

**BLUE MOON ZINC CORP.**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2019**

The following management discussion and analysis of Blue Moon Zinc Corp. ("Blue Moon" or the "Company") is dated November 26, 2019, and provides an analysis of the Company's results of operations for the three and nine months ended September 30, 2019.

This discussion is intended to provide investors with a reasonable basis for assessing the financial performance of the Company as well as certain forward-looking statements relating to its potential future performance. The information should be read in conjunction with the Blue Moon unaudited condensed interim consolidated financial statements for the three and nine months ended September 30, 2019, the Blue Moon audited consolidated financial statements for the year ended December 31, 2018, and the notes thereto, which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board. Blue Moon's accounting policies are described in note 3 of the aforementioned audited consolidated financial statements. All of the financial information presented herein is expressed in Canadian dollars, unless otherwise indicated.

The operations of the Company are speculative due to the high-risk nature of the mining industry. Blue Moon faces risks that are generally applicable to its industry and others that are specific to its operations. Additional risks not currently known to the Company, or that the Company currently deems immaterial, may also impair the Company's operations. Such risk factors could materially affect the value of the Company's assets, and future operating results of the Company and could cause actual results to differ materially from those described in the forward looking statements contained in this management discussion and analysis. *Reference is made to the discussion of forward-looking statements at the end of this document.*

## **DESCRIPTION OF THE BUSINESS**

Blue Moon is a Canadian-based publicly-traded mineral exploration and development company with a primary focus of advancing its Blue Moon zinc property in California, USA and the Yava zinc property in Nunavut. Blue Moon is listed on the TSX Venture Exchange under the symbol "MOON" and in the US under "BMOOF".

## **CORPORATE DEVELOPMENT**

### **2019 Strategic Joint Venture**

On October 24, 2019, the Company completed its previously announced strategic joint venture where Platina Resources Inc. ("Platina") (ASX: PGM) can earn a 70% interest in the Blue Moon project. In conjunction with closing, the Company issued Platina six million common shares for gross proceeds of \$300,000 which was issued at a 100% premium to the last trading price of the Company's shares

#### Highlights of the Transaction

- Platina can earn an initial 50% interest ("Stage 1") in the Blue Moon property by spending \$3.0 million within eighteen months which will include a minimum of 10,000 metres of drilling and metallurgical test work.
- Platina is required to pay the Company \$250,000 in cash or Platina shares prior to completion of Stage 1, at the Company's sole option.
- Upon Platina earning its initial 50% interest in Stage 1, Platina has 30 days in which to elect to earn an additional 20% interest ("Stage 2") in the Blue Moon property by spending \$3.75 million within eighteen months which will include the completion of a pre-feasibility study as well as continued drilling, metallurgical test work and environmental and permitting.

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- Platina is required to pay the Company \$500,000 in cash or Platina shares prior to completion of Stage 2, at the Company's sole option.
- Upon Platina earning its 70% interest in the Blue Moon property, the Company has 20 business days to elect for Platina to fund the next \$5.0 million in expenditures, including the Company's share of funding.

The Company believes the Transaction will significantly advance the Blue Moon project without material dilution to current shareholders. Platina's strategy is focused on expanding the size of the Mineral Resource and exploring the broader land package for new mineralisation. In parallel, Platina will complete metallurgical testing and evaluation studies, environmental studies, permitting, identifying strategic offtake partners, and advance the project towards development.

On November 19, 2019, the Company reported the phase 1 drill program has commenced at the Blue Moon zinc property. The Company's joint venture partner, Platina, will initially drill 5 holes totaling 2,000 – 2,500 metres.

#### **2018 Drill Program Results**

On January 18, 2019, the Company announced its 2018 drill program results including the discovery of high-grade zinc-copper-rich massive sulphides, with precious metal values at its 100%-owned Blue Moon zinc property. The drill program consisted of approximately 4000 feet of HQ core drilling. The 2018 drill program was the first drilling at the Blue Moon zinc property in over 30 years. (See Property Overview and Development section below).

#### **Updated Mineral Resource Estimate**

On November 20, 2018, the Company announced its updated 43-101 resource estimate. The deposit comprises 7.8 million tons in the Inferred Mineral Resource category grading 8.07% zinc equivalent ("ZnEq"), at a 4.0% ZnEq cut-off grade. (See Property Overview and Development section below).

