MANAGEMENT'S DISCUSSION AND ANALYSIS

JULY 31, 2017

525 SEYMOUR STREET – SUITE 501
VANCOUVER, BC V6B 3H7

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The following is management's discussion and analysis ("MD&A") of Argus Metals Corp. (the "Company" or "Argus"), prepared as of September 27, 2017. This MD&A should be read together with the unaudited condensed interim financial statements for the three months ended July 31, 2017 and the audited financial statements for the year ended April 30, 2017 and related notes. Financial amounts are expressed in Canadian dollars unless otherwise specified.

Certain information included in this MD&A may constitute forward-looking statements. Statements in this report that are not historical facts are forward-looking statements involving known and unknown risks and uncertainties, which could cause actual results to vary considerably from these statements. Readers are cautioned not to put undue reliance on forward-looking statements.

The Company has prepared unaudited condensed interim financial statements for the period ending July 31, 2017 in accordance with IAS 34 – Interim Financial Reporting *and accounting principles consistent with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board and interpretations of the International Financial Reporting Interpretations Committee.*

This MD&A contains "forward looking statements" that are subject to risk factors set out in this MD&A.

Additional information related to Argus is available for view on SEDAR at www.sedar.com.

THE COMPANY'S BUSINESS

Argus is engaged in the acquisition, exploration and development of mineral resource properties. If the Company can obtain financing, it intends to continue exploration on the Ike project and develop other projects. The Company's common shares are traded on the TSX Venture Exchange ("TSX-V") under the symbol "AML".

HISTORY OF THE COMPANY

The Company was incorporated on May 14, 1981 in British Columbia as Better Resources Limited. In May 2009, the Company changed its name to Argus Metals Corp. Argus is a reporting issuer in British Columbia and Alberta, and is a tier two issuer on the TSX-V. The Company's head office and principal place of business is located at Suite 501 - 525 Seymour Street, Vancouver, BC V6B 3H7.

At the date of this MD&A, Argus has limited cash on hand and expects to raise further funds to undertake exploration and acquire new properties.

BUSINESS HIGHLIGHTS

- In May 2017, the Company settled debt of $100,000 owed to its CEO through the issuance of 1,000,000 shares of the Company. See *Debt Settlement* below.
- In May 2017, the Company granted incentive stock options to directors, officers, employees and consultants to purchase up to 890,000 common shares at $0.10 per share.

- In July 2017, the Company closed a non-brokered private placement raising gross proceeds of $200,158 by issuing 1,638,000 units at $0.10 per unit and 302,981 flow-through common shares at $0.12 per share. See *Private Placement* below.

MINERAL PROPERTIES

SPLIT DOME PROJECT, BC

In June 2017, the Company staked claims totalling approximately 4,700 hectares located 55 km north-east of Hazelton, BC on the west side of the Babine Valley. The project target is a dome feature which is bifurcated by two north-south faults and has the magnetic signature that is indicative of an intrusive host rock but has been mapped as a sedimentary rock with a small window of intrusive rocks mapped on the north side of the magnetic signature. The regional stream sampling downstream of the Split Dome claims indicate second-order copper in silt anomalies and no significant samples have been taken in the target area. The Company intends to run a project-wide mapping and sampling program in September 2017, to be followed with geophysics on the success of the initial program.

IKE GOLD PROJECT, YUKON

The Company owns 100% of the Ike gold project, which is located in the Selwyn Basin of Yukon. Analytical work by the Company in 2010 defined an 80 km^2 area with discrete areas of coincident anomalous arsenic and gold in regional stream sediment samples. Carbonate lithologies and an intrusive suite underlie the project area. In addition to positive reconnaissance geochemical survey results and favourable rock types, the Ike property also hosts spatially related lead-zinc showings.

Exploration has resulted in geochemically sampling portions of the large Ike property and identifying high priority geochemical gold and arsenic anomalies for follow-up programs. In specific, stream sediment geochemical surveys have confirmed anomalous Au values in creeks within the Ike sampling area as indicated by historical stream sediment data. Anomalous Au data are associated with elevated levels of As and Sb in these samples. "Ridge and spur", contour and grid soil sampling has identified areas of anomalous Au in soils in the upper catchments of streams containing anomalous Au. The soil data indicate an association with As, Sb, Bi, Pb and Zn. High-density rock sampling in one localized area of the claim group failed to identify significant Au mineralization in bedrock, but many of the samples are elevated in Sb. Overall, surficial geochemical data indicate that the central and north-central portions of the claim group appear to be most prospective for Au mineralization. The southern portion of the claim group appears more prospective for Pb and Zn mineralization. This area was previously investigated by Cypress Anvil Mining Corporation in 1981. The property has not been extensively prospected and many high priority stream sediment and soil Au anomalies remain to be investigated.

