



ADVENTURE GOLD INC.

(An Exploration Company)

MANAGEMENT'S DISCUSSION AND ANALYSIS

For the three-month period ended

October 31, 2011

(First Quarter)

MANAGEMENT'S DISCUSSION AND ANALYSIS

This management discussion and analysis ("MD&A") of Adventure Gold Inc., ("Adventure" or the "Company") follows rule 51-102 of the Canadian Securities Administrators regarding continuous disclosure.

The following MD&A is a narrative explanation, through the eyes of the management of Adventure, on how the Company performed during the three-month period ended October 31, 2011. It includes a review of the Company's financial condition and a review of operations for the three-month period ended October 31, 2011 as compared to the three-month period ended on October 31, 2010.

This MD&A complements the unaudited condensed interim financial statements for the three-month period ended October 31, 2011 but does not form part of them. It is intended to help the reader understand and assess the significant trends, risks and uncertainties related to the results of operations and it should be read in conjunction with the unaudited condensed interim financial statements as at October 31, 2011 and related notes thereto as well as the audited financial statements, accompanying notes and Management's Discussion and Analysis for the year ended July 31, 2011. The unaudited condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standard Board ("IASB") for condensed interim financial statements.

All figures are in Canadian dollars unless otherwise stated. Additional information relating to the Company can be found on SEDAR at www.sedar.com. The shares of Adventure are listed on the TSX Venture Exchange under the symbol "AGE" since October 3, 2007.

REPORT'S DATE

The MD&A was prepared with the information available as at January 27, 2012.

CAUTION REGARDING FORWARD-LOOKING INFORMATION

This document contains forward-looking statements, which reflect the Company's current expectations regarding future events. To the extent that any statements in this document contain information that is not historical, the statements are essentially forward-looking and are often identified by words such as "anticipate", "expect", "estimate", "intend", "project", "plan" and "believe". In the interest of providing shareholders and potential investors with information regarding Adventure, including management's assessment of future plans and operations, certain statements in this MD&A are forward-looking and are subject to the risks, uncertainties and other important factors that could cause the Company's actual performance to differ materially from that expressed in or implied by such statements. Such factors include, but are not limited to: volatility and sensitivity to market metal prices, impact of change in foreign currency exchange rates and interest rates, imprecision in reserve estimates, environmental risks including increased regulatory burdens, unexpected geological conditions, adverse mining conditions, changes in government regulations and policies, including laws and policies; and failure to obtain necessary permits and approvals from government authorities, and other development and operating risks.

Although the Company believes that the expectations conveyed by the forward-looking statements are based upon information available on the date that such statements were made, there can be no assurance that such expectations will prove to be correct. The reader is cautioned not to rely on these forward-looking statements. The Company disclaims any obligation to update these forward-looking statements unless required to do so by applicable Securities laws. All subsequent forward-looking statements, whether written or orally attributable to the Corporation or persons acting on its behalf, are expressly qualified in their entirety by these cautionary statements.

APPROVAL OF FINANCIAL STATEMENTS

Prior to publication, the Board of Directors, on the recommendation of the audit committee, approved Adventure's unaudited condensed interim financial statements and this MD&A.

NATURE OF ACTIVITIES

Adventure, incorporated on February 9, 2007 under the *Canada Business Corporations Act*, is a Canadian mineral exploration company focused on discovering high-quality gold deposits, primarily in the Abitibi greenstone belt of northwestern Quebec and northeastern Ontario, one of the world's richest gold mining districts. Adventure holds quality assets in the Val-d'Or, Rouyn-Noranda, Casa Berardi, Detour Lake and Timmins areas and is led by determined management and technical teams with extensive exploration and mine production experience. The Company uses advanced exploration techniques with the aim of discovering commercially exploitable gold deposits which can either be placed into production by the Company or disposed of for a profit to companies that wish to place such deposits into commercial production. Adventure Gold is proud to already count on highly regarded gold producer partners such as Agnico-Eagle Mines and Lake Shore Gold to explore two advanced-stage gold properties.

The Company will continue to aggressively seek new opportunities in compliance with the corporate strategy. A strategy based on identification, evaluation, acquisition, exploration and development of significant quality gold assets within proven gold mining environments.

EXPLORATION HIGHLIGHTS

- ***New significant gold discovery west of the former Beliveau Mine on Pascalis-Colombière and Phase 3 drill-program starting in February 2012***

On the Val-d'Or East – Pascalis-Colombière property, two phases of drilling around the former L.C. Beliveau Gold Mine totalling 7,934 metres in twenty-five (25) holes were completed by the end of September 2011. Positive drilling results (12.9 g/t Au over 8 metres, 34.6 g/t Au over 2.9 metres, 10.7 g/t Au over 6.3 metres, 6.1 g/t Au over 7.0 metres and 2.7 g/t Au over 65.1 metres) were announced from March to November 2011. This new significant gold discovery is located west of the Beliveau Mine and may be accessible using existing underground infrastructure or by open pit. The Company will start in the first week of February 2012 an aggressive Phase 3 exploration-drilling program to test the lateral extensions of this discovery and other top priority exploration targets on the property. This program should be completed during the second quarter of 2012. Once the Phase 3 drilling program has been completed, a NI 43-101 compliant resource estimate and technical report will be started. The resource estimate should be released around the middle of 2012.

- ***Drilling on Lapaska with Mazorro Resources highlights the best drill-intercept ever and the bulk tonnage potential***

In 2011, the Company and its partner, Mazorro Resources, completed a first phase drilling program totalling 3,000 metres in six (6) holes designed to test the extensions of the Lapaska Central Zone ("LC Zone") laterally and at depth. Positive drilling results were released in June and July 2011. Best drilling intersections yielded values of 1.0 g/t Au over 103.4 metres, including a section grading 10.3 g/t Au over 3.8 metres; and 1.2 g/t Au over 156.9 metres, including sections grading 5.8 g/t Au over 3.9 metres and 4.7 g/t Au over 7.1 metres. A second phase of drilling totalling 4,000 metres was started in October 2011 and a first set of results were released on December 1 (see subsequent events). Best drilling intersection returned 3.1 g/t Au over 60.6 metres. A final set of results should be released by the first week of February 2012.

- ***Deep drill hole on Meunier-144 reached the Timmins Mine target zone – Results pending***

On the Timmins West – Meunier-144 property, the Company's partners RT Minerals and Lake Shore Gold continued the deep drilling program started on July 19, 2010. First results from the Hole M-10-05b, (known as the "Deep Hole"), which was designed to test the down plunge extension of the Timmins Mine and Thunder Creek ore bodies at vertical depths below 2,000 metres were released on November 10. Deep Hole reaches favourable Timmins Mine fold structure and preliminary results returned 2 g/t Au over 1.1 metres. Drilling is continuing and the plans are to extend the current Deep Hole to a minimum down hole depth of 3,550 metres to allow a better overall understanding of both the Timmins Mine and Thunder Creek depth extensions.

- ***First drilling program on Dubuisson by Agnico-Eagle identifies new gold intercepts along the west down-plunge extension of the Quebec Explorers Gold Deposit***

Our partner, Agnico-Eagle completed a twelve-hole surface diamond drilling program totalling 4,536 metres on the Dubuisson JV property. The drilling tested the Quebec Explorers Deposit over 600 metres strike length and up to 350 metres depth. Best drilling intersections announced in October 2011, yielded values of 4.8 g/t Au over 6.0 metres in the western extension and 4.3 g/t Au over 4.4 metres in the eastern extension. The exploration drilling program and budget for next year, proposed by Agnico-Eagle should be presented in January 2012.

- ***Geophysics on Detour Quebec and Casa Cameron properties outline drill targets***

During the last year, on the Casa Cameron Project, the Company completed 119 km of line cutting and magnetic surveying on the Casagasic (58 km) and Bell-Vezza (61 km) properties. On the Detour Quebec Project, the Company completed 123 km of line cutting and magnetic surveying on the Massicotte (23 km), Casgrain (70 km) and Nantel (30 km) properties and 67 km of IP surveying on the Casgrain property. Those surveys outlined many quality drill targets that need to be tested. Airborne surveys have been conducted on Detour Quebec Manthet and Martigny project in December 2011. An IP survey is planned for Casgrain in January 2012.

BUSINESS DEVELOPMENT HIGHLIGHTS

- ***Significant exercise of warrants, agent options, stock options and private placement***

During the first quarter ended October 31, 2011, 5,000 share options were exercised for gross proceeds of \$950.

In November and December 2011, a total of 4,256,022 warrants were exercised for gross proceeds of \$677,984 and a total of 110,000 share options were exercised for gross proceeds of \$17,400.

In December 2011, the Company concluded a private placement by issuing 3,888,946 units at a price of \$ 0.45 per unit for total proceeds of \$1,750,026. Each unit consists of one common share and one-half of a warrant for a total of 3,888,946 common shares and 1,944,473 warrants. Each Warrant will entitle the holder thereof to acquire one additional common share of the Company at an exercise price of \$0.65 until December 2013. In addition, the Company paid a finder's fee of \$108,501 and issued, as additional consideration, 275,560 non-transferable warrants entitling the holder to acquire same number of common shares of the Company at a price of \$0.45 per common share until December 2013.

