



MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

For the year ended December 31, 2021

March 7, 2022

GENERAL

This Management Discussion and Analysis ("MD&A") is dated March 7, 2022 and is in respect of the year ended December 31, 2021. The following discussion of the financial condition and results of operations of Metals Creek Resources Corp. (the "Company") constitutes management's review of the factors that affected the Company's financial and operating performance for the year ended December 31, 2021.

The discussion should be read in conjunction with the annual audited financial statements and corresponding notes to the financial statements for the years ended December 31, 2021 and 2020. The Company's annual audited financial statements have been prepared in accordance with International financial reporting standards ("IFRS"). Unless otherwise stated, all amounts discussed herein are denominated in Canadian dollars which is the Company's functional and reporting currency.

Additional information relevant to the Company's activities can be found on SEDAR at www.sedar.com.

GOING CONCERN

The audited financial statements of the Company for the year ended December 31, 2021 have been prepared in accordance with International Financial Reporting Standards ("IFRS") on the basis applicable to a going concern. The appropriateness of using the going concern basis is dependent upon, among other things, future profitable operations, and the ability of the Company to raise additional capital. Specifically, the recovery of the Company's investment in exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain necessary financing to develop its properties and establish future profitable production from the properties, or from the proceeds of their disposition.

The Company is an exploration stage company that has not earned any significant revenues to date, is in the process of exploring its exploration and evaluation assets and has not yet determined whether these properties contain ore reserves that are economically recoverable.

OVERVIEW OF BUSINESS

The focus of the Company is to seek out and explore mineral properties of potential economic significance and advance these projects through prospecting, sampling, geological mapping and geophysical surveying, trenching, and diamond drilling in order for management to determine if further work is justified. The Company's property portfolio consists of projects focusing on gold, base metals and platinum group metals.

IMPACT OF COVID-19

During the year ended December 31, 2021, the COVID-19 pandemic remained a significant health concern not only in Canada but around the globe. While the Company is a development-stage enterprise and is not reliant on revenue streams to fund operations, the effects of the pandemic have and will no doubt continue to impact the Company's operations moving forward as the world's health authorities and governments navigate through these unprecedented times with new variants of the virus causing surges in new cases. The Company continues to encourage employees to work remotely and remain socially distant during these times. The Company will continue to follow these recommendations until such time as the Company feels, based on the guidance of health experts, it is safe to return to gathering within the office premises. In addition, the Company modified field work in order to comply with recommendations from health authorities. The Company continues to practice social distancing when conducting fieldwork and where not possible, employees and contractors wear personal protective equipment and practice sound hygiene to mitigate health risks and conduct rapid testing when available and required. As things improve, the Company will re-evaluate its own policies on office re-opening and field activities in order to ensure continued health and safety of employees and the communities within which they operate.

The Company relies heavily on contracted services to complete certain field exploration activities such as diamond drilling. The companies that provide these services have also been significantly impacted by the COVID-19 crisis in the form of operational shutdowns and more recently, workforce shortages. These companies operate crews that are often in close proximity to each other, which presents health risks to these individuals. In addition, the Company's employees are often in close contact with these service providers as work is carried out, compounding the risks. There are no alternatives to these services and therefore the risk does exist that the Company will have difficulty conducting certain exploration initiatives for the foreseeable future. The Company will, however, endeavour to work closely with these service providers on safety protocols and distancing policies as restrictions are lifted to ensure the continued health and well-being of all personnel and to ensure that exploration related goals can be achieved safely. With restrictions beginning to ease in Ontario, the Company will remain vigilant in keeping its employees and contractors safe and will continue to monitor the recommendations in order to alter course should it be required.

FINANCIAL AND OPERATIONAL PERFORMANCE

Financial Condition

The Company's cash balance as at December 31, 2021 was \$1,085,130 (December 31, 2020 - \$569,384) of which \$1,085,130 is restricted for flow-through purposes (December 31, 2020 - \$363,959). The Company also holds short term investments totaling \$1,952,845 (December 31, 2020 - \$768,277) of which \$366,470 is restricted for flow through purposes (December 31, 2020 - nil). All investments are held in fully liquid instruments with Canadian Financial Institutions.

Current assets of the Company as at December 31, 2021 were \$3,360,943 compared to \$1,463,813 as at December 31, 2020. The increase is attributable a significant private placement of flow-through and non-flow through units completed in March 2021 and in December 2021, the remaining proceeds of which are held in cash and short term investments.

Total assets as at December 31, 2021 were \$15,182,672 compared to \$9,480,738 as at December 31, 2020, an increase related to the abovementioned private placements completed during the current year and ongoing exploration work at the Company's' Dona Lake and Ogden properties.

Current liabilities as at December 31, 2021 were \$806,768 compared to \$113,037 at December 31, 2020 related to the timing of expenditures around the period end and the large deferred premium on flow-through shares issued in March 2021 and December 2021.

Shareholders' equity increased to \$14,353,504 from \$9,333,395, as a result the private placements previously mentioned and warrant exercises completed in the current year.

Results of Operations

The Company earned interest and investment income of \$10,381 during the year ended December 31, 2021 (December 31, 2020: \$4,109) as a result of investment income earned on short term investments during the year. In addition, the

Company recorded a net gain on sale of exploration and evaluation assets of \$660,903 (December 31, 2020: \$304,642) related to an option payments received from General Gold Resources Inc. related to the Clark's Brook property option and Quadro Resources Inc. related to the Carless Cove and Yellow Fox properties as well as from Class 1 Nickel and Technologies Limited for the Company's disposition of its River Valley area claim package. In addition, the Company recorded a gain on sale of investments of \$11,075 (December 31, 2020: \$151,616) related to various dispositions of long term investments during the current year. As well, the Company recorded an adjustment to fair market value for fair market value through profit and loss investments during the year related to their decline in value and totaled \$411,466 (unrealized loss) in the current year (December 31, 2020: \$713,731 (unrealized gain)).

Total expenses for the year ended December 31, 2021 were \$1,357,111 compared to \$598,059 for the previous year, a change related largely to the current period's share-based payments expense of \$650,025, a non-cash expenditure as well as an increase in marketing and investor relations initiatives in the current year. After-tax comprehensive loss for the year ended December 31, 2021 was \$326,994 or nil loss per share versus after tax comprehensive income of \$636,157 or \$0.01 income per share in the previous year, due to the swing in fair value of the Company's long-term investments between years and the deferred income tax recovery related to flow-through.

