MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE SIX MONTH PERIOD ENDED JANUARY 31, 2017

The following Management's Discussion and Analysis ("**MD&A**") of Metallic Minerals Corp. ("**Metallic**" or the "**Company**") is for the six months ended January 31, 2017 and covers information up to the date of this MD&A.

This MD&A is dated March 29, 2017.

This MD&A should be read in conjunction with the Company's condensed interim financial statements and the notes thereto for the six months ended January 31, 2017, which have been prepared in accordance with International Financial Reporting Standards ("**IFRS**") as issued by the International Accounting Standards Board. All dollar amounts herein are expressed in Canadian Dollars unless stated otherwise.

This MD&A includes certain statements that may be deemed "forward-looking statements". All statements in this discussion, other than statements of historical facts, that address exploration drilling, exploitation activities and events or developments that the Company expects are forward-looking statements. Although the Company believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include market prices, exploitation and exploration successes, continued availability of capital and financing and general economic, market or business conditions. Investors are cautioned that any such statements are not guarantees of future performance and actual results or developments may differ materially from those projected in the forward-looking statements.

NATURE OF BUSINESS

The Company was incorporated in the Province of British Columbia ("**BC**") on May 3, 2007 under the Business Corporations Act (British Columbia) and was registered as an extra-territorial corporation under the Business Corporations Act (Yukon) on July 10, 2009. The Company is a reporting issuer in BC, Yukon, Alberta, Ontario, New Brunswick, Nova Scotia and Newfoundland and Labrador. The Company's common shares are traded on the TSX Venture Exchange ("**TSX-V**") under the symbol "MMG".

The Company's principal business activity is the acquisition, exploration and development of silver and gold mineral properties. To date the Company has not generated any revenues.

OUTLOOK AND STRATEGY

Metallic Minerals Corp. is a growth stage exploration company, focused on the acquisition & development of high-grade silver resources in under-explored districts of mining-friendly jurisdictions proven to produce top-tier assets. Our objective is to create value through a disciplined, entrepreneurial approach to exploration, reducing investment risk and increasing the probability for long-term success.

Metallic is led by a management team with a track record of discovery and exploration success, including large scale development, permitting and project financing. Importantly, the team brings years of experience in the north, especially the Yukon, Alaska and British Columbia, where the team has established long-term working relationships with First Nations and Native Corporations, as well as local communities and regional governments.

HIGHLIGHTS AND KEY DEVELOPMENTS (to the date of this report)

- Between May 2016 and September 2016, the Company recapitalized by completing a share consolidation and private placement for gross proceeds of $1.544 million, changed its name from Monster Mining Corp. to Metallic Minerals Corp., began trading under the new symbol MMG on the TSX-V and appointed a new management team. From October 2016 to March 2017, the Company completed $1.875 million in private placement financings between $0.45 and $0.50/share, significantly expanded its property holdings in the Keno Hill silver district and appointed a new director;

- In July and August 2016, the Company completed two tranches of a private placement for gross proceeds of $1.544 million pursuant to the issuance of 30,870,000 units ($238,500 closed July 30th and $1.305 million closed August 1st). Each unit consisted of one common share of the Company and one common share purchase warrant, with each warrant entitling the holder to acquire one additional common share expiring July 30, 2019;

- Beginning in September 2016, the Company appointed its new management team led by Greg Johnson as CEO and Chairman, Tim Thiessen as CFO, Susan Craig as Executive VP, Scott Petsel as VP Exploration, Connie Norman as Corporate Secretary, and Chris Ackerman as Manager of Corporate Communications;

- On October 31, 2016, the Company raised gross proceeds of $1.125 million through the issuance of 2.25 million common shares on a flow-through basis at a price of $0.50 per flow through share. Proceeds from this financing will be used to incur eligible Canadian Exploration Expenses on the Company's properties including its flagship Keno silver project;

- In January 2017, the Company acquired additional properties totaling 43.5 square kilometres ("**km^2**") in the Keno Hill silver district nearly doubling its holdings in the district. These properties include the Silver Queen, Keno Summit and Gram properties totaling 13.3 km^2 along with another 30.2 km^2 of newly staked claims in the district, including Duncan Creek (see Figure 1 on Page 3). These properties are adjacent to, or contiguous with, Metallic's Keno silver project and Alexco Resource Corp.'s ("**Alexco**") Keno Hill properties;

- In January 2017, the Company announced the appointment of Mr. Gregor Hamilton to its Board of Directors. Mr. Hamilton has more than 20 years of mining sector experience both as an investment banker and geologist; and

- On March 23, 2017, the Company completed a private placement issuing 1,666,666 units at a price of $0.45 per unit for gross proceeds of $750,000. Each unit consisted of one flow through share of the Company and one non flow-through common share purchase warrant, with each warrant entitling the holder to acquire one additional common share at $0.60 per share expiring March 23, 2020. The proceeds from this financing will be used to incur eligible Canadian Exploration Expenses, primarily on the Company's Keno silver project.

