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**KESSELRUN RESOURCES LTD.
MANAGEMENT DISCUSSION AND
ANALYSIS FOR
THE YEAR ENDED JULY 31, 2021**

INTRODUCTION

The following Management Discussion and Analysis (“MD&A”) of Kesselrun Resources Ltd. (the “Company” or “Kesselrun”), has been prepared by management, in accordance with the requirements of National Instrument 51-102 as of November 29, 2021, and should be read in conjunction with audited financial statements for the year ended July 31, 2021, and the related notes contained therein which have been prepared under International Financial Reporting Standards (“IFRS”). The information contained herein is not a substitute for detailed investigation or analysis on any particular issue. The information provided in this document is not intended to be a comprehensive review of all matters and developments concerning the Company. The Company is presently a “Venture Issuer” as defined in National Instrument 51-102. Additional information relevant to the Company’s activities can be found on SEDAR at www.sedar.com and the Company’s website at <http://www.kesselrunresources.com>.

All financial information in this MD&A has been prepared in accordance with IFRS and all dollar amounts are quoted in Canadian dollars, the reporting and functional currency of the Company, unless specifically noted.

FORWARD-LOOKING STATEMENTS

This MD&A contains certain forward-looking statements and information relating to the Company that are based on the beliefs of the Company’s management as well as assumptions made by and information currently available to the management. When used in this document, the words “*anticipate*”, “*believe*”, “*estimate*”, “*expect*” and similar expressions, as they relate to the Company or its management, are intended to identify forward-looking statements. This MD&A contains forward-looking statements relating to, among other things, regulatory compliance, the sufficiency of current working capital, the estimated cost and availability of funding for the continued exploration and development of the Company’s exploration properties. Such statements reflect the current views of the management with respect to future events and are subject to certain risks, uncertainties, and assumptions. Many factors could cause the actual results, performance or the Company’s achievements to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements.

Uncertainty Associated with Global Outbreak of Covid-19

In March 2020, the World Health Organization declared an outbreak of COVID-19 a global pandemic. This contagious disease outbreak, which continues to spread, and any related adverse public health developments, have adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. It is not possible for the Company to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Company’s business or ability to raise funds.

COMPANY OVERVIEW

Background

Kesselrun is a Canadian mineral exploration company based in Thunder Bay, Ontario. The Company was incorporated on May 18, 2011, pursuant to the Business Corporations Act, British Columbia. The Company’s focus is its Huronian Gold Project (“Huronian”), covering 290 contiguous unpatented mining claims plus four patented mining claims totaling approximately 5,160 hectares located in Moss Township, Thunder Bay Mining Division, Ontario and its Bluffpoint Gold Project (“Bluffpoint”), comprising of 280 mining claims covering approximately 8,857 hectares located in Bluffpoint Lake Township, with portions extending into the townships of Lawrence Lake, Napanee Lake and Barker Bay in the Kenora Mining Division of Northwestern Ontario. The Company does not have any assets or mineral properties that are in production.

EXPLORATION PROJECTS

As of the date of this MD&A the Company's interest in exploration and evaluation assets consists of the Huronian Gold Project and the Bluffpoint Gold Project (Figure 1).

