



WINSHEAR GOLD

VALUE DISCOVERY

MANAGEMENT'S DISCUSSION AND ANALYSIS

Six Months Ended September 30, 2023

DATE OF THE REPORT: NOVEMBER 27, 2023

This Management's Discussion and Analysis ("MD&A") relates to the financial condition and results of operations of Winshear Gold Corp. ("Winshear" or the "Company") together with its subsidiaries as of the date of the report. The MD&A is intended to supplement and complement the Company's condensed consolidated interim financial statements for the six months ended September 30, 2023 (the "Financial Statements"), which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements including International Accounting Standard 34 – Interim Financial Reporting. Readers are encouraged to consult the Company's audited consolidated financial statements for the year ended March 31, 2023, and the corresponding notes to the financial statements, which are available on SEDAR at www.sedar.com. The information contained within this MD&A is current to the date of the report and all figures are stated in Canadian dollars unless otherwise noted.

OVERVIEW

The Company's principal business activities include the identification, acquisition and exploration of mineral properties, with a current focus on gold and base metal properties in Peru.

In addition, the Company is pursuing an arbitration claim against the government of Tanzania with The International Centre for Settlement of Investment Disputes (the "ICSID"), a part of the World Bank group, concerning the expropriation of its properties in that country.

The Company's outstanding common shares are listed on the Toronto Venture Stock Exchange (the "TSXV") under the symbol "WINS-V".

HIGHLIGHTS AND DEVELOPMENTS

- *On October 16, 2023, the Company received \$30 million U.S. dollars gross proceeds from a settlement with the Government of Tanzania.*
- *Subsequent to September 30, 2023, all 4,800,000 stock options and 11,498,000 share purchase warrants were exercised for gross proceeds of \$2,105,600.*
- *The Company announced a return of capital distribution to its shareholders with a record date of November 23, 2023 and a payment date expected to be December 8, 2023. Based on the current total number of common shares outstanding, the distribution payment will be \$23,530,849.*
- *In August 2023, the Company received its use of water permit for the Gaban Gold Project. Winshear now holds all permits required to commence a drill program.*



- *On May 16, 2023, the Company announced that it had received authorization to initiate activities at the Gaban gold project in Peru.*
- *On May 9 2023, the Company closed a private placement financing for gross proceeds of \$585,000.*
- *During 2022 mapping and sampling programs were carried out at the Gaban and Ica Projects in Peru.*

PERU EXPLORATION FOCUS

On September 19, 2019, the Company acquired the Gaban gold project and the Tinka iron oxide copper-gold project, both located in Peru, from Palamina Corp. ("Palamina"). The Gaban project has since been split into two: Gaban and Yang, and the Tinka Project has been renamed to ICA. In exchange, the Company issued 5,000,000 common shares during the year ended March 31, 2020, and 5,000,000 common shares during the year ended March 31, 2021. The Company paid four annual royalty payments to Palamina, \$25,000 USD each on September 19, 2020 and September 19, 2021 and \$50,000 USD each on August 25, 2022 and August 21, 2023. The payment amounts double every two years until the Company has completed 5,000 metres ("m") of drilling or has abandoned the properties.

Palamina retains a 2% net smelter royalty ("NSR") on each property. The Company has the right to purchase 50% of each royalty by making a cash payment of \$1,000,000 USD to Palamina at any time prior to the commencement of commercial production.

GABAN GOLD PROJECT

Location

The Gaban Property currently covers an area of 15,629 hectares surrounding the town of San Gaban in the Puno orogenic gold belt. The town of San Gaban, sitting at an elevation of 550m above sea level, is served by excellent infrastructure; it is a four-hour drive via the Trans-Oceanic Highway to Puerto Maldonado airport and a nearby 206 megawatt hydro-electric dam provides power to the town.

During 2022, a block of 4,000 hectares of non-contiguous concessions to the south of the main Gaban project were moved into a separate project, the Yang Project (see below). In addition, about 1,200 hectares in three newly available concessions were acquired directly from the government of Peru and added to the Gaban project to strengthen the land position around existing targets.

Historical Work

Palamina completed an initial aeromagnetic survey and acquired the concessions in 2018. Palamina conducted geological mapping, stream sediment sampling, and bedrock sampling that defined coinciding aeromagnetic, stream sediment, and bedrock gold anomalies. Gold is hosted in auriferous quartz veins associated with shear zones in meta-sedimentary host rocks.

During 2019 – 2021, Winshear conducted multiple field programs which focused on confirming and defining the Coritiri bedrock gold anomaly. By March 31, 2022, a total of 1,120 channel samples were collected with highlights including 76 samples assaying between 0.50 and 32.5 grams per ton gold (“g/t Au”). Mineralized veins extend over an area of 900m by 2,200m, which is currently open, especially to the south and east. The mineralized area correlates strongly with an east-southeast trending aeromagnetic anomaly.

2022 Field Program

During 2022, field work an additional 89 samples were collected from previously unsampled areas of the Gaban project. The results were mostly negligible or low grade.

Additionally, topographic control was improved in the area of the Coritiri anomaly, where the planned drilling will occur, by establishing 3 well-surveyed primary geodesic points and 105 relative secondary points. These will assure that our drill collars are accurately located with respect to the previously mapped and sampled surface features which will be tested by the drill holes.

