

PATRICIA MINING CORP.

Management's Discussion and Analysis of Financial Results First Quarter 2004

The following is Management's Discussion and Analysis of the financial condition of the Company, to enable a reader to assess material changes in financial condition and results of operations for the three months ended March 31, 2004, compared to the prior year quarter. This Management's Discussion and Analysis has been prepared as of May 27, 2004. The Management's Discussion and Analysis should be read in conjunction with both the audited consolidated financial statements for the year ended December 31, 2003, and the related annual Management's Discussion and Analysis included in the 2003 Annual Report.

Overview and Strategic Activities

Patricia Mining Corp. (Patricia) is a Canadian exploration company with a focus on gold. Patricia's main asset is the Island Gold Project, in the Wawa area, 70 kilometers southeast of Hemlo, Ontario.

The Island Gold Project consists of 123 patented and leased claims and has a modern, fully permitted 650-tonne per day carbon in pulp mill on site. The company has begun a surface exploration program and initiated an advanced underground exploration program.

In 2003, AMEC E&C Services Limited (AMEC) of Vancouver provided Patricia with evaluations of possible development scenarios employing combinations of open pit and underground mines to feed conventional milling and heap leaching facilities at various throughput tonnages, ranging from 2,000 tonnes/day to 15,000 tonnes/day and examined potential economics for four of these. The four scenarios included: 5,000 tonne/day combined open pit and underground, 11,000 tonne/day combined open pit and underground, 5,000 tonne/day combined open pit and underground with additional 5,800 tonne/day of heap leach material, and 2,000 tonne/day underground operations. The projected underground mining rate for the combined open pit and underground scenarios ranged between 11,000 and 2,000 tonnes/day. In light of the rise in gold prices, the Company decided to evaluate processing the substantial high-grade resource at the Island Gold Project through the existing mill facilities while achieving the longer term goal of outlining sufficient reserves for a larger bulk mining operation as outlined in the AMEC study.

In August 2003, Patricia announced that it had concluded an agreement with Richmond Mines Inc. As part of the agreement, Richmond completed a \$1 million investment in Patricia. With their investment, Richmond gained an option to earn a 55% undivided joint venture interest in Patricia's Island Gold Project by placing the project into production or by expending \$10 million on the project. After vesting, and if further financing is required,

Richmont has agreed to arrange additional financing to the joint venture up to a maximum of \$10 million. The agreement requires an exploration program, budgeted at \$2.5 million be completed by Patricia within 12 months. The program is to include surface drilling, permitting, dewatering of the existing Lochalsh ramp, underground drilling, and both lateral and vertical underground development. On completion of the exploration program, Richmont may exercise its option to earn a 55% undivided joint venture interest in the Island Gold Project.

Results of exploration and development activities

Milestones achieved in the first quarter are:

1. The closure plan was prepared by N.A.R Environmental Consultants for Patricia and was submitted to the Ministry of Northern Development and Mines and the closure plan was approved on April 2, 2004.
2. Dumas Mining has been selected to perform the dewatering and rehabilitation of the main ramp. The contractor began mobilizing on March 25 in anticipation of the approval of the Closure Plan.
3. W.A. Hubacheck Consultants Ltd. have been retained to develop an exploration program from surface and underground. A total of 4,872 meters of diamond drilling was carried out from surface and an underground program is slated to commence in June 2004.
4. A drilling contractor, Forage Orbit from Val D'Or, has been retained to carry out a diamond drilling program of 7,500 meters from the underground. It is anticipated that the ramp will be sufficiently dewatered to mobilize this drilling contractor in June 2004.
5. The budget for the surface and underground exploration program is now estimated at \$2.7 million of which \$459,266 was spent in the first quarter.

A surface and underground exploration program to achieve the objective of a decision on recommencing gold production at the existing mill on the property was initiated in early 2004 and is budgeted at \$2,700,000. This program is expected to be completed in late 2004. The program includes surface drilling, permitting, dewatering of the existing Lochalsh ramp, underground drilling, and both lateral and vertical underground development. To date permitting and surface drilling have been completed and the Company is currently dewatering the Lochalsh ramp. The Lochalsh ramp will provide underground access to both the Island/Lochalsh zone and the North Shear zone.