MINERAL PROPERTIES

Metallic's core Keno silver project is located in the historic Keno Hill Silver District of Canada's Yukon Territory, a region which has produced over 200 million ounces of silver and currently hosts one of the world's highest grade silver resources. In addition, its McKay Hill silver and gold project is a historic producer and is located northeast of Keno Hill in a newly emerging silver and gold mining district.

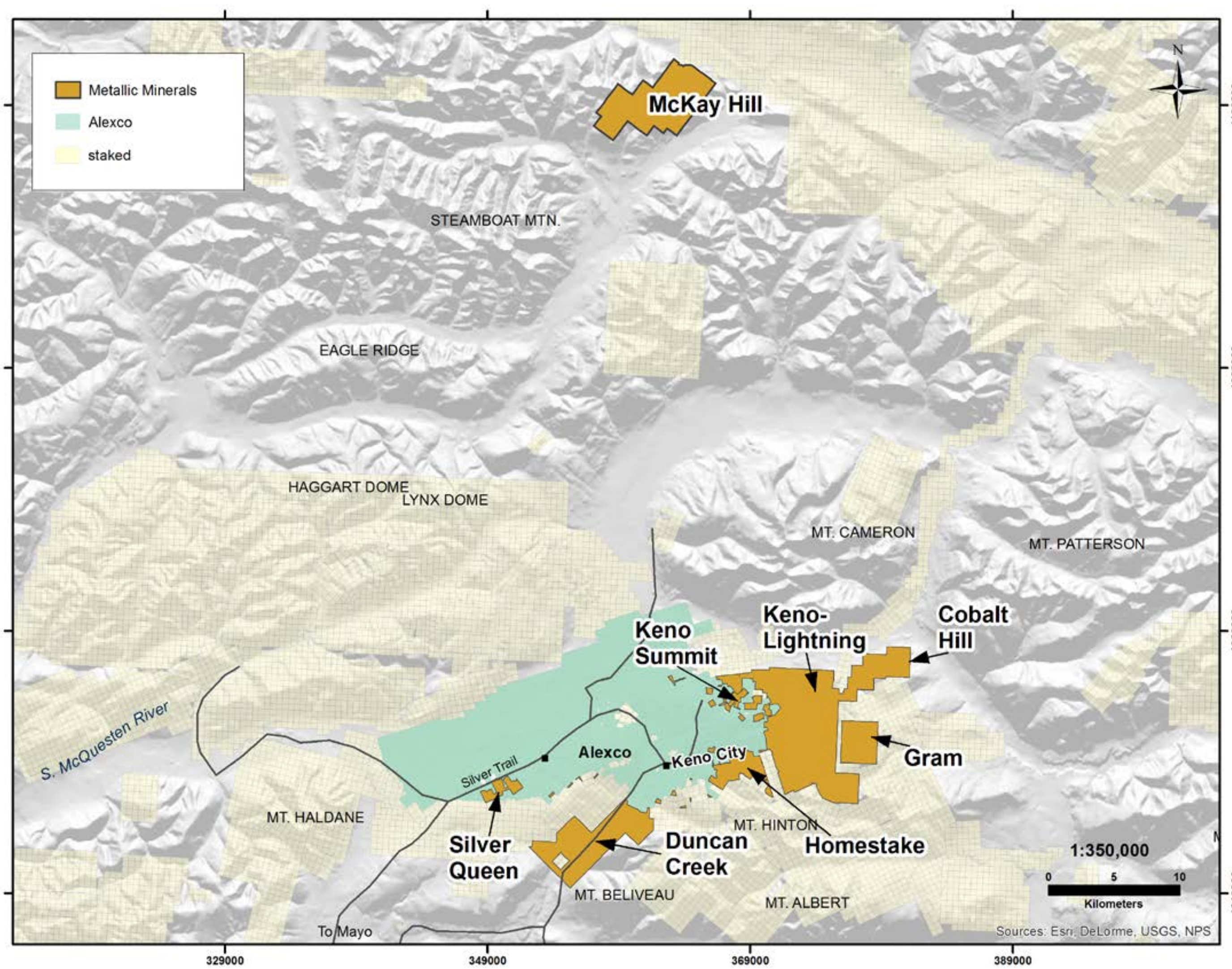

Figure 1. The Company's properties consisting of the Keno Silver Project and McKay Hill Project located in central Yukon Territory of Canada.