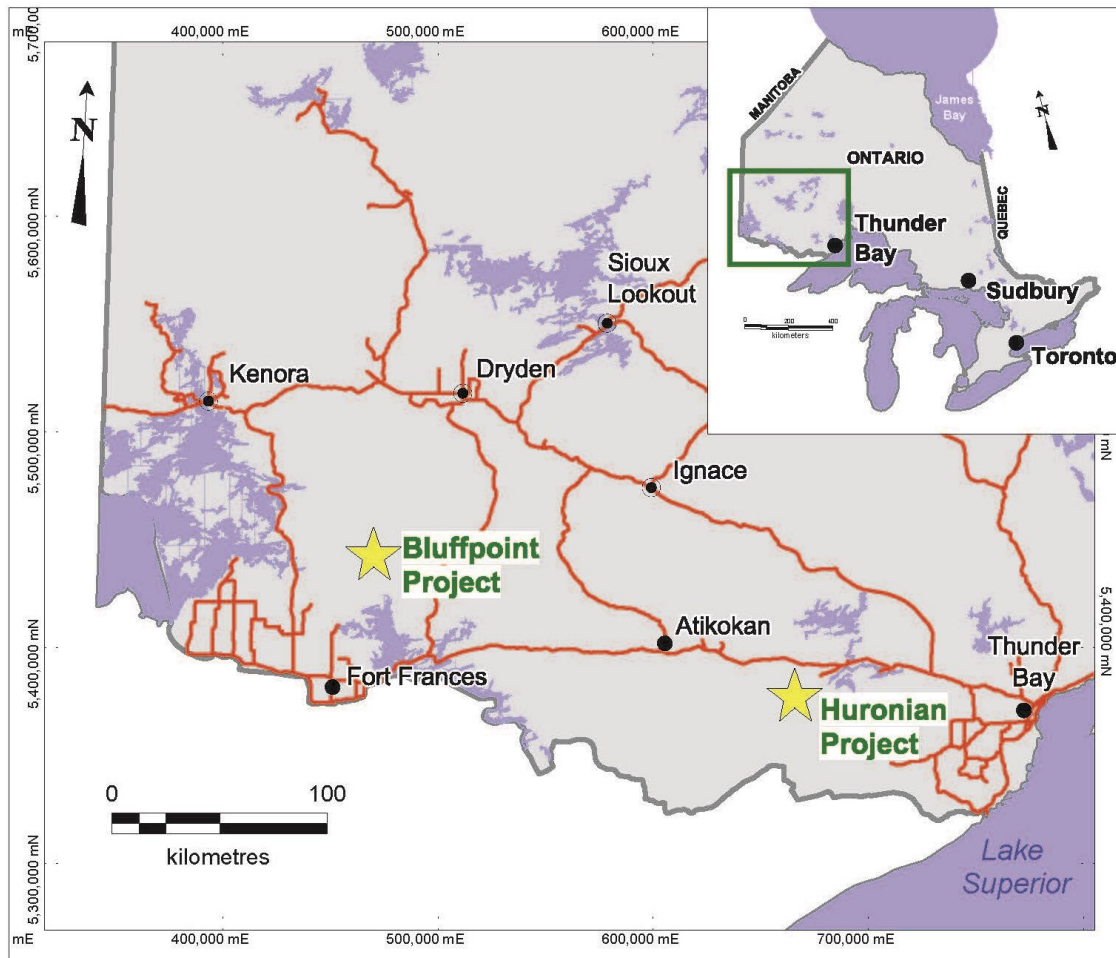


Table 1. Project sizes, claims and location

	Huronian Gold Project	Bluffpoint Gold Project
Area (ha)	5,160	8,857
Boundary Mining Claims	99	11
Single Cell Mining Claims	191	269
Total Mining Claims	290	280
Mining Patents	2	-
Mining + Surface Patents	2	-
Total Patents	4	-
Township/Area	Moss Township, Nelson Lake Area, Powell Lake Area	Bluffpoint Lake Area

HURONIAN PROPERTY

Location and General Description

The Huronian Gold Project is located in Moss Township and the Nelson Lake and Powell Lake Areas in the Thunder Bay Mining Division of Northwestern Ontario, approximately 100 km west of the city of Thunder Bay. The project is centred on UTM NAD 83 Zone 15N 665,000 m E, 5,380,000 m N within NTS Map Sheet 52B/10. The Huronian Gold Project is approximately 5,160 hectares in size and comprised of 99 boundary cell mining claims, 191 single cell mining claims, 2 patented mining claims and 2 patented mining and surface claims. The Huronian Gold Project is owned 100% by the Company, subject to various net smelter returns royalties.

The Huronian Gold Project is situated in the highly prolific Shebandowan Greenstone Belt located in the Abitibi-Wawa Subprovince of the Archean Superior Province. The Huronian Gold Project hosts numerous significant gold zones including the past producing Huronian Mine (also formerly known as the Jackfish, Kerry, Moss and Ardeen at various times) that produced 29,629 ounces gold and 170,463 ounces silver from 143,724 tons from 1932-1936 (Ontario Ministry of Northern Development and Mines Production Records). The Huronian Gold Project also covers the southwest strike extension of the geology that hosts Goldshore Resources Inc.’s Moss Lake Gold Deposit. The Moss Lake Gold Deposit hosts an NI 43-101 compliant resource estimate of 40 million tonnes at a grade of 1.1 g Au/tonne (1,377,300 Oz Au) Indicated and an additional 50 million tonnes at a grade of 1.1 g Au/tonne (1,751,600 Oz Au) Inferred (Moss Lake Gold Mines NR February 20, 2013).

Acquisition

On June 28, 2016, the Company entered into a purchase agreement to acquire a 100% interest in the Huronian Gold Project (“Huronian”) from Chalice Gold Mines Limited and its wholly owned subsidiary, Coventry Resources Ontario Inc., and Pele Mountain Resources Inc. and its wholly-owned subsidiary, Pele Gold Corporation (the “Vendors”). In consideration for the purchase, the Company issued the Vendors 4,000,000 common shares. The Huronian Gold Project is subject to net smelter return royalties (“NSR”) ranging from 2% to 2.5% to the Vendors and legacy vendors. The Company retains a right to purchase portions of the NSRs for varying amounts to the Vendors and legacy vendors as well as a right of first refusal for the remaining NSRs.

During the year ended July 31, 2017, the Company acquired a 100% interest in a mining claim adjacent to the Huronian Gold Project. The claim is subject to a 2% NSR, of which 1% may be purchased by the Company at any time for the payment of \$1,000,000.

Exploration Activities

Huronian Exploration Activities Summary

2016 - 2019 Mapping, overburden stripping and magnetic geophysical surveys.

2020 Mapping, overburden stripping and drilling.

2021 Drilling.

2020 Drill Program

Table 2. Summary of Significant Drill Intercepts – 2020 Huronian Gold Project

Hole ID	From (m)	To (m)	Interval (m)	Au (g/t)	Zone
20HUR001	126.0	134.8	8.8	1.5	Fisher
including	132.0	133.7	1.7	4.6	
20HUR002	4.4	61.9	57.5	1.1	Fisher