Drill Permit

During October 2022, the Company received its DIA from the Ministry of Mines in Peru, the suite of environmental and social studies required ahead of any drilling at the Gaban property. During May 2023, the Company received its authorization to initiate activities. The DIA allows for the construction of up to 40 drill pads and covers the 900m by 2,200m Coritiri target. Subsequent to receiving the DIA, the Company secured its Initiation of activities and water permit whereby all permits to drill are in place to carry out a drill program. The Coritiri target has never been drill tested. Winshear plans to carry out a heli-borne drill program to test the Coritiri target area.

YANG GOLD PROJECT

The Company separated 4 titled concessions encompassing 4,000 hectares from the Gaban project and renamed the area the Yang Gold Project. The Yang concessions are located roughly 5 kilometres (“km”) south of the main Gaban block adjacent, to Palamina’s Yin concession. The Yang and Yin concessions completely cover an Artificial Intelligence (“AI”) target generated by Goldspot Discoveries for Palamina. The AI target covered by the Yang and Yin claims hosts the same structural and geological features and settings as a similar sized AI target covering the Mucumayo mine area to the southeast. Winshear agreed to waive its 2 km area of influence surrounding the Yang concessions to allow Palamina to stake the Yin claims.

Winshear and Palamina agreed to explore the Yang and Yin projects together, embarking on an initial reconnaissance program to ground truth the AI anomaly, visit historic artisanal workings and map and sample areas of interest. During August 2022, an agreement was signed with the Icaico community to carry out an initial exploration program of the Yin and Yang claims. During October 2022, Palamina and the Company completed an initial visit to the Yin and Yang claims to investigate the AI target. The visit failed to generate any meaningful gold values on Winshear’s Yang concessions.

ICA IRON-OXIDE-COPPER-GOLD PROJECT

The ICA iron oxide-copper-gold project is an early-stage exploration target that covers an area of 2,933 hectares. It is located 45 km southeast of the town of Ica at an elevation of 2,000 m and is 300 km southeast of Lima along the Pan-American highway.

During 2022, the Company conducted an initial reconnaissance mapping and sampling program which delineated several laterally continuous copper-gold veins that are only shallowly oxidized. The Company intends to conduct a ground magnetic survey in the area of maximum vein abundance to assess the possibility of a significant magnetite-sulfide mineralized body at depth.

Current Peru Political Climate

On December 7, 2022, the former President of Peru Pedro Castillo was impeached. On the same day Dina Bouarte was sworn in as President of Peru. President Duarte formerly served as the vice president under Pedro Castillo. Since the transfer of power, civil unrest and protests have ensued demanding constitutional reforms and for a new election to be called. In some cases these protests have resulted in violent clashes where loss of life has been reported on the side of government and on the side of protestors. The Company's projects are located in the south of Peru where protests continue mainly in the form of road blockades and protests outside government agencies. The Company cautions that access to its projects by road may be hampered in the short term and security issues with regards to personnel may affect Winshear's ability to carry out field work.

TANZANIA SETTLEMENT

SMP Project Background

From 2005 to 2017, the Company had acquired, explored, and owned a 100% interest in the Saza, Illunga, Gap and Kwaheri Retention Licenses, all within the Luna Goldfields in southwest Tanzania. The Tanzanian government has since expropriated all of the Retention Licenses through a series of actions between 2017 to late 2019. Consequently, Winshear initiated international arbitration proceedings in accordance with the 2013 Agreement for the Promotion and Reciprocal Protection of Investments between Canada and Tanzania. The Company is seeking compensation for the value lost to Winshear as a result of the expropriation.

Funding for legal proceedings

On December 7, 2020, the Company secured litigation funding in an agreement with an affiliate of Delta Capital Management LLC ("Delta"), a US-based global private equity and advisory firm specializing in litigation and legal finance (the "Funding Agreement"). Under the Funding Agreement, the Company can draw funds from the financing facility to a maximum of US\$3.3 million to meet all fees and expenses relating to the pursuit of certain claims against the Government of Tanzania. In exchange, Delta is entitled to a portion of any proceeds awarded to the Company.

Memorial

On July 15, 2021, the Company filed its Memorial with the ICSID, outlining the nature and quantum of its claims against the Government of Tanzania for the expropriation of the Company's retention licenses. The arbitration case was heard by a three-person tribunal in February 2023.

Settlement

On October 16, 2023, the Company received \$30 million U.S. dollars from the Government of Tanzania to settle the case and terminate the arbitration proceedings. After payment to the litigation funders and legal costs, the net amount paid to the Company was \$18,455,305 U.S. dollars.

RETURN OF CAPITAL DISTRIBUTION

On October 26, 2023, the Company announced a shareholder return of capital distribution of \$0.25 per share (the "Return of Capital") for shareholders of record on November 23, 2023 and a payment date of December 8, 2023. Based on the total number of common shares outstanding as of November 23, 2023, the distribution payment will be \$23,530,849.

PRIVATE PLACEMENT FINANCING

On May 9, 2023, the Company issued 5,850,000 units at a price of \$0.10 per unit for gross proceeds of \$585,000 under a private placement financing (the "Private Placement"). Each unit comprised of one common share and half a warrant. Each full warrant is convertible into one common share at an exercise price of \$0.10 and expires May 9, 2025. Related parties consisting of officers and directors subscribed for 200,000 units for gross proceeds of \$20,000. Proceeds were used for exploration and general working capital.