Expenses incurred during the year ended December 31, 2021 consist of:

- i) Business development of \$162,970 (December 31, 2020 - \$95,412) (increased due to several new promotional endeavours undertaken in the current period to increase market awareness and visibility)
- ii) Depreciation of capital assets and right-of-use assets of \$26,833 (December 31, 2020 - \$13,011)
- iii) Office and general of \$135,359 (December 31, 2020 - \$103,871) (representing office supplies, printing, and presentations, consulting and occupancy costs and increased due to an increase in stock exchange filing fees incurred in the current year related to the private placements completed in March and December 2021)
- iv) Professional fees of \$51,813 (December 31, 2020 - \$46,271) (these amounts include legal, audit and accounting fees)
- v) Consulting fees of \$36,469 (December 31, 2020 - \$20,000) (includes amounts paid to the Company's CFO on a quarterly basis and increased in the current year due to consultants paid to assist with the Company's OTC listing)
- vi) Salaries and benefits of \$277,665 (December 31, 2020 - \$270,565) (a marginal change)
- vii) Share-based payments of \$650,025 (December 31, 2020 - \$223) (recorded upon vesting of stock options to employees, directors and officers and is dependent upon vesting levels in a given year)
- viii) Write-down of exploration and evaluation assets of nil (December 31, 2020 - \$24,865) (due to no near term work planned on certain of the Company's exploration and evaluation projects).
- ix) Pre-acquisition exploration and evaluation expenses of \$12,977 (December 31, 2020 - \$22,199) (which consists of costs incurred to evaluate potential exploration properties, prior to acquiring a legal title to the properties)

The cumulative deficit from inception of the Corporation is \$13,729,567.

Cash Flows

Cash used in operating activities was \$468,865 during the year ended December 31, 2021 versus cash used in operating activities of \$623,237 in the comparative year, a change related to the change in non-cash working capital items, particularly the increased accounts payable and accrued liabilities balance in the current year.

Cash flows from financing activities was \$4,229,438 in the current year versus cash flows from financing activities of \$1,008,020 in the prior year, a change related to the two private placements completed in the current year as well as proceeds from the exercise of warrants net of purchases of short term investments versus the previous year.

Cash flows used in investing activities was \$3,244,827 for the year ended December 31, 2021 versus cash flows provided by investing activities in the amount of \$67,960 for the prior year, the increase due to increased exploration expenditures related to the Company's Dona Lake and Ogden projects in the current year relative to the comparative year and significantly less proceeds from the sale of long term investments in the current year compared to 2020.

SUMMARY OF QUARTERLY RESULTS

The following table sets out selected quarterly information for the eight most recent completed quarters since incorporation.

	Period Ended Dec/21	Period Ended Sep/21	Period Ended Jun/21	Period Ended Mar/21	Period Ended Dec/20	Period Ended Sept/20	Period Ended June/20	Period Ended Mar/20
Revenue – Interest Income (loss)	\$2,890	\$3,576	\$3,064	\$851	\$812	\$682	\$732	\$1,883
Comprehensive Income (Loss) for the Period	\$168,508	\$(674,197)	\$385,386	\$(206,691)	\$(42,184)	\$14,307	\$1,032,657	\$(368,623)
Income (Loss) Per Share	-	-	-	-	-	-	0.01	-

SELECTED ANNUAL FINANCIAL INFORMATION

Year Ended December 31	2021 \$	2020 \$	2019 \$
Interest and investment income	10,381	4,109	13,832
Net loss and comprehensive loss before tax	1,084,576	576,039	(628,525)
Income (loss) per share – basic and diluted	0.00	0.01	(0.01)
Total assets	15,182,672	9,480,738	7,548,897
Deferred income tax expense (recovery)	(757,582)	(60,118)	(17,670)
Dividends	-	-	-

LIQUIDITY AND CAPITAL RESOURCES

As of December 31, 2021 the Company had cash of \$1,085,130 (December 31, 2020 - \$569,384) including \$1,085,130 restricted for flow-through purposes (December 31, 2020 - \$363,959). In addition, the Company held short-term investments of \$1,952,845 (December 31, 2020 - \$768,277) including \$366,470 restricted for flow-through purposes (December 31, 2020 – nil). H.S.T from the Canada Revenue Agency and other receivables at December 31, 2021 were \$203,092 (December 31, 2020 - \$83,944). Prepaid expenses were \$95,976 (December 31, 2020 - \$42,008). Finally, staking security deposits were \$23,900 at December 31, 2021 (December 31, 2020 - \$200).

Current liabilities of \$806,768 at December 31, 2021 (December 31, 2020 - \$113,037) includes period end accruals for expenditures on mineral properties, legal and audit fees, consultants and other amounts as well as the current portion of the lease liability and the deferred premium on flow-through shares related to the flow-through private placements completed during the current year. These were incurred in the normal course of business and settled subsequently.

Working capital at December 31, 2021 is \$2,554,175 (December 31, 2020 - \$1,350,776).

During the year ended December 31, 2021, the Company completed the following private placements:

- In December 2021, the Company completed a non-brokered private placement of flow-through units. The Company issued 4,587,000 flow-through units at a price of \$0.22 per unit. Each flow-through unit consists of one flow-through common share and one common share purchase warrant, each warrant entitling the holder therein to purchase an additional common share of the Company for \$0.30 until December 23, 2024. The Company will have the option to accelerate warrant expiration, 30 days from notice date, if the Company's common shares trade at or above \$0.45 for 60 consecutive trading days. Aggregate proceeds raised in the private placement were \$1,009,140.
- In March 2021, the Company completed a non-brokered private placement of both flow-through and non-flow through units. The Company issued 21,889,276 flow-through units at a price of \$0.15 per unit. Each flow-through unit consists of one flow-through common share and one common share purchase warrant, each whole warrant entitling the holder therein to purchase an additional common share of the

Company for \$0.165 until March 17, 2023. The Company also issued 6,107,326 non-flow through units at a price of \$0.11 per unit. Each non-flow through unit consists of one common share and one common share purchase warrant, each warrant entitling the holder therein to purchase an additional common share of the Company for \$0.165 until March 17, 2023. Aggregate proceeds raised in the private placement were \$3,955,197. A portion of the gross proceeds, \$34,500, was received in the subsequent period.

