirement.

According to the mining law and regulations of the Province of New Brunswick, to renew its claims, the Company must incur a minimum of exploration expenditures and must pay the Nova Scotia government, a rent per claim of $20.00 and $200.00 of expenditures, for every one-year renewal period. Between the date of this MD&A and July 31, 2021, no claim will need to be renewed for a negligible amount and will not require additional exploration expenditures because the Company has met the requirement.

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.

Metal prices

Even if the Company's exploration programs are successful, factors beyond the control of the Company may affect marketability of any minerals discovered. Metal prices have historically fluctuated widely and are affected by numerous factors beyond the Company's control, including international, economic and political trends, expectations for inflation, currency exchange fluctuations, interest rates, global or regional consumption patterns, speculative activities and worldwide production levels. The effect of these factors cannot accurately be predicted.

Competition

The mining industry is intensely competitive in all its phases. The Company competes with many companies possessing greater financial resources and technical facilities than itself for the acquisition of mineral interests as well as for recruitment and retention of qualified employees.

RISK AND UNCERTAINTIES (CONTINUED)

Exploration and mining risks (Continued):

Environmental regulations

The Company's operations are subject to environmental regulations promulgated by government agencies from time to time. Environmental legislation provides for restrictions and prohibitions of spills, release or emission of various substances produced in association with certain mining industry operations, such as seepage from tailing disposal areas, which could result in environmental pollution. A breach of such legislation may result in imposition of fines and penalties. In addition, certain types of operations require submissions to and approval of environmental impact assessments. Environmental legislation is evolving in a manner which means stricter standards and enforcement, fines and penalties for non-compliance are more stringent. Environmental assessments of proposed projects carry a heightened degree of responsibility for companies and directors, officers and employees. The cost of compliance with changes in governmental regulations has a potential to reduce the profitability of operations. The Company intends to fully comply with all environmental regulations.

Conflicts of interest

Certain directors or proposed directors of the Company are also directors, officers or shareholders of other companies that are similarly engaged in the business of acquiring, developing and exploiting natural resource properties. Such associations may give rise to conflicts of interest from time to time. The directors of the Company are required by law to act honestly and in good faith with a view to the best interests of the Company and to disclose any interest which they may have in any project or opportunity of the Company. If a conflict of interest arises at a meeting of the board of directors, any director in a conflict will disclose his interest and abstain from voting on such matter. In determining whether or not the Company will participate in any project or opportunity, the directors will primarily consider the degree of risk to which the Company may be exposed and its financial position at that time.

Stage of development

The Company's properties are in the exploration stage and to date none of them has a proven ore body, except as disclosed for the Langis Property. The Company does not have a history of earnings or providing a return on investment, and in future, there is no assurance that it will produce revenue, operate profitably or provide a return on investment.

Industry conditions

Mining and milling operations are subject to government regulations. Operations may be affected in varying degrees by government regulations such as restrictions on production, price controls, tax increases, expropriation of property, pollution controls or changes in conditions under which minerals may be mined, milled or marketed. The marketability of minerals may be affected by numerous factors beyond the control of the Company, such as government regulations. The effect of these factors cannot be accurately determined.

Uninsured risks

The Company's business is subject to a number of risks and hazards, including environmental conditions adverse, environmental regulations, political uncertainties, industrial accidents, labour disputes, unusual or unexpected geological conditions, ground or slope failures, cave-ins, and natural phenomena such as inclement weather conditions, floods and earthquakes. Such occurrences could result in damage to mineral properties or production facilities, personal injury or death, environmental damage to the Company's properties or the properties of others, delays in mining, monetary losses and possible legal liability.

RISK AND UNCERTAINTIES (CONTINUED)

Exploration and mining risks (Continued):

Capital needs

The exploration and evaluation, development, mining and processing of the Company's properties may require substantial additional financing. The only current source of future funds available to the Company is the sale of additional equity capital and the borrowings of funds. There is no assurance that such funding will be available to the Company or that it will be obtained on terms favourable to the Company or will provide the Company with sufficient funds to meet its objectives, which may adversely affect the Company's business and financial position.

In addition, any future equity financings by the Company may result in a substantial dilution of the existing shareholders. Failure to obtain sufficient financing may result in delaying or indefinite postponement of further exploration and evaluation, development or production on any or all of the Company's properties or even a loss of property interest.

Key employees

Management of the Company rests on a few key officers and members of the Board of Directors, the loss of any of whom could have a detrimental effect on its operations. The development of the Company's business is and will continue to be dependent on its ability to attract and retain highly qualified management and mining personnel. The Company faces competition for personnel from other employers.

Canada Revenue Agency

No assurance can be made that Canada Revenue Agency will agree with the Company's characterization of expenditures as Canadian exploration expenses or Canadian development expenses or the eligibility of such expenses as Canadian exploration expenses under the *Income Tax Act* (Canada).

CERTIFICATION OF ANNUAL FILINGS

The Director and Chairman and the Chief Financial Officer have signed the Basic Certifications of Annual Filings as required by National Instrument 52-109 for venture issuer, thus confirming the review, the absence of misrepresentations and the fair presentation of the annual filings.

- The Director and Chairman and the Chief Financial Officer confirm to have reviewed the annual financial statements and the annual MD&A (together, the "annual filings") of the Company for the year ended July 31, 2021.

- Based on their knowledge, having exercised reasonable diligence, the Director and Chairman and the Chief Financial Officer confirm that the annual filings do not contain any untrue statement of a material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it was made, for the period covered by the annual filings.

- Based on their knowledge, having exercised reasonable diligence, the Director and Chairman and the Chief Financial Officer confirm that the annual financial statements together with the other financial information included in the annual filings fairly present in all material respects the financial condition, financial performance and cash flows of the issuer, as of the date of and for the period presented in the annual filings.

ADDITIONAL INFORMATION

The additional information on the Company is available through regular filings of quarterly financial statements and press releases on Sedar (www.sedar.com).

Officers

Michel Gagnon
Chairman
Stéphane Leblanc
President and CEO
Beat Frei
V.P. - Corporate development
George Yordanov
V.P. - Exploration

Arnab De
CFO

Directors
Michel Gagnon (Audit chair)
Maxime Lemieux
Guy Simard
Patrick Moryoussef
Yves Rougerie

Transfer agent
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