#### **Buyback 10% Net Profit Interest**

On January 18, 2018, the Company bought back a 10% Net Profit Interest ("NPI") on its wholly owned Blue Moon zinc project. The NPI was originally issued in 1987 pursuant to a transaction between Westmin Resources Limited (now Boliden) and Colony Pacific Exploration Ltd. (now Imperial Metals). The Company issued 3 million common shares and paid \$20,000 in cash to Northern Empire Resources Corp. to repurchase the NPI. The Company believes the buyback is accretive to current shareholders and shows confidence in the Blue Moon deposit.

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**PROPERTY OVERVIEW AND DEVELOPMENT****Blue Moon Property (California, USA)**

The Company's current focus is on its wholly owned Blue Moon zinc property. On January 19, 2019, the Company reported drill results from its 2018 drill program.

Drill hole BMZ-78 cut 30 feet (9.35 metres) of massive sulphide mineralization grading 30.3% zinc, 1.7% copper, 1.67 g/t gold and 71 g/t silver for a zinc equivalent of 36.8% within a broader interval of 120.7 feet (36.5 m) that returned 9.45% zinc, 0.58% copper, 1.1 g/t gold and 42.9 g/t silver for a zinc equivalent of 12.61%. BMZ-78 was drilled into a previously untested area (200 feet x 500 feet) within the West and Main Zones at a vertical depth of approximately 1,200 feet (374 m).

**Significant Assay Results**

Hole <sup>(4)</sup>	From (feet)	To (feet)	Length <sup>(2)</sup> (feet)	Zinc (%)	Gold (g/t)	Silver (g/t)	Lead (%)	Copper (%)	Zinc Equivalent (%) <sup>(1)</sup>
BMZ78	1425.0	1545.7	120.7	9.45	1.10	42.93	0.15	0.58	12.61
inc	1436.0	1441.0	5.0	1.90	4.98	32.60	0.47	0.11	8.08
inc	1459.0	1464.0	5.0	2.60	5.01	18.50	0.01	0.33	8.77
inc	1468.5	1453.3	15.2	5.98	2.30	15.44	0.03	0.38	9.40
inc	1508.0	1538.0	30.0	30.30	1.67	71.07	0.05	1.70	36.80
inc	1508.0	1511.0	3.0	46.50	3.14	130.00	0.13	2.20	56.51
BMZ75	1022.0	1038.0	16.0	1.2	0.08	0.7	0	0.04	1.4
inc	1027.0	1029.0	2.0	2.9	0.05	1.5	0	0.08	3.2

(1) Zinc Equivalent calculation below.

(2) True widths of the reported mineralized intervals are estimated to be 55% of the drilled width.

(3) These are uncut assays.

(4) The dip angle of hole BMZ-78 was -60 degrees and the average azimuth was approximately 257. The dip angle of hole BMZ-75 was -40 degrees and the average azimuth was approximately 260.

The drill program consisted of approximately 4,000 feet of HQ core drilling in 4 holes. BMZ-78 confirms the presence of thick and steeply plunging massive sulphide mineralization within the Main Zone. Step-out hole BMZ-75 demonstrates that mineralization extends an additional 200 feet up plunge and north of historical workings showing the massive sulphide lenses are now traceable for approximately 3,000 feet long plunge and remain open to surface and depth. Hole BMZ-76 was drilled to a depth of 950 feet and was terminated due to a material deviation of the hole after exiting a fault and would not have reached the intended target zone. Hole BMZ-77 was drilled to a depth of 180 feet and was terminated due to poor drilling conditions and was re-drilled from the same platform and renamed BMZ-78.

Drilling completed on the project in 2018 was supervised on-site by Peter A. Herrera, P. Geo, who collected and tracked samples and implemented a full QA/QC program using blanks, standards and duplicates to monitor analytical accuracy and precision.

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**Updated Blue Moon Inferred Mineral Resources:**

On November 20, 2018, the Company announced a Mineral Resource update for the Blue Moon zinc deposit. The deposit now comprises 7.8 million tons in the Inferred Mineral Resource category grading 8.07% zinc equivalent ("ZnEq"), at a 4.0% ZnEq cut-off grade.

