DOLLY VARDEN SILVER CORPORATION
For the three and nine month periods ended September 30, 2016
Management's Discussion and Analysis

This Management Discussion and Analysis ("MD&A") should be read in conjunction with the unaudited condensed interim financial statements for the three and nine month periods ended September 30, 2016 and 2015, and the audited financial statements of Dolly Varden Silver Corporation (the "Company") for the year ended December 31, 2015. This MD&A contains forward-looking information and statements, which are based on the conclusions of management. The forward-looking information and statements are only made as of November 25, 2016, the effective date of this MD&A.

All financial information is presented in Canadian dollars unless otherwise stated. The Company is a reporting issuer in British Columbia. The Company's common shares trade on the TSX Venture Exchange under the symbol "DV". Financial results are reported in accordance with International Financial Reporting Standards ("IFRS").

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

OVERVIEW

The Company is a Canadian based mineral exploration company focused on the exploration of the Dolly Varden Silver Property located in Northwestern British Columbia, Canada. The Company owns 100% interest in the Dolly Varden Silver Property, subject to 2% net smelter return ("NSR") and has an option to acquire 100% interest in the Musketeer property, which is an internal claim group to the Dolly Varden Project.

The Company currently has no producing properties and consequently no operating income. The recovery of the amounts comprising exploration and evaluation assets are dependent upon (1) the ability of the Company to obtain necessary financing to successfully complete the exploration and development of those reserves, (2) the confirmation of economically recoverable reserves, (3) upon future profitable production or on selling the property. It is the intention of the Company to obtain financing through access to public equity markets, debt, and partnerships or joint ventures as sources of funding for its exploration expenditures and to meet ongoing working capital requirements.

MINERAL PROPERTIES

Dolly Varden Project ("DV Project")

The DV Project contains the core of the historic silver-rich Dolly Varden Mining Camp north of Alice Arm, within the regionally important and prolific Stewart Complex in northwestern British Columbia. The DV Project comprises an area of 8,800 hectares and includes the Dolly Varden and Big Bulk claims and an option to earn a 100% interest in the Musketeer property.

Dolly Varden Silver Properties

The DV Project encompass several historic underground workings, including the Dolly Varden, North Star, Torbrit, and Wolf Mines, as well as several other showings and many mineralized prospects. The silver-rich deposits found on the DV Project are hosted in Jurassic-age volcanic and sedimentary rocks (Iskut River Formation) of the Hazelton Group. They display textural and mineralogical similarity to mineralization found in the region in subaqueous, gold-silver-rich, hot spring-type volcanogenic massive sulfide (VMS), and epithermal style deposits, such as the Eskay Creek and Brucejack deposits, respectively.

Since acquiring the DV Project in 2011, field work was dedicated to confirming and expanding the known mineralization near the historic deposits: Wolf, Dolly Varden, Torbrit, and North Star. The Company's work consisted of surface and underground mapping, underground rehabilitation, detailed sampling, data compilation from reliable historic records, and over 17,000 meters of core drilling. This data was used to complete a mineral resource estimate as outlined below.

The Company's exploration programs over the past three years have conducted work on regional targets of the DV Project. The programs applied known mineralization signatures from the historic deposits northward on the DV Project toward more regional targets, where the Company's mapping and sampling shows continuation of favorable lithologies and prospective structural features coincident with geochemical anomalies, intense alteration and historic showings and workings. These exploration programs were comprised of continued surface work throughout the property. Exploration extending outwards, particularly to the northeastern portions of the property, additional drilling in the resource areas and exploration drilling in favourable target areas.