MINERAL PROPERTIES (continued)

KENO SILVER PROJECT

Metallic's 100% owned Keno Silver Project ("**Keno**") covers 112.5 km^2 within the Keno Hill Silver District located in Canada's Yukon Territory. Keno is a brownfields exploration project within one of the world's highest grade silver districts, which has produced over 200 million ounces ("**ozs**") of high-grade silver over the past 100 years at an average grade exceeding 1,300 grams/tonne ("**g/t**"). The Keno silver project is located near the communities of Mayo and Keno City, and has excellent existing infrastructure with highway and road access, grid power and access to existing deep sea ports.

The Keno Silver Project covers the eastern portion of the Keno Hill silver district along with newly acquired portions on the western and southern sides of the district. These areas of the district have been under-explored due to previously fragmented, private land ownership that has largely been consolidated by Metallic. The Keno Project directly adjoins Alexco's operations, including the Bellekeno, Bermingham and Flame & Moth projects, which contain over 67 million ozs of high-grade silver in current Measured & Indicated resources. Eight of the twelve known Keno style high-grade silver structural trends occur on the project in areas underlain by the preferred host rocks within the district. There has been historic silver production from 40 different deposits in the district with the largest mines producing from 10 million up to 100 million ozs of silver.

The Keno Silver Project has seen historic production from 7 mines, including four with average grades above 5,000 g/t silver. Metallic has been compiling and integrating recent and historic geologic and geophysical data into its project database and modelling work. More than 12 priority targets have been identified for follow up surface work and drilling planned in 2017.

The Keno silver project is made up of five main properties comprised of Keno-Lightning, Silver Queen, Keno Summit & Gram, Duncan Creek and Cobalt Hill.

Keno-Lightning Property

The Keno-Lightning Property is the largest property within the Keno silver project and is subject to a 3% Net Smelter Royalty ("**NSR**"). The Company has the option to buy back up to 2% of this NSR.

Silver Queen Property

In January 2017, the Company acquired an option to earn a 100% undivided interest in the Silver Queen Property, consisting of 22 claims primarily on the western end of the Keno Hill silver district, by making a cash payment of $75,000 ($30,000 paid) and issuing 100,000 common shares of the Company (completed) to the seller.

The Silver Queen Property is subject to a 2% NSR and the Company has the option to buy back the full NSR.

Keno Summit and Gram Properties

In January 2017, the Company entered into an agreement to acquire 100% of the Keno Summit and Gram Properties covering 9.8 km^2 on the east side of the Keno Hill silver district from Strategic Metals Ltd. ("**Strategic**"). Under the agreement, 50,000 units were issued in January 2017 and 187,500 units in February 2017. The units of both tranches were comprised of one common share and one non-transferable common share purchase warrant, with each warrant entitling Strategic to acquire one common share of the Company at a price of $0.65 for a period of two years.

MINERAL PROPERTIES (continued)

KENO SILVER PROJECT (continued)

Keno Summit and Gram Properties (continued)

The Keno Summit and Gram Properties are subject to a 2% NSR for precious metals and a 1% NSR for base metals and the Company has the option to buy back the full NSR.

Duncan Creek Property

The Duncan Creek Property was staked by the Company in January 2017 along with other claims totaling approximately 30.2 km2. The Company owns 100% of the Duncan Creek claims and they are not subject to any underlying royalties.

Cobalt Hill Property

The Company has an option to acquire a 100% interest in the Cobalt Hill property ("**Cobalt Hill**") covering 4.2 km^2 that are contiguous with the eastern end of the Keno-Lightning property in the Keno Hill Silver District.

Metallic will earn a 100% undivided interest in Cobalt Hill under an agreement dated March 28, 2012 and amended July 26, 2016 by making a final payment of $10,000 on or before August 31, 2017 and issuing 49,500 common shares of the Company by April 19, 2017.

Cobalt Hill is subject to a 3% NSR and the Company has the option to buy back up to 1.5% of this NSR.