CURRENT CASH POSITION AND EXPECTED USE

After the Return of Capital, the Company will have approximately \$3 million in cash which the Company expects to use for a drill program at the Gaban Property in 2024 and for general working capital.

QUARTERLY RESULTS

Three Months Ended:	Sept. 30, 2023	Jun. 30, 2023	Mar. 31, 2023	Dec. 31, 2022
Exploration expenses	\$ 101,353	\$ 133,832	\$ 43,238	\$ 95,329
Filing & transfer agent fees	5,375	2,240	6,818	3,638
Foreign exchange loss (gain)	2,753	(626)	7,606	2,552
General & administration	13,551	12,340	33,871	21,015
Loss (gain) on investments	1,500	6,000	(1,500)	(3,000)
Marketing	3,683	3,187	15,831	7,252
Professional fees	37,281	64,579	78,744	30,249
Provision for VAT receivable	1,626	2,132	2,387	5,914
Salaries and consulting	9,586	19,825	18,054	37,099
Share-based compensation	3,698	7,846	14,600	18,168
Loss and comprehensive loss	\$ (180,406)	\$ (251,355)	\$ (219,649)	\$ (218,216)
Basic and diluted loss per share	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)
Cash	\$ 240,998	\$ 365,817	\$ 137,046	\$ 262,837
Total assets	\$ 326,146	\$ 457,146	\$ 236,262	\$ 362,825

Three Months Ended:	Sept. 30, 2022	Jun. 30, 2022	Mar. 31, 2022	Dec. 31, 2021
Exploration expenses	\$ 110,159	\$ 189,501	\$ 94,239	\$ 120,598
Filing & transfer agent fees	4,560	4,598	3,651	3,114
Foreign exchange (gain) loss	3,465	(5,350)	439	10,660
General & administration	22,788	17,284	9,570	10,973
Loss (gain) on investments	3,000	15,000	(4,500)	(4,500)
Marketing	6,078	17,292	1,808	19,109
Professional fees	35,766	10,865	53,608	30,164
Provision for VAT receivable	3,062	6,613	8,240	12,155
Salaries and consulting	37,609	38,097	39,321	42,066
Share-based compensation	3,019	12,486	12,348	12,622
Loss and comprehensive loss	\$ (229,506)	\$ (306,386)	\$ (218,724)	\$ (256,961)
Basic and diluted loss per share	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)
Cash	\$ 521,004	\$ 60,099	\$ 315,450	\$ 565,994
Total assets	\$ 608,440	\$ 185,514	\$ 462,340	\$ 718,177

During the three months ended September 30, 2023, the Company incurred a \$180,406 loss, which was mainly due to the \$67,715 annual royalty payment to Palamina for its Peru properties.

During the three months ended June 30, 2023, the Company incurred a \$251,355 loss, which was mainly due \$100,453 in annual mineral concession fees for its Peru properties.

During the three months ended March 31, 2023, the Company incurred a \$219,649 loss, due to the Company's administrative and exploration costs incurred during this period.

During the three months ended December 31, 2022, the Company incurred a \$218,216 loss, which was mainly due to exploration expenses incurred for a visit to the Yang site of the Company's Peru properties.

During the three months ended September 30, 2022, the Company incurred a \$229,506 loss, which

was mainly due to the \$64,685 annual royalty payment to Palamina for its Peru properties.

During the three months ended June 30, 2022, the Company incurred a \$306,386 loss, which was mainly due to \$92,303 in annual mineral concession fees for its Peru properties.

During the three months ended March 31, 2022, the Company incurred a \$218,724 loss, which was mainly due to \$94,239 in exploration expenses for a bedrock sampling program at the Gaban Property and \$20,000 in year-end audit fees.

During the three months ended December 31, 2021, the Company incurred a \$256,961 loss, which was mainly due to \$120,598 in exploration expenses for a bedrock sampling program at the Gaban Property.

Cash and total assets decreased June 30, 2022 from December 31, 2021, due to the Company's administrative and exploration costs incurred during this period.

Cash and total assets increased September 30, 2022 from June 30, 2022 due to the Company completing a private placement financing and raising gross proceeds of \$651,300.

Cash and total assets decreased through March 31, 2023 from September 30, 2022 due to the Company's administrative and exploration costs incurred during this period.

Cash and total assets increased September 30, 2023 from March 31 2023 due to the Private Placement.



Details of the Company's exploration and evaluation expenditures are as follows:

	Peru: Gaban	Peru: Yang	Peru: ICA	For the three months ended Sept. 30, 2023
Field expenses & consumables	\$ 7,505	\$ -	\$ -	\$ 7,505
Royalties	16,929	16,929	33,858	67,715
Salaries & wages	1,317	-	-	1,317
Transportation & travel	2,436	-	-	2,436
Exploration office expenses	15,826	3,276	3,277	22,379
Total	\$ 44,013	\$ 20,205	\$ 13,395	\$ 101,353