Musketeer Properties

In 2013, the Company entered into an option agreement with Musketeer Developments Ltd. and certain other parties to obtain a 100% interest in the Musketeer Property by making option payments totalling $1,050,000 due on various defined dates. A payment was made in February 2016 of $91,000, with remaining payments due in February 2017 of $102,334 and 2018 of $100,000, respectively. These claims are internal contiguous claims within the DV Project area. This agreement marks the Company's full consolidation of all of the major developed silver prospects and past producing mines in the Upper Kitsault Valley. Limited historical work has been completed on the Musketeer, with additional areas of interest including surface prospects at Kitsol, South Musketeer, and North Musketeer. Two diamond drill holes tested the North Musketeer showing during the 2014 program.

2016 Exploration Program

The Company conducted its 2016 field campaign from September to October with work focused on the Ace-Galena and the Torbrit areas on the DV Project. Work completed during 2016 included collection of 240 lithogeochemical surface rock samples, predominantly focused in the Ace-Galena Trend and Chance Trend, with minor surface sampling in the Medallion area and geological mapping of the same areas. During this time, DV also conducted a little over 2300m of drilling with 750m focused on continued exploration at the Torbrit Deposit and 1350m of drilling in the Ace-Galena Trend and 200m drilled in the Chance Trend. Drilling extended the strike extent of known mineralization in the Ace-Galena trend (6km geochemical anomaly in favourable lithology) to 600m, with highlight intercepts such as in DV16031 66.46m of 59.97 g/t Ag, 0.12% Pb and 0.10% Zn from 66.34m, including 3.25m of 405.77g/t Ag, 0.12% Pb and 0.16% Zn from 94m. The drilling in Torbrit will extend the company's knowledge on base metal values and specific gravity measurements to improve the resource estimate, but also produced results of interest, such as DV16035 with 19.40m of 485.04 g/t Ag, 0.28% Pb and 0.10% Zn from 97.4m, including 2.00m. Additional results are available on SEDAR in the November 23rd, 2016 news release.

Mineral Resource Estimate

A maiden National Instrument 43-101 Standards of Disclosure for Mineral Projects ("NI 43-101") mineral resource estimate was released on August 27, 2015. The mineral resource estimate was completed by Giroux Consultants Ltd. and covered the four known deposits on the DV Project. The Indicated resource estimate for the Dolly Varden, North Star, Torbrit, and Wolf deposit totals 31.8 million ounces of silver within 3.07 million tonnes of material with an average grade of 321.6 grams of silver per tonne ("g/t silver"). The Inferred mineral resource totals an additional 10.8 million ounces of silver at a grade of 373.3 g/t silver within 0.9 million tonnes of material. Readers should refer to the Company's continuous disclosure documents available at www.sedar.com for more detailed information regarding the mineral resource estimate, which is subject to the qualifications and notes set forth therein.

Qualified Person

The Dolly Varden Property exploration program is directed by Rory Kutluoglu, P. Geo., Vice President, Exploration, who is a "qualified person" as defined by National Instrument 43-101 and who also prepared and approved the scientific and technical information contained in this MD&A.

RESULTS OF OPERATIONS

Change in Accounting Policy

In 2015, the Company adopted a new accounting policy with respect to accounting for exploration expenditures. In prior years the Company's policy was to capitalize by property all costs directly related to the exploration and evaluation of mineral properties classified as exploration and evaluation assets. The Company changed its accounting policy to now expense to operations exploration expenditures as incurred, effective with the presentation of financial statements for the year ended December 31, 2015, on a retrospective basis. Accordingly, certain 2015 and 2014 comparative amounts have been restated from amounts presented previously to reflect this change in accounting policy.

For the three months ended September 30, 2016

The total loss for the three months ended September 30, 2016 was $2,589,155 as compared to $1,179,129 for the prior comparative period (three months ended September 30, 2015).

