ARCWEST EXPLORATION INC.
Management Discussion and Analysis
For the three months ended March 31, 2022

This management discussion and analysis of financial position and results of operations ("MD&A") is prepared as at May 26, 2022 and should be read in conjunction with the unaudited interim financial statements for the three months ended March 31, 2022 of ArcWest Exploration Inc. (the "Company" or "ArcWest"), together with the audited financial statements of the Company for the year ended December 31, 2021, as well as the accompanying MD&A for the year then ended (the "Annual MD&A").

The referenced unaudited condensed interim financial statements have been prepared in accordance with International Accounting Standards 34, "Interim Financial Reporting", using accounting policies consistent with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and Interpretations of the IFRS Interpretations Committee ("IFRIC"). All dollar amounts included therein and in the following MD&A are expressed in Canadian dollars except where noted.

The Company's critical accounting estimates, significant accounting policies and risk factors as disclosed in the Annual MD&A have remained substantially unchanged and are still applicable to the Company unless otherwise indicated.

In this discussion, unless the context requires otherwise, references to "we" or "our" are references to ArcWest Exploration Inc.

Forward Looking Statements

This Management's Discussion and Analysis ("MD&A") contains certain statements, other than statements of historical fact that are forward-looking statements which reflect the current view of the Company with respect to future events including corporate developments, financial performance and general economic conditions which may affect the Company. The forward-looking statements in this MD&A include, but are not limited to: the exploration status of our Oweegee Dome, Todd Creek, Oxide Peak, Eagle, Rip, Teeta Creek, NVI, Huckleberry and Sparrowhawk properties; related commitments and timelines for development of these properties; and future funding requirements for the Company. Forward-looking statements are included, but are not limited to, those statements set out in this MD&A under Description of Business and Overall Performance, Future Plans and Outlook, Future Changes in Accounting Policies and Risks and Uncertainties.

We have based these forward-looking statements largely on our current expectations, projections and assumptions made based on our experience, perception of historical trends, the current business and financial environment. Key assumptions upon which the forward-looking statements are based include the following:

a) If required, the Company will be able to secure additional financial resources;
b) Key personnel will continue their positions with the Company;
c) We will be able to enter into partnerships and/or complete exploration programs on our properties.

Forward-looking statements should not be read as a guarantee of future performance or results and will not necessarily be accurate indications of the times at, or by, which such performance or results will be achieved. Forward-looking statements are based on information available at the time those statements are made and/or management's good faith belief as of that time with respect to future events and are subject to risks and uncertainties that could cause actual performance or results to differ materially from those expressed in or suggested by the forward-looking statements. Risks that could cause actual results to differ from current expectations include: our ability to source new projects and properties; our ability to attract partners to conduct advanced exploration on our property portfolio; general economic and financial market conditions; inability to raise capital; and retaining key directors and management.

Except as may be required by applicable law or stock exchange regulation, we undertake no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after the date of this document or to reflect the occurrence of unanticipated events. Accordingly, readers should not place undue reliance on forward-looking statements. If we do update one or more forward-looking statements, no inference should be drawn that additional updates will be made with respect to those or other forward-looking statements. Additional information relating to our Company is available by accessing the SEDAR website at www.sedar.com.

Description of Business

ArcWest Exploration Inc. ("ArcWest" or "the Company"), was incorporated under the Business Corporations Act (British Columbia) on December 23, 2010, and is a corporation listed publicly on the TSX Venture Exchange ("TSX-V"). On February 28, 2019, the Company changed its name to ArcWest Exploration Inc. and is now trading on the TSX Venture Exchange under the new stock symbol "AWX".

The registered and records office of the Company is located at Suite 1700, Park Place, 666 Burrard Street, Vancouver, British Columbia, V6C 2X8. The head office of the Company is located at 1000-355 Burrard Street, Vancouver, BC V6C 2G8.

ArcWest is engaged in mineral exploration utilizing a "prospect generator" business model initially focused on securing exploration properties of exceptional merit in the highly prospective Golden Triangle region of British Columbia and other proven mining districts throughout BC. ArcWest plans to provide geological expertise and funding to efficiently build value in these properties and use joint ventures to build resources through the more expensive drilling stages.

Activities for the three months ended March 31, 2022

- On January 20, 2022, the Company provided an update for partner funded exploration of its Todd Creek copper-gold ("Cu-Au") project. Exploration conducted on the Todd Creek property in 2021 by partner P2 Gold Inc. ("P2") included a large scale magnetotellurics ("MT") geophysical survey and a geological mapping and sampling program. Following the release of final reports on the program, P2 has relinquished its option to earn an interest in the Todd Creek project. ArcWest is currently seeking a new partner for Todd Creek.

- On March 15, 2022, Jeff Kyba resigned as the VP of Exploration.

Subsequent events

- On April 21, 2022, the Company announced an amending agreement to the Oweegee Dome earn-in agreement, providing partner Sanatana Resources Inc. ("Sanatana") with an extension to the Dec. 31st, 2021 deadline for an aggregate payment to ArcWest of $50,000 (of which $12,500 has been paid and a balance of $37,500 is owing) and 300,000 common shares of Sanatana. These payments are to be made to ArcWest promptly after approval by the TSX Venture Exchange ("Exchange").