In connection with the private placement, the Company paid cash finders' fees totalling \$111,126 as well as 450,545 finders' warrants exercisable at \$0.165 expiring March 17, 2023.

During the year ended December 31, 2020, the Company completed the following private placements:

- In December 2020, the Company completed a non-brokered private placement of both flow-through and non-flow through units. The Company issued 7,190,234 flow-through units at a price of \$0.06 per unit. Each flow through unit consists of one flow-through common share and one-half of one common share purchase warrant, each whole warrant entitling the holder therein to purchase an additional common share of the Company for \$0.10 until June 17, 2022. The Company also issued 7,060,000 non-flow through units at a price of \$0.05 per unit. Each non-flow through unit consists of one common share and one common share purchase warrant, each warrant entitling the holder therein to purchase an additional common share of the Company for \$0.10 until June 17, 2022. Aggregate proceeds raised in the private placement were \$781,414.

In connection with the private placement, the Company paid cash finders' fees totalling \$50,835 as well as 333,338 finders' warrants exercisable at \$0.10 expiring June 17, 2022.

- In July 2020, the Company completed a non-brokered private placement of flow-through units. The Company issued 3,516,666 flow-through units at a price of \$0.06 per unit. Each flow-through unit consists of one flow-through common share and one-half of one common share purchase warrant, each whole warrant entitling the holder therein to purchase an additional common share of the Company for \$0.01 until July 14, 2022. Aggregate proceeds raised in the private placement were \$211,000

In connection with the private placement, the Company paid cash finders' fees totalling \$14,770 as well as 213,333 finders' warrants, which are exercisable at \$0.10 expiring July 14, 2022.

- In June 2020, the Company completed a non-brokered private placement of both flow-through and non-flow through units. The Company issued 1,166,800 flow-through units at a price of \$0.06 per unit. Each flow-through unit consists of one flow-through common share and one-half of one common share purchase warrant, each whole warrant entitling the holder therein to purchase an additional common share of the Company for \$0.10 until June 3, 2022. The Company also issued 5,400,000 non-flow through units at a price of \$0.05 per unit. Each non-flow through unit consists of one common share and one common share purchase warrant, each warrant entitling the holder therein to purchase an additional common share of the Company for \$0.10 until June 3, 2022. Aggregate proceeds raised in the private placement were \$340,008.

In connection with the private placement, the Company paid cash finders' fees totalling \$23,801 as well as 397,344 finders' warrants exercisable at \$0.10 expiring June 3, 2022.

The deferred premium on the issuance of the flow-through common shares described above was \$1,093,654. This difference between the proceeds of the placement and the net amount recorded in the Company's share capital account is treated as a liability in accordance with IFRS. This liability is reversed into earnings as the Company incurs flow-through eligible exploration and evaluation expenditures. This reversal amounted to \$757,582 for the year ended December 31, 2021 (December 31, 2020 - \$60,118) resulting in a deferred premium balance of \$324,404 at December 31, 2021 (December 31, 2020 - nil).

At this time the Company does not own or operate any revenue producing mineral properties, and accordingly, does not have cash flow from operations. The Company raises funds for exploration, development and general overhead and other expenses through the issuance of shares from treasury. This method of financing has been the principal source of funding for the Company since inception. Due to the Covid-19 pandemic which has caused devastating health and economic effects around the world including extreme volatility in the financial markets, there are no

assurances that the Company will be able to continue to raise funds sufficiently during these times. The Company does presently have sufficient cash reserves on hand to meet obligations and achieve near-term project milestones.

The Company also funds exploration at certain of its other properties through payments received from option agreements with other companies who have agreed to fund exploration in exchange for the right to earn an interest in the properties.

In addition to the funds in the Company's treasury, the Company intends to continue raising funds for future exploration and general overhead and other working capital through the continuation of issuances of shares from treasury and through earn-in or option agreements with other mineral exploration and mining companies dependent upon market conditions as discussed above.

The Company applies the fair value method of accounting for share-based payments to directors, officers, and employees and accordingly \$650,025 (December 31, 2020 - \$223) is recorded as share-based payments expense and under capital stock as reserves for the 5,748,187 options vesting to directors, officers, employees and consultants during the year ended December 31, 2021.

The Company funds its project expenditures by raising equity financing. If in the event that future private placement financings cannot be completed, the Company would have to review its budgeted project expenditures and revise where necessary including reviewing property option agreements to determine if continuation in such agreements on their anniversary dates is feasible. Management continues to seek out capital required to undertake its exploration work commitments and for working capital to meet project work commitments.

The Company has an obligation to expend \$1,451,600 on qualified Canadian exploration expenditures related to private placements from which flow-through shares were issued during the year ended December 31, 2021. These funds must be fully expended on qualified Canadian exploration expenditures by December 31, 2022. The Company is in compliance with all mineral property obligations to the best of the Company's knowledge.

EXPLORATION AND EVALUATION ASSETS

Ogden Township Property – Goldcorp Canada Joint Venture

History

During 2008 the Company signed an option agreement with Goldcorp Canada Ltd. ("Goldcorp"), a wholly owned subsidiary of Newmont Goldcorp Corporation, to jointly explore Goldcorp's mining claims located in Ogden and Deloro Townships, located six km south of Timmins city centre, Ontario. The package consists of 84 patented and unpatented claims totaling approximately 1,184 hectares (the "Property") and covers eight kilometers of strike length along the east-west striking, highly prospective, Porcupine-Destor "Break". The Dome Mine complex and five large past producers are located between three and eight kilometers to the east of the Property along the gold trend. Past production of these mines include: the Delnite (920,000 oz), Aunor (2,502,000 oz), Buffalo-Ankerite (957,000 oz), Paymaster (1,192,000 oz), and Preston (1,539,000 oz). Goldcorp's current operation at the Dome Mine Complex is located 8 km from the Property, and has produced in excess of 17 million oz. of gold to date. (Source: Government of Ontario, MNDM, Gold Production in the Timmins Regional Resident Geologist's District to the end of 2006). Recent discoveries in the district include Lake Shore Gold's Timmins West project, located 10 km to the west of the Property and currently producing gold from several zones. The Timmins West Project is along the same gold trend as the Company's Ogden project.

