

**YORBEAU RESOURCES INC.
("Yorbeau" or the "Company")**

**Management's Discussion and Analysis
for the period ended June 30, 2006**

The following discussion and analysis was prepared as at August 11, 2006 and should be read in conjunction with the interim financial statements of the Company for the period ended June 30, 2006 and the notes thereto and the annual financial statements of the Company for the year ended December 31, 2005 and the notes thereto.

Certain statements contained in this discussion and analysis constitute forward-looking statements. These statements involve known and unknown risks, uncertainties and other factors that may cause actual results to differ materially from those anticipated in such forward-looking statements. The Company believes the expectations reflected in these forward-looking statements are based on reasonable assumptions but no assurance can be given that these expectations will prove to be correct.

General

During the period ended June 30, 2006, the Company announced its decision to dewater the underground workings located on the portion of the Rouyn Property known as the Augmitto Block. As a result activities during the period were largely focused on preparation of the various regulatory applications required in connection with the dewatering and rehabilitation of the underground infrastructure which include a 3,747 foot ramp and extensive drifting on several levels. Once regulatory approval is obtained, dewatering is expected to take about 2 months and cost approximately \$500,000.

A historical reserve calculation for the Augmitto Block done in April 1988 by A.C.A. Howe International Ltd., an independent consulting firm, indicates a total diluted reserve of 1,896,803 short tons at 0.165 oz/ton Au in the proven, probable and possible categories using a cut-off of 0.075 oz/ton Au. The Company has not undertaken any independent investigation of this reserve estimate nor has it independently analyzed the results of the previous exploration work in order to verify the classification of the reserves. However, once the dewatering of the underground workings has been accomplished, the Company will be in a position to continue its drilling program from depth and carry out a new resource calculation which will be compliant with NI 43-101.

In the coming months the Company intends to extend an exploration drift from the existing ramp on the Augmitto Block into the Cinderella Block in an area where the Company has obtained very encouraging results on its exploration programs over the last two years. As well, the Company intends to arrange for a substantial bulk sample to be processed at a milling facility located in the region which should provide essential information on grade recovery and generate revenue. The Company will also be continuing a drilling program from surface on the Cinderella and Lake Gamble Blocks of the Rouyn Property.

Results of operations

During the period ended June 30, 2006, the Company recorded a net loss of \$257,580 compared to a net loss of \$236,379 for the corresponding period in the previous year. This represents a net loss of \$0.01 per share. Interest and other revenues for the three months ended June 30, 2006 was of \$25,122 (compared to \$241 for the corresponding period in the previous year). The expenses for the period totalled \$194,118, including stock compensation, compared to \$162,953 for the period ending June 30, 2005. During the period, the Company incurred a total of \$645,121 in exploration expenses (compared to \$365,537 for the corresponding period in the previous year), of which \$643,611 were spent on the Rouyn property and \$1,510 were spent on the Beschefer property.

Summary of quarterly results

The following table sets forth selected quarterly financial information for each of the eight most recently completed quarters:

<u>Quarter ending</u>	<u>Revenue</u>	<u>Net profit (loss)</u>	<u>Net profit (loss) per share, basic and diluted</u>
June 30, 2006	\$25,122	\$(257,580)	\$(0.01)
March 31, 2006	\$11,658	\$(155,837)	\$(0.01)
December 31, 2005	\$3,550	\$(100,761)	\$(0.01)
September 30, 2005	\$100	\$(240,395)	\$(0.01)
June 30, 2005	\$241	\$(236,379)	\$(0.01)
March 31, 2005	\$243	\$(164,859)	\$(0.01)
December 31, 2004	\$3,179	\$(127,055)	\$(0.01)
September 30, 2004	\$2,213	\$(209,464)	\$(0.01)

The financial statements for the periods indicated above have been prepared in accordance with Canadian generally accepted accounting principles.

Liquidity

The Company has financed its operations almost exclusively through the sale of its shares and will continue to do so for the foreseeable future.

As at June 30, 2006, the Company had cash and short-term deposits of \$839,707 compared to \$1,312,029 at March 31, 2006. Working capital as at June 30, 2006 was \$1,003,775 compared to \$1,422,749 as at March 31, 2006. The decrease in working capital is a result of corporate expenses and the Company's ongoing costs related to its exploration programme on the Rouyn Property.

Transactions with related parties

David Crevier, the chairman and a director of the Company is a partner of Colby, Monet, Demers, Delage & Crevier L.L.P., a law firm which has rendered legal services to the Company in an amount of \$75,336 for the three month period ended June 30, 2006.

For the same period, a sum of \$12,500 was paid as an advance royalty to Société Minière Alta Inc., of which G. Bodnar Jr., the president of the Company, is the sole shareholder.

During the same period, consulting services were also provided to the Company by Ram Kanwar and by Louis Bernier, both directors of the Company, respectively in amounts of \$2,100 and \$1,550.

Outstanding Share Data

The authorized share capital of the Company consists of an unlimited number of Class A common shares of which 98,575,501 were issued and outstanding as at June 30, 2006. The Company also has options outstanding to purchase a total of 5,050,000 shares at prices ranging from \$0.155 to \$0.45 per share.

Additional information

Additional information on the Company is available on SEDAR at www.sedar.com.