Cobalt Hill is being explored as part of the Company's overall programs on the Keno Silver Project.

MCKAY HILL PROJECT

The Company owns a 100% interest in the McKay Hill property ("**McKay Hill**"), which covers 30 km^2 of claims located approximately 50 kms north of the Keno Hill Silver District in the Yukon Territory. McKay Hill is an historic high-grade silver and gold producer and occurs at the western end of ATAC's Rackla project, an area that is emerging as a new significant district for silver, gold and associated base metals. Geophysical surveys on McKay Hill have highlighted extensions of the known mineralization and several new areas with similar geophysical properties to those of areas of historic production and focus. The Company is planning new follow up exploration work on McKay Hill in 2017.

McKay Hill is subject to a 3% NSR and the Company has the option to buy back up to 2% of this NSR.

QUALIFIED PERSON

Mr. Scott Petsel, P.Geo., VP Exploration for the Company and a Qualified Person within the meaning of National Instrument ("**NI**") 43-101, has reviewed the technical information in this MD&A.

MINERAL PROPERTIES (continued)

PROPERTY ACTIVITY

Cumulative E&E Expenditures	**Keno Project**	**McKay Hill**	**Total**
	$	$	$
Acquisition costs			
Option payments:			
Cash	192,500	110,000	302,500
Shares issued	397,500	120,000	517,500
Warrants issued	7,418	-	7,418
Claim maintenance and licensing costs	20,632	5,056	25,688
Claim staking	40,604	13,429	54,033
Site restoration	20,000	-	20,000
Total acquisition costs incurred to January 31, 2017	678,654	248,485	927,139
Exploration expenditures			
Airborne geophysics	317,274	-	317,274
Assays and sampling	46,815	10,748	57,563
Camp costs	84,539	1,320	85,859
Drilling	1,271,319	-	1,271,319
Equipment rental	89,208	-	89,208
Geological	712,716	35,189	747,905
Prospecting, mapping and reports	28,678	3,910	32,588
Overhead and administration	1,168	-	1,168
Salaries, field costs and site visits	771,525	16,158	787,683
Transportation	131,982	58,053	190,035
Trenching	260,325	-	260,325
YMIP funding	-	(51,769)	(51,769)
Total exploration expenditures incurred to January 31, 2017	3,715,549	73,609	3,789,158
Total E&E expenditures incurred to January 31, 2017	**4,394,203**	**322,094**	**4,716,297**

In previous periods, the Company kept Cobalt Hill Property expenditures in its own column. Starting with the quarter ended January 31, 2017, the Company is now including Cobalt Hill Property expenditures with those of the Keno Project.

OVERALL PERFORMANCE

FINANCIAL CONDITION

The net assets of the Company increased from $685,047 at July 31, 2016 to $1,313,650 at January 31, 2017, an increase of $628,603. The most significant assets at January 31, 2017 were cash of $1,364,008 (July 31, 2016: $710,009) and exploration and evaluation assets of $187,464 (July 31, 2016: $33,850). The most significant liabilities at January 31, 2017 were accounts payable and accrued liabilities of $266,206 (July 31, 2016: $43,590) and flow-through share premium liability of $106,706 (July 31, 2016: $Nil).

The increase in the assets and liabilities of the Company is a result of the Company increasing its activity pursuant to the appointment of a new management team and completing three private placements with gross proceeds of $3.18 million in the last nine months.

RESULTS OF OPERATIONS

Quarter ended January 31, 2017

The net loss for the quarters ended January 31, 2017 and 2016 were $837,555 and $18,139, respectively.

The significant increase in the net loss year-over-year is a result of the Company recapitalizing, appointing a new management team, completing three private placements in the last nine months and becoming much more active than the past few years.

The most significant expenses for the quarter ended January 31, 2017 were share-based payment expense of $262,613 (2016: $Nil), consulting fees of $215,639 (2016: $Nil), bonuses of $147,500 (2016: $Nil) and property evaluation expenses of $48,854 (2016: $Nil).

The share-based payment expense relates to stock options that were granted in September 2016. The Company granted 3,400,000 share purchase options to directors, officers and consultants. Each option grants the holder the right to acquire one common share of the Company at $0.44 per share for five years. The Company applies the fair value method of accounting for all awards of stock options by using the Black-Scholes Option Pricing Model. Variations in share-based expense is based on a number of factors including, but not limited to, the expected stock price volatility, the occurrence of grants during a particular period, the Company's share price at the time of an option grant and the timing of recording share-based payments expense based on vesting schedules. The fair value at grant date was $851,670, with $119,888 recorded in Q1, 2017 and $262,613 recorded in Q2, 2017.

