

DAURA CAPITAL CORP.

MANAGEMENT'S DISCUSSION & ANALYSIS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2019 AND
THE PERIOD FROM INCORPORATION ON MARCH 29, 2018 TO SEPTEMBER 30, 2018

GENERAL

This management's discussion and analysis of the financial position and results of operations is as at November 28, 2019 and should be read in conjunction with the condensed interim financial statements of Daura Capital Corp. (the "Company" or "Daura") for the nine months ended September 30, 2019 and the period from incorporation on March 29, 2018 to September 30, 2018 and the related notes thereto. Those condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"). All dollar amounts included therein and in the following management's discussion and analysis ("MD&A") are in Canadian dollars except where noted. These documents and other information relevant to the Company's activities are available for viewing on SEDAR at www.sedar.com.

FORWARD LOOKING INFORMATION

This MD&A may contain "forward looking statements" that reflect the Company's current expectations and projections about its future results. When used in this MD&A, words such as "estimate", "intend", "expect", "anticipate" and similar expressions are intended to identify forward-looking statements, which, by their very nature, are not guarantees of the Company's future operational or financial performance, and are subject to risks and uncertainties and other factors that could cause Reservoir's actual results, performance, prospects or opportunities to differ materially from those expressed in, or implied by, these forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date of this MD&A or as of the date otherwise specifically indicate herein. Due to risks and uncertainties, including the risks and uncertainties identified above and elsewhere in this MD&A, actual events may differ materially from current expectations. The Company disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise except as required by securities regulations.

COMPANY OVERVIEW

The Company was incorporated under the Business Corporations Act of British Columbia on March 29, 2018. The Company is classified as a Capital Pool Company ("CPC") as defined in Policy 2.4 of the TSX Venture Exchange (the "Exchange"). The Company's principal business is to identify, evaluate and acquire assets, properties or businesses which would constitute a qualifying transaction ("Qualifying Transaction") in accordance with Policy 2.4 of the Exchange. The Company's common shares are listed on the TSX-V under the symbol "DUR". The Company's head office is located at 704 - 595 Howe Street, Vancouver, British Columbia, Canada.

HIGHLIGHTS

During the three months ended September 30, 2019 and subsequently, the Company:

- completed its initial public offering ("IPO") and issued 2,000,000 common shares of the Company at a price of \$0.10 per share for gross proceeds of \$200,000; and
- entered into a letter of intent (the "LOI") with Estrella Gold S.A.C. ("Estrella"), whereby the Company shall have the exclusive right to acquire a 100% interest in Estrella (the "Interest") by way of a share exchange with existing shareholders of Estrella.

RESULTS OF OPERATIONS

Three months ended September 30, 2019

The Company recorded a loss of \$66,758 for the three months ended September 30, 2019 compared to \$980 for the comparative period. The increase was attributable to increased corporate activities related to and stock options granted on the completion of the Company's IPO.

Nine months ended September 30, 2019

The Company recorded a loss of \$118,472 for the nine months ended September 30, 2019 compared to \$3,460 for the comparative period. The increase was attributable to increased corporate activities related to and stock options granted on the completion of the Company's IPO.

QUARTERLY FINANCIAL INFORMATION

The following table provides selected financial information for the seven quarters up to September 30, 2019 and should be read in conjunction with the Company's financial statements for the period from incorporation on March 29, 2018 to December 31, 2018.

Quarter ended	September 30 2019	June 30 2019	March 31 2019	December 31 2018
Revenue	\$ -	\$ -	\$ -	\$ -
Share-based payments	41,853	-	-	-
Loss and comprehensive loss	\$ (66,758)	\$ (28,754)	\$ (22,960)	\$ (19,888)

Quarter ended	September 30 2018	June 30 2018	March 31 2018
Revenue	\$ -	\$ -	\$ -
Share-based payments	-	-	-
Loss and comprehensive loss	\$ (980)	\$ (2,480)	\$ -

⁽¹⁾ The Company was incorporated on March 29, 2018

FINANCIAL CONDITION, LIQUIDITY AND CAPITAL RESOURCES

As at September 30, 2019, the Company had working capital of \$175,725 (December 31, 2018 - \$106,653), which primarily comprised cash of \$237,174, prepaid expenses of \$1,386, and accounts payable and accrued liabilities of \$62,835. The Company had no long-term debt.