Hole ID	From (m)	To (m)	Interval (m)	Au (g/t)	Zone
including	6.3	11.0	4.7	6.5	
which includes	6.3	8.2	1.9	9.2	
including	57.0	61.9	4.9	2.9	
which includes	60.0	61.9	1.9	6.0	
which includes	60.8	61.9	1.1	9.9	
20HUR003	6.0	63.0	57.0	1.8	Fisher
including	6.0	20.0	14.0	6.5	
which includes	7.0	14.0	7.0	12.6	
which includes	7.0	12.2	5.2	15.7	
which includes	7.0	9.5	2.5	26.0	
which includes	7.0	8.0	1.0	52.3	
20HUR004	12.0	57.1	45.1	6.2	Fisher
including	15.6	31.1	15.5	14.6	
which includes	15.6	20.5	4.9	42.1	
which includes	18.3	20.5	2.2	79.9	
including	40.4	42.7	2.3	7.6	
including	53.4	56.2	2.8	6.1	
20HUR005	31.7	76.0	44.3	0.6	Fisher
including	70.0	76.0	6.0	2.1	
20HUR006	14.0	17.6	3.6	3.1	Fisher
20HUR007	18.1	26.0	7.9	2.2	Fisher
including	20.8	25.3	4.5	3.6	
20HUR008	72.0	79.5	7.5	0.6	Fisher
20HUR009	77.6	82.9	5.3	0.5	Fisher
20HUR010	61.0	81.2	20.2	0.6	Fisher
20HUR011	74.0	87.0	13.0	2.9	Fisher
including	74.0	74.7	0.7	21.8	
including	83.2	85.4	2.2	9.3	
20HUR012	30.5	46.0	15.5	0.5	Fisher
20HUR013				nsv	n/a
20HUR014	12.1	47.4	35.3	1.0	Fisher N
including	12.1	31.7	19.6	1.8	
which includes	27.0	31.7	4.7	7.1	
which includes	29.5	31.7	2.2	14.1	
which includes	29.5	30.7	1.2	22.2	
which includes	30.2	30.7	0.5	40.7	
20HUR015	6.4	65.0	58.6	0.5	Fisher N
including	6.4	35.3	28.9	0.9	
which includes	19.9	35.3	15.4	1.6	
which includes	19.9	22.9	3.0	7.3	
which includes	21.5	22.9	1.4	14.9	
which includes	21.5	22.3	0.8	23.2	
20HUR016				nsv	n/a
20HUR017	16.0	19.2	3.2	1.0	Z17 HW
including	78.0	79.0	1.0	11.4	Z17
20HUR018	44.2	56.2	12.0	1.0	McKellar
including	44.2	50.0	5.8	2.0	
20HUR019	43.0	58.0	15.0	0.8	McKellar
20HUR020	35.9	55.0	19.1	1.1	McKellar
including	35.9	37.8	1.9	3.1	

Hole ID	From (m)	To (m)	Interval (m)	Au (g/t)	Zone
including	46.5	48.6	2.1	3.1	
20HUR021	39.4	61.2	21.8	1.0	McKellar
20HUR022	42.5	61.1	18.6	0.6	McKellar
including	46.0	57.7	11.7	0.8	
which includes	46.0	54.5	8.5	0.9	
20HUR023	18.7	57.5	38.8	0.5	McKellar
including	37.7	57.5	19.8	0.7	
which includes	41.6	57.5	15.9	1.1	
which includes	44.0	57.5	13.5	1.2	
20HUR024	81.4	91.5	10.1	0.9	McKellar
including	81.4	89.9	8.5	1.0	
20HUR025	31.3	48.1	16.8	2.7	McKellar
including	31.3	39.4	8.1	2.6	
which includes	31.3	36.4	5.1	3.9	
which includes	31.3	33.0	1.7	10.2	
which includes	31.3	32.3	1.0	16.8	
and including	44.1	48.1	4.0	5.9	
which includes	45.0	48.1	3.1	7.5	
which includes	46.0	48.1	2.1	10.9	
which includes	46.0	47.0	1.0	22.6	
20HUR026	29.8	45.8	16.0	0.5	McKellar
including	42.2	43.0	0.8	2.3	
20HUR027	9.9	33.7	23.8	0.5	McKellar
including	9.9	11.0	1.1	6.9	
20HUR028	7.3	13.4	6.1	0.6	New
including	9.6	13.4	3.8	0.7	
which includes	10.4	13.4	3.0	0.9	
and	70.0	83.0	13.0	0.8	Huronian HW
including	78.0	83.0	5.0	2.1	
which includes	81.2	83.0	1.8	5.2	
which includes	82.0	83.0	1.0	8.7	
20HUR029	29.0	36.0	7.0	2.7	Huronian
including	29.0	29.8	0.8	7.1	
and including	34.3	36.0	1.7	7.5	
which includes	35.1	36.0	0.9	13.0	

⁽¹⁾ Widths are drill indicated core length as insufficient drilling has been undertaken to determine true widths at this time. Average grades are calculated with un-capped gold assays as insufficient drilling has been completed to determine capping levels for higher grade gold intercepts.

2021 Drill Program

In February 2021, the Company commenced an extensive drill program which has been budgeted to 20,000 metres targeting the Fisher, Fisher North, McKellar and Huronian zones, all in close proximity along an approximate 1500 m strike length in the area of the historic Huronian Mine. The area also has tremendous potential for discovery of new zones in light of the new revised mineralization model.

The significant drill intercepts are shown in Table 3 below.

Table 3. Summary of Significant Drill Intercepts – 2021 Huronian Gold Project

Hole ID	From (m)	To (m)	Interval (m)	Au (g/t)	Zone
21HUR030	10.6	51.8	41.2	1.4	Fisher
including	33.0	43.3	10.3	4.7	
and including	33.0	34.0	1.0	14.8	
21HUR031	21.5	44.2	22.7	2.1	Fisher
including	28.0	33.8	5.8	6.8	
and including	30.0	31.0	1.0	30.4	
21HUR032	25.1	56.6	31.5	1.9	Fisher
including	25.1	29.7	4.6	5.6	
and including	25.4	28.7	3.3	6.2	
including	46.2	50.1	3.9	4.5	
and including	49.2	50.1	0.9	14.3	
21HUR033	22.6	30.2	7.6	1.4	Fisher
21HUR034	23.8	65.9	42.1	1.9	Fisher
including	23.8	27.6	3.8	5.8	
and including	23.8	24.6	0.8	16.7	
including	52.6	56.5	3.9	7.0	
and including	52.6	54.0	1.4	13.3	
21HUR035	25.0	66.9	41.9	0.7	Fisher
including	27.9	29.9	2.0	4.4	
21HUR036	46.7	62.0	15.3	0.7	Fisher
including	49.4	50.4	1.0	3.8	
21HUR037	114.0	117.5	3.5	15.6	Fisher
including	117.0	117.5	0.5	99.0	
21HUR038	91.3	92.2	0.9	2.5	Fisher
21HUR039	2.3	23.3	21.0	0.9	Fisher
including	7.2	8.9	1.7	5.4	
21HUR040	34.4	34.8	0.4	8.0	Fisher
	262.8	263.4	0.6	stope	Huronian
	263.4	266.3	2.9	7.3	
including	263.4	263.9	0.5	34.2	
21HUR041	lost hole				
21HUR042	14.5	17.8	3.3	5.3	Fisher
including	16.9	17.8	0.9	17.0	
21HUR043	nsv				Fisher
21HUR044	92.4	108.5	16.1	1.1	Fisher
including	103.0	104.0	1.0	5.8	
21HUR045	90.4	91.0	0.6	5.9	Fisher
21HUR046	70.4	71.4	1.0	2.9	Fisher
21HUR047	no significant values				
21HUR048	lost hole – re-drilled as 049				
21HUR049	no significant values				
21HUR050	lost hole – re-drilled as 051				
21HUR051	hit stope/open workings				
21HUR052	hit stope/open workings				
21HUR053	results pending				
21HUR054	115.4	119.5	4.1	16.2	Huronian