- ***Meunier-144 property : Exercise of the Option***

Exercise of the original option by AGE and the first option by RT Minerals (“RTM”) and Lake Shore Gold Corp. (“LSG”) were announced on September 15, 2011. AGE, RTM and LSG have then fulfilled all their commitments and earned respectively 75%, 12.5% and 12.5% interest each in and to the Property (see press releases available on the Company’s website for more details on the option agreement dated July 8, 2008, and as amended on June 1, 2009, and May 5, 2010). In addition, RTM and LSG elected to exercise the second option to acquire an additional 12.5% interest each in and to the Property.

- ***Senore property : Exercise of the Option***

Early, in January 2012, final payment of 150,000\$ was paid and 500,000 shares were issued to the initial owner of the Senore property. The Company now owns a 100% interest in the Senore property.

EXPLORATION ACTIVITIES

Projects, New Acquisition

The Company continued its 2011 exploration program mainly in Val d’Or, Detour Lake East, Casa Berardi - Cameron and Timmins areas which consisted mostly in drilling, prospecting, mechanical stripping, geological modelling and compilation. During the quarter ended October 31, 2011, the Company invested in exploration and evaluation assets \$454,841 before deductions (\$146,036 for the quarter ended October 31, 2010) of which approximately 87% of the total was spent on the Val d’Or East Project (Pascalis-Colombière, Beaufor West & North and Senore properties), 5% on the Detour Quebec properties and 5% on the Casa Cameron properties and a remaining 3% on other properties.

In addition, during the quarter ended October 31, 2011, the Company incurred exploration expenditures of \$168,338 on Lapaska which was invoiced to Mazorro Resources Inc. as part of the option and operator agreement signed during the fiscal year 2011.

As of October 31, 2011, the Company held a portfolio of 30 properties totalling 1,263 claims covering 61,206 hectares in six distinct areas, in the province of Quebec and in one other area in Ontario. Gold mining exploration properties owned by the Company are located in the Val-d’Or, Timmins, Casa Berardi – Cameron, Detour Lake East (Detour Quebec), Rouyn-Noranda and Appalachian belt (southeastern Quebec) regions. During the first quarter ended October 31, 2011, the Company acquired 26 new claims in the Detour Quebec, 48 new claims in the Casa Berardi – Cameron and 9 claims in the Val d’Or East regions. During the same period, the Company did not renewed 10 claims for the Abitibi Gold and Detour Quebec projects.

Exploration and evaluation assets
For the three-month period ended October 31, 2011

	Timmins West / Meunier - 144	Val d'Or East / Pascalis- Colombière	Val d'Or East / Senore	Val d'Or East / Beaufor North	Val d'Or East / Beaufor West	Val d'Or East / Lapaska	Val d'Or East / Others	Dubuisson	Detour Quebec	Casa Cameron	Appalaches	Granada Extension	Abitibi Gold	Other	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Balance, beginning of period	2,515	1,059,878	644,455	178,318	173,844	636,599	84,213	2,872	346,572	344,488	19,501	79,925	50,718	-	3,623,898
Add:															
Drilling	-	318,091	-	-	-	4,591	-	-	-	-	-	-	-	-	322,682
Geophysical survey	-	-	-	-	-	-	9,388	-	2,250	-	-	-	(1,440)	-	10,196
Geological survey	53	75,802	-	-	-	-	113	-	13,767	10,085	-	1,134	(1,345)	-	99,609
Staking	-	-	-	-	-	-	-	-	200	8,769	-	-	-	-	8,969
Renewal of licences	-	267	134	89	36	702	2,084	139	4,588	4,119	-	564	(4,071)	-	8,651
General field expenses	-	3,168	-	-	-	-	-	-	99	-	-	1,175	-	290	4,732
	53	397,328	134	89	36	5,293	11,585	139	20,904	22,973	-	2,873	(6,856)	290	454,841
Deductions															
Option payments received (cash and shares)	-	-	-	-	-	-	-	-	-	-	-	-	(110,000)	-	(110,000)
Gain on optioning of mining properties	-	-	-	-	-	-	-	-	-	-	-	-	100,759	-	100,759
Tax credits	(20)	(153,861)	-	-	-	(1,779)	(3,682)	-	(6,245)	(3,908)	-	(895)	1,079	(112)	(169,423)
	(20)	(153,861)	-	-	-	(1,779)	(3,682)	-	(6,245)	(3,908)	-	(895)	(8,162)	(112)	(178,664)
Balance, end of period	2,548	1,303,345	644,589	178,407	173,880	640,113	92,116	3,011	361,231	363,553	19,501	81,903	35,700	178	3,900,075

Exploration and evaluation assets
For the three-month period ended October 31, 2010

	Timmins West / Meunier - 144	Val d'Or East / Pascalis- Colombière	Val d'Or East / Senore	Val d'Or East / Beaufor North	Val d'Or East / Beaufor West	Val d'Or East / Lapaska	Val d'Or East / Others	Dubuisson	Detour Quebec	Casa Cameron	Appalaches	Granada Extension	Abitibi Gold	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Balance, beginning of period	-	546,372	642,813	177,957	173,157	837,505	40,205	-	141,994	223,185	3,750	-	30,114	2,817,052
Add:														
Project consulting	551	23,648	1,477	-	550	-	8,201	470	11,824	6,216	4,267	26,637	1,490	85,331
Geological survey	-	6,298	-	-	-	-	3,381	-	4,437	-	13,374	23,247	384	51,121
Renewal of licences	-	71	37	6	6	56	142	227	582	514	400	-	299	2,340
General field expenses	-	3,690	197	198	-	-	225	-	2,623	14	-	297	-	7,244
	551	33,707	1,711	204	556	56	11,949	697	19,466	6,744	18,041	50,181	2,173	146,036
Balance, end of period	551	580,079	644,524	178,161	173,713	837,561	52,154	697	161,460	229,929	21,791	50,181	32,287	2,963,088

Val-d'Or East – Pascalis-Colombière

The 100%-owned Val-d'Or East – Pascalis-Colombière property consists of 33 mining titles totalling 637 hectares. It is located in the eastern portion of the Val-d'Or–Malartic gold district. The property is also adjacent to the Company's 100%-owned Beaufor North property, located 1.5 km east of the producing Beaufor Gold Mine held by Richmond Mines (RIC: TSX). The property was the site of gold production from 1989 to 1993 when Cambior Inc. (currently IAMGOLD Corporation (IMG: TSX)) mined the New Pascalis gold deposit (Lucien C. Beliveau Mine). A total of 1.8 Mt of ore was extracted at a grade of 3.2 g Au/t, from the surface to 300 metres depth (167,000 Au oz produced: Cambior 1996 post-mortem production report).

The geological setting of the property appears very favourable for the identification of new high-grade gold-bearing veins and structures or bulk-style ore shoots. Past exploration work did not entirely test the numerous gold occurrences located in the N-S extensions of the former Beliveau Mine associated with the main dyke set, in other parallel dykes, or along the extensions of ENE-trending shear zones. Due to the anticipated closure of the mine in January 1993, there was no follow-up on several drill intercepts with economic gold values. No further exploration work was completed on the property between 1993 and mid-2008 when the Company acquired the property.

Following very positive exploration results in 2009 and 2010 and a new intensive geological compilation, data integration and 3D modeling completed early in 2011, the Company started its Phase I drilling program totalling 2,790 metres in nine (9) holes in the winter and spring of 2011, around the former Beliveau Gold Mine. The drill program was aimed at finding new gold zones near the existing underground infrastructure, mainly west of the Beliveau Mine. All nine holes drilled in this area intersected significant gold mineralization:

- Hole PC-10-13: 9.7 grams per tonne gold (g/t Au) over 2.1 metres included in a section grading 4.0 g/t Au over 5.3 metres at 38.4 metres depth; 34.6 g/t Au over 2.9 metres, included in a section grading **5.4 g/t Au over 20 metres** at 143.1 metres depth;
- Hole PC-10-14: **7.0 g/t Au over 4.8 metres** included in a section grading 2.0 g/t Au over 24.9 metres at 278.4 metres depth;
- Hole PC-11-15: 8.4 g/t Au over 1 metre at 750 metres depth included in a section grading **3.4 g/t Au over 3.2 metres** (this hole did not intersect the entire gold system at depth and was deepened in Phase 2 drilling);
- Hole PC-11-16: 8.3 g/t Au over 3.0 metres included in a section grading **5.5 g/t Au over 5.9 metres** at 130 metres depth;
- Hole PC-11-17: 5.7 g/t Au over 4.3 metres at 6 metres depth, 4.6 g/t Au over 5.7 metres at 29 metres depth, **12.9 g/t Au over 8 metres** at 158 metres depth and 5.0 g/t Au over 6.1 metres at 187 metres depth;
- Hole PC-11-18: **8.6 g/t Au over 4.7 metres** at 32 metres depth, included in a section grading 3.2 g/t Au over 13.5 metres, within a gold halo of 0.8 g/t over 116.5 metres;
- Hole PC-11-19: **4.8 g/t Au over 3.4 metres** at 159 metres depth, included in a section grading 1.8 g/t Au over 19 metres, within a gold halo of 0.6 g/t over 102.2 metres;
- Hole PC-11-20: 10.7 g/t Au over 6.3 metres and 8 g/t Au over 8.3 metres, included in a section grading **4.8 g/t Au over 33.1 metres** at 116 metres depth, within a gold halo of 1.4 g/t over 129.3 metres;
- Hole PC-11-21: **3 g/t Au over 8 metres** at 131 metres depth included in a section grading 1.1 g/t Au over 32 metres, within a gold halo of 0.8 g/t over 111.5 metres.