The Company has met all obligations with regards to the above mentioned option agreement and have since formed a joint venture in which Metals Creek owns 50%, and Goldcorp owns 50% (as manager and on behalf of the Porcupine Joint Venture. If either party becomes diluted to a 10% interest, that interest will be converted into a 2% Net Smelter Return Royalty.

Within the Property, the Porcupine-Destor Break is represented as a sheared and altered contact between ultramafic and mafic volcanics. A discontinuous Timiskaming-aged conglomerate and a variety of felsic porphyries are found proximal to the Break with carbonate and sericite alteration being widespread. The Property hosts the past producing Naybob Mine, which had historic gold production of 50,731 oz (source: Government of Ontario, MNDM, Gold Production in the Timmins Regional Resident Geologist's District to the end of 2006). Drilling in the past has been

wide spaced and shallow with most of the drilling concentrated near the Naybob Mine and a cluster of shallow holes in the Thomas Ogden Zone, located 4 km to the west. Prior to 2000, claim ownership and gold exploration was disjointed and the Property had been comprised of at least six separate packages. Since then, the properties have been combined and a more systematic exploration approach has been made possible.

Exploration

Since the signing of this option joint venture agreement with Goldcorp Canada Ltd. and Goldcorp Inc. in November, 2008, Metals Creek has drilled a total of 144 diamond drill holes totaling 37,906 meters. The majority of these holes targeted both the Naybob South mineralized horizon and the Thomas Ogden Zone which is located 4km to the west.

During 2009, the Company announced the results of data compiled on the Property identifying 3 historic zones of gold mineralization, including the Thomas Ogden Zone, the Naybob South Zone and the Naybob North Zone. Both the Naybob South and Naybob North Zones have seen differing degrees of development and production which includes historic production of 50,731 oz of gold (Source: Government of Ontario, MNDM, Gold Production in the Timmins Regional Resident Geologist's District to the end of 2006).

Initially, the majority of the exploration work conducted by the Corporation was focused on the Naybob South Zone targeting mineralization within 100m of surface since this was the most drill ready target as well as its close proximity to Goldcorp's mine and mill complex. Highlights of drilling performed by the Corporation on the Naybob South zone with initial results including hole OG09-012 6.61m which returned a down hole intercept (45.24m to 51.85m) of 9.244 g/t Au including 0.76m (45.24m to 46.00m) of 50.132 g/t Au. More recent drilling on the Naybob South zone continued to further define a potential second zone of mineralization parallel and footwall to the south dipping Naybob South main zone. Results include 7.03 g/t gold over 2.16m from hole OG15-039 and Hole OG17-41 returned downhole intercept (189.43m to 192.72) of 4.16 g/t gold over 3.29m and (218.57m to 220.20m) of 3.01 g/t gold over 1.63m. Both hole clearly demonstrated the presence of several separate mineralized horizons within Naybob South.

The Thomas Ogden Zone which is located 4 kilometers west of Naybob South has seen the majority of work conducted on the Ogden Property due to the high grade results associated with the prevalent fold structure within Thomas Ogden Zone (TOG) and the Newly discovered Thomas Ogden West, located 480m west of TOG where a parallel fold structure to that of TOG has been identified with initial results including 5.06 g/t Gold (Au) over 2.6 meters (m). The main focus on TOG has been to follow the fold structure down plunge to the east which has shown a spacial association of high-grade gold mineralization within the fold axis. Increasing the drill density and extending the near surface mineralization to depth has been the focus of recent drill programs as well as additional drilling west of Thomas Ogden Zone resulting in the discovery of Thomas Ogden West. Gold mineralization within TOG coincides with a significant flexure in the Thomas Ogden Stratigraphy at depth, thus making this new target a high priority going forward as well as similar mineralization further to the west.

A summary of significant holes within the Thomas Ogden Zone is listed below.

- TOG10-021 75.85m intercept of 1.94 g/t gold including 23.4m intercept of 4.37 g/t gold. Near surface intercept.
- TOG11-011 94.0m intercept of 1.92 g/t gold. Near surface intercept.
- TOG12-07 9.46 g/t gold over 18.55m
- TOG13-025 12.53m intercept of 210.19 g/t gold

During the year ended December 31, 2017, the Company completed announced the discoverer of new gold mineralization associated with an untested Induced Polarization (IP) ground geophysical anomaly 1000m west of TOG resulting in the discovery of two zones of gold mineralization which intersected 3.97 meters (m) (96.88m to 100.85m) of 4.96 grams per ton (g/t) Gold (Au) within a broader zone which assayed 3.07 g/t Au over 8.22m. A second zone returned a core length intercept (129m to 143m) of 1.43 g/t Au over 14m.

On June 19, 2012, the Corporation announced that it has sent formal notice to Goldcorp informing them that the Corporation has met the expenditure requirements to earn a 50% interest in the Ogden Gold Property located in the Timmins Gold camp. Final share issuance has also been submitted. The Company has now earned a 50% interest in

the Ogden Property and Goldcorp has up to six months to inform the Company of its decision regarding three options. These options include whether it will fund an on-going exploration program at 50%, reduce its interest by not contributing to an exploration program or exercise a 20% back-in by committing to make a cash payment to the Company, funding a total of 4.1 million dollars in exploration expenditures and completing a feasibility study.

During 2012, the Corporation received notification from Goldcorp Canada Ltd. and Goldcorp Inc. (“Goldcorp”) that it does not intend to pursue its “Back-in Right” on the Ogden Township property. This now paves the way to formalize a 50/50 joint venture with Goldcorp, to continue exploring the Ogden property. The Company will be the operator and subsequent programs will be funded on a 50/50 basis while both companies contribute its share of required funding.

The company performed two phases of SGH sampling in 2020 and 2021 to help identify new prospective gold targets outside of currently known gold zones. The results of this program resulted in the identification of 4 new gold targets which will be followed up on in 2022 drilling.

Dona Lake

History

The Dona Lake property consists of 32 patented and leased mining claims totaling approximately 430.1 hectares and covers the past producing Dona Lake Mine.

