

PATRICIA MINING CORP.

Management's Discussion and Analysis of Financial Results for the Nine Months Ended September 30, 2004

The following is Management's Discussion and Analysis intended to help the reader to understand the history, business environment, strategy, risks and the financial condition of the Company. Management's Discussion and Analysis has been prepared as of November 25, 2004, and is issued in conjunction with the unaudited financial statements for the nine months ended September 30, 2004. The Management's Discussion and Analysis should be read in conjunction with 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.

The reader is encouraged to review additional information relating to the Company on the System for Electronic Document Analysis and Retrieval (SEDAR) at www.sedar.com.

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, Ontario.

The Island Gold Project consists of 120 patented and leased claims and a modern, fully permitted 650-tonne-per-day carbon in pulp mill. In August 2003, Patricia announced the completion of an agreement with Richmond Mines Inc., whereby Richmond subscribed for two million shares of Patricia for proceeds of \$1 million. Richmond was granted the option to earn up to a 55% undivided joint venture interest in the Island Gold Project by expending up to \$10 million or placing the project into production. After vesting, and if further financing is required, Richmond has agreed to arrange additional financing to the joint venture up to a maximum of \$10 million. The agreement required an exploration program, budgeted at \$2.5 million be completed by Patricia within 12 months. The program included surface drilling, permitting, dewatering of the existing Lochalsh ramp, underground drilling, and both lateral and vertical underground development. The Company completed this program in September of 2004.

Patricia retained Roscoe Postle Associates Inc. to perform a National Instrument 43-101 Mineral Resource Estimate. This estimate has now been completed and the Company announced in a November 11, 2004 press release the Island Deposit estimate that cumulates the surface and underground diamond drilling. The drilling performed in this program has defined an Indicated Resource of 272,000 tonnes averaging an uncut grade of 13.8 g/t Au. Using a cutting factor of 75 g/t Au for high values, the average grade is 12.3 g/t and 108,000 contained ounces. Furthermore, the Inferred Resources are estimated at 275,000 tonnes averaging an uncut grade of 19.6 g/t Au or using a cutting factor 75 g/t Au for high values 13.1 g/t Au and 116,000 contained ounces. A report on this program will be issued to Richmond and filed on SEDAR by December 11, 2004.

In 2002 Patricia had a 43-101 Mineral Inferred Resource Estimate (SEDAR filed) completed by Eric Kalio P.Geo. the qualified person, which outlined an inferred resource of 2,034,000 tonnes averaging 8.3 g/t Au (544,190 contained ounces Au) in 6 zones. One of these zones, the Island Deposit formerly called the Island zone was estimated at that time to contain 515,000 tonnes averaging 7.35 g/t Au (121,906 contained ounces Au) at a 5.0 g/t Au cut-off. As a result of the recently completed exploration program which included much tighter drill spacing, Patricia has now upgraded the tonnage, and significantly increased the grade by approximately 50%. Management notes that the Island Deposit is still open at depth and along strike.

Results of Exploration and Development Activities

Milestones achieved in the third quarter are:

1. Dumas Mining Contracting Ltd. (Dumas) has completed the development of 130 meters of exploration drift. and 53 meters of lateral development in ore.
2. Drilling contractor, Forage Orbit Inc., completed an underground diamond drilling program of 7,300 meters.
3. The original surface and underground exploration program budgeted at \$2.5 million was completed.

Patricia Mining Corp. has a water quality monitoring program on the Island Gold site and is maintaining the permits which will 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.

A summary of assay results received to date can be found in the press releases dated July 19th, August 9th, September 7th and October 1st, 2004.

The surface and underground diamond drilling program involving geological core logging, sampling and assaying tasks are supervised by Peter Hubacheck, P.Geo. #1059 (APGO) on behalf of W.A. Hubacheck Consultants Ltd.

