



Management’s Discussion and Analysis

Quarter ended March 31, 2015

This Management Discussion and Analysis (“MD&A”), dated May 27, 2015, relates to the operating results and financial condition of Morien Resources Corp. (“Morien” or the “Corporation”) and should be read in conjunction with the Corporation’s audited consolidated financial statements for the year ended December 31, 2014, unaudited condensed interim consolidated financial statements for the period ended March 31, 2015 and the notes thereto.

The following discussion and analysis includes consolidated financial information relating to the Corporation’s subsidiaries and is presented in Canadian dollars in accordance with International Financial Reporting Standards (“IFRS”).

This discussion includes certain statements that may be deemed “forward-looking statements”. All statements in this discussion, other than statements of historical fact, that address future production, reserve potential, exploration and evaluation activities, and events or developments the Corporation expects, are forward-looking statements. Although the Corporation believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include market prices, joint venture negotiations, evaluation and development results, continued availability of capital and financing and general economic, market or business conditions.

The risk factors identified above are not intended to represent a complete list of the factors which could affect the Corporation. Additional factors are noted under “Risk Factors” in the Corporation’s Annual Information Form for the year ended December 31, 2014, a copy of which is available on the Corporation’s SEDAR document page at www.SEDAR.com.

Nature of Business

General

On November 9, 2012, Advanced Primary Minerals Corporation (“APM”) amalgamated with Erdene Resources Inc. (“ERI”) to form Morien Resources Corp. pursuant to a statutory plan of arrangement under the *Canada Business Corporation Act*. The principal business of the Corporation is the identification, purchase, exploration and development of mineral interests. The Corporation has a wholly owned subsidiary, Advanced Primary Minerals USA Corp. (“APMUSA”), a Delaware company which holds the Corporation’s kaolin interests.

Project Summaries

Donkin Coal Project – Nova Scotia, Canada

On January 7, 2015, the Corporation signed a definitive agreement with Kameron Collieries ULC (“Kameron”), an affiliate of The Cline Group LLC (“Cline”), to sell the Corporation’s 25% working interest in the Donkin Coal Project (“Donkin Project”) in Cape Breton, Nova Scotia. Pursuant to the agreement, Kameron agreed to pay Morien aggregate cash consideration of \$5.5 million; \$2.0 million on closing; \$2.0 million on or before the earlier of the sale of first domestic coal and the 2nd anniversary of closing; and \$1.5 million on or before the earlier of the first export sale of coal and the 3rd anniversary of closing. Morien is also entitled to a gross production royalty of 2% on the first 500,000 tonnes of coal sales per calendar quarter and 4% on any tonnage above 500,000.

At a special meeting of shareholders held February 10, 2015, the transaction with Kameron was approved. The transaction closed on February 27, 2015 and the Corporation received its first payment of \$2.0 million. Kameron is now the owner and operator of the Donkin Project.

Kameron began dewatering the tunnels in February 2015 and estimates completion in early summer 2015. Once the tunnels have been cleared, tunnel remediation will be completed prior to starting coal quality assessments being carried out. Kameron management is also in negotiations with Nova Scotia Power for a possible off-take agreement to supply coal from the Donkin Project.

Black Point Aggregate – Nova Scotia, Canada

The Black Point aggregate project (“BP Project”) consists of a granite deposit along the southern shore of Chedabucto Bay in Guysborough that has suitable characteristics for the development of a crushed stone marine export aggregate operation for supplying markets in the United States and Caribbean region.

On April 11, 2014 Morien entered into agreements (“Agreements”) with Vulcan Materials Company (“Vulcan”) and the Municipality of the District of Guysborough for the development of the BP Project. Under the terms of the Agreements, Vulcan assumed Morien’s interest in Black Point and became manager and operator of the project in exchange for milestone payments totaling \$1,800,000, and a royalty stream payable on all material sold from the project over the life of the mine. The first payment of \$1,000,000 was received on signing and transfer of interest to Vulcan. A second payment of \$800,000 is due upon the approval and receipt of all environmental permitting necessary for the mining and shipping of aggregate from the project. Environmental approvals are expected in the first quarter of 2016.