- On April 22, 2022 the Company provided an update for the partner funded exploration of its wholly owned Oxide Peak copper-gold ("Cu-Au") project, situated in British Columbia's Toodoggone District, northern B.C. The project is being advanced by partner TDG Gold.

- On April 26, 2002 the Company announced that its partner Sanatana had completed the year one obligations under the earn-in agreement between the Company and Sanatana for the Oweegee Dome porphyry copper-gold project.

- On May 2, 2022, the Company announced it had entered into a Portable Assessment Credit purchase agreement (the "PAC Agreement") with Geofine Exploration Consultants Ltd. Pursuant to the PAC Agreement, Geofine agreed to sell $2,732,415 of British Columbia Portable Assessment Credits (the "Purchased PAC") to ArcWest in exchange for a cash payment of $37,500 (the "Cash Payment") and the issuance of $37,500 of common shares of ArcWest (the "Payment Shares").

- On May 5, 2022 the Company reported positive copper (Cu) – gold (Au) assays from the Molloy Zone as well as progress on other targets at its Oweegee Porphyry Copper-Gold (Cu-Au) Project located within British Columbia's renowned Golden Triangle. ArcWest and partner Sanatana completed a substantial program of mapping, rock sampling, geochronology, petrography, spectrographic, induced polarization (IP) and airborne magnetic surveys at Oweegee in 2021. The discovery of intrusive hosted, porphyry Cu-Au-style veins at the Molloy Zone in 2021 was reported in ArcWest press release dated September 21, 2021. ArcWest partner Sanatana recently announced plans for 2022 exploration at Oweegee including an initial 5,000 metre drill program, scheduled to commence in June, 2022. In order to support Sanatana's 2022 exploration efforts on the Oweegee Dome project, well known Golden Triangle project generator Teuton Resources has completed a private placement in Sanatana.

Future Plans and Outlook

ArcWest's plan is to become a pre-eminent North American project generator with an initial focus on British Columbia and its highly prospective Golden Triangle and other highly prospective porphyry copper - gold belts in BC. ArcWest believes its properties represent some of the most prospective targets available in BC and is in a position to deliver increased shareholder value by providing geological expertise and funding to advance current properties and acquire new projects.

Operations Review

ArcWest owns eight mineral exploration projects in British Columbia as follows.

Todd Creek

ArcWest's 100% owned, 32,133-hectare Todd Creek project is located 30 km northeast of Stewart and 45 km southeast of the giant KSM-Iron Cap porphyry Cu-Au (Seabridge Gold) and Treaty Creek Au-Ag+/-Cu (Tudor) deposits in B.C.'s Golden Triangle. The project is also located 35 km southeast of Pretium's Brucejack gold-silver mine (ArcWest's and Pretium's claims are contiguous) and is proximal to the Brucejack mine road. On November 9th, 2021, Newcrest Mining announced the acquisition of Pretium Resources and its Brucejack mine in a transaction valued at CAD $3.5 billion. Collectively, the KSM-Iron Cap (Seabridge Gold), Treaty Creek (Tudor Gold-Teuton Resources-American Creek Resources) and Brucejack (Pretium Resources/Newcrest Mining) projects contain an estimated 199 million oz gold, 790 million oz silver and 51 billion lbs copper (Roulston, 2021).

The Todd Creek project hosts a 12 km N-S, variably Cu-Au mineralized gossan on the west side of Todd Creek valley that is prospective for KSM-Iron Cap-like porphyry Cu-Au systems. Multiple underexplored VMS occurrences on the east side of Todd Creek valley are prospective for Eskay Creek-like precious and base metal enriched VMS systems. An epithermal Au-Ag-Cu system, the South Zone, is present at low elevations on the west side of the Todd Creek valley. South Zone is host to a non-43-101 compliant historic resource calculated by Noranda totaling 207,000 tonnes grading 5.48 g/t Au (Hemlo Gold Mines, 1988 Annual Report). The South Zone is open in multiple directions. ***It should be noted that the historical estimates by Noranda were made by a source believed to be reliable. However, the estimates have not yet been independently verified according to The Canadian Institute of Mining, Metallurgy and Petroleum standards. The resource estimate is presented for historical purposes only. Therefore, the Company is not treating the estimate as a National Instrument 43-101 defined resource, and the historical estimate should not be relied upon.***

P2 Gold and ArcWest announced an earn-in and joint venture agreement for ArcWest's Todd Creek project on July 9th, 2020. P2 Gold completed in 2020 a first phase drill program at Yellow Bowl zone (two drill holes totaling 802 metres) and the VMS zone (one drill hole totaling 225 metres). An airborne magnetics-radiometrics survey was also completed on the northwest portion of the project in addition to a satellite hyperspectral survey. In 2021, P2 Gold completed at a 21 line km geophysical survey (magnetotellurics) and a phase one geological mapping and sampling program. In a Dec. 24th, 2021 press release, P2 Gold announced the relinquishment of its option to earn an interest in the project. ArcWest is currently seeking a new partner for Todd Creek.

