

## Introductory Comment and Overview

Lund Enterprises Corp. is a junior mineral exploration company listed on the TSX Venture Exchange under the trading symbol “LEN”. The Company is in the business of evaluating mineral assets in the exploration stage, and is currently focusing on its Black Fox gold project in northern Ontario. The Black Fox project was acquired by option agreement effective July 2008, as set out in Note 3 to the accompanying financial statements as at September 30, 2017 and for the interim fiscal period then ended (“Interim Financial Statements”). During the current fiscal year to date, the Company continued its evaluation of the Black Fox project. For accounting purposes all Black Fox project costs were written off at June 30, 2012, and subsequent further costs have to date been classified as property examination expense in the statement of comprehensive loss.

This MD&A is dated November 28, 2017 and discloses specified information up to that date. Lund is classified as a “venture issuer” for the purposes of National Instrument 51-102. Unless otherwise cited, references to dollar amounts are Canadian dollars. Throughout this report we refer from time to time to “Lund”, “the Company”, “we”, “us”, “our” or “its”. All these terms are used in respect of Lund Enterprises Corp. which is the reporting issuer in this document. ***We recommend that readers consult the “Cautionary Statements” on the last page of this report.*** Additional information related to Lund is available for view on SEDAR at [www.sedar.com](http://www.sedar.com).

## Project Status

Our project activities in recent periods are summarized by the following remarks.

- **Black Fox Project:** This project consists of nine claims totalling 76 units located in Tuuri Township, in the Schreiber-Hemlo Greenstone Belt, in the Thunder Bay Mining Division, Ontario. These claims are in good standing until 2019 and 2020. Terms of the option agreement are described in Note 3 to the Interim Financial Statements, which sets out that we have an option on a 100% interest subject to a 2.5% NSR which is subject to our ability to purchase 40% of the NSR as set out in Note 3. We have no further option obligations on this project with the exception of shares issuable on the completion of a full feasibility study.
- **Recent project work:** During October 2014 we completed a formal survey of the Black Fox claims which has resulted in extensions of the claims’ good standing to 2019 and 2020 as set out above.

The Company is continuing to evaluate other precious and base metal projects of merit for possible acquisition.

## Interim MD&A – Quarterly Highlights

### Cash position, current liabilities and liquidity

At the beginning of the current fiscal quarter we had cash on hand of approximately \$159,000. The statement of cash flows shows during the quarter we decreased our cash by some \$18,000, attributable to the cash outflows from our *operating activities*. This was essentially made up of our net cash operating loss for the quarter of \$33,000 adjusted, principally, for an increase in payables of \$16,000, which decreased our cash outflows. The decrease in our cash left us, at the end of the fiscal quarter, with cash of \$141,000. Current liabilities were \$83,000. Of that amount, \$66,000 comprised accrued unpaid compensation to directors and senior officers, and a further \$12,500 is an accrual for audit costs of which \$10,000 is expected to be paid in Q2 of the current fiscal year. Based on current rates of cash drawdown, we believe we possess sufficient cash resources for the remainder of the 2017-2018 fiscal year currently under way.

In the near term, our plan is to continue our evaluation programs on our project. Note 1 to the Audited Financial Statements sets out that *uncertainties exist which may cast significant doubt upon the Company’s ability to continue as a going concern*. That being said, the \$150,000 private placement recently concluded in March and April 2017 demonstrates our ability to finance in current capital market conditions.

### Operating expenses

Operating expenses for 2017-2018’s first quarter were \$33,000 versus \$27,000 in the 2016-2017 first quarter, a \$6,000 or 23% increase. This increase was primarily in *Salaries and benefits* expense, attributable to costs related to the fiscal year-end occurring in fiscal 2018’s Q1 whereas similar costs occurred in Q3 of the prior fiscal year.

### Related Party Transactions

During the three month quarter ended September 30, 2017, the Company accrued directors’ fees of \$1,500 to each of our directors Vivian Danielson, Derek Bartlett and Chet Idziszek for a total of \$4,500. The Company made no

---

<sup>1</sup> This filing is made using the option provided by Part 2.2.1 of NI51-102-F1 to provide Quarterly Highlights.

payments or accruals for any salary to Mr. Idziszek, for his service as Chief Executive Officer, and paid or accrued salaries and benefits of \$11,750 to Ian Brown, its Chief Financial Officer. Directors' fees and the CEO's and the CFO's compensation are recorded as salaries and benefits expense in the statement of comprehensive loss. The total \$4,500 in directors' fees, and \$7,700 of the CFO's compensation, were deferred and added to accrued liabilities in the quarter.

Included in trade and other payables at September 30, 2017 is \$65,950 (June 30, 2017 - \$54,500) due to related parties for deferred and accrued fees.

### **Risk Factors**

In our management discussion and analysis filed on SEDAR October 6, 2017 in connection with our annual financial statements (the "Annual MD&A") we have set out our discussion of the risk factors *Exploration risks*, *Market risks* and *Financing risk* which we believe are the most significant risks faced by Lund. An adverse development in any one risk factor or any combination of risk factors could result in material adverse outcomes to the Company's undertakings and to the interests of stakeholders in the Company including its investors. Readers are cautioned to take into account the risk factors to which the Company and its operations are exposed. To the date of this document, there have been no significant changes to the risk factors set out in our Annual MD&A.

Vancouver, British Columbia



November 28, 2017

We recommend that readers refer to the Cautionary Statements below.

### **Cautionary Statements**

This document contains "forward-looking statements" within the meaning of applicable Canadian securities regulations. All statements other than statements of historical fact herein, including, without limitation, statements regarding exploration results and plans, and our other future plans and objectives, are forward-looking statements that involve various risks and uncertainties. Such forward-looking statements include, without limitation, our estimates of exploration investment, the scope of our exploration programs, our expectations of ongoing administrative costs, and references to possible sources of finance in the future. There can be no assurance that such statements will prove to be accurate, and future events and actual results could differ materially from those anticipated in such statements. Important factors that could cause actual results to differ materially from our expectations are disclosed in the Company's documents filed from time to time via SEDAR with the Canadian regulatory agencies to whose policies we are bound. Forward-looking statements are based on the estimates and opinions of management on the date the statements are made, and we do not undertake any obligation to update forward-looking statements should conditions or our estimates or opinions change, except as required by law. Forward-looking statements are subject to risks, uncertainties and other factors, including risks associated with mineral exploration, the capital markets, price volatility in the mineral commodities we seek, and operational and political risks. Readers are cautioned not to place undue reliance on forward-looking statements.