In 2019, the Company entered into an option and joint venture agreement with Goldcorp Canada Ltd. (“Goldcorp”), a wholly owned subsidiary of Newmont Goldcorp Corporation (“Newmont Goldcorp”). The option agreement allows for the Company to earn 100% of Goldcorp’s interest in the Dona Lake property by issuing to Goldcorp a total of 7,000,000 common shares of the Company and funding \$4,000,000 in exploration expenditures over 36 months as per the following schedule:

- Issuing 500,000 shares (issued) within 5 days of definitive agreement and TSX approval (the “Start Date”) (received) and spending a minimum \$500,000 prior to 1st anniversary of the Start Date (completed)
- Issuing 1,500,000 shares on or before 1st anniversary (issued) of the Start Date and spending an additional \$1,000,000, to include a minimum 2,500 m drilling, prior to 2nd anniversary of the Start Date (optional)
- Issuing 2,000,000 shares on or before 2nd anniversary (issued) of the Start Date and spending an additional \$2,500,000, to include a minimum 10,000 m drilling, prior to 3rd anniversary of the Start Date (optional)
- Issuing 3,000,000 shares on or before 3rd anniversary of the Start Date (Year 3 – optional)

Pursuant to an investor rights agreement entered into between Metals Creek and Newmont Goldcorp concurrent with the Option, Newmont Goldcorp will have: i) the right (but not the obligation) to participate in future financings undertaken by Metals Creek in the amount necessary to maintain its issued and outstanding ownership percentage of Metals Creek, or to acquire such number of Metals Creek shares such that Newmont Goldcorp’s ownership percentage on closing of the financing would equal no more than 19.9% on a non-diluted basis; ii) the right to request the formation of a technical committee to determine exploration priorities in respect of the Dona Lake Mine Property, such committee to consist of members 50% of whom to be selected and appointed by Newmont Goldcorp. Metals Creek will have a deciding vote in respect of work programs and budgets on the Property; iii) the right to receive monthly updates reporting the status of the Dona Lake Property work programs; and iv) the right of first refusal to match any third party offers regarding a tolling arrangement, streaming arrangement, royalty sale or other non-equity financing for the purpose of funding the future exploration and development of the Dona Lake Property. The investor rights agreement expires on the date that is two years following the day on which Metals Creek fully exercises the Option on the Dona Lake Property (the ‘Exercise Anniversary’). However, the agreement will continue provided that Newmont Goldcorp holds more than 5% of the issued and outstanding common shares of Metals Creek on a non-diluted basis on the Exercise Anniversary and thereafter until such time as Newmont Goldcorp’s ownership interest in Metals Creek falls below 5%.

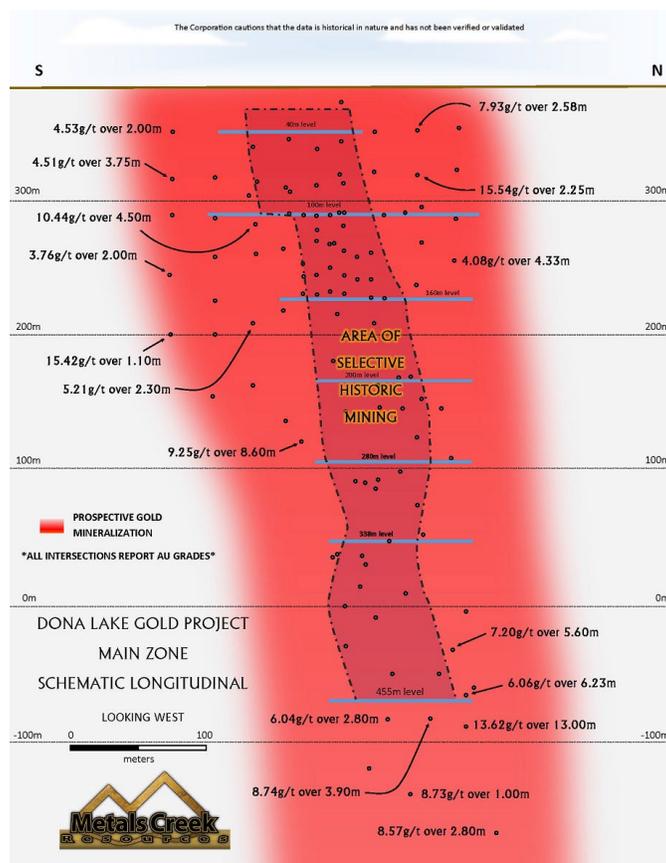
The Dona Lake Mine, an underground operation from 1989 to 1994 produced 246,500 ounces of gold at a grade of 7.44 grams per tonne (Source: 2015 Institute of Lake Superior Geology Fieldtrip Guidebook).

In 1994, when the mine closed, the average gold price was approximately \$383.23 (US) per ounce. (Source; <http://onlygold.com/Info/Historical-Gold-Prices.asp>) The Dona Lake Mine Property is located in the Pickle Lake

Greenstone Belt which is host to several historic mines including the Dona Lake mine, the Central Patricia mine and the Pickle Crow mine. Dona Lake is accessible by an all-weather road southeast from the Town of Pickle Lake.

Gold mineralization at Dona Lake is hosted within three prominent banded iron formations (BIF's) with the middle iron formation hosting the Dona Lake Mine (Main Zone). The Main Zone remains open at depth with limited drilling along strike. Mining stopped at the 455 metre (m) level with historic drill results below the 455m level that selectively include 13.62 gram per tonne (g/t) gold (Au) over 13.00m, 8.74 g/t Au over 3.9m and 8.57 g/t Au over 2.8m, indicating the continuation of high-grade mineralization at depth below the bottom level (455 Level) of the Dona Lake Mine (Source: Project update reports and assessment drill reports, 1989-1992) as illustrated in Figure 1. Previous mining focused mainly on the Main Zone.

Figure 1. Schematic vertical long section of the Dona Lake Mine illustrating mined out portion and highlights of diamond drill results within Main Zone.



A second zone (B Zone), footwall to the Main Zone, was partially drilled off but only saw limited development and test mining and is open at depth with limited drilling along strike. B Zone is defined as a steeply plunging zone with selective historic intersections including 14.17 g/t Au over 15.31 m, 9.9 g/t Au over 10.6 m, 7.85 g/t Au over 5.85m and 12.44 g/t Au over 4.6m as illustrated in Figure 2.