Oweegee Dome

ArcWest's 100% owned, 31,077-hectare Oweegee Dome porphyry Cu-Mo-Au project is located 45 km east of Seabridge Gold's supergiant KSM-Iron Cap porphyry Cu-Au project and 40 km east of Tudor Gold's Treaty Creek Au-Ag-Cu project. Oweegee Dome is also situated 34 km northeast of Pretium's high grade Brucejack gold-silver mine. Newcrest Mining recently completed the acquisition of Pretium Resources and its Brucejack mine in a transaction valued at CAD $3.5 billion. Collectively, the KSM-Iron Cap (Seabridge Gold), Treaty Creek (Tudor Gold-Teuton Resources-American Creek Resources) and Brucejack (Pretium Resources/Newcrest Mining) projects contain an estimated 199 million oz gold, 790 million oz silver and 51 billion lbs copper (Roulston, 2021). The Oweegee Dome project hosts multiple underexplored porphyry Cu-Au systems of significant size, including the large Delta and Skowill East gossans.

On July 21, 2021, the Company announced that Sanatana signed an earn-in agreement for the Oweegee Dome porphyry copper-gold project. In August 2021, geological mapping and sampling and an induced polarization geophysical survey commenced on the property.

On September 21, 2021, the Company announced the discovery of a new copper-bearing zone at the northern portion of Oweegee Dome. The new showing has been named the Tarn zone and geochemical results are pending. A helicopter-borne magnetic and radiometric survey was subsequently completed over the Tarn zone and the surrounding Skowill East area. The majority of the 2021 geological and geophysical work programs were focused on the southern portion of Oweegee Dome at the Delta target area which includes at least three known porphyry Cu-Au occurrences at Delta Ridge, Molloy, and Snowpatch Creek. Geological mapping confirmed the presence of porphyry-style quartz stockwork veins hosted within microdiorite at the Molloy showing while copper bearing potassic altered diorite dykes were observed at Snowpatch Creek. Over 200 rock samples were submitted for multielement analysis; results are pending. The ground geophysical program consisted of a 3D IP survey across the three showings within the Delta target area and comprised 9.7 line km over 6 roughly north-south lines. The results are pending.

On April 21, 2022, the Company announced an amending agreement to the Oweegee Dome earn-in agreement, providing Sanatana with an extension to the Dec. 31st, 2021 deadline for an aggregate payment to ArcWest of $50,000 (of which $12,500 has been paid and a balance of $37,500 is owing) and 300,000 common shares of Sanatana. These payments are to be made to ArcWest promptly after approval by the TSX Venture Exchange ("Exchange").

On April 26, 2022, the Company announced that Sanatana has fulfilled its year one obligations as per the Oweegee Dome earn-in agreement, including Exchange approval of the outstanding cash and share payment due to ArcWest. The outstanding payments of $37,500 and 300,000 common shares of Santana were paid to ArcWest. Sanatana plans to conduct a first phase 5,000 metre drill program at Oweegee in 2022.

Willoughby

The Willloughby project was sold to Strikepoint Gold in a property purchase agreement announced April 17th, 2019. ArcWest received $85,000 and 3,000,000 common shares of Strikepoint. ArcWest retains a 1.5% NSR on the project, which can be reduced to 1% for an additional cash payment of $1,000,000.

Oxide Peak

ArcWest's 100% owned Oxide Peak project is situated in the northern part of the Toodoggone Au-Cu district. The region hosts extensive Early Jurassic porphyry Cu-Au and epithermal Au-silver (Au-Ag) mineralization including several past producing Au-Ag mines (Baker, Lawyers, Shasta) and the large Kemess South Au-Cu porphyry deposit. The southern half of the project is located 10 km east of Benchmark Metal's Lawyer's project. Historical production in the district exceeds 3.2 million ounces of Au and 360,000 tonnes of Cu.

ArcWest announced an earn-in and joint venture agreement with Locrian Resources (now TDG Gold Corp.) for Oxide Peak on Dec. 23rd, 2019. In 2020, TDG completed a geological mapping/sampling and geophysical (induced polarization) program focused on the Oxide Peak porphyry copper-gold target at the north end of the property. The program was successful in delineating a porphyry Cu-Au target of significant size situated on the east flank of Oxide Peak. Results of the 2020 exploration program are discussed in ArcWest press release dated January 27, 2021.

On April 22, 2022, the Company announced results of TDG's 2020 and 2021 exploration programs at Oxide Peak, including the results of the Dec. 2021 1,000 metre drill program at the Drybrough target. Mapping, sampling (rock and soil) and geophysical surveys (magnetics and induced polarization) have delineated targets for porphyry Cu-Au mineralization at the undrilled Oxide Peak zone. TDG plans to conduct a first phase drill test of porphyry Cu-Au targets at Oxide Peak in 2022.

Rip

The Rip Property is a copper molybdenum porphyry ("Cu-Mo±Au") prospect located in the Skeena Arch approximately 60 km south of Houston, BC. The property is in a prospective part of the Skeena Arch, which includes the past producing Huckleberry, Silver Queen and Equity mines as well as projects with significant known mineral resources including Berg, Poplar and Seel/Ox.

Fieldwork at Rip was completed in September 2021 and included validation sampling of the Rox showing and historical trenches at the Tets showing. After reviewing results from sampling and mapping at the Rox and Tets showings, claims over the showings were allowed to lapse and the main Rip showing was kept in good standing. Discussions with multiple potential partners for the project are ongoing.

