

**YORBEAU RESOURCES INC.**  
**(“Yorbeau” or the “Company”)**

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

*The following discussion and analysis was prepared as at November 6, 2006 and should be read in conjunction with the interim financial statements of the Company for the period ended September 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 constitutes 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 September 30, 2006, the Company continued the preparation and filing of the various regulatory applications required in connection with the dewatering and rehabilitation of the underground workings located on the portion of the Rouyn property known as the Augmitto Block.

On September 12, 2006, the Company began a surface exploration drilling program on the Rouyn property, the objective of which is to verify, at depth, the extensions of the main gold bearing structures already known on the Augmitto Block and those identified in 2004-2005 on the Cinderella Block by surface trenching and drilling. Management is extremely pleased with the results of the program obtained to date: from 517.10 to 521.40 meters, hole 06-S-413 returned 49.98 g/t Au over 4.30 meters or 1.47 oz/t Au over 14.11 feet. The hole intersected the Cadillac-Larder Lake Break deformation corridor in which the main gold bearing structures are located. The drilling program, of approximately 5,000 meters, will continue until the end of 2006.

Results of operations

During the three month period ended September 30, 2006, the Company recorded a net loss of \$253,452 compared to a net loss of \$240,395 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 September 30, 2006 amounted to \$5,444. The expenses for the period totalled \$258,896, compared to \$240,495 for the period ending September 30, 2005. The administrative charges for the period increased by \$104,186 compared to the corresponding period in the previous year mainly as a result of the cost of public relations and the cost of setting up a website. During the nine month period ended September 30, 2006, the Company incurred a total of \$984,998 in exploration expenses (compared to \$417,170 for the corresponding period in the previous year),

of which \$976,630 were spent on the Rouyn property and \$8,368 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>
September 30, 2006	\$5,444	\$(253,452)	\$(0.01)
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)

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 September 30, 2006, the Company had cash of \$538,426 compared to \$1,827,176 at December 31, 2005. Working capital as at September 30, 2006 was \$451,704 compared to \$1,923,074 as at December 31, 2005. 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 \$160,645 for the nine month period ended September 30, 2006.

For the same period, a sum of \$37,500 was paid as an advance royalty payment 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 in an amount of \$5,700 and by Louis Bernier in an amount of \$12,800, both directors of the Company.

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 September 30, 2006. The Company also has options outstanding to purchase a total of 5,300,000 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](http://www.sedar.com).