Exploration

The initial focus was on compilation, creating robust geological models and generating targets. Conversion of historic drilling and geological data to digital format is currently underway as well as converting to UTM co-ordinates from mine grid co-ordinates. Prospecting and geological mapping will take place upon completion of an airborne geophysical program. There are several other prospective targets outside the Main and B Zones and these will also be evaluated as potential drill targets. No modern exploration techniques have been applied to the Dona Lake Property over the last 25 years.

During the year ended December 31, 2019, as a result of continued compilation work, the Company determined that the deepest hole found to date was drilled approximately 100m below the mine workings of the Main Zone (455m). This hole (455-2) returned a down hole intercept of 4.36 g/t Gold over 21.08 meters indicating the continuation of mineralization at depth below the bottom level (455 Level) of the Dona Lake Mine (reported intercept is not true width. At this time there is insufficient data to calculate a true orientation). The Company continued to compile historical data which includes drill hole lithologies, down hole surveys and assays. Underground workings and geological information from both underground and surface were digitized for the purpose of generating a 3D model of the historic mine as well as prospective targets along strike to aid in drill target generation.

During the year ended December 31, 2019, the Company completed an airborne time-domain electromagnetic (EM) and magnetic (MAG) geophysical survey over the property. Upon further interpretation of the airborne survey data, two additional magnetic trends have been delineated and are possibly indicative of oxide iron formations trending roughly parallel to iron formations that host the gold mineralization at the Dona Lake deposit. These discrete anomalies are located in an underexplored area of the Property and represent prospective targets requiring further exploration. Currently there are four known gold bearing oxide iron formations that host gold mineralization on the Dona Lake Gold Project.

During the year ended December 31, 2020, the Company has signed a Memorandum Of Understanding (MOU) with Mishkeegogamang First Nation. The goal is to establish a long term, mutually beneficial and co-operative relationship based on trust and certainty.

During the year ended December 31, 2020, the Company completed a 3-hole, 1,411m diamond drill program at Dona Lake. Two shallow holes tested the Main Zone and B Zone and a deep hole was drilled to confirm the continuation of gold mineralization below the lower most level of the mine (455 level). With results including from hole DL20-003 which was designed to test for the continuation of gold mineralization below the lower most level of the Dona Lake Mine (455 level). This hole penetrated the Main Zone at approximately 500m below surface and returned an intercept of 8.07 grams per tonne (g/t) Gold (Au) over 7 meters (m) (531.6 – 538.6 m).

Holes DL-20-001 and 002 also intercepted gold mineralization within silicate-sulfide facies iron formation south of the mine working in the 100-300m vertical mark. DL20-002 returned a downhole intercept of 8.45 grams per tonne (g/t) Gold (Au) over 3.15 meters (m) (254.85-259.00m). This intercept was a part of a broader zone of mineralization returning a core length intercept of 5.67 g/t Au over 5.15m (254.85-260.00m). Mineralization is hosted within silicate-sulfide iron formation and characterized by stringer to semi-massive pyrrhotite ranging from 3 to 40% with local pyrite and magnetite. Hole DL20-001 was also collared to test the continuation of gold mineralization south of the Dona Lake mine workings and returned a core length intercept of 4.53 g/t Au over 1m (139.00-140.00m). Mineralization consisted of 1 to 2% disseminated pyrrhotite.

The Company then initiated two more phases of drilling starting November 2020 through to December 2021 to further test for gold mineralization immediately south of the Dona Lake Mine including both the Main and B-Zone mineralized horizons. Deeper drilling was planned to further evaluate the continuation of gold mineralization below the lower most level (455L) of the Dona Lake mine.

Below are drill results from Phase II and III.

Table 1. Drill Hole Intercepts to date.

Phase I

Drill Hole Number	Meters From	Meters To	Total Meters	Grams Per Tonne Gold	Remarks
DL20-001	137	153	16	0.74	Main
<i>incl.</i>	139	140	1	4.53	
DL20-002	254.85	269.2	14.35	2.43	Main
<i>incl.</i>	254.85	260	5.15	5.67	
<i>and</i>	278.6	287.8	9.2	2.34	B
DL20-003	531.6	538.6	7	8.07	Main

Phase II and III

Drill Hole Number	Meters From	Meters To	Total Meters	Grams Per Tonne Gold	Remarks
DL20-004	607.25	619	11.75	3.64	Main
<i>incl.</i>	607.25	613.9	6.65	5.31	
DL20-005	No Significant Assays				
DL20-006	224.9	238.8	13.9	1.26	Main
<i>incl.</i>	235.46	238.8	3.34	2.78	
<i>and</i>	252.9	264.75	11.85	2.21	B
<i>incl.</i>	262.78	264.75	1.97	7.25	
DL21-007	57.35	59.07	1.72	23.49	HW QV
<i>and</i>	427.02	450.1	23.08	3.89	Main
<i>incl.</i>	434.45	439.45	5	7.79	
<i>and</i>	441.17	445.35	4.18	7.48	
<i>and</i>	460	464	4	4.9	B
DL21-008	intersected mine workings				
DL21-009	intersected mine workings				
DL21-010	621.43	632.27	10.84	1.29	Main
<i>incl.</i>	626.5	628.7	2.2	3.2	
DL21-011	437.7	448.6	10.9	1.92	Main
DL21-012	439.85	464.9	25.05	3.04	Main
<i>incl.</i>	439.85	443	3.15	4.46	
<i>and</i>	449	457.7	8.7	5.49	
DL21-013	88.6	90.02	1.42	3.55	HW QV
DL21-014	460	480.85	20.85	4.08	Main
<i>incl.</i>	459	463	4	7.51	
<i>and</i>	468	474	6	5.99	
DL21-015	65	65.76	0.76	4.92	HW QV
DL21-016	625.58	637	11.42	2.39	Main
<i>incl.</i>	625.58	628.58	3	5	
DL21-017	568.4	584.1	15.7	2.17	Main
<i>incl.</i>	568.4	573.4	4	3.94	

Drill intercepts reported in these holes are not true widths. There is insufficient data at this point to determine a true orientation.