	Peru: Gaban	Peru: Yang	Peru: ICA	For the three months ended Sept. 30, 2022
Field expenses & consumables	\$ 4,569	\$ 5,308	\$ -	\$ 9,877
Geochemical analysis	1,421	-	-	1,421
Royalties	16,171	16,171	32,343	64,685
Salaries & wages	4,793	-	-	4,793
Transportation & travel	6,266	-	-	6,266
Exploration office expenses	13,053	5,032	5,032	23,117
Total	\$ 46,273	\$ 26,511	\$ 37,374	\$ 110,159

	Peru: Gaban	Peru: Yang	Peru: ICA	For the six months ended Sept. 30, 2023
Field expenses & consumables	\$ 8,770	\$ -	\$ -	\$ 8,770
License fees	83,948	6,446	10,059	100,453
Royalties	16,929	16,929	33,858	67,716
Salaries & wages	1,619	-	-	1,619
Transportation & travel	3,975	-	-	3,975
Exploration office expenses	39,426	6,613	6,613	52,652
Total	\$ 154,667	\$ 29,988	\$ 50,530	\$ 235,185

	Peru: Gaban	Peru: Yang & ICA	Tanzania	For the six months ended Sept. 30, 2022
Field expenses & consumables	\$ 1,443	\$ -	\$ -	\$ 1,443
Geochemical analysis	2,242	-	-	2,242
License fees	3,905	-	-	3,905
Royalties	31,225	-	-	31,225
Salaries & wages	55,781	-	-	55,781
Transportation & travel	5,765	-	-	5,765
Exploration office expenses	36,610	-	5,343	41,963
Total	\$ 136,971	\$ -	\$ 5,343	\$ 142,314

LIQUIDITY AND CAPITAL RESOURCES

Summary of cash position and changes in cash

	3 months ended Sept. 30, 2023	3 months ended Sept. 30, 2022	6 months ended Sept. 30, 2023	6 months ended Sept. 30, 2022
Cash flow used in operating activities	\$ (184,819)	\$ (186,352)	\$ (500,599)	\$ (431,703)
Cash flow from financing activities	60,000	637,257	604,551	637,257
Net change	(124,819)	460,905	103,952	205,554
Cash – beginning of period	365,817	60,099	137,046	315,450
Cash – end of period	\$ 240,998	\$ 521,004	\$ 240,998	\$ 521,004

As of September 30, 2023, the Company had a working capital of \$233,715 compared to working capital of \$49,382 as of March 31, 2023. The increase in working capital resulted from the completion of the Private Placement.

Cash flow used in operations was similar during the three and six months ended September 30, 2023 compared to 2022 due to similar level of reduced exploration activity at the Company.

Cash flow from financing activities during the six months ended September 30, 2023 was from the Private Placement and during the six months ended September 30, 2022 from another private placement financing.

Going concern

The Financial Statements and financial results discussed herein of the Company were prepared assuming Winshear will continue on a going concern basis. The Company has incurred losses since its inception and the ability of the Company to continue as a going concern depends upon its ability to raise adequate financing and to develop profitable operations. The Financial Statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue operations. As a result of limited working capital of \$233,715 as of September 30, 2023 (March 31, 2023 - \$49,382) and continuing losses, there are material uncertainties which exist and that cast significant doubt on the Company's ability to continue as a going concern.

Capital Management

The Company manages its capital structure based on the funds available to the Company in order to support the acquisition and exploration of exploration and evaluation assets. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company defines capital that it manages as components of shareholders' equity.

The properties in which the Company currently has an interest are in the exploration stage and are not generating positive cash flow; as such, the Company has historically relied on the equity markets to fund its activities.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company is not subject to externally imposed capital restrictions.

There has been no significant change in the Company's objectives, policies, and processes for managing its capital during the six months ended September 30, 2023.

SHAREHOLDER'S EQUITY

The Company is authorized to issue an unlimited number of common shares without par value. As of September 30, 2023 had 78,665,318 common shares outstanding and as of the Date of this Report, the Company had 94,123,395 common shares outstanding.

Stock Options

The Company has adopted a stock option plan (the "Stock Option Plan"). The Company may grant share options to eligible employees, officers, directors and consultants at an exercise price, expiry date, and vesting conditions to be determined by the Company's board of directors. The maximum expiry date is ten years from the grant date. The Stock Option Plan permits the issuance of stock options which may not exceed 10% of the Company's issued common shares as at the date of grant.

On October 21, 2022, the Company granted 2,000,000 stock options to employees and consultants. Each stock option has an exercise price of \$0.10 and will vest on a quarterly basis until October 21, 2023. The stock options expire October 21, 2027.

A summary of the Company's stock options and the changes during the period are as follows:

	Number of options	Weighted-average exercise price (\$)
Balance — March 31, 2022	3,050,000	0.19
Issued	2,000,000	0.10
Expired	(250,000)	0.20
Balance — March 31, 2023 and September 30, 2023	4,800,000	0.15
Exercised	(4,800,000)	0.15
Balance – Date of this Report	-	-

A summary of the Company's stock options as of September 30, 2023 is as follows:

Number of options	Vested	Exercise price \$	Expiry Date
2,000,000	2,000,000	0.20	October 24, 2024
800,000	800,000	0.15	July 22, 2026
2,000,000	1,500,000	0.10	October 21, 2027
4,800,000	4,300,000		

Share Purchase Warrants

A summary of the Company's warrants and the changes during the period are as follows:

	Number of warrants	Shares to be issued upon exercise of the warrants	Weighted-average exercise price (\$)
Balance – March 31, 2022	9,268,000	9,268,000	0.19
Issued	5,427,500	5,427,500	0.10
Exercised	(50,000)	(50,000)	0.10
Expired	(5,500,000)	(5,500,000)	0.18
Balance – March 31, 2023	9,145,500	9,145,500	0.14
Issued	2,925,500	2,925,500	0.10
Exercised	(425,000)	(425,000)	0.14
Balance – September 30, 2023	11,645,500	11,645,500	0.09
Exercised	(11,498,000)	(11,498,000)	0.15
Balance – Date of this Report	147,500	147,500	0.20

A summary of the Company's warrants as of September 30, 2023 is as follows:

Number of warrants	Exercise price \$	Expiry Date
3,718,000	0.20	December 1, 2024
5,252,500	0.10	August 19, 2024
2,675,000	0.15	May 9, 2025
11,645,500		

A summary of the Company's warrants as of the Date of this Report is as follows:

Number of warrants	Exercise price \$	Expiry Date
147,500	0.20	December 1, 2024

Related Party Transactions

The Company's related parties include its subsidiaries and key management personnel which include officers, directors, or companies with common directors of the Company. Transactions with related parties for goods and services are made on normal commercial terms and are considered to be at arm's length.

The Company incurred the following expenses with key management personnel as follows:

	3 months ended Sept. 30, 2023	3 months ended Sept. 30, 2022	6 months ended Sept. 30, 2023	6 months ended Sept. 30, 2022
Employee salaries and benefits	\$ 42,372	\$ 54,000	\$ 96,481	\$ 54,459
Share based payment	2,958	3,019	9,235	15,505
Exploration costs - field work	6,554	21,990	13,227	24,643
Exploration costs - royalties	67,715	64,685	67,715	64,685
Professional fees	2,307	21,990	19,923	63,000

1. The Company paid Palamina for property acquisition payments and exploration services. Palamina's Chief Executive Officer is Andrew Thomson, who is also a director of Winshear.
2. The Company paid Bennett Jones LLP for legal services. Stewart Lockwood is a partner of Bennett Jones LLP, who is also Corporate Secretary of Winshear.

Exploration costs

As a result of acquiring the Peru mineral properties from Palamina and having directors in common with the Company, Palamina became a related party. As of September 30, 2023, the Company owed Palamina \$nil (March 31, 2023 - \$7,570) as reimbursement for shared exploration expenditures incurred on the Peru mineral properties. The amounts due are non-interest bearing, unsecured, and due on demand.

Salary and benefits

From February 1, 2022 to September 30, 2023, in order to assist the Company, an officer deferred receiving payment of their salary. As of September 30, 2023, the Company owed \$52,500 (March 31, 2023 - \$84,000) to this related party for accrued salary. The amounts due are non-interest bearing and unsecured. Subsequent to September 30, 2023, this amount was paid in full to the officer.

As of September 30, 2023, the Company owed \$6,000 (March 31, 2023 - \$18,000) to a related party for monthly service fees under their management contract. The amounts due are non-interest bearing, unsecured, and due on demand. Subsequent to September 30, 2023, this amount was paid in full.

Professional fees

The Company incurs legal fees with Bennett Jones LLP, a related party. As of September 30, 2023, the Company owed this related party \$1,014 (March 31, 2023 - \$6,597). The amounts due are non-interest bearing, unsecured, and due on demand.

FINANCIAL INSTRUMENTS

Financial Assets and Liabilities

The Company's financial assets are classified as follows:

Cash:	Amortized cost
Receivables:	Amortized cost
Investments:	Fair value through profit or loss

The Company's financial liabilities, which consist of trade and other payables, are classified as amortized cost.

Fair Value Hierarchy

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

- Level 1: Unadjusted quote prices in active markets for identical assets or liabilities
- Level 2: Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly
- Level 3: Inputs that are not based on observable market data

The Board of Directors has the overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's financial instruments consist of cash, accounts receivable, investments, and trade and other payables. The fair value of investments is measured on the statement of financial position using Level 1 of the fair value hierarchy. The fair value of cash, receivables and trade and other payables approximate their book values due to the short-term nature of these instruments.

Credit risk

The Company is exposed to industry credit risks arising from its cash and receivables. The Company manages credit risk by holding the majority of its cash with major Canadian financial institutions. The Company's receivables are due from the Federal Government of Canada and Peru. Management believes that credit risk related to these amounts is nominal.

Liquidity risk

Liquidity risk is the risk that the Company will not have sufficient funds to meet its financial obligations when they are due. To manage liquidity risk, the Company has in place a planning and budgeting process to help determine the funds required to support the Company's operating requirements on an ongoing basis and assess available and required sources of additional capital and financing. As of

September 30, 2023, the Company has working capital of \$233,715 and negative cash flow from operations for the six months then ended of \$500,599 indicating a high liquidity risk.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to interest rate risk as it does not have any significant financial instruments with interest rates, with the exception of cash. Interest earned on cash is based on prevailing bank account interest rates, which may fluctuate. A 10% change in interest rates would result in a nominal difference for the six months ended September 30, 2023.

Foreign currency risk

The Company is exposed to foreign currency risk on fluctuations related to cash and trade and other payables that are denominated in United States Dollars. Amounts subject to currency risk are primarily cash and receivables denominated in foreign currencies, which are offset by the trade and other payables denominated in that foreign currency.

