



(formerly "Chantrell Ventures Corp.")

O3 MINING INC.

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE THREE AND SIX-MONTH PERIODS ENDED JUNE 30, 2020 AND 2019

This management's discussion and analysis (this "MD&A") reflects the assessment by management of the results and financial condition of O3 Mining Inc. (formerly Chantrell Ventures Corp.) ("O3 Mining" or the "Corporation") and should be read in conjunction with the Corporation's unaudited interim consolidated financial statements for the three and six-month periods ended June 30, 2020 and 2019 and the notes thereto (the "Financial Statements"). Management is responsible for the preparation of the Financial Statements and this MD&A. The Financial Statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board (the "IASB"), applicable to the preparation of interim financial statements in accordance with IAS 34, Interim Financial Reporting. This MD&A and the Financial Statements are available electronically on SEDAR (www.sedar.com) under O3 Mining's issuer profile and on O3 Mining's website (www.O3Mining.ca), and should be read in conjunction with the audited consolidated financial statements of the Corporation for the years ended December 31, 2019 and 2018.

This MD&A contains forward-looking statements and should be read in conjunction with the risk factors described in the "*Risks and Uncertainties*" and the "*Cautionary Note Regarding Forward-Looking Information*" sections at the end of this MD&A.

This MD&A has been prepared as of August 10, 2020. All dollar figures in this MD&A are expressed in Canadian dollars, unless stated otherwise.

TECHNICAL INFORMATION

Scientific and technical information in this MD&A relating to the **Garrison Project** is supported by the technical report titled "*A Mineral Resource Estimate for the Garrcon, Jonpol and 903 Zones at the Garrison Project, Garrison Township, Black River – Matheson Area, Northeastern Ontario*" and dated as of April 4, 2019 (effective date of February 19, 2019), which has been prepared by RockRidge Partnership and Associates and has been reviewed and audited by Micon International Limited (the "Garrison Resource Estimate"). The Garrison Resource Estimate was prepared under the direction of B. Terrence Hennessey, P.Geo. (APGO No. 0038), who is a "qualified person" within the meaning of National Instrument 43-101 – *Standards of Disclosure for Mineral Projects* ("NI 43-101"). Mr. Hennessey is an employee of Micon International Limited and is considered to be "independent" of O3 Mining for purposes of Section 1.5 of NI 43-101. Reference should be made to the full text of the Garrison Resource Estimate, which was prepared in accordance with NI 43-101 and is available electronically on SEDAR (www.sedar.com) under O3 Mining's issuer profile.

Scientific and technical information in this MD&A relating to the **Marban Project** is supported by the technical report titled "*Updated Mineral Resource Technical Report, Marban Block Project, Québec, Canada*" and dated as of July 28, 2016 (effective date of June 13, 2016), which has been prepared by Mr. Elzéar Belzile, Eng. of Belzile Solutions Inc. (the "Marban Resource Estimate"). Mr. Elzéar Belzile is a "qualified person" within the meaning of NI 43-101 and is considered to be "independent" of O3 Mining for purposes of section 1.5 of NI 43-101. Mr. Elzéar Belzile is responsible for the scientific and technical information reported in the Marban Resource Estimate, including verification of the data disclosed therein. Mr. Thomas L. Dyer, P.E. of Mine Development Associates is also a "qualified person" within the meaning of NI 43-101 and is considered as "independent" of O3 Mining for purposes of Section 1.5 of NI 43-101. Mr. Thomas L. Dye is responsible for Whittle pit optimizations reported in the Marban Resource Estimate. Reference should be made to the full text of the Marban Resource Estimate, which was prepared in accordance with NI 43-101 and is available electronically on SEDAR (www.sedar.com) under O3 Mining's issuer profile.

Information relating to the **Akasaba Project** is supported by the technical report titled "*NI 43-101 Technical Report on the Akasaba Project, Province of Québec, Canada*" and dated of March 1, 2013 (effective date of January 20, 2013), which has been prepared by Christian D'Amours, B.Sc. P.Geo (OGQ #226) of Geopointcom, from Val-d'Or, Québec, and has been reviewed and audited by Geologica Inc. from Val-d'Or, Québec (the "Akasaba Resource Estimate"). The Akasaba Resource Estimate was prepared under the direction of Alain-Jean Beauregard, P.Geo (OGQ # 227) and Daniel Gaudreault (OIQ # 39834), each of whom is a "qualified person" within the meaning of NI 43-101 and considered to be "independent" of the Corporation for purposes of Section 1.5 of NI 43-101. Reference should be made to the full text of the Akasaba Resource Estimate, which was prepared in accordance with NI 43-101 and is available electronically on SEDAR (www.sedar.com) under Alexandria Minerals Corporation's ("Alexandria") issuer profile.

Information relating to the **Sleepy Project** is supported by the technical report titled "*2014 NI 43-101 Technical Report on the Sleepy Lake Property, Province of Québec, Canada*" and dated November 25, 2014 (effective date of September 15, 2014), which has been prepared by Christian D'Amours, B.Sc. P.Geo (OGQ #226) of Geopointcom, from Val-d'Or, Québec, and has been reviewed and audited by Geologica Inc. from Val-d'Or, Québec (the "Sleepy Resource Estimate"). The Sleepy Resource Estimate was prepared under the direction of Alain-Jean Beauregard, P.Geo (OGQ # 227) and Daniel Gaudreault (OIQ # 39834), each of whom is a "qualified person" within the meaning of NI 43-101 and considered to be "independent" of the Corporation for purposes of Section 1.5 of NI 43-101. Reference should be made to the full text of the Sleepy Resource

Estimate, which was prepared in accordance with NI 43-101 and is available electronically on SEDAR (www.sedar.com) under Alexandria's issuer profile.

Information relating to the **East Cadillac Gold Project** is supported by the technical report titled *"2019 NI 43-101 Technical Report and Mineral Resource Estimate: East Cadillac Gold Project, Val-D'Or, Québec"* and dated June 7, 2019 (effective date of April 30, 2019), which has been prepared by MRB & Associates, from Val-d'Or, Québec (the "East Cadillac Resource Estimate"). The East Cadillac Resource Estimate was prepared under the direction of Mr. John Langton, P.Geo, and Vincent Jourdain, P.Eng. (MRB & Associates), each of whom is a "qualified person" within the meaning of NI 43-101 and considered to be "independent" of the Corporation for purposes of Section 1.5 of NI 43-101. MRB & Associates is also considered to be "independent" of the Corporation for purposes of Section 1.5 of NI 43-101. Reference should be made to the full text of the East Cadillac Resource Estimate, which was prepared in accordance with NI 43-101 and is available electronically on SEDAR (www.sedar.com) under Chalice Gold Mines Limited's issuer profile.

Scientific and technical information in this MD&A relating to the **Orenada Project** is supported by the technical report titled *"A Mineral Updated Mineral Resource Estimate for the Orenada Zones 2 and 4 Project, Alpha Group Properties, Latitude 48° 03' North and Longitude 77° 42' West, Province of Québec, Canada"* and dated of July 20, 2018 (effective date of July 6, 2018), which has been prepared by InnovExplo Inc. (the "Orenada Resource Estimate"). InnovExplo is considered to be "independent" of the Corporation for purposes of Section 1.5 of NI 43-101 and is responsible for Whittle pit optimizations reported in the Orenada Resource Estimate. Reference should be made to the full text of the Orenada Resource Estimate, which was prepared in accordance with NI 43-101 and is available electronically on SEDAR (www.sedar.com) under Alexandria's issuer profile.

This MD&A uses the terms measured, indicated, and inferred mineral resources as a relative measure of the level of confidence in the resource estimate. Readers are cautioned that mineral resources are not economic mineral reserves and that the economic viability of mineral resources that are not mineral reserves has not been demonstrated. The estimate of mineral resources may be materially affected by geology, environmental, permitting, legal, title, socio-political, marketing, or other relevant issues. It cannot be assumed that all or any part of an inferred mineral resource will ever be upgraded to an indicated or measured mineral resource category. The mineral resource estimate is classified in accordance with the Canadian Institute of Mining, Metallurgy and Petroleum's *"CIM Definition Standards on Mineral Resources and Mineral Reserves"* incorporated by reference into NI 43-101. Under Canadian rules, estimates of inferred mineral resources may not form the basis of feasibility or pre-feasibility studies or economic studies except for a preliminary economic assessment as defined under NI 43-101. Readers are cautioned not to assume that further work on the stated resources will lead to mineral reserves that can be mined economically.

Mr. Louis Gariépy, P.Geo. B.Sc., Vice President of Exploration of O3 Mining, is a "qualified person" within the meaning of NI 43-101, and has reviewed and approved the scientific and technical information in this MD&A with respect to all of the Corporation's properties located in Québec, including the James Bay Properties, the Malartic Property, the Alpha Property and East Cadillac Property.

Ms. Alexandria Marcotte, P.Geo., Vice President of Project Coordination of Osisko Mining Inc. ("Osisko Mining"), is a "qualified person" within the meaning of NI 43-101, and has reviewed and approved the scientific and technical information in this MD&A with respect to all of the Corporation's properties in Ontario, including the Garrison Project.

DESCRIPTION OF BUSINESS:

The Corporation was continued from British Columbia to Ontario on June 28, 2019. On July 5, 2019, Osisko Mining completed a spin-out transaction that resulted in a reverse takeover of the Corporation by Osisko Mining (the "Reverse Take-Over"). This Reverse Take-Over resulted in the formation of a new company – renamed "O3 Mining Inc." – with a focus on the exploration and development of precious metals resource properties in Canada. Currently, the Corporation is exploring in Ontario and Québec and looking for new opportunities to enhance shareholder value.

UPDATES DURING THE THREE AND SIX-MONTH PERIOD AND SUBSEQUENT TO THE PERIOD**Corporate Development and Acquisitions:**

- On July 25, 2020, the Corporation announced that it had partnered with VRIFY Technology Inc. to develop an interactive presentation of its properties in Val-d'Or, Québec, including virtual tours and 3D models of the Marban and Orenada deposits. The interactive content will allow viewers to visit exploration sites, enter underground workings, review 3D renderings of deposits and learn about the Val-d'Or community, and will be updated regularly alongside drill results.
- On May 14, 2020, O3 Mining announced that it had entered into an option agreement (the "Mill Option") with QMX Gold Corp. to acquire a 100% interest in the Aurbel Mill, which is a fully permitted mining facility, located 10 kilometres from O3 Mining's Alpha property. The Mill Option grants O3 Mining the right to acquire the Aurbel Mill, the tailings and all associated permits and liabilities, for a purchase price of \$5.0 million (subject to adjustment in certain circumstances) at any time during a six-year term. The Corporation has paid a deposit of \$250,000 for the Mill Option and must contribute \$87,500 per annum for maintenance costs associated with the Aurbel Mill to maintain the Mill Option during the six-year term of the Mill Option.
- On May 13, 2020, O3 Mining announced that it has resumed exploration activities, which was previously suspended on March 23, 2020, on its properties in Val-d'Or, Québec, following an announcement from the Government of Québec easing restrictions previously in place due to the outbreak of the novel coronavirus ("COVID-19"). The Corporation's priority in this resumption is the health and safety of its employees and contractors, their families, and the communities in which O3 Mining operates. The Corporation has developed on-site pre-screening processes and taking other precautionary measures respecting industry standards and guidelines from the public health department, in consultation with the Corporation's First Nations partners, to safely resume its operations.
- On May 8, 2020, O3 Mining announced that it had sold the Hemlo properties to Hemlo Explorers Inc. (formerly Canadian Orebodies Inc.) ("Hemlo") in exchange for (i) 2.55 million common shares of Hemlo, and (ii) a discovery bonus of \$1.0 million, payable in cash or shares at Hemlo's option, if ever, if in the future Hemlo publishes a feasibility study in respect of the Hemlo properties containing at least two million ounces of gold categorized as probable mineral reserves, proven mineral reserves or a combination thereof.
- On April 29, 2020, O3 Mining announced that it had sold a package of 24 claims forming part of the Tortigny Property to Kenorland Minerals Ltd. ("Kenorland") in exchange for (i) cash consideration of \$900,000, and (ii) a 2% net smelter returns ("NSR") royalty over the 24 claims sold to Kenorland (subject to a 1% buy-back in favour of Kenorland for \$1.0 million).
- On April 28, 2020, O3 Mining announced that it had sold a package of 627 claims forming part of the Tortigny Property to Troilus Gold Corp. ("Troilus") in exchange for (i) 1,700,000 common shares of Troilus, and (ii) a 2% NSR royalty over the 627 claims sold to Troilus (subject to a 1% buy-back in favour of Troilus for \$1.0 million).
- On April 20, 2020, O3 Mining announced that it had entered into an asset purchase agreement with Blue Thunder Mining Inc. ("Blue Thunder") to sell its Fancamp and Embry properties to Blue Thunder in exchange for (i) 4,514,436 common shares of Blue Thunder, and (ii) a 2% NSR royalty over the Fancamp and Embry properties (subject to a 1% buy-back in favour of Blue Thunder for \$750,000). The transaction closed on May 1, 2020.
- On March 17, 2020, O3 Mining announced that it had completed the purchase of the Regcourt Property and the Louvem Property from Monarch Gold Corporation ("Monarch") pursuant to an asset purchase agreement dated March 16, 2020. The Regcourt Property is located at the eastern end of the Val-d'Or gold mining camp, approximately 30 kilometres east of Val-d'Or, Québec, and consists of 88 mining claims near the centre of the western border of Vauquelin Township of Québec. The Louvem Property consists of 12 mining claims and is located five kilometres east of Malartic, Québec. In accordance with the terms of the asset purchase agreement, the Corporation: (i) acquired the

Regcourt Property in exchange for 113,637 common shares of the Corporation ("Common Shares"); (ii) acquired a 50% interest in the Louvem Property in exchange for 4,546 Common Shares, subject to a 1% NSR royalty granted to Monarch on the Louvem Property with a 0.5% NSR royalty buy-back for \$300,000; and (iii) will acquire the remaining 50% interest in the Louvem Property for cash consideration of \$10,000 within two days of the receipt by Monarch of a declaratory judgment in respect of the Louvem Property. All Common Shares issued to Monarch are subject to a four month and one day hold period.