Two sets of gold structures were intersected in the Beliveau West Area (BWA) during the winter-spring drilling program. Stacked quartz-tourmaline veins, shallowly dipping to the south, were found inside two diorite dykes similar to the one at the Beliveau Mine. The dykes, ranging from 5 to 8 metres in thickness, are dipping vertically and can be traced over at least 300 metres following an orientation of N345. The mineralization is still open at depth and along strike. Between the diorite dykes, a set of ENE-trending gold structures, dipping to the south at around 30°, were also intersected. This second type of mineralization consists of a quartz-tourmaline veining system developed within a large sericite-carbonate-albite alteration halo. Veins and host rocks are mineralized with disseminated sulphides. Locally, up to 15% sulphides are observed. Visible gold was also observed in some sections. At least 7 ENE-trending gold structures have been intersected. These structures are still open to the south and to the west. Extensions to the east are limited by the Beliveau diorite dyke and unknown north of a late fault cross-cutting the mineralization in the northernmost drilled area. Most of the veins were cut at a strong angle with the core axis, which means that the core lengths announced may be close to true thicknesses.

The Company believes there is strong potential to increase the last gold resource calculation published for the Beliveau Mine (23,500 ounces of gold remaining in the main gold zone; Cambior, 1993 - not compliant with NI 43-101 and not reviewed by the Company). A plan view, sections and 3D models are available on AGE's website at www.adventure-gold.com. The figures show the strong exploration potential remaining along the Pascalis gold trend.

A Phase 2 drilling program of 5,144 metres in 16 holes was started on June 2, 2011 and completed in September. The Company released a first set of results on September 13, 2011 (see press release entitled "*Adventure Gold Discovers Beliveau Gold Mine Extensions to 900 Metres Depth*"). The

objectives of this second phase of drilling were to confirm the new geological model, to extend ENE-trending shallow-dipping gold structures to the south and to the north in the BWA and to test the deep extension (up to 900 metres depth) of the former Beliveau Mine gold system. First set of results come from four holes that were deepened (PC-11-15, 17, 19 and 20) and two holes (PC-11-15A and 22) that were drilled to test targets at depth, below and west of the past-producing Beliveau Mine. The best gold intersections, in core length, are as follows:

- Hole PC-11-15A testing the Beliveau Main gold system at depth: **7.1 g/t Au over 4.3 metres** included in a section grading 1.6 g/t Au over 34.8 metres at 810 metres depth along the hole;
- Holes PC-11-17 extension and PC-11-22 testing the Beliveau West gold system at depth: **4.5 g/t Au over 9.3 metres** included in a section grading 1.9 g/t Au over 23.5 metres at 416 metres depth and 5.2 g/t Au over 3.7 metres included in a section grading 1.8 g/t Au over 14.3 metres at 423 metres depth along the hole;
- Holes PC-11-19 and 20 extension testing for new ENE-trending gold structures up to 550 metres depth: **4.1 g/t Au over 5.8 metres**, 4.7 g/t Au over 3.0 metres, 4.3 g/t Au over 3.0 metres and 3.1 g/t Au over 6.8 metres.

Starting in late July, prospecting and mechanical stripping were carried out north of the Highway gold zone and south of the Pascale showing in order to extend the Pascalis gold trend over a strike length of more than 2.5 kilometres. Fieldwork succeeded in identifying new mineralized structures and defining new drill targets and now suggests that the gold system ("Pascalis Gold Trend") remains open to exploration to the north and south. The Company completed the prospecting, mechanical stripping and channel sampling early in the fall and released, first, the grab sample results on October 26, 2011 (see press release entitled "*Adventure Gold Discovers High-Grade Gold-Copper-Silver Mineralization on its Pascalis-Colombière Property*"). Grab samples collected within the new mineralized zone located 1.2 km north of the Beliveau Mine returned up to 4.7 g/t gold, 11.4% copper and 112 g/t silver. A location and geological map showing the new discovery and the assay results can be found on AGE's website at www.adventure-gold.com. A total of 54 grab samples were collected in the field, of which 28% returned more than 0.5 g/t Au and 14% more than 1 g/t Au.

Subsequent events / Pascalis-Colombière

The Company released channel sample results from the new discovery, named the Loraine Zone, on November 2 (see press release entitled "*Adventure Gold Intersects 5.9 g/t Au, 0.4% Cu and 8 g/t Ag Over 4.4 Metres in Channel Sampling at Pascalis-Colombière Property*"). Best results coming from channel samples on the new discovery returned: 5.9 g/t Au, 0.4% Cu and 8.0 g/t Ag over 4.4 metres including a section grading 8.3 g/t Au, 0.4% Cu and 9.5 g/t Ag over 3 metres. The new gold system remains open to exploration and additional work will be required to assess the lateral and depth extensions of this significant discovery. Drill targets have already been defined and will be tested during the next drilling program (Phase 3). A location map showing the channel sampling results can be found on AGE's website at www.adventure-gold.com. A total of 124 channel samples were collected from 14 lines across the two stripping areas.

The Company released a second set of Phase 2 diamond drilling results on November 15 (see press release entitled "*Adventure Gold Continues to Extend Beliveau West Gold Zones: 65.1 Metres at 2.7 g/t Gold and Still Open to Exploration*"). Results come from the last ten holes totalling 2,310 metres that were drilled to test the new Beliveau West gold system extensions. The best gold intersections, in core length, are as follows:

- Hole PC-11-30 testing the northernmost extension of the gold system near surface: **2.7 g/t Au over 65.1 metres**, including 8.1 g/t Au over 4.2 metres and 8.3 g/t Au over 4.5 metres;

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- Hole PC-11-32 testing the northernmost extension of the gold system near surface: **1.5 g/t Au over 85.0 metres**, including 6.1 g/t Au over 7.0 metres, 5.8 g/t Au over 3 metres, 6.0 g/t Au over 3.8 metres and 5.5 g/t Au over 6.9 metres;
 - Hole PC-11-24 testing the westernmost extension of the gold system: **10.9 g/t Au over 6.0 metres** and 3.6 g/t Au over 3.5 metres;
 - Hole PC-11-26 testing the southernmost extension of the gold system: **3.3 g/t Au over 10.1 metres**;
 - Hole PC-11-25 testing the gold system near surface: **4.6 g/t Au over 5.7 metres**.

The Company intends to start a Phase 3 drilling program the first week of February. Once the Phase 3 drilling program has been completed, a NI 43-101 compliant resource estimate and technical report will be started. The resource estimate should be released around the middle of 2012. SGS Geostat, a consulting firm based in Blainville, Quebec, has already started the data integration in 2011.

Val d'Or East - Lapaska

The Lapaska property, 100%-owned by Adventure Gold Inc., was recently optioned to Mazorro Resources in December 2010. The property is favourably located between the past producer Sigma II to the east (150,000 ounces produced at 2.5 g/t Au: 1997 Placer Dome annual report) and the Simkar gold deposit to the west (NI 43-101 inferred resource of 105,000 oz at 5.3 g/t Au: Megastar – MDV: TSX-V, September 2008). The property contains three significant gold-bearing zones: the Lapaska Central, West and Lourmet zones and is also strategically located along the prolific Cadillac–Larder Lake Gold Break, a regionally extensive structure that is spatially related to numerous gold mines.

The Company announced its first NI 43-101 compliant resource estimate for the Lapaska property on February 9, 2010 and filed a NI 43-101 technical report on SEDAR on March 19, 2010. The NI 43-101 report was prepared by independent qualified persons from InnovExplo, a consulting firm based in Val-d'Or, Quebec. InnovExplo estimated that the Central Zone deposit has inferred resources of 220,000 metric tonnes grading 3.14 g/t Au for a total of 22,197 ounces at a cut-off grade of 2.0 g/t Au. Mazorro requested that InnovExplo update this report for the purposes of the proposed transaction. Mazorro filed the updated NI 43-101 report supporting mineral resource estimates on SEDAR on February 23, 2011.

The InnovExplo technical report recommends additional drilling targeted at adding new resources to the existing mineral inventory (see Table 1 below) at the property. A 3D isometric view of the block model (see NI 43-101 report on SEDAR or at www.adventure-gold.com) shows the location of the current resources and the potential to extend the latter by exploration. The ore shoots plunging to the southeast are still open at depth. Additional sub-parallel ore shoots that could be repeated in the southwestern extension at depth and along strike (east and west) near the surface are still not tested by drilling.

InnovExplo also indicates that the gold mineralization intersected in the West Zone (not included in the current mineral resource estimates) shows similarities to the gold mineralization observed generally in feldspar porphyry dykes ("G dykes") which represent a significant portion of the mineralization at the Sigma mines (4 million ounces produced). The West Zone is characterized by a series of sub-horizontal veins and veinlets bordered by vertical shear zones hosted by a G-type porphyry dyke. A drilling program to test the west down plunge of the system below 200 metres is recommended in the West Zone. A 2-kilometre-long underexplored area between the West Zone and the Lapaska Central Zone has also been highlighted in the NI 43-101 report as an area with good exploration potential for gold.

The property lies at the junction of favourable lithologies and deformation corridors associated with the Cadillac–Larder Lake Gold Break. Regional E-W-trending intermediate to felsic dyke swarms favourable to host gold mineralization are found on the property and are often associated with induced polarization (IP) anomalies. The coincidence of favourable lithologies, deformation corridors and IP anomalies represent targets that warrant additional exploration work and these will be the subject of Mazorro’s initial exploration drilling plans.