Huckleberry

In January 2019, ArcWest staked 2,525 hectares on the northern boundary of Imperial Metals past producing Huckleberry Cu-Au-Mo mine located 85 km southwest of Houston BC. The staked mineral claim boundary is approximately 1.5 km from the Huckleberry East Zone open pit and contains two known porphyry-style Cu-Mo-Au showings.

On July 29, 2021, the Company announced that it had completed the sale of its Huckleberry property to Imperial Metals Corporation. Under the terms of transaction set out in the agreement, Huckleberry Mines will acquire 100% of the Property, and has made a cash payment to ArcWest of CAD$50,000. ArcWest will retain a 1.0% net smelter return royalty ("NSR") on the property with no buydown provisions.

Eagle

ArcWest's road accessible Eagle porphyry Cu-Au project is located approximately 90 kilometres northwest of Fort St. James. The project is situated midway between several significant Cu-Au deposits. Centerra Gold's Mt. Milligan mine is located approximately 50 kilometres to the east. The advanced stage Kwanika porphyry Cu-Au deposit and the neighbouring Stardust carbonate replacement Cu-Au deposit (NorthWest Copper Corp.) are located approximately 50 km to the northwest.

ArcWest announced an earn-in and joint venture agreement for Eagle with Wedgemount on October 5th, 2020. Wedgemount conducted a VTEM survey on the property in November 2020. The survey demonstrated that Cu-Au mineralized breccias on the property form readily identifiable geophysical anomalies. The survey identified similar geophysical anomalies throughout the property that might represent additional, previously unrecognized porphyry Cu-Au centres. The results of this exploration program are discussed in an ArcWest press release dated January 27th, 2021.

On August 5, 2021, the Company announced that Wedgemount has reported initial assay results from its 2021 exploration program at the Eagle copper-gold project. Sampling was focussed at the three main zones (Nighthawk, Vector and Mid) to verify mineralization style and grade and to expand known mineralization footprints as well as other high priority targets that display coincident soil geochemical and ground and/or airborne geophysical anomalism. Of 51 rock samples collected, a total of 43 returned copper concentrations in excess of 1,000 ppm (0.1% copper) and 12 samples returned results ranging from 1.26% copper to the highest at 9.86% copper.

Anomalous copper grades are complimented with anomalous gold and silver values which averaged 0.292 g/t gold and 8.23 g/t silver for copper results in excess of 1,000 ppm and 0.725 g/t gold and 20.0 g/t silver for copper concentrations above 1%. The best copper-gold-silver result was sample D702202 which returned 9.86% copper, 2.5 g/t gold and 77.7 g/t silver. This sample was collected from a 20 by 20 metre gossanous outcrop at the Nighthawk showing. Multiple samples collected over an 800 m^2 area in the vicinity of the Nighthawk showing returned strong copper-gold values; these include sample D702202 (9.86% copper, 2.5 g/t gold and 77.7 g/t silver), sample D702210 (7.95 % copper and 1.59 g/t gold) and D702206 (4.42 % copper and 1.30 g/t gold).

On December 15, 2021 the Company announced that partner Wedgemount reported results from its 2021 induced polarization ("IP") geophysical survey at Eagle. The IP survey included 20.5 line kilometres covering an area of approximately 8.75 km^2; focused on the 3.5 kilometre long Nighthawk-Mid-Vector copper-gold mineralized trend. A new coincident high-chargeability and high-resistivity anomaly was discovered east of the historic Vector Zone, which is coincident with anomalous copper in soils (up to 3100 ppm copper from historical surveys) – this area represents a new exploration target located nearly 500 metres east of historical drilling. A second zone of high-chargeability was identified between the Mid and Nighthawk zones with a coincident magnetic low, and could represent an untested porphyry target. A southeastern IP line, which tested the core of the Nighthawk Zone, defined an intense chargeability anomaly that increases in size with depth. From the IP survey it's now apparent that historic drilling at Nighthawk (DDH EA-91-06 which returned up to 27.3 metres of 0.87 % copper and 0.32 grams per tonne gold) tested only a narrow near-surface chargeability anomaly.

A mandatory minimum exploration expenditure of $250,000 was required at Eagle before December 31st, 2021, including a minimum 1,000 m of drilling. Wedgemount and ArcWest have agreed to extend this deadline to December 31st, 2022. In return, Wedgemount will pay to ArcWest on signing of the amending agreement 400,000 shares and $25,000; these payments will be credited towards future payments due to ArcWest as per the Eagle earn-in and joint venture agreement. Furthermore, Wedgemount's 1,000 metre minimum drill program, which is now scheduled for 2022, will become a mandatory minimum work commitment.

Sparrowhawk

ArcWest's road accessible, 9,913 hectare Sparrowhawk project surrounds Glencore Canada's past producing Bell and Granisle open pit mines and extends to the north where it is contiguous with Pacific Booker's advanced stage Morrison project. Significant Cu-Au resources remain at Bell and Granisle open pits. At Bell alone, measured plus indicated resources total 257 million tonnes of 0.4% Cu and 0.2 g/t Au (Glencore Resources & Reserves as at 31 Dec 2021). The Sparrowhawk project is 11 kilometres southeast of the Morrison Cu deposit, which has a proven plus probable reserve of 224.25 Mt with an average grade of 0.33% Cu, 0.163 g/t Au and 0.004% Mo. In addition to containing multiple exploration targets for Bell-like porphyry Cu-Mo-Au sytems, the Sparrowhawk property also underlies proposed sites for tailings and waste management facilities in the event of a Bell-Granisle restart. Source: Glencore Resources and Reserves, as at 31 December, 2021, pg 21.
https://www.glencore.com/.rest/api/v1/documents/fb0cafaa3ec10b90571130be41ba4270/2021-GLEN_Resources-and-Reserves-report.pdf

Fieldwork at Sparrowhawk was completed in September 2021 and included follow-up prospecting and the relogging, re-boxing and select re-sampling of historical core. ArcWest will continue its review of results of this program and implement a exploration plan for 2022.