Expenses for the current quarter amounted to $2,317,007 (2015 - $719,020). Exploration and evaluation expenditures of $308,280 (2015 - $500,041), despite a similar activity level to the comparative period of 2015, were lower due to the recovery of a prior year amount in the current period of $150,610. Administrative and consulting fees were much higher at $90,707 (2015 - $7,958), primarily due to the cost of advisory services to the Board and Management regarding the Hecla takeover bid. Directors' fees were higher at $106,770 (2015 – $47,282) due to the fair value change in Deferred Share Units of $22,270 as a result of the increasing share price in the period, combined with cash fees paid of $84,500 as special compensation for the additional time and effort required to evaluate and combat the takeover bid. In the comparative period there were no cash fees and the amount was due to the accrual of new Deferred Share Units and the fluctuation in the fair value change in existing Deferred Share Units. Management fees similarly included a one-time additional payment of $15,000 and were higher at $60,000 (2015- $45,000). Expenditures for Marketing and communications of $9,526 (2015 - $22,827) were significantly lower as marketing service contracts were terminated or expired in 2015 and not renewed. Office costs were slightly lower than in 2015 at $8,612 (2015-$10,746). Professional fees were much higher at $668,029 (2015 -$52,723) due principally to the extensive legal services incurred related to the takeover bid. Rent and maintenance fees were lower at $690 (2015-$4,690) as the Company had temporarily taken up space at no cost within Hecla Canada's offices and the remaining costs were for storage only. Salaries and benefits were higher than in 2015 at $29,761 (2015-$7,168), primarily due to the hiring of a full time Vice President of Exploration in August 2016. Share-based compensation was $1,020,977 (2015-$Nil) due to the issue of stock options in the current period; There were no stock options issued in the comparative period of 2015. Transfer agent and filing fees were slightly lower than in 2015 at $12,485 (2015-$16,315) and Travel and accommodation fell to Nil in the current quarter (2015-$4,261) due to the scaling back of attendance at trade shows and other events.

Finance and interest charges were $276,706 (2015 - $461,678) and primarily consisted of the fair value of the 2,500,000 warrants to the lenders of the Sprott/K2 loan. The fair value of the warrants was determined to be $182,607. The remainder of the finance charges were comprised of interest on the new Sprott/K2 loan, which was paid off early but had guaranteed interest of six months and other costs related to the loan.

During the three months ended September 30, 2016, the Company sold a generator for cash and realized a loss on the sale of $1,520. There were no disposals of equipment in 2015.

Lastly, interest income increased to $6,078 (2015-$1,569) due to the higher cash balance held in the quarter following the private placement.

For the nine months ended September 30, 2016

The total loss for the nine months ended September 30, 2016 was $2,964,084 as compared to $2,047,416 for the prior comparative period (nine months ended September 30, 2015).

Expenses for the current nine month period amounted to $2,656,856 (2015 - $1,594,102). Exploration and evaluation expenditures of $379,051 (2015 - $787,977), were lower due to the recovery of a prior year amount in the current period of $150,610 and because there minimal exploration activity early in the year relative to the comparative period. Administrative and consulting fees were much higher at $106,552 (2015 - $63,799) primarily due to the cost of advisory services to the Board and Management regarding the Hecla takeover bid. Directors' fees were $199,604 (2015 – $7,192) due to the fair value change in Deferred Share Units of $115,104 as a result of the increasing share price in the period, combined with cash fees paid of $84,500 as special compensation for the additional time and effort required to evaluate and combat the takeover bid. In the comparative period there were no cash fees and the amount was due to the accrual of new Deferred Share Units and the fluctuation in the fair value change in existing Deferred Share Units. Management fees were comparable to the prior period at $133,378 (2015-$127,962). Expenditures for Marketing and communications of $14,164 (2015 - $189,036) were significantly lower as marketing service contracts were terminated or expired in 2015 and not renewed. Office costs were slightly lower than in 2015 at $28,128 (2015-$33,711). Professional fees were much higher at $728,706 (2015 -$179,393) due principally to the extensive legal services incurred related to the takeover bid. Rent and maintenance fees were significantly lower at $2,070 (2015-$21,465) as the Company had temporarily taken up space at no cost within Hecla Canada's offices and the remaining costs were for storage only. Salaries and benefits were lower than in 2015 at $29,761 (2015-$44,137), primarily due to an employee on leave in through the first seven months of the year. Share-based compensation was significantly higher at $1,020,977 (2015-$84,653) due to the issue of stock options in the period being larger both in quantity and in fair value per stock option than the comparative period. Transfer agent and filing fees were lower than in 2015 at $10,355 (2015-$41,894) due to non-recurring share consolidation fees incurred in the comparative period. Travel and accommodation fell to $1,162 in the current quarter (2015-$13,072) due to the scaling back of attendance at trade shows and other events.