Hole ID	From (m)	To (m)	Interval (m)	Au (g/t)	Zone
including	115.4	116.0	0.6	81.5	
21HUR056	17.7	85.5	67.8	1.6	McKellar
including	18.0	19.8	1.8	5.2	
including	43.9	85.5	41.6	2.2	
and including	63.7	66.8	3.1	4.7	
and including	72.7	78.0	5.3	3.3	
and including	79.7	85.5	5.8	7.2	
and including	79.7	83.3	3.6	9.0	
21HUR057	13.9	36.9	23.0	1.4	McKellar
including	31.7	36.4	4.7	5.5	
21HUR058	82.7	83.0	0.3	5.4	McKellar
	83.0	stope			
21HUR059	87.0	105.6	18.6	1.1	McKellar
including	90.0	91.0	1.0	7.7	
including	93.6	94.6	1.0	6.3	
21HUR061	hit stope				Huronian
21HUR062	179.1	182.3	3.2	1.9	Huronian
	182.3	stope			
21HUR063	311.0	311.9	0.9	12.9	Huronian
21HUR066	192.5	194.4	1.9	10.5	Huronian
including	193.0	193.9	0.9	22.0	
21HUR067	125.9	132.5	6.6	10.4	Fisher 2
including	130.6	132.2	1.6	40.8	
including	131.9	132.2	0.3	204	
21HUR068	148.0	152.6	4.6	5.8	Fisher 2
including	151.0	152.6	1.6	15.8	
21HUR069	142.7	149.4	6.7	6.4	Fisher 2
including	142.7	144.0	1.3	26.4	
including	142.7	143.0	0.3	113	
21HUR070	381.0	384	3.0	13.6	Huronian
including	382.7	383.6	0.9	41.8	
21HUR075	386.9	407.8	20.9	1.0	Huronian
including	392.5	393.1	0.6	12.6	
21HUR076	107.1	126.5	19.4	1.1	McKellar
including	118.2	119.7	1.5	6.3	
21HUR077	8.2	9.2	1.0	13.7	McKellar FW
21HUR078	80.8	91.8	11.0	0.7	McKellar
21HUR079	3.0	31.8	28.8	1.0	McKellar
including	3.0	3.6	0.6	22.2	
21HUR080	199.6	216.7	17.1	0.9	Fisher
including	200.2	200.8	0.6	11.8	
21HUR081	19.2	107.0	87.8	0.3	Fisher
including	19.2	22.0	2.8	1.0	
21HUR082	157.3	195.0	37.7	0.9	Fisher
including	186.5	190.1	3.6	6.0	
including	186.5	187.5	1.0	18.6	
21HUR083	217.8	218.3	0.5	9.9	Fisher

Hole ID	From (m)	To (m)	Interval (m)	Au (g/t)	Zone
21HUR084	no significant values				Fisher
21HUR085	156.5	162.5	6.0	0.3	Fisher
21HUR086	192.8	202.9	10.1	0.3	Fisher
21HUR087	197.1	232.7	35.6	0.5	Fisher
including	198.7	199.2	0.5	8.4	
and including	231.5	232.0	0.5	6.9	
21HUR088	48.1	63.6	15.5	0.7	McKellar
including	50.1	60.1	10.0	1.0	
	163.6	164.5	0.9	6.6	McKellar HW
21HUR090	89.6	102.9	13.3	0.7	McKellar
including	90.8	91.4	0.6	7.3	
21HUR091	50.1	56.0	5.9	6.4	McKellar
including	51.8	52.4	0.6	47.8	
21HUR092	36.6	81.5	35.3	0.3	McKellar
21HUR093	14.7	54.9	40.2	0.3	McKellar
including	50.2	51.0	0.8	6.7	
21HUR108	119.3	122.9	3.6	6.1	Fisher
including	119.3	120.7	1.4	16.2	
21HUR109	no significant values				Fisher
21HUR110	159.8	169.1	9.3	1.2	Fisher
including	168.0	168.5	0.5	8.7	
21HUR111	results pending for entire hole				Fisher
21HUR112	165.6	170.5	4.9	5.5	Fisher
including	169.9	170.5	0.6	25.1	

⁽¹⁾ Widths are drill indicated core length as insufficient drilling has been undertaken to determine true widths at this time. Average grades are calculated with un-capped gold assays as insufficient drilling has been completed to determine capping levels for higher grade gold intercepts.

