Management’s Discussion and Analysis for the three and six months ended June 30, 2021

Samco Gold Limited

Prepared as at August 30, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

Introduction

The following Management's Discussion and Analysis ("MD&A") is prepared as at August 30, 2021, and is intended to assist the reader to assess material changes in the financial condition and results of operations of Samco Gold Limited (the "Company" or "Samco") as at, and for the three and six months ended June 30, 2021 and 2020.

This MD&A should be read in conjunction with the Company's unaudited condensed consolidated interim financial statements as at, and for the three and six months ended June 30, 2021, including the supporting notes thereto. The Company's unaudited condensed consolidated interim financial statements have been prepared by management in accordance with International Financial Reporting Standards ("IFRS") and International Accounting Standard ("IAS") 34 "Interim Financial Reporting", and have not been reviewed by the Company's auditors. All amounts are expressed in United States dollars, unless otherwise identified.

Caution Regarding Forward Looking Statements

This MD&A contains statements which may be considered forward-looking. Forward-looking statements are subject to risks and uncertainties which could cause actual results to differ materially from those in such forward-looking statements. Forward-looking statements are made based on management's beliefs, estimates and opinions on the date the statements are made and the Company undertakes no obligation to update forward-looking statements if these beliefs, estimates and opinions or other circumstances should change except as required by applicable securities laws. Factors that could cause actual results to vary materially from results anticipated by such forward looking statements include changes in market conditions, fluctuations in the currency markets (including Canadian and United States dollars, Euros and United Kingdom pound sterling), changes in national and local governments, legislation, taxation, controls, regulations, and political or economic developments in Canada and the United Kingdom or other countries in which the Company may carry on business in the future; risks relating to the credit worthiness or financial condition of suppliers and other parties with whom the Company does business; inadequate insurance or inability to obtain insurance to cover these risks; availability and increasing costs associated with operational inputs and labour; business opportunities that may be presented to, or pursued by the Company; the Company's ability to successfully integrate acquisitions; and the risk factors discussed or referred to in this MD&A. Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. Investors are cautioned against attributing undue certainty to forward-looking statements.

Company Overview

The Company's principal business has historically been the acquisition, exploration and development of precious metals properties in Argentina. Following its reorganization and recapitalization, the Company is currently refocusing its business objectives on new lines of business.

Selected Financial Information

The following table sets out selected financial information for the Company and should be read in conjunction with the Company's unaudited condensed consolidated interim financial statements as at, and for the three and six months ended June 30, 2021, and the audited consolidated financial statements as at December 31, 2020:

	As at June 30, 2021 ($)	As at December 31, 2020 ($)
Assets		
Current assets	**40,705**	63,990
Total assets	**40,705**	63,990
Liabilities		
Current liabilities	**1,528,387**	1,422,206
Total liabilities	**1,528,387**	1,422,206
Working capital	**(1,487,682)**	(1,358,216)
(Deficit)/equity		
Share capital	**33,599,498**	33,599,498
Warrants and share-based payment reserve	**5,925,084**	5,925,084
Deficit	**(54,561,450)**	(54,431,984)
Total (deficit)/equity	**(1,487,682)**	(1,358,216)

	For the three months ended June 30, 2021 ($)	For the three months ended June 30, 2020 ($)
Total loss and comprehensive loss	**(50,679)**	(71,541)
Per common share, basic	**(0.001)**	(0.001)
Per common share, diluted	**(0.001)**	(0.001)
Weighted average number of shares outstanding, basic	**82,657,687**	82,657,687
Weighted average number of shares outstanding, diluted	**82,657,687**	82,657,687

	For the six months ended June 30, 2021 ($)	For the six months ended June 30, 2020 ($)
Total loss and comprehensive loss	**(129,466)**	(182,466)
Per common share, basic	**(0.002)**	(0.002)
Per common share, diluted	**(0.002)**	(0.002)
Weighted average number of shares outstanding, basic	**82,657,687**	82,657,687
Weighted average number of shares outstanding, diluted	**82,657,687**	82,657,687

Results of Operations

The following table sets out selected financial information for the Company for the three and six months ended June 30, 2021 and 2020, and should be read in conjunction with the Company's unaudited condensed consolidated interim financial statements for the three and six months ended June 30, 2021 and 2020, and related notes.