The Company fully impaired the carrying value of the Ike gold project in 2012 due to the uncertain outlook for future development of this asset. The Company executed a soil sampling exploration program in August 2016 that formed the basis of a National Instrument 43-101 technical report that it filed in October 2016. The claims are in good standing until November 2018.

Email: info@argusmetalscorp.com Website: www.argusmetalscorp.com

Michael Collins, PGeo is the qualified person with respect to this property and has reviewed and accepted these statements.

FINANCIAL

The Company is a mineral exploration company and currently has no operating income or positive operating cash flows. The Company depends upon share issuances and property option agreements to fund its exploration activities and administrative expenses. It derives income from interest and property option proceeds. Operating losses are a consequence of general and administrative expenses exceeding investment income and option proceeds. The Company charges mineral property write-downs when mineral property assets have been impaired.

Amounts in the following discussion, other than per-share amounts, have been rounded to the nearest hundred dollars.

QUARTERLY RESULTS

During the most recent eight quarters, the Company has not recognized any revenue, incurred any extraordinary items or had any discontinued operations.

Quarter Ended	Income (Loss) for the Period	Income (Loss) per Share Basic and Fully Diluted
	$	$
October 31, 2015	18,178	0.00
January 31, 2016	(7,926)	(0.00)
April 30, 2016	(15,096)	(0.00)
July 31, 2016	(4,941)	(0.00)
October 31, 2016	(7,252)	(0.00)
January 31, 2017	(28,906)	(0.00)
April 30, 2017	(45,309)	(0.00)
July 31, 2017	(66,537)	(0.01)

Significant variations in the results of operations for each quarter relate to:

- October 31, 2015 – The Company realized gains on settlement of debt.
- October 31, 2016 – An expense increase due to loan interest and property investigation was offset by a tax expense benefit related to a flow-through tax share offering.
- January 31, 2017 and April 30, 2017 – The Company incurred increased property investigation and professional fees as it evaluated potential targets.

- July 31, 2017 – The Company awarded options and as a result incurred share-based compensation of $55,000.

RESULTS OF OPERATIONS FOR THE PERIOD

Administrative and Other Expenses

Core operating expenses relating to operations were minimal in the quarter ended July 31, 2017. Following the collapse of the junior exploration sector, the Company scaled its operations to preserve cash and is still on care and maintenance.

Operating expenses increased to $66,500 in the quarter ended July 31, 2017 from $4,900 in the comparative period. The increase primarily related to share-based compensation, which was $55,000 for the quarter. A discussion of significant expenses and other items for the period ended July 31, 2017 follows:

- Interest relates to the financing cost of loans payable and a convertible debenture.
- Personnel cost represents fees paid to the Company's bookkeeper-accountant.
- Office expense represents general administrative charges.
- Professional fees comprise legal and audit fees in the ordinary course of business.
- Property investigation and due diligence relates to the evaluation of potential target properties.
- Regulatory and shareholder service costs relate to transfer agent fees, listing maintenance fees and similar costs. This expense was higher than normal in the quarter since the Company paid its annual SEDAR fees in July 2017.
- Rent is for an administrative office which the Company rents on a month-to-month basis.
- Share-based compensation represents the fair value of stock options recognized over their vesting term, calculated using the Black-Scholes option-pricing model.

Senior management has waived compensation until the Company's financial position improves.

CHANGES IN FINANCIAL POSITION

The principal changes in the Company's financial position since April 30, 2017 relate to (1) conversion of $100,000 of loan payable to equity and (2) cash raised in the July 2017 private placement to support operations and continue exploration on the Split Dome and Ike projects.

LIQUIDITY AND CAPITAL RESOURCES

At the date of this MD&A, the Company does not have sufficient cash to support operations for the next 12 months. In order for the Company to retain or expand its mineral properties, it will need to raise additional financing, probably through the issuance of shares.