Teeta Creek

ArcWest's 100% owned Teeta Creek porphyry Cu-Au-Mo project is located 23 kilometres south of BHP-Billiton's past producing Island Copper porphyry Cu-Mo-Au mine, and approximately 40 km south of NorthIsle Copper and Gold Inc.'s advanced stage Hushamu porphyry Cu-Au project. Historical drilling on the project intersected significant Cu mineralization in multiple holes.

ArcWest announced an earn-in and joint venture agreement with Teck Resources for Teeta Creek on October 15th, 2019. Teck completed a 1,116 m drill program at Teeta Creek in February 2021, the results of which were press released on September 20, 2021. Following the release of final reports on the program, Teck has relinquished its options to earn an interest in the Teeta Creek project. ArcWest is now considering new funding partners in order to advance the projects. ArcWest's recommended targets for porphyry Cu-Mo-Au and epithermal Au-Ag on the Teeta Creek project remain to be drill tested.

NVI

ArcWest's 100% owned, road accessible NVI porphyry Cu-Mo-Au project is located approximately 16 km southwest of BHP-Billiton's past producing Island Copper porphyry Cu-Mo-Au mine, and approximately 40 km south of NorthIsle Copper and Gold Inc.'s advanced stage Hushamu porphyry Cu-Au. The 6,884-hectare NVI property was staked to cover a zone of porphyry Cu style veining discovered by ArcWest geologists on its west side (NVI showing; see ArcWest August 23rd press release), multiple historic Cu occurrences on its east side, and a large belt of Miocene volcanic-intrusive centres that have recently been recognized as prospective for porphyry Cu-Au mineralization. Similarly aged centres in northern Vancouver Island are host to significant porphyry Cu-Mo-Au mineralization, including ArcWest's nearby Teeta Creek project, which was optioned to Teck in an earn-in agreement announced on October 15, 2019.

ArcWest announced an earn-in and joint venture agreement with Teck Resources for NVI on December 20, 2019. Teck completed desktop studies, geological mapping and geochemical sampling in 2020. Following the release of final reports on the program, Teck has relinquished its options to earn an interest in the Teeta Creek and NVI projects. ArcWest is now considering new funding partners in order to advance the projects.

References:

Roulston, L. (2021): Golden Triangle Update; Resource World, URL https://resourceworld.com/golden-triangle-update/ (September, 2021)

Investors are cautioned that ArcWest has not verified the historic data from the any of the Todd Creek, Willoughby, Oweegee Dome, Oxide Peak, Eagle, Huckleberry, NVI, Rip, Sparrowhawk or Teeta Creek properties. The true widths of any of the properties' drill intersections are unknown at this time. Investors are cautioned that ArcWest Exploration Inc. has not verified the data from the Brucejack, KSM-Iron Cap, Treaty Creek, Mt. Milligan, Kwanika, Stardust, Baker, Shasta, Kemess, Bell, Granisle, Morrison, Island Copper and Hushamu deposits. Further, the presence and *style of mineralization on these properties is not necessarily indicative of similar mineralization on the ArcWest Exploration Inc. property.*

Historical assays have not been verified by ArcWest but have been cited from sources believed to be reliable. ArcWest's disclosure of a technical or scientific nature has been reviewed and approved by Nigel Luckman, PGeo, who serves as a Qualified Person under the definition of National Instrument 43-101.

Results of Operations

Selected Financial Information

The following table represents selected financial information for the Company's three months period ended March 31, 2022 and 2021:

Selected Statement of Operations Data

	Three months ended March 31	
	2022	**2021**
Comprehensive Loss	$219,026	$173,083
Weighted Average Shares Outstanding	82,526,150	82,526,150
Loss per Share	$(0.00)	$(0.00)

The Company incurred a loss of $219,026 ($0.00 per share) for the three months ended March 31, 2022 compared to a loss of $173,083 ($0.00 per share) for the three months ended March 31, 2021. The expenses with significant differences from the prior year quarterly period are discussed below:

Consulting fees - $20,500 (2021 - $140) - The increase in consulting fees during the three months ended March 31, 2022 was due to corporate secretarial services rendered during the period.

Director fees - $12,000 (2021 - $nil) - The increase in director fees during the three months ended March 31, 2022 was due to external Board members receiving meeting and committee fees.

Investor relations - $8,734 (2021 - $5,250) – The investor relations costs have increased during the three months ended March 31, 2022 as the Company increased its marketing and investor relations activities during the period principally due to attending conferences.

Wages & Administrative - $123,782 (2021 - $71,477) – The wages & administrative costs have increased during the three months ended March 31, 2022 primarily due to a settlement payment of $41,666.