Updated Blue Moon Inferred Mineral Resources:

Cutoff ZnEq %	Tons > Cutoff (tons)	Grade > Cutoff					ZnEq %	Contained Metal (Millions)				
		Zn %	Cu %	Ag oz/t	Au oz/t	Pb %		lbs Zn	lbs Cu	lbs Pb	ozs Ag	ozs Au
1	18,350,000	2.80	0.29	0.74	0.02	0.17	4.64	1,028	106	62	14	0.4
2	13,060,000	3.60	0.34	0.97	0.03	0.22	5.93	940	90	56	13	0.4
3	9,380,000	4.44	0.41	1.21	0.03	0.27	7.29	833	78	50	11	0.3
<b>4</b>	<b>7,790,000</b>	<b>4.95</b>	<b>0.46</b>	<b>1.33</b>	<b>0.04</b>	<b>0.29</b>	<b>8.07</b>	<b>771</b>	<b>71</b>	<b>46</b>	<b>10</b>	<b>0.3</b>
5	6,490,000	5.44	0.50	1.44	0.04	0.32	8.79	707	64	41	9	0.2
6	5,330,000	5.95	0.53	1.54	0.04	0.34	9.51	635	57	36	8	0.2
7	4,200,000	6.54	0.57	1.63	0.04	0.36	10.33	549	48	30	7	0.2
8	3,090,000	7.21	0.63	1.78	0.05	0.38	11.34	446	39	24	6	0.1

The Mineral Resource is based on 1,540 assay results from 82 diamond drill holes, totaling 111,250 feet (33,900 meters) of drilling. The deposit is a past producer with Hecla Mining Company mining 55,000 tons at 12.3% zinc during the second world war. It was during the 1980's that the project experienced extensive drilling leading to Westmin Resources Inc. (now Boliden) taking the project towards a production decision before divesting all its North American assets to focus on Europe.

**Zinc Equivalents (ZnEq)**

The Mineral Resource has been stated in terms of ZnEq. The ZnEq formula and the underlying parameters used in its formulation are set out below.

Metal	Price (US\$)	Recovery (%)	Factor
Zinc	1.30/lb	95	24.70
Silver	17.00/oz	65	11.05
Copper	3.00/lb	93	55.80
Gold	1,250.00/oz	70	875.00
Lead	1.00/lb	95	19.00

The metal prices and the recoveries selected represent reasonable estimates of long term metal prices and potential recoveries of metal in concentrate. The Mineral Resource estimate is summarized above at a range of ZnEq cut-off grades. The equation to calculate ZnEq is as follows:

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$$\text{ZnEq} = (\text{Zn}\% * 24.70 + \text{Cu}\% * 55.80 + \text{Pb}\% * 19.00 + \text{Ag}(\text{oz/t}) * 11.05 + \text{Au}(\text{oz/t}) * 875.00) / 24.70$$

The NI 43-101 report was produced by Gary Giroux, P.Eng. MASc and Lawrence O'Connor, who are Qualified Persons as defined by NI-43-101 and are responsible for the technical material related to the resource calculation. The technical report on the new resource estimate is available on SEDAR at [www.sedar.com](http://www.sedar.com).

**General Exploration Expenses**

The Company's recent activities have focused on exploration and drilling of the Blue Moon zinc project. General exploration expenses for the periods presented were as follows:

For the nine months ended September 30,	2019	2018
	\$	\$
Claims costs	7,250	12,260
Camp operations	8,334	52,137
Drilling	-	488,536
Engineering studies	-	17,439
Permitting	-	69,477
Prospecting and geology	2,219	129,947
<b>TOTAL</b>	<b>17,803</b>	<b>769,796</b>

**Yava Property (Nunavut, Canada)**

The wholly-owned Yava Property consists of 1,280 hectares of mining leases covering approximately 10.7 kilometres of strike of the prospective Archean Hackett-Back River greenstone belt. The leases occur 24 km south of Glencore's Hackett River Deposit to 5 kilometres south of the Yava Main Zone massive sulphide occurrence. In the 1970s, former property owner Brascan (now named Brookfield Asset Management) drilled along 500 metres of strike length of the Yava Main Zone testing the mineralization to an 80 metre depth. Brascan estimated that the Yava Main Zone contained 1.3 million tons grading 3.42 opt silver, 4.96% zinc, 1.03% copper, 1.6% lead and 0.008 opt gold. The mineralization remains open on strike and at depth. This estimate predates NI 43-101 and constitutes a historical estimate under that policy. The assumptions and parameters used in the Brascan resource estimation have not been identified by Blue Moon and the Company is not treating this historical estimate as current Mineral Resources under NI 43-101. Historical estimates should not be relied upon.