Table 1: Inferred Mineral Resource for the Lapaska Central Zone, dated February 22, 2010.

Cut-off Grade g/t Au	Tonnes	Avg. Grade g/t Au	Ounces of Gold
0.5	2,144,000	1.2	79,335
1.0	865,000	1.8	50,442
2.0	220,000	3.1	22,239

Note: Mineral Resources which are not Mineral Reserves do not have demonstrated economic viability.

Under the terms of the option agreement, in order to acquire an initial 50% undivided interest in the Lapaska property (the “First Option”), Mazorro is required to provide total cash payments of \$250,000, a total of 3,000,000 common shares and has committed to conduct exploration on the property for an amount of \$1,700,000 over a period of three years from the completion of a definitive option agreement.

Following the exercise of the first option, Mazorro shall have the option to acquire an additional 20% undivided interest in the Lapaska property (the “Second Option”), thereby acquiring a total undivided interest of 70%, by making additional payments of \$2,000,000 and by conducting an additional \$6,000,000 in exploration over another three-year period. Mazorro shall have the option of paying up to 75% of the required cash payments for the Second Option in common shares at a price equal to the market price of the Company’s shares on the TSX Venture Exchange (the “Exchange”) on the date such payment is payable less the maximum applicable discount allowed by the policies of the Exchange, subject to the required regulatory and corporate approvals, including disinterested shareholder approval, as applicable. After the Second Option period and Mazorro fulfilling its contractual obligations under the agreement, Mazorro shall be entitled to become the operator of the Lapaska property.

During the spring of 2011, the Company started a first phase drilling program totalling 3,117 metres in six (6) holes designed to test the extensions of the Lapaska Central Zone (“LC Zone”) laterally and at depth. A longitudinal section available on our website (www.adventure-gold.com) shows the location of the current resources and the potential to extend these resources by exploration. The LC Zone plunges to the southeast and is still open along strike and at depth. Additional sub-parallel ore shoots and veins that could be repeated in the southwestern extension at depth and along strike (east and west) near the surface are still not tested by drilling. The first two holes of the phase 1 program were released on June 16, 2011, and the best gold intersections, in core length, yielded values of:

- Hole LP-11-16: **1.0 g/t Au over 103.4 metres**, including a section grading **10.3 g/t Au over 3.8 metres** at 69.0 metres depth, within a gold halo of 0.3 g/t Au over 564.1 metres;
- Hole LP-11-17: **1.2 g/t Au over 156.9 metres**, including a section grading 5.8 g/t Au over 3.9 metres and **4.7 g/t Au over 7.1 metres** at 52.5 and 92.5 metres depth respectively, within a gold halo of 0.8 g/t Au over 245.5 metres.

A second set of results were released on July 21, 2011. The best gold intersections, in core length, for the remaining six holes yielded the following values:

- Hole LP-11-18 returned 1.0 g/t Au over 56.0 metres, including a section grading **11.6 g/t Au over 3.3 metres**, within a gold halo of **0.5 g/t Au over 200.8 metres**.

- Hole LP-11-19 returned 1.5 g/t Au over 10.5 metres, 1.3 g/t Au over 11.5 metres and 2.6 g/t Au over 3.3 metres, within a gold halo of **0.5 g/t Au over 111.1 metres**.
- Hole LP-11-22 returned 1.0 g/t Au over 32.3 metres, including a section grading **6.8 g/t Au over 2.7 metres**, within a gold halo of **0.4 g/t Au over 101.8 metres**.

After reviewing final results, a Phase 2 diamond drilling proposal was prepared and presented to Mazorro during the summer. The Company started Phase 2 diamond drilling program on September 26, 2011 (See press release entitled “*Adventure Gold and Mazorro Resources Begin 4,000 Metre Phase 2 Drill Program on Lapaska Property, Val-d’Or East Area, Quebec*”). The second phase drill program is designed to test east-west and north-south extensions of the LC Zone, open laterally and at depth. Additional sub-parallel ore shoots and veins that could be repeated close to the LC Zone near the surface will also be drilled. In particular, magnetic signatures similar to the LC Zone that were observed within a radius of 700 metres will be tested.

Subsequent events / Lapaska

The Company announced the initial Phase 2 results on December 1, 2011 (See press release entitled “*Adventure Gold and Mazorro Resources intersect 60.6 metres of 3.1 g/t Au at the Lapaska Bulk Tonnage Property*”). Results come from four (4) holes drilled in the Lapaska Central zone (“LC Zone”) with the best intercepts, in core length, yielding:

- Hole LP-11-27: **3.1 g/t Au over 60.6 metres**, including a section grading **7.4 g/t Au over 11.8 metres** at a depth of 70.7 metres;
- Hole LP-11-25: **1.2 g/t Au over 43.2 metres**, including a section grading **4.8 g/t Au over 5.5 metres** at a depth of 35.1 metres; and
- Hole LP-11-24: **1.0 g/t Au over 65.6 metres**, including a section grading **8.8 g/t Au over 4.4 metres** at depth of 271.8 metres within a gold halo of **0.6 g/t Au over 144 metres**.

After reviewing final results, a Phase 3 diamond drilling proposal was prepared and presented to Mazorro in December 2011. The phase 3 drilling should start in January 2012.

Dubuisson

The 49%-owned Dubuisson property is located in Dubuisson Township, about 7 kilometres west of downtown Val-d’Or. It consists of 39 contiguous claims covering a surface area of about 870 hectares. The Property is bordered to the east by the Goldex Mine property (proven & probable reserves: 1.6M ounces of gold at 2.1 g/t Au – Agnico-Eagle website) and encompasses the Quebec Explorers Gold Deposit (historical resources totalling 261,000 t at 6.6 g/t Au; from MRNF - Sigeom; non-compliant with NI 43-101 and not reviewed by AGE). This property straddles a 5-km segment of the prolific Cadillac-Larder Lake Gold Break, a major gold-bearing structure in the Abitibi. The gold system locally exceeds 20 metres in thickness and can be traced for more than 800 metres along strike. The best reported drill intercepts are as follows: 10.3 g/t Au over 3.4 m, 13.4 g/t Au over 2.4 m, 24.2 g/t Au over 3.4 m, and 34.3 g/t Au over 4.0 m (historical drill holes - core length intersections – QEX archives on exploration work, 1983-1988).

In July 2010, the Company announced it had entered into a partnership with Agnico-Eagle Mines Ltd. (AEM: TSX) (“AEM”) by signing a selling and option agreement for Adventure Gold’s 100%-owned Dubuisson property. Under the terms of the agreement, AEM acquired 51% of AGE’s right, title and interest in the property by paying AGE \$100,000 in cash and by issuing to AGE 15,000 shares of AEM where cash and shares totalled approximately \$1M at the then current market price.

Also under the terms of the agreement, AEM may acquire an additional interest of up to 14% of AGE's right, title and interest in the property by spending during a period of five (5) years from the effective date of the agreement up to \$4M in exploration expenditures on the property with a minimum of \$600,000 of the work to be completed or paid in cash to AGE before the end of the second anniversary of the agreement.

As part of the Agreement and following the exercise of the option, AEM may acquire an additional interest, which would bring AEM up to 70% and AGE to 30% interest in the property, by completing a bankable feasibility study. AEM will act as the operator for all exploration carried out on the property during the option period. Adventure is proud to join forces with AEM, a major gold producer in Quebec, for the development of the Dubuisson property.

During the summer of 2011, AEM completed its first diamond drilling program totalling 4,536 metres in twelve (12) holes. The drilling work tested the Quebec Explorers Deposit over 600 metres strike length and up to 350 metres depth. The mineralization consists of finely disseminated pyrite and pyrrhotite, locally arsenopyrite, within intrusive rocks. Assays were pending at the end of July. The exploration program on the property was managed by AEM and results were released on October 19, 2011. A geological and location map and a surface map including a composite longitudinal section of the drilling results can be found on AGE's website. AEM drilling identified new gold intercepts along the west down-plunge extension of the Quebec Explorers Gold Deposit. The best gold intersections, in core length, are as follows:

- Hole 160-11-01: **14.0 g/t Au over 1 metre** and 0.5 g/t Au over 46.6 metres;
- Hole 160-11-02: **4.8 g/t Au over 6 metres** and 0.5 g/t Au over 33.0 metres;
- Hole 160-11-03: **3.0 g/t Au over 5.5 metres** in an intercept grading 0.5 g/t Au over 57.7 metres;
- Hole 160-11-05: **9.7 g/t Au over 1.5 metres** and 2.8 g/t Au over 3.0 metres;
- Hole 160-11-06: **4.3 g/t Au over 4.4 metres**.

AEM is now working on the next drilling program which will be submitted in January 2012.

Timmins West – Meunier-144

The Meunier-144 property consists of 10 patented claims located in the western part of the prolific Timmins gold camp at the western limit of Bristol Township, 19 kilometres west of the town of Timmins. The property primarily covers a sequence of volcanic rocks located on the northwest side of the West Timmins sedimentary basin and along the west extension of the Bristol fault from the Timmins Mine and Thunder Creek properties where Lake Shore Gold Corp. (LSG: TSX) ("LSG") is currently developing a potential large-scale mining operation, 1 kilometre east of the property (proven and probable reserves of 812,000 ounces at 7.5 g/t Au, LSG - NI 43-101 report, October 2009). The property is also located 1 kilometre northwest, at surface, from the Rusk Zone where LSG has reported drill intersections up to 11.5 g/t Au over 147.3 metres (hole TC-09-68B, LSG press release dated March 4, 2011).