Financings:

- On June 19, 2020, O3 Mining completed its previously announced "bought deal" brokered private placement of: (i) an aggregate of 4,651,200 flow-through units of the Corporation at a price of \$4.30 per flow-through unit for aggregate gross proceeds of approximately \$20 million; and (ii) an aggregate of 8,599,810 units of the Corporation at a price of \$2.35 per unit for aggregate gross proceeds of approximately \$20.2 million. The total gross proceeds of the offering are approximately \$40.2 million. Each flow-through unit and each unit both are comprised of one Common Share and one-half of one Common Share purchase warrant of the Corporation. Each warrant will entitle the holder thereof to purchase one Common Share at an exercise price of \$3.25 for a period of 24 months.

Overall Performance:

During the six-month period ended June 30, 2020, the Corporation spent approximately \$6.2 million on exploration and evaluation activities, mostly on the Alpha Property and East Cadillac Property, and \$2.3 million on general and administration expenses including salaries and benefits. For the six-month period ended June 30, 2020, the Corporation drilled approximately 15,256 metres on the Alpha Property, and 14,924 metres on the East Cadillac Property. On March 23, 2020, O3 Mining announced that it suspended its operations in Québec in response to an order of the Government of Québec requiring the closure of all non-essential businesses due to COVID-19. On May 13, 2020, the Corporation resumed exploration activities on its Val-d'Or properties following an announcement from the Government of Québec easing restrictions. The Corporation's priority in this resumption is the health and safety of its employees and contractors, their families, and the communities in which the Corporation operates. On June 4, 2020, the Corporation announced that it is expanding its current drill program in Val-d'Or by 100,000 metres, from 50,000 metres to 150,000 metres. Drilling will focus on the Malartic, Alpha and East Cadillac properties.

Selected intercepts from the current drill program:

- 17.8 g/t Au over 1.1 metres at the East Cadillac Property on July 30, 2020.
- 46.4 g/t Au over 1.3 metres at the East Cadillac Property on July 7, 2020.
- 9.7 g/t Au over 1.8 metres at the East Cadillac Property on April 9, 2020.
- 13.4 g/t Au over 1.5 metres at the Alpha Property on April 7, 2020.
- 6.4 G/T Au over 7.5 metres at the Alpha Property on March 12, 2020.
- 2.4 G/T Au over 13.5 metres, including 6.9 G/T Au over 1.5 metres at the Alpha Property on February 28, 2020.
- 5.3 G/T Au over 8.6 metres, including 29.0 G/T Au over 1.0 metre at the Alpha Property on February 12, 2020.
- 12.2 g/t Au over 1.0 metre at the Alpha Property on January 7, 2020.

Garrison Mineral Resource Estimate

Cut-off grade	Measured & Indicated			Inferred		
	Tonnes (T) ⁽¹⁵⁾	Grade (g/t)	Ounces Au ⁽¹⁵⁾	Tonnes (T) ⁽¹⁵⁾	Grade (g/t)	Ounces Au ⁽¹⁵⁾
> 0.2 g/t Au	53,951,000	0.95	1,648,000	10,388,000	0.88	295,000
> 0.3 g/t Au	50,085,000	1.00	1,617,000	10,011,000	0.91	292,000
> 0.4 g/t Au	43,382,000	1.10	1,541,000	9,190,000	0.96	283,000
> 0.5 g/t Au	36,365,000	1.23	1,439,000	8,072,000	1.03	266,000
> 0.6 g/t Au	30,275,000	1.37	1,332,000	6,421,000	1.15	237,000

Garrison Resource Estimate Notes:

- The Garrison Resource Estimate has been prepared pursuant to CIM standards and guidelines for reporting mineral resources and mineral reserves.
- Mineral resources are presented undiluted and in situ and are considered to have reasonable prospects for economic extraction.

- (3) The database comprised a total of 1,115 drill holes for 342,873.7 metres of drilling in the extent of the mineral resource, of which 197 drill holes (87,250.8 metres) were completed and assayed by the Corporation as of July 31, 2018.
- (4) All NQ core assays reported by O3 Mining were obtained by analytical methods described below under "Quality Control and Reporting Protocols".
- (5) Geological interpretation of the deposits was based on the Garrison Deposit (Garrcon, Jonpol, and 903) as lying at the confluence of the Destor Porcupine Fault and the Munro fault (a splay structure of the Destor Porcupine) and mineralization hosted in structurally controlled domains. Interpretation was initially made from cross-sections at 25 or 50 metre intervals, and then completed in Leapfrog Software, where selections of mineralization intervals were combined to generate mineralization wireframes.
- (6) The mineralized domains used for the mineral resource estimate were constructed in Leapfrog Software using 0.2 g/t Au interpolant grade shells with 0.5 ISO values limited by hard boundaries to modeled lithological and structural zones.
- (7) Samples were composited within the mineralization domains into 2.0 metre length composites for all areas except the Garrcon Main Metasedimentary zone, where 2.5 metre composites were more appropriate.
- (8) High-grade capping was done on composite data and established using a statistical analysis on a per-zone basis for gold. Capping values of between 10 g/t to 40 g/t were used depending on mineralized domain.
- (9) Density values were applied on the following lithological basis (t/m³): 2.79 for all metasedimentary units and 2.82 for all igneous units.
- (10) Ordinary Kriging (OK) based interpolation was used for the estimation of all zones of the Garrison Gold Deposit. Estimates are based on a block dimension of 10 metres North East, 2 metres North West and 10 metres height for all zones except the Garrcon Main Metasedimentary unit where 5 metre x 5 metre x 5 metre blocks were used. Estimation parameters were based on variography. Strong anisotropies were observed in all cases, and variograms were rotated to reflect the best major, semi-major and minor ranges. Spherical models were fitted to pairwise relative semi-variograms. Search radii reflected the orientations of the variography. Search distances were used in three passes, where the first pass equaled two thirds of the variogram range, the second pass was equal to full variogram range and the third pass was double the respective range.
- (11) The Garrison Resource Estimate is categorized as measured, indicated, and inferred mineral resource as follows:
 - o The measured mineral resource category is generally based on a minimum number of six informing composites using a minimum of three drill holes located within the first estimation pass (two thirds variogram range).
 - o The indicated mineral resource category is largely based on using a minimum of four composites from two drill holes located in the second estimation pass.
 - o The inferred mineral resource category is based on a minimum of four composites from two drill holes located in the third pass.
 - o After initial coding of each pass, results were further refined in Leapfrog Software to establish continuous volumes for each resource category.
- (12) Estimates use metric units (metres, tonnes and g/t). Metal contents are presented in troy ounces (metric tonne x grade / 31.10348).
- (13) Micon International Limited is not aware of any known environmental, permitting, legal, title-related, taxation, socio-political or marketing issues, or any other relevant issue not reported in the technical report, that could materially affect the mineral resource estimate.
- (14) These mineral resources are not mineral reserves as they have not demonstrated economic viability. The quantity and grade of reported inferred resources in this mineral resource estimate are uncertain in nature and there has been insufficient exploration to define these inferred resources as indicated or measured. It is reasonably expected that the majority of inferred mineral resources could be upgraded to indicated mineral resources with continued exploration though not guaranteed.
- (15) The number of metric tonnes and ounces was rounded to the nearest thousand. Any discrepancies in the totals are due to rounding effects.

Marban Mineral Resource Estimate

Deposit	Measured			Indicated			Measured & Indicated			Inferred		
	Tonnes (000 t) ⁽¹⁵⁾	Grade (g/t)	Ounces Au (000 oz) (15)	Tonnes (000 t) (15)	Grade (g/t)	Ounces Au (000 oz) (15)	Tonnes (000 t) (15)	Grade (g/t)	Ounces Au (000 oz) (15)	Tonnes (000 t) (15)	Grade (g/t)	Ounces Au (000 oz) (15)
Marban In-Pit ⁽⁵⁾	7,653	1.47	363	20,801	1.13	758	28,454	1.23	1,121	3,599	1.15	134
Norlartic In-Pit ⁽⁵⁾	-	-	-	8,585	1.30	358	8,585	1.30	358	2	0.52	-
Kierens In-Pit ⁽⁵⁾	-	-	-	390	1.39	17	390	1.39	17	23	1.39	1
Marban Underground ⁽⁶⁾	18	3.49	2	279	4.24	38	297	4.20	40	502	3.67	59
Norlartic Underground ⁽⁶⁾	-	-	-	184	3.48	21	184	3.48	21	-	-	-
Kierens Underground ⁽⁶⁾	-	-	-	248	3.83	30	248	3.83	30	12	3.61	1
Total	7,671	1.48	365	30,487	1.25	1,222	38,158	1.29	1,587	4,138	1.47	195

Marban Resource Estimate Notes:

- (1) The Marban Resource Estimate has been prepared pursuant to CIM standards and guidelines for reporting mineral resources and reserves.
- (2) Resources are presented undiluted and in situ and are considered to have reasonable prospects for eventual economic extraction.
- (3) The database comprised a total of 723 holes for 221,200 metres of drilling completed and assayed by Osisko Mining (then NioGold Mining Corporation) as of the end of November 2015 on a 25 metre x 25 metre grid to 25 metre x 50 metre grid. Another 379,440 metres of the database were from 3,855 historical holes and 9,183 metres from 1,356 channels from the Marban mine compiled from previous operators.
- (4) The database also comprised a total of 305,652 assays with an average of 1.5 metre per sample for a total of 339,086 assayed metres. All NQ and BQ core assays reported by Osisko Mining were obtained by standard 50 g fire assaying-AA finish or gravimetric finish at ActLabs laboratory in Ste-Germaine Boulé, Québec, which is an accredited laboratory. A quality assurance and quality control program (QA/QC) was implemented by Osisko Mining and the laboratory to insure the precision and reproducibility of the analytical method and results. The QA/QC program included the insertion of standards, blanks and field duplicates in the sample batches sent to the laboratory and a systematic re-assaying of samples returning values above 3 g/t Au by fire-assay using a gravimetric finish. As well, 5% of the pulps grading above 0.3 g/t Au are sent to Accurassay laboratories in Rouyn-Noranda, Québec for check assaying.
- (5) Pit-constrained resources are based on a Whittle-optimized pit shell using a gold price of US\$1,250 per ounce and a calculated external lower cut-off of 0.4 g/t Au average strip ratio of 6.29 (excluding overburden),

- (6) Cut-off applied for Underground potential is 2.5 g/t Au.
- (7) The present estimates were done using Inverse Distance Cubed (ID3) interpolation as the geostatistical method based on 2.0 metre analytical composites. ID2 and Ordinary kriging interpolation have also been used for comparison with no significant variations in results.
- (8) All estimates are based on a block dimension of 10 metres E, 5 metres N and 5 metres height with estimation parameters determined by variography.
- (9) Geological interpretation based on lithologies, folds and mineralized shears, made from cross-sections at 6- to 12.5-metre intervals, identified, for the Marban Deposit, a total of 94 mineralized low domains, of which 40 include higher-grade sub-domains, for a total of 134 distinct domains. The domains comprise stacked mineralized shears that strike east-west and dip 45 to 50 degrees north. Minimum width was set to three metres.
- (10) Calculations are based on original samples within mineralized domains capped to a maximum of 30 g/t Au for all low-grade domains and to a maximum of 45 to 80 g/t Au for the high-grade domains. Globally, about 0.25% of the population has been capped representing an apparent gold loss varying between 5 and 15% depending of the domains. All 2-metres composites are calculated based on cut original data. In addition to the assay capping, restrictions were placed during grade interpolation on the influence of high-grade composites in low grade mineral domains.
- (11) Tonnage estimates are based on average densities ranging from 2.70 to 2.86 t/m³ with a 2.80 t/m³ density for the basalt (the principal ore host), based on a total of 902 specific gravity measurements (624 for Marban and 278 for Kierens-Norlartic).
- (12) The ounces estimated into the modeled workings of the past-producing Marban and Norlartic mines were removed from the mineral resources.
- (13) The Norlartic potential pit has the Kierens Creek flowing over a portion of it. Current baseline environmental studies will assess the possibility of deviating it.
- (14) Global mineral inventories are not pit-constrained and, for reporting purposes here, represent mineralization extending to a depth of 400 metres below surface for the Marban Deposit and 200 metres below surface for the Norlartic Deposit.
- (15) The number of metric tonnes and ounces was rounded to the nearest thousand. Any discrepancies in the totals are due to rounding effects.