John McClintock, P. Eng, a qualified person as defined by NI 43-101, has reviewed the scientific and technical information that forms the basis for this MD&A. Mr. McClintock is not independent of the Company.

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**RESULTS OF OPERATIONS**

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2019 \$	2018 \$	2019 \$	2018 \$
General exploration expenses	1,638	584,648	17,803	769,796
Filing and regulatory	733	9,940	11,182	25,158
General administrative costs	450	5,067	9,479	13,047
Professional fees	17,216	3,504	25,165	6,772
Share-based payments	1,221	22,112	7,936	162,060
Shareholder communication and travel	1,759	12,696	9,296	75,713
Consulting fees	18,000	39,000	91,000	151,000
Foreign exchange loss	-	2,046	194	4,659
Interest expense	7,627	-	21,700	-
<b>LOSS AND COMPREHENSIVE LOSS</b>	<b>48,644</b>	<b>679,013</b>	<b>193,755</b>	<b>1,208,205</b>

THREE MONTHS ENDED SEPTEMBER 30, 2019

Blue Moon incurred a loss of \$48,644 (\$nil per common share) for the three months ended September 30, 2019, compared to a loss of \$679,013 (\$0.01 per common share) over the same period in 2018. During the three months ended September 30, 2019, the Company generally reduced activity due to general market conditions and limited capital compared to same period in 2018.

General exploration expenses decreased by \$583,010 during the three months ended September 30, 2019, compared to the same period in the prior year. During the three months ended September 30, 2018, the Company began exploration on the Blue Moon zinc deposit.

Professional Fees increased by \$13,712 during the three months ended September 30, 2019 compared to the same period in 2018 due to a general increase in legal activity.

During the three months ended September 30, 2019, share based payments were \$20,901 lower than the same period in 2018 due to variations in the valuation and the timing of the associated amortization of previous stock option grants.

During the three months ended September 30, 2019, consulting fees were \$21,000 lower than the same period in 2018 as the Company reduced the number of consultants due to market conditions and limited capital.

Interest expense increased by \$7,627 for the three months ended September 30, 2019, compared to same period in the prior year as the Company accrued interest on the short term loan provided by a director of the Company.

NINE MONTHS ENDED SEPTEMBER 30, 2019

Blue Moon incurred a loss of \$193,755 (\$nil per common share) for the nine months ended September 30, 2019, compared to a loss of \$1,208,205 (\$0.01 per common share) over the same period in 2018. The fluctuations in the Company's corporate costs during the nine months ended September 30, 2019, relate

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to variances in general exploration expenses, share-based payments, professional fees, shareholder communication and travel, consulting fees and interest expense. The reasons for these fluctuations are explained in the section above that discusses the changes for the three months ended September 30, 2019.

**LIQUIDITY AND CAPITAL RESOURCES**

For the nine months ended September 30,	2019	2018
	\$	\$
CASH PROVIDED BY (USED IN)		
Operating activities	(74,473)	(645,704)
Financing activities	56,000	587,934
Investing activities	-	(21,975)
<b>CHANGE IN CASH AND EQUIVALENTS</b>	<b>(18,473)</b>	<b>(79,745)</b>
Cash and cash equivalents – beginning	23,053	308,701
<b>CASH AND CASH EQUIVALENTS</b>	<b>4,580</b>	<b>228,956</b>

Blue Moon had \$4,580 in cash as at September 30, 2019, compared to \$23,053 in cash as at December 31, 2018. As at September 30, 2019, the Company had a working capital deficit of \$645,752.

The Company will continue to require additional funding to maintain its ongoing exploration and development programs, property maintenance payments and operations. Its principal source of funds is the issuance of common shares. Blue Moon's common shares are publicly traded. As such, the price of its common shares is susceptible to factors beyond management's control including, but not limited to, fluctuations in commodity prices and foreign exchange rates and changes in the general market outlook. Should Blue Moon require funds during a time when the price of its common shares is depressed, the Company may be required to accept significant dilution to maintain enough liquidity to continue operations or may be unable to raise sufficient capital to meet its obligations.

**Operating Activities**

The main components of cash flows used for operating activities are discussed in the Results of Operations section, above.

**Financing Activities**

During the nine months ended September 30, 2019, the Company received a \$56,000 short term loan from a related party. The loan, together with interest at a rate of 10% per annum, is payable on or before June 1, 2020. During the nine months ended September 30, 2019, the Company accrued \$21,700 in interest charges (\$4,096 – December 31, 2018).