Price risk

The Company has exposure to price risk with respect to commodity and equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings or valuation of its investments due to movements in individual equity prices or general movements in the level of the stock market. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company monitors the price of precious metals.

RISKS TO WINSHEAR

The primary risk factors affecting the Company are set forth below.

Exploration Stage Company

The Company is an exploration stage company and cannot give assurance that a commercially viable deposit, or "reserve," exists on any properties for which the Company currently has or may have (through potential future joint venture agreements or acquisitions) an interest. Therefore, the determination of the existence of a reserve depends on appropriate and sufficient exploration work and the evaluation of legal, economic, and environmental factors. If the Company fails to find a commercially viable deposit on any of its properties, its financial condition and results of operations will be materially adversely affected.

Mineral Exploration and Development

Resource exploration and development is a speculative business, characterized by a number of significant risks including, among other things, unprofitable efforts resulting not only from the failure

to discover mineral deposits but from finding mineral deposits which, though present, are insufficient in quantity and quality to return a profit from production. The marketability of minerals acquired or discovered by the Company may be affected by numerous factors which are beyond the control of the Company and which cannot be accurately predicted, such as market fluctuations, the proximity and capacity of processing facilities, mineral markets and such other factors as government regulations, including regulations relating to royalties, allowable production, importing and exporting of minerals and environmental protection, the combination of which factors may result in the Company not receiving an adequate return of investment capital.

There is no assurance that the Company's mineral exploration and development activities will result in any discoveries of commercial bodies of ore. The long-term profitability of the Company's operations will in part, be directly related to the costs and success of its exploration programs, which may be affected by a number of factors. Substantial expenditures are required to establish reserves through drilling and to develop the mining and processing facilities and infrastructure at any site chosen for mining. Although substantial benefits may be derived from the discovery of a major mineralized deposit, no assurance can be given that minerals will be discovered in sufficient quantities to justify commercial operations or that funds required for development can be obtained on a timely basis.

Substantial expenditures are required to establish ore reserves through exploration and drilling, to develop metallurgical processes to extract the metal from the ore and, in the case of new properties, to develop the mining and processing facilities and infrastructure at any site chosen for mining. Although substantial benefits may be derived from the discovery of a major mineralized deposit, no assurance can be given that minerals will be discovered in sufficient quantities and grades to justify commercial operations or that funds required for development can be obtained on a timely basis. Estimates of reserves, mineral deposits and production costs can also be affected by such factors as environmental permitting regulations and requirements, weather, environmental factors, unforeseen technical difficulties, unusual or unexpected geological formations and work interruptions. In addition, the grade of ore ultimately mined may differ from that indicated by drilling results.

Short term factors relating to reserves, such as the need for the orderly development of ore bodies or the processing of new or different grades, may also have an adverse effect on mining operations and the results of operations. Material changes in ore reserves, grades, stripping ratios or recovery rates may affect the economic viability of any project.

Competition and Mineral Exploration

The mineral exploration industry is intensely competitive in all of its phases, and the Company must compete in all aspects of its operations with a substantial number of large established mining companies with greater liquidity, greater access to credit and other financial resources, newer or more efficient equipment, lower cost structures, more effective risk management policies and procedures and/or greater ability than the Company to withstand losses. The Company's competitors may be able to respond more quickly to new laws or regulations or emerging technologies or devote greater resources to the expansion of their operations than the Company can. In addition, current and potential competitors may make strategic acquisitions or establish cooperative relationships among themselves or with third parties. Competition could adversely affect the Company's ability to acquire suitable new producing properties or prospects for exploration in the future. Competition could also affect the

Company's ability to raise financing to fund the exploration and development of its properties or to hire qualified personnel. The Company may not be able to compete successfully against current and future competitors, and any failure to do so could have a material adverse effect on the Company's business, financial condition or results of operations.

Limited Operating History

The Company has a limited operating history, and its mineral properties are exploration stage properties. As such, the Company will be subject to all of the business risks and uncertainties associated with any new business enterprise, including under-capitalization, cash shortages, limitations with respect to personnel, financial and other resources and lack of revenues. The current state of the Company's mineral properties requires significant additional expenditures before any cash flow may be generated. Although the Company possesses an experienced management team, there is no assurance that the Company will be successful in achieving a return on shareholders' investment, and the likelihood of success of the Company must be considered in light of the problems, expenses, difficulties, complications and delays frequently encountered in connection with the establishment of any business. There is no assurance that the Company can generate revenues, operate profitably, or provide a return on investment, or that it will successfully implement its plans.

Negative Cash Flow from Operating Activities

The Company has no history of earnings and had negative cash flow from operating activities since inception. The Company's mineral properties are in the exploration stage, and there are no known mineral resources or reserves and the proposed exploration programs on the Company's mineral properties are exploratory in nature. Significant capital investment will be required to achieve commercial production from the Company's existing projects. There is no assurance that any of the Company's mineral properties will generate earnings, operate profitably or provide a return on investment in the future. Accordingly, the Company will be required to obtain additional financing to meet its future cash commitments.