Banks Island Gold Ltd. Royalty – British Columbia, Canada

The Corporation owns a 1.5% Net Smelter Return royalty (“NSR”) over the marketable metal, ores, minerals and concentrates produced and shipped from a 1,987 hectare area within Banks Islands Gold Ltd.’s (“Banks Island”) Yellow Giant Gold property located 105 kilometres south of Prince Rupert, British Columbia. Banks Island has the right to purchase 0.5% of Morien’s 1.5% royalty at any time for a one-time payment of \$300,000.

The Corporation began to receive royalty payments from Banks Island in 2014. Banks Island declared that commercial production had begun at the Yellow Giant property effective January 1, 2015. In April 2015 Banks Island announced it had secured financing with Silver Stream SEZC which will enable them to accelerate production and further delineate and extend the current resource.

For a complete list of the risk factors which can affect the Corporation's projects, please refer to "Risk Factors" in the Corporation's Annual Information Form for the year ended December 31, 2014.

Selected Annual Information

The following information has been extracted from the Corporation's audited consolidated financial statements.

Expressed in thousands of Canadian dollars except per share amounts.

Fiscal Year Ended December 31	2014	2013	2012
Revenues	\$ 119	\$ Nil	\$ Nil
Loss from operations	\$ 839	\$ 1,241	\$ 802
Net loss for the year	\$ 14,397	\$ 1,227	\$ 1,231
Basic and diluted loss per share	\$ 0.28	\$ 0.03	\$ 0.12
Total assets	\$ 7,225	\$ 19,213	\$ 20,836
Total long-term liabilities	\$ Nil	\$ 150	\$ 250
Cash dividends declared	\$ Nil	\$ Nil	\$ Nil

All financial data has been prepared in accordance with IFRS.

Discussion of Operations

Three months ended March 31, 2015 and 2014

The Corporation recognized royalty revenue of \$34,994 (2014 – Nil) from Banks Island Gold Ltd. (see Project Summaries). The Corporation began to receive royalties in the second quarter of 2014.

Corporate and administration amounted to \$384,580 for the three months ended March 31, 2015 compared to \$179,966 in 2014. Approximately \$102,000 of the increase from the prior year is due to additional legal and management services associated with closing the sale of Donkin. \$56,000 of the increase is a non-cash expense on vesting options. Another \$44,000 of the increase is due to increased shareholder communication and IR activity.

Exploration expenses were \$24,119 compared to \$21,231 for the same period the prior year. The corporation is continuing to assist Vulcan with permitting the Black Point quarry and charged \$20,900 to Vulcan for management services in the first quarter of 2015 (2014 - \$24,000).

The Corporation recognized a reversal of impairment loss totaling \$60,497 in the first quarter of 2015 (2014- Nil). The underlying probabilities used in calculating the fair value of the Kameron

receivable have not changed. The reversal is due to being one quarter closer to collection and a drop in the rate used to discount the cash flows.

Total comprehensive loss for the three months ended March 31, 2015 was \$300,940 or \$0.01 per share compared to \$201,607 or \$0.00 per share for the same period in 2014.

Summary of Quarterly Results

Expressed in thousands of Canadian dollars except per share amounts

	Fiscal 2015		Fiscal 2014			Fiscal 2013		
	Q1 Mar-15	Q4 Dec-14	Q3 Sep-14	Q2 Jun-14	Q1 Mar-14	Q4 Dec-13	Q3 Sep-13	Q2 Jun-13
Revenue	\$ 35	\$ 18	\$ 22	\$ 79	Nil	Nil	Nil	Nil
Net loss	\$ (301)	\$ (14,599)	\$ (154)	\$ 540	\$ (184)	\$ (127)	\$ (382)	\$ (341)
Basic and diluted loss per share	\$ (0.01)	\$ 0.25	\$ 0.01	\$ 0.01	\$ 0.01	\$ 0.00	\$ (0.01)	\$ (0.01)
Total assets	\$ 7,076	\$ 7,225	\$ 20,596	\$ 19,581	\$ 19,131	\$ 19,213	\$ 19,488	\$ 20,061

All financial data has been prepared in accordance with IFRS.