Finance charges were $324,555 (2015 - $461,678) and consisted of the fair value of the 2,500,000 warrants to the lenders of the Sprott/K2 loan, which was determined to be $182,607, along with interest on the old Hecla/Gipson loan, interest on the new Sprott/K2 loan (which was paid off early but had guaranteed interest of six months) and other costs related to the Sprott/K2 loan.

During the nine months ended September 30, 2016, the Company sold a vehicle and a generator for cash and realized a net gain on the sales of $10,861. Also in the nine months ended September 30, 2016, the Company negotiated the sale of a vehicle and a small boat in exchange for storage of core and mining equipment until December 2017. There were no disposals of equipment in 2015.

Lastly, interest income was comparable to the comparative period at $6,466 (2015-$8,364).

Summary of Quarterly Results

The following table summarizes selected quarterly financial information derived from the Company's financial statements for each of the eight most recently completed fiscal quarters:

		September 30, 2016		June 30, 2016		March 31, 2016		December 31, 2015
Total assets	$	7,738,249	$	4,035,559	$	4,045,373	$	3,972,054
Exploration and evaluation assets	$	3,524,092	$	3,524,092	$	3,524,092	$	3,433,092
Equipment	$	95,930	$	105,222	$	128,643	$	140,262
Working capital/(deficiency)		3,518,593	$	(2,252,503)	$	(2,018,655)	$	(1,821,614)
Shareholders' equity	$	7,229,615	$	1,467,811	$	1,725,080	$	1,842,740
Interest income	$	6,078	$	388	$	-	$	55
Total loss	$	(2,589,155)	$	(257,269)	$	(117,660)	$	(1,517,237)
Basic loss per share(1)	$	(0.10)	$	(0.01)	$	(0.01)	$	(0.08)
Fully diluted loss per share	$	(0.10)	$	(0.01)	$	(0.01)	$	(0.08)

		September 30 2015		June 30 2015		March 31 2015		December 31 2014
Total assets	$	4,014,148	$	4,530,950	$	4,924,978	$	5,446,876
Exploration and evaluation assets	$	3,433,092	$	3,433,092	$	3,433,092	$	3,239,579
Equipment	$	149,728	$	159,195	$	168,662	$	178,129
Working capital	$	496,311	$	397,298	$	733,587	$	1,342,756
Shareholders' equity	$	3,297,543	$	4,164,994	$	4,485,933	$	4,949,026
Interest income	$	1,569	$	2,761	$	4,034	$	8,877
Total loss	$	(1,179,129)	$	(321,209)	$	(547,078)	$	(1,515,022)
Basic loss per share(1)	$	(0.06)	$	(0.02)	$	(0.03)	$	(0.08)
Fully diluted loss per share	$	(0.06)	$	(0.02)	$	(0.03)	$	(0.08)

(1) On June 19, 2015, the common shares of the Company were consolidated on a 10:1 basis. Comparative periods are presented as if the 10:1 consolidation had taken place prior to the earliest periods presented.

While the information set out in the foregoing table is mandated by *National Instrument 51-102*, it is management's view that the variations in financial results that occur from quarter to quarter are not particularly helpful in analyzing the Company's performance. It is in the nature of the business of junior exploration companies that unless they sell a mineral interest for a sum greater than the costs incurred in acquiring such interest, they have no significant net sales or total revenue.

