

DEBUT DIAMONDS INC.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Form 51-102F1

*Interim Management's Discussion & Analysis - Quarterly Highlights
for the nine months ended January 31, 2017*

DATE: March 22, 2017

The following Interim Management's Discussion and Analysis – Quarterly Highlights (“MD&A”) is a review of the operations, current financial position and outlook of Debut Diamonds Inc. (“Debut” or the “Company”), and it has been prepared by management and should be read in conjunction with the April 30, 2016 annual MD&A, the interim condensed financial statements of Debut for the nine months ended January 31, 2017, and the related notes thereto and the audited financial statements of Debut for the year ended April 30, 2016 and the related notes thereto, which are prepared in accordance with International Financial Reporting Standards (“IFRS”). The discussion covers the nine months ended January 31, 2017 and up to the date of filing of this MD&A. This MD&A has been prepared in compliance with the requirements of National Instrument 51-102 – Continuous Disclosure Obligations. All amounts are stated in Canadian dollars unless otherwise indicated.

FORWARD-LOOKING INFORMATION

This MD&A contains certain forward-looking statements and information relating to the Company that are based on the beliefs of its management as well as assumptions made by and information currently available to the Company. When used in this document, the words “anticipate”, “believe”, “estimate”, “expect” and similar expressions, as they relate to the Company or its management, are intended to identify forward-looking statements. This MD&A contains forward-looking statements relating to, among other things, regulatory compliance, the sufficiency of current working capital, the estimated cost and availability of funding for the continued exploration and development of the Company's exploration properties. Such statements reflect the current views of the Company with respect to future events and are subject to certain risks, uncertainties and assumptions. Many factors could cause the actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements that may be expressed or implied by such

forward-looking statements. Aside from factors identified in the annual MD&A, additional important factors, if any, are identified here.

DESCRIPTION OF BUSINESS

Debut is a junior mineral exploration company engaged in the acquisition, exploration and development of mineral properties in Canada. The Company is focused on exploration for diamond bearing kimberlite deposits in the James Bay Lowlands of Northern Ontario and gold exploration south of Timmins Ontario. Debut has joint ventures and wholly owned properties which include the previously discovered MacFadyen Kimberlites and the Pele Mountain, Victor West, and Uniform Surround claim blocks adjoining the De Beers Canada Inc. (“De Beers”) Victor mine. Debut has an interest in certain contiguous unpatented mining claims in the Victor Area located to the west and north-west of the De Beers Victor mine. The Diagnos Initiative and Kyle Kimberlites are within and adjacent to the ‘Ring of Fire’.

None of the properties in which Debut currently holds an interest contain a known body of commercial ore or diamonds.

The Company is a reporting issuer in the Province of Ontario and trades on the Canadian Securities Exchange (“CSE”) under the symbol DDI

The head office of the Company is located at 141 Adelaide St. West, Suite 420 Toronto, ON, M5H 3L5.

RESULTS OF OPERATIONS

During the nine months ended January 31, 2017, the Company recorded an operating loss of \$27,184 compared to \$189,782 for the nine months ended January 31, 2016. The Company currently has no sources of revenue.

SUMMARY OF QUARTERLY RESULTS

	<i>Jan 31, 2017</i>	<i>Oct 31, 2016</i>	<i>July 31, 2016</i>	<i>Apr 30, 2016</i>	<i>Jan 31, 2016</i>	<i>Oct 31, 2015</i>	<i>July 31, 2015</i>	<i>Apr 30, 2015</i>
Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net income (loss)	(4,898)	(8,619)	(13,667)	(58,169)	(91,694)	(104,296)	6,208	(437,209)
Loss per Share	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	0.00	(0.01)

LIQUIDITY & CAPITAL RESOURCES

The Company has no operating revenues and relies on equity financings to fund its exploration and administrative costs.

The Company's operations consist of the exploration and evaluation of its various properties, a process that is ongoing, and is dependent on many factors some of which are beyond the Company's control. The Company maintains a policy of reviewing its working capital requirements on a continuous basis and is mindful of its property and administrative commitments. Each of Debut's projects has demonstrated sufficient evidence of geological merit to warrant retention and/or additional exploration.

At January 31, 2017, the Company's cash balance was \$4,564 compared with \$3,219 at April 30, 2016.

Additional funding will be required for the Company to continue operations. Management believes that it has the ability to raise sufficient funds for the continuation of operations and while management has been historically successful in raising the necessary capital, it cannot provide assurance that it will be able to obtain the required financing.

ADDITIONAL INFORMATION

RELATED PARTY DISCLOSURES

The Company defines its officers (CEO, CFO and corporate secretary) and directors as Key Management Personnel ("KMP"). During the nine months ended January 31, 2017, companies controlled by officers and directors did not charge consulting fees (\$nil in 2016). As at January 31, 2017 companies controlled by officers and directors were owed \$14,811 (\$nil in 2016). These balances are included in trade and other payables and are unsecured, non-interest bearing and due on demand. Directors' fees were not incurred for the nine months ended January 31, 2017 (\$nil in 2016).

KWG Resources Inc

The Company shares management, administrative assistance and facilities and other technical personnel with KWG. This is not covered by a written agreement and KWG does not charge Debut for overhead and personnel charges. During the year ended April 30, 2016, Debut advanced cash funds to KWG by way of intercompany loan. The resulting balance, which is shown as due from related party on the balances sheets, is non-interest bearing and has no fixed terms of repayment.

OUTSTANDING SHARE DATA

As at the date of this report, Debut had 204,254,934 common shares, no warrants and no stock options outstanding.