The Corporation's expenditures vary from quarter to quarter depending on the timing of its exploration and development programs and the size of royalty payments from Banks Island Gold Ltd. Upon successful permitting of the Black Point Project, the Corporation will receive a payment of \$800,000 from Vulcan. The net income amount in the second quarter of 2014 related to the gain recognized on the sale of the Black Point project, while the loss in the fourth quarter of 2014 resulted from the impairment charge recognized on the Donkin Project. The Corporation is not aware of any other specific trends which account for fluctuations in financial results from period to period.

Liquidity and Capital Resources

At March 31, 2015, the Corporation had working capital of \$4,050,698, compared to \$2,796,905 at December 31, 2014, excluding assets held for sale.

On February 27, 2015 and the Corporation received its first payment of \$2.0 million on close of the transaction with Kameron (see Project Summaries).

In the first quarter of 2015, the Corporation purchased 1,190,000 shares under a normal course issuer bid at a total cost of \$240,157. Subsequent to March 31, 2015, the Corporation purchased an additional 500,500 shares at a total cost of \$112,670.

In the second quarter of 2014, the Corporation began receiving royalty payments from Banks Island (see Project Summaries). The size and timing of future royalty payments is uncertain due to the early stage in development of the property.

Subject to all the risks and uncertainties outlined in greater detail the Corporation's December 31, 2014 AIF, with a production decision, potential future royalties from the Donkin Project could

range from \$4.0 to \$6.0 million per year at full production of 2.75 million tonnes per year of saleable coal. Royalties from Black Point could range from \$250,000 to \$750,000 per year over the mine life.

As of the date of this MD&A, the Corporation has working capital of approximately \$3.8 million, which is expected to meet the Corporation's obligations through 2016. The Corporation may also use its cash resources to acquire outstanding common shares under its normal course issuer bid (see Outstanding Share Data).

Other than as discussed herein, the Corporation is not aware of any trends, demands, commitments, events or uncertainties that may result in the Corporation's liquidity or capital resources either materially increasing or decreasing at present or in the foreseeable future.

Outlook

Morien is in the desirable position of having a robust cash balance, near-term milestone payments pending and a group of three attractive royalties. With its strong capital position, the Corporation is focused on identifying mineral assets to purchase, which will complement the Corporation's existing portfolio.

Contractual Obligations

The Corporation signed a management services agreement with Erdene Resource Development Corporation for management personnel, office space and sundry costs. In 2014, the fee amounted to \$421,829 (2013 - \$501,279) and is expected to be approximately \$535,000 in 2015, which the Corporation expects to satisfy from its current cash resources.

Off-Balance Sheet Arrangements

As at March 31, 2015, the Corporation had no material off-balance sheet arrangements such as guarantee contracts, contingent interests in assets transferred to an entity, derivative instrument obligations or any obligations that trigger financing, liquidity, market or credit risk to the Corporation.

Contingent Liabilities

In connection with the sale of the Corporation's 25% interest in the Donkin Coal Project, the Corporation gave an indemnification to Kameron Collieries ULC with respect to certain possible litigation matters related to the Donkin Coal Project and other related matters. No such claims or litigation have been initiated and the financial amount of potential claims cannot be reasonably estimated, although it is possible that such claims could be material. The Corporation has concluded that it is not probable that liability will result from these matters or from the indemnity and therefore no amount has been accrued in the financial statements.

Critical Accounting Estimates

The preparation of the financial statements requires the Corporation's management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. The determination of estimates requires the exercise of judgment based on various assumptions and other factors such as historical experience and current and expected economic conditions and are continually evaluated. Actual results may differ from these estimates. The more significant areas requiring the use of management estimates and assumptions are discussed below.

Due from Kameron Collieries

In assessing the value of the remaining \$3.5 million due from Kameron, the Corporation performed a probability analysis to determine the likelihood of collection of the remaining payments. The first future payment was assigned a probability of 70%; and the third payment was assigned a probability of 80% as once the second payment is received, the third becomes more likely. The present value of the payments was discounted using an average risk free rate of 0.5%.

The estimate of the recoverable amounts from the sale of Donkin, and the amount recorded as impairment, are subject to significant judgment and uncertainty. As the future amounts to be received by the Corporation are highly dependent on the development and operation of the project, they may be higher or lower than initially estimated. Changes in these estimates will be recorded in future periods as these uncertainties are resolved and the actual cash payments are received. These amounts may differ materially from the amounts initially estimated.