Significant variances in the Company's reported loss from quarter to quarter most commonly arise from several factors that are difficult to anticipate in advance or to predict from past results. These factors include: (i) level of exploration and project evaluations expenses incurred, (ii) decisions to write off acquisition costs when management concludes there has been an impairment in the carrying value of a mineral property, or the property is abandoned, and (iii) the vesting of incentive stock options, which results in the recording of amounts for share-based compensation expense that can be quite large in relation to other general and administrative expenses incurred in any given quarter.

Operating Activities

During the nine month period ended September 30, 2016, the Company incurred exploration expenditures on the Company's mineral properties of $529,661 (2015 - $787,977), prior to recognition of a prior year recovery of $150,610 (2015-$Nil). The amounts were lower than the comparative period primarily due to timing of the 2016 exploration program. Large expenditures were incurred on professional fees, $728,706 (2015-$179,393) largely due to legal fees incurred to combat a hostile takeover. Other amounts such as administrative and consulting fees, $106,252 (2015-$63,799), and directors' fees, $199,604 (2015-$7,192) were significantly higher, in part due to the efforts required to combat the hostile takeover. Marketing and communications activities were significantly curtailed in the period and this was evident in the decrease in expenses to $14,164 from $189,036 in 2015. Similarly, Rent and maintenance expenses experienced a decrease to $2,070 (2015-$21,465) due to cost savings efforts resulting in the Company giving up its own office and co-locating in the Hecla Canada office.

Investing Activities

During the nine month period ended September 30, 2016, the Company invested $91,000 (2015 - $193,333) in property acquisitions related to the option agreement on the Musketeer property. During the period, the Company sold some surplus exploration equipment for cash proceeds of $27,000 and in exchange for storage of core and mining equipment until December 2017.

Financing Activities:

During the nine month period ended September 30, 2016 the Company issued 11,942,324 common shares for proceeds of $7,103,619 net of share issue costs of $125,715.

A private placement on July 26, 2016 raised gross proceeds of $7,151,834 through the sale of 9,115,861 common shares at a price of $0.62 per share and 2,142,857 flow through shares at a price of $0.70 per share. In connection with this private placement, 558,606 common shares and 541,205 common share purchase warrants were issued as a finder's fee. The common share purchase warrants are exercisable at $0.70 for a period of two years. An additional 101,762 common share purchase warrants were purchased by Hecla Canada Ltd. at $0.43 per warrant. Each warrant has an exercise price of $0.70 per common share and is exercisable for two years.

In July and August 2016, a total of 125,000 stock options were exercised at a weighted average price of $0.62 per share for gross proceeds of $77,500.

During the nine month period ended September 30, 2015, the Company did not complete any equity financings.

On September 30, 2015, the Company entered into a definitive agreement with Hecla Canada Ltd. and Robert L. Gipson for up to $2,000,000 senior secured loan facility (the "Hecla/Gipson Loan"). In the fall of 2015, the Company drew down $1,500,000 of the loan and then drew a further $500,000 in early 2016. In July 2016, the Hecla/Gipson loan was repaid in full and replaced with a new short-term loan (the "Sprott/K2 Loan") of $2,500,000. The Sprott/K2 Loan was repaid in full in August 2016.

The Hecla/Gipson Loan bore interest at the rate of 5% per annum and was repayable after one year, or earlier with no penalty. The Sprott/K2 Loan bore interest at the rate of 4% per annum and was repayable in six months, or earlier with the full 6 months interest guaranteed.

In connection with the Hecla/Gipson Loan, the Company issued 1,250,000 warrants to each lender, for a total of 2,500,000, valued at $311,678. Each warrant entitles the holder to acquire one common share of the Company at a price of $0.30 for a period of three years from the date of issuance.