Dumas Mining Contracting Ltd. (Dumas) has been contracted to dewater and conduct underground mining exploration. Dumas mobilized to the site in March 2004 and following receipt of approvals from the Northern Development and Mines, has initiated dewatering of the Lochalsh ramp. Once the ramp has been rehabilitated, Dumas will carry out a program

consisting of approximately 350 meters of drifting on two levels from the Lochalsh Ramp. Forage Orbit Inc. has been contracted to carry out a 7,500 meter underground diamond drilling program from the Lochalsh ramp and this work is scheduled to start in mid-June 2004. It is anticipated that the underground program will be completed in late 2004 and following an analysis of the results Richmond will determine whether they will exercise their option to earn 55%.

Patricia Mining Corp. has a water quality monitoring program on the Island Gold site and is maintaining the important permits to enable mining to be resumed. The Company has an approved closure plan and financial assurance in place for the eventual closure of the past-producing Kremzar mine. In April 2004 the Company completed a closure plan for the Lochalsh Ramp and the advanced underground exploration program that is currently in progress.

On May 5, 2004, subsequent to the end of the quarter, the Company announced initial assay results from a surface diamond drilling exploration program. This program was initiated in mid-January and nine holes totalling approximately 5,500 meters have been drilled.

The surface program tested the North Shear Zone and deep extensions of the Island/Lochalsh Zone. Seven drill holes were targeted on 100-meter fences from Section 14,900E to 15,300E and have successfully intersected both zones below the Lochalsh Ramp and exploration drifts at the -120m and -140m levels. Two drill holes targeted the deep extensions of the North Shear Zone on Section 14,200E and Section 14,600E. Seven holes have intersected visible gold mineralization. The program has extended the vertical depth of the Island/Lochalsh zone to 450 meters and confirmed the presence of gold mineralization in the North Shear Zone over a strike length of 1,100 meters and to a depth of 350 meters.

Highlights from assays received to date include hole PR-04-04 which intersected 4 meters grading 7.07 g/t gold including 1 meter grading 15.30 g/t gold on the Island Zone and hole PR-04-03 which intersected 2.75 meters grading 6.17 g/t gold including 0.6 meters grading 25.8 g/t gold on the North Shear. A summary of drill hole assay results received to date follows:

DDH	ZONE	SECTION	FROM (m)	TO (m)	WA GRADE(g/t)	LENGTH (m)
PR-04-01 (collar dip -50°S)	North	15300E	246.9	250.8	6.15	3.9
	including	→→	249.8	250.8	9.70	1.0
			330.3	332.3	3.57	2.0
	Including Island	→→ 15200E	330.3 768.5	330.8 769.5	7.20 4.29	0.5 1.0
PR-04-02 (collar dip -47°S)	North	15200E	189.0	190.5	7.00	1.5
	Island	15200E	694.0	711.9	1.64	17.9
	including	→→	694.0	697.0	3.90	3.0
	including	→→	696.0	697.0	5.60	1.0
PR-04-03 (collar dip -60° S)	North	14200E	588.0	596.5	2.98	8.5
	including	→→	593.75	596.5	6.17	2.75
	including	→→	595.9	596.5	25.80	0.6
PR-04-04 (collar dip -47° S)	North	15000E	assays pending			
	Island	15000E	582.0	590.0	2.00	8.0
	including	→→	589.0	590.0	6.30	1.0
	Island	15000E	596.0	613.8	2.47	17.8
	Including	→→	596.0	600.0	7.07	4.0
	including	→→	596.0	597.0	9.30	1.0
including	→→	599.0	600.0	15.30	1.0	
PR-04-05 (collar dip -70°S)	North	15000E	234.0	235.0	5.4	1.0

The surface diamond drilling program involving geological core logging, sampling and assaying tasks are supervised by Peter Hubacheck, P.Geo. #1059 (APGO) on behalf of Hubacheck Consulting Geologists (HCG). The core samples are collected by HCG personnel at the drill for each hole and transported to a core processing facility at the Patricia Mine Site.