Estimate of recoverability for non-financial assets

Events or changes in circumstances may give rise to significant impairment charges or reversals of impairment in a particular year.

In accordance with the Corporation's accounting policy, each non-financial asset or cash generating unit is evaluated every reporting period to determine whether there are any indications of impairment. If any such indication exists, a formal estimate of recoverable amount is performed and an impairment loss recognized to the extent that carrying amount exceeds recoverable amount. The recoverable amount of an asset or cash generating unit is measured at the higher of fair value less costs to sell and value in use. Impairment testing is also performed annually for any goodwill.

Fair value is determined as the amount that would be obtained from the sale of the asset in an arm's length transaction between knowledgeable and willing parties, and is generally determined as the present value of the estimated future cash flows expected to arise from the continued use of the asset, including any expansion prospects, and its eventual disposal. Value in use is also generally determined as the present value of the estimated future cash flows, but only those expected to arise from the continued use of the asset in its present form and its eventual disposal. Present values are determined using a risk-adjusted pre-tax discount rate appropriate to the risks inherent in the asset

Future cash flow estimates are based on expected production and sales volumes, mineral prices (considering current and historical prices, price trends and related factors), resources, operating costs, restoration and rehabilitation costs and future capital expenditure. This policy requires

management to make these estimates and assumptions which are subject to risk and uncertainty; hence there is a possibility that changes in circumstances will alter these projections, which may impact the recoverable amount of the assets. In such circumstances, some or all of the carrying value of the assets may be impaired and the impairment would be charged against the income statement.

Share-based payments

The Corporation issues equity-settled share-based payments to certain employees and third parties outside the Corporation. Equity-settled share-based payments are measured at fair value (excluding the effect of non-market based vesting conditions) at the date of grant. Fair value is measured using the Black-Scholes pricing model and requires the exercise of judgment in relation to variables such as expected volatilities and dividend yields based on information available at the time the fair value is measured.

Fair value of financial instruments, including embedded derivatives

Where the fair value of financial assets and financial liabilities recorded in the consolidated statement of financial position cannot be derived from active markets, their fair value is determined using valuation techniques including the discounted cash flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. The judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

Provisions for site restoration

The Corporation records provisions which include various estimates, including the Corporation's best estimate of the future costs associated with settlement of the obligation, and discount rates applied. Such estimates are necessarily calculated with reference to external sources, all of which are subject to annual review and change.

Taxation

The Corporation's accounting policy for taxation requires management's judgment in assessing whether deferred tax assets and any deferred tax liabilities are recognized on the balance sheet. Deferred tax assets, including those arising from tax loss carry-forwards, capital losses and temporary differences are recognized only where it is considered probable that they will be recovered, which is dependent on the generation of sufficient future taxable profits. Assumptions about the generation of future taxable profits depend on management's estimates of future cash flows. These depend on estimates of future production and sales volumes, mineral prices, reserves, operating costs, restoration and rehabilitation costs, capital expenditure, dividends and other capital management transactions.

Judgments are also required about the application of income tax legislation. These judgments and assumptions are subject to risk and uncertainty, hence there is a possibility that changes in circumstances will alter expectations, which may impact the amount of any deferred tax assets and deferred tax liabilities recognized on the balance sheet and the amount of other tax losses and temporary differences not yet recognized. In such circumstances, some or all of the carrying amount of any recognized deferred tax assets and liabilities may require adjustment, resulting in a corresponding credit or charge to the income statement.

Future Changes in Accounting Policies

The following new standards, and amendments to standards and interpretations under IFRS, are not yet effective, and have not been applied in preparing the consolidated statements:

Amendments to IFRS 9 - Financial Instruments

The IASB has issued IFRS 9, Financial Instruments, which replaces IAS 39, Financial Instruments: Recognition and Measurement. The objective of IFRS 9 is to establish principles for the financial reporting of financial assets and financial liabilities that will present relevant information to users of financial statements for their assessment of the amounts, timing and uncertainty of an entity's future cash flows.