During the nine months ended September 30, 2018, the Company completed a non-brokered private placement for gross proceeds of \$520,000.

The Company received \$80,000 from the exercise of stock options during the nine months ended September 30, 2018.

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**Investing Activities**

On January 18, 2018, the Company agreed to buyback a 10% NPI on the Company's wholly owned Blue Moon zinc project. The NPI holder was paid \$20,000 in cash and issued 3,000,000 common shares. The Company also incurred closings costs of \$1,975.

**SUMMARY OF QUARTERLY RESULTS**

The following table sets forth selected unaudited quarterly financial information derived from financial information for each of the eight most recent quarters.

<b>As at and for the quarter ended</b>	<b>30-Sep-19</b>	<b>30-Jun-19</b>	<b>31-Mar-19</b>	<b>31-Dec-18</b>
Loss and comprehensive loss	48,644	64,169	80,942	215,554
Loss per share – basic and diluted	-	-	-	-
Cash and cash equivalents	4,580	2,705	14,126	23,053
Total assets	701,147	700,374	713,139	736,537
<b>As at and for the quarter ended</b>	<b>30-Sep-18</b>	<b>30-Jun-18</b>	<b>31-Mar-18</b>	<b>31-Dec-17</b>
Loss and comprehensive loss	679,013	184,410	344,782	360,933
Loss per share – basic and diluted	0.01	-	-	-
Cash and cash equivalents	228,956	556,735	666,066	308,701
Total assets	900,481	1,215,903	1,321,587	676,574

Mineral exploration and development is typically a seasonal business, and accordingly, the Company's administrative expenses and cash requirements will fluctuate depending upon the season. The Company's primary source of funding is through the issuance of common shares. When capital markets are depressed, the Company's activity level normally declines accordingly. As capital markets strengthen and the Company is able to secure equity financing on favourable terms, the Company's activity levels and the size and scope of planned exploration and development programs will also increase.

During the three months ended September 30, 2018, the Company incurred significant general exploration expenses as it began its Phase I drill program. The increase in expenditures resulted in a decrease to cash and cash equivalents and total assets.

During the three months ended March 31, 2018, total assets increased significantly as the Company completed a private placement for \$520,000 and agreed to buyback the NPI on the Company's Blue Moon zinc project by issuing 3,000,000 common shares with a fair value of \$315,000 and paying \$20,000 in cash

During the quarters ended December 31, 2017 and March 31, 2018 the Company had higher expenditures for general exploration and market awareness as the Company began advancing the Blue Moon project and raising capital.

**RELATED PARTY TRANSACTIONS**

**Management compensation**

The Company's related parties include its directors and officers, who are the key management of the Company. The remuneration of directors and officers during the periods presented was as follows:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2019 \$	2018 \$	2019 \$	2018 \$
Consulting fees - CEO	15,000	30,000	75,000	90,000
Consulting fees - CFO	3,000	6,000	13,000	18,000
Share-based payments	1,221	14,438	6,095	58,146
<b>MANAGEMENT COMPENSATION</b>	<b>19,221</b>	<b>50,438</b>	<b>94,095</b>	<b>166,146</b>

As at September 30, 2019, due to related parties included \$236,000 (December 31, 2018 - \$150,000) due to officers of the Company. These amounts due to current related parties are unsecured, non-interest bearing and have no specific terms of repayment.

On November 2, 2018, the Company entered into a loan agreement with a director of the Company for the amount of \$250,000. The Company was loaned an additional \$50,000 and \$6,000 on March 21, 2019, and August 21, 2019, respectively, by the same director. The loans are unsecured and bear interest at 10% per annum. The principal value plus interest is payable on June 1, 2020. As at September 30, 2019, the Company recorded \$21,700 (December 31, 2018 - \$4,096) in accrued interest charges, which is included in due to related parties.

**OUTSTANDING SHARE DATA**

As at the date of this report, the Company has 108,950,707 common shares outstanding. The Company also has 4,300,000 stock options outstanding with exercise price ranging from \$0.07 - \$0.11 and 5,200,000 warrants with an exercise price of \$0.15 per share.

**CONTRACTUAL OBLIGATIONS**

The Company has no off-balance sheet arrangements, no capital lease agreements, no contractual obligations. Neither the Company nor any of its subsidiaries has any externally imposed capital requirements. The Company has no proposed transactions.