Property Acquisition and Exploration Costs

Table 4. Huronian Gold Project acquisition and exploration costs

	July 31, 2021	July 31, 2020
Balance, beginning	\$ 2,062,671	\$1,825,125
Deferred exploration expenditures		
Assaying	248,924	5,512
Camp and travel	210,814	27,065
Claim maintenance	80	1,618
Drilling	1,673,324	-
Equipment use/rental	138,833	61,063
Geology	590,914	142,288
Sub-total, deferred exploration expenditures	2,862,889	237,546
Balance, ending	\$ 4,925,560	\$ 2,062,671

BLUFFPOINT PROPERTY

Location and General Description

The Bluffpoint Gold Project is located in the Bluffpoint Lake Area in the Kenora Mining Division of Northwestern Ontario, approximately 60 km north of the town of Fort Frances and 80 km southwest of the town of Dryden. The Bluffpoint Gold Project is centered on UTM NAD 83 Zone 15N 472,000 m E,

5,448,000 m N within NTS Map Sheet 52F/03. The Bluffpoint Gold Project is approximately 8,857 hectares in size and comprised of 11 boundary cell mining claims and 269 single cell mining claims. The Bluffpoint Gold Project is owned 100% by the Company subject to various net smelter returns royalties.

The Bluffpoint Gold Project is situated in the Pipestone-Cameron-Manitou Greenstone Belt and the Lawrence Lake Batholith located in the Wabigoon Subprovince of the Archean Superior Province. The Bluffpoint Gold Project hosts two distinct styles of gold mineralization; granitic hosted and greenstone hosted gold. The granitic hosted gold mineralization has been the focus of the majority of the Company's exploration activities centered around Northern, Homestake and Southern zones.

Acquisition

On March 31, 2012, the Company entered into Property Option Agreement (the "Option Agreement") with Michael Thompson (the "Initial Optionor") to acquire up to a 100% interest in 56 mining claims covering 11,408 hectares located in Bluffpoint Lake Township, with portions extending into the townships of Lawrence Lake, Napanee Lake and Barker Bay in the Kenora Mining Division of Northwestern Ontario (the "Bluffpoint Property").

The original Option Agreement contained two options. The first option allowed the Company to acquire a 60% undivided interest in the Bluffpoint Property by issuing 4,000,000 common shares and paying the Initial Optionor \$200,000 within a two-year period. The second option allowed the Company to acquire a further 40% interest in the Bluffpoint Property by making an additional payment of \$200,000 and issuing 2,000,000 common shares.

On April 30, 2013, in a private transaction, the Initial Optionor assigned 2/3's of his interest in the Option Agreement to Caitlin Jeffs and Neil Pettigrew (collectively referred to hereafter as the "Optionors").

On April 30, 2013, the Optionors and the Company agreed to amend the Option Agreement reducing the cash payment and share issuance requirements for the Company to earn a 100% interest in the Bluffpoint Property. As per amended Option Agreement, the Company was granted an exclusive right to acquire 100% interest in Bluffpoint Property by paying an additional \$200,000 and issuing an additional 2,000,000 common shares to the Optionors. The option was exercised on September 24, 2013, upon receiving an approval from TSX Venture Exchange.

The Bluffpoint Property is subject to a net smelter returns royalty (the "NSR") payable to the Optionors equal to a 2.0% NSR, of which 1.0% may be purchased by the Company at any time for the payment of \$1,000,000; leaving the Optionors with a final 1.0% NSR. If the Optionors decide to dispose of the remaining 1.0% NSR, the Company shall have the first right of refusal to acquire that remaining 1% NSR on the same terms and conditions that the Optionors propose to dispose of their NSR. If the Optionors propose to dispose of their NSR, the Optionors shall deliver to the Company written notice of the Optionors' intention to dispose of their NSR and the terms of the proposed disposition.

During Fiscal 2019, the Company acquired an additional 96 units, approximately 3,210 hectares in size. Subsequent to July 31, 2020, the Company acquired an additional 65 units, approximately 1,040 hectares in size. The new claims were acquired in the names of Michael Thompson, the CEO of the Company, and Caitlin Jeffs, a director of the Company, who were holding these claims for the benefit of the Company. On November 15, 2021, Mr. Thompson and Ms. Jeffs transferred these claims into Kesselrun's name at no additional cost to the Company.

As part of the maintenance of the Bluffpoint Property, the Company may stake additional claims adjacent to its Bluffpoint Gold Project, or allow some of the claims, with least geological potential not warranting further development, to expire.

Exploration Activities

Bluffpoint Exploration Activities Summary

2012 – 2015 Mapping, soil sampling, overburden stripping and drilling.

2016 – 2017 Mapping, overburden stripping.

2018 - 2021 no exploration work conducted.

Bluffpoint Gold Project Acquisition and Exploration Costs

Table 5. Bluffpoint Gold Project acquisition and exploration costs

	July 31, 2021	July 31, 2020
Balance, beginning	\$ 659,553	\$ 659,553
Acquisition costs and deferred exploration expenditures during the period	-	-
Balance, ending	\$ 659,553	\$ 659,553

QUALITY ASSURANCE (QA/QC)

The Company has implemented a quality control program to comply with industry best practices for sampling, chain of custody and analyses. Certified gold reference standards, blanks and duplicates are inserted at the core processing site as part of the QA/QC program in addition to the control samples inserted by the lab. Samples are prepared and analyzed by Activation Laboratories in Thunder Bay. Samples are analyzed for gold using Fire Assay-AA techniques. Samples returning over 10 g/t gold are analyzed using Fire Assay-Gravimetric methods. Selected samples are also analyzed with a standard 1 kg metallic screen fire assay. All results reported in this MD&A have passed QA/QC protocols.

HEALTH AND SAFETY

The Company prioritizes health and safety of its personnel and contractors. The continued expansion of the COVID-19 pandemic presents new challenges above and beyond what the Company normally faces while working in the field. To ensure the health and safety of all working on the Company's projects, the Company implemented health and safety measures recommended by the Ministry of Health and continues to monitor for any new updated guidelines that may be published from time to time.