During the period ended December 31, 2021, the Company re-commenced diamond drilling at Dona Lake. This drill program will further evaluate the on-strike extent of Main Zone and B Zone mineralization above the 455 level. Deeper holes are also planned to continue to systematically further define gold mineralization below the lower most level of the mine (455 level) and further extend Main Zone below the recently completed phase 2 drilling, which produced the deepest known intercept to date at the Dona Lake deposit. In addition the Company initiated a Spartan magnetotellurics (MT) deep imaging survey targeting Dona Lake mine stratigraphy at depth below the current mine workings. The Spartan MT survey allows for deeper penetration than conventional ground geophysical surveys, highlighting areas of enhanced conductivity, mapping of potential fold flexures and determining the depth extent of the gold-bearing iron formations below the current drilling and mine infrastructure. This will greatly enhance the target generation process for a more cost-effective deep drilling program.

Management of the Company believes overall that this Option agreement gives it the opportunity to target known high-grade gold mineralization which hasn't seen any exploration work over the last 25 years in an historic gold camp.

Other Properties

River Road

The Company acquired the River Road property via staking. The property is located in central Newfoundland, encompasses 508 claim units totalling 12,700 hectares. The property also lies approximately 39.5 kms south west of Newfoundland Golds Keats Zone, 4.5 kms north west of the Beaver Brook Antimony mine, and 26.5 kms south of Sokoman Minerals' Moosehead property. The property is easily accessible by forestry logging roads and the new Nalcor Transmission Line transects the property. The River Road Property has seen very little exploration work according to research conducted by Company personnel. The Company to evaluate the property through prospecting and soil sampling geochemistry. Metals Creek has applied for permits for this work.

Properties Under Option

The Company has optioned-out various non-core projects as per the table below.

Project Name	Project Location	Partner	Interest Being Earned	NSR Retained	Status
Flint Lake	Ontario	Manning Ventures Inc.	100% of 81.3%	1%	Year 1
Tilt Cove	Newfoundland	Anaconda Mining Inc.	100%	1%	Completed
Jackson's Arm	Newfoundland	Anaconda Mining Inc.	100%	2%*	Completed
Clarks Brook	Newfoundland	General Gold Resources Inc.	100%	2%	Year 2
Careless Cove/Yellow Fox	Newfoundland	Quadro Resources Inc.	100%	2%	Year 2

* The NSR is capped at \$1,500,000, after which, the NSR will be reduced to one percent (1%)

OFF-BALANCE SHEET ARRANGEMENTS

The Corporation has not entered into any off-balance sheet arrangements.

RELATED PARTY TRANSACTIONS

The Company paid or accrued the following amounts to related parties during the years ended December 31, 2021 and 2020:

Payee	Description of Relationship	Nature of Transaction	December 31, 2021 Amount (\$)	December 31, 2020 Amount (\$)
Eastrock Exploration/ Wayne Reid	Company controlled by Wayne Reid, Director and Officer	Payments for geological consulting services and reimbursement of expenses	14,400	-
Nick Tsimidis	Director and Officer	Payments for consulting fees	18,000	12,000
Stares Prospecting Ltd.	Company controlled by Alexander Stares, Director and Officer	Payments for field services capitalized in deferred development expenditures	814	-

The purchases from/fees charged by related parties are in the normal course of operation and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

Included in accounts payable and accrued liabilities at December 31, 2021 is:

- \$1,380 payable to Eastrock Exploration Inc., (December 31, 2020: nil) (inclusive of HST)

Key management personnel remuneration during the year ended December 31, 2021 included \$354,079 (December 31, 2020 - \$329,749) in salaries and benefits and \$207,007 (December 31, 2020 - \$89) in share-based payments. There were no post-retirement or other long-term benefits paid to key management personnel during the year.

CURRENT AND FUTURE CHANGES IN ACCOUNTING POLICY INCLUDING INITIAL ADOPTION OF INTERNATIONAL FINANCIAL REPORTING STANDARDS ('IFRS')

Statement of Compliance

The financial statements, including comparatives for the year ended December 31, 2021 have been prepared using accounting policies in compliance with IFRS as issued by the International Accounting Standards Board ("IASB").

RISK MANAGEMENT

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

Credit Risk

Counterparty credit risk is the risk that the financial benefits of contracts with a specific counterparty will be lost if a counterparty defaults on its obligations under the contract. This includes any cash amounts owed to the Company by those counterparties, less any amounts owed to the counterparty by the Company where a legal right of offset exists and also includes the fair values of contracts with individual counterparties which are recorded in the financial statements.

i) Trade credit risk

The Company is in the exploration stage and has not yet commenced commercial production or sales. Therefore, the Company is not exposed to significant credit risk and overall the Company's credit risk has not changed significantly from the prior period.

ii) Cash and cash equivalents

In order to manage credit and liquidity risk the Company's cash and short term investments are held through large Canadian Financial Institutions. Staking security deposits are held by the Government of Newfoundland.

iii) Derivative financial instruments

As at December 31, 2021 the Company has no derivative financial instruments.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity risk through the management of its capital structure. The Company monitors and reviews current and future cash requirements and matches the maturity profile of financial assets and liabilities. Accounts payable and accrued liabilities are due within the current operating period.

Interest Rate Risk

The Company's interest revenue earned on cash and or short-term investments is exposed to interest rate risk. The Company does not enter into derivative contracts to manage this risk. The Company's exposure to interest rate is very low as the Company's short term investments are either fully liquid or bear short staggered maturity dates to mitigate the risk of fluctuating interest rates.

The Company limits its exposure to interest rate risk as it invests only in short-term investments at major Canadian financial institutions.

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices and is comprised of currency risk, interest rate risk, and other price risk. The Company currently does not have any financial instruments that would be impacted by changes in market prices.

OTHER MD&A REQUIREMENTS

Additional disclosure for Venture Issuers Without Significant Revenues:

As of December 31, 2021, there has been \$10,269,049 incurred and capitalized as exploration and evaluation assets since inception of the Company net of write-downs and recoveries.

Outstanding Share Data and Convertible Securities as at March 7, 2022

As at March 7, 2022 the Company has 142,709,100 common shares issued and outstanding as well as:

- stock options to purchase an aggregate of 9,900,000 common shares expiring at various dates between March 2022 and July 2026 and exercisable at various prices between \$0.07 and \$0.18 per share
- warrants to purchase an aggregate of 47,879,383 warrants expiring between June 2022 and December 2024 exercisable between \$0.10 and \$0.30 per share.