The consulting fees of $215,639 consisted of services provided by the Company's Officers, management team and third party consultants including the CEO, CFO, Executive VP, VP Exploration, Corporate Secretary, Office Manager and public relations, corporate communications and geological consultants.

The bonuses of $147,500 consisted of one-time signing bonuses awarded to eight of the Company's Officers and management team.

The property evaluation expenses consisted of costs related to the investigation of acquiring various properties. The Company continues to seek opportunities that will create shareholder value.

RESULTS OF OPERATIONS (continued)

Six months ended January 31, 2017

The net loss for the six months ended January 31, 2017 and 2016 were $1,155,881 and $20,586, respectively.

The significant increase in the net loss year-over-year is a result of the Company recapitalizing, appointing a new management team, completing three private placements in the last nine months and becoming much more active than the past few years.

The most significant expenses for the six months ended January 31, 2017 were share-based payment expense of $382,501 (2016: $Nil), consulting fees of $341,617 (2016: $Nil), bonuses of $147,500 (2016: $Nil) and property evaluation expenses of $58,361 (2016: $Nil).

As noted in '*Quarter ended January 31, 2017*' above, the share-based payment expense relates to stock options that were granted in September 2016. The fair value at grant date was $851,670, with $382,501 recorded during the six months ended January 31, 2017. The remaining balance will be expensed in future periods, consistent with vesting provisions.

The consulting fees of $341,617 consisted of services provided by the Company's Officers, management team and third party consultants including the CEO, CFO, Executive VP, VP Exploration, Corporate Secretary, Office Manager and public relations, corporate communications and geological consultants.

The bonuses of $147,500 consisted of one-time signing bonuses awarded to eight of the Company's Officers and management team.

The property evaluation expenses consisted of costs related to the investigation of acquiring various properties. The Company continues to seek opportunities that will create shareholder value.

CASH FLOWS

Quarter ended January 31, 2017

Cash decreased by $267,983 during the quarter ended January 31, 2017, from $1,631,991 at October 31, 2016 to $1,364,008 at January 31, 2017. The decrease was a result of cash of $608,745 used in operating activities, $66,738 used in investing activity, partially offset by cash of $407,500 provided by financing activities.

The cash of $608,745 used in operating activities consisted of a net loss of $837,555, non-cash items of $256,819 and a net change in non-cash working capital items of $28,009.

The investing activity consisted of cash spent on the acquisition of exploration and evaluation assets including $30,000 in connection with the acquisition of the Silver Queen Property and $36,254 for staking costs on properties in the Keno Hill silver district, including Duncan Creek.

CASH FLOWS (continued)

Quarter ended January 31, 2017 (continued)

The cash of $407,500 provided by financing activities consisted of $330,000 of subscription proceeds that were received in November 2016 in relation to a private placement that was completed in October 2016 and $77,500 of funds received pursuant to the exercise of 775,000 warrants.

Six months ended January 31, 2017

Cash increased by $653,999 during the six months ended January 31, 2017, from $710,009 at July 31, 2016 to $1,364,008 at January 31, 2017. The increase was a result of cash of $1,439,565 provided by financing activities, partially offset by cash of $706,870 used in operating activities and cash of $78,696 used in investing activity.

During the six months ended January 31, 2017, the Company received net proceeds of $1,362,065 pursuant to the completion of two private placements. As noted in "Highlights and Key Developments" above, in August 2016, the Company completed a private placement for gross proceeds of $1.305 million pursuant to the issuance of 26,100,000 Units. $1,022,400 of the private placement proceeds were received in July 2016 and were not included in the cash flows for the quarter ended October 31, 2016. As noted in "Highlights and Key Developments" above, on October 31, 2016, the Company raised gross proceeds of $1.125 million through the issuance of 2.25 million FT Shares at a price of $0.50 per FT Share. The Company also received $77,500 pursuant to the exercise of 775,000 warrants.

The investing activity consisted of cash spent on the acquisition of exploration and evaluation assets including $30,000 in connection with the acquisition of the Silver Queen Property and $36,254 for staking costs on properties in the Keno Hill silver district, including Duncan Creek.

The cash of $706,870 used in operating activities consisted of a net loss of $1,155,881, non-cash items of $376,707 and a net change in non-cash working capital items of $72,304.