During the nine months ended September 30, 2019, cash increased by \$120,250. The increase was due to proceeds from its IPO, partially offset by net cash used in operating activities.

Operating activities

During the nine months ended September 30, 2019, net cash used in operating activities amounted to \$25,441 which included a decrease in prepaid expenses of \$9,614 and increase of accounts payable and accrued liabilities of \$41,564.

Financing activities

During the nine months ended September 30, 2019, net cash provided by financing activities was \$145,691, which were the gross proceeds from the IPO of \$200,000, less share issue costs paid.

FINANCIAL INSTRUMENTS, RISKS AND CAPITAL MANAGEMENT

The Company does not utilize complex financial instruments in hedging metal price, foreign exchange or interest exposure. Any hedging activity requires approval of the Company's Board of Directors. The Company will not hold or issue derivative instruments for speculation or trading purposes.

Please refer to the condensed interim financial statements for the nine months ended September 30, 2019 on <http://www.sedar.com>.

RELATED PARTY TRANSACTIONS

During the nine months ended September 30, 2019, the Company granted 460,000 (2018 - Nil) stock options, valued at \$41,853 (2018 - \$Nil), to directors and officers of the Company. As at September 30, 2019, the Company had \$4,985 (December 31, 2018 - \$4,985) due to management related to expense reimbursements, which have been included in accounts payable and accrued liabilities.

EVENT AFTER REPORTING DATE

Subsequent to September 30, 2019, the Company entered into a LOI with Estrella Gold S.A.C., a private company incorporated under the laws of Peru, whereby the Company shall have the exclusive right to acquire a 100% interest in Estrella by way of a share exchange with existing shareholders of Estrella (the "Vendors"). As consideration for the Interest, the Company will issue to the Vendors 3,000,000 common shares of the Company. In connection to the LOI, the Company has agreed to advance up to \$100,000 to Estrella, of which \$25,000 has been advanced to Estrella to fund exploration work and making an option payment to acquire the Antonella Gold Project in Peru. The remaining \$75,000 to be advanced will be in the form of a secured loan repayable to the Company, subject to certain terms and conditions.

OFF-BALANCE SHEET ARRANGEMENTS

The Company has no off-balance sheet arrangements.

CHANGES IN ACCOUNTING POLICIES

Please refer to the condensed interim financial statements for the nine months ended September 30, 2019 on <http://www.sedar.com>.

RISKS AND UNCERTAINTIES

The Company has successfully completed its IPO. Subsequent to the completion of its IPO, the Company is not permitted to carry on any other business other than the identification and evaluation of assets or business to complete a Qualifying Transaction.

There can be no assurance the Company will successfully identify an assets or businesses to complete a Qualifying Transaction or have the necessary financial resources to complete a Qualifying Transaction. There can be no assurance that the Company will be able to successfully obtain the necessary financing in the future on terms acceptable to the Company or at all.

DISCLOSURE CONTROLS AND PROCEDURES

In connection with National Instrument 52-109 (Certification of Disclosure in Issuer's Annual and Interim Filings) ("NI 52-109"), the Chief Executive Officer and Chief Financial Officer of the Company have filed a Venture Issuer Basic Certificate with respect to the financial information contained in the condensed interim financial statements for the nine months ended September 30, 2019 and the period from incorporation on March 29, 2018 to September 30, 2018 and this accompanying MD&A (together the Interim Filings").

In contrast to the full certificate under NI 52-109, the Venture Issuer Basic Certificate does not include representations relating to the establishment and maintenance of disclosure controls and procedures and internal control over financial reporting, as defined in NI 52-109. For further information the reader should refer to the Venture Issuer Basic Certificates filed by the Company with the Interim Filings on SEDAR at www.sedar.com.

OUTSTANDING SHARE DATA

As of the date of this MD&A, the Company had 4,600,001 common shares issued and outstanding. There were also 460,000 stock options and 200,000 agent's options outstanding with expiry dates from September 17, 2021 to September 17, 2024.