The effective date for adoption of IFRS 9 is annual periods beginning on or after January 1, 2018. The Corporation will evaluate the impact of the change to the consolidated financial statements based on the financial characteristics of financial instruments outstanding at the time of adoption.

Disclosure Controls and Internal Controls over Financial Reporting

The Chief Executive Officer ("CEO") and Chief Financial Officer ("CFO") are responsible for establishing and maintaining the Corporation's disclosure controls and internal controls over financial reporting to provide reasonable assurance i) that material information about the Corporation and its subsidiaries would have been made known to them and ii) regarding the reliability of financial reporting and the preparation of financial statements for external purposes.

Venture issuers are not required to provide representations in their annual and interim filings relating to the establishment and maintenance of, nor are they required to establish, disclosure controls and procedures and internal controls over financial reporting, as defined in National Instrument 52-109. In particular, the CEO and CFO certifying officers do not make any representations relating to the establishment and maintenance of (a) controls and other procedures designed to provide reasonable assurance that information required to be disclosed by the issuer in its annual filings, interim filings or other reports filed or submitted under securities legislation is recorded, processed, summarized and reported within the time periods specified in securities legislation, and (b) processes to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with the issuer's GAAP.

Financial Instruments and Other Risks

Financial Instruments

The Corporation's financial instruments consist of cash, trade and other receivables, trade and other payables, amounts due to shareholder, and finance leases. Management does not believe the financial instruments held by the Corporation expose it to any significant interest, currency or credit risks. The fair market value of these financial instruments approximates their carrying values, unless otherwise noted.

Risks

In conducting its business, the principal risks and uncertainties faced by the Corporation relate primarily to exploration and evaluation results, commodity prices underlying the Corporation's royalties, access to capital and general market conditions. Exploration and development of mining operations involve many risks, many of which are outside the Corporation's control.

At this stage in the Corporation's development, it relies primarily on equity financing for its working capital and capital requirements to fund its exploration and development programs. Future equity financing could be affected by many factors outside the Corporation's control such as market or commodity price changes, changes in the value of the Canadian dollar against the US dollar, general economic conditions, exploration results or political or economic changes in the jurisdictions in which the Corporation operates.

Additional risk factors affecting the Corporation are noted under "Risk Factors" in the Corporation's Annual Information Form for the year ended December 31, 2014, available at www.SEDAR.com.

Outstanding Share Data

Share Capital:

In the first quarter of 2015, the Corporation repurchased 1,190,000 shares at an average price of \$0.20 per share under a normal course issuer bid ("NCIB"). Under the terms of the NCIB, Morien may acquire up to 1,198,000 shares in a 30 day period, up to a maximum of 4,995,300 shares up to during the period ended January 22, 2016, representing approximately 10% of the public float of Morien prior to commencement of the NCIB. Such purchases will be made through the facilities of the TSX Venture Exchange ("TSXV"). Shareholders may obtain a copy of the Notice of Intention to Make a Normal Course Issuer Bid filed by the Corporation with the TSXV in respect of the NCIB, without charge, by contacting Morien.

In April 2015, the Corporation purchased 56,000 shares at an average price of \$0.21 per share. In May 2015 the Corporation purchased 444,500 shares at a cost of \$100,663.

In April 2015, 6,010 of the Corporation's shares were cancelled, being shares that had been held by Computershare Trust Company of Canada for holders of shares of Highwood Resources Ltd. in connection with a plan of arrangement that concluded in 2002 among predecessors to the Corporation.

To the date of this MD&A, the Corporation had 58,245,738 shares issued and outstanding.

Stock Options:

During the three months ended March 31, 2015, 240,000 options with a weighted average exercise price of \$0.69 expired.

To the date of this MD&A, the Corporation had 5,135,000 stock options outstanding, of which 4,893,564 were vested and exercisable.

Broker Warrants:

As of the date of this MD&A, the Corporation had 341,728 outstanding broker warrants. Each broker warrant entitles the holder to purchase one common share of the Corporation at \$0.25 per share until September 26, 2016.

Other Information

Additional information regarding the Corporation, including the Corporation's annual information form, is available on SEDAR at www.sedar.com and on the Corporation's website at www.morienres.com.