SUMMARY OF QUARTERLY RESULTS

The following is a summary of the Company's financial results for the most recent eight quarterly periods:

	Q2, 2017	Q1, 2017	Q4, 2016	Q3, 2016
	$	$	$	$
Net loss for the period	(837,555)	(318,326)	(86,742)	(11,228)
Basic and diluted loss per share	(0.02)	(0.01)	(0.03)	(0.00)

SUMMARY OF QUARTERLY RESULTS (continued)

	Q2, 2016	Q1, 2016	Q4, 2015	Q3, 2015
	$	$	$	$
Net income (loss) for the period	(18,139)	(2,447)	7,765	(3,764)
Basic and diluted income (loss) per share	(0.01)	(0.00)	0.00	(0.00)

Over the last eight quarters, the Company's net income (loss) has ranged from net income of $7,765 in Q4, 2015 to a net loss of $837,555 in Q2, 2017.

The significant increase in activity in Q1 and Q2, 2017 is a result of the Company's recapitalization and appointment of a new management team, as noted in "*Highlights and Key Developments*" above. The management team continues to seek ways to create shareholder value. During the last nine months, the Company has raised gross proceeds of $3.18 million pursuant to three private placements including $1.875 million of flow-through dollars. Proceeds from these flow-through private placements will be used on qualifying exploration expenditures for purposes of the Canadian Income Tax Act. The Company intends to conduct a number of field programs in the summer of 2017 and will release news on the programs in the coming months.

The most significant expenses for the six months ended January 31, 2017 were share-based payment expense of $382,501 relating to the grant of 3,400,000 stock options, consulting fees of $341,617, bonuses of $147,500 and property evaluation expenses of $58,361. See "*Results of Operations*" above for explanations of these expenses.

LIQUIDITY AND CAPITAL RESOURCES

In management's view, given the nature of the operations, which currently consists of its interest in certain mineral properties, the most relevant financial information relates primarily to current liquidity, solvency and planned expenditures. The Company's financial success will be dependent upon the extent to which it can determine whether its resource properties contain reserves, which are economically recoverable.

Such development may take years to complete and the amount of resulting income, if any, is difficult to determine. The Company does not expect to receive significant income in the foreseeable future.

As at January 31, 2017, the Company had $1,364,008 in cash, working capital of $1,126,186 and no long-term debt. The Company's working capital is expected to meet its obligations for at least twelve months from the end of the reporting period. While the Company has been successful in obtaining the necessary financing through the issuance of common shares and loans from related parties in the past, there is no assurance it will be able to raise funds in this manner in the future and there remain material uncertainties that may cast significant doubt as to the Company's ability to continue as a going concern. The Company's trade and other payables are due in the short term.

OFF BALANCE SHEET ARRANGEMENTS

There are no off-balance sheet arrangements to which the Company is committed.

CONTRACTUAL OBLIGATIONS

As a result of the issuance of FT Shares on October 31, 2016, the Company has a commitment to incur $1,125,000 in qualifying Canadian exploration expenditures on or before December 31, 2017. As at January 31, 2017, the Company had approximately $1,067,000 remaining to be spent. In addition, as a result of the issuance of flow-through units on March 23, 2017, the Company has a commitment to incur $750,000 in qualifying Canadian exploration expenditures on or before December 31, 2018.

RELATED PARTY TRANSACTIONS

The following is a summary of charges incurred by the Company with related parties:

		Three months ended January 31,		Six months ended January 31,	
		2017	2016	2017	2016
		$	$	$	$
Consulting fees	1	105,175	1,000	212,475	1,000
Directors' fees		40,000	-	40,000	-
Exploration expenditures		4,050	5,700	4,050	5,700
Share-based payment expense	2	200,066	-	309,376	-
Signing bonuses	3	120,000	-	120,000	-
		469,291	6,700	685,901	6,700

[1] Consulting fees consisted of fees earned by key management personnel including CEO, CFO, Executive VP, VP Exploration and Corporate Secretarial fees and fees earned by Midnight Mining Services Ltd., a private company controlled by Bill Harris, a director of the Company, which are included in consulting fees, exploration expenditures and property evaluation expenses.

[2] Share-based payment expense is a non-cash item that consisted of the fair value of stock options that were granted to key management personnel.

[3] Signing bonuses consisted of amounts paid to the CEO, CFO, Executive VP, VP Exploration and Corporate Secretary.