Going Concern Risk

The Financial Statements have been prepared on a going concern basis under which an entity is considered to be able to realize its assets and satisfy its liabilities in the ordinary course of business. The Company's future operations are dependent upon the identification and successful completion of equity or debt financings and the achievement of profitable operations at an indeterminate time in the future. There can be no assurances that the Company will be successful in completing equity or debt financings or in achieving profitability. The Financial Statements do not give effect to any adjustments relating to the carrying values and classifications of assets and liabilities that would be necessary should the Company be unable to continue as a going concern.

Additional Funding

The exploration and development of the Company's mineral properties will require substantial additional capital. When such additional capital is required, the Company will need to pursue various financing transactions or arrangements, including joint venturing of projects, debt financing, equity

financing or other means. Additional financing may not be available when needed or, if available, the terms of such financing might not be favourable to the Company and might involve substantial dilution to existing shareholders. The Company may not be successful in locating suitable financing transactions in the time period required or at all. A failure to raise capital when needed would have a material adverse effect on the Company's business, financial condition and results of operations. Any future issuance of securities to raise required capital will likely be dilutive to existing shareholders. In addition, debt and other debt financings may involve a pledge of assets and may be senior to interests of equity holders. The Company may incur substantial costs in pursuing future capital requirements, including investment banking fees, legal fees, accounting fees, securities law compliance fees, printing and distribution expenses and other costs. The ability to obtain needed financing may be impaired by such factors as the capital markets (both generally and in the gold and copper industries in particular), the Company's status as a new enterprise with a limited history, the location of the Company's mineral properties, the price of commodities and/or the loss of key management personnel.

Government or Regulatory Approvals

Exploration and development activities are dependent upon the grant of appropriate licenses, concessions, leases, permits and regulatory consents, which may be withdrawn or made subject to limitations. There is no guarantee that, upon completion of any exploration, a mining license will be granted with respect to exploration territory. There can also be no assurance that any exploration license will be renewed, or if so, on what terms. These licenses place a range of past, current and future obligations on the Company. In some cases, there could be adverse consequences for breach of these obligations, ranging from penalties to, in extreme cases, suspension or termination of the relevant license or related contract.

Permits and Government Regulation

The future operations of the Company may require permits from various federal, state, provincial and local governmental authorities and will be governed by laws and regulations governing prospecting, development, mining, production, export, taxes, labour standards, occupational health, waste disposal, land use, environmental protection, mine safety and other matters. Although Peru currently has a favourable legal and fiscal regime for exploration and mining, possible future government legislation, policies and controls relating to prospecting, development, production, government royalties, environmental protection, mining taxes and labour standards could cause additional expense, capital expenditures, restrictions and delays in the activities of the Company, the extent of which cannot be predicted. Before development and production can commence on any properties, the Company must obtain regulatory and environmental approvals. There is no assurance that such approvals can be obtained on a timely basis or at all. The cost of compliance, with changes in governmental regulations, has the potential to reduce the profitability of operations. The Company is currently in compliance with all material regulations applicable to its exploration activities.

Laws and Regulation

The Company's exploration activities are subject to extensive federal, state, provincial and local laws and regulations governing prospecting, development, production, exports, taxes, labour standards,

occupational health and safety, mine safety and other matters in all the jurisdictions in which it operates. These laws and regulations are subject to change, can become more stringent, and compliance can, therefore, become more costly. The Company applies the expertise of its management, advisors, employees and contractors to ensure compliance with current laws.

COVID-19 Coronavirus Outbreak

The current global uncertainty with respect to the spread of the COVID-19 coronavirus ("COVID-19"), the rapidly evolving nature of the pandemic and local and international developments related thereto and its effect on the broader global economy and capital markets may have a negative effect on the Company and its ability to continue exploration activities at its properties. While the precise impact of the COVID-19 outbreak on the Company remains unknown, rapid spread of COVID-19 and declaration of the outbreak as a global pandemic has resulted in travel advisories and restrictions, certain restrictions on business operations, social distancing precautions and restrictions on group gatherings which are having direct impacts on businesses in Canada and around the world and could result in travel bans, post-travel quarantines, closure of assay labs, work delays, difficulties for contractors and employees getting to site, and diversion of management attention all of which in turn could have a negative impact on the Company. In particular, the current pandemic spread of the COVID-19 virus and the current review of closing cross-country border crossings and the reduction in available international commercial flights has increased mobility and infrastructure risks for the Company to send its employees abroad to conduct exploration work. The Company may need to rely entirely on foreign contractors to complete the remaining exploration programs and meet minimum exploration expenditures, which may result in higher costs. The spread of COVID-19 may also have a material adverse effect on global economic activity and could result in volatility and disruption to global supply chains and the financial and capital markets, which could affect the business, financial condition, results of operations and other factors relevant to the Company, including its ability to raise additional financing.

Political Risk

Numerous governments around the world are looking at ways to secure additional benefits from mining companies, an approach recognized as "Resource Nationalism". Mechanisms used by governments include increases to royalty rates and corporate tax rates, implementation of windfall or super taxes, and rewriting mining laws retroactively to significantly reduce or eliminate the rights of mining companies, including by adding carried or free-carried interests to the benefit of the state. Extreme cases in Tanzania have resulted in the expropriation of active mining interests and exploration licenses. Such changes are viewed negatively by the investment community and can lead to share price erosion and difficulty accessing capital to advance projects.