COMMITMENTS

In order to keep the Bluffpoint Gold Project and the Huronian Gold Project in good standing, the Company is required to complete certain annual exploration activities. The cost of these exploration activities is determined based on the size of the claims. The Company continuously monitors status of its claims; and should it decide that the exploration of certain claims within a property is not in the Company's best interests at any given year, the Company retains the right to drop such claims.

QUALIFIED PERSON

Michael Thompson, P. Geo., President and Chief Executive Officer of Kesselrun, is the Qualified Person responsible for the Huronian Gold Project and for the Bluffpoint Gold Project as defined by National Instrument 43-101 and has approved the technical information in this MD&A.

SELECTED ANNUAL INFORMATION

Table 6. Comparison of financial condition

	Year ended July 31, 2021	Year ended July 31, 2020	Year ended July 31, 2019
Net and comprehensive income/(loss)	\$ (708,718)	\$ 170,273	\$ (820,758)
Income/(loss) per share – basic and diluted	\$ (0.01)	\$ 0.00	\$ (0.02)
Total assets	\$ 9,588,985	\$ 4,486,016	\$ 3,572,361

RESULTS OF OPERATIONS

During the year ended July 31, 2021, the Company reported a net loss of \$708,718 as compared to net income of \$170,273 the Company incurred during the year ended July 31, 2020.

During the year ended July 31, 2021, the Company's operating expenses increased by \$1,041,771, from \$283,288 the Company incurred during the year ended July 31, 2020, to \$1,325,059 the Company incurred during the year ended July 31, 2021. The largest factor that contributed to the increase in operating expenses was attributed to \$571,629 increase in share-based compensation. During the year ended July 31, 2021, the Company granted options to acquire up to 650,000 shares of its common stock at \$0.30 per share and 2,400,000 shares of its common stock at \$0.40 per share to its directors, officers and consultants, which resulted in \$602,288 in share-based compensation, whereas during the year ended July 31, 2020, the Company granted options to acquire up to 500,000 shares of its common stock at \$0.05 per share to its directors, officers and a consultant, which resulted in \$30,659 in share-based compensation.

The other factors contributing to the increase in operating expenses were associated with increased advertising and promotional activities, which for the year ended July 31, 2021, amounted to \$282,860, as compared to \$4,962 the Company incur during the year ended July 31, 2020; increased fees for consulting services, which for the year ended July 31, 2021, amounted to \$133,521, an increase of \$49,521 as compared to the year ended July 31, 2020; increased fees for management services, which for the year ended July 31, 2021, amounted to \$127,500, an increase of \$67,500 as compared to the year ended July 31, 2020; and increased accounting and audit fees of \$62,065, an increase of \$19,704 as compared to \$42,361 the Company incurred during the year ended July 31, 2020. The Company's office expenses and filing fees increased by \$12,259, and \$14,289, respectively to \$16,331, and \$39,109 for the year ended July 31, 2021. The legal fees increased by \$16,129 to \$17,899 for the year ended July 31, 2021, and the administration fees increased by \$18,000, to \$42,000 for the same period.

Above noted increases were in part offset by decreased travel fees of \$494, which decreased by \$4,429, as compared to prior year, and by decreased meals and entertainment expenses, which for the year ended July 31, 2021, totaled \$992, as compared to \$1,721 for the year ended July 31, 2020.

In addition to the regular business operating expenses, the Company's overall net loss for the year ended July 31, 2021, was effected by \$119,658 unrealized loss on the Company's marketable securities represented by 1,735,000 First Mining Gold Corp. shares ("FF Shares"), 57,886 Treasury Metals Inc. shares ("TML Shares") and 28,943 Treasury Metals Inc. warrants ("TML Warrants") (2020 –\$383,875 gain), which resulted from a decrease in the price of FF Shares from \$0.495 at July 31, 2020, to \$0.39 at July 31, 2021, which was in part offset by increased prices of TML Shares and TML Warrants, being \$0.88 and \$0.40 at July 31, 2021, as compared to \$0.824 and \$0.10, respectively on July 15, 2021, the day the TML Shares and TML Warrants were granted to the Company by First Mining Gold Corp. In addition, the Company accrued \$8,248 in interest payable on the note payable the Company issued to Fladgate

Exploration Consulting Corporation (“Fladgate”) (2020 - \$7,636). These decreases were in part offset by \$7,905 realized gain on marketable securities(2020 - \$77,322), which were associated with the sale of 200,000 FF Shares. In addition, the Company recognized \$736,342 gain on settlement of flow-through share premium liability associated with the December Financing (2020 - \$Nil).

Summary of Quarterly Results

Results for the most recently completed financial quarters are summarized in the table below:

Table 7. Summary of quarterly results

Period ended	Net and comprehensive income/(loss)	Income/(loss) per share; basic and diluted
July 31, 2021	\$ 403,651	\$ 0.01
April 30, 2021	\$ (127,216)	\$ (0.00)
January 31, 2021	\$ (442,380)	\$ (0.01)
October 31, 2020	\$ (542,773)	\$ (0.01)
July 31, 2020	\$ 522,802	\$ 0.01
April 30, 2020	\$ (105,357)	\$ (0.00)
January 31, 2020	\$ (49,586)	\$ (0.00)
October 31, 2019	\$ (197,586)	\$ (0.01)

Liquidity and Capital Resources

As at July 31, 2021, the Company had \$3,082,969 (July 31, 2020 - \$770,570) in cash, current assets of \$4,003,872 (July 31, 2020 - \$1,763,792) and current liabilities of \$825,577 (July 31, 2020 - \$602,248) with working capital of \$3,178,295 (July 31, 2020 – \$1,161,544). The largest component of the Company’s current assets was attributed to \$3,082,969 cash of which \$1,518,708 was associated with flow-through funds the Company can spend only on qualified exploration expenditures. Other current assets included \$739,167 in marketable securities, which consisted of 1,735,000 FF Shares, 57,886 TML Shares, and 28,943 TML Warrants (July 31, 2020 - 1,935,000 FM Shares which were valued at \$957,825), GST receivable totaling \$128,133 (July 31, 2020 - \$7,940), and prepaid expenses totaling \$53,603 (July 31, 2020 - \$27,457). During the year ended July 31, 2021, the Company’s operations were supported by \$5,462,561 net proceeds from the brokered private placement financing the Company closed on December 7, 2020, by \$106,905 cash received from the sale of 200,000 FM Shares, and by \$683,098 the Company received on exercise of warrants to acquire 5,692,480 shares of the Company’s common stock.