Orenada Mineral Resource Estimate

Orenada ⁽¹⁾⁽²⁾	Cut-off grade	Measured & Indicated			Inferred		
		Tonnes (T) ⁽³⁾	Grade (g/t)	Ounces Au ⁽³⁾	Tonnes (T) ⁽³⁾	Grade (g/t)	Ounces Au ⁽³⁾
Zone 4	> 0.4 g/t Au (open pit)	3,563,000	1.54	176,085	865,000	1.39	38,755
	> 2.0 g/t Au (underground)	191,000	3.00	18,437	326,000	3.34	34,955
	Total	3,754,000	1.61	194,522	1,191,000	1.92	73,710
Zone 2	> 0.4 g/t Au (open pit)	-	-	-	605,000	1.36	26,363
	> 2.0 g/t Au (underground)	-	-	-	283,000	2.88	26,186
	Total	-	-	-	888,000	1.84	52,549
Total	> 0.4 g/t Au (open pit)	3,563,000	1.54	176,085	1,470,000	1.38	65,118
	> 2.0 g/t Au (underground)	191,000	3.00	18,437	609,000	3.12	61,141
	Total	3,754,000	1.61	194,522	2,079,000	1.89	126,259

Orenada Resource Estimate Notes:

- (1) These mineral resources are not mineral reserves, as they do not have demonstrated economic viability.
- (2) Resources are presented undiluted and in situ for both open pit and underground potential scenarios and are considered to have reasonable prospects for economic extraction.
- (3) The number of metric tonnes and ounces was rounded to the nearest thousand. Any discrepancies in the totals are due to rounding effects.

EXPLORATION STRATEGY

O3 Mining is a mineral exploration company focused on the acquisition, exploration, and development of precious metal resource properties in Canada. O3 Mining's flagship projects are the Alpha Property and East Cadillac Property, as well as the Malartic Property including the Marban Deposit, all located along the Cadillac Break. In addition, O3 Mining owns a 100% interest in the Garrison Project east of Matheson, Ontario, as well as additional projects in the Timmins area of Ontario, and the James Bay, Labrador and Vauquelin areas of Québec.

O3 Mining's mission is to become a premier gold exploration company in Canada and an emerging consolidator of exploration properties in prospective gold camps in Canada – focused on projects in Ontario and Québec – with a goal of becoming a multi-million-ounce, high-growth company.

SUMMARY OF MINERAL PROPERTIES

The Corporation's various gold mineral properties in Canada are summarized below:

Continuing Exploration Properties	Location	Transaction location status	Status
Alpha (Previously known as Orenada and Akasaba)	Québec	Alexandria Mineral Corporation ("Alexandria")	Owned 100%
Alpha – Epsilon – Golden Valley option	Québec	Alexandria	Earn-in ⁽¹⁾
Sleepy	Québec	Alexandria	Owned 100% ⁽²⁾
Gwillim	Québec	Alexandria	Owned 100%
Matachewan-Wydee	Ontario	Alexandria	Earn-in ⁽¹¹⁾
Harricana	Québec	9401-3513 Québec Inc. (formerly Harricana River Mining Corporation Inc.)	Owned 100%
East Cadillac Project	Québec	Chalice Gold Mines (Québec) Inc. ("CGMQ")	Owned 100%
East Cadillac Project - Renforth option	Québec	CGMQ	Earn-in ⁽³⁾
East Cadillac Project – Globex option	Québec	CGMQ	Earn-in ⁽⁴⁾
Kinebik Gold Project	Québec	CGMQ	Owned 100%
Simkar	Québec	O3 Mining	Owned 100%
Malartic	Québec	O3 Mining	Owned 100%
Regcourt	Québec	O3 Mining	Owned 100% ⁽⁶⁾
Louvem	Québec	O3 Mining	Owned 50% with an agreement to acquire the remaining 50% ⁽⁶⁾
Kan Project – James Bay	Québec	O3 Mining	Owned 100%
Éléonore Regional Project – James Bay	Québec	O3 Mining	Earn-in ⁽⁵⁾
Éléonore JV – James Bay	Québec	O3 Mining	Earn-in ⁽⁵⁾⁽⁷⁾
Ashuanipi – James Bay	Québec	O3 Mining	Earn-in ⁽⁵⁾⁽⁸⁾
Other – James Bay	Québec	O3 Mining	Earn-in ⁽⁵⁾
FCI – Corvette Lithium Project	Québec	O3 Mining	Owned 100% ⁽⁵⁾⁽⁹⁾
Éléonore-Opinaca	Québec	O3 Mining	Owned 100%
Launay	Québec	O3 Mining	Owned 100%
Schefferville	Québec	O3 Mining	Owned 100%
Garrison Block	Ontario	O3 Mining	Owned 100% ⁽¹⁰⁾
Garrison Patent Claims	Ontario	O3 Mining	Earn-in

Notes:

- (1) O3 Mining has an earn-in right of up to 80% of the property, which is currently owned by Golden Valley Mines Ltd. ("Golden Valley").
- (2) Probe Metals has an earn-in right of up to 60% of the property.
- (3) O3 Mining has an earn-in right of up to 80% of the property, which is currently owned by Renforth Resources Inc.
- (4) O3 Mining has an earn-in right of up to 100% of the property, which is currently owned by Globex Mining Enterprise Inc. ("Globex").
- (5) O3 Mining holds an earn-in right in respect of these properties, which are currently owned by Osisko Gold Royalties Ltd ("Osisko GR").
- (6) Acquired from Monarch on March 16, 2020.
- (7) Midland Exploration Inc. owns 50% of the project.

- (8) Osisko Metals has an earn-in right of up to 50% of the property.
(9) Subject to a 50% earn-in in favour of Gaia Metals Corp. ("Gaia Metals").
(10) Owned 100% except for Gold Pike Project which is owned 60%.
(11) Prosper Gold Corp. ("Prosper Gold") has the right to earn up to 75% interest on the property.

MINERAL RESOURCES

The Corporation's global mineral resources are summarized below:

CATEGORY	TONNES (MT)	AU GRADE (G/T)	AU (M OZ)
MEASURED			
MARBAN ⁽³⁾	7.67	1.48	0.37
GARRISON ⁽⁴⁾	22.21	1.12	0.80
SIMKAR ⁽⁷⁾	0.03	4.71	0.01
	29.91	1.21	1.17
INDICATED			
MARBAN ⁽³⁾	30.49	1.25	1.23
GARRISON ⁽⁴⁾	21.40	1.12	0.77
ORENADA ⁽⁵⁾	3.75	1.61	0.19
AKASABA ⁽⁶⁾	3.66	2.16	0.25
SIMKAR ⁽⁷⁾	0.21	5.66	0.04
NORDEAU WEST ⁽⁸⁾	0.23	4.17	0.03
	59.74	1.31	2.51
TOTAL M&I			
MARBAN ⁽³⁾	38.16	1.30	1.59
GARRISON ⁽⁴⁾	43.61	1.12	1.57
ORENADA ⁽⁵⁾	3.75	1.61	0.19
AKASABA ⁽⁶⁾	3.66	2.16	0.25
SIMKAR ⁽⁷⁾	0.24	5.53	0.04
NORDEAU WEST ⁽⁸⁾	0.23	4.17	0.03
	89.65	1.28	3.68
TOTAL INFERRED⁽²⁾			
MARBAN ⁽³⁾	4.14	1.47	0.20
GARRISON ⁽⁴⁾	10.27	1.27	0.42
ORENADA ⁽⁵⁾	2.08	1.89	0.13
AKASABA ⁽⁶⁾	1.82	4.92	0.29
SIMKAR ⁽⁷⁾	0.10	6.36	0.02
NORDEAU WEST ⁽⁸⁾	1.11	4.09	0.15
SLEEPY ⁽⁹⁾	1.86	4.70	0.28
	21.37	2.15	1.48

Mineral Resource Notes:

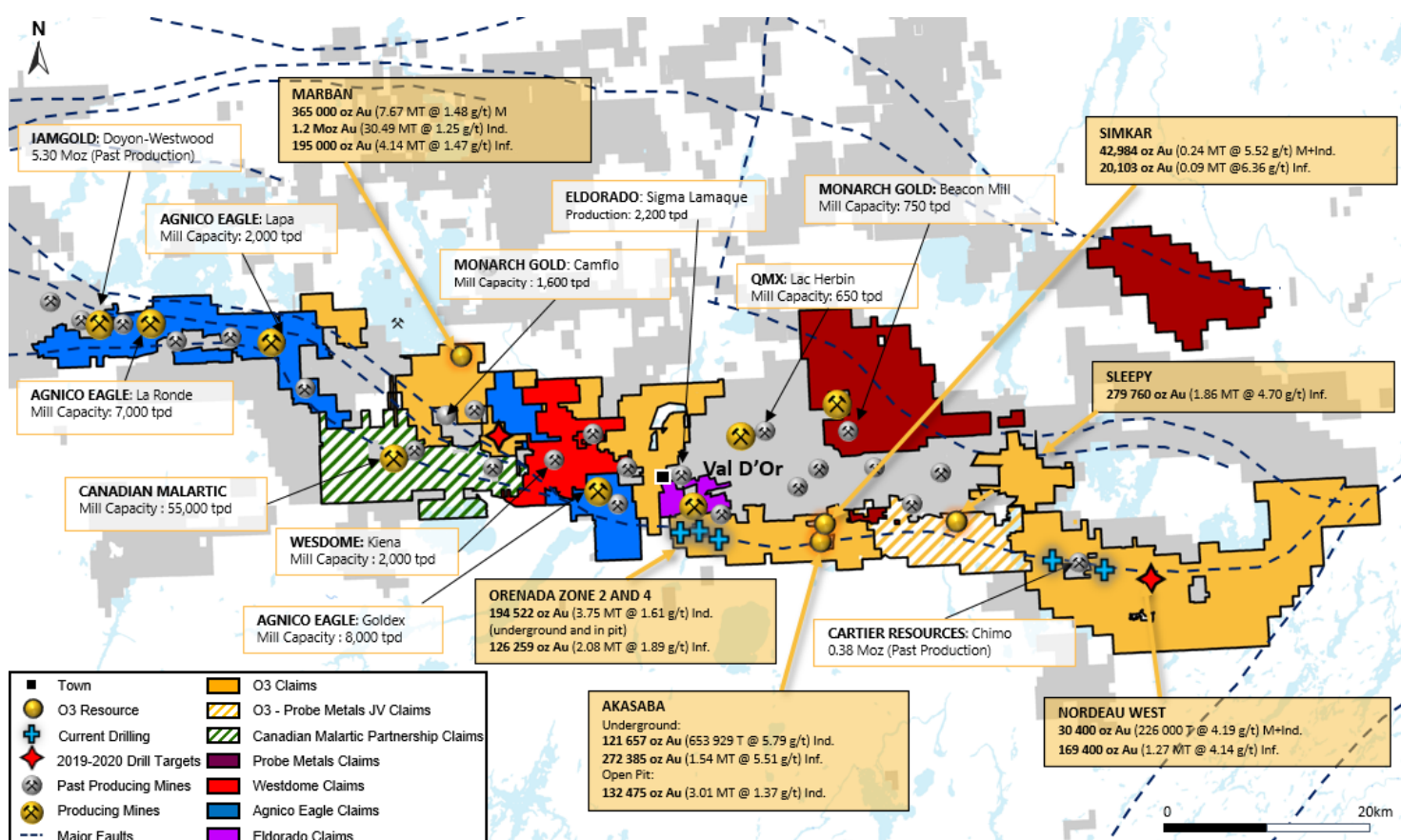
- (1) Global mineral inventories are not pit-constrained.
(2) Inferred mineral resources have a great amount of uncertainty as to their existence and as to whether they can be mined legally or economically. It cannot be assumed that all or any part of the inferred mineral resources will ever be upgraded to a higher category. Mineral resources are not mineral reserves and do not have demonstrated economic viability.
(3) Information relating to the Marban Project is supported by the Marban Resource Estimate.
(4) Information relating to the Garrison Block Properties is supported by the Garrison Resource Estimate.
(5) Information relating to the Alpha Property is supported by the Orenada Resource Estimate.
(6) Information relating to the Alpha Property is supported by the Akasaba Resource Estimate.
(7) Information relating to the Alpha Property is supported by the Simkar Resource Estimate.
(8) Information relating to the Nordeau West Deposit is supported by the East Cadillac Resource Estimate.
(9) Information relating to the Sleepy Lake Property is supported by the Sleepy Lake Resource Estimate.