	For the three months ended June 30,		**For the six months ended June 30,**	
	2021 ($)	2020 ($)	**2021 ($)**	2020 ($)
Expenses				
Administrative expenses	**(27,002)**	(43,073)	**(86,430)**	(162,922)
Finance and interest charges	**(18,120)**	(15,910)	**(35,085)**	(29,835)
Foreign exchange gain/(loss)	**(5,557)**	(12,558)	**(7,951)**	10,291
Total loss for the period	**(50,679)**	(71,541)	**(129,466)**	(182,466)

Results of operations for the three months ended June 30, 2021

The loss and comprehensive loss for the three months ended June 30, 2021, totalled $50,679 ($0.001 per share) compared to $71,541 ($0.001 per share) for the three months ended June 30, 2020. The movements in income and expenses are detailed below:

- Administrative expenses were $27,002 for the three months ended June 30, 2021, compared to $43,073 for the comparable period in 2020. The change compared to the three months ended June 30, 2020, is a result of a combination of factors shown below in the 'Summary of Quarterly Results' tables and it also reflects the Company's efforts to refocus its business objectives (see below in 'Corporate Developments').
- Finance and interest charges were $18,120 for the three months ended June 30, 2021, compared to $15,910 for the comparable period in 2020. The expenditure incurred in the second quarter of 2021 mainly relates to interest on loan advances granted by a related party from March 2019 onward (see below in 'Transactions with Related Parties').
- The foreign exchange loss was $5,557 for the three months ended June 30, 2021, compared to $12,558 for the comparable period in 2020. The Company incurred expenses in multiple currencies including Canadian and United States dollars, Euros, and United Kingdom pound sterling, and was subject to fluctuations in the exchange rates of these currencies resulting in foreign exchange gains or losses.

Results of operations for the six months ended June 30, 2021

The loss and comprehensive loss for the six months ended June 30, 2021, totalled $129,466 ($0.002 per share) compared to $182,466 ($0.002 per share) for the six months ended June 30, 2020. The movements in income and expenses are detailed below:

- Administrative expenses were $86,430 for the six months ended June 30, 2021, compared to $162,922 for the comparable period in 2020. The change compared to the six months ended June 30, 2020, is a result of a combination of factors shown below in the 'Summary of Quarterly Results' tables and it also reflects the Company's efforts to refocus its business objectives (see below in 'Corporate Developments').
- Finance and interest charges were $35,085 for the six months ended June 30, 2021, compared to $29,835 for the comparable period in 2020. The expenditure incurred in these periods mainly relates to interest on loan advances granted by a related party from March 2019 onward (see below in 'Transactions with Related Parties').

- The foreign exchange loss was $7,951 for the six months ended June 30, 2021, compared to a gain of $10,291 for the comparable period in 2020. The Company incurred expenses in multiple currencies including Canadian and United States dollars, Euros, and United Kingdom pound sterling, and was subject to fluctuations in the exchange rates of these currencies resulting in foreign exchange gains or losses.

Accounting Standards

New Accounting Standards Adopted

IFRS 3, Business Combinations ("IFRS 3")

Amendments to IFRS 3, issued in October 2018, provide clarification on the definition of a business. The amendments permit a simplified assessment to determine whether a transaction should be accounted for as a business combination or as an asset acquisition.

The amendments are effective for transactions for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after January 1, 2020. The adoption of the amendments had no impact on the Company's consolidated financial statements.

IAS 1, Presentation of Financial Statements ("IAS 1")

Amendments to IAS 1, issued in October 2018, provide clarification on the definition of material and how it should be applied. The amendments also align the definition of material across IFRS and other publications.

The amendments are effective for annual periods beginning on or after January 1, 2020 and are required to be applied prospectively. The adoption of the amendments had no impact on the Company's consolidated financial statements.

IAS 8, Accounting Policies, Changes in Accounting Estimates and Errors ("IAS 8")

Amendments to IAS 8, issued in October 2018, provide clarification on the definition of material and how it should be applied. The amendments also align the definition of material across IFRS and other publications.

The amendments are effective for annual periods beginning on or after January 1, 2020 and are required to be applied prospectively. The adoption of the amendments had no impact on the Company's consolidated financial statements.

Summary of Quarterly Results

The following table compares the consolidated statement of loss for each of the eight quarters ended:

	June 30, 2021 ($)	March 31, 2021 ($)	December 31, 2020 ($)	September 30, 2020 ($)
Expenses				
Administrative expenses	(27,002)	(59,428)	(12,035)	(68,993)
Finance and interest charge	(18,120)	(16,965)	(16,768)	(16,262)
Foreign exchange gain/(loss)	(5,557)	(2,394)	(8,977)	(7,889)
Gain on sale of subsidiary	-	-	-	-
Deferred tax recovered	-	-	-	-
Loss and comprehensive loss	(50,679)	(78,787)	(37,780)	(93,144)

	June 30, 2020 ($)	March 31, 2020 ($)	December 31, 2019 ($)	September 30, 2019 ($)
Expenses				
Administrative expenses	(43,073)	(119,849)	(479,265)	(223,182)
Finance and interest charge	(15,910)	(13,925)	(13,981)	(14,334)
Foreign exchange gain/(loss)	(12,558)	22,849	(5,508)	(1,627)
Gain on sale of subsidiary	-	-	205,936	-
Deferred tax recovered	-	-	10	42
Loss and comprehensive loss	(71,541)	(110,925)	(292,808)	(239,101)

The following table provides a comparison of administrative expenses for each of the eight quarters ended:

	June 30, 2021 ($)	March 31, 2021 ($)	December 31, 2020 ($)	September 30, 2020 ($)
Administration costs	(10,858)	(8,196)	(8,134)	(39,281)
Travel and subsistence	-	-	-	-
Application fees	(2,990)	(16,929)	(3,614)	(2,364)
Management, professional and membership fees	(13,154)	(34,303)	(287)	(27,348)
Salaries	-	-	-	-
Depreciation	-	-	-	-
Other administrative expenses	-	-	-	-
Total administrative expenses	(27,002)	(59,428)	(12,035)	(68,993)

	June 30, 2020 ($)	March 31, 2020 ($)	December 31, 2019 ($)	September 30, 2019 ($)
Administration costs	(47,497)	(54,867)	(27,713)	(19,515)
Travel and subsistence	(218)	(7,500)	(46,952)	(7,895)
Application fees	(6,662)	(7,076)	(1,924)	(11,121)
Management, professional and membership fees	17,670	(25,928)	(334,050)	(192,112)
Salaries	(6,366)	(24,478)	(31,330)	(28,347)
Depreciation	-	-	(50)	(226)
Other administrative expenses	-	-	(37,246)	36,034
Total administrative expenses	(43,073)	(119,849)	(479,265)	(223,182)

Corporate Developments

Convertible Loan Facility

A fully drawn loan facility of $450,000 with a related party (as previously reported) continues to bear interest at a rate of 12% per annum and is now due (see 'Transactions with Related Parties' below).

Reverse Takeover and Change of Business Transaction

On July 24, 2019, Samco announced it has made an offer to acquire all of the outstanding shares of Echo Pharmaceuticals B.V. ("Echo") (as previously reported).

On June 10, 2020, Samco announced "that it will not proceed with the proposed change of business transaction (the "Transaction") pursuant to the letter agreement with Echo announced on July 24, 2019 (the "Letter Agreement"). Neither the Company nor Echo have any remaining further obligations to each other under the Letter Agreement.

Upon entry into the Letter Agreement, the Company and Echo constructively engaged in the negotiation of a definitive agreement and satisfying conditions to the Transaction, which conditions included a concurrent financing at an agreed-upon indicative valuation for Echo. While the Transaction was initially well received by industry participants, the market dynamic for cannabis-related financing, and the cannabis industry in general, have significantly changed, such that the Company determined that a concurrent financing at the indicative value described in the Letter Agreement could not be completed. The Company and Echo's shareholders negotiated the terms of the Transaction but ultimately could not agree upon a reduced valuation for Echo that would make the Transaction (including a concurrent financing) viable. Therefore, the parties determined it was in their respective best interests to terminate the proposed Transaction.

The Company will engage with the TSX Venture Exchange ("TSXV") to remove the halt imposed on its common shares since the announcement of the entry into of the Letter Agreement, and will continue to seek and engage with potential change of business opportunities".

Other Corporate Developments

During 2020 the Company received loan advances of $190,000 from a third party against an expected future loan agreement. As at June 30, 2021, a loan agreement had not been executed between the two parties. The funds were being used for working capital and general corporate purposes.

On February 22, 2021, Dr. J. Jasper was appointed as a Director of the Company.

On April 15, 2021, Mr. K. Tomlinson resigned as a Director of the Company.

Operational Developments

For the three and six months ended June 30, 2021, and for the year 2020, there are no operational developments to report.

Liquidity and Risk Factors

The Company had a loss and comprehensive loss of $129,466 for the six months ended June 30, 2021 (2020: $182,466). As the Company has not yet achieved profitable operations, the Company has, since its inception, accumulated a deficit to June 30, 2021, of $54,561,450 (December 31, 2020: $54,431,984) and expects to incur further losses in the development of its business. As at June 30, 2021, the Company had $13,471 (December 31, 2020: $33,124) in cash. The Company does not currently have revenue-generating activities.

The Company's ability to continue operations in the normal course of business is dependent on several factors including its ability to secure additional equity and/or debt funding. The Company's principal business has historically been the acquisition, exploration and development of precious metals properties in Argentina. Following its reorganization and recapitalization, the Company is currently refocusing its business objectives on new lines of business.

There is no assurance that the financing required will be maintained on favourable terms, or at all, or that the additional funding required will be secured, or that the Company will succeed in identifying and pursuing new lines of business. Such matters indicate the existence of material uncertainties about the Company's ability to continue as a going concern and cast significant doubt upon the validity of the going concern assumption.

The Company's unaudited condensed consolidated interim financial statements do not include any additional adjustments to the recoverability and classification of certain recorded asset amounts, classification of certain liabilities and changes to the statement of loss and comprehensive loss that might be necessary if the Company was unable to continue as a going concern.

Liquidity

Negative working capital as at June 30, 2021, was $(1,487,682) compared to negative working capital of $(1,358,216) as at December 31, 2020. The increase in negative working capital of $129,466 is principally attributable to the increase in current liabilities.

Cash was $13,471 as at June 30, 2021, compared to $33,124 as at December 31, 2020. Current liabilities were $1,528,387 as at June 30, 2021, compared to $1,422,206 as at December 31, 2020.

The Company incurred cash of $240,423 in operating activities for the six months ended June 30, 2021, compared to $189,885 for the comparable period in 2020.

Risk Factors

The Company's continuing operations are dependent on its ability to secure equity and/or debt financing to identify, evaluate and pursue, if appropriate, new lines of business. The circumstances that could affect the Company's ability to secure equity and/or debt financing that are reasonably likely to occur are, without limitation, as follows:

- The state of capital markets generally;
- Changes in laws, regulations and political conditions and currency fluctuation;
- Changes in the prevailing administrative, legislative, economic and political landscape; and
- The impact of COVID-19.

The current trends relating to the above factors could change at any time and negatively affect the Company. Other than as disclosed herein, the Company is not aware of any trends, uncertainties, demands, commitments or events which are likely to have any further material effect on the Company's business or financial condition for the six months ended June 30, 2021, and as at the date of this report.

Capital Resources

The Company had $13,471 in cash, $27,234 in prepaid and other assets and $(1,487,682) in negative working capital as at June 30, 2021.

Liquidity Risk Management as at June 30, 2021 ($)					
	< 1 month	**1 to 3 months**	**3 months to 1 year**	**> 1 year**	**Total**
Due to related parties	**590,219**	**534,150**	**35,348**	**-**	**1,159,717**
Accounts payable and accrued liabilities	**178,670**	**-**	**-**	**-**	**178,670**
Loan advance	**190,000**	**-**	**-**	**-**	**190,000**
Total	**958,889**	**534,150**	**35,348**	**-**	**1,482,439**

Off-Balance Sheet Arrangements

As at the date hereof, there are no off-balance sheet arrangements that have, or are reasonably likely to have, a current or future effect on the results of operations or financial condition of the Company including, without limitation, such considerations as liquidity and capital resources.

Transactions with Related Parties

For the three and six months ended June 30, 2021

Salary expense, including share-based payment expense, for the three months ended June 30, 2021, was $NIL (2020: $6,366). Salary expense, including share-based payment expense, for the six months ended June 30, 2021, was $NIL (2020: $30,844).

Mr. Fornazzari, who is the Company's corporate secretary, is a partner in the Fasken Martineau DuMoulin LLP law firm ("Fasken"), which provided legal services of $1,212 to the Company for the three months ended June 30, 2021 (2020: $3,289). The value of services incurred by Fasken for the six months ended June 30, 2021, was $1,212 (2020: $5,744). For services provided up to June 30, 2021, $201,142 (December 31, 2020: $194,972) was outstanding to Fasken.

Upon maturity on September 30, 2019, of a six-month convertible loan facility of $450,000 entered into with Mr. C. Koppel on March 22, 2019, as noted above in 'Corporate Developments', the Company agreed with Mr. Koppel to amend the maturity date of the fully drawn loan from September 30, 2019, to March 31, 2020. The Facility, that is no longer convertible as the conversion option expired as of October 1, 2019, continues to bear interest at a rate of 12% per annum, calculated on the basis of a 365-day year. The Facility is now due.

On April 28, 2021, the Company received a loan of $34,865 from JayTree Limited, a company wholly-owned by Mr. C. Koppel. The loan carries interest at 8% per annum on the full amount calculated on the basis of a 365-day year, and is repayable by October 31, 2021. The funds are being used for working capital and general corporate purposes.

Proposed Transactions

The Company regularly assesses opportunities to supplement its existing portfolio through the acquisition of assets of quality and to make key dispositions through joint ventures or otherwise. The Company will make appropriate public disclosure if and when a definitive transaction is entered into.

Critical Accounting Estimates

In the application of the Company's accounting policies, management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an on-going basis. The Company's accounting policies and estimates used in the preparation of the financial statements are considered appropriate in the circumstances, but are subject to judgments and uncertainties inherent in the financial reporting process. Such judgments include:

- The Company measures the fair value of the share options granted to officers, directors, employees and agents using the Black-Scholes option pricing model, which incorporates assumptions regarding the expected life of the share option, volatility, dividend yield, and risk-free rates. The Company is required to calculate the fair value of these share options at the date of issuance;
- The Company measures the fair value of share purchase warrants issued using the Black-Scholes option pricing model, which incorporates the assumptions regarding contractual life of the warrants, volatility, dividend yield, and risk-free rates. The Company is required to calculate the fair value of these warrants at the date of issuance;

- The Company measures the fair value of share conversion options embedded in any convertible loan facility that the Company has entered into using the Black-Scholes option pricing model, which incorporates the assumptions regarding contractual life of the share conversion option, volatility, dividend yield, and risk-free rates. The Company is required to calculate the fair value of these share conversion options at the date of draws made by the Company under a convertible loan facility and, if the share conversion options are considered to represent financial liabilities from derivatives rather than equity, also at each subsequent balance sheet date;
- Management applied judgment in determining the functional currency of Samco Gold Limited and MedCann Europe Limited as United States dollars, based on the facts and circumstances that existed;
- The Company applied judgment in the determination of the types of costs that were capitalized as mineral rights and exploration costs;
- Management applied judgment in determining whether the Company is able to continue as a going concern;
- Management applied judgment in determining the recoverability, if any, of the Company's deferred tax assets in relation to unused tax losses by estimating the probability, timing and level of any future taxable profits; and
- Management applied judgment in determining who is considered a related party.

Financial Instruments and Other Instruments

The Company's financial instruments consist of the following:

Carrying Amount	**IFRS 9**	**As at June 30, 2021 ($)**	**As at December 31, 2020 ($)**
Financial assets			
Cash	FVTPL	**13,471**	33,124
Financial liabilities			
Accounts payable and accrued liabilities	Amortised cost	**178,670**	174,862
Loan advance	Amortised cost	**190,000**	190,000
Due to related parties	Amortised cost	**1,159,717**	1,057,344

Unless otherwise noted, it is management's opinion that the Company is not exposed to significant interest or credit risks arising from these financial instruments. The fair value of these instruments approximates their carrying value due to the short-term nature of their maturity.

The Company undertakes transactions denominated in foreign currencies, and as such, exposure to exchange rate fluctuations arise. Exchange rate exposures are managed by maintaining low levels of foreign currencies and related obligations that are perceived to be volatile.

The carrying amount of the Company's foreign currency denominated assets and monetary liabilities as at June 30, 2021 and December 31, 2020, in United States dollars, is:

	As at June 30, 2021 ($)		**As at December 31, 2020 ($)**	
	Assets	**Liabilities**	**Assets**	**Liabilities**
United Kingdom sterling	**11,457**	**128,824**	827	83,800
Euros	**-**	**12,478**	-	12,885
Canadian dollars	**580**	**236,831**	4,647	238,596
	12,037	**378,133**	5,474	335,281

The Company's cash is predominantly held in United States dollars other than as needed in the ordinary course of business.

Disclosure of Outstanding Security Data

As at June 30, 2021, and as at the date of this MD&A, the Company has 82,657,687 issued and outstanding Common Shares. As at the date of this report, there are 3,973,925 share options outstanding, of which none have a dilutive effect.

Shares	**Number**
Common Shares outstanding as at December 31, 2020	82,657,687
Issued	-
Cancelled	-
Balance as at June 30, 2021, and August 30, 2021	82,657,687

Share options	**Number**
Share options outstanding as at December 31, 2020	3,973,925
Issued	-
Expired / Cancelled	-
Balance as at June 30, 2021, and August 30, 2021	3,973,925

Disclosure Controls and Procedures

The Company is required to review and report on the effectiveness of its disclosure controls and procedures ("DC&P") in accordance with National Instrument 52-109, "Certification of Disclosure in Issuers' Annual and Interim Filings" ("NI 52-109"), issued by the Canadian Securities Administrators. NI 52-109 requires a Chief Executive Officer ("CEO") and Chief Financial Officer ("CFO") to certify that they are responsible for establishing and maintaining DC&P for the issuer, that DC&P have been designed and are effective in providing reasonable assurance that material information relating to the issuer is made known to them, that they have evaluated the effectiveness of the issuer's DC&P and that their conclusions about the effectiveness of those DC&P at the end of the period covered by the relevant annual filings have been disclosed by the issuer.

Management, including the CEO and CFO, has evaluated the design of the Company's DC&P as at June 30, 2021, and has concluded that the DC&P are effective in ensuring that information required to be disclosed by the Company in its corporate filings is recorded, processed, summarized and reported within the required time period for the period then ended.

A control system, no matter how well conceived and operated, can provide only reasonable, not absolute, assurance that its objectives are met. Due to inherent limitations in all such systems, no evaluation of controls can provide absolute assurance that all control issues within a company have been detected. In addition, the design of any system of control is based upon certain assumptions about the likelihood of future events and there can be no assurance that any design will succeed in achieving its stated goals under all future events, no matter how remote, or that the degree of compliance with the policies or procedures may not deteriorate. Accordingly, the Company's DC&P are effective in providing reasonable, not absolute, assurance that the objectives of its disclosure control system have been met.

Internal Controls over Financial Reporting

NI 52-109 also requires CEO's and CFO's to certify that they are responsible for establishing and maintaining internal controls over financial reporting ("ICFR") for the issuer, that the ICFR have been designed and are effective in providing reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements in accordance with IFRS, and that the issuer has disclosed any change in its internal controls during its most recent interim period that has materially affected, or is reasonably likely to materially affect, its ICFR.

The design and operating effectiveness of the Company's ICFR were evaluated by management in accordance with "Internal Controls over Financial Reporting – Guidance for Smaller Public Companies", as published by the Committee of Sponsoring Organizations of the Treadway Commission (1992) ("COSO"), and NI 52-109, as at June 30, 2021.

In its review, the Company's management has not identified any weaknesses that have materially affected, or are reasonably likely to materially affect, the Company's ICFR. Based on this evaluation, management has concluded that the Company's ICFR are effective in providing reasonable assurance that its financial reporting is reliable and its consolidated financial statements are prepared in accordance with IFRS.

There were no changes in the Company's ICFR that, in the view of the Company's management, occurred during the three and six months ended June 30, 2021, or up to the date of this MD&A, that have materially affected, or are reasonably likely to materially affect, the Company's ICFR.

Risks and Uncertainties

The Company is subject to various financial, operational and political risks that could have a significant impact on its business, profitability and levels of operating cash flows. Although the Company assesses and seeks to mitigate these risks by careful management of its activities, resources and employing qualified personnel, these risks cannot be eliminated. Such risks include, but are not limited to, business and country risks discussed below.

Business Risk Factors

Future Funding

As the Company has limited financial resources and no source of operating income the Company's continuing operations are dependent on its ability to secure equity and/or debt financing. There can be no assurance that future funding will be available to the Company for further development of the Company's current business activities, or to identify, evaluate and pursue, if appropriate, new lines of business. The ability of the Company to arrange additional financing in the future will depend, in part, on prevailing capital market conditions generally, as well as the business performance of the Company.

COVID-19

During 2020 and 2021 to date, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on businesses through the restrictions put in place by the Canadian and United Kingdom governments regarding travel, business operations and isolation/quarantine orders.

At this time, it is unknown the full extent of the impact the COVID-19 outbreak may have on the Company as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada, the United Kingdom and other countries to fight the virus. While the extent of the impact is unknown, we anticipate this outbreak may cause reduced customer demand, supply chain disruptions, and staff shortages, all of which may negatively impact the Company's business and financial condition. To date, the Company's operations have remained stable as the pandemic continues to progress and evolve.

Country Risk Factors

Political and Economic Conditions

Regardless of the economic viability of the Company's pursuit of new lines of business it may be materially adversely affected by risk factors associated with conducting business activities including political instability and violence, war and civil disturbance, acts of terrorism, expropriation or nationalization, inequitable treatment of non-domiciled companies, changing fiscal regimes, fluctuations in currency exchange rates, high rates of inflation, underdeveloped industrial and economic infrastructure that could affect the Company's ability to raise additional capital.

Subsequent Events

Other than as disclosed herein, there are no subsequent events to report.

Company Outlook

The Company's principal business has historically been the acquisition, exploration and development of precious metals properties in Argentina. Following its reorganization and recapitalization, the Company is currently refocusing its business objectives on new lines of business.

Other Information

Additional information about the Company is available on SEDAR at www.sedar.com.