Aside from the sale of the marketable securities and cash generated on potential exercise of outstanding warrants and options, the Company does not have any additional sources of immediate cash flows.

On November 12, 2021, the Company announced a private placement financing for a total of \$3,000,000 (the “November Offering”), which will consist of flow-through units of the Company (the “November FT Units”) at a price of \$0.175 per November FT Unit and FT Units sold to charitable purchasers (the “November Charity FT Units”) at a price of \$0.21 per November Charity FT Unit. Each November FT Unit and November Charity FT Unit will be comprised of one common share of the Company issued as a “flow-through share” within the meaning of the Income Tax Act (Canada) (each, an “FT Share”) and one half of one common share purchase warrant (each full warrant, a “November Warrant”). Each November Warrant will be exercisable into one common share of the Company (each, a “November Warrant Share”) at a price of \$0.23 at any time during a 24-month period after the closing date of the November Offering.

Should the Company require additional financing to continue exploration of its current mineral claims, acquire additional claims, and to support general operating activities, the Company may sell any part of its

equity investment in FF shares and TML shares and warrants, or may choose to offer its equity securities, primarily through private placements for cash.

The Company has not pledged any of its assets as security for loans, or otherwise is not subject to any debt covenants. Based on current information, the Company anticipates that its working capital is sufficient to meet its expected ongoing obligations for the coming year.

Transactions with Related Parties

Related parties include the directors, officers, key management personnel, close family members and entities controlled by these individuals. Key management personnel are those having authority and responsibility for planning, directing and controlling the activities of the Company as a whole.

During the years ended July 31, 2021 and 2020, the Company had the following transactions with related parties:

Table 8. Related Party Transactions

	Year ended July 31,	
	2021	2020
Fladgate, for exploration and evaluation expenditures ⁽¹⁾	\$ 2,871,057	\$ 237,546
Da Costa Management Corp., for accounting, consulting, and administrative services ⁽²⁾	\$ 130,500	\$ 72,000
Flyrock Capital, for management fees ⁽³⁾	\$ -	\$ 60,000
Fairtide Ventures, for management fees ⁽⁴⁾	\$ 127,500	\$ -
Share-based compensation on options granted to directors and officers of the Company	\$ 307,410	\$ 22,033

⁽¹⁾ Fladgate is a full-service geological consulting firm with over 30 employees/contractors, which conducts all mineral exploration activities on behalf of the Company. Fladgate invoices the Company periodically when exploration is active at competitive industry standard rates. Fladgate is part owned by Michael Thompson, Chief Executive Officer and a director of Kesselrun, and Caitlin Jeffs, a director of Kesselrun, each owning 33.33% of Fladgate.

⁽²⁾ Da Costa Management Corp. is a private company owned by John da Costa, Chief Financial Officer and a director of Kesselrun.

⁽³⁾ Flyrock Capital (1796795 Ontario Inc.) is a private company owned by Michael Thompson.

⁽⁴⁾ Fairtide Ventures is a private company jointly owned by Michael Thompson and Caitlin Jeffs.

The balances due to related parties consist of amounts owed directly to the officers and directors of the Company and to private companies controlled by the officers and directors of the Company. These amounts are unsecured, non-interest bearing and due on demand. At July 31, 2021, the balance payable to related parties was \$273,932 (2020 - \$485,936).

At July 31, 2021, the Company was indebted to Fladgate in the amount of \$107,622 (2020 - \$99,374) under the loan payable. The loan bears interest at 8% per annum compounded monthly, is unsecured and due on demand. During the year ended July 31, 2021, the Company recorded interest expense of \$8,248 (2020 - \$7,636).

As part of the Company's December Financing, Mr. Thompson acquired 68,182 Units for total proceeds to the Company of \$15,000.

OUTSTANDING SHARE DATA

As at the date of this MD&A, the following securities were outstanding:

Table 9. Share Data

Type	Amount	Conditions
Common shares	77,780,356	Issued and outstanding
Warrants	8,659,364	Exercisable into 8,659,364 common shares at a price of \$0.33 per share until December 7, 2022
Broker Units	1,568,891	Exercisable into 1,568,891 broker units at a price of \$0.22 per share until December 7, 2022. Each broker unit entitles the holder to acquire one common share and 1/2 of one warrant, exercisable at \$0.33/warrant share
Broker Unit Warrants	784,446	These broker unit warrants are issuable on exercise of Broker Units. Broker unit warrants are exercisable into 784,446 common shares at a price of \$0.33 per share until December 7, 2022
Stock options	1,350,000	Exercisable into 1,350,000 common shares at a price of \$0.10 per share until December 21, 2022
Stock options	400,000	Exercisable into 400,000 common shares at a price of \$0.05 per share until January 16, 2025
Stock options	450,000	Exercisable into 450,000 common shares at a price of \$0.30 per share until August 10, 2025
Stock options	1,000,000	Exercisable into 1,000,000 common shares at a price of \$0.40 per share until January 6, 2026
Stock options	800,000	Exercisable into 800,000 common shares at a price of \$0.40 per share until July 14, 2026
	92,793,057	Total shares outstanding (fully diluted)

December 2020 Brokered Private Placement

On December 7, 2020, the Company closed the December Financing for total gross proceeds of \$5,999,969. As part of the December Financing, the Company sold 9,920,501 units of the Company's common stock (the "Units") at a price of \$0.22 per Unit for gross proceeds of \$2,182,510; 6,244,000 flow-through common shares of the Company (the "FT Shares") at a price of \$0.25 per FT Share for gross proceeds of \$1,561,000; and 7,398,227 flow-through units of the Company's common stock (the "FT Units"), which were sold to charitable flow-through purchasers, at a price of \$0.305 per FT Unit for gross proceeds of \$2,256,459.