At July 31, 2017, the Company had working capital of $111,000 including cash of $158,000, compared to a working capital deficiency of $152,900 at April 30, 2017. Factors affecting the Company's liquidity are:

- Loans payable with a net book value, including accrued interest, of $63,700 at July 31, 2017 are due December 2, 2017. The loans bear interest at 12% (see *Related Party Transactions* below).
- Of the July private placement proceeds, $50,900 was receivable at July 31, 2017. This amount was received in September 2017.
- To fulfill its commitment under flow-through financings, the Company must incur $5,000 of eligible exploration expenditures by December 31, 2017 and a further $36,400 by December 31, 2018.
- The Company's senior officers have agreed to waive their compensation until the Company's financial condition improves.

The Company has substantially curtailed expenses to preserve its assets until capital markets improve. There can be no assurance that the Company will succeed in obtaining additional financing, now or in the future. Failure to raise financing on a timely basis could cause the Company to forfeit or sell its interests in its properties or be delisted from the TSX-V.

RELATED PARTY TRANSACTIONS

The Company does not have any contractual remuneration obligations to related parties.

Related parties accounted for $40,000 of the $63,700 of loans payable at July 31, 2017 ($37,700 was due to the Company's CEO and $2,300 due to the Company's CFO). The loans bear interest at an annual rate of 12%.

The Company owes $60,000 plus accrued interest under a secured convertible debenture payable to a company related to Alan Savage, one of the Company's directors. The debenture is due in March 2020. The debenture is convertible into common shares at $0.15 per share, at any time at the election of the debenture holder. At July 31, 2017, the total amount due under the debenture was $62,100.

From time to time, the Company's CEO advances funds to the Company to cover operating expenses or incurs expenses on the Company's behalf. The advances do not bear interest and have no fixed terms of repayment except to the extent to which they were part of the conversions to long-term debt and equity referenced elsewhere.

All related party transactions have been recorded at the exchange amount, which is the amount of consideration agreed to between the parties.

FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

The Company's financial instruments consist of cash, receivables, and accounts payable and accrued liabilities. The carrying value of all the Company's financial instruments approximates their fair value except for cash and marketable securities. The fair value of cash is measured using level 1 inputs and the fair value of marketable securities is measured using level 1 inputs.

It is management's opinion that the Company is not exposed to significant interest or credit risks arising from these financial instruments.

The Company's activities expose it to a variety of financial risks, of which the primary risk is liquidity risk. The Company does not have a practice of trading derivatives.

The Company manages liquidity risk by attempting to maintain adequate cash balances. If necessary, the Company may raise funds through the issuance of debt, equity or sale of non-core assets. The Company ensures that there is sufficient capital to meet its obligations by continuously monitoring and reviewing actual and forecasted cash flows, and matching the maturity profile of financial assets to development, capital and operating needs.

CHANGES TO EQUITY

PRIVATE PLACEMENT

Fiscal 2018

In July 2017, the Company closed a non-brokered private placement, issuing 1,638,000 units at $0.10 per unit and 302,981 flow-through common shares at $0.12 per share, for gross proceeds of $200,158. Each unit consisted of one common share and one-half common share purchase warrant with each whole warrant exercisable to acquire one common share of the Company at $0.15 until July 2019. The Company paid $1,925 in cash and issued 35,000 common shares and finder's warrants to acquire up to 54,250 common shares at a price of $0.15 per common share until July 2019. Proceeds raised will be used to continue exploration on the Split Dome and Ike projects, general working capital and project generation.

CONVERTIBLE DEBENTURE

In March 2017, the Company borrowed $60,000 under a secured convertible debenture issued to a related party (see *Related Party Transactions* above). The debenture is due in March 2020 and bears interest at 8% calculated and payable semi-annually. The debenture is convertible into common shares at $0.15 per share, at any time at the election of the holder. If converted, the principal value of the debenture would result in the issuance of 400,000 common shares.

DEBT SETTLEMENT

In May 2017, the Company settled debt of $100,000 owed to its CEO through the issuance of 1,000,000 common shares at a price of $0.10 per share. The debt related to funds advanced to the Company and fees paid on behalf of the Company. The TSX-V approved the issuance of the shares and in accordance with securities laws, the shares are subject to a hold period of four months and one day from the date of completion of the debt settlement.