For additional details of share data, please refer to note 8 of the December 31, 2021 audited financial statements.

The Corporation is authorized to issue an unlimited number of voting shares and an unlimited number of preferred shares issuable in series.

During the year ended December 31, 2021, the Company granted 6,850,000 stock options to directors, officers, employees and consultants of the Company exercisable between \$0.13 and \$0.18 for a expiring between February and July 2026 and subject to the vesting provisions of the Company's stock option plan.

DIVIDEND POLICY

No dividends have been paid on any shares of the Corporation since incorporation, and it is not contemplated that any dividends will be paid in the immediate or foreseeable future.

LEGAL PROCEEDINGS

To the knowledge of the Corporation, there are no actual or pending legal proceedings to which the Corporation is or is likely to be a party or of which any of its assets are likely to be subject.

INDEBTEDNESS OF DIRECTORS, OFFICERS, PROMOTERS AND OTHERS

No director, officer, or promoter or other member of management of the Corporation, or any Associate or Affiliate of any such person, is or has been indebted to the Corporation.

CONFLICTS OF INTEREST

There are potential conflicts of interest to which the directors and officers of the Corporation will be subject in connection with the operations of the Corporation. Some of the directors and officers have been and will continue to be engaged in the identification and evaluation, with a view to potential acquisition of interests in businesses and corporations on their own behalf and on behalf of other corporations, and situations may arise where the directors and officers will be in direct competition with the Corporation. Conflicts, if any, will be subject to the procedures and remedies under the Business Corporations Act (Ontario).

RISK FACTORS

In addition to risk factors discussed below, see discussion related to the impact of Covid-19 on the Company detailed above (see page 2).

Risks associated with exploration and mining operations

The exploration and development of mineral properties involves a high degree of risk which cannot be avoided despite the experience, knowledge and careful evaluation of prospective properties by management. There can be no assurance commercial quantities of ore will be discovered on the Corporation's mineral properties. Even if such commercial quantities are subsequently discovered by the Corporation's exploration efforts, there can be no assurance such properties can be brought in to commercial production.

Operations may be subject to disruption due to weather conditions, labour unrest or other causes beyond the control of the Corporation. Hazards such as unexpected formations, pressures, flooding, or other conditions over which the Corporation does not have control may be encountered and may adversely affect the Corporation's operations and financial results.

The properties may be subject to prior unregistered agreements or transfers or land claims, including First Nations land claims and title may be affected by undetected defects. There is no guarantee that title to the Company's properties or its rights to earn an interest in its properties will not be challenged or impugned. Also, in many countries including Canada and the USA, claims have been made and new claims are being made by aboriginal peoples that call into question the rights granted by the governments of those countries in respect of resource properties.

Environmental Risks

Environmental legislation is continuing to evolve such as will require strict standards and enforcement, increased fines and penalties for non-compliance, more stringent assessment of proposed projects and a greater degree of corporate responsibility. There can be no assurance that future changes to environmental legislation may not adversely affect the Corporation's operations.

Mineral Market

The market for minerals is subject to factors beyond the Corporation's control, such as market price fluctuation, currency fluctuation and government regulation. The effect of such factors cannot be accurately calculated. The existence of any or all such factors may restrict the access to a market, if same exists, for the sale of commercial ore which may be discovered.

Funding Requirements

In order to move forward with its exploration and development activities, the Corporation will likely require additional funding. There can be no guarantee that such funds will be available as and when required or, if available, be accessible on reasonable commercial terms.

Reliance on Management

The Corporation anticipates that it will be heavily reliant upon the experience and expertise of management with respect to the further development of the mineral properties. The loss of any one of their services or their inability to devote the time required to effectively manage the affairs of the Corporation could materially adversely affect the Corporation.

AUDITORS, TRANSFER AGENTS AND INVESTOR RELATIONS

The auditors of the Corporation are Wasserman Ramsay, Chartered Accountants of Markham, Ontario.

The Transfer Agent and Registrar for the Common Shares of the Corporation is TMX Equity Transfer Services of Toronto, Ontario.

COMMITMENTS AND CONTINGENCIES

Except as otherwise discussed, the Company is in compliance with commitments required by contractual obligations in the normal course of business.

The Company has an obligation to expend \$1,451,600 on qualified Canadian exploration expenditures related to private placements from which flow-through shares were issued during the year ended December 31, 2021. These funds must be fully expended on qualified Canadian exploration expenditures by December 31, 2022. The Company is in compliance with all mineral property obligations to the best of the Company's knowledge.

FORWARD LOOKING STATEMENTS

This management discussion and analysis contains certain forward-looking statements relating but not limited to the Corporation's expectations, intentions, plans and beliefs. Forward-looking information can often be identified by forward-looking words such as "anticipate", "believe", "expect", "goal", "plan", "intend", "estimate", "may" and "will" or similar words suggesting future outcomes, or other expectations, beliefs, plans, objectives, assumptions, intentions or statements about future events or performance. Forward-looking information may include reserve and resource estimates, estimates of future production, unit costs, costs of capital projects and timing of commencement of operations, and is based on current expectations that involve a number of business risks and uncertainties. Factors that could cause actual results to differ materially from any forward-looking statement include, but are not limited to, failure to establish estimated resources and reserves, the grade and recovery of ore which is mined varying from estimates, capital and operating costs varying significantly from estimates, delays in obtaining or failures to obtain required governmental, environmental or other project approvals, inflation, changes in exchange rates, fluctuations in commodity prices, delays in the development of projects and other factors. Forward-looking statements are subject to risks, uncertainties and other factors that could cause actual results to differ materially from expected results.

Potential shareholders and prospective investors should be aware that these statements are subject to known and unknown risks, uncertainties and other factors that could cause actual results to differ materially from those suggested by the forward-looking statements. Shareholders are cautioned not to place undue reliance on forward-looking information. By its nature, forward-looking information involves numerous assumptions, inherent risks and uncertainties, both general and specific, that contribute to the possibility that the predictions, forecasts, projections and various future events will not occur. The Corporation undertakes no obligation to update publicly or otherwise revise any forward-looking information whether as a result of new information, future events or other such factors which affect this information, except as required by law.