

DAURA CAPITAL CORP.

MANAGEMENT'S DISCUSSION & ANALYSIS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2020 AND 2019

GENERAL

This management's discussion and analysis ("MD&A") of the financial position and results of operations is as at October 30, 2020 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, 2020 and 2019 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 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 Daura'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 indicated herein. 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.

In March 2020, the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. It is not possible for the Company to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Company's business or ability to raise funds. Therefore, there is uncertainty that may cast doubt on the Company's ability to continue as a going concern.

HIGHLIGHT

During the nine months ended September 30, 2020, the Company completed a non-brokered private placement for total proceeds of \$78,800, whereby 788,000 common shares of the Company were issued at a price of \$0.10 per share.

RESULTS OF OPERATIONS

Three months ended September 30, 2020

The Company recorded a loss of \$51,972 for the three months ended September 30, 2020 compared to \$66,758 for the comparative quarter. The increase was attributable to increased corporate activities related to the identification and evaluation of assets or business to complete its Qualifying Transaction.

Nine months ended September 30, 2020

The Company recorded a loss of \$134,141 for the nine months ended September 30, 2020 compared to \$118,472 for the comparative period. The increase was attributable to increased corporate activities related to the identification and evaluation of assets or business to complete its Qualifying Transaction, partially offset by the share-based payment related to stock options granted during the comparative period.

QUARTERLY FINANCIAL INFORMATION

The following table provides selected financial information for the eight quarters up to September 30, 2020 and should be read in conjunction with the Company's financial statements for the year ended December 31, 2019 and the period from incorporation on March 29, 2018 to December 31, 2018.

Quarter ended	September 30 2020	June 30 2020	March 31 2019	December 31 2019
Revenue	\$ -	\$ -	\$ -	\$ -
Share-based payments	-	-	-	-
Loss and comprehensive loss	\$ (51,972)	\$ (43,342)	\$ (38,827)	\$ (47,593)

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)

FINANCIAL CONDITION, LIQUIDITY AND CAPITAL RESOURCES

As at September 30, 2020, the Company had working capital of \$129,385 (December 31, 2019 - \$94,850), which was comprised of cash of \$138,668, loan receivable of \$81,637 and accounts payable and accrued liabilities of \$90,920. The Company had no long-term debt.

During the nine months ended September 30, 2020, cash increased by \$92,120, primarily from cash provided by financing activities, partially offset by cash used in operating and investing activities.

Operating activities

During the nine months ended September 30, 2020, net cash used in operating activities amounted to \$93,824, which included a decrease in prepaid expenses of \$5,691 and an increase of accounts payable and accrued liabilities of \$57,524.

Investing activities

During the nine months ended September 30, 2020, net cash used in investing activities was \$10,035, which were deferred acquisition costs related to its Qualifying Transaction.

Financing activities

During the nine months ended September 30, 2020, net cash provided by financing activities was \$195,979, which included the proceeds from the private placement of \$78,800, partially offset by share issue costs paid, and \$121,200 in subscriptions received in advance.

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, 2020 and 2019 on <http://www.sedar.com>.

RELATED PARTY TRANSACTIONS

For the nine months ended September 30, 2020 and 2019, there was no compensation to management personnel.

For the nine months ended September 30, 2020, the Company paid or accrued \$45,000 (2019 - \$9,000) to Seabord Services Corp. ("Seabord"). Seabord provides the following services: A Chief Financial Officer ("CFO"), a Corporate Secretary, accounting and administration staff, and office space to the Company. The CFO and Corporate Secretary are employees of Seabord and are not paid directly by the Company.

As at September 30, 2020, the Company had \$4,985 (December 31, 2019 - \$4,985) due to an officer of the Company related to expense reimbursements and \$36,750 (December 31, 2019 - \$9,975) to Seabord, which have been included in accounts payable and accrued liabilities.

OFF-BALANCE SHEET ARRANGEMENTS

The Company has no off-balance sheet arrangements.

RISKS AND UNCERTAINTIES

The Company has successfully completed its initial public offering ("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 financial statements for the nine months ended September 30, 2020 and 2019 and this accompanying MD&A.

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 Annual Filings on SEDAR at www.sedar.com.

OUTSTANDING SHARE DATA

As of the date of this MD&A, the Company had 5,388,001 common shares issued and outstanding. There were also 460,000 stock options and 200,000 share agent's options outstanding with expiry dates ranging from September 17, 2021 to September 17, 2024.