The Timmins Mine Gold Deposit has a strike length of approximately 250 metres long by 150 metres wide and defines a pipe-like body of mineralization which straddles a volcanic/sedimentary/ultramafic contact zone, within a folded sequence that plunges about 54 degrees to the west-northwest towards the Meunier-144 property. The ore body has demonstrated vertical persistence as it can be traced down plunge for a distance of approximately 1,500 metres from surface, and remains open at depth and it is apparent that this geometry and structure continue at depth toward and potentially onto the Meunier-144 property. Some of the highest value intercepts at the Timmins Mine, including 8.1 g/t over

6.0 metres at 1,330 metres depth, are hosted within a second fold nose structure and are situated approximately 600 metres east of the Meunier-144 property boundary (LSG press release dated February 18, 2010). The Thunder Creek Deposit is along the same pyroxenite and sedimentary contact which hosts the Timmins Mine Deposit. Recent drilling has traced the mineralization at Thunder Creek to a depth of approximately 1 kilometre below surface and obtained several significant intercepts, most notably 12.8 g/t over 83.5 metres and 11.5 g/t Au over 147.3 metres (LSG press release dated March 04, 2011). Observations to date indicate Thunder Creek has a steep northward plunge suggesting the potential for this to converge with the Timmins Mine Deposit at depth. Although drill data is limited, current estimates are that this convergence could occur near the northeast corner of the Meunier-144 property at a depth of 2,400 metres from surface.

The claims were originally optioned in January 2008 from 13 individuals in consideration of staged exploration expenditures (totalling \$2,000,000) and scheduled payments (totalling \$100,000 in cash and 1,000,000 common shares) over a period of five years. On May 5, 2010, the Company entered into an option agreement with RT Minerals Corp (RTMFF: OTC) ("RTM") and LSG by which RTM may acquire up to 50% interest in the Meunier-144 property by making a \$300,000 cash payment, issuing 2,750,000 common shares to the Company, participating in a \$400,000 private placement of the Company and incurring \$3,000,000 in exploration expenditures. LSG has the right to acquire from RTM and the Company a 10% interest in the property, once RTM acquires 50% interest in the property, by completing a preliminary resource assessment. The Company fulfilled its commitments of \$500,000 before the December 31, 2010 deadline, the whole in accordance with Section 2.1.2, Schedule E of the RTM-LSG-AGE Option Agreement dated May 5, 2010 by incurring over \$700,000 in exploration expenditures on the Meunier-144 property in 2010 from RTM.

Exercise of the Original Option by AGE and the First Option by RTM and LSG were announced on September 15, 2011. AGE, RTM and LSG have then fulfilled all their commitments and earned respectively 75%, 12.5% and 12.5% interest each in and to the Property (see press releases available on the Company's website for more details on the option agreement dated July 8, 2008, and as amended on June 1, 2009, and May 5, 2010). In addition, RTM and LSG elected to exercise the Second Option to acquire an additional 12.5% interest each in and to the Property.

On July 19, 2010, RTM and LSG started a deep drilling program on the Meunier-144 property. The drilling program will attempt to complete approximately 4,850 metres of drilling in an initial deep master hole and one wedge cut with drilling. The main objective of the initial deep master drill hole is to intersect the down-plunge projection and the possible junction of the Timmins Mine with the Thunder Creek Zone at 2,400 metres vertically below surface. The initial master hole is planned to be 3,300 metres and the first wedge cut is planned to be 700 metres (core length). Additional wedging may be carried out in future programs.

RTM and LSG continued the deep drilling program and 2,900 metres were completed at the end of October 2011. The deep master hole is still on track to reach the 2,400 vertical metre deep drilling target later this fall. The rate of drilling was reduced due to the use of directional drilling tools which require the operators to control the deviation of the hole in turn slowing the process.

Subsequent events / Timmins West – Meunier-144

On November 19, 2011, the Company released the first diamond drilling results from the RTM/LSG deep drilling program on Meunier-144 (see press release entitled "*Meunier-144 Deep Drilling First Results - Lake Shore Gold Discovers Potential 1.9 Kilometre Down Plunge Extension of Timmins Mine Gold Mineralization*"). Highlights are:

- "Deep Hole" (M-10-05b) intersected Ultramafic and Footwall-style gold mineralization 2,380 metres below surface, representing potential 1.9-kilometre down-plunge extension from bottom of current reserve at the Timmins Mine and quadrupling of plunge length of high-grade Ultramafic Zone (see Figure 1 and 2 on AGE website);

-
- Deep Hole reached favourable Timmins Mine fold structure, multiple wedge cuts into core of fold nose planned by LSG;
 - Deep Hole currently at 3,061 metres downhole depth, continues to test for Timmins Mine and Thunder Creek mineralization;
 - Second zone of broad alteration, deformation and quartz veining, estimated to be 37 metres wide, identified from recently received drill core (currently being logged with sampling and assaying to follow - see Figure 3 on AGE's website);
 - Potential to add significant new resources at Timmins West Complex with further drilling considered extremely high by LSG.

The Deep Hole targeted the Timmins Mine Fold Nose ("TMFN"), a folded mineralized structure which hosts the Ultramafic and Footwall zones and accounts for the bulk of existing resources above the 1,200 metre level. The Ultramafic Zone, the highest grade area of the Timmins deposit, typically occurs as a series of lenses hosted by pyroxenite situated in the core of the TMFN, while the Footwall Zone occurs within volcanic rocks, immediately north of the pyroxenite. The Deep Hole successfully intersected the pyroxenite, accompanied by typical Ultramafic and Footwall-style mineralization, including carbonate alteration, quartz-tourmaline veining, pyrite and elevated gold values at the 2,380 metre level (2,925 metres downhole), approximately 1.9 kilometres down-plunge from the bottom of the current reserve, assuming the same 53 degree plunge observed near surface. Given that the Ultramafic Zone at the Timmins Mine starts at about the 525-metre level, and assuming the same plunge, the intersection at 2,380 metres represents a potential quadrupling of the plunge length of the Ultramafic Zone.

Granada Extension

The Company owns a 100% interest in the Granada Extension property which covers approximately 200 hectares along the Cadillac-Larder Lake Gold Break, in the Rouyn-Noranda mining camp, Quebec. The property consists of 11 very strategic mining titles, three of which were bought from two individuals for a series of staged cash payments totalling \$50,000 over 4 years, 150,000 shares and 150,000 stock options at \$0.25 of the Company. The vendors retain a 1.5% NSR, of which 0.5% can be bought back for \$500,000.

Located on the Cadillac-Larder Lake Break, a proven major gold structure environment, the property encompasses several favourable geological features of great interest. In particular, porphyritic dykes, shear zones, and quartz veins were observed south and southwest of the former Granada Mine. This geological environment comprises strong similarities with the Malartic mining camp where Osisko Mining Corporation (OSK: TSX) ("Osisko") recently achieved commercial production at the Canadian Malartic Mine, a large-tonnage and low-grade gold deposit totalling approximately 9M ounces of gold reserves (Osisko press release dated February 10, 2010).

The property includes the interpreted lateral and southern extensions of Gold Bullion (GBB)'s LONG Bars Zone (see GBB press release dated April 22, 2010). The Granada Extension property boundary is located less than 15 metres from the southernmost part of the former Granada Mine pit #2; 250 metres east of drill hole GR-10-113 which returned 0.9 g/t Au over 230 metres; and 200 metres east of hole 10-86 with 1.0 g/t Au over 85 metres; and less than 450 metres west of pit #1 and drill hole GR-10-21 which returned 2.2 g/t Au over 20 metres (GBB press releases dated March 1, 2010, November 19, 2010 and February 15, 2011). Moreover, our interpretation of the information released by GBB and those from the Quebec Sigeom database suggest that the LONG Bars Zone extensions have never been drill-tested on our property.

A prospecting, mapping and sampling program initiated early in October 2010, led to the discovery of 13 new significant gold-bearing zones. Grab samples collected within the mineralized zones returned

up to 8.9 g/t gold. The gold-bearing zones are associated with porphyritic intrusions and/or quartz veins with disseminated sulphides in strongly altered and locally well-deformed sediments. The gold-bearing zones returned values generally grading between 0.3 g/t gold and 2 g/t gold, including local zones grading between 2 and 9 g/t gold. The main gold zone discovered on the property is located 600 metres west of the historical pit of the Granada Mine. It extends over at least 300 metres in length and can reach up to 50 metres in thickness (see AGE press release dated November 10, 2010). The gold bearing zones are characterized by a gold-bearing envelope grading higher than 0.3 g/t gold. These gold-bearing zones were modelled from 67 samples exceeding this threshold from a batch of 511 analyzed samples. It is noteworthy that the recent prospecting work did not allow a systematic sampling of the outcropping rocks. Only a limited part of the property is outcropping, thus limiting the sampling.

In January 2011, the Company announced the discovery of a new gold-bearing zone at the contact between the Timiskaming and Pontiac-type sediments in the eastern part of the property. Grab samples collected within the new gold zone ranged between 0.3 and 1.0 g/t gold. The gold zone is associated with a porphyry dyke and is open laterally towards Gold Bullion's Granada property. The gold-bearing zone was modelled from seven samples exceeding the 0.3 g/t Au threshold from a batch of 57 analyzed samples. It is noteworthy that the recent prospecting work in this area did not allow a systematic sampling of the outcropping rocks. Only the central part of the easternmost block of the Granada Extension Property is outcropping, thus limiting the sampling.