In connection with the Sprott/K2 Loan, the Company issued 1,250,000 warrants to each lender, for a total of $2,500,000, valued at $182,607. Each warrant entitles the holder to acquire on common share of the Company at a price of $0.385 for a period of two years from the date of issuance.

Transactions with Related Parties

The Company's related parties consist of directors and officers (being key management personnel), companies with directors and officers in common and/or companies owned in whole or in part by executive officers and/or directors of the Company. The Company incurred the following related party transactions:

	For the three months ended Sept.30, 2016	For the three months ended Sept.30, 2015	For the nine months ended Sept.30, 2016	For the nine months ended Sept.30, 2015
Allan Ambrose, Former Director [7]				
Directors' fees[2]	$ -	$ 7,000	$ -	$ 21,750
Share-based compensation (stock options)	-	-	-	10,750
	$ -	$ 7,000	$ -	$ 32,500
Allan Marter[1], Former Director [6]				
Directors' fees[2]	$ -	$ 13,000	$ -	$ 66,402
Share-based compensation (stock options)	-	-	-	21,500
	$ -	$ 13,000	$ -	$ 87,902
Connie Norman[1], Corporate Secretary				
Management & Consulting fees	$ 9,125	$ 4,958	$ 16,870	$ 17,799
Share-based compensation (stock options)	41,996	-	41,996	6,450
	$ 51,121	$ 4,958	$ 58,866	$ 24,249
Ian He, Former Director [6]				
Directors' fees[2]	$ -	$ 5,000	$ -	$ 22,500
Share-based compensation (stock options)	-	-	-	10,750
	$ -	$ 5,000	$ -	$ 33,250
John King Burns, Former Director [3]				
Directors' fees[2]	$ -	$ -	$ -	$ 5,338
Keith Margetson[1], Former CFO				
Management & Consulting fees	$ -	$ 3,000	$ -	$ 21,000
Tom Wharton, Director				
Directors' fees[2]	$ 45,000	$ 5,000	$ 45,000	$ 5,000
Share-based compensation (stock options)	188,984	-	188,984	-
	$ 233,984	$ 5,000	$ 233,984	$ 5,000
Don Birak, Director				
Directors' fees[2]	$ 39,500	$ 5,000	$ 39,500	$ 5,000
Share-based compensation (stock options)	188,984	-	188,984	-
	$ 228,484	$ 5,000	$ 228,484	$ 5,000
Alain Voisin[7], CFO				
Salaries & Benefits (from July 20, 2015)	$ 6,599	$ 5,430	$ 6,599	$ 5,430
Rory Kutluoglu, VP Exploration (from August 15, 2016)				
Salaries & Benefits	$ 20,000	$ -	$ 20,000	$ -
Share-based compensation (stock options)	181,048	-	181,048	-
	$ 201,048	$ -	$ 201,048	$ -
Ron Nichols[1], VP Exploration, (until August 15, 2016)[4]				
Costs included in exploration and evaluation expenses	$ -	$ 37,125	$ 6,063	$ 110,625
Rosie Moore, Director, Interim President & CEO [5]				
Directors' fees[2]	$ -	$ -	$ -	$ 1,278
Management & Consulting fees	60,000	45,000	127,500	125,323
Share-based compensation (stock options)	377,968	-	377,968	21,500
	$ 437,968	$ 45,000	$ 505,468	$ 148,101
Total related party transactions	$ 1,159,204	$ 130,513	$ 1,240,512	$ 478,395

Note 1: or a company controlled by the individual
Note 2: includes cash directors' fees and fair value of non-cash DSUs in 2015
Note 3: Mr. Burns served as Chairman from January 2012 to March 2015
Note 4: Mr. Nichols served as President & CEO from January 2012 to February 2014 and as VP Exploration from February 2014
Note 5: Ms. Moore served as Director from July 2013 and as Interim President & CEO from January 2015
Note 6: Mr. Ambrose, Mr. He and Mr. Marter resigned from the board effective September 30, 2015
Note 7: Mr. Voisin was on leave from October 2015 to July 2016

At September 30, 2016, included in accounts payable and accrued liabilities is $Nil (December 31, 2015 - $158,141) as a provisional amount owed to Cambria Geosciences Inc. (Paul McGuigan, former VP Exploration), $139,543 owing to current and former directors (December 31, 2015 - $85,558) for directors' fees. An additional $Nil (December 31, 2015 - $6,824) was owed to directors and companies owned by officers.