Environmental Risks

The Company's exploration and/or development activities are subject to extensive laws and regulations governing environmental protection. The Company is also subject to various reclamation related conditions. Although the Company closely follows and believes it is operating in compliance with all applicable environmental regulations, there can be no assurance that all future requirements will be

deliverable for reasonable terms. Failure to comply may result in enforcement actions causing operations to cease or be curtailed and may include corrective measures requiring capital expenditures. Intense lobbying over environmental concerns by non-governmental organizations has caused some governments to cancel or restrict the development of mining projects. Current publicized concern over climate change may lead to carbon taxes, requirements for carbon offset purchases or new regulation. The costs or likelihood of such potential issues to the Company cannot be estimated at this time.

The legal framework governing this area is constantly developing; therefore the Company is unable to fully ascertain any future liability that may arise from the implementation of any new laws or regulations, although such laws and regulations are typically strict and may impose severe penalties (financial or otherwise). The proposed activities of the Company, as with any exploration, may have an environmental impact, which may result in unbudgeted delays, damage, loss and other costs and obligations including, without limitation, rehabilitation and/or compensation. There is also a risk that the Company's operations and financial position may be adversely affected by the actions of environmental groups or any other group or person opposed in general to the Company's activities and, in particular, the proposed exploration and mining by the Company within Peru.

Dependence on Management and Key Personnel

The success of the Company is currently largely dependent on the performance of its directors and officers. The loss of the services of any of these persons could have a materially adverse effect on the Company's business and prospects. There is no assurance the Company can maintain the services of its directors, officers or other qualified personnel required to operate its business. As the Company's business activity grows, the Company will require additional key financial, administrative and mining personnel as well as additional operations staff. There can be no assurance that these efforts will be successful in attracting, training and retaining qualified personnel as competition for persons with these skill sets increase. If the Company is not successful in attracting, training and retaining qualified personnel, the efficiency of its operations could be impaired, which could have an adverse impact on the Company's operations and financial condition.

Material Contract Obligations

The agreements pursuant to which the Company acquired its interest in its properties provide that the Company must make a variety of payments in cash over certain time periods and maintain the properties in good standing. If the Company fails to make such payments or expenditures in a timely fashion, the Company may lose its interest in one or more of the properties.

ADDITIONAL INFORMATION

Additional information relating to the Company is available on the SEDAR website at www.sedar.com and the Company's website at www.winshear.com.

CAUTIONARY STATEMENTS

Forward-looking Information

All statements in this MD&A, other than statements of historical fact, are "forward-looking statements" or "forward looking information" with respect to the Company within the meaning of applicable securities laws, including statements that address the impact of general business and economic conditions, the use of proceeds of any financings, and timing of exploration and development plans. Forward-looking information is often, but not always, identified by the use of words such as "seek", "anticipate", "plan", "continue", "planned", "expect", "project", "predict", "potential", "targeting", "intends", "believe", and similar expressions, or describes a "goal", or variation of such words and phrases or state that certain actions, events or results "may", "should", "could", "would", "might" or "will" be taken, occur or be achieved. Forward-looking information is not a guarantee of future performance and is based upon a number of estimates and assumptions of management at the date the statements are made including, among others, assumptions regarding timing of exploration and development plans at the Company's mineral projects; timing and completion of proposed financings; the release of an initial resource report on any of our properties; assumptions about future prices of gold, copper, silver, and other metal prices; currency exchange rates and interest rates; metallurgical recoveries; favourable operating conditions; political stability; obtaining governmental approvals and financing on time; obtaining renewals for existing licenses and permits and obtaining required licenses and permits; labour stability; stability in market conditions; availability of equipment; accuracy of historical information; successful resolution of disputes and anticipated costs and expenditures. Many assumptions are based on factors and events that are not within the control of the Company, and there is no assurance they will prove to be correct.

Such forward-looking information involves known and unknown risks, which may cause the actual results to be materially different from any future results expressed or implied by such forward-looking information, including, but not limited to, the cost, timing and success of exploration activities generally, including the development of new deposits; possible variations in grade or recovery rates; failure of equipment or processes to operate as anticipated; the failure of contracted parties to perform; uses of funds in general including future capital expenditures, exploration expenditures and other expenses for specific operations; the timing, timeline and possible outcome of permitting or license renewal applications; government regulation of exploration and mining operations; environmental risks; the uncertainty of negotiating with foreign governments; expropriation or nationalization of property without fair compensation; adverse determination or rulings by governmental authorities; delays in obtaining governmental approvals; possible claims against the Company; the impact of archaeological, cultural or environmental studies within property areas; title disputes or claims; limitations on insurance coverage; the interpretation and actual results of historical operators at certain of our exploration properties; changes in project parameters as plans continue to be refined; current economic conditions; future prices of commodities; and delays in obtaining financing. The Company's forward-looking information reflect the beliefs, opinions and projections on the date the statements are made. The Company assumes no obligation to update forward-looking information or beliefs, opinions, projections, or other factors, should they change, except as required by law.

Scientific and Technical Information

Scientific and technical information presented in this MD&A above has been approved by Richard D. Williams, M.Sc., P. Geo., Winshear's CEO and a qualified person who by reason of education, affiliation with a professional association (as defined in NI 43-101) and past relevant work experience, fulfills the requirements of a Qualified Person as defined in NI 43-101.