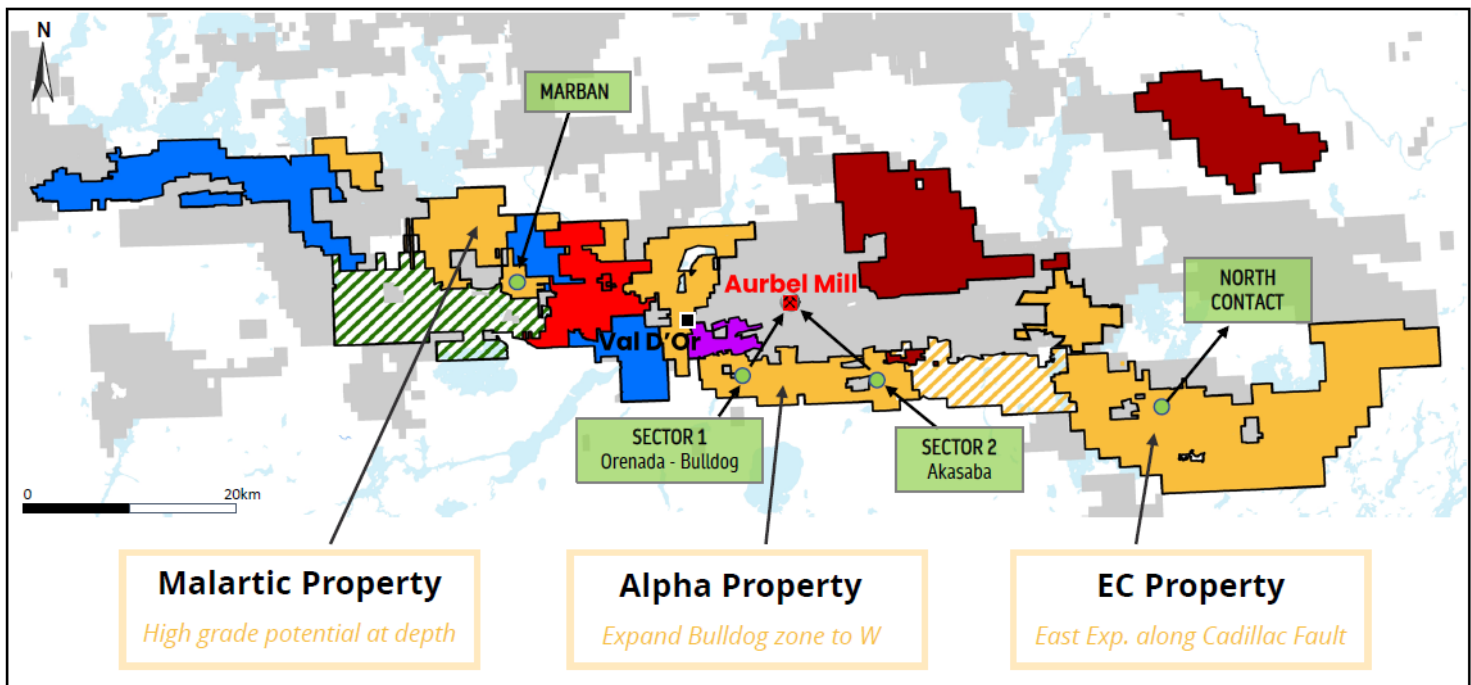
MINERAL PROPERTY ACTIVITIES

Cadillac Break Group – Alpha, East Cadillac, and Malartic Properties

The Cadillac Break Group is located in the southeastern Abitibi Greenstone Belt of the Archean Superior Province in the Canadian Shield. The properties are located in the Val-d'Or municipality of the Abitibi-Temiscamingue administrative region in the Province of Québec. The properties are easily accessed via all-season public paved roads, public gravel roads, all-terrain vehicle trails, and bush roads. The Cadillac Break Group is located at the boundary between the Abitibi Subprovince and the Pontiac Subprovince, which is marked by the Cadillac-Larder Lake Fault zone and stretch for over 35 kilometres along the break. The Cadillac-Larder Lake Fault zone is a regional-scale strike fault and/or shear zone and is one of the most important structural controls on the gold mineralization in the Abitibi Greenstone Belt, which has produced 100 million ounces of gold since the early 1900s. Discoveries in the region, at depths between 500 and 1,500 meters, show that the Cadillac Break Group is highly under-explored, as most recent drilling has been in the upper 150 meters over the whole package, only locally testing down to 300 meters in depth.

The Corporation holds a 100% interest in all these properties, subject to NSR royalties ranging between 1% to 2.5%, depending on the claim. A portion of these NSR royalties can be purchased for between \$200,000 and \$1,000,000.





Alpha Property – Cadillac Break Group

The Alpha Property includes several significant gold showings (Bulldog, Epsilon, Pontiac East and West, Mid Canada, Ducros, Hogg, Oramaque, Jolin, Sabourin, Goldora and Valdora) as well as the Orenada Zone 2 and Zone 4 Gold deposits. The Alpha Property is located 8 kilometres east of Val-d'Or and 3 kilometres south of the Eldorado South Lamaque mine. It is also the host of the main Akasaba Deposit and Simkar Gold Deposit. The Alpha Property covers more than 7,754 hectares and strides 20 kilometres of the prolific Cadillac Break. The Bulldog showing discovered in late 2018 will be the focus of the upcoming drilling program. The property is subject to a 1% NSR royalty on select claims, and assigned existing royalty buy-back rights on NSR royalties between 1% to 2% on certain other claims in the Val-d'Or area for proceeds of \$300,000.

i) Epsilon – Golden Valley option

Alexandria entered into an option agreement with Golden Valley, enabling Alexandria to earn 80% in the Epsilon Property, which is within the Alpha Property. O3 Mining may earn 80% in the property by issuing Common Shares to Golden Valley over a four-year period from the date of signing with a total value of \$250,000, and by conducting exploration activities totalling \$4 million over the same four-year period. Upon the 80% earn-in, Golden Valley and O3 Mining will form a joint venture to further explore, and if warranted, develop the property. Once the 80% interest is vested in favour of O3 Mining, Golden Valley will have a 20% free-carried interest. In addition, Golden Valley would retain a 1.5% NSR royalty, of which 0.5% may be purchased by O3 Mining for \$1,000,000.

The Common Shares are to be issued and exploration activities completed as follows:

- Upon stock exchange approval, Alexandria to issue treasury shares equal to \$25,000 (issued);
- prior to April 20, 2018, Alexandria to issue treasury shares equal to \$25,000 and meet expenditure requirement of \$250,000 (issued and met);
- prior to April 20, 2019, Alexandria to issue treasury shares or cash equal to \$30,000 and meet expenditure requirement of \$500,000 (issued and met);
- prior to April 20, 2020, O3 Mining to issue treasury shares or cash equal to \$50,000 and meet expenditure requirement of \$1,250,000⁽¹⁾; and
- prior to June 9, 2021, O3 Mining to issue treasury shares or cash equal to \$100,000 and meet expenditure requirement of \$2,000,000⁽¹⁾.

Note:

- (1) Due to the COVID-19 pandemic and the operation suspension in Québec, the Corporation exercised the force majeure clause in the option agreement on March 23, 2020. As the result, the April 20, 2020 payment was made on June 9, 2020 and the expenditure commitment has been extended to June 9, 2022.

ii) Integra option

In 2012, Alexandria has optioned one claim from the airport area located at the western edge of the Alpha Property to Integra Gold Corp. Alexandria retains a 2% NSR royalty, of which 1% may be re-purchased for \$1,000,000.

Exploration Activity

During the six-month period ended June 30, 2020, O3 Mining completed 46 drill holes totaling 15,256 meters of drilling on the Alpha Property, focusing on the Cadillac Fault Corridor and specifically on Bulldog, Pontiac East, and Epsilon zones. The significant intercepts expanded each one of these zones, which remain open laterally and at depth.

Sleepy Property – Cadillac Break Group

The Sleepy Property is 100% owned by the Corporation. The property comprises 232 individual claims (7408 hectares). On November 28, 2016, Alexandria entered into a binding agreement with Probe Metals Inc. ("Probe Metals"), which sets forth the terms of an exploration earn-in on the property. In order to earn a 60% interest on the Sleepy Property, Probe Metals must: (i) commit \$5,000,000 in work expenditures over a period of 4 years; and (ii) issue \$300,000 of its common shares upon signing.

Following the completion of the exploration earn-in, O3 Mining and Probe Metals will enter into a joint venture agreement in respect of the property with Probe Metals maintaining a 60% interest and O3 Mining maintaining a 40% interest. Probe Metals can earn an additional 10% interest on the Sleepy Property by: (i) completing a pre-feasibility study (1 million ounces); (ii) incurring an additional \$2,000,000 in exploration expenditures; and (iii) issuing to O3 Mining an additional 200,000 common shares.

Exploration Activity

Since the beginning of 2019, Probe Metals continued its work program on the Sleepy Property, which included drilling and geophysics to enhance known mineralization trends and to identify new areas of interest.

Highlights include:

- new, near-surface gold zones discovered on the eastern part of the property;
- new zone discovered 2 kilometres southeast of the Sleepy Deposit grading 4.2 g/t Au over 4.2 metres at 315 metres down-hole;
- second discovery made 300 metres along strike east of the Sleepy Deposit grading 108 g/t Au over 1 metre at 236 metres down-hole;
- third discovery made 900 metres along strike east of the Sleepy Deposit grading 3.7 g/t Au over 8.7 metres at 136 metres down-hole; and
- discoveries are associated with new geophysical targets delineated by induced polarization surveys on the property.

East Cadillac Property – Cadillac Break Group

The East Cadillac Property is located more than 35 kilometres east of the town of Val-d'Or and consists of two earn-in agreements in addition to the ground wholly owned by O3 Mining. The property consists of 370 single claims (18,328 hectares) and nearly 15 kilometres of the eastern extension of the Cadillac Break. The property hosts the Nordeau West Deposit, located 1,500 metres east of the former Chimo Mines held by Ressources Cartier Inc.

i) Globex option

On November 1, 2016, CGMQ entered into an option agreement with Globex on the Nordeau Project. O3 Mining may acquire a 100% interest, except certain claims where Globex has a 60% interest, by making annual option payments totalling \$590,000 over four years and funding exploration expenditures of \$2.5 million also over a four-year period. Upon exercising the option, O3 Mining will grant a 3% gross metal royalty to Globex. O3 Mining has the right to withdraw, with no minimum expenditure commitment at any time.

Due to the COVID-19 pandemic and the operation suspension in Québec, the Corporation exercised the force majeure clause in the option agreement on March 23, 2020. As the result, the payment date to incur exploration expenditures of \$2.5 million, of which \$1,150,000 remains, has been postponed until November 1, 2021.

ii) Renforth option

On May 21, 2018, CGMQ entered into a binding agreement with Renforth Resources Inc. on the Denain-Pershing Project. O3 Mining may earn an 80% interest in the project by making total option payments of \$200,000 and funding exploration expenditures of \$1.25 million over a period of three years. The claims are subject to a 3% NSR royalty (including third-party royalties) with a 1% buy-back right for \$1,000,000.

Due to the COVID-19 pandemic and the operation suspension in Québec, the Corporation exercised the force majeure clause in the option agreement on March 23, 2020. As the result, the payment date for the option payment of \$50,000, which was due May 21, 2020, was paid on June 20, 2020, and the last \$50,000 option payment has been postponed until June 20, 2021. The deadline to incur exploration expenditures of \$1.25 million, of which \$650,000 remains, has been postponed to June 20, 2021.

iii) Pershimex option

A third option agreement was signed in 2017 with Pershimex Resources Inc. (formerly Khalkos Exploration Inc.) on the Forsan Gold project. O3 Mining may earn a 70% interest in the project by making total option payments of \$375,000 to and funding exploration expenditures of \$1.75 million over a period of five years. During the period ended June 30, 2020, the Corporation withdrew from the option agreement without earning any interest in the project.

iv) Regcourt Property

On March 17, 2020, O3 Mining purchased the Regcourt Property from Monarch. The Regcourt Property is located at the eastern end of the Val-d'Or gold mining camp, approximately 30 kilometres east of Val-d'Or, Québec, and consists of 88 mining claims near the centre of the western border of Vauquelin Township of Québec. In accordance with the asset purchase agreement, the Corporation acquired the Regcourt Property in exchange for the issuance of 113,637 Common Shares.

Exploration Activity

During the six-month period ended June 30, 2020, O3 Mining completed 38 drill holes totaling 14,924 meters of drilling on the East Cadillac Property. Drilling focused on the Cadillac Fault Corridor and specifically on the Nordeau West, Nordeau East, Simon West and North Contact zones. The significant intercepts expanded the Simon West, North Contact and Nordeau East zones, which remain open laterally and at depth.

Malartic Properties– Cadillac Break Group

i) Marban Project

The Marban Project is 100% owned by O3 Mining and is the result of an amalgamation of the former Marban, First Canadian, Norlartic and Gold Hawk claims. The Marban Project is located about 15 kilometres west of the town of Val-d'Or in the Abitibi region of Québec, Canada and consist of 30 mining claims and three mining concessions (1,023 hectares).

The Marban Project is located in the Malartic mining camp in the Abitibi gold district of Québec, Canada. The Marban Project contains three past-producing mines (Marban, Norlartic and Kierens), which collectively produced 585,000 ounces of gold between 1959 and 1992. The land package owned by O3 Mining in the heart of the Cadillac, Malartic, and Val-d'Or gold mining camps covers 125 square kilometres and is located 15 kilometres from the Canadian Malartic Mine, and lies along the same shear structure as Wesdome Gold Mines Ltd.'s Kiena Deposit. To date, there has been a total of 4,577 holes drilled on the Malartic Property for a total of 600,369 metres. The current mineral resource estimate on the Marban, Norlartic and Kierens deposits is 38.2 Mt at a grade of 1.29 g/t Au for 1.59 Moz in the measured and indicated mineral resource categories and 4.1 Mt at a grade of 1.47 g/t Au for 195,000 oz in the inferred mineral resource category. Reference should be made to the full text of the Marban Resource Estimate, which was prepared in accordance with NI 43-101 and is available electronically on SEDAR (www.sedar.com) under O3 Mining's issuer profile. The Marban claims are subject to a 2% to 3% NSR royalty, as the case may be.

ii) Siscoe East Project

The Siscoe East Property is located in the Vassan Township in the Abitibi region of Québec, Canada. The Corporation owns a 100% interest in the claims covering the Siscoe East Property. Some claims are subject to a 2% NSR royalty, 50% of which may be repurchased by the Corporation for a total of \$2.8 million.

iii) Héva Project

The Héva Property, located 42 kilometres northwest of the city of Val-d'Or, in the Abitibi region of Québec, Canada. Some of the claims of the Héva Property are subject to a 1.5% NSR royalty, 50% of which may be repurchased for \$200,000.

iv) Louvem Project

On March 17, 2020, O3 Mining purchased the Louvem Property from Monarch. The Louvem Property consists of 12 mining claims and is located five kilometres east of Malartic, Québec. In accordance with the asset purchase agreement, the Corporation: (i) acquired a 50% interest in the Louvem Property in exchange for the issuance of 4,546 Common Shares, subject to a 1% NSR royalty granted to Monarch on the Louvem Property with a 0.5% NSR royalty buy-back for \$300,000; and (iii) will acquire the remaining 50% interest in the Louvem Property for cash consideration of \$10,000.

v) Other projects

Other projects include the Camflo West, the Malartic Hygrade, the Malartic Hygrade-NSM and the Malartic H Properties. The properties are located to the northeast of the town of Malartic, in the Abitibi region of Québec, Canada. The projects consist of 139 mining claims and one mining concession (6,263 hectares). The Camflo West claims are subject to various NSR royalties ranging from 1.5% to 3.0%, certain of which, or portions thereof, can be repurchased by the Corporation for payments ranging from \$200,000 to \$1.5 million. The Malartic H claims are 85% owned by the Corporation and the remaining 15% of the Malartic H claims can be purchased by the Corporation for \$25,000.

Exploration Activity

On May 7, 2020, O3 Mining announced the appointment of Ausenco Engineering Canada Inc. ("Ausenco"), as the lead consultant, to prepare a Preliminary Economic Assessment ("PEA") in accordance with NI 43-101 on its 100% owned Marban Project in Val-d'Or, Québec. Ausenco has been engaged to support O3 Mining on cost-effective process plant and infrastructure design concepts, as well as managing the overall PEA in accordance with NI 43-101. Ausenco will be assisted by Moose Mountain Technical Services, Golder Associates Inc., and WSP Global Inc. The results of the PEA are expected to be available in the fourth quarter of 2020.

Harricana Property

The Harricana Property is located 9 kilometres northeast of the town of Val-d'Or, on the eastern shore of the Blouin Lake, and hosts the Aurbel Deposit. The Harricana Property is 100%-owned by the Corporation and is comprised of 117 individual claims (3,878 hectares). The property was acquired by O3 Mining on August 23, 2019 as a result of its acquisition of Harricana River Mining Corporation Inc.

Matachewan-Wydee Property

The Matachewan-Wydee project is in the vicinity of Young Davidson Mine complex approximately 6 kilometres west-northwest of the town of Matachewan, Ontario and covers a total of 86 claims. The project is 100% owned by O3 mining and is subject to a earn-in in favor of Prosper Gold. According to the agreement, Prosper Gold may earn a 75% interest in the property by funding exploration expenditures of \$5 000 000 (\$ 2,500,000 over Wydee and \$2,500,000 over Matachewan) and by issuing 750,000 common shares over a 5-year period. Prosper Gold may earn an additional 15 % interest upon completion of a NI 43-101 resource calculation of 1.5 million ounces (750,000 ounces over Wydee and 750,000 ounces over Matachewan).

Exploration Activity

Prosper Gold has completed prospecting and surface sampling as well as 2,937 metres of diamond drilling at the Matachewan-Wydee Project during 2019. Further drilling is expected to take place during 2020.

Kinebik Property

The Kinebik Project is located in northern Québec, approximately halfway between the towns of Lebel-sur-Quévillon and Matagami. The property covers greater than 30 kilometres of strike along the Casa Berardi Fault which host the Casa Berardi Gold Deposit. The project consists of 348 single cells and is 100% owned by the Corporation. The property was acquired upon the acquisition of CGMQ on July 25, 2019.

Garrison Block Properties

i) Garrcon Project

The Garrcon Project is 100% owned by O3 Mining and is located in the prolific Abitibi Greenstone Belt in Ontario, Canada. The property consists of 67 contiguous mining claims (788 hectares), of which 63 claims are patented claims and four claims are cell claims.

- 35 patented claims are subject to a 2% NSR royalty, of which 12 patented claims are subject to a prior 1.5% NSR royalty from mineralized material mined above 400 feet vertically, and a 2% NSR royalty from mineralized material mined below that elevation. In addition, two of the four cell claims are subject to a 1% NSR royalty, which the Corporation shall have the right to for \$250,000. A further single cell claim is subject to a 1% NSR royalty, 0.5% of which the Corporation shall have the right to acquire for \$250,000.
- 20 patented claims to the south of the known resource are subject to a 2% NSR royalty, 0.5% of which the Corporation shall have the right to repurchase for \$1 million. The vendor retains a back-in right for up to 51% interest in the claims should a resource totaling 4 million ounces be identified on the claims. Such back-in right would trigger a cash reimbursement to the Corporation equal to double the exploration costs incurred since the date of the arrangement. Some of the claims are subject to an additional 1.5% NSR royalty under previous option agreements entered into by the vendor.
- The remaining eight patented claims are subject to a 1% NSR royalty.

ii) Jonpol Project

The Jonpol Project is 100% owned by the Corporation and is located on the same property as the Garrcon Project in the prolific Abitibi Greenstone Belt in Ontario, Canada.

iii) Buffonta Project

The Buffonta Project is 100% owned by the Corporation and is located in the prolific Abitibi Greenstone Belt in Ontario, Canada. The property consists of 147 contiguous mining claims (2,394 hectares), of which 71 claims are subject to a 3% NSR royalty, 0.5% of which the Corporation shall have the right to repurchase for \$1 million.

iv) Gold Pike Project

The Gold Pike Project is located in the prolific Abitibi Greenstone Belt in Ontario, Canada, and it is 40-60% owned by the Corporation. The property consists of 18 contiguous mining claims (468 hectares): eight cell claims 100% owned by the Corporation (subject to a 2.0% NSR royalty of which the Corporation has the right to repurchase 1% for \$1 million); and 10 leases under two separate agreements. Eight of the 10 leases are 60% owned by the Corporation and subject to a 2% NSR royalty, 1% of which the Corporation has the right to repurchase for \$1 million. The remaining two leases are 40% owned and subject to a 2% NSR royalty, 1% of which the Corporation has the right to repurchase for \$500,000. The property has an annual \$25,000 advance royalty payment.

James Bay Properties

On October 5, 2016, Osisko Mining announced that it had entered into an earn-in transaction with Osisko GR. O3 Mining assumed the earn-in agreements from Osisko Mining on July 5, 2019 in conjunction with the completion of the Reverse Take-Over. Under the terms of the earn-in agreement ("Osisko GR Earn-In Agreement"), the Corporation may earn a 100% interest in 28 exploration properties held by Osisko GR, which are located in the James Bay area, Québec and the Labrador Trough area (the "Earn-In Properties") upon incurring exploration expenditures totaling \$32 million over the seven-year term of the Osisko GR Earn-In Agreement; the Corporation will earn a 50% interest upon completing expenditures totaling \$19.2 million. Osisko GR will retain an escalating NSR royalty ranging from 1.5% to a maximum of 3.5% on precious metals and a 2% NSR royalty on other metals and minerals produced from the Earn-In Properties. Additionally, any new properties acquired by the Corporation in the designated area during the seven-year term of the Osisko GR Earn-In Agreement may also be subject to a royalty agreement in favour of Osisko GR with similar terms and subject to certain conditions. On February 16, 2017, Osisko Mining and Osisko GR amended and restated the Osisko GR Earn-In Agreement, pursuant to which the Kan Project was carved-out into a separate earn-in agreement (the "Kan Earn-In Agreement"). Under the terms of the Kan Earn-In Agreement, O3 Mining shall incur \$6 million over the seven-year term of the Kan Earn-In Agreement; the Corporation will earn a 50% interest upon completing expenditures of \$3.6 million over a four-year term. The entire commitment on the remainder of the Earn-In Properties has been reduced by the same amount and terms as the Kan Earn-In Agreement. On December 15, 2017, Osisko Mining and Osisko GR entered into an amendment to the Osisko GR Earn-In Agreement to extend, until December 31, 2018, the Corporation's firm commitment to spend \$4.1 million of exploration expenditures on all the properties. As at June 30, 2020, all required amounts were spent. On August 27, 2018, Osisko Mining and Osisko GR amended and restated the Osisko GR Earn-In Agreement further, pursuant to which the FCI Project was carved-out into a separate earn-in agreement (the "FCI Earn-In Agreement"). Under the terms of the FCI Earn-In Agreement, O3 Mining shall incur \$1 million over the two-year term of the FCI Earn-In Agreement; the Corporation will earn a 50% interest upon completing expenditures of \$250,000 in the first year of the two-year term. The entire commitment on the remainder of the Earn-In Properties has been reduced by the same amount and terms as the FCI Earn-In Agreement.

i) Kan Project

The Kan Project is located within the Labrador Trough, approximately 80 kilometres southwest of Kuujuaq, Québec. It covers approximately 40 kilometres of favorable stratigraphy that includes silicate-carbonate iron formations, thick metal-rich black shales units, gabbros and turbidites. The Kan Project surface was reduced to 300 claims (3,980 hectares). 125 claims are subject to a 2% NSR royalty in favour of Les Ressources Tectonic Inc., 0.5% of which may be purchased for \$750,000 at any time by Osisko GR and an additional, 0.5% of which may be purchased for \$750,000 by Altius Resources Inc. In addition, Osisko GR holds an NSR royalty over the total number of claims on the production of precious metals for a minimum of a 1.5% NSR royalty and a maximum of a 3.5% NSR royalty and a 2.0% NSR royalty on all other metals provided. However, if there is an existing royalty applicable on any portion of the claims, the royalty percentages shall, as applicable, be adjusted so that the aggregate maximum royalty percentage on such portion shall not exceed a 3.5% NSR royalty at any time.

ii) Éléonore-JV Project

The Éléonore-JV Project was significantly reduced to 578 claims (30,281 hectares), which is 50% owned by Midland Exploration Inc., and is located 25 kilometres southeast and 20 kilometres northwest of the Éléonore Gold Mine in the Opinaca Reservoir area of the James Bay territory. The project is subject to a 0.5% NSR royalty in favour of Osisko GR and to a 0.5% NSR royalty in favor of Midland Exploration Inc. No exploration work is planned on the project in 2020.

iii) Other – James Bay

Trieste Project

The Trieste Project consists of 304 claims (15,688 hectares) and is located 60 kilometres northwest of the Renard Diamond Mine of the James Bay territory.

Escale Project

The Escale Project consists of 129 claims (6,497 hectares) and is located 75 kilometres southeast of the LG-4 Power Dam in the James Bay region. The project is subject to a 0.5% NSR royalty to Sirios Resources Inc., which may be repurchased by the Corporation for \$500,000. 11 claims are subject to a 1% NSR royalty in favour of Newmont Mining Corp. without a buyback option.

Eastmain East Project

The Eastmain East Project consists of 54 claims (2,740 hectares) and is located 100 kilometres east of the Renard Deposit in the James Bay region.

FCI – Corvette Lithium Project

The FCI – Corvette Lithium Project consists of 28 claims (1,434 hectares) and is located within the James Bay Greenstone Belt in Northern Québec, Canada. The FCI – Corvette Lithium Project is subject to a 1.5% to 3.5% NSR royalty. On August 27, 2018, Osisko Mining entered into a binding agreement with Gaia Metals, which sets forth the terms of an exploration earn-in on the property. Under the exploration earn-in, Gaia Metals must commit \$2,250,000 in work expenditures over a three-year period to earn a 50% interest on the FCI-Corvette Lithium Project, subject to certain annual work expenditure thresholds, including a guaranteed expenditure threshold of \$250,000 in the first year.

Following the completion of the exploration earn-in, the FCI – Corvette Lithium Project will be transferred to a new joint venture entity to be owned 50% by O3 Mining and 50% by Gaia Metals. In addition, Gaia Metals may earn a further 25% interest in the joint venture entity (for a total interest of 75%) by electing to fund an additional \$2 million of project level expenditures, such as a preliminary economic assessment or pre-feasibility study.

Ashuanipi Project

The Ashuanipi Project covers 185 claims and is located within the James Bay in Northern Québec, Canada. The Ashuanipi Project is subject to a 1.5% to 3.5% NSR royalty. On August 27, 2019, O3 Mining entered into a binding agreement with Osisko Metals Incorporated ("Osisko Metals") which sets forth the terms of an exploration earn-in on the property. Under the exploration earn-in, Osisko Metals must commit \$3,500,000 in work expenditures over a two-year period to earn a 50% interest on the Ashuanipi Project including a guaranteed firm commitment of at least \$1,500,000 on or before the first anniversary of the closing date.

Following the completion of the exploration earn-in, the Ashuanipi Project will be transferred to a new joint venture entity to be owned 50% by O3 Mining and 50% by Osisko Metals. In addition, Osisko Metals may earn a further 25% interest in the joint venture entity, for a total interest of 75% by funding the next \$5,000,000 of expenditures during the first two years of the joint venture.

Tortigny Property

The Tortigny Property was transferred to O3 Mining on July 5, 2019 in conjunction with the completion of the Reverse Take-Over. The Tortigny Property is located approximately 100 kilometres north of the town of Chibougamau, Québec. During the period ended June 30, 2020, O3 Mining sold the Tortigny Property in two transactions for aggregate considerations valued at approximately \$2.4 million, and a 2% NSR (subject to a 1% buy-back in favour of Troilus and Kenorland, respectively, each for \$1.0 million).

Hemlo Properties

The Hemlo Properties were transferred to O3 Mining on completion of the Reverse Take-Over. The Hemlo Properties are located in the Hemlo mining district of Ontario. O3 Mining sold these properties to Hemlo on May 8, 2020 in exchange for (i) 2,550,000 common shares of Hemlo, and (ii) a discovery bonus of \$1.0 million, payable in cash or shares at Hemlo's option, if in the future Hemlo publishes a feasibility study in respect of the Hemlo properties containing at least two million ounces of gold.

Launay Property

The Launay Property was transferred to O3 Mining on July 5, 2019 in conjunction with the completion of the Reverse Take-Over. The Launay Property is located in the Abitibi Greenstone Belt, Québec, and it is subject to a 1.5% NSR royalty.

EXPLORATION AND EVALUATION ASSETS EXPENDITURES

The Corporation's expenditures on exploration and evaluation assets for the six-month period ended June 30, 2020, were as follows (in thousands of Canadian dollars):

	December 31, 2019	Acquisitions	Additions	Disposals	June 30, 2020
Kan - James Bay	\$ 203	\$ -	\$ 17	\$ -	\$ 220
Éléonore – James Bay	212	-	7	-	219
Éléonore JV – James Bay	200	-	39	-	239
Other – James Bay	324	-	104	-	428
FCI - Corvette Lithium	(57)	-	(30)	-	(87)
Éléonore Opinaca	1,013	-	-	-	1,013
Tortigny	793	-	126	(919)	-
Launay	1,000	-	3	-	1,003
Malartic Block	61,623	15	336	-	61,974
Garrison Block	23,628	-	274	-	23,902
Hemlo	255	-	-	(255)	-
Alpha	35,822	-	3,182	-	39,004
Harricana	1,649	-	-	-	1,649
East Cadillac	10,025	141	2,135	-	12,301
Total exploration and evaluation assets	\$ 136,690	\$ 156	\$ 6,193	\$ (1,174)	\$ 141,865

Significant additions during the six-month period ended June 30, 2020 are described by category in the following table (in thousands of Canadian dollars):

	Kan - James Bay	Éléonore – James Bay	Éléonore JV – James Bay	Other – James Bay	FCI - Corvette Lithium	Malartic Block
For the period ended June 30, 2020						
Property costs	\$ 17	\$ 7	\$ 39	\$ 53	\$ (30)	\$ 1
Camp costs	-	-	-	-	-	3
Office costs	-	-	-	-	-	7
Project management	-	-	-	-	-	-
Drilling	-	-	-	-	-	103
Geochemical survey	-	-	-	-	-	1
Permitting	-	-	-	-	-	-
Geophysical survey	-	-	-	56	-	-
Geology	-	-	-	(5)	-	69
Feasibility study and preliminary economic assessment	-	-	-	-	-	92
Community relations	-	-	-	-	-	-
Environmental	-	-	-	-	-	-
Québec exploration mining duties	-	-	-	-	-	60
Total additions	\$ 17	\$ 7	\$ 39	\$ 104	\$ (30)	\$ 336

For the period ended June 30, 2020	Garrison Block	Alpha	Tortigny	Launay	East Cadillac	Total
Property costs	\$ 77	\$ 100	\$ 125	\$ 1	\$ 29	\$ 419
Camp costs	34	31	-	-	4	72
Office costs	-	21	-	-	11	39
Project management	27	(17)	-	-	3	13
Drilling	-	2,777	1	2	2,056	4,939
Geochemical survey	-	3	-	-	-	4
Permitting	43	-	-	-	1	44
Geophysical survey	39	-	-	-	-	95
Geology	-	262	-	-	-	326
Feasibility study and preliminary economic assessment	-	-	-	-	31	123
Community relations	1	5	-	-	-	6
Environmental	53	-	-	-	-	53
Québec exploration mining duties	-	-	-	-	-	60
Total additions	\$ 274	\$ 3,182	\$ 126	\$ 3	\$ 2,135	\$ 6,193

During the six-month period ended June 30, 2020, the majority of spending was on the Alpha Property and the East Cadillac Property. There were some exploration activities on the Garrison Block Property. Drilling commenced on the Alpha Property and the East Cadillac Property and a total of 30,180 metres were completed using five drill rigs. After the COVID-19 restart, drilling has resumed using 3 rigs in order to complete the previously announced 150,000 metre drill program.

OUTLOOK

The operational outlook below and described herein reflects the Corporation's current operations.

On March 23, 2020, the Government of Québec mandated all non-essential businesses to suspend operations until further notice, which included O3 Mining's operations at all sites in Québec. In accordance with the directive, workers were demobilized from all sites in Québec on March 24, 2020. At this time, any employees able to perform their duties through teleworking began to do so. On April 13, 2020, the Government of Québec added certain mining operations to the list of essential activities allowed to reopen effective April 15, 2020. However, O3 Mining's operations continued to be suspended as the order from the Government of Québec did not authorize exploration/development stage projects to reopen. On May 13, 2020, the Corporation resumed exploration activities on its Val-d'Or properties following an announcement from the Government of Québec easing restrictions previously in place due to COVID-19. The Corporation's priority in this resumption is the health and safety of its employees and contractors, their families, and the communities in which the Corporation operates. Currently, O3 Mining is back to full operations and has commenced drilling activities with three drill rigs. The Corporation will continue with the 150,000-metre drill program focusing on the Alpha, East Cadillac and Malartic properties.

The Corporation continues to have a strong cash position of approximately \$45.5 million as at June 30, 2020. The Corporation is planning to spend approximately \$2.1 million per month on exploration activities on all its properties, \$360,000 per month on general and administration expenses and salaries and benefits, excluding non-cash items, for the 2020 year. The Corporation currently anticipates that it will have a year-end cash position of approximately \$31.8 million (excluding investments).

On July 7, 2020, the Department of Finance proposed an extension of the flow-through funds spend period and the look-back rule by a year, including a proposed suspension of the Part XII.6 tax for the same period. However, since exploration activities have resumed on May 13, 2020, the Corporation does not foresee any issue in meeting its flow-through obligations for the current year unless another forced stoppage takes place during 2020.

O3 Mining continues an aggressive exploration program to confirm, upgrade and expand its current resource estimates on the Alpha Property, the East Cadillac Property, and the Malartic Properties as well as testing a number of targets identified on these properties with a 150,000-metre drill program using five drill rigs. The Bulldog Zone remains a priority with approximately 10,000 meters planned to test the gold-bearing corridor at 100 metres spacing over an 800 metres strike length and down to 500 meters depth. The best historical intercepts include 4.5 g/t Au over 9.8 metres in OAX-18-241 at 100 metres depth and 10.9 g/t Au over 4.5 metres in OAX-18-245 at 300 metres depth. Mineralization at the Bulldog zone is associated with sheared, carbonatized, and sericitized wackes and porphyric dykes containing 1-3% fine disseminated pyrite. The 2020 campaign aims to test the mineralization potential at the Orenada 2 and 4 zones at depth. Historically, the Orenada Deposits have only been drilled down to 400 meters. The drill program will also follow up on significant intercepts obtained in 2019 at Pontiac East and Epsilon zones. Finally, exploration and fence drilling were to be completed in the eastern part of the Alpha Property mostly looking for skarn type deposits around the Sabourin intrusion and in the Valdora zone.

O3 Mining has also initiated a PEA on the Marban Project and has engaged Ausenco to complete the PEA, which is expected to be completed in the fourth quarter of 2020.

Divestment is part of the Corporation's go-forward strategy of monetizing value from its non-core projects, either through sale or partnerships with strategic buyers, who have strong management teams and are well-capitalized and technically strong operationally. This strategy will allow O3 Mining to focus on its core projects in Val-d'Or, Québec.

INVESTMENTS

The Corporation's assets included a portfolio of investments in public and private companies as at June 30, 2020. Much of this portfolio of investments was transferred from Osisko Mining to O3 Mining on July 5, 2019 in conjunction with the Reverse Take-Over. The Corporation holds investments in various companies within the mining industry for investment and strategic purposes. In some cases, the Corporation may decide to take a more active role in the investee, including providing management personnel, and technical and administrative support, as well as nominating individuals to the investee's board of directors.

Marketable Securities

The following table summarizes information regarding the Corporation's marketable securities as at June 30, 2020 and December 31, 2019 (in thousands of Canadian dollars):

<i>As at</i>	June 30, 2020	December 31, 2019
Balance, beginning of period	\$ 10,172	\$ -
Additions	1,632	3,034
Acquisitions	-	10,724
Disposals	(1,202)	(2,582)
Share consideration from disposition of exploration and evaluation assets	2,146	-
Realized loss	(783)	(510)
Unrealized gain/(loss)	3,935	(494)
Balance, end of period	\$ 15,900	\$ 10,172

During the six-month period ended June 30, 2020, these shares and warrants were fair valued, and this resulted in an unrealized gain of \$3,935,000 (2019 – \$nil). The Corporation sold shares during the six-month period ended June 30, 2020 which resulted in a realized loss of \$783,000 (2019 – \$nil).

RESULTS OF OPERATIONS

The following table summarizes the Corporation's Statement of Loss and Comprehensive Loss for the three and six-month periods ended June 30, 2020 and 2019 (in thousands of Canadian dollars):

<i>For the period ended</i>	Three months ended June 30, 2020	June 30, 2019	Six months ended June 30, 2020	June 30, 2019
Expenses/(income)				
Compensation expenses	\$ 1,471	\$ 15	\$ 2,569	\$ 30
General and administration expenses	664	55	1,330	66
General exploration expenses	-	-	23	-
Flow-through premium income	(345)	-	(1,686)	-
Gain from marketable securities	(5,137)	-	(3,152)	-
Gain on disposal of property, plant and equipment	(2)	-	(2)	-
Gain on disposal of exploration and evaluation assets	(1,680)	-	(1,680)	-
Other income	-	-	(2)	-
Operating (income)/loss	(5,029)	70	(2,600)	96
Finance income	(29)	-	(107)	-
Finance costs	(9)	-	16	-
Net finance income	(38)	-	(91)	-
(Income)/loss before tax	(5,067)	70	(2,691)	96
Deferred income tax expense	927	-	1,349	-
(Income)/loss and comprehensive (Income)/loss	(4,140)	70	\$ (1,342)	\$ 96

Three-month Period Ended June 30, 2020 as Compared to Three-month Period Ended June 30, 2019

Loss and comprehensive loss decreased by \$4.2 million from a loss of \$70,000 for the three-month period ended June 30, 2019 to an income of \$4.1 million for the three-month period ended June 30, 2020. This was predominantly as a result of a gain from marketable securities in the quarter. All the previous expenses were related to a shell company with minimal costs. The majority of the expenses in the period relate to deferred income tax expense of \$927,000 (non-cash), and general and administration expenses of \$664,000, as well as salaries and benefits of \$1.5 million, of which \$942,000 is stock-based compensation (non-cash expense). Expenses were offset by a gain of \$5.1 million from marketable securities and a gain of \$1.7 million on disposition of exploration and evaluation assets.

Compensation expenses increased by \$1.4 million to \$1.4 million for the three-month period ended June 30, 2020, compared with \$15,000 for the same period in 2019. This increase was mostly due to an increase in stock-based compensation of \$942,000 due to granting of options and restricted share units to senior employees, officers, and directors during the period as well as an increase in salaries of \$514,000 as result of salaries and benefits paid to employees hired in the third quarter of 2019.

General and administrative expenses in the three-month period ended June 30, 2020 totaled \$664,000. The majority of the expenses were professional fees of \$413,000 related to legal, accounting, and other administrative services, which were due to the increased activities in the period. The Corporation also incurred \$84,000 of office expenses mostly related to the ongoing expenses of the multiple offices that were acquired during the transactions that were completed in the third quarter of 2019.

Flow-through premium income was \$345,000 during the three-month period ended June 30, 2020, compared to \$nil during the same period in 2019. This income was derived from the flow-through offerings, combined with the amount of "Canadian exploration expenditures" that were spent during the period. On the issuance of flow-through shares, a flow-through share premium liability is recognized. Upon the Corporation incurring flow-through eligible expenditures, the Corporation recognizes flow-through premium income and decreases the flow-through premium liability.

During the three-month period ended June 30, 2020, the Corporation maintained a portfolio of securities that were strategically invested in the marketable securities of exploration and development companies. As a result, the Corporation recognized an unrealized gain of \$5.9 million and a realized loss of \$783,000 in the period. The realized loss was from the sale of several investments and the unrealized loss was a result of the Corporation marking to market its investments at period end. The Corporation had a fair market value of \$15.9 million in marketable securities as at June 30, 2020, compared to \$10.2 million as at December 31, 2019.

