

ALORO MINING CORP.

Form 51-102F1

Management's Discussion and Analysis

For the Period Ended September 30, 2022

The following discussion and analysis (the “MD&A”) of the financial condition and results of the operations of Aloro Mining Corp. (the “Company”) constitutes management’s review of the factors that affected the Company’s financial and operating performance for the six months ended September 30, 2022, and should be read in conjunction with the Company’s audited consolidated financial statements and related notes for the years ended December 31, 2021. All figures are in Canadian dollars unless otherwise stated.

Further information regarding the Company and its operations are filed electronically on the System for Electronic Document Analysis and Retrieval (“SEDAR”) in Canada and can be obtained from www.sedar.com.

The condensed interim consolidated financial statements of the Company for the periods ending September 30, 2022 and 2021 have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board and are expressed in Canadian dollars.

Disclaimer

This MD&A contains forward-looking statements, which reflect, among other things, management’s expectations regarding the Company’s future growth, results of operations, performance and business prospects and opportunities. The use of any of the words "anticipate", "continue", "estimate", "expect", "may", "will", "project", "should", "believe" and similar expressions are intended to identify forward-looking statements. These statements involve known and unknown risks, uncertainties and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking statements. The Company believes that the expectations reflected in these forward-looking statements are based on reasonable assumptions, but no assurance can be given that these expectations will prove to be correct and the forward-looking statements included in this MD&A should not be unduly relied upon. These statements speak only as of the date of this MD&A and save and except as required under applicable securities legislation. The Company assumes no obligation to update or revise them to reflect new events or circumstances.

DATE

This MD&A is dated as of November 10, 2022.

DESCRIPTION AND GENERAL DEVELOPMENT OF THE BUSINESS

The Company is engaged in the acquisition, exploration and, if warranted, development of mineral resource properties.

LOS VENADOS PROJECT, MEXICO

The Company owns a 100% interest in the 3,199 hectares Los Venados Project located in Sonora State, Mexico. The Company’s Mexican subsidiary, Exploraciones Aloro, S.A. de C.V. (Exploraciones), is currently in the process of having the claim #244241 title transferred to Exploraciones name. The project is immediately adjacent to the producing Mulatos and La India gold mines.

On October 19, 2020, the Company entered into two option agreements, subsequently amended, whereby Alamos Gold Inc. through its wholly-owned subsidiary, Minas de Oro Nacional, S.A. de C.V.A. (“MON”) may acquire a 70% interest in the Los Venados Project from the Company by making the following payments:

- i) USD \$50,000 upon entry into the agreement (received);
- ii) USD \$125,000 on or before 1st anniversary (received);
- iii) USD \$150,000 on or before October 19, 2025 with a minimum USD \$30,000 payment per year (USD \$30,000 received subsequently)., and;
- iv) incur an aggregate of USD \$5,000,000 in exploration expenditures on or before October 19, 2025 and maintain the yearly mineral taxes.

In addition, prior to fiscal 2022, Alamos paid \$80,000 + VAT to the underlying optionor to match the Company's commitments.

The agreement is subject to a 2% net smelter return royalty in favor of the Company, of which 1% can be repurchased by MON for USD \$1,500,000.

Once Alamos has acquired 70% of the Los Venados Project, MON and Exploraciones have agreed to share additional exploration and development costs pro rata based on their interests in the project. Should either party decide not to contribute their interest will be diluted pro rata using a formula based on total expenditures.

Through the option agreement between Aloro Mining Corp. and Alamos Gold Inc., Alamos' wholly-owned subsidiary, Minas de Oro Nacional, S.A. de C.V.A. became the operator of the Los Venados exploration and will be conducting the exploration programs on the Los Venados Project until a participation level is attained.

In January 2021, Alamos began their initial exploration activities of detailed mapping and sampling of the Los Venados claims.

In April 2021, Alamos started its initial reconnaissance drill exploration program on the Los Venados claims. Alamos' initial drill program had focused on both the high sulfidation area in the south and the low sulfidation gold mineralized area to the north.

In April 2022, Alamos began their exploration activities of mapping and sampling on the Eastern side of the Los Venados claims. In June 2022, further mapping and sampling was done in the high sulphidation area.

In July of 2022, Alamos started its exploration drilling in the high sulphidation area. A total of 3 holes were drilled for 1078 metres. Construction work on a new road and rehabilitation of an existing road to allow the exploration department to have access to the drill sites, mapping and sampling areas. Alamos continues to evaluate exploration activities.

Alamos has met their second year commitment on the Los Venados Project.

RESULTS OF OPERATIONS

During the nine months ended September 30, 2022 and 2021, the Company did not generate any revenues and incurred a net loss and comprehensive loss of \$309,318 and \$155,214, respectively. Changes from period to period can be explained primarily by the factors discussed below.

