



Form 51-102F1

Interim Management's Discussion & Analysis for the three months ended September 30, 2016

DATE: November 28, 2016

The following Management's Discussion and Analysis ("MD&A") is a review of the operations, current financial position and outlook of Gold Bullion Development Corp. ("Gold Bullion" or the "Company"), and it has been prepared by management and should be read in conjunction with the June 30, 2016 annual MD&A, the interim condensed financial statements of Gold Bullion for the three months ended September 30, 2016, and the related notes thereto and the audited consolidated financial statements of Gold Bullion for the year ended June 30, 2016, and the related notes thereto, which are prepared in accordance with International Financial Reporting Standards ("IFRS"). The discussion covers the three months ended September 30, 2016 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

Gold Bullion Development Corp. is a junior natural resource company whose business is to seek out exploration opportunities with a focus on the Granada Gold Mine in Rouyn-Noranda, Quebec. Operations are conducted either directly or through consulting agreements with third-parties. The Company finances its properties by way of equity or debt financing or by way of joint ventures. Additional information is provided in the Company's audited consolidated financial statements for the year ended June 30, 2016, and the Company's MD&A for the year ended June 30, 2016. These documents are available on SEDAR at www.sedar.com. The Company also maintains a website at www.goldbulliