

FORWARD-LOOKING INFORMATION AND MATERIAL ASSUMPTIONS

This report on results for the three month period ended March 31, 2022 contains forward-looking information, including forward-looking information about Bonterra Resources Inc.'s (the "**Company**" or "**Bonterra**") operations, estimates, and exploration and acquisition spending.

Forward-looking information is generally signified by words such as "forecast", "projected", "expect", "anticipate", "believe", "will", "should" and similar expressions. This forward-looking information is based on assumptions that the Company believes were reasonable at the time such information was prepared, but assurance cannot be given that these assumptions will prove to be correct, and the forward-looking information in this report should not be unduly relied upon. The forward-looking information and the Company's assumptions are subject to uncertainties and risks and are based on a number of assumptions made by the Company, any of which may prove to be incorrect.

GENERAL

This Management Discussion and Analysis – Quarterly Highlights ("Quarterly Highlights") of the financial condition, results of operations and cash flows of the Company for the three month period ended March 31, 2022 should be read in conjunction with the condensed interim financial statements as at and for the three month periods ended March 31, 2022 and 2021. This Quarterly Highlights is effective May 30, 2022. Additional information relating to the Company is available on SEDAR at www.sedar.com.

The Company has prepared its condensed interim financial statements for the three month periods ended March 31, 2022 and 2021 in Canadian dollars and in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board.

External auditors, appointed by the shareholders, have not audited or reviewed the condensed interim financial statements for the three month periods ended March 31, 2022 and 2021 and did not perform the tests deemed necessary to enable them to express an opinion on these condensed interim financial statements.

DESCRIPTION OF BUSINESS

The Company was incorporated under the laws of the province of British Columbia on May 1, 2007. The Company's common shares are traded on the TSX Venture Exchange ("**TSX-V**") under the symbol "BTR". The Company's shares also trade on the OTC Exchange in the United States under the symbol "BONXF" and on the Frankfurt Stock Exchange under the symbol "9BR2". The Company is a junior mineral exploration company engaged in the business of acquiring, exploring and evaluating natural resource properties in the province of Quebec.

RECENT COMPANY HIGHLIGHTS

- On March 10, 2022, the Company closed a brokered private placement, issuing: (a) 6,405,000 common shares of the company at a price of \$1.21 per common share for gross proceeds of \$7,750,050; and (b) 8,383,500 common shares of the company that qualify as "flow-through shares" (the "**FT Shares**") at a price of \$2.06 per FT share for gross proceeds of \$17,270,010, representing total aggregate gross proceeds of the offering of \$25,020,060.
- On January 17, 2022, the Company announced that Marc-Andre Pelletier (see bio below) officially took over as President and CEO of Bonterra and announced the appointment of Anik Gendron as an independent non-executive Director of the Company.

Marc-Andre is a professional mining engineer with over 25 years of experience, predominantly in underground gold mines. He was most recently the Chief Operating Officer at Wesdome Gold Mines Ltd. where he was instrumental in the production re-start of the Kiena Mine, only five years after the original discovery of the high-grade Deep Zone. Mr. Pelletier also contributed to the increase of production at the Eagle Mine to near 100,000 ounces per year through optimization works and exploration success. Prior to Marc-Andre's tenure at Wesdome, he was Vice-President of Operations at St Andrew Goldfields Ltd., where he successfully put three underground mines and one open pit mine into production in less than five years until its acquisition by Kirkland Lake Gold in 2016.

- On October 21, 2021, the Company closed a brokered private placement issuing 7,935,000 common shares of the Company that qualify as FT Shares at a price of \$1.47 per FT Share for gross proceeds of \$11,664,450.
- On July 13, 2021, the Company announced the completion of the option earn-in requirements and acquired a 70% interest in 81 strategic mineral claims totaling 3,590 hectares adjacent to the Company's Gladiator property (the "**Duke Property**") and converted the option agreement into a joint venture agreement (the "**JV**").
- On June 23, 2021, the company announced updated mineral resource estimates ("**MREs**") for the Gladiator, Barry, and Moroy deposits, and Bachelor mine (the "**2021 MREs**"). The 2021 MREs were prepared by an independent firm, SLR Consulting (Canada) Ltd. ("**SLR**").
- On April 7, 2021, the Company completed a brokered private placement for gross proceeds of \$17,472,300. The Company issued (a) 2,350,000 common shares of the Company at a price of \$1.05 per common share for gross proceeds of \$2,467,500, and (b) 10,420,000 FT Shares of the Company at a price of \$1.44 per FT Share for gross proceeds of \$15,004,800.

UPDATE ON 2021 EXPLORATION AND DEVELOPMENT ACTIVITIES

Diamond drilling activities and exploration work continued uninterrupted during 2021 while implementing the Company's government approved Covid-19 health and safety protocols to protect its workers and the surrounding communities near the properties.

The 2021 exploration program consisted of up to seven drill rigs including four to six land drill rigs (four drill rigs when barge drilling was taking place), two barge drill rigs at the Gladiator property, when barge drilling was available and one underground drill rig at the Moroy deposit. There were 4 diamond drills in activity at year end. A total of 100,272 metres ("**m**") of exploration drilling was achieved for the year ended December 31, 2021. About 47% of the total drilling (46,708 m) was achieved at the Barry property, focusing on expanding and delineating the mineral resources. Gold intersections have been released during the year, which has demonstrated the extension of the gold mineralization on the North-East of the deposit, near surface and with the extension of the H series type lens at depth. On the Gladiator project, 29,097 m or 29% was drilled, either from shore or on Barry Lake. The drill campaign has extended the down plunge of the main deposit over 300 m beyond the existing mineral resources (Main and North zones). Near 25,000 m of regional exploration took place on strategic Urban-Barry property. A total of 13,212 m (13%) was drilled on the Duke project, where the Company has met the option earn-in requirements and acquired a 70% interest into the project and converted the option agreement into a joint venture agreement with Osisko Mining Inc. ("**Osisko**"). In addition, 11,256 m or 11% was drilled on several prospects like Panache, Barry North, Moss and Coliseum properties. Several press releases were made during the year announcing these encouraging results.

At the Bachelor Mine complex, a surface (3,393 m) and underground (5,437 m) diamond drill program took place in 2021 for a total of 8,830 m or 9% of the total metres drilled during the year. Focus of the program was on expanding the mineral resource of the M1 lens located in the Moroy deposit and to better understand the geology where the Moroy and Bachelor deposits converge at depth. Finally, 3,440 m (3%) were drilled on the Bachelor North, which has led to the discovery of a new zone located approximately two kilometres ("**km**") northeast of the Bachelor mill.

Some more regional drilling exploration results were still pending as of the end of 2021 and several samples were sent to an external assay laboratory early in 2022. Exploration assay results will be released as the information becomes available.

An updated MREs published by the Company on June 23rd, 2021 (effective on June 1, 2021) for the Gladiator, Barry, and Moroy deposits, and Bachelor mine and was prepared by independent firm, SLR Consulting (Canada) Ltd. The NI 43-101 technical report was filed on SEDAR on August 9, 2021.

The Bachelor assay lab remains operational and compliant with the Company's Covid-19 health and safety protocols. The Company continues to develop and update geological models for the Gladiator, Barry, and Moroy deposits on an ongoing basis. The extent and timing of future MREs updates will be accomplished once sufficient data is collected.

The Company had staked 231 claims near the Bachelor-Moroy area in July 2020. This new greenfield land package, called "Desmaraisville", is located north and west of the Bachelor mine. These new underexplored areas lie along an east-northeast regional fault trend within a folded complex with several historic gold occurrences to the northeast. A high-resolution airborne magnetic survey was completed in July 2020. A preliminary reconnaissance and evaluation of the property access to this area was undertaken in early May 2021. The area has undergone a regional compilation, followed by a mapping and prospecting program during summer and fall of 2021. An exploration drilling program is planned in Q2 2022 on the Desmaraisville property.

The Company continues to work on permitting and engineering for expansion of the Bachelor mill and tailings management area ("TMA"). The Company submitted answers to the Environmental and Social Impact Review Committee ("COMEX") in March 2021. In addition, more details from the geotechnical drilling, that was completed during the summer of 2020 to test the soil type under the location of a future dyke, was provided. COMEX then completed a site visit in the fall of 2021.

UPDATE AND OUTLOOK FOR 2022

Update on Q1 2022

The diamond drilling activities restarted around mid-January with four drill rigs: two on Barry and two on Gladiator properties. A total of 11,264 m of drilling was achieved during the quarter. At Barry, a total of 1,341 m of expansion drilling on the east and west side of the deposit and 1,188 m of exploration drilling on the Barry North-East target was achieved. The Company is preparing an infill drilling program to better define the underground resources there. At Gladiator, a total of 2,702 m of expansion drilling to the east and 6,033 m of exploration drilling on the Coliseum-Arrow and Moss properties. The Company is planning a diamond drill program on barges in the next months. A litho-structural analysis on Duke and Desmaraisville properties was initiated during the quarter (Japosat survey). The analysis will be used to find exploration targets. The engineering design of an underground exploration ramp at Gladiator started in the first quarter and will continue. Detailed engineering work is required in order to submit a permit application to the provincial authority.

Exploration Objectives of 2022

Bonterra plans to drill between 90,000 to 117,000 m of diamond drilling in 2022. The Company's objective for the 2022 drill program is to better define the underground portion of the Barry deposit with an in-fill program that should start during the second quarter and continue for the rest of the year. Resources expansion and in-fill drilling are planned at the Gladiator deposit. The intent of the in-fill campaign is to better define the location of the future exploration ramp that will be designed in 2022. Construction and development work for the exploration ramp are planned in 2023 once the permits are received. At Bachelor-Moroy a strategic and technical review of the deposits is ongoing to determine the most favorable approach for the project. Regional exploration will take place at Bachelor-Moroy and Urban-Barry properties through the year as sites accesses become available. The Company usually performs its regional exploration during the fall-winter seasons. The 2022 regional exploration program will be a follow-up of the 2021 program and will take place on the Rainville, Bachelor, Gladiator, Coliseum, Duke, Panache Sud, Barry, Bart, Moss prospects.

Following a technical review in early 2022, it was decided to restart the Preliminary Economic Assessment ("PEA") process on the Barry open pit resource only. The PEA is expected to be completed by mid-2022 and will dictate the next steps to bring this deposit into production over the short term. Upon a positive PEA, the Company will consider whether to proceed with further economic analysis including a preliminary feasibility study or a feasibility study.

With regards to the ongoing COMEX permitting process for the mill and TMA expansion, the Company has received a second set of questions in January 2022 and expects to provide additional answers by mid-2022 with a COMEX permit expected by end of 2022 and provincial permits thereafter. In addition, the Company continues to make progress to obtain the regulatory approval for an exploration decline at the Gladiator property. The Company recently received a communication from the COMEX that no impact study is going to be required, which means that only permitting from the provincial regulators will be needed for the realization of this project. The Company is advancing detailed engineering to submit its permit application to Quebec's

Ministère de l'environnement et de la Lutte contre les changements climatiques ("MELCCC") by the end of this year.

ABOUT THE MINERAL PROPERTIES

The Abitibi Greenstone Belt hosts significant gold mineralization in several parallel NE to SW trending zones. Gold in the Urban-Barry Township is primarily associated with quartz-carbonate veins mineralized with sulphides. The Company's main properties include the Gladiator, Moroy and Barry deposits, and the 100% owned Bachelor Mill.

Bonterra's acquisition of Metanor and consolidation of the Company's databases and management have resulted in broader exploration and resource development plans. Bonterra prepared mineral resource estimates in accordance with NI 43-101, for all its advanced Urban-Barry exploration assets in 2021, being the Gladiator, Barry and Moroy deposits.

The 2021 MREs have been prepared by SLR and have been peer reviewed by SGS Canada Inc. and reviewed internally by the Company. The technical report is available on SEDAR (www.sedar.com) under the Company's issuer profile. The effective date of the 2021 MREs is June 23, 2021 for the Barry, Gladiator and Bachelor-Moroy deposits. The report date is August 5, 2021 for all three properties, and was posted on August 9, 2021 on SEDAR.

The results of the mineral resource estimates for the Gladiator, Barry, and Bachelor-Moroy deposits are summarized in Table 1. The mineral resource estimates for the Gladiator and Barry deposits are reported at a 2.6 g/t Au cut-off grade for underground and at 1.0 g/t Au open-pit cut-off grade at Barry. The estimate for the Bachelor-Moroy deposit is reported at a 2.4 g/t Au cut-off grade, or at 3.0 g/t Au domain dependent cut-off grade at Moroy.

Table 1. Mineral Resource Estimate – (effective June 23, 2021)

DEPOSIT	MEASURED			INDICATED			INFERRED		
	Tonnes	Au (g/t)	Ounces Au	Tonnes	Au (g/t)	Ounces Au	Tonnes	Au (g/t)	Ounces Au
Gladiator	-	-	-	1,413,000	8.61	391,000	4,174,000	7.37	989,000
Barry (Open-Pit)	1,732,000	2.66	148,000	184,000	2.87	17,000	15,000	2.36	1,000
Barry (Underground)	344,000	4.94	55,000	2,839,000	5.15	470,000	4,364,000	4.90	687,000
Bachelor	90,000	5.13	15,000	152,000	5.52	27,000	44,000	4.36	6,000
Moroy	36,000	6.01	7,000	615,000	5.64	112,000	570,000	5.37	98,000
Total	2,202,000	3.18	225,000	5,203,000	6.08	1,017,000	9,167,000	6.05	1,781,000

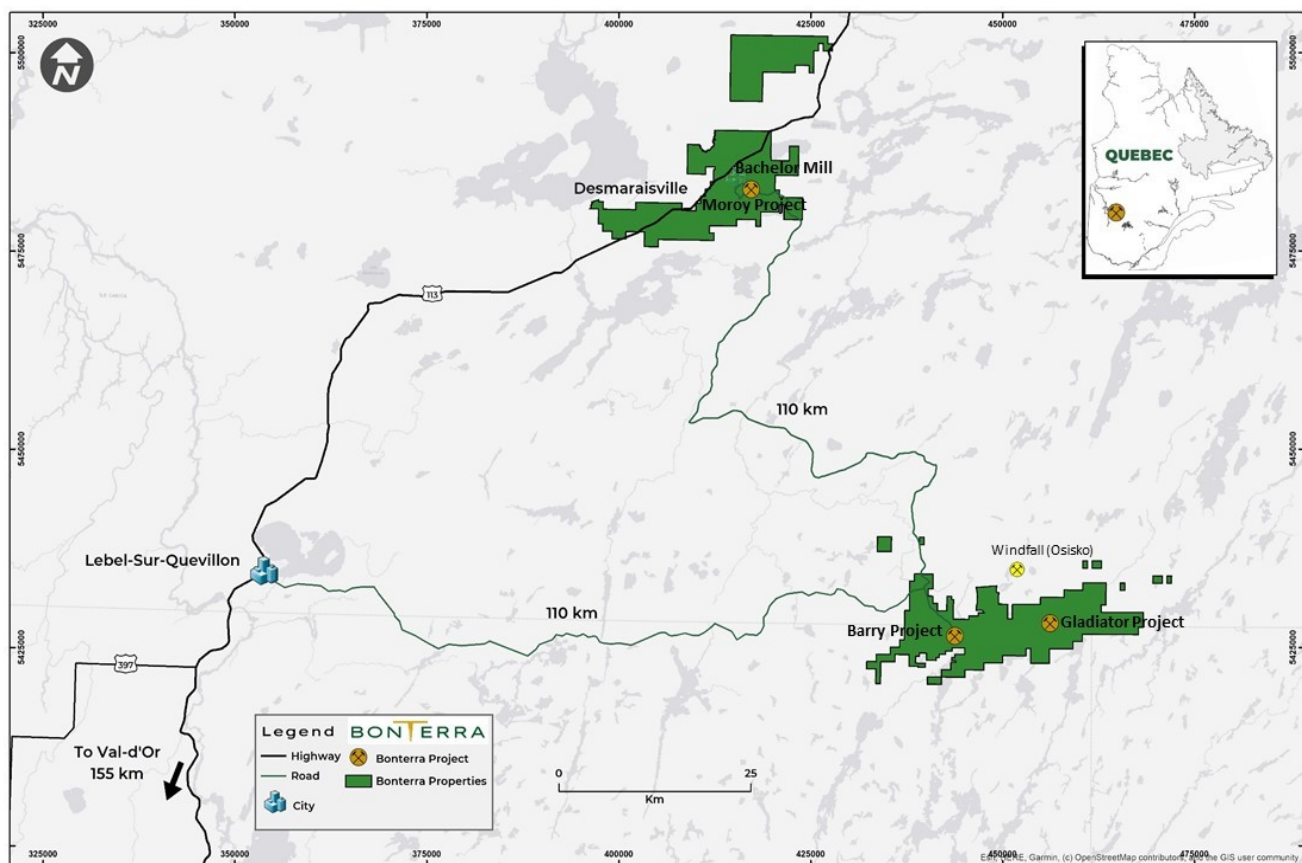
Notes: Gladiator, Barry and Bachelor-Moroy deposits

- CIM (2014) definitions were followed for the mineral resource estimates.
- Mineral resources are estimated at the following cut-off grades: 2.40 g/t Au* or 3.0 g/t Au**, domain dependent; 1.0 g/t Au*** and 2.60 g/t Au****, respectively (Bachelor & Moroy deposits*; Moroy deposit **; Barry open pit deposit ***; Barry & Gladiator deposits ****).
- Mineral resources are estimated using a long-term gold price of US\$1,600/oz Au, and a US\$/C\$ exchange rate of 0.75.
- A minimum mining width of 1.2 m was used.
- Bulk densities are as follows: 2.83 t/m³ at Bachelor-Moroy, and varies by rock type from 2.70 t/m³ to 2.80 t/m³ at Barry and 2.80 t/m³ at Gladiator
- Mineral resources are reported above cut-off grades as well as above grade-thickness values of 2.88 g/t Au metre and 3.6 g/t Au metre, domain dependent, as well as below a 50 m crown pillar for the Moroy deposit.
- Mineral Resources are reported within underground constraining shapes + and below a 50 m crown pillar ++ (Bachelor deposit + and Gladiator deposit ++).
- Open pit and underground mineral resources are reported within optimized pit shell and underground constraining shapes, respectively for the Barry deposit.
- All blocks modelled within the underground constraining shapes have been included within the mineral resource estimate for the Gladiator deposit.
- Numbers may not add due to rounding.

DEPOSIT	TOTAL OUNCES DISCOVERED	METRES DRILLED	OUNCES/METRE DRILLED
Gladiator	1,380,000	229,691	6.0
Barry (Open-Pit & Underground)	1,378,000	213,249	6.5
Bachelor-Moroy	265,000	111,974	2.4
Total	3,023,000	554,914	5.4

BONTERRA EXPLORATION PROPERTIES

Below is a Map of the Company's main exploration properties in Quebec.



Urban-Barry Camp

Gladiator Deposit

The Gladiator deposit is located 12 km east of the Barry deposit, and 8 km southeast of the Windfall deposit. The mineralized shear zones are located near the shore of Lake Barry. The Company is in the permitting process with the MELCCC to begin the excavation of an exploration decline down 150 m below surface to provide the ability to drill the Gladiator deposit year-round.

Barry Deposit

The Barry deposit is located on one mining lease, and permitted for mineral extraction of up to 1.2 million tonnes using underground and/or surface mining methods. Initial mine development access and bulk sampling, with decline and cross-cut development is completed to 100 m below surface. Recent drilling has resulted in the expansion of high-grade areas down plunge at each known strike extension. Bonterra expects to increase the size of the Barry deposit especially at depth, given that very little drilling has previously taken place below 600 m depth over a 1 km strike length.

DUKE PROPERTY

On July 6, 2018, the Company entered into an agreement with Beaufield Resources Inc., which subsequently amalgamated with Osisko, to acquire a 70% interest in the Duke property, located in Québec. In consideration, the Company made payments as follows:

- Cash payment of \$250,000 (paid) and issue 400,000 common shares of the Company (issued on July 12, 2018 and valued at \$1,600,000) upon acceptance by the TSX-V;
- An additional \$250,000 (paid) on or before July 6, 2019; and
- An additional \$250,000 (paid) on or before July 6, 2020.

The Company also incurred exploration expenditures as follows:

- \$1,500,000 (completed) on or before July 6, 2019;
- An additional \$1,500,000 (completed) on or before July 6, 2020; and
- An additional \$1,500,000 (completed) on or before July 6, 2021.

On July 13, 2021, the Company announced the completion of the option earn-in requirements to acquire a 70% interest in 81 strategic mineral claims totaling 3,590 hectares adjacent to the Company's Gladiator property and Osisko and the Company (each a **"Party"**) formed a joint venture (the **"JV"**) in which Bonterra was deemed to have contributed \$7,000,000 and Osisko \$3,000,000 respectively, to represent a 70/30 % working interest (the **"Working Interest"**). Pursuant to the JV, if the Working Interest of any Party is reduced to at or below a 5% Working Interest, JV will terminate and a termination payment is owed to the party below 5% by either (i) a cash payment of the sum of \$1,500,000; or (ii) such number of shares in the capital of the other Party that is equal in value to \$1,500,000, based upon the current market price on the termination date.

The property is located immediately adjacent to the northern boundaries of the Company's Urban-Barry properties containing the Gladiator deposit and extensions. This includes a narrow inset of claims that in the western portion of the property denoted as **"The Gap"**. This property also contains numerous gold showings with expansion potential, including Lac Rouleau and Zone 18. The geological setting is similar to that of the Gladiator property, with numerous occurrences of structurally controlled shear hosted vein mineralization on or near mafic volcanic contacts in proximity to both felsic and mafic intrusive units.

URBAN-BARRY PROPERTY

The Company holds a 100% interest in 379 mineral claims covering 17,373.65 hectares (**"ha"**) in the Urban-Barry township approximately 110 km east from the town of Lebel-sur-Quévillon. In addition to the 379 mineral claims, the Company also holds 100% interest in one mining lease where the Urban-Barry property is located. The Gladiator property is also located within the Urban-Barry property.

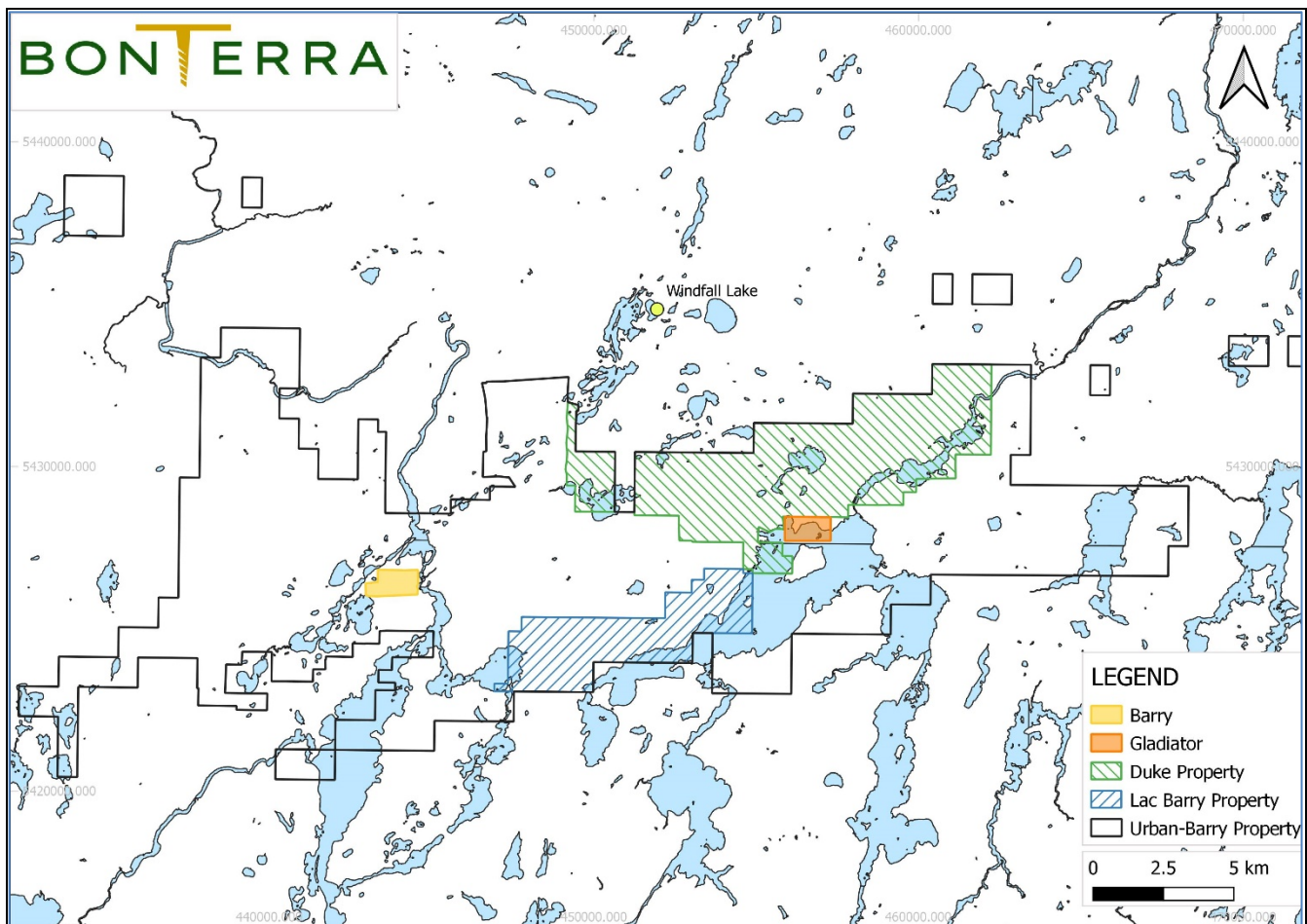
On March 9, 2020, the Company entered into a purchase agreement and acquired nine new claims covering an area of 508 ha, contiguous with the Company's Urban-Barry properties located approximately 10 km southwest of the Barry deposit. To acquire the property, the Company made a cash payment of \$10,000. These 9 claims are included in the 379 mineral claims listed above.

In March 2019, the Company entered into an option agreement to acquire a right to a new property called Panache, consisting of one mining claim covering an area of 56 ha, located 20 km north of the Barry property. The Company acquired the property by making a cash payment of \$25,000 (paid on March 28, 2019) and issued 10,000 common shares (issued on March 28, 2019 and valued at \$19,500) on closing, to the arm's length vendors and an additional cash payment of \$50,000 (paid on March 19, 2020) and 15,000 common

shares (issued on March 19, 2020 and valued at \$11,400) before the one-year anniversary of the agreement. Following the March 2020 payment, the Company acquired 100% interest into the mineral claim. This claim is included in the 379 mineral claims listed above.

LAC BARRY PROPERTY

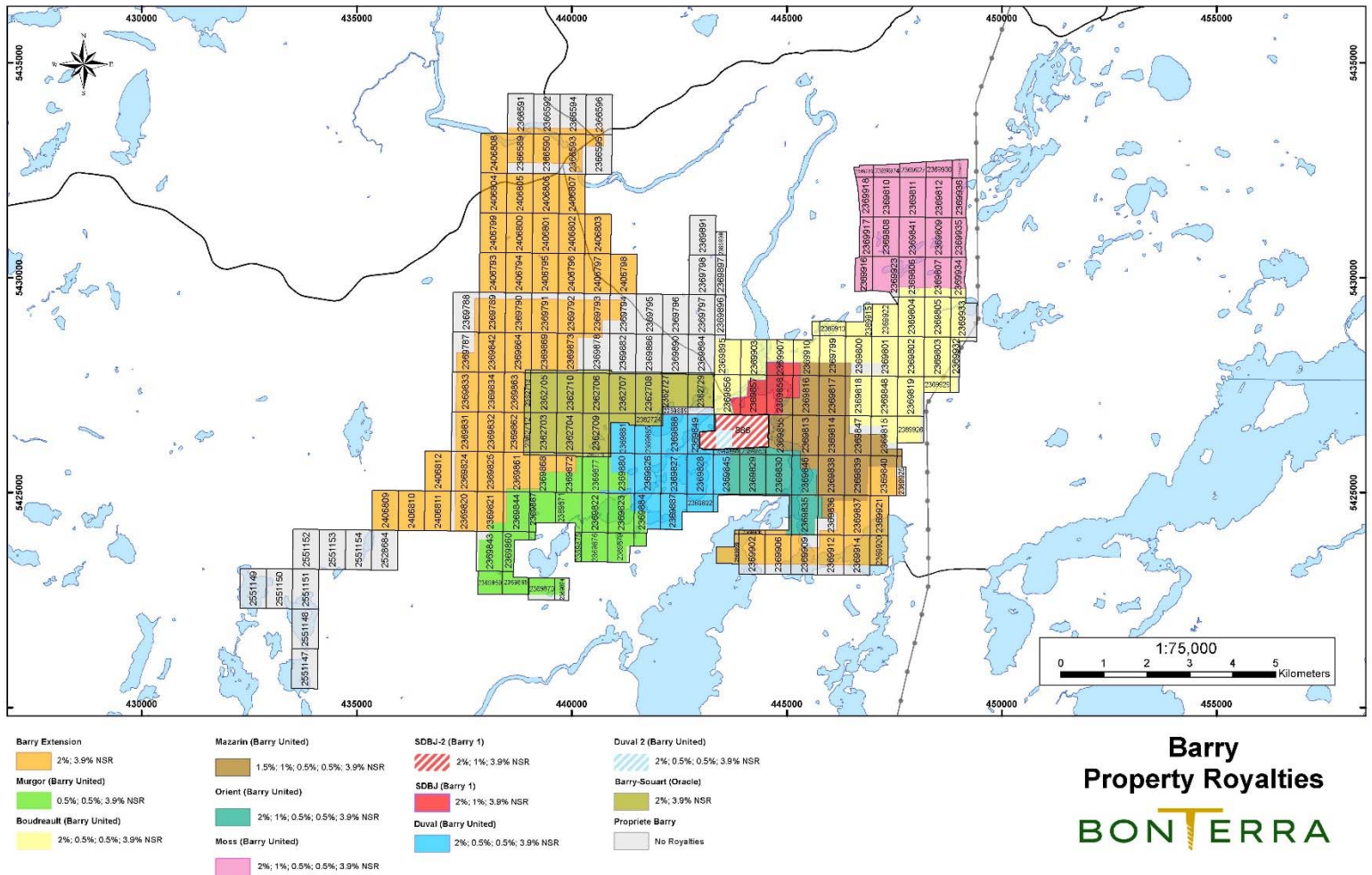
On March 10, 2016, and as amended March 30, 2017, the Company entered into an option agreement with Golden Valley Mines Ltd. (“**Golden Valley**”) (acquired by Gold Royalty Corp. in November 2021) and acquired an 85% interest in Golden Valley’s Lac Barry property, comprised of 35 mineral claims covering 1,431.65 ha adjacent to the south boundary of the Urban-Barry property. In February 2020, the Company agreed to a joint venture agreement with Golden Valley for the purpose of future exploration on the property.



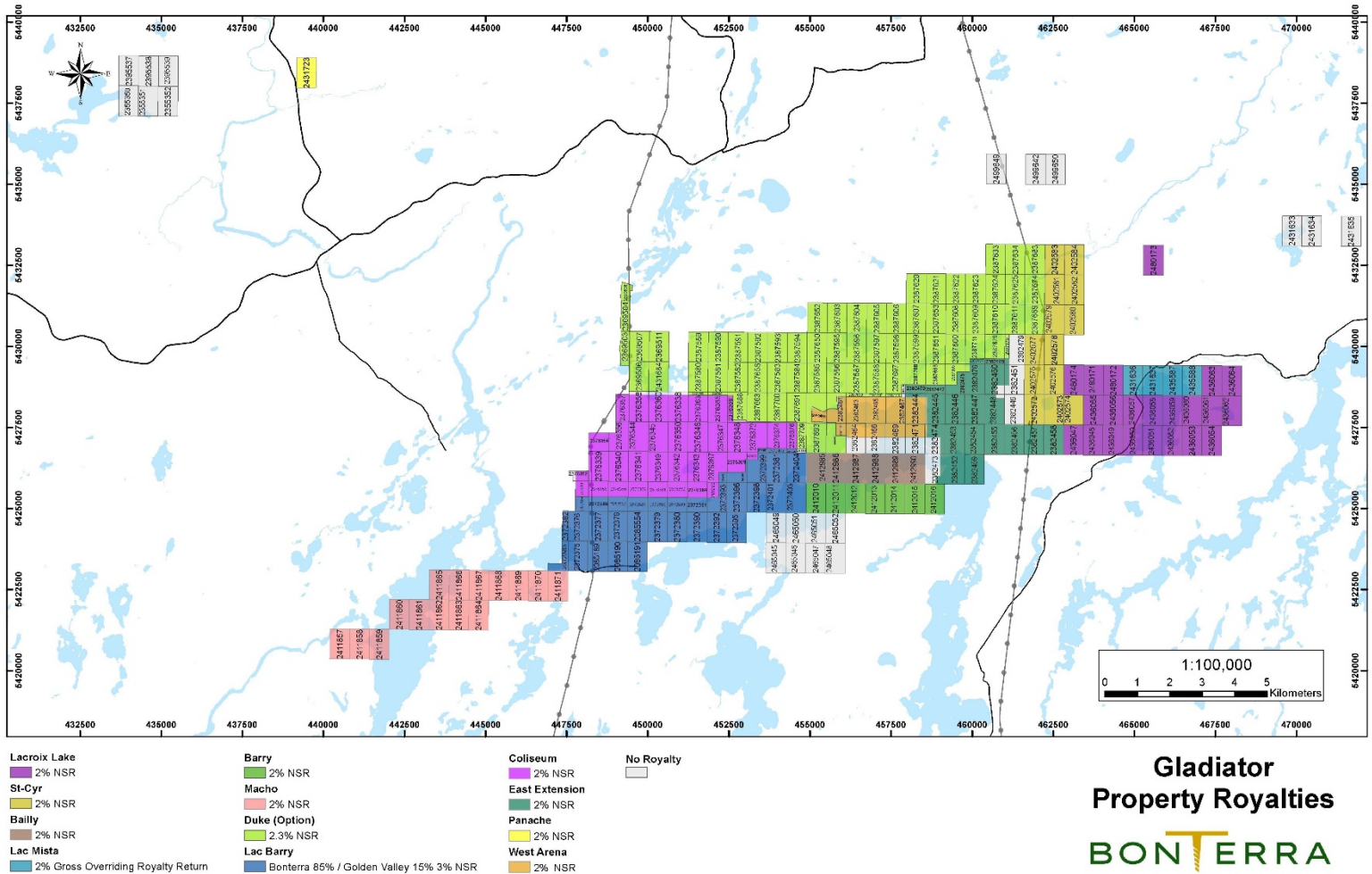
Above is a Map of the Company’s properties in the Urban-Barry Camp in Quebec.

Some of the Company’s Barry mineral properties are subject to a net smelter returns royalty (“**NSR**”). These NSR’s may have various purchase options in which the Company may be able to reduce the NSR percentages by making cash payments.

On September 29, 2017, the Company entered into an amending agreement with Sandstorm Gold Ltd., effectively reducing the existing gold stream on the Bachelor mine (which required the Company to sell 20% of its gold production at the fixed price of US \$500) and replacing it with a 3.9% NSR on all minerals produced from the Bachelor and Barry properties (including the surrounding exploration properties held by Metanor at September 29, 2017). The amending agreement has a buyback provision whereby 2.1% of the NSR can be repurchased upon payment of US \$2M for each property, thereby reducing the NSR to 1.8%.



Above is a map of the NSR's on the Barry properties in the Urban-Barry Camp in Quebec.



Above is a map of the NSR's on the Gladiator property in the Urban-Barry Camp in Quebec.

Bachelor Camp

Moroy Deposit

The Moroy deposit is a recent discovery near the Bachelor Mill with access via the Bachelor Mine underground infrastructure. Current development consists of three sub-drifts and a series of raises, accessed from the 11th level and 14th level at the Bachelor Mine. Extensive drill information exists from 475 holes totaling 115,894 m from surface and underground at the 11th level to a depth of approximately 800 m below surface, confirming the existence of multiple unmined mineralized zones.

DESMARAISSVILLE PROPERTY

The Company holds a 100% interest in 436 mineral claims covering 22,779.32 ha surrounding the town of Desmaraisville. Above the 436 claims, the company holds 100% interest in 1 mining concession, and 1 mining lease where the Bachelor Mine and mill are located. The Moroy property is immediately south, and outside the Bachelor mining lease.

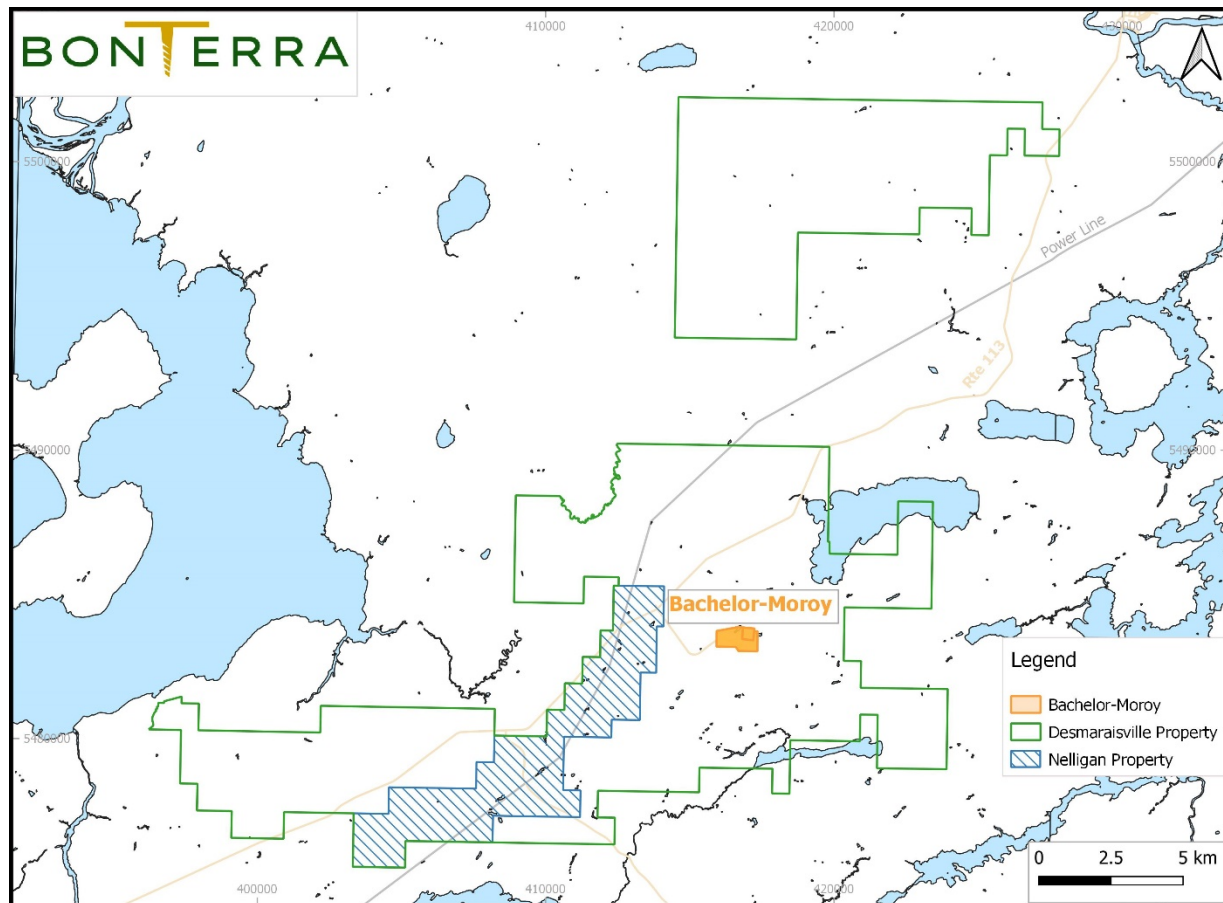
In 2020, the Company staked 231 claims north and west of the Bachelor mine, and are included in the 436 claims listed above.

Bachelor Mine

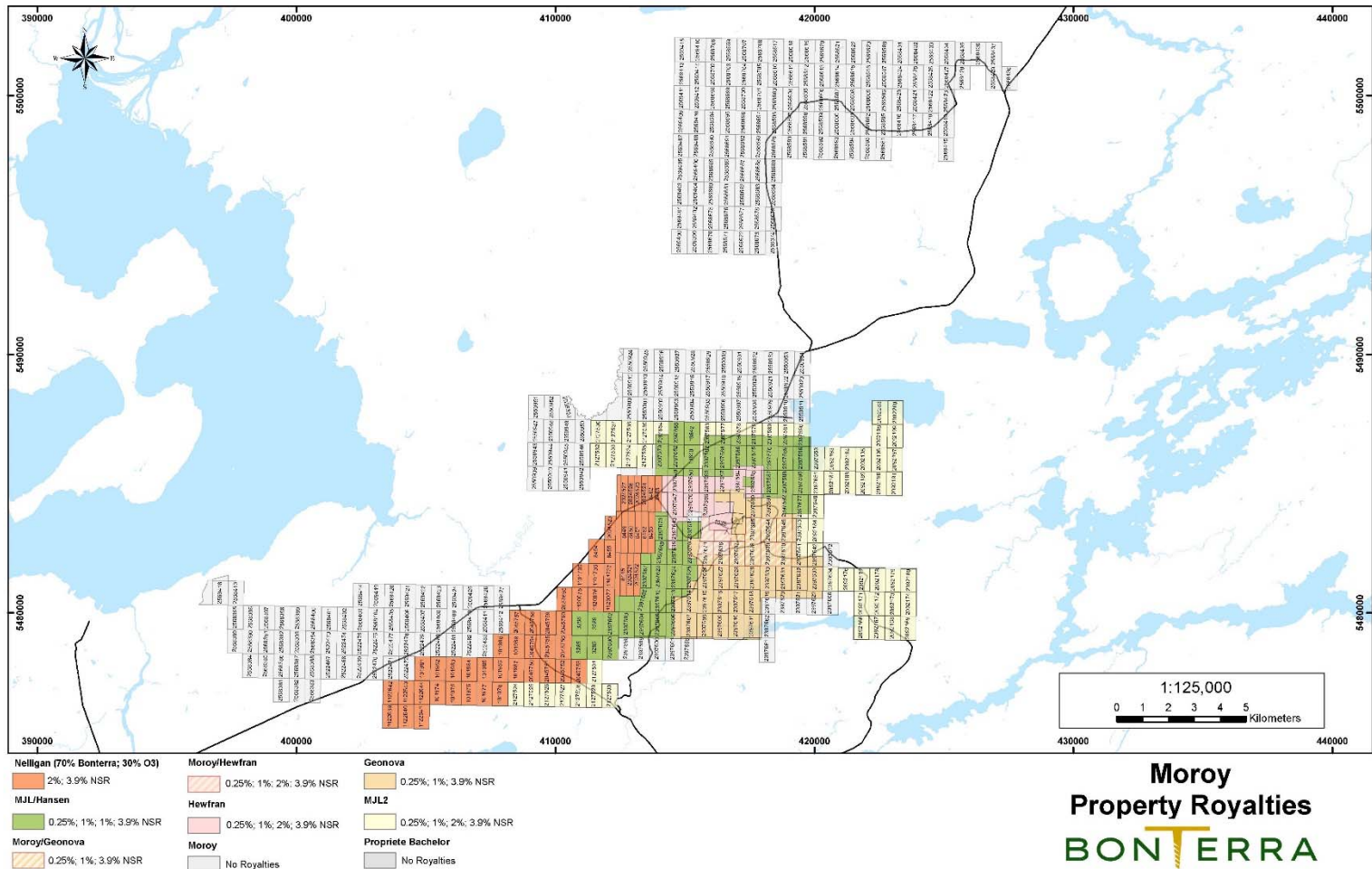
The Bachelor Mine is located on 1 mining concession, and 1 mining lease, 4 km south of Highway 113 and 90 km northeast of the city of Lebel-sur-Quévillon. The mine is connected to the provincial electrical grid and has access to high-speed internet and mobile phone service on site. The mine has a modern camp facility for all the workers. The mill and tailings facility are fully functional with the required permits and regulatory approvals. The Bachelor Mine infrastructure is currently being used to access the Moroy deposit. There is currently no mineral reserves left to mine. The mineralization from the Main vein continues at depth under the mined out stopes. Further exploration drilling is required to evaluation the potential of a mineral resource.

Bachelor Mill

The Bachelor Mill is the only permitted mill in the region, and connected to the power grid, with more than 15 high-grade gold deposits within a 110 km radius of the mill site. The mill is accessible by a paved highway with a network of logging gravel roads linking the other properties in the area to feed the mill. Bonterra began the environmental assessment process in 2017 to proceed with the mill expansion project in order to increase the daily production capacity of the Bachelor Mill from 800 tonnes per day (“tpd”) to 2,400 tpd, and to increase the total capacity of the tailings storage facility to 8 million tonnes. In October 2019, the company submitted an environmental assessment of the mill expansion project to the MELCCC. In 2020, the MELCCC submitted a series of questions related to the mill expansion project to which the Company has responded and is awaiting any further comments from the MELCCC. The Company has received a second set of questions in January 2022 and expects to provide additional answers by mid-2022 with a COMEX permit expected by end of 2022 and provincial permits thereafter.



Above is a Map of the Company's properties in the Bachelor Camp in Quebec.



Above is a Map of the NSR's for the Bachelor Camp properties in Quebec.

OTHER PROPERTIES

DUBUISSON PROPERTY

The Company holds a 100% interest in 21 mineral claims in the city of Val-d'Or in Québec covering 457.53 ha. The claims are adjacent to the Goldex mine, which is owned and operated by Agnico-Eagle Mines Limited.

WAHNAPIITEI PROPERTY

The Company holds a 90% interest in two mining leases north of the town of Skead within the city of Greater Sudbury in Ontario. The two mining leases cover an area of 129.99 ha.

ADDITIONAL DISCLOSURE FOR VENTURE COMPANIES WITHOUT SIGNIFICANT REVENUE

Total for all properties

	Three Month period ended March 31, 2022	Year ended December 31, 2021
Drilling and assays	\$ 2,878,863	\$ 15,612,561
Depreciation	159,000	1,203,000
Geological, consulting and wages	956,879	6,078,595
Camp costs, travel and other	1,495,976	5,936,441
Environmental	48,911	489,540
Surface and underground upkeep	-	2,181,975
Bulk sample sales	-	(945,871)
Technical studies	40,108	765,531
	\$ 5,579,737	\$ 31,321,772

Moroy and Bachelor properties

	Three Month period ended March 31, 2022	Year ended December 31, 2021
Drilling and assays	\$ 3,825	\$ 1,615,390
Depreciation	26,000	605,000
Geological, consulting and wages	75,798	2,294,046
Camp costs, travel and other	213,606	1,207,420
Environmental	27,520	306,108
Surface and underground upkeep	-	2,181,975
Bulk sample sales	-	(945,871)
Technical studies	6,207	255,539
	\$ 352,956	\$ 7,519,607

Barry property

	Three Month period ended March 31, 2022	Year ended December 31, 2021
Drilling and assays	\$ 921,122	\$ 6,063,206
Depreciation	26,000	117,000
Geological, consulting and wages	319,240	1,940,573
Camp costs, travel and other	603,823	2,685,979
Environmental	12,771	56,756
Technical studies	27,695	252,710
	\$ 1,910,651	\$ 11,116,224

Gladiator and Duke properties

	Three Month period ended March 31, 2022	Year ended December 31, 2021
Drilling and assays	\$ 1,023,849	\$ 6,078,030
Depreciation	107,000	481,000
Geological, consulting and wages	305,878	1,568,137
Camp costs, travel and other	536,892	1,953,929
Environmental	8,619	126,676
Technical studies	6,207	257,281
	\$ 1,988,445	\$ 10,465,053

Other properties

	Three Month period ended March 31, 2022	Year ended December 31, 2021
Drilling and assays	\$ 930,067	\$ 1,855,935
Geological, consulting and wages	255,963	275,840
Camp costs, travel and other	141,655	89,113
	\$ 1,327,685	\$ 2,220,888

SELECTED ANNUAL AND QUARTERLY INFORMATION

The following tables summarize selected annual financial data of the Company for the three month period ended March 31, 2021, year ended December 31, 2020 and seven month period ended December 31, 2019:

	Three Month period ended March 31, 2022	Year ended December 31, 2021	Year ended December 31, 2020
Recurring revenue	\$NIL	\$NIL	\$NIL
Net loss and comprehensive loss	7,355,748	31,920,324	20,682,672
Basic and diluted loss per share	0.06	0.31	0.26
Total assets	60,852,336	46,361,769	56,216,358
Total current liabilities	12,566,494	8,397,464	6,244,007

SELECTED QUARTERLY INFORMATION

Results for the eight most recently completed quarters are summarized below:

	March 31, 2022 \$	December 31, 2021 \$	September 30, 2021 \$	June 30, 2021 \$
For the Three Months Ending				
Exploration expenses	5,579,737	6,708,241	8,474,278	9,486,325
Loss for the period	7,355,748	7,568,233	7,510,125	9,263,343
Basic and diluted loss per share	0.06	0.07	0.07	0.09
Total assets	60,852,336	46,361,769	46,765,106	54,151,060
Total current liabilities	12,566,494	8,397,464	7,593,185	7,490,879

	March 31, 2021 \$	December 31, 2020 \$	September 30, 2020 \$	June 30, 2020 \$
For the Three Months Ending				
Exploration expenses	6,652,928	5,499,721	6,629,390	(2,527,411)
(Income) Loss for the period	7,578,623	5,904,988	7,957,148	(1,946,696)
Basic and diluted (income) loss per share	0.08	0.07	0.10	(0.03)
Total assets	48,359,747	56,216,358	47,032,093	52,205,295
Total current liabilities	5,888,471	6,244,007	5,654,247	5,561,279

OVERALL PERFORMANCE

Three month period ended March 31, 2022 and 2021

During the three months ended March 31, 2022, the Company reported a net loss of \$7,355,748 compared to a net loss in 2021 of \$7,578,623. Variations in expenses from the three month period ended March 31, 2022 to 2021 are as follows:

- Exploration and evaluation of \$5,579,737 (2021 - \$6,652,928). Exploration expenditures were higher in the prior year, driven by higher geological, consulting and wages;
- Professional fees remained consistent at \$95,750 in 2022 compared to \$94,979 in 2021. The Company expects these professional fees to be consistent in the coming quarters;

- The Company incurred costs of \$100,937 in shareholder communications and investor relations as compared to \$137,566 in 2021. The Company continues to conduct minimal travel because of COVID-19. This has led to more marketing, communications and investor relations via virtual conferences and other non-in-person formats. In addition, the Company hired IR consultants in late 2020, to assist the Company promote its assets. The Company expects these shareholder communications and investor relations costs to decline in the coming quarters;
- Recovery of flow-through premium liability of \$2,276,000 (2021 - \$Nil) related to the reduction of the flow-through premium liability created by the issuance of FT Shares at a premium. The increase was in relation to exploration and evaluation expenditures made by the Company during 2022 related to FT Shares issuances;
- Mill care and maintenance of \$1,855,832 (2021 - \$277,650) increased as expected following the completion of the bulk sample in the prior year and the reduction of exploration activities at Moroy. The bulk sample and exploration at Moroy allowed the Company to utilize its mill and related underground infrastructure and capture most of those related costs under exploration in the prior period. These costs are expected to be consistent in the coming quarters; and
- The Company had share based payments expenses of \$1,117,000 (2021 - \$106,000) for the three month period ended March 31, 2022. Share based payments expenses are booked based on the valuation of options using the Black-Scholes model. The expenses vary based on the number of options issued and vested or vesting and the underlying assumptions used in the model.

LIQUIDITY AND CAPITAL RESOURCES

The Company's cash position as at March 31, 2022 was \$19,359,113 compared to \$4,479,221 at December 31, 2021. Working capital was \$8,975,968 at March 31, 2022, compared to working capital deficiency of \$1,747,696 at December 31, 2021. Working capital included a non-cash component related to flow-through premium liability of \$7,848,000 (December 31, 2021 - \$2,998,000) if this non-cash amount was excluded, working capital would have been \$16,823,968 (December 31, 2021 - \$1,250,304).

On March 10, 2022, the Company closed a brokered private placement, issuing: (a) 6,405,000 common shares of the company at a price of \$1.21 per common share for gross proceeds of \$7,750,050; and (b) 8,383,500 common shares of the company that qualify as flow-through (FT) at a price of \$2.06 per FT share for gross proceeds of \$17,270,010, representing total aggregate gross proceeds of the offering of \$25,020,060.

On October 21, 2021, the Company closed a brokered private placement issuing 7,935,000 FT Shares at a price of \$1.47 per FT Share for gross proceeds of \$11,664,450.

Notwithstanding success to date in acquiring equity financing on acceptable terms, there is no guarantee of obtaining future equity financings or on what terms any such equity capital may be available to the Company and, as such, alternative funding programs are also being pursued by the Company.

The Company must utilize its current cash reserves, funds obtained from the exercise of options and warrants, if any, and other financing transactions to maintain the Company's capacity to meet working capital requirements, and ongoing discretionary and committed exploration programs, and to fund any further development activities. The Company anticipates that it will raise additional capital when and if the opportunity arises.

TRANSACTIONS WITH RELATED PARTIES

These amounts of key management compensation are included in the amounts shown on the statements of comprehensive loss:

For the three month period ended,	March 31, 2022	March 31, 2021
Short-term compensation		
Salaries, management and director fees	\$ 258,000	\$ 110,000
Professional fees	60,000	60,000
Termination fees paid or accrued (Note 22)	265,000	-
	583,000	170,000
Share-based payments	1,117,000	105,000
	\$ 1,700,000	\$ 275,000

Included in trade and other payables at March 31, 2022 was \$30,000 (December 31, 2021 - \$146,000) due to officers and or directors for expense reimbursements and unpaid fees. The amounts payable are non-interest-bearing, uncollateralized and are repayable on demand.

OFF-BALANCE SHEET ARRANGEMENTS

The Company has not entered into any off-balance sheet arrangements.

PROPOSED TRANSACTIONS

None.

RISKS AND UNCERTAINTIES

The Company is engaged primarily in mineral exploration and manages related industry risk issues directly. The Company may be at risk for environmental issues and fluctuations in commodity pricing. Management is not aware of and does not anticipate any significant environmental remediation costs or liabilities in respect of its current operations; however, it is not possible to be certain that all aspects of environmental issues affecting the Company, if any, have been fully determined or resolved.

CONTINGENCIES AND COMMITMENTS

As at March 31, 2022, the Company had three (December 31, 2021 – four) of these types of agreements with officers of the Company that totaled annual base fees of \$690,000 and US\$120,000 (December 31, 2021 – \$955,000 and US\$120,000). In the case of termination, the officers are entitled to an amount equal to \$650,000 and US\$120,000 (December 31, 2021 – \$955,000 and US\$120,000) and in the case of a change of control of the Company, the officers under certain circumstances are entitled to an amount equal to \$1,140,000 and US\$120,000 (December 31, 2021 – \$1,670,000 and US\$120,000). During the three month period ended March 31, 2022, the Company terminated one of these agreements with an officer of the Company that called for a payment in the amount of \$265,000 in the case of termination and \$530,000 in the case of a change of control of the Company, for a cash payment of \$265,000.

Flow-through obligations

On October 21, 2021, the Company closed a brokered private placement issuing 7,935,000 FT Shares at a price of \$1.47 per FT Share for gross proceeds of \$11,664,450. The Company is required to renounce these amounts by December 31, 2021 and incur approximately \$1,700,000 in required eligible expenditures (December 31, 2021 - \$6,995,000) by December 31, 2022.

In addition, on March 10, 2022, the Company closed a brokered private placement issuing 8,383,500 FT Shares at a price of \$2.06 per FT Share for gross proceeds of \$17,270,010. The Company is required to renounce these amounts by December 31, 2022 and incur \$17,270,010 in required eligible expenditures (December 31, 2021 - \$nil) by December 31, 2023.

Asset retirement obligations

On September 9, 2013, the *Ministère de l'Énergie et des Ressources naturelles* ("**MERN**") approved the update of the restoration plan of the Bachelor mine. The financial guarantee covering the restoration costs amount to \$4,000,104 which as at March 31, 2022 and December 31, 2021 was covered by insurance bonds, which the company has paid 30% (2021 – 30%) collateral for the insurance bonds.

Bachelor Mill Complex

A closure plan for the mill, tailing storage, and underground facilities at both Bachelor and Moroy is in good standing. A 30% collateral insurance bond is in place for the site. The closure plan is approved for the current mill, and the existing tailing storage at 800 tpd. Every five years a revised closure plan to MERN is required and it will be submitted in the coming months. Once the permit from the MELCCC for the mill expansion to 2,400 tpd and the additional 8 million tonnes tailing storage facility capacity is received, the Company will

submit to MERN a revised closure plan. Once the revised closure plans are approved by the MERN, the bond will be adjusted to reflect the revised closure costs.

Barry

A closure plan for the underground and surface facilities at Barry is in good standing. A 30% collateral insurance bond is in place for the site. The closure plan is currently being revised to include the sleep camp built in 2018. Every five years a revised closure plan to MERN is required and will be submitted in the coming months. The revised closure plan was approved in September of 2021 and as a result the Company is required to increase its bonding requirements as follows: \$758,173 by September 2021 (completed during the year ended December 31, 2021 through a third party insurance provider using 30% collateral), \$379,085 by September 2022 and \$379,085 by September 2023.

OTHER INFORMATION

Additional information is accessible at the Company's website www.btrgold.com or through the Company's public filings at www.sedar.com.

MANAGEMENT'S RESPONSIBILITY

Management is responsible for all information contained in this Quarterly Highlights. The condensed consolidated interim financial statements for the three month periods ended March 31, 2022 and 2021 have been prepared in accordance with IFRS and include amounts based on management's informed judgments and estimates. The financial and operating information included in this Quarterly Highlights is consistent with that contained in the condensed interim financial statements for the three month periods ended March 31, 2022 and 2021 in all material aspects.

Management maintains internal controls to provide reasonable assurance that financial information is reliable and accurate and assets are safeguarded.

The Company's Audit Committee has reviewed the condensed interim financial statements for the three month periods ended March 31, 2022 and 2021 with management. The Board of Directors has approved these condensed interim financial statements for the three month periods ended March 31, 2022 and 2021 on the recommendation of the Audit Committee.

TECHNICAL INFORMATION

This Quarterly Highlights uses the terms measured, indicated, and inferred mineral resources as a relative measure of the level of confidence in the resource estimate. Readers are cautioned that mineral resources are not economic mineral reserves and that the economic viability of mineral resources that are not mineral reserves has not been demonstrated. The estimate of mineral resources may be materially affected by geology, environmental, permitting, legal, title, socio-political, marketing, or other relevant issues. It cannot be assumed that all or any part of an inferred mineral resource will ever be upgraded to an indicated or measured mineral resource category. The mineral resource estimate is classified in accordance with the Canadian Institute of Mining, Metallurgy and Petroleum's "CIM Definition Standards on Mineral Resources and Mineral Reserves" incorporated by reference into NI 43-101. Under Canadian rules, estimates of inferred mineral resources may not form the basis of feasibility or pre-feasibility studies or economic studies except for a preliminary economic assessment as defined under NI 43-101. Readers are cautioned not to assume that further work on the stated resources will lead to mineral reserves that can be mined economically.

The scientific and technical content in this Management Discussion and Analysis has been reviewed and approved by Mr. Marc-Andre Pelletier, P.Eng. (IGQ #113979), CEO of Bonterra and Boris Artinian, P.Geo. (OGQ #1546) and Bonterra's Chief Geologist, who are each a "qualified person" within the meaning of NI 43-101.