Operating expenses for the nine months ended September 30, 2022

Operating expenses for the nine months ended September 30, 2022 were \$296,722 (2021 – \$138,070) and consisted of management and directors' fees of \$162,000 (2021 – \$58,500) and professional fees of \$113,739 (2021 – \$60,051).

Management and director fees increased by \$103,500. The increase was primarily a result of expensing of CEO's management fees in the current year instead of capitalizing them during the prior period.

Operating expenses for the three months ended September 30, 2022

Operating expenses for the three months ended September 30, 2022 were \$103,401 (2021 – \$57,041) and consisted of management and directors' fees of \$54,000 (2021 – \$13,500), professional fees of \$48,007 (2021 – \$31,883) and office and general expenses of \$1,394 (2021 – \$11,658).

Management and director fees increased by \$40,500. The increase was primarily a result of expensing of CEO's management fees in the current year instead of capitalizing them during the prior period.

Exploration activities for the period ended September 30, 2022

Through the option agreement between Aloro Mining Corp. and Alamos Gold Inc. signed October 19, 2020, Alamos, through their wholly-owned subsidiary, Minas de Oro Nacional, S.A de C.V.A., became the operator of the Los Venados exploration and will be conducting the exploration programs on the Los Venados Project until a participation level is attained.

In April 2022, Alamos began their exploration activities of mapping and sampling on the Eastern side of the Los Venados claims. In June 2022, further mapping and sampling was done in the high sulphidation area.

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SUMMARY OF QUARTERLY RESULTS

The following table provides selected quarterly unaudited financial data for the eight most recently completed interim quarters:

	<i>September 30, 2022</i>	<i>June 30, 2022</i>	<i>March 31, 2022</i>	<i>December 31, 2021</i>	<i>September 30, 2021</i>	<i>June 30, 2021</i>	<i>March 31, 2021</i>	<i>December 31, 2020</i>
Revenue	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ Nil	\$ Nil
Operating Loss	\$ (103,401)	\$ (86,653)	\$ (106,668)	\$ (209,461)	\$ (57,041)	\$ (39,021)	\$ (42,008)	\$ (63,524)
Operating Loss per share – basic and diluted	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)
Net Loss	\$ (107,392)	\$ (90,809)	\$ (111,117)	\$ (238,822)	\$ (62,590)	\$ (45,146)	\$ (47,478)	\$ (65,697)
Loss per share – basic and diluted	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)

Summary of Results During the Prior Eight Quarters

Net loss increased for the three months ended December 31, 2021 by \$176,232. The increase was primarily a result of expensing of CEO's management fees in the current year instead of capitalizing them during the prior year.

Net loss increased for the three months ended December 31, 2020 by \$10,753 due primarily to a \$10,632 gain on debt settlement.

Net loss decreased for the three months ended September 30, 2020 by \$8,877 due primarily to a \$11,034 gain on termination of the Company's office lease, a \$5,660 decrease to office and general due to decreased activity, offset by an increase of \$4,818 to professional fees due to an audit accrual reversal in the prior quarter.

CAPITAL RESOURCES AND LIQUIDITY

As an exploration company, the Company has not generated any revenues from operations (other than limited interest income) with the primary source of financing to date being from the issuance of equity securities. An analysis of the capital position at September 30, 2022 and December 31, 2021 is as follows:

As at September 30, 2022, the Company had a working capital deficiency of \$1,340,382 (December 31, 2021 – \$1,030,557) and cash of \$11,175 (December 31, 2021 – \$38,250). During the period ended September 30, 2022, the Company's capital position was supported by the issuance of \$14,325 in short-term demand loans by the Company's management.

At September 30, 2022, the Company had outstanding loans due to the Chief Executive Officer, former Chief Financial Officer and a Director of the Company for \$140,039, \$24,507 and \$17,215, respectively (December 31, 2021- \$132,039,

\$24,507 and \$9,215). The loans bear interest at 10% per annum, are unsecured and are due on demand. At September 30, 2022, accrued interest related to the outstanding loans was \$54,356 (December 31, 2021 - \$41,429).

The Company will need to raise additional funds if it plans to expand its exploration program and meet general working capital requirements.

During the period ended September 30, 2022, the Company issued Nil (December 31, 2021 – 3,841,134) common shares in settlement of \$Nil (December 31, 2021 - \$211,263) owed by the Company to one creditor.

SUPPLEMENTAL CASH FLOW INFORMATION

Operating Activities

During the nine months ended September 30, 2022, cash used in operating activities were \$40,893 (2021 – \$41,049).

Investing Activity

During the nine months ended September 30, 2022, cash used in the Company’s investing activity consisted of expenditures on exploration and evaluation asset of \$507 (2021 – \$Nil). The increase is primarily a result of the exploration expenses related to the Los Alamos property.

Financing Activities

During the nine months ended September 30, 2022, cash inflows provided by financing activities were \$14,325 (2021 – \$35,832). The cash flows are a result of proceeds from related parties.