The Company considers these new gold discoveries to be first-priority exploration targets. No historical drilling tested the continuity of these new gold discoveries on the eastern and on the western block of claims. During the summer of 2011, field validation was done over the drilling targets. A 2,500-metre drilling program aimed to test the lateral extension of the LONG Bars Zone on our property is already planned. The Company intends to drill the targets in 2012 if AGE's global exploration budget allows.

Detour Quebec properties

The Detour Quebec project includes six properties, 100%-owned by the Company, totalling 276 claims and covering an area of 14,856 hectares. The properties are strategically located over a strike length of 35 km along the gold break between the Detour Lake Mine project (proven and probable reserves of 14.9M oz Au, Detour Lake Gold, NI 43-101 report, March 15, 2011) and the Fenelon gold deposit (measured and indicated resources of 30,200 oz and inferred resources of 11,200 oz – InnovExplo, NI 43-101 report, 2005).

During the last year, the Company completed 123 km of line cutting and magnetic surveying on the Massicotte (23 km), Casgrain (70 km) and Nantel (30 km) properties and 70 km of IP surveying on the Casgrain property. New geophysical data have been integrated with historical work to develop drilling targets during the summer.

Subsequent events / Detour Quebec properties

The Company conducted an airborne geophysical survey on the Manthet and Martigny properties in December 2012. This exploration work was performed to advance these properties to the drilling stage. An IP survey is planned on the Casgrain property for January 2012. Drilling in 2012 may be done if AGE's global exploration budget allows.

Casa Cameron properties

The Casa Cameron Project includes six gold properties, 100%-owned by the Company, totalling 242 claims and covering 11,617 hectares. The properties are mainly located along the major gold break between the Casa Berardi Gold Mine (proven and probable reserves of 1.5M ounces at 5.8 g/t Au, measured and indicated resources of 824,000 ounces at 5.7 g/t Au and inferred resources of 748,000 ounces at 5.8 g/t Au – Aurizon Mines (ARZ: TSX) press release dated March 10, 2011) and

the Discovery Gold Deposit owned by North American Palladium (indicated and measured resources of 237,075 ounces at 6.3 g/t Au and inferred resources of 294,473 ounces at 5.9 g/t Au – InnovExplo, NI 43-101 report, August 2008).

During the last year, the Company completed 148 km of line cutting and magnetic surveying on the Casagasic (58 km), Bell-Vezza (61 km) and Sinclair-Bruneau (29 km) properties. The Company also did compilation work on the KLM property. This work was performed to advance these properties to the drilling stage. Drilling in 2012 may be done if AGE's global exploration budget allows.

Val-d'Or East – Megiscane-Tavernier, Realore, Beaufor West & North and Senore properties

During the last quarter, the Company completed 92 km of line cutting and magnetic surveying on the Megiscane-Tavernier and Realore properties. Drilling in 2012 may be done if AGE's global exploration budget allows.

Subsequent events / Senore property

In January 2012, the final payment of 150,000\$ was paid and 500,000 shares were issued to the initial owner of the Senore property. The Company now owns a 100% interest in the property.

Other properties

No significant work was performed during the last quarter. The Company has not planned significant exploration work on these properties for the next quarter either.

EXPLORATION OUTLOOK

During the next quarter, the Company anticipates to complete or start the following exploration work:

- The first week of February 2012, the Company will start a Phase 3 surface diamond drilling on the Pascalis-Colombière property with a program of at least 10,000 metres to extend the BWA gold zones. The Company will also continue the 3D modelling and resource estimate;
- In January 2012, the Company and MZO will start a Phase 3 surface diamond drilling on the Lapaska property with a program of at least 2,000 metres to extend the LC gold zone.
- Plan and conduct airborne geophysical surveys on two Detour Quebec properties (Manthet and Martigny);
- On the Meunier-144 property, AGE's partners LSG and RTM are expected to continue the deep drilling;
- On the Dubuisson property, AGE's partner AEM should propose a drilling program for next year;

The Company still intends to be pro-active in the acquisition of new mineral exploration properties in Quebec and in Ontario, primarily in and around gold mining camps. Management is currently reviewing other opportunities and other projects to enhance AGE's portfolio. The Company intends to develop exploration partnerships in order to minimize the risks related to mineral exploration and to accelerate the development of some of its properties.

QUALIFIED PERSON

The above technical information was confirmed and/or reviewed by Marco Gagnon, P.Geo., President and Chief Executive Officer of Adventure Gold Inc. and Jules Riopel, M.Sc., P.Geo., MBA, Vice-President Exploration & Acquisitions of Adventure Gold Inc., both Qualified Persons under NI 43-101.

SELECTED QUARTERLY FINANCIAL INFORMATION

Adventure anticipates that the quarterly and annual results of operations will primarily be impacted for the near future by several factors, including the timing and efforts of the exploration's expenditures and efforts related to the development of the Company. Due to these fluctuations, the Company believes that the quarter to quarter and the year to year comparisons of the operating results may not be a good indication of its future performance.

The following selected quarterly financial information is derived from our unaudited interim financial statements for each of the eight most recently quarters.

SELECTED QUARTERLY FINANCIAL INFORMATION

	2012				2011			2010
	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
	\$	\$	\$	\$	\$	\$	\$	\$
STATEMENT OF OPERATIONS								
Operating expenses	(146,438)	(120,788)	(128,731)	(417,926)	(186,381)	(131,850)	(58,418)	(187,517)
Revenues	14,157	40,810	-	-	-	-	-	-
Net finance income	3,144	10,863	7,891	4,400	5,342	2,917	1,147	164
Gain on optioning of mining properties	96,192	32	-	-	-	824,512	-	-
Net earnings (loss)	(59,392)	42,740	(120,840)	(413,526)	(181,039)	537,937	(46,478)	(159,737)
Net earnings (loss) per share								
Basic	(0.001)	0.001	(0.002)	(0.008)	(0.004)	0.015	(0.001)	(0.005)
Diluted	(0.001)	0.001	(0.002)	(0.008)	(0.004)	0.014	(0.001)	(0.005)
MINING PROPERTIES AND EXPLORATION AND EVALUATION ASSETS								
Acquisition of mining properties	10,000	(28,807)	21,438	-	96,584	263,467	10,894	2,080
Exploration and evaluation assets before writedowns	454,841	582,010	660,842	287,725	146,036	294,077	213,941	247,691
STATEMENT OF CASH FLOWS								
Cash flows from operating activities	158,471	(322,067)	(209,626)	(140,456)	(88,614)	(129,255)	(58,995)	(3,190)
Cash flows from investing activities	435,178	167,120	(547,656)	(704,254)	(127,977)	(1,081,493)	(174,736)	(258,110)
Cash flows from financing activities	293,042	(266,592)	719,169	255,709	660,128	430,914	723,940	950,477
Increase (decrease) in cash and cash equivalents	886,691	(421,539)	(38,113)	(589,001)	443,537	(779,834)	490,209	689,177
BALANCE SHEET								
Cash and cash equivalents (Bank indebtedness)	885,793	(898)	420,641	458,754	1,047,755	604,218	1,384,052	893,483
Short-term investments	-	711,715	1,470,480	1,508,233	1,003,967	1,000,635	-	-
Marketable securities	1,126,100	1,403,100	1,178,800	1,028,100	1,186,350	861,450	-	-
Long-term investments	-	-	506,000	517,500	276,000	345,000	-	-
Mining properties	370,420	364,987	394,054	446,130	446,130	349,546	572,345	561,451
Exploration and evaluation assets	3,900,075	3,623,898	3,322,698	3,250,813	2,963,088	2,817,052	3,056,813	2,842,872
Shareholders' equity	5,964,086	6,384,528	6,620,741	6,399,804	6,233,844	5,331,492	4,504,742	3,827,280
Total assets	7,558,809	7,399,339	8,029,998	7,466,754	7,182,147	6,239,166	5,072,412	4,355,815

RESULTS OF OPERATIONS FOR THE THREE-MONTH PERIOD ENDED OCTOBER 31, 2011

Net earnings (loss)

During the three-month period ended October 31, 2011, the Company realized a net loss of \$59,392 compared to a net loss of \$181,039 for the three-month period ended October 31, 2010. This significant increase is mostly attributable to the recognition of a gain on optioning the Dalquier property for \$96,192 during the three-month period ended October 31, 2011.

Operating expenses

During the three-month period ended October 31, 2011, operating expenses were \$146,438 as compared to \$186,381 for the three-month period ended October 31, 2010.

The decrease in 2011 operating expenses as compared to 2010 is attributable to the following changes:

- A decrease in salaries and employee benefit expense (\$20,412 in 2011 compared to \$28,081 in 2010), mainly due to a higher percentage of salaries allocated to the exploration and evaluation assets.
- An increase in management and consulting fees (\$67,295 in 2011 compared to \$22,500 in 2010), mainly due to the additional work done related to the transition to IFRS.
- An increase in professional fees (\$30,613 in 2011 compared to \$18,489 in 2010), mainly due to an increase of legal fees.
- A decrease in shared-based payments (\$Nil in 2011 compared to \$88,181 in 2010), due to the grant of 600,000 share options during the three-month period ended October 31, 2010.
- A decrease in travel and promotion (\$11,238 in 2011 compared to \$17,195 in 2010), mainly due to evaluation of mining properties done during the three-month period ended October 31, 2010.