Share-based payments – recovery of $847 (2021 - $77,496) – The decrease in share-based payments is the result of forfeited stock options that were previously granted to an employee in prior years.

Loss on marketable securities - $22,999 (2021 – gain of $6,020) – During the three months ended March 31, 2022, the loss on marketable securities was the result of an unrealized loss of $26,999 on the TDG Gold shares and an unrealized loss of $4,000 on the Wedgemount shares, offset by an unrealized gain of $8,000 on the P2 Gold shares. During the three months ended March 31, 2021, the gain on marketable securities was the result of a realized gain on TDG Gold shares of $37,898 and an unrealized gain of $38,000 on the P2 Gold shares, offset by an unrealized loss of $69,878 on the TDG Gold shares.

Selected Statement of Financial Position Data

	March 31, 2022	**December 31, 2021**
Cash and cash equivalents	$2,276,516	$2,361,157
Net working capital	$2,589,093	$2,819,568
Total assets	$6,373,372	$6,547,250
Long term liabilities	$nil	$nil

Quarterly Information

The following table presents the Company's quarterly results for the periods ending June 30, 2020 to March 31, 2022 inclusive:

(unaudited)	**2022 Q1**	**2021 Q4**	**2021 Q3**	**2021 Q2**
Total assets	$6,373,372	$6,547,250	$6,649,082	$6,675,406
Working capital	$2,589,093	$2,819,568	$2,981,113	$2,981,075
(Loss) income for the period	($219,026)	($117,659)	($81,176)	$15,971
(Loss) earnings per share	($0.00)	($0.00)	($0.00)	0.00
(unaudited)	**2021 Q1**	**2020 Q4**	**2020 Q3**[1]	**2020 Q2**
Total assets	$6,638,741	$6,718,386	$6,645,054	$4,916,198
Working capital	$2,938,112	$3,077,668	$3,076,363	$611,884
(Loss) income for the period	($173,083)	$58,234	($118,820)	$2,811
(Loss) earnings per share	($0.00)	$0.00	($0.00)	$0.00

Note 1: Cash and cash equivalents, net working capital, and total assets increased in 2020 due to the private placement of 19,350,000 units ("Units") at a price of $0.10 per Unit for gross proceeds of $1,935,000 that occurred during the period.

Liquidity and Capital Resources

As at March 31, 2022, the Company had a cash balance of $2,276,516 and a working capital position of $2,589,093 as compared to a cash balance of $2,361,157 and a working capital position of $2,819,568 as at December 31, 2021. The decrease in cash and cash equivalents at March 31, 2022 compared to December 31, 2021 was primarily due to the following:

Operating activities – Cash used in operating activities for the three months ended March 31, 2022 was $39,284 (2021 - $89,363). The cash used in operating activities was due to the net loss plus the change in working capital items.

Investing activities – Cash used in investing activities for the three months ended March 31, 2022 was $43,357 (2021 – cash provided of $182,651). The decrease in cash provided by investing activities was due to the inactivity of sale of marketable securities during the period.

Capital expenditures – During the three months ended March 31, 2022 cash deferred exploration and evaluation costs of $45,357 were spent on the properties (2021 - $43,607).

Related Party Transactions

During the three months ended March 31, 2022 and 2021, the Company entered into the following transactions with related parties:

- For accounting purposes, executive compensation is split between exploration project activities (which is capitalized to mineral properties) and administrative activities which is allocated to office and administrative expense. Accordingly, the Company paid salaries and wages in $149,420 (2021 - $111,250) to the Chief Financial Officer, Chief Executive Officer, the Chief Operating Officer and the Vice President of Exploration of the Company. Of this amount, $53,835 (2021 - $66,062) was capitalized to the mineral properties, and $95,585 (2021 - $45,188) was included in administrative expenses for the three months ended March 31, 2022.
- Director fees of $12,000 (2021 - $nil) were incurred by the directors of the Company.
- Included in share-based payments is a recovery of $3,483 (2021 - $41,944) relating to directors and officers of the Company.

As at March 31, 2022, $11,763 (December 31, 2021 - $14,046) was owed to related parties and included in accounts payable.

Key management includes directors and executive officers of the Company. Other than the amounts disclosed above, there was no other compensation paid or payable to key management for employee services for the reported periods.

Financial Instruments and Capital Risk Management

As at March 31, 2022, the Company's financial instruments are comprised of cash and cash equivalents, marketable securities, receivables, accounts payable, and loan payable. The fair value of these financial instruments approximates their carrying value, unless otherwise noted.

The Company thoroughly examines the various financial instruments and risks to which it is exposed and assesses the impact and likelihood of those risks. These risks include foreign currency risk, interest rate risk, credit risk, and liquidity risk. Where material, these risks are reviewed and monitored by the Board of Directors.

There have been no changes in any risk management policies since December 31, 2021.

Capital management

Capital is comprised of the Company's shareholders' equity and any debt that it may issue. As at March 31, 2022, the Company's shareholders' equity was $6,227,498 and it had $115,874 in current liabilities. The Company's objectives when managing capital are to maintain financial strength and to protect its ability to meet its on-going liabilities, to continue as a going concern, to maintain creditworthiness and to maximize returns for shareholders over the long term. Protecting the ability to pay current and future liabilities includes maintaining capital above minimum regulatory levels, current financial strength rating requirements and internally determined capital guidelines and calculated risk management levels. The Company is not subject to any externally imposed capital requirements.