**FINANCIAL INSTRUMENT RISK**

The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company has exposure to liquidity and credit risks from the use of financial instruments. Financial instruments consist of cash, restricted cash, receivables, due to related parties, and accounts payable and accrued liabilities.

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**Liquidity risk**

Liquidity risk is the risk that the Company will be unable to meet its financial obligations as they come due. Certain conditions cast significant doubt on the Company's ability to meet its financial obligations. Refer Liquidity and Capital Resources for more information regarding the Company's liquidity risk.

**Credit risk**

The Company is exposed to credit risk on its bank accounts, restricted cash and receivables. To reduce credit risk, substantially all cash is on deposit at Canadian chartered banks. Receivables consist of Canadian excise taxes receivable and other amounts due from government agencies. Restricted cash are deposits held by the Bureau of Land Management in Nevada. Accordingly, the Company considers its exposure to credit risk minimal.

**Market Risk**

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices.

## Interest rate risk

The Company has cash balances which are not subject to significant risks in fluctuating interest rates. The Company's current policy is to invest excess cash in investment-grade short-term deposit certificates issued by its banking institutions. The Company periodically monitors the investments it makes and is satisfied with the credit ratings of its banks. An increase to interest rates by 1% would have an insignificant effect on the Company's operations.

## Foreign currency risk

The Company is exposed to foreign currency risk on fluctuations related to cash, restricted cash, receivables and accounts payable and accrued liabilities that are denominated in US dollars.

## Price risk

The Company is exposed to price risk with respect to commodity and equity prices. Equity price risk is defined as the potential adverse impact on the Company's earnings, or ability to obtain equity financing, due to movements in individual equity prices or general movements in the level of the stock market. The Company's marketable securities are subject to price risk. Commodity price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company closely monitors commodity prices of zinc, copper, lead, silver, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company.

## Sensitivity Analysis

The Company through a subsidiary operates in the United States and is exposed to exchange risk from changes in the US dollar. At September 30, 2019, a 10% fluctuation in the US dollar against the Canadian dollar would have a minimal impact on the Company's loss and comprehensive loss.

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**FORWARD-LOOKING STATEMENTS**

This Management Discussion and Analysis contains certain forward-looking statements concerning anticipated developments in Blue Moon's operations in future periods. Statements that are not historical fact are forward looking information as that term is defined in National Instrument 51-102 ("NI 51-102") of the Canadian Securities Administrators. Certain forward looking information should also be considered future-oriented financial information ("FOFI") as that term is defined in NI 51-102. The purpose of disclosing FOFI is to provide a general overview of management's expectations regarding the anticipated results of operations and capital expenditures. Forward-looking statements and information (referred to herein together as "forward-looking statements") are frequently, but not always, identified by words such as "expects", "anticipates", "believes", "intends", "estimates", "potential", "possible" and similar expressions, or statements that events, conditions or results "will", "may", "could" or "should" occur or be achieved. The material factors or assumptions used to develop forward-looking statements include prevailing and projected market prices and foreign exchange rates, exploitation and exploration estimates and results, continued availability of capital and financing, and general economic, market or business conditions and as more specifically disclosed throughout this document. Forward-looking statements are statements about the future and are inherently uncertain, and actual achievements of Blue Moon and its subsidiaries may differ materially from those reflected in the forward-looking statements due to a variety of risks, uncertainties and other factors.

Blue Moon's forward-looking statements are based on the beliefs, expectations and opinions of management on the date the statements are made, and Blue Moon does not assume any obligation to update forward-looking statements if circumstances or management's beliefs, expectations or opinions should change except as required by law. For the reasons set forth above, investors should not place undue reliance on forward-looking statements. Important factors that could cause actual results to differ materially from Blue Moon's expectations include, but are not limited to, closing of the Private Placement and Joint Venture, uncertainties involved in fluctuations in zinc and other commodity prices and currency exchange rates; uncertainties relating to interpretation of drill results and geology, continuity and grade of mineral deposits; uncertainty of estimates of capital and operating costs, recovery rates, production estimates and estimated economic return; the need for cooperation of government agencies and First Nations in the exploration and development of properties and the issuance of required permits; the need to obtain additional financing to develop properties and uncertainty as to the availability and terms of future financing; the possibility of delay in exploration or development programs or in construction projects and uncertainty of meeting anticipated program milestones; and uncertainty as to timely availability of permits and other governmental approvals.