Each Unit is comprised of one common share in the capital of the Company (each a "Common Share") and one half of one Common Share purchase warrant (each whole warrant, a "Warrant"). Each FT Unit is comprised of one FT Share and one half of one Warrant. Each whole Warrant can be exercised into one Common Share at a price of \$0.33 at any time on or before December 7, 2022.

In connection with the December Financing, Red Cloud Securities Inc. ("Red Cloud"), which acted as sole agent and bookrunner under the Offering, received a cash commission of \$389,128 and 1,512,891 non-transferable agent warrants, each entitling Red Cloud to purchase one Unit of the Company at a price of \$0.22 per Unit until December 7, 2022. Red Cloud was also paid a financial advisory fee of \$12,320 and issued 56,000 advisory warrants having the same terms and conditions as the agent warrants. In addition, the Company recorded \$135,960 in cash share issuance costs associated with the December Financing.

The net proceeds raised from the December Financing are being used for the exploration and advancement of the Huronian Gold Project and Bluffpoint Gold Project and for general working capital purposes. Proceeds from the sale of FT Shares and FT Units are being used to incur "Canadian exploration expenses" as defined in subsection 66.1(6) of the Income Tax Act and "flow through mining expenditures" as defined in subsection 127(9) of the Income Tax Act.

Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

SIGNIFICANT ACCOUNTING POLICIES

All significant accounting policies adopted by the Company have been described in the notes to the audited financial statements for the year ended July 31, 2021.

RISKS AND UNCERTAINTIES

The Company's activity of natural resource exploration is considered to be very high risk. Companies in this industry are subject to many and varied kinds of risks, including, but not limited to, environmental, commodity prices, political and economic, with some of the most significant risks and uncertainties affecting the Company being the following in addition to other risks disclosed in this MD&A:

- Substantial expenditures are required to explore for mineral reserves and the chances of identifying economical reserves are extremely small;
- The Company expects to continue to incur losses from operations unless and until such time as any of its mineral properties enter into commercial production and generate sufficient revenues to fund its continuing operations;
- The junior resource market, where the Company raises funds, is extremely volatile and there is no guarantee that the Company will be able to raise funds as and when required;
- Although the Company has taken steps to verify title to the mineral properties in which it has an interest, there is no guarantee that the property will not be subject to title disputes or undetected defects; and
- The Company is subject to the laws and regulations relating to environmental matters, including provisions relating to reclamation, discharge of hazardous material and other matters. The Company conducts its exploration activities in compliance with applicable environmental protection legislation and is not aware of any existing environmental problems related to its properties that may cause material liability to the Company.
- The Company is cognizant of the rapid expansion of the COVID-19 pandemic and the resulting global implications. To date, there have been no disruptions to the Company's day-to-day operations. However, the Company cautions that the potential future impact of any restrictions on the Company's operations is currently unknown but could be significant.

Financial Instruments

Fair value

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices that are observable for the asset or liability, either directly or indirectly; and

Level 3 – Inputs that are not based on observable market data.

The fair value of cash and marketable securities is measured based on level 1 inputs of the fair value hierarchy.

The estimated fair value of financial liabilities approximates their carrying values due to the short-term nature of these instruments.

Capital management

The Company manages its capital to safeguard the Company's ability to continue as a going concern, to ensure future benefits to stakeholders, and to have sufficient funds on hand for business opportunities as they arise.

The Company considers the items included in share capital as capital. The Company manages the capital structure and adjusts it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares through short-term prospectuses, private placements, sell assets, incur debt, or return capital to shareholders. As at the date of the filing of this MD&A, the Company does not have any debt that is subject to externally imposed capital requirements.

The Company is exposed to various financial instrument risks and assesses the impact and likelihood of this exposure. These risks include liquidity risk, credit risk, and market risk. Where material, these risks are reviewed and monitored by the Board of Directors.

a) 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 ensures that there are sufficient funds to meet its short-term business requirements, considering its anticipated cash flows from operations and its holdings.

b) Credit risk

Credit risk is the risk of potential loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is limited to the carrying amount on the statement of financial position and arises from the Company's cash, which is held with a high-credit quality financial institution. As such, the Company's credit risk exposure is minimal.

c) Market risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and equity prices.

i. Currency risk

Foreign currency risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because they are denominated in currencies that differ from the respective functional currency. The Company has minimal financial risk arising from fluctuations in foreign exchange rates as the Company does not own foreign currency denominated financial assets or liabilities.

ii. Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has minimal interest rate risk as it has no interest accumulating financial assets that may become susceptible to interest rate fluctuations.

iii. Equity Price risk

Equity price risk is the risk that the fair value of equity/securities decreases as a result of changes in the levels of equity indices and the value of individual stocks. The Company is exposed to equity price risk as a result of its investments in marketable securities.

CONTINGENCIES

There are no contingent liabilities.

ADDITIONAL INFORMATION

Additional information concerning the Company and its operations is available on SEDAR at www.sedar.com.