Six-month Period Ended June 30, 2020 as Compared to Six-month Period Ended June 30, 2019

Loss and comprehensive loss decreased by \$1.4 million from a loss of \$96,000 for the six-month period ended June 30, 2019 to an income of \$1.3 million for the six-month period ended June 30, 2020. This was predominantly as a result of a gain from marketable securities in the quarter. All the previous expenses were related to a shell company with minimal costs. The majority of the expenses in the period relate to deferred income tax expense of \$1.3 million (non-cash), and general and administration expenses of \$1.3 million, as well as salaries and benefits of \$2.6 million, of which \$1.6 million is stock-based compensation (non-cash expense). Expenses were offset by a gain from marketable securities of \$3.2 million and a gain of \$1.7 million on disposition of exploration and evaluation assets.

Compensation expenses increased by \$2.5 million to \$2.6 million for the six-month period ended June 30, 2020, compared with \$30,000 for the same period in 2019. This increase was mostly due to an increase in stock-based compensation of \$1.6 million due to granting of options and restricted share units to senior employees, officers, and directors and due to the increased stock price during the period as well as an increase in salaries of \$1.0 million as result of salaries and benefits paid to employees hired in the third quarter of 2019.

General and administrative expenses in the six-month period ended June 30, 2020 totaled \$1.3 million. The majority of the expenses were professional fees of \$834,000 related to legal, accounting, and other administrative services due to the increased activities in the period. The Corporation also incurred \$218,000 of office expenses mostly related to the ongoing expenses of the multiple offices that were acquired during the transactions that were completed in the third quarter of 2019.

Flow-through premium income was \$1.7 million during the six-month period ended June 30, 2020, compared to \$nil during the same period in 2019. This income was derived from the flow-through offerings, combined with the amount of "Canadian exploration expenditures" that were spent during 2020. On the issuance of flow-through shares, a flow-through share premium liability is recognized. Upon the Corporation incurring flow-through eligible expenditures, the Corporation recognizes flow-through premium income and decreases the flow-through premium liability.

During the six-month period ended June 30, 2020, the Corporation maintained a portfolio of securities that were strategically invested in the marketable securities of exploration and development companies. As a result, the Corporation recognized an unrealized gain of \$3.9 million and realized loss \$783,000 in the period. The realized loss was from the sale of several investments and the unrealized loss was a result of the Corporation marking to market its investments at the period end. The Corporation had a fair market value of \$15.9 million in marketable securities as at June 30, 2020, compared to \$10.2 million as at December 31, 2019.

Cash Flow

The Corporation is dependent upon raising funds in order to fund future exploration programs. See *"Liquidity and Capital Resources"* and *"Risks and Uncertainties"*.

Operating Activities

Cash used in operating activities for the six-month period ended June 30, 2020 totaled \$2.5 million, compared to \$35,000 for the same period in 2019. The increased outflows were primarily attributable to general and administration expenses of \$1.3 million, and salaries and benefits of \$1.0 million for the six-month period ended June 30, 2020.

Financing Activities

Cash provided by financing activities was \$38.1 million for the six-month period ended June 30, 2020, compared with \$nil for the same period in 2019. This inflow of cash is primarily attributable to \$38.1 million raised from private placements.

Investing Activities

Cash used in investing activities for the six-month period ended June 30, 2020 totaled \$6.8 million, compared with \$nil for the same period in 2019. This outflow is primarily attributable to addition to exploration and evaluation expenditures of \$6.0 million, and acquisition of marketable securities of \$1.6 million in the six-month period ended June 30, 2020, partially offset by proceeds of \$1.2 million from disposition of marketable securities.

In management's view, the Corporation has sufficient financial resources to fund current planned exploration programs and ongoing operating expenses. As at June 30, 2020, the Corporation had cash of \$45.5 million, compared to \$16.7 million as at December 31, 2019. The Corporation will continue to be dependent on raising equity or other capital as required unless and until it reaches the production stage and generates cash flow from operations. See *"Risks and Uncertainties"* and *"Cautionary Note Regarding Forward-Looking Information"*.

SUMMARY OF QUARTERLY RESULTS

(in thousands of Canadian dollars)

<i>For the period ended</i>	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019
Financial results:				
Interest income	\$ 29	\$ 78	\$ 124	\$ 160
(Income)/Loss	\$ (4,140)	\$ 2,796	\$ 1,429	\$ 2,615
(Earnings)/loss per share*:				
Basic	\$ (0.09)	\$ 0.06	\$ 0.03	\$ 0.07
Diluted	\$ (0.08)	\$ 0.06	\$ 0.03	\$ 0.07
Financial position:				
Working capital (non-IFRS measurement)**	\$ 62,539	\$ 19,987	\$ 27,377	\$ 30,541
Exploration and evaluation assets	\$ 141,865	\$ 141,008	\$ 136,690	\$ 131,973
Total assets	\$ 207,374	\$ 165,713	\$ 168,044	\$ 168,162
Share capital	\$ 184,407	\$ 158,448	\$ 158,325	\$ 156,538
Deficit	\$ (7,730)	\$ (11,868)	\$ (9,072)	\$ (7,643)
Number of shares issued and outstanding	60,296,508	47,045,498	46,927,215	46,174,122

* Basic and diluted (earnings)/loss per share is calculated based on the weighted-average number of Common Shares outstanding.

** Working capital is a non-IFRS measurement with no standardized meaning under IFRS. For further information and a detailed reconciliation, please see section *"Non-IFRS Measure"*.

(in thousands of Canadian dollars)

<i>For the period ended</i>	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018
Financial results:				
Interest income	\$ -	\$ -	\$ -	\$ -
Loss	\$ 70	\$ 26	\$ 29	\$ 37
(Earnings)/loss per share*:				
Basic	\$ 0.12	\$ 0.04	\$ 0.05	\$ 0.06
Diluted	\$ 0.12	\$ 0.04	\$ 0.05	\$ 0.06
Financial position:				
Working capital (non-IFRS measurement)**	\$ (37)	\$ 32	\$ 59	\$ 87
Exploration and evaluation assets	\$ -	\$ -	\$ -	\$ -
Total assets	\$ 1,439	\$ 81	\$ 104	\$ 108
Share capital	\$ 2,827	\$ 2,827	\$ 2,827	\$ 2,827
Deficit	\$ (5,028)	\$ (4,958)	\$ (4,932)	\$ (4,903)
Number of shares issued and outstanding	600,249	600,249	600,249	600,249

* Basic and diluted (earnings)/loss per share is calculated based on the weighted-average number of Common Shares outstanding.

** Working capital is a non-IFRS measurement with no standardized meaning under IFRS. For further information and a detailed reconciliation, please see section "Non-IFRS Measure".

LIQUIDITY AND CAPITAL RESOURCES

The outbreak of COVID-19 has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. The duration and impact of the COVID-19 pandemic is unclear at this time and as a result it is not possible for management to estimate the severity of the impact it may have on the financial results and operations of the Corporation in future periods. It is management's assumption that the Corporation will continue to operate as a going concern.

As at June 30, 2020, the Corporation had a cash balance of \$45.5 million (December 31, 2019 - \$16.7 million) and working capital of \$62.5 million (December 31, 2019 - \$27.4 million). Cash and working capital increased from December 31, 2019, due to the financing completed, and increase in fair value of marketable securities in the six-month period ended June 30, 2020. The majority of the Corporation's financial liabilities have contractual maturities of less than 30 days and are subject to normal trade terms. On July 7, 2020, the Department of Finance proposed to extend the flow-through funds spend period and the look-back rule by one year, including suspending the Part XII.6 tax for the same period. Assuming the extension will be enacted, as of June 30, 2020, the Corporation is required to spend \$3.4 million of flow-through funds by December 31, 2021 and \$19.8 million of flow-through funds by December 31, 2022. If the extension is not finalized by the Department of Finance, the dates for the flow-through spend requirements will be moved up by one year.

The Corporation has no history of revenues from its operating activities. The Corporation is not in commercial production on any of its mineral properties and accordingly does not generate cash from operations. During the six-month period ended June 30, 2020, the Corporation had negative cash flow from operating activities, and the Corporation anticipates it will have negative cash flow from operating activities in future periods.

The Corporation has, in the past, financed its activities by raising capital through equity issuances. Until O3 Mining can generate a positive cash flow, in order to finance its exploration programs, the Corporation will remain reliant on the equity markets for raising capital, in addition to adjusting spending, disposing of assets, and obtaining other non-equity sources of financing.

The Corporation believes it has sufficient cash resources and the ability to raise funds to meet its exploration and administrative overhead expenses and maintain its planned exploration activities for the next 12 months. However, there is no guarantee that the Corporation will be able to maintain sufficient working capital in the future due to market, economic and commodity price fluctuations. See "Risks and Uncertainties".

CONTRACTUAL OBLIGATIONS AND COMMITMENTS

The Corporation has the following commitments as at June 30, 2020 (in thousands of Canadian dollars):

	Total	2020	2021	2022	2023	2024	2025
Office leases	\$ 638	\$ 58	\$ 116	\$ 116	\$ 116	\$ 116	\$ 116
Total	\$ 638	\$ 58	\$ 116	\$ 116	\$ 116	\$ 116	\$ 116

On July 7, 2020, the Department of Finance proposed to extend the flow-through funds spend period and the look-back rule by one year, including suspending the Part XII.6 tax for the same period. Assuming the extension will be enacted, as of June 30, 2020, the Corporation has the following flow-through funds to be spent. If the extension is not finalized by the Department of Finance, the dates for the flow-through spend requirements will be moved up by one year. (in thousands of Canadian dollars):

Closing Date of Financing	Province	Deadline for spending	Remaining Flow-through Funds
September 26, 2019	Québec	December 31, 2021	\$ 3,366
June 19, 2020	Québec	December 31, 2022	19,838
Total			\$ 23,204

On July 7, 2020, the Department of Finance proposed an extension of the flow-through funds spend period and the look-back rule by a year, including a proposed suspension of the Part XII.6 tax for the same period. If the extension is not finalized by the Department of Finance, the dates for the flow-through spend requirements will be moved up by one year.

The Corporation is also committed to an annual \$25,000 advanced royalty payment on the Gold Pike Project.

OFF-BALANCE SHEET ARRANGEMENTS

The Corporation does not have any off-balance sheet arrangements.

TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Corporation and its subsidiaries have been eliminated on consolidation and are not disclosed in this note. Details of the transactions between the Corporation and other related parties are disclosed below.

During the three and six-month period ended June 30, 2020, management fees, geological services, rent and administration fees of \$231,000 and \$713,000 (2019 - \$nil and \$nil) were incurred with Osisko Mining, a related company of the Corporation by virtue of Osisko Mining having control over the Corporation. Also, Mr. John Burzynski, Chairman of the Board of Directors of the Corporation, serves as President and Chief Executive Officer of Osisko Mining and Mr. José Vizquerra, President and CEO of O3 Mining, serves as a Director of Osisko Mining. Accounts payable and accrued liabilities to Osisko Mining as at June 30, 2020 were \$69,000 (2019 - \$nil).

During the three and six-month period ended June 30, 2020, claim maintenance fees of \$5,000 and \$123,000 (2019 - \$nil and \$nil) were incurred with Osisko GR, a related company of the Corporation under IFRS by virtue of Osisko GR owning or controlling, directly or indirectly, greater than 10% of the issued and outstanding common shares of Osisko Mining (which has control over the Corporation). Also, Mr. John Burzynski, Chairman of the Board of Directors of the Corporation, serve as a director of Osisko GR. Accounts payable to Osisko GR as at June 30, 2020 were \$74,000 (2019 - \$nil).

The following table summarizes remuneration attributable to key management personnel for the three and six-month period ended June 30, 2020 and 2019 (in thousands of Canadian dollars):

For the period ended	Three months ended		Six months ended	
	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
Salaries expense of key management	\$ 145	\$ -	\$ 290	\$ -
Directors' fees	120	-	240	-
Stock-based compensation	498	-	835	-
Total	\$ 763	\$ -	\$ 1,365	\$ -

OUTSTANDING SHARE DATA

As at August 10, 2020 the Corporation had the following securities outstanding: (i) 60,296,508 Common Shares; (ii) 4,013,891 stock options to purchase Common Shares at a weighted average exercise price of \$2.83 per option; (iii) 12,071,049 warrants to purchase Common Shares outstanding at a weighted average exercise price of \$3.78 per warrant; (iv) 490,000 restricted share units (the "RSU"); (v) 31,348 deferred share units (the "DSU"). On a fully diluted basis, the Corporation would have 76,902,796 Common Shares issued and outstanding, after giving effect to the exercise of the options, warrants, RSUs, and DSUs of the Corporation that are outstanding.