Off Balance Sheet Arrangements

The Company is not party to any off balance sheet arrangements.

LIQUIDITY AND CAPITAL RESOURCES

The Company has no operations that generate cash flow. The Company's future financial success will depend on its ability to raise capital or on the discovery of one or more economic mineral deposits. Discovery may take many years, can consume significant resources and is largely based on factors that are beyond the control of the Company and its management. To date, the Company has financed it activities by the issuance of equity securities, consisting of a combination of flow-through and non-flow securities and most recently by debt. In order to continue funding their exploration activities, corporate costs and repayment of debt, exploration companies are usually reliant on their ongoing ability to raise financing through the sale of equity. This is dependent on positive investor sentiment, which in turn is influenced by a positive climate for the target commodities, a company's track record, and the experience and caliber of the company's management. There is no assurance that equity funding will be accessible to the Company at the times and in the amounts required to fund the Company's activities.

Cash and Financial Condition

As at September 30, 2016, the Company had a working capital surplus of $3,518,593.

FINANCIAL INSTRUMENTS

The Company's financial instruments currently consist of cash, receivables, advances, deposits, and accounts payable and accrued liabilities. The fair value of cash is based on Level 1 of the fair value hierarchy. The fair value of receivables, advances, deposits and accounts payable and accrued liabilities, loans and interest payable approximate their book values because of the short-term nature of these instruments. Moreover, it is management's opinion that the Company is not exposed to significant interest, currency or credit risks arising from these financial instruments.

RISK FACTORS

There have been no material changes in the risks and uncertainties affecting the Company that were discussed in the Company's annual MD&A filed on April 29, 2016.

OUTSTANDING SHARE DATA

The Company has unlimited authorized common shares and the issued and outstanding share capital at the date of this MD&A is:

	Common shares Issued and Outstanding	Warrants	Options
Balance at December 31, 2015	18,268,963	2,500,000	1,355,000
Balance at September 30, 2016	30,211,287	5,642,967	2,305,000
Balance as at the date of this MD&A	30,211,287	5,642,967	2,305,000

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The information included in the audited financial statements and this MD&A is the responsibility of management, and their preparation in accordance with IFRS requires management to make estimates and their assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of expenses during the reported period. Actual results could differ from those estimates.

FORWARD LOOKING STATEMENTS

This MD&A contains forward-looking statements that are based on the Company's current expectations and estimates. Forward-looking statements are frequently characterized by words such as “plan”, “expect”, “project”, “intend”, “believe”, “anticipate”, “estimate”, “suggest”, “indicate” and other similar words or statements that certain events or conditions “may” or “will” occur. Such forward-looking statements involve known and unknown risks, uncertainties and other factors that could cause actual events or results to differ materially from estimated or anticipated events or results implied or expressed in such forward-looking statements. Such factors include, among others: the actual results of current exploration activities; conclusions of economic evaluations; changes in project parameters as plans continue to be refined; possible variations in ore grade or recovery rates; accidents, labour disputes and other risks of the mining industry; delays in obtaining governmental approvals or financing; and fluctuations in metal prices. There may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. Any forward-looking statement speaks only as of the date on which it is made and, except as may be required by applicable securities laws, the Company disclaims any intent or obligation to update any forward-looking statement, whether as a result of new information, future events or results or otherwise. Forward-looking statements are not guarantees of future performance and accordingly undue reliance should not be put on such statements due to the inherent uncertainty therein.