The debt settlement is a "related party transaction" as defined under Multilateral Instrument 61-101 - *Protection of Minority Security Holders in Special Transactions* ("MI 61-101"). However, the debt settlement is exempt from the formal valuation and minority shareholder approval requirements of MI 61-101.

SHARE, OPTION AND WARRANT ACTIVITY

In May 2017, the Company granted incentive stock options to directors, officers, employees and consultants to purchase up to 890,000 shares. The options have an exercise price of $0.10 and are exercisable for a period of three years.

OUTSTANDING SHARE DATA

The Company has one class of authorized capital, being an unlimited number of common shares without par value. At the date of this MD&A, the Company has:

- A total of 11,977,548 common shares outstanding.
- Warrants to purchase up to 1,007,500 common shares at $0.15 per share.
- Share options to purchase up to 890,000 common shares at $0.10 per share.
- A convertible debenture, the principal value of which would result in the issuance of 400,000 common shares.

The maximum number of common shares that are potentially issuable is 14,275,048.

RISKS AND UNCERTAINTIES

Mineral exploration is inherently speculative in nature, is intensely competitive, and carries high risks. There can be no certainty that money invested in exploration and development will result in the discovery of a commercial ore body. Metal prices are commodity prices that are set in open auction markets and, accordingly, can be extremely volatile.

The Company has limited financial resources and no source of recurring income with which to cushion financial setbacks. If the Company is successful in discovering a commercial deposit at one of its properties, it will require additional funds for development, and there is no certainty that those funds will be forthcoming. Failure to obtain funding could adversely affect the ability of the Company to maintain its properties.

CORPORATE GOVERNANCE

For the board of directors to be assured that an accurate record of what has happened in the Company, and that what has happened was correctly entered into with the appropriate due diligence and legal and accounting records, the Company has put in place internal controls to enhance compliance and the reliability of financial reporting. These internal control and governance procedures have been documented in a code under which the board of directors, its committees, the officers of the Company and its employees and contractors are required to operate.

Management believes that the Company's accounting systems, staffing, policies and procedures are appropriate to the size and nature of the Company's operations. Management oversight and approval of transactions and disbursements limits the scope for inappropriate transactions and a qualified audit committee oversees the Company's financial reporting.

The board of directors has two standing committees to which management reports. The audit committee receives the quarterly financial statements prepared by management and reviews them, reviews the contributing procedures and controls of the Company and reviews the engagement of the Company's auditor. The compensation committee approves management salaries and expenses. Corporate governance is treated as a matter for the board as a whole. The board meets quarterly, more or less, as required.

OUTLOOK

The outlook for tier two TSX-V listed exploration companies is currently very volatile and Argus is subject to general market trends. The Company intends to continue to develop the Ike project in the near term.

In the medium and longer term, the Company remains committed to seeking out and reviewing projects that exhibit the potential to host large ore bodies of gold and other precious metals with strong prospects to increase in value.

On behalf of the board of directors,

"*Michael Collins*"

Michael Collins

President and Director

September 27, 2017

CORPORATE DIRECTORY

CORPORATE OFFICES
501 - 525 Seymour Street
Vancouver, BC V6B 3H7
Tel. (604) 764-7094
www.argusmetalscorp.com
info@argusmetalscorp.com

DIRECTORS
J. Michael W. Collins, P.Geo.
Alan C. Savage, P.Geo.
Fred Tejada
William Hughes
Catalin Kilofliski

OFFICERS
J. Michael W. Collins, P.Geo. President, CEO
Simon Anderson, CPA, CA CFO
Louie Deligianis, Corporate Secretary

TRANSFER AGENT
Computershare Trust Company of Canada
510 Burrard Street 2nd Floor
Vancouver, BC

SOLICITORS
Owen Bird
2900 – 595 Burrard Street
Vancouver BC

BANKERS
Bank of Montreal
First Bank Tower
595 Burrard Street
Vancouver, BC

AUDITORS
Davidson & Company LLP
1200 – 609 Granville Street
Vancouver, BC

SHARE LISTING
TSX Venture Exchange
Trading Symbol: AML

CAPITALIZATION
Common shares
Authorized: unlimited
Issued: 11,977,548