Included in receivables at January 31, 2017 was an amount of $5,000 (July 31, 2016: $Nil) due from Gregor Hamilton, a director of the Company.

Included in deposits at January 31, 2017 was an amount of $25,000 (July 31, 2016: $Nil) paid to Midnight Mining Services Ltd. in connection with the purchase of an exploration and evaluation asset, as disclosed in Note 4.

RELATED PARTY TRANSACTIONS (continued)

Included in accounts payable and accrued liabilities at January 31, 2017 was an amount of $119,959 (July 31, 2016: $Nil) for CEO, CFO, Executive VP, VP Exploration and Corporate Secretarial fees.

Included in accounts payable and accrued liabilities at January 31, 2017 was $Nil (July 31, 2016: $5,250) due to directors and former directors and companies controlled by former directors for various expenses, exploration and evaluation assets and geological exploration expenditures.

These transactions were measured at the exchange amount, which is the amount agreed upon by the transacting parties.

PROPOSED TRANSACTIONS

As of the date of this report, there were no proposed transactions.

CRITICAL ACCOUNTING ESTIMATES

a) Exploration and Evaluation Expenditures

The application of the Company's accounting policy for exploration and evaluation expenditures requires judgment in determining whether it is likely that future economic benefits will follow to the Company, which may be based on assumptions about future events or circumstances. Estimates and assumptions made may change if new information becomes available. If, after expenditures are capitalized, information becomes available suggesting that the recovery of expenditure is unlikely, the amount capitalized is written off in the Company's profit or loss in the year the new information becomes available.

b) Title to Mineral Property Interests

Although the Company takes steps to verify title to mineral properties in which it has an interest, these procedures do not guarantee the Company's title. Such properties may be subject to prior agreements or transfers and title may be affected by undetected defects.

c) Going Concern

The preparation of the Company's financial statements requires management to make judgments regarding the going concern of the Company, as discussed in Note 1 of the condensed interim financial statements for the six months ended January 31, 2017.

FINANCIAL AND OTHER INSTRUMENTS

The Company's financial instruments are exposed to certain financial risks which are discussed in detail in Note 9 of the Company's condensed interim financial statements for the six months ended January 31, 2017.

OTHER MD&A REQUIREMENTS

ADDITIONAL DISCLOSURE FOR VENTURE ISSUERS WITHOUT SIGNIFICANT REVENUE

General and administration expenses for the six months ended January 31 were as follows:

	2017	2016
	$	$
Consulting	341,617	-
Bonuses	147,500	-
Directors' fees	40,000	-
Depreciation	-	824
Exploration expenditures	24,438	-
Investor relations and corporate development	56,458	360
Office and administration	23,440	2,917
Professional fees	48,092	4,896
Property evaluation	58,361	-
Share-based payment expense	382,501	-
Transfer agent, regulatory and filing fees	26,088	4,310
Travel and accommodation	13,180	-
	1,161,675	13,307

DISCLOSURE OF OUTSTANDING SHARE DATA

As of the date of this report, there were 40,489,919 common shares, 30,665,166 share purchase warrants and 3,400,000 stock options outstanding.

RISKS AND UNCERTAINTIES

The principal business of the Company is the acquisition, exploration and development of silver and gold mineral properties. Given the nature of the mining business, the limited extent of the Company's assets and the present stage of development, the following risk factors, among others, should be considered:

Exploration Stage Company

The Company does not hold any known mineral reserves of any kind and does not generate any revenues from production. The Company's success will depend largely upon its ability to locate commercially productive mineral reserves. Mineral exploration is highly speculative in nature, involves many risks and frequently is non-productive. There is no assurance that exploration efforts will be successful. Success in establishing reserves is a result of a number of factors, including the quality of management, the level of geological and technical expertise, and the quality of property available for exploration.

RISKS AND UNCERTAINTIES (continued)

Exploration Stage Company (continued)

Once mineralization is discovered, it may take several years in the initial phases of drilling until production is possible, during which time the economic feasibility of production may change. Substantial expenditures are required to establish proven and probable reserves through drilling and bulk sampling, to determine the optimal metallurgical process to extract the metals from the ore and, in the case of new properties, to construct mining and processing facilities. Because of these uncertainties, no assurance can be given that exploration programs will result in the establishment or expansion of resources or reserves.