Revenues

The revenues of \$14,157 (\$0 in 2010) for the three-month period ended October 31, 2011 consisted of exploration operating activities of Lapaska property on behalf Mazorro Resources Inc.

Finance income

During the three-month period ended October 31, 2011, the decrease in finance income (\$3,659 in 2011 compared to \$5,760 in 2010) was mainly due to a lower average daily balance in the investments portfolio.

Gain on optioning of mining properties

During the three-month period ended October 31, 2011, the increase in gain of optioning of mining properties (\$96,192 in 2011 compared to \$Nil in 2010) was due to the gain on optioning the Dalquier property.

Finance expense

During the three-month period ended October 31, 2011, the finance expense has remained stable at \$515 compared to \$418 for the same period in 2010.

Future income tax

During the three-month period ended October 31, 2011, the Company recorded an income tax expense of \$26,447 as compared to zero in 2010. This income tax expense consisted in a deferred income tax expense of \$42,275 and a current income tax recovery of \$15,828.

LIQUIDITY AND CAPITAL RESOURCES

The Company's working capital totals \$2,529,989 as at October 31, 2011 (\$3,189,699 as at July 31, 2011 and \$2,677,146 as at August 1, 2010) including marketable securities of \$1,126,100, tax credits and mining duties receivable of \$1,044,803 and current liabilities totalling \$746,019. Following a private placement concluded in late December 2011 and the exercise of warrants and share options in November and December 2011, the Company anticipates having sufficient funds to discharge its current liabilities, meet its commitments for exploration programs and cash payments, which are minimal given the optioning of the Dubuisson, Meunier and Granada properties, undertake exploration work on its properties and/or acquire additional exploration properties, and meet all of its general and administrative costs for the next twelve months.

Cash flows from operating activities

Cash flows from operating activities were \$158,471 during the three-month period ended October 31, 2011, an increase of approximately \$250,000 compared to negative cash flows of \$88,614 used by operating activities during the three-month period ended October 31, 2010. An increase in the trade accounts receivable and the trade accounts payable and accrued liabilities were the main contributing factors.

Cash flows from financing activities

Cash flows from financing activities were \$293,042 during the three-month period ended October 31, 2011, a decrease of approximately \$365,000 compared to cash flows of \$660,128 generated by financing activities during the three-month period ended October 31, 2010. The decrease is explained by refundable advances of \$292,092 received and funds of \$950 raised from warrants and share options exercised during the three-month period ended October 31, 2011 compared to zero refundable advances and funds of \$660,128 raised from warrants and share options exercised for the three-month period ended October 31, 2010.

Cash flows from investing activities

Cash flows from investing activities were \$435,178 during the three-month period ended October 31, 2011, an increase of approximately \$560,000 compared to negative cash flows of \$127,977 used in investing activities during the three-month period ended October 31, 2010. A decrease of \$711,715 in short-term investments combined with an increase of \$183,051 in the exploration and evaluation assets were the main contributing factors.

OFF-BALANCE SHEET ARRANGEMENTS

As at October 31, 2011, the Company has non off-balance sheet arrangements.

RELATED PARTY TRANSACTIONS

During the three-month period ended October 31, 2011, the Company incurred salaries and benefits expenses of \$33,750 and zero share-based payments and during the year ended July 31, 2011, the Company incurred salaries and benefits expenses of \$163,462 and \$27,881 of share-based payments with key management personnel.

Under an agreement between the Company and Focus Metals Inc. ("Focus"), which share common management, Focus was invoiced by the Company, at cost, for rent and office expenses incurred on behalf of Focus for a total of \$1,110 for the three-month period ended October 31, 2011 (2010 - \$Nil). No amount was due by Focus to the Company as at October 31, 2011 (\$4,172 as at July 31, 2011).

Under an agreement between the Company and Atwater Financial Group (“Atwater”), which share common management, Atwater invoiced the Company \$15,600 (2010 - \$Nil) for the three-month period ended October 31, 2011 for bookkeeping, accounting and CFO services provided to the Company. An amount of \$5,961 was due by the Company to Atwater as at October 31, 2011 (\$10,253 as at July 31, 2011).

These transactions were measured at the exchange amount, which is the amount established and accepted by the parties and were conducted in the normal course of business.

BOOK VALUE OF MINING PROPERTIES

At the end of each quarter, management reviews the carrying value of its resource properties to determine whether any write-downs are necessary. As a result of its analysis, the Company did not record any write-down on properties for the three-month period ended October 31, 2011 and for the three-month period ended October 31, 2010.

CONTINGENCIES

Governmental laws and regulations regarding environmental protection regulate the Company's operations. The environmental consequences are not easily identifiable, either in terms of results, the impacts or the expiration date. Currently, and to the best knowledge of its management, the Company is in conformity with current laws and regulations.

SUBSEQUENT EVENTS

In December 2011, the Company concluded a private placement by issuing 3,888,946 units at a price of \$ 0.45 per unit for total proceeds of \$1,750,026. Each unit consists of one common share and one-half of a warrant for a total of 3,888,946 common shares and 1,944,473 warrants. Each warrant will entitle the holder thereof to acquire one additional common share of the Company at an exercise price of \$0.65 until December 2013. In addition, the Company paid a finder's fee of \$108,501 and issued, as additional consideration, 275,560 non-transferable warrants entitling the holder to acquire same number of common shares of the Company at a price of \$0.45 per common share until December 2013.

In November and December 2011, a total of 4,256,022 warrants were exercised for gross proceeds of \$677,984 and a total of 110,000 stock options were exercised for gross proceeds of \$17,400.

GOING CONCERN ASSUMPTION

These condensed interim financial statements have been prepared on the basis of the going concern assumption, in other words, the Company will be able to realize its assets, discharge its liabilities and pursue its mining exploration program in the normal course of operations. Management is of the opinion that, even without its capacity to continue to raise equity financing in the future, the Company will be able to meet its current exploration obligations and keep its properties in good standing for at least the next twelve months.

Given that the Company has not yet determined whether its mining properties contain mineral deposits that are economically recoverable, the Company did not generate income and cash flows from its operations until now. These conditions raise significant doubts regarding the Company's ability to continue as a going concern.

The Company's ability to continue as a going concern is dependent upon its ability to raise financing to further explore its mining properties. Even if the Company has been successful in doing so this period, there is no assurance that it will manage to obtain additional financing in the future. Management

assesses its need for financing and its strategic alternatives, including potential changes to its exploration programs and its discretionary expenses.

The Company's financial statements do not include any adjustments to the assets carrying amount, to the expenses presented and to the reclassification of the balance sheet items that could be necessary should the Company be unable to continue its operations.

CAPITAL MANAGEMENT

The Company's objective in managing capital is to ensure continuity as a going-concern as well as to safeguard its ability to continue its acquisition and exploration programs. The Company manages its capital structure and makes adjustment to it in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares and acquire or sell mining properties to improve its financial performance and flexibility.

The Company defines its capital as the shareholders' equity. To effectively manage the Company's capital requirements, the Company has in place a planning and budgeting process to help determine the funds required to ensure the Company has appropriate liquidity to meet its operating and growth objectives. As needed, the Company raises funds through private placements or other equity financings. The Company does not utilize long-term debt as the Company does not currently generate operating revenues. There is no dividend policy. The Company is subject to regulatory requirements related to the use of funds obtained by flow-through share arrangements. These funds have to be incurred for eligible exploration expenses. The Company has respected these regulatory requirements.

CAPITAL

	October 31 2011	July 31 2011	April 30 2011	January 31 2011	October 31 2010	July 31 2010	April 30 2010	January 31 2010
	\$	\$	\$	\$	\$	\$	\$	\$
Equity	5,964,086	6,384,528	6,620,741	6,399,804	6,233,844	5,331,492	4,504,742	3,827,280

TRANSITION TO IFRS

The Company has adopted IFRS for its first quarter 2012 (three-month period ended October 31, 2011) unaudited condensed interim financial statements. These financial statements are prepared in accordance with IFRS and IAS 34, "Interim Financial Reporting".

During the first quarter of 2012, management finalized its IFRS accounting policy choices. These accounting policies are consistent with those disclosed in the 2011 audited annual financial statements and have been approved by the Company's Audit Committee. In addition, the Company has finalized its unaudited opening financial position as well as the unaudited financial statements for each of the last three quarters of 2011 based on these accounting policies.

The Company has also completed changes to its internal controls over financial reporting and disclosure controls and procedures for IFRS, which included enhancement of existing controls and the design and implementation of new controls, where needed. No material change in internal controls over financial reporting or disclosure controls and procedures resulted from the adoption and implementation of IFRS.

Reconciliations prepared in accordance with IFRS 1, "First-Time Adoption of International Financial Reporting Standards" are provided in the notes to the unaudited condensed interim financial statements for its first quarter 2012.

For the three-month period ended October 31, 2011, reconciliations prepared in accordance with IFRS are provided in the notes to the unaudited condensed interim financial statements.

IFRS ACCOUNTING POLICIES AND ESTIMATES

Our significant accounting policies and estimates under IFRS are disclosed in our condensed interim financial statements for the first quarter of 2012.

OTHER REQUIREMENTS IN THE MANAGEMENT DISCUSSION AND ANALYSIS

The following selected financial information is derived from our unaudited financial statements.

Adventure Gold Inc.

