

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

Management's Discussion and Analysis
for the year ended December 31, 2007

The following discussion and analysis was prepared as at March 28, 2008 and should be read in conjunction with the annual financial statements of the Company for the year ended December 31, 2007 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 year ended December 31, 2007, the Company continued its activities on the Rouyn property. The Company carried out a drilling program, the first phase of which consisted of approximately 4,000 meters of definition drilling on the Augmitto block to validate historical gold grades and the continuity of lower zone B. A total of 31 definition holes has been drilled and the best mineralized intersections with respect to these holes are summarized in the Annual Information Form of the Company for its fiscal year ended December 31, 2007, a copy of which is available on SEDAR at www.sedar.com. The most promising section intersecting the lower zone B is observed in hole 07-S-425 which has returned a weighted average grade of 18.02 g/t Au over 3.5 meters at a core depth of 33 to 36.5 meters. The second phase of the drilling program consisted of approximately 1,800 meters of exploration drilling on the Cinderella block to target new gold structures and to demonstrate the continuity laterally and at depth of the mineralized zones comprising the Augmitto historical resources. The best mineralized intersections of the seven exploration holes drilled are also summarized in the Company's 2007 Annual Information Form.

During the year, the Company also completed a private placement of units and flow-through shares which generated gross proceeds of \$4,565,000. A total of 12,662,500 common shares, of which 6,412,500 are flow-through shares, and 3,125,000 warrants were issued under the placement. Each warrant entitles the holder to purchase one common share at a price of \$0.45 until December 6, 2008. Broker's warrants to purchase a total of 1,266,250 common shares at a price of \$0.32 per share until December 6, 2008 have also been issued.

Since year end, the Company has initiated an IP-Resistivity ground geophysical survey which will be conducted over the entire 12 km length of the Cadillac-Larder Lake Break (the “CLLB”) on the Rouyn property. The objective of the survey is to identify drill targets along the 90% portion of the CLLB on the Company's Rouyn property that has never been explored in detail. A 20,000 m drilling campaign is targeted in 2008-2009, at a cost of \$100.00/m for a total of \$2,000,000. Yorbeau plans to fund the program, as well as raise working capital, through a rights offering to its shareholders, which will give them an opportunity to acquire flow-through shares as well as equity shares in the Company.

Risk and uncertainties

The exploration for and development of mineral deposits may be affected in varying degrees by various factors such as government regulations, environmental risks and hazards, land use, dependence on key

personnel and other risks normally encountered in the mining industry. The Company has numerous competitors with greater financial, technical and other resources.

The exploration, development and mining of the Company's properties may require substantial additional financing. The source of future funds available to the Company is through the sale of additional equity capital. There is no assurance that such funding will be available to the Company. Failure to obtain sufficient financing may result in delaying or indefinite postponement of exploration, development or production on any or all of the Company's properties or even a loss of property interest.

Results of operations

During the year ended December 31, 2007, the Company recorded a net loss of \$1,067,241 compared to a net loss of \$869,291 in the previous year. This represents a net loss of \$0.01 per share. Expenses for the year totalled \$1,153,668 compared to \$915,314 for the year ended December 31, 2006. The increase in the expenses is mainly due to an increase in the cost of options granted during the year. The cost of options does not have any consequence on the cash resources of the Company. The administrative charges for the year increased by \$81,527 compared to the previous year mainly as a result of an increased salary base and increased insurance premiums. The Company incurred a total of \$2,455,100 in exploration expenses (compared to \$1,827,330 in the previous year), \$2,450,900 of which were spent on the Rouyn property and \$4,200 on the Beschefer property. As a result of these exploration expenses, the mining and exploration assets of the Company increased to \$11,399,333 as at December 31, 2007 (compared to \$9,236,107 as at December 31, 2006) of which \$10,638,643 represents the net book value of the Rouyn property and \$760,690 the net book value of the Beschefer property.

Selected Annual Information

The following table sets forth selected annual information for each of the three most recently completed years:

	<u>2007</u>	<u>2006</u>	<u>2005</u>
Total revenue	\$86,427	\$46,023	\$4,134
Loss before extraordinary items	\$(1,067,241)	\$(869,291)	\$(742,394)
Net loss	\$(1,067,241)	\$(869,291)	\$(742,394)
Net loss per share, basic and diluted	\$(0.01)	\$(0.01)	\$(0.01)
Total assets	\$12,909,178	\$9,792,330	\$9,594,049
Total long term financial liabilities	Nil	Nil	Nil

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>
December 31, 2007	\$76,997	\$(615,994)	\$(0.01)
September 30, 2007	\$60,150	\$(154,966)	\$(0.01)
June 30, 2007	\$8,451	\$(228,035)	\$(0.01)
March 31, 2007	\$979	\$(223,212)	\$(0.01)
December 31, 2006	\$3,799	\$(202,422)	\$(0.01)
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)

The financial statements for the periods indicated above have been prepared in accordance with Canadian generally accepted auditing 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 December 31, 2007, the Company had cash and short-term deposits of \$1,183,501 compared to \$343,303 as at December 31, 2006. Working capital as at December 31, 2007 was \$1,059,196 compared to \$(233,292) as at December 31, 2006. The increase in cash and in working capital is a result of the Company's private placement in June 2007 which generated gross proceeds of \$4,565,000.

Capital Resources

During the year, the Company completed a private placement of units and flow-through shares pursuant to which 12,662,500 common shares of the Company were issued for gross proceeds of \$4,565,000. The Company used \$2,565,000 of the proceeds for exploration expenditures and the balance for working capital needs. The Company does not have any commitments for capital expenditures.

Critical Accounting Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires 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.

Significant areas requiring the use of estimates relate to assessing the realizable values of mining and exploration assets.

Recovery of the cost of mining and exploration assets depends on numerous factors that are out of the Company's control such as the discovery of economically recoverable ore reserves, the Company's ability to obtain the necessary financing to complete the exploration and development of the properties and future profitable production or the disposal of the properties for proceeds in excess of their carrying value.

Consequently, actual results could differ from those estimates.

Disclosure controls and procedures

The Chief Executive Officer and the Chief Financial Officer of the Company have evaluated the effectiveness of the Company's disclosure controls and procedures as of the end of the year ended December 31, 2007 and have concluded that such disclosure controls and procedures are adequate and effective. There has been no change in the Company's internal control over financial reporting that occurred during the Company's most recent interim period that has materially affected, or is reasonably likely to materially affect, the Company's internal control over financial reporting.

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 \$319,580 for the year ended December 31, 2007.

As partial consideration for the acquisition of one mining lease and 12 mining claims which now form part of the Rouyn property, the Company agreed to pay to Société Minière Alta Inc. ("Alta"), by agreement dated July 14, 1997, a royalty of \$50,000 per year with an advance royalty payment of \$50,000 payable yearly. The advance royalty payments are accounted for in the Statement of Operations, Comprehensive Loss and Deficit because such payments will never be recovered. G. Bodnar jr., a director of the Company, is the sole shareholder of Alta.

During the year, consulting services were provided to Yorbeau by a company in which the President and Chief Executive Officer of Yorbeau is the president as well as the controlling shareholder.

Financial Instruments

Financial instruments used by the Company consist of cash and cash equivalents. Cash and cash equivalents are invested in short-term highly liquid investments with maturities of three months or less and are used for working capital and any other corporate purposes.

Outstanding Share Data

The authorized share capital of the Company consists of an unlimited number of Class A common shares of which 113,177,286 were issued and outstanding as at December 31, 2007. As at such date, the Company also had the following securities outstanding: options to purchase a total of 6,575,000 shares at prices ranging from \$0.155 to \$0.35 per share, warrants to purchase 3,125,000 shares at a price of \$0.45 per share and warrants to purchase 1,266,250 shares at a price of \$0.32 per share.

Additional information

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