Operating History and Availability of Financial Resources

The Company does not have an operating history and has no operating revenues and is unlikely to generate any significant amount in the foreseeable future. Hence, it may not have sufficient financial resources to undertake by itself all of its planned mineral property acquisition and exploration activities. Operations will continue to be financed primarily through the issuance of securities.

The Company will need to continue its reliance on the issuance of such securities for future financing, which may result in dilution to existing shareholders. Furthermore, the amount of additional funds required may not be available under favourable terms, if at all. Failure to obtain additional funding on a timely basis could result in delay or indefinite postponement of further exploration and development and could cause the Company to forfeit its interests in some or all of its properties or to reduce or discontinue its operations.

Price Volatility and Lack of Active Market

Securities markets in Canada and elsewhere continue to experience a high level of price and volume volatility, and the market prices of securities of many public companies have experienced significant fluctuations in price which have not necessarily been related to the operating performance, underlying asset values or prospects of such companies. It may be anticipated that any quoted market for the Company's securities will be subject to such market trends and that the value of such securities may be affected accordingly. If an active market does not develop, the liquidity of the investment may be limited and the market price of such securities may decline below the subscription price.

Competition

The resource industry is intensively competitive in all of its phases, and the Company competes with many other companies possessing much greater financial and technical resources. Competition is particularly intense with respect to the acquisition of desirable undeveloped properties. The principal competitive factors in the acquisition of prospective properties include the staff and data necessary to identify and investigate such properties, and the financial resources necessary to acquire and develop the projects. Competition could adversely affect the Company's ability to acquire suitable prospects for exploration.

RISKS AND UNCERTAINTIES (continued)

Government Regulations and Environmental Risks and Hazards

The Company's conduct is subject to various federal, provincial and state laws, and rules and regulations including environmental legislation. The Company has adopted environmental practices designed to ensure that it continues to comply with environmental regulations currently applicable to it. All of the Company's activities are in compliance in all material respects with applicable environmental legislation.

Environmental hazards may exist on the Company's properties, which may have been caused by previous or existing owners or operators of the properties. The Company is not aware of any existing environmental hazards related to any of its current property interests that may result in material liability to the Company.

Environmental legislation is becoming increasingly stringent and costs and expenses of regulatory compliance are increasing. The impact of new and future environmental legislation on the Company's operations may cause additional expenses and restrictions. If the restrictions adversely affect the scope of exploration and development on the resource property interests, the potential for production on the property may be diminished or negated.

Dependence on Key Personnel

The Company is dependent on a relatively small number of key directors, officers and senior personnel. Loss of any one of those persons could have an adverse effect on the Company. The Company does not currently maintain "key-man" insurance in respect of any of its management.

Licenses and Permits

The operations of the Company require licenses and permits from various government authorities. The Company believes that it holds all necessary licenses and permits under applicable laws and regulations for work in progress and believes it is presently complying in all material respects with the terms of such licenses and permits. However, such licenses and permits are subject to change in various circumstances. There can be no guarantee that the Company will be able to obtain or maintain all necessary licenses and permits that may be required to explore and develop its properties, commence construction or operation of mining facilities or to maintain continued operations that economically justify the cost.

Title to Property

Although the Company has exercised the usual due diligence with respect to title to properties in which it has a material interest, there is no guarantee that title to the properties will not be challenged or impugned. The Company's mineral property interest may be subject to prior unregistered agreements or transfers, aboriginal land claims, government expropriation and title may be affected by undetected defects. In addition, certain mining claims in which the Company has an interest are not recorded in the name of the Company and cannot be recorded until certain steps are taken by other parties.

OTHER INFORMATION

Head Office

Suite 904 – 409 Granville Street
Vancouver, BC V6C 1T2

Website

www.metallic-minerals.com

Directors and Officers

Chairman of the Board, President & CEO – Greg Johnson
Director – Bill Harris
Director – Stephen Pearce
Director – Gregor Hamilton
Executive Vice President – Susan Craig
Vice President, Exploration – Scott Petsel
Chief Financial Officer – Tim Thiessen
Corporate Secretary – Connie Norman

Transfer Agent

Computershare
3rd Floor, 510 Burrard Street
Vancouver, BC V6C 3B9

Legal Counsel

Sangra Moller LLP
925 West Georgia Street
Vancouver, BC V6C 3L2

Auditor

Wolrige Mahon
900 – 400 Burrard Street
Vancouver, BC, V6C 3B7

Listings

TSX Venture Exchange Symbol: "MMG"
US OTC: "MMNGF"