Off Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

Investor Relations

The Company has no investor relations agreements.

Outstanding Share Data

Shares Outstanding:

As at May 26, 2022 the Company had the following shares outstanding:

- Class	Common Shares
- Authorized	Unlimited, without par value
- Issued and outstanding:	82,526,150

Warrants Outstanding:

As at May 26, 2022 the Company had outstanding warrants enabling the holders to acquire common shares as follows:

Share Purchase Warrants:	9,675,000
Total Warrants:	9,675,000

Share Purchase Warrant entitle the holder to acquire additional shares as follows:

(1) 9,675,000 at a price of $0.15 per share for a period of three years expiring August 28, 2023.

Options Outstanding:

As at May 26, 2022 the Company had outstanding stock options enabling the holders to acquire common shares as follows:

Number of Shares	Exercise Price	Expiry Date
4,400,000	$0.15	October 22, 2023
480,000	$0.10	April 2, 2024
1,640,000	$0.105	January 13, 2026
225,000	$0.105	October 14, 2026
750,000	$0.15	October 14, 2026
7,495,000		

Risks and Uncertainties

Exploration and Development Risk
The Company's properties are in early exploration stages and are without a known body of commercial ore. Exploration for mineral resources involves a high degree of risk and few properties that are explored are ultimately developed into producing mines. Discovery of mineral deposits is dependent upon a number of factors, not the least of which are the technical skills of the exploration personnel involved and the capital required for the programs. The cost of conducting mineral exploration programs may be substantial and the likelihood of success is difficult to assess. There is no assurance that the Company's mineral exploration activities will result in any discoveries of new bodies of commercial ore. There is also no assurance that even if commercial quantities of ore are discovered that an ore body would be developed and brought into commercial production. The commercial viability of a mineral deposit once discovered is also dependent upon a number of factors, some of which are the particular attributes of the deposit such as size, grade and proximity to infrastructure, commodity prices and government regulations, including regulations relating to royalties, allowable production, importing and exporting of minerals, and environmental protection. Most of the above factors cannot be predicted and are beyond the control of the Company. The Company attempts to mitigate its exploration risk by maintaining a diversified portfolio of projects that includes exposure to a variety of gold and copper targets in a number of geologic environments. Management also balances exploration risks through earn-in option agreements with other companies.

Financial Markets
Presently, the Company strives to obtain the majority of its working capital from other companies that are funding exploration on ArcWest projects in order to earn an interest in the mineral rights. However, the Company will also be dependent on the equity markets as a source of operating working capital and funding for any advanced exploration and development activities that may be needed on its projects. The Company's capital resources are largely determined by the strength of the resource markets and by the status of the Company's projects in relation to these markets, and its ability to compete for investor support of its projects. Consequently, there can be no assurance that equity financing will be available to the Company in the amount required at any time or for any period or if available, that it can be obtained on terms satisfactory to the Company.

Metal Prices
The prices of gold and copper are affected by numerous factors including central bank sales, producer hedging activities, the relative exchange rate of the U.S. dollar with other major currencies, supply and demand, political, economic conditions and production levels. In addition, the prices of gold and copper have been volatile over short periods of time due to speculative activities. The price of other metals and mineral products that the Company may be exploring for, all have the same or similar price risk factors. The prevailing price of metals and speculation on future price of metals by the investing public can have strong impacts on the share prices of exploration companies such as ArcWest.

Cash Flows
The Company currently has no revenue from its exploration operations. However, it does generate revenues from time to time on management fees charged to third parties where the Company is retained for project exploration or development work. Additionally, sources of capital currently available to the Company are the sale of its marketable securities, equity capital or the offering of an interest in its projects to another party.

Market Volatility for Marketable Securities
The Company's marketable securities consist of shares of exploration companies that are historically very volatile. There is no assurance that the Company will be able to recover the current fair market value of those shares. The Company also may not be able to sell the shares it holds in other companies in an illiquid market.

Possible Dilution to Present and Prospective Shareholders
The Company's plan of operation, in part, contemplates the financing of its business by the issuance of securities and possibly incurring debt. Any transaction involving the issuance of previously authorized but unissued shares of common stock, or securities convertible into common stock, would result in dilution, possibly substantial, to present and prospective holders of common stock. The Company usually seeks earn-in option agreement partners to fund in whole or in part exploration projects. This dilutes the Company's interest in properties. This dilution is undertaken to spread or minimize the risk and to expose the Company to more exploration opportunities. However, it means that any increased market capitalization or profit that might result from a possible discovery would be shared with the option agreement partner. There is no guarantee that the Company can find a third party to enter an earn-in agreement for any property.

Share Trading Volume
The relatively low trading volume of the Company's shares reduces the liquidity of an investment in its shares. Trading volumes fluctuate with market conditions and seasons. The Company attempts to reduce this risk by having multiple projects that are continually generating news and therefore investor interest and trading volume.

Volatility of Share Price
Market prices for shares of early stage companies are often volatile. Factors such as announcements of mineral discoveries or discouraging exploration results, changes in financial results, and other factors could have a significant effect on share price.