Disclosure of outstanding share data (as at January 27, 2012)

Outstanding common shares:	62,394,563		
Outstanding share options:	3,125,000		
Average exercise price of:	\$ 0.26		
		Expiry date	Exercise price
			\$
		November 2012	0.27
		June 2013	0.19
		October 2013	0.19
		March 2014	0.14
		January 2015	0.19
		September 2015	0.19
		November 2015	0.39
		December 2020	0.53
			<u>3,125,000</u>
Outstanding agent options:	275,560		
Average exercise price of:	\$ 0.45		
		Expiry date	Exercise price
			\$
		December 2013	0.45
			<u>275,560</u>
Outstanding warrants:	5,671,053		
Average exercise price of:	\$ 0.39		
		Expiry date	Exercise price
			\$
		April 2012	0.18
		April 2012	0.27
		May 2012	0.20
		May 2012	0.27
		December 2013	0.65
		July 2015	0.20
		October 2015	0.25
			<u>5,671,053</u>

RISK AND UNCERTAINTIES

Adventure is subject to a variety of risks, some of which are described below. If any of the following risks occur, the business, results of operations or financial condition could be adversely affected in a material manner.

Credit risk

Credit risk is the risk that one party will fail to discharge an obligation to a financial instrument and cause the other party to incur a financial loss. The Company's financial assets exposed to credit risk are primarily composed of cash and cash equivalents and short-term investments. To mitigate exposure to credit risk, the Company has revised its policy to limit the concentration of credit risk and to ensure counterparties demonstrate minimum acceptable worthiness. The Company's cash and cash equivalents and short-term investments are held at several large financial institutions.

Liquidity risk

Liquidity risk management serves to maintain a sufficient amount of cash and cash equivalents to meet its financial obligations as they fall due. The Company establishes budget and cash estimates to ensure it has the necessary funds to fulfill its obligations. Obtaining additional funds makes it possible for the Company to continue its operations, and while it has been successful in doing so this year, there can be no assurance it will be able to do so in the future. The Company's trade accounts payable have a maturity of less than twelve months.

The Company's working capital totals \$2,529,989 as at October 31, 2011 (\$3,189,699 as at July 31, 2011 and \$2,677,146 as at August 1, 2010) including marketable securities of \$1,126,100, tax credits and mining duties receivable of \$1,044,803 and current liabilities totalling \$746,019. Following a private placement concluded in late December 2011 (Note 22) and the exercise of warrants and share options in November and December 2011, the Company anticipates having sufficient funds to discharge its current liabilities, meet its commitments for exploration programs and cash payments, which are minimal given the optioning of the Dubuison, Meunier and Granada properties, undertake exploration work on its properties and/or acquire additional exploration properties, and meet all of its general and administrative costs for the next twelve months.

Interest risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has not entered into any derivative contracts to manage this risk.

The Company's policy as it relates to its cash balances is to invest excess cash in highly liquid, low-risk, short-term interest-bearing investments (such as investment savings accounts, banker's acceptances, term deposits, guaranteed investment certificates or bonds) with maturities of 360 days or less from the original date of acquisition.

The Company has limited exposure to financial risk arising from fluctuations in interest rates earned on cash equivalents and short-term investments and the volatility of these rates. As at October 31, 2011, cash equivalents total \$264,458 and interest income derived from these amounts during the three-month period ended October 31, 2011 was \$1,285.

Market risk

The Company holds publicly listed shares of companies in the mining exploration industry. The Company is exposed to market risk in trading these shares and unfavourable market conditions could result in the disposal at less than their value at October 31, 2011. As at October 31, 2011, the value of

these common shares is \$1,126,100. As at October 31, 2011, had the bid price for these publicly listed shares been 10% lower, the unrealized loss on marketable securities would have increased by approximately \$112,610. Conversely, had the bid price been 10% higher, the unrealized loss on marketable securities would have decreased by approximately \$112,610.

Exploration and mining risks

The business of mineral exploration involves a high degree of risk. Few properties that are explored are ultimately developed into production. At present, there are no known bodies of commercial ore on the mineral properties of which the Company owns an interest. Unusual or unexpected formations, fires, power outages, labour disruptions, flooding, cave-ins, landslides and the inability to obtain suitable or adequate machinery, equipment or labour are other risks involved in the conduct of exploration programs. The Company from time to time increases its internal exploration and operating expertise with due advice from consultants and others as required. The economics of developing gold and other mineral properties is affected by many factors including the cost of operations, variation of the grade of ore mined and fluctuations in the price of any minerals produced. There are no underground or surface plants or equipment on the Company's mineral properties, nor any known body of commercial ore. Programs conducted on the Company's mineral property would be an exploratory search for ore.

Titles to property

While the Company has diligently investigated title to the various properties in which it has interest, and to the best of its knowledge, title to those properties are in good standing, this should not be construed as a guarantee of title. The properties may be subject to prior unregistered agreements or transfer, or native or government land claims, and title may be affected by undetected defects.

Permits and licenses

The Company's operations may require licenses and permits from various governmental authorities. There can be no assurance that the Company will be able to obtain all necessary licenses and permits that may be required to carry out exploration, development and mining operations at its projects.

Metal prices

Even if the Company's exploration programs are successful, factors beyond the control of the Company may affect marketability of any minerals discovered. Metal prices have historically fluctuated widely and are affected by numerous factors beyond the Company's control, including international, economic and political trends, expectations for inflation, currency exchange fluctuations, interest rates, global or regional consumption patterns, speculative activities and worldwide production levels. The effect of these factors cannot accurately be predicted.

Competition

The mining industry is intensely competitive in all its phases. The Company competes with many companies possessing greater financial resources and technical facilities than itself for the acquisition of mineral interests as well as for recruitment and retention of qualified employees.

Environmental regulations

The Company's operations are subject to environmental regulations promulgated by government agencies from time to time. Environmental legislation provides for restrictions and prohibitions of spills, release or emission of various substances produced in association with certain mining industry operations, such as seepage from tailing disposal areas, which could result in environmental pollution.

A breach of such legislation may result in imposition of fines and penalties. In addition, certain types of operations require submissions to and approval of environmental impact assessments. Environmental legislation is evolving in a manner which means stricter standards and enforcement, fines and penalties for non-compliance are more stringent. Environmental assessments of proposed projects carry a heightened degree of responsibility for companies and directors, officers and employees. The cost of compliance with changes in governmental regulations has a potential to reduce the profitability of operations. The Company intends to fully comply with all environmental regulations.

Conflicts of interest

Certain directors or proposed directors of the Company are also directors, officers or shareholders of other companies that are similarly engaged in the business of acquiring, developing and exploiting natural resource properties. Such associations may give rise to conflicts of interest from time to time. The directors of the Company are required by law to act honestly and in good faith with a view to the best interests of the Company and to disclose any interest which they may have in any project or opportunity of the Company. If a conflict of interest arises at a meeting of the board of directors, any director in a conflict will disclose his interest and abstain from voting on such matter. In determining whether or not the Company will participate in any project or opportunity, the directors will primarily consider the degree of risk to which the Company may be exposed and its financial position at that time.

Stage of development

The Company's properties are in the exploration stage and to date none of them have a proven ore body. The Company does not have a history of earnings or providing a return on investment, and in future there is no assurance that it will produce revenue, operate profitably or provide a return on investment.

Industry conditions

Mining and milling operations are subject to government regulations. Operations may be affected in varying degrees by government regulations such as restrictions on production, price controls, tax increases, expropriation of property, pollution controls or changes in conditions under which minerals may be mined, milled or marketed. The marketability of minerals may be affected by numerous factors beyond the control of the Company, such as government regulations. The effect of these factors cannot be accurately determined.

Uninsured hazards

Hazards such as unusual geological conditions are involved in exploring for and developing mineral deposits. The Company may become subject to liability for pollution or other hazards which cannot be insured against or against which the Company may elect not to insure because of high premium costs or other reasons. The payment of any such liability could result in the loss of Company's assets or the insolvency of the Company.

Future financing

Completion of future programs may require additional financing, which may dilute the interests of existing shareholders.

Key employees

Management of the Company rests on a few key officers and members of the Board of Directors, the loss of any of whom could have a detrimental effect on its operations. The development of the Company's business is and will continue to be dependent on its ability to attract and retain highly qualified management and mining personnel. The Company faces competition for personnel from other employers.

Canada Customs and Revenue Agency

No assurance can be made that Canada Customs and Revenue Agency will agree with the Company's characterization of expenditures as Canadian exploration expenses or Canadian development expenses or the eligibility of such expenses as Canadian exploration expenses under the *Income Tax Act* (Canada).

CERTIFICATION OF INTERIM FILINGS

The President and Chief Executive Officer and the Chief Financial Officer have signed the Basic Certifications of Interim Filings as required by National Instrument 52-109 for venture issuer, thus confirming, the review, the absence of misrepresentations and the fair presentation of the interim filings.

- The President and Chief Executive Officer and the Chief Financial Officer confirm to have reviewed the interim financial report and the interim MD&A (together, the "interim filings") of the Company for the three-month period ended October 31, 2011.
- Based on their knowledge, having exercised reasonable diligence, the President and Chief Executive Officer and the Chief Financial Officer confirm that the interim filings do not contain any untrue statement of a material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it was made, for the period covered by the interim filings.
- Based on their knowledge, having exercised reasonable diligence, the President and Chief Executive Officer and the Chief Financial Officer confirm that the interim financial statements together with the other financial information included in the interim filings fairly present in all material respects the financial condition, results of operations and cash flows of the issuer, as of the date of and for the period presented in the interim filings