The NQ drill core is geologically logged for rock type, alteration, mineralization, % recovery and RQD factors, prior to being sawn lengthwise in half. Individual core sample lengths (standardized from 0.5m to 1.5m) are selected by the HCG personnel on a geological basis to delimit the gold mineralization based on lithological rock type, alteration and structural features. The remaining half core is stored on site in racks after core processing.

The core samples are bagged, labeled on site, then transported in one-time-use wire sealed, rice fibre bags by Trans Provincial Freight Carriers and delivered to SGS Canada Inc.'s sample prep lab in Sudbury. At this accredited facility, there is crushing of the total sample, splitting to 200 grams, and milling using chrome steel mill to -200 mesh. The pulps are transported to Toronto for finishing. Gold analysis is by fire assay using a 30-gram sample -AA finish. Gold analysis on samples > 2000ppb is by fire assay using a 30-gram gravimetric finish. Quality control is maintained by the periodic insertion of blanks in the sample stream. The blanks were obtained from barren diabase cored during the program. Duplicate samples are also inserted using quartered core samples from selected samples.

Liquidity and Capital Resources

As of March 31, 2004, the company had cash of \$3,324,030 compared to \$3,823,364 at December, 2003. The change in Cash position is therefore (\$499,334).

The company has sufficient cash to meet the requirements of the current exploration program. The company has raised funds in the past through equity financing and the exercise of options and warrants to finance its operations.

During the first quarter, the company raised gross proceeds of \$33,334 through the exercise of 83,334 warrants. The number of stock options remained the same at the end of the first quarter as it was at end of 2003.

Results of Operations

Exploration and development expenditures during the first quarter ended March 31, 2004 amounted to \$459,266. These expenditures compare with \$45,571 for the same period in 2003. The increase reflects the considerably increased level of exploration activity on the project.

Salaries expenses, including CPP and EI payments, for the quarter ended totalled \$14,199.

Office and General Expenses of \$23,324 include a fee paid to a consultant for bookkeeping and corporate secretarial services and insurance premiums paid for the Toronto office and Wawa site coverage. This is an increase from \$7,484 in the same period of 2003 and reflects an increased level of activities.

Advertising and promotion increased to \$23,352 from \$1,731 for the same period in the previous year. This reflects the addition of an investor relations consultant and the company's involvement at trade shows including Toronto and Vancouver. In the previous year investor relations were primarily handled by management.

The significant increase in professional fees to \$23,353 in the quarter ended March 31, 2004 as compared to \$1,731 in the same quarter for the previous year is a result of increased legal cost related to financing activities in late 2003 and also a result of increased legal and accounting costs related to new compliance regulations.

Related party transactions

For the 1st quarter of 2004, the company paid management and consulting fees of \$36,121 including \$12,769 to Sutcliffe Geological Consultants Inc. Dr. Sutcliffe is an officer and director of Sutcliffe Geological Consultants Inc.

Risk Factors

The Company explores and develops properties for metals that have volatile market prices. In particular, a decline in the price of gold may adversely affect the Company's ability to raise capital to explore and develop existing and new mineral properties. Other risk factors that could affect the Company's outlook include, but are not limited to: problems related to geological, technical, environmental, mining, and processing issues; future results of exploration programs at the Island Gold Project; land title issues; government regulations and environmental issues.

Outlook

The management and board decided that the best chance for a successful mining operation at the Island Gold Project was to involve a joint venture participant that had a successful history of mining narrow-vein gold deposits. As a result of an agreement reached in August 2003, Richmond Mines Inc. may be a participant in the Island Gold Project. After Patricia completes a \$2.5 million surface and underground exploration program designed to evaluate a production decision, Richmond can earn a 55% undivided interest in the property by placing the property into production or by spending \$10 million on exploration and development. During the first quarter of 2004, Patricia achieved several important milestones toward the completion of the surface and underground exploration program. We anticipate completion of the underground component of the exploration program in late 2004.

Subsequent events

Subsequent to March 31, 2004, the Company began an executive search for new President and CEO, which led to the appointment of Jean-Pierre Chauvin, P.Eng. on May 25, 2004. Mr. Chauvin will also join the board of directors of the company.

May 28, 2004

JP Chauvin, P.Eng.
President and CEO

R.H. Sutcliffe, Ph.D., P.Geo.
Chairman