The following table summarizes the options outstanding and exercisable as at June 30, 2020:

Range of exercise prices per share (\$)	Options outstanding			Options exercisable		
	Weighted-average remaining years of contractual Life	Number of stock options outstanding	Weighted average exercise price (\$)	Weighted-average remaining years of contractual life	Number of stock options exercisable	Weighted average exercise price (\$)
2.44 to 2.92	4.3	1,831,701	\$2.53	2.3	236,701	\$2.77
2.93 to 3.20	4.1	2,055,000	\$3.07	4.1	685,008	\$3.07
3.21 to 3.47	1.5	109,149	\$3.33	1.5	109,149	\$3.33
3.48 to 4.57	1.7	18,041	\$3.60	1.7	18,041	\$3.60
4.58 to 5.54	0.1	3,608	\$5.54	0.1	3,608	\$5.54
2.44 to 5.54	4.1	4,017,499	\$2.83	3.4	1,052,507	\$3.05

The following table summarizes the DSUs and RSUs outstanding as at June 30, 2020:

	Number of DSUs	Number of RSUs
Outstanding at January 1, 2019	-	-
Granted	-	390,000
Outstanding at December 31, 2019	-	390,000
Granted	31,348	150,000
Forfeited	-	(50,000)
Outstanding at June 30, 2020	31,348	490,000

In August 2019, O3 Mining established an RSU plan and a DSU plan. Under these plans, RSUs can be granted to executive officers and key employees and DSUs can be granted to non-executive directors, as part of their long-term compensation package, entitling them to receive payout in cash or shares, or a combination of both. Should the payout be in cash, the cash value of the payout would be determined by multiplying the number of RSUs and DSUs vested at the payout date by the five-day volume weighted average price from closing price of the Corporation's shares on the day prior to the payout date. Should the payout be in shares, each RSU and DSU represents an entitlement to one Common Share.

The following tables summarize the warrants issued and outstanding as at June 30, 2020:

	Number of warrants	Weighted-average exercise price
Outstanding at January 1, 2019	-	\$ -
Issuance of warrants on private placement	5,010,644	4.43
Issuance of warrants on acquisition of Alexandria	477,174	4.15
Issuance of warrants on acquisition of Simkar Property	435,000	4.20
Expired	(477,174)	4.15
Outstanding at December 31, 2019	5,445,644	\$ 4.41
Issuance of warrants on private placement	6,625,505	3.25
Exercised	(100)	4.46
Outstanding at June 30, 2020	12,071,049	\$ 3.78

On July 5, 2019, the Corporation completed a private placement of 4,772,042 units of the Corporation at a price of \$3.88 per unit for gross proceeds of approximately \$18,516,000. Each unit comprised of one Common Share and one warrant of O3 Mining. Each warrant is exercisable into one Common Share until July 5, 2022, at an exercise price of \$4.46. For their services

in connection with the completion of the private placement, the underwriters received 238,602 broker warrants. Each broker warrant is exercisable into one Common Share until January 5, 2021 at an exercise price of \$3.88.

On June 19, 2020, the Corporation completed a private placement of: (i) 4,651,200 flow-through units of the Corporation at a price of \$4.30 per flow-through unit for gross proceeds of \$20 million; and (ii) 8,599,810 units of the Corporation at a price of \$2.35 per unit for gross proceeds of \$20.2 million. Each flow-through unit and each unit both are comprised of one Common Share and one-half of one warrant. Each warrant is exercisable into one Common Share until June 19, 2020, at an exercise price of \$3.25.

CRITICAL ACCOUNTING ESTIMATES

The preparation of the interim financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of income and expenses for the reporting period. The Corporation also makes estimates and assumptions concerning the future. The determination of estimates and associated assumptions are based on various assumptions including historical experience and other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. Please refer to the Financial Statements for information on the Corporation's significant judgements in applying accounting policies as well as significant accounting estimates and assumptions.

CHANGES IN IFRS ACCOUNTING POLICIES AND FUTURE ACCOUNTING PRONOUNCEMENTS

Certain pronouncements were issued by the IASB or the International Financial Reporting Interpretations Committee that are mandatory for accounting years ended beginning on or after January 1, 2020. Please refer to the Financial Statements for information on future accounting pronouncements as well as new accounting standards issued and effective.

CORPORATE GOVERNANCE

Management and the board recognize the value of good corporate governance and the need to adopt best practices. The Corporation is committed to continuing to improve its corporate governance practices in light of its stage of development and evolving best practices and regulatory guidance.

The board has adopted a board mandate outlining its responsibilities and defining its duties. The board has four committees: the Audit Committee, the Compensation Committee, the Corporate Governance and Nominating Committee, and the Sustainable Development Committee. Each committee has a committee charter, which outlines the committee's mandate, procedures for calling a meeting, and provides access to outside resources.

The board has also adopted a code of ethics, which governs the ethical behavior of all employees, management, and directors. Separate trading blackout and disclosure policies are also in place. For more details on the Corporation's corporate governance practices, please refer to O3 Mining's website (www.O3Mining.ca) and the statement of Corporate Governance contained in the Corporation's management information circular dated May 14, 2020.

The Corporation's directors have expertise in exploration, metallurgy, mining, accounting, legal, banking, financing, and the securities industry. The board and each committee are scheduled to meet at least four times per year.

INTERNAL CONTROL OVER FINANCIAL REPORTING

Disclosure controls and procedures

Disclosure controls and procedures are designed to provide reasonable assurance that information required to be disclosed by the Corporation in its annual filings, interim filings or other reports filed or submitted by it under securities legislation is recorded, processed, summarized and reported within the time periods specified in the securities legislation and include controls and procedures designed to ensure that information required to be disclosed by the Corporation in its annual filings, interim filings or other reports filed or submitted under securities legislation is accumulated and communicated to the Corporation's management, including its Chief Executive Officer and Chief Financial Officer, as appropriate to allow timely decisions regarding required disclosure.

Internal controls over financial reporting

Internal controls over financial reporting are designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements in accordance with IFRS. Management is also responsible for the design of the Corporation's internal control over financial reporting in order to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with IFRS. The Corporation's internal controls over financial reporting include policies and procedures that: pertain to the maintenance of records that, in reasonable detail accurately and fairly reflect the transactions and disposition of assets; provide reasonable assurance that transactions are recorded as necessary to permit preparation of the financial statements in accordance with IFRS and that receipts and expenditures are being made only in accordance with authorization of management and directors of the Corporation; and provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of assets that could have a material effect on the financial statements.

NON-IFRS MEASURES

The Corporation has included a non-IFRS measure for "working capital" in this MD&A to supplement its financial statements, which are presented in accordance with IFRS. The Corporation believes that this measure provides investors with an improved ability to evaluate the performance of the Corporation. Non-IFRS measures do not have any standardized meaning prescribed under IFRS. Therefore, such measures may not be comparable to similar measures employed by other companies. The data is intended to provide additional information and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS.

The Corporation determines working capital as follows (in thousands of Canadian dollars):

	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019
<i>Reconciliation for the period ended</i>				
Current assets	\$ 64,585	\$ 23,991	\$ 30,688	\$ 35,415
Less current liabilities	2,046	4,004	3,311	4,874
Working capital	\$ 62,539	\$ 19,987	\$ 27,377	\$ 30,541

	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018
<i>Reconciliation for the period ended</i>				
Current assets	\$ 1,439	\$ 81	\$ 104	\$ 108
Less current liabilities	1,476	49	45	21
Working capital	\$ (37)	\$ 32	\$ 59	\$ 87

RISKS AND UNCERTAINTIES

The Corporation's business, being the acquisition, exploration, and development of mineral properties in Canada, is speculative and involves a high degree of risk. Certain factors, including but not limited to the ones described in management's discussion and analysis dated March 11, 2020 for the year ended December 31, 2019, could materially affect the Corporation's financial condition and/or future operating results, and could cause actual events to differ materially from those described in forward looking statements made by or relating to the Corporation. See "Cautionary Note Regarding Forward-Looking Information". The reader should carefully consider these risks as well as the information disclosed in the Corporation's financial statements, the Corporation's annual information form dated March 11, 2020, and other publicly filed disclosure regarding the Corporation, available under O3's issuer profile www.o3mining.ca or on SEDAR (www.sedar.com).

COVID-19

In particular, the Corporation wishes to highlight that it continues to face risks related to COVID-19, which could continue to significantly disrupt its operations and may materially and adversely affect its business and financial conditions.

In December 2019, a novel strain of the coronavirus emerged in China and has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and physical distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Infections have been reported globally resulting in a global pandemic with more than 730,000 confirmed deaths and more than 20 million confirmed cases of COVID-19 to date.

The extent to which COVID-19 will continue to impact the Corporation's business, including its operations and the market for its securities, will depend on future developments, which are highly uncertain and cannot be predicted at this time, and include the duration, severity and scope of the outbreak and the actions taken to contain or treat the coronavirus outbreak. In particular, the continued spread of COVID-19 globally could materially and adversely impact the Corporation's business including without limitation, employee health, workforce productivity, obligations regarding flow-through shares, increased insurance premiums, limitations on travel, the availability of industry experts and personnel, restrictions to its drill program and/or the timing to process drill and other metallurgical testing, and other factors that will depend on future developments beyond the Corporation's control, which may have a material and adverse effect on the its business, financial condition and results of operations.

There can be no assurance that the Corporation's personnel will not be impacted by these pandemic diseases and ultimately see its workforce productivity reduced or incur increased medical costs / insurance premiums as a result of these health risks. Further, there can be no assurances that the remaining balance of the gross proceeds from the sale by the Corporation of flow-through shares in 2019 and 2020 (being approximately \$23.2 million) will be used by the Corporation to incur "Canadian exploration expenses" that qualify as "flow-through mining expenditures" (as both terms are defined in the *Income Tax Act* (Canada)), and such other applicable Québec provincial obligations will be satisfied by the deadlines, if the COVID-19 pandemic continues and/or the Government of Québec mandates that the Corporation's operations be suspended again.

In addition, the continued spread of COVID-19 could adversely affect global economies and financial markets resulting in an economic downturn that could have an adverse effect on the demand for precious metals and the Corporation's future prospects.

CAUTIONARY NOTE REGARDING FORWARD-LOOKING INFORMATION

This MD&A may contain forward-looking statements and forward-looking information within the meaning of applicable Canadian securities legislation (collectively, "forward-looking information"), including, but not limited to, statements relating to the future financial or operating performance of the Corporation, the Corporation's mineral projects, the future price of metals, the estimation of mineral resources, the realization of mineral resource estimates, the timing and amount of estimated future production (if any), capital, operating and exploration expenditures, exploration activities, costs and timing of the development of new deposits, costs and timing of future exploration, the ongoing impact of the COVID-19 pandemic, the timing and ability of the Corporation to publish a PEA on the Marban Project in the fourth quarter of 2020 (if at all), use of proceeds from financings, requirements for additional capital, government regulation of mining operations and mineral exploration activities, environmental risks, reclamation expenses, title disputes or claims, limitations of insurance coverage, and transactions. Often, but not always, forward-looking information can be identified by the use of words and phrases such as "plans", "expects", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates", or "believes" or variations (including negative variations) of such words and phrases, or state that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved.

Forward-looking information reflects the Corporation's beliefs and assumptions based on information available at the time such statements were made. Actual results or events may differ from those predicted in forward-looking information. All of the Corporation's forward-looking information is qualified by (i) the assumptions that are stated or inherent in such forward-looking information, including the assumptions listed below, (ii) the risks described in the section entitled "*Risks and Uncertainties*" in this MD&A, and (iii) the financial statements of the Corporation and other public disclosure of the Corporation, which are available on SEDAR (www.sedar.com) under the O3 Mining's issuer profile.

Although the Corporation believes that the assumptions underlying the forward-looking information contained in this MD&A are reasonable, this list is not exhaustive of the factors that may affect any forward-looking information. The key assumptions that have been made in connection with forward-looking information include the following: the significance of drill results and ongoing exploration activities; the ability of exploration activities (including drill results) to accurately predict mineralization; the predictability of geological modelling; the accuracy of the Corporation's records of its property interests; the global economic climate; metal prices; environmental risks; community and non-governmental actions; that permits required for the Corporation's operations will be obtained on a timely basis in order to permit the Corporation to proceed on schedule with its planned drilling programs; that skilled personnel and contractors will be available as the Corporation's operations continue to grow; that the price of gold will exceed levels that will render the project of the Corporation economical; the relevance of the assumptions, estimates and projections; that the Corporation will be able to operate as expected during the COVID-19 pandemic; and that the Corporation will be able to continue raising the necessary capital to finance its operations and realize on its mineral resource estimates.

Forward-looking information involves known and unknown risks, future events, conditions, uncertainties, and other factors which may cause the actual results, performance, or achievements to be materially different from any future results, performance or achievements expressed or implied by forward-looking information. Such factors include, among others,

general business, economic, competitive, political and social uncertainties; public health crises; the actual results of current exploration activities; errors in geological modelling; conclusions of economic evaluations; changes in project parameters as plans continue to be refined; future prices of metals; possible variations of grade or recovery rates; failure of plant and equipment or processes to operate as anticipated; accidents, labour disputes and other risks of the mining industry; political instability; and delays in obtaining governmental approvals or financing or in the completion of development or construction activities.

Although the Corporation has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking information, there may be other factors that cause actions, events or results to differ from those anticipated, estimated or intended. Forward-looking information contained herein is given as of the date of this MD&A and the Corporation disclaims any obligation to update any forward-looking information, whether as a result of new information, future events, or results, except as may be required by applicable securities laws. There can be no assurance that forward-looking information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking information.

ADDITIONAL INFORMATION

Additional information regarding the Corporation is available on SEDAR (www.sedar.com) under O3 Mining's issuer profile.