TRANSACTIONS WITH RELATED PARTIES

The Company has identified its directors and certain officers as its key management personnel. Current directors and officers of the Company are as follows:

Thomas Doyle, CEO, President and Director
 Dave Cross, CFO and Director
 James Carter, Director
 Gregory C. Burnett, Director

Key management compensation is summarized as follows:

		2022		2021
Management fees	\$	120,000	\$	162,000
Directors’ fees		24,000		27,000
Accounting fees		45,000		-
Total	\$	189,000	\$	189,000

During the nine months ended September 30, 2022, management fees accrued to a company controlled by the Chief Executive Officer was \$120,000 (2021 - \$135,000). Directors’ fees accrued to directors was \$24,000 (2021 - \$27,000). Accounting fees of \$30,000 (2021 - \$Nil) accrued to a partnership in which the CFO has an ownership interest.

Related party balances

At September 30, 2022, \$1,122,393 (December 31, 2021 – \$843,479) was due to related parties and is included in accounts payable and accrued liabilities. The amounts are non-interest bearing, unsecured and due on demand.

At September 30, 2022, the Company had outstanding loans due to the Chief Executive Officer, former Chief Financial Officer and a Director of the Company for \$140,039, \$24,507 and \$17,215, respectively (December 31, 2021- \$132,039, \$24,507 and \$9,215). The loans bear interest at 10% per annum, are unsecured and are due on demand. At September 30, 2022, accrued interest related to the outstanding loans was \$54,356 (December 31, 2021 - \$41,429).

At September 30, 2022, \$706,625 (December 31, 2021 – \$612,375) was due to a Company, TAD Financial Corp., owned by the Company’s Chief Executive Officer, Thomas Doyle for management fees. This amount is included in accounts payable and accrued liabilities and is non-interest bearing, unsecured and due on demand.

At September 30, 2022, \$47,250 (December 31, 2021 - \$Nil) was due to Cross Davis & Company, LLP, a firm in which the Chief Financial Officer, Dave Cross has an interest, for accounting fees. This amount is included in accounts payable and accrued liabilities and is non-interest bearing, unsecured and due on demand.

At September 30, 2022, \$31,000 (December 31, 2021 - \$17,500) was due to the Company’s director, Gregory Burnett, for director fees. This amount is included in accounts payable and accrued liabilities and is non-interest bearing, unsecured and due on demand.

At September 30, 2022, \$13,500 (December 31, 2021 - \$Nil) was due to the Company’s director, James Carter, for director fees. This amount is included in accounts payable and accrued liabilities and is non-interest bearing, unsecured and due on demand.

At September 30, 2022, \$167,925 (December 31, 2021 - \$167,925) was due to Amteck Financial Corp., owned by the Company’s former Chief Financial Officer, Logan Anderson, for management fees. This amount is included in accounts payable and accrued liabilities and is non-interest bearing, unsecured and due on demand.

At September 30, 2022, the Company had outstanding loans due to the Chief Executive Officer, Thomas Doyle, former Chief Financial Officer, Logan Anderson, and Director, Gregory Burnett, of the Company for \$140,039, \$24,507 and \$17,215, respectively (December 31, 2021 - \$132,039, \$24,507 and \$9,215). The loans bear interest at 10% per annum, is unsecured and due on demand. At December 31, 2021, accrued interest related to the outstanding loans was \$54,356 (December 31, 2021 - \$41,429) and is included in accounts payable and accrued liabilities.

PROPOSED TRANSACTIONS

There are no asset or business acquisitions, or dispositions currently being proposed by the directors or Senior Management of the Company that will have a material effect on the financial condition, results of operations or cash flows of the Company.

STANDARDS, AMENDMENTS, AND INTERPRETATIONS ADOPTIONS AND PROPOSALS

Please refer to the condensed interim consolidated financial statements for the period ended September 30, 2022 on www.sedar.com

FINANCIAL AND OTHER INSTRUMENTS

Due to their short-term nature, the carrying amount of cash, other receivables and accounts payable and accrued liabilities approximates their fair value. Cash is measured at fair value while other receivables, accounts payable and accrued liabilities, related party loan and lease liability are measured at amortized cost.

See Notes 3 and 10 of the Company’s September 30, 2022 unaudited condensed interim consolidated financial statements for further details of the Company’s use of financial instruments.

DISCLOSURE OF OUTSTANDING SHARE DATA

As at November 10, 2022, the total number of outstanding common shares was 55,129,263.

As at November 10, 2022, the following stock options were outstanding and exercisable:

Outstanding and Exercisable	Exercise price	Expiry Date
200,000	\$ 0.10	April 2, 2023
200,000	0.10	June 13, 2023
<u>400,000</u>		

OTHER INFORMATION

Other information can be found at the following websites www.sedar.com or www.aloromining.com

This Management Discussion and Analysis has been reviewed and approved by Melvin A. Herdrick P. Geo and he acts as the Company's Qualified Persons responsible for preparing and approving all technical information disclosed, as required by National Instrument 43-101.