Liquidity and Capital Resources

As of September 30, 2004, the Company had cash of \$1,527,095 compared to \$3,823,364 at September 30, 2003. As at September 30, 2004, the Company had working capital of \$1,576,597 compared to \$3,760,928 as at September 30, 2003. Cash and working capital have both decreased due to undertaking and completing a \$2.5 million surface and underground exploration program at the Island Gold Project and incurring .operating costs of approximately \$710,000.

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

During the third quarter, the Company closed a private placement financing of \$1,000,000 through the sale of \$2,000,000 units at a price of \$0.50 per unit. Each unit consisted of one Common share and one-half of one share purchase warrant. Each whole share purchase warrant is exercisable into one common share at \$0.60 until August 31, 2006. For its services as lead agent, Northern Securities Inc. was paid a cash commission of \$70,000 and received 200,000 broker warrants exercisable at \$0.50 until August 31, 2006. The Company also issued a total of 265,000 stock options to two consultants of the Company and the newly appointed CFO.

Results of Operations

Exploration and development expenditures to September 30, 2004 amounted to approximately \$2.6 million. These expenditures compare with approximately \$145,000 for the same nine-month period in 2003. The increase reflects the considerably increased level of exploration activity on the Island Gold project during 2004.

The Company reported no revenues in the nine-month period ended September 30, 2004 or the nine-month period ended September 31, 2003. For the nine months ended September 30 2004, the Company had an operating loss of \$710,101 or \$(0.03) per share compared to an operating loss of \$303,500 or \$(0.02) per share for the nine months ended September 30, 2003. The increased operating expenses were the result of several factors as explained below

There was an increase in stock-based compensation of \$130,787, a non-cash item charged to operations, as a result of the issuance of 515,000 stock options during the nine-month period and all stock-based compensation now being valued and charged to operations.

Due to the appointment of a new President and CFO, management fees for the nine months ended September 30 2004 increased by \$65,910 over the same period in the previous year

Office and General Expenses increased by \$64,827 due largely to an increase in activity at the Island Gold site necessitating a significant increase in insurance coverage and expense. Concurrently, there has also been a general increase in the level of activity at head office as compared to a year ago.

Advertising and promotion increased by \$72,216 over the same period in the previous year. This reflects the addition of an investor relations consultant, increases in graphics and printing costs, and the Company's participation at trade shows in Toronto and Vancouver. In the previous year, investor relations were primarily handled internally.

The significant increase in professional fees of \$60,328 for the nine months ended September 31, 2004 as compared to the same period in the previous year is a result of

costs related to an executive search and relocation costs for a new president and also a result of increased legal and accounting costs related to new compliance regulations.

Related Party Transactions

For the nine months of 2004, the Company paid management and consulting fees of \$111,625 to Sutcliffe Geological Consultants Inc. and Chauvin Engineering Ltd. Dr. Sutcliffe is an officer and director of Sutcliffe Geological Consultants Inc. and JP Chauvin is an officer and director of Chauvin Engineering Ltd.

Risk Factors

The Company explores for precious 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: U.S. dollar exchange rate, problems related to geological, technical, environmental, mining, and processing issues; future results of exploration programs at the Island Gold Project; land title issues and government regulations.

Outlook

Management is encouraged by the results of the exploration program which increased the grade and total ounces of gold in the Island Deposit. Management emphasizes that the Island Deposit is the first zone of the many identified zones within the Island Gold Project land package that the Company has conducted advanced underground exploration on.

Management is further encouraged by the strong price of gold and bullish equity markets that have prevailed over the last several months. However, a strong Canadian dollar relative to the U.S. dollar has somewhat offset the effect of higher gold prices.

Finally, Management is highly optimistic that the encouraging exploration results coupled with the strong price of gold will lead to Richmond exercising its option on the Island Gold Project.

Subsequent Events

The Company and Richmond designed and implemented a joint interim \$900,000 exploration program to further explore and define resources in the Island Deposit. Patricia will fund \$650,000 of this program as announced in the Company's October 19, 2004 press release.

November 25, 2004

JP Chauvin, P.Eng.
President and CEO

Christopher R. Chadder, CA
CFO