Competition
There is aggressive competition within the mining industry for the discovery and acquisition of properties considered to have commercial potential. The Company competes with other exploration and mining companies, many of which have greater financial resources than the Company, for the acquisition of mineral claims, leases and other mineral interests as well as for the recruitment and retention of qualified employees and other personnel.

Dependence on Management
The Company depends heavily on the business expertise of its management. There is risk to the Company's ability to execute its business plans if some or all of the current management team were to suddenly leave the Company or become incapable of performing their individual and collective responsibilities. The Company has mitigated the risk of its managers leaving for other companies through competitive compensation, cash bonuses and by providing options to purchase ArcWest stock. Some of the senior managers hold substantial share positions in ArcWest and are motivated to remain with the Company. Despite the mitigation measures, the Company still depends heavily on its current management.

Title Risk
Although the Company has taken steps to verify title to mineral properties in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee a clear title. Property title may be subject to unregistered prior agreements and regulatory requirements. The Company is not aware of any disputed claims of title.

Environmental
The Company's exploration and development activities are subject to extensive laws and regulations governing environment protection. The Company is also subject to various reclamation related conditions. Although the Company closely follows and believes it is operating in compliance with all applicable environmental regulations, there can be no assurance that all future requirements will be obtainable on reasonable terms. Failure to comply may result in enforcement actions causing operations to cease or be curtailed and may include corrective measures requiring capital expenditures. Intense lobbying over environmental concerns by non-governmental organizations has caused some governments to cancel or restrict development of mining projects. Current publicized concern over climate change may lead to carbon taxes, requirements for carbon offset purchases or new regulation. The costs or likelihood of such potential issues to the Company cannot be estimated at this time.

Laws and Regulations
The Company's exploration activities are subject to extensive federal, provincial and local laws and regulations governing prospecting, development, production, exports, taxes, labour standards, occupational health and safety, Covid-19 regulations and practices, mine safety and other matters in all the jurisdictions in which it operates. These laws and regulations are subject to change, can become more stringent and compliance can therefore become more costly. The Company applies the expertise of its management, advisors, employees and contractors to ensure compliance with current laws.

Local Resident & First Nations Concerns
The exploration, development and mining of the Company's projects could be subject to claims and/or involvement from local residents and First Nations that could either prevent or delay exploration and development of the Property.

Litigation
In the course of conducting its business and operations, the Company or its directors may be subject to a variety of civil or other legal proceedings, with or without merit.

Management's Responsibility for Financial Statements

The Company's management is responsible for presentation and preparation of the financial statements and the MD&A. The MD&A have been prepared in accordance with the requirements of securities regulators, including National Instrument 51-102 of the Canadian Securities Administrators.

The financial statements and information in the MD&A necessarily include amounts based on informed judgments and estimates of the expected effects of current events and transactions with appropriate consideration to materiality. In addition, in preparing the financial information, we must interpret the requirements described above, make determinations as to the relevancy of information included, and make estimates and assumptions that affect reported information.

The MD&A also includes information regarding the impact of current transactions and events, sources of liquidity and capital resources, operating trends, risks and uncertainties. Actual results in the future may differ materially from our present assessment of this information because future events and circumstances may not occur as anticipated.

Additional Disclosure for Venture Issuers Without Significant Revenue – Mineral Property Expenditures

As at March 31, 2022 and December 31, 2021, the Company has capitalized the following acquisition and exploration costs:

	Oweegee	Todd Creek	Oxide Peak	Eagle	Rip	Teeta Creek	Sparrowhawk	Northern Vancouver Island	Huckleberry	Total
	$	$	$	$	$	$	$	$		$
Balance, December 31, 2020	1,200,096	1,262,096	81,578	334,304	323,693	128,431	143,095	8,658	20,922	3,502,873
Field support	-	158	-	-	18	-	5,978	-	-	6,154
Geochemistry and geology	20,801	10,195	6,220	7,048	5,355	3,010	27,758	-	1,190	81,577
Travel and accommodation fees	8,232	3,625	-	1,071	6,945	-	8,290	-	-	28,163
Wages and salaries	67,280	26,532	25,968	25,718	41,095	16,938	26,313	4,781	6,687	241,312
	1,296,409	1,302,606	113,766	368,141	377,106	148,379	211,434	13,439	28,799	3,860,079
Option payments received	(11,500)	(150,000)	-	(109,980)	-	-	-	(11,471)	(28,736)	(311,687)
BC Mining Exploration Tax Credit refund	(22,134)	(26,166)	(5,443)	(7,153)	(2,899)	(9,935)	(15,145)	(1,968)	(63)	(90,906)
Balance, December 31, 2021	1,237,335	1,140,954	111,333	255,820	375,680	144,809	171,924	-	-	3,457,486
Field support	-	-	-	-	-	865	-	865	-	1,730
Geochemistry and geology	5,207	5,495	-	-	-	1,270	2,470	350	-	14,792
Travel and accommodation fees	-	-	-	-	-	-	-	-	-	-
Wages and salaries (Note 11)	30,559	8,082	375	1,215	4,415	6,224	812	2,153	-	53,835
	1,298,541	1,140,017	108,698	252,223	378,622	146,803	199,571	3,368	-	3,527,843
Option payments received	-	-	-	(25,000)	-		-	-	-	(25,000)
Balance, March 31, 2022	1,298,541	1,140,017	108,698	227,223	378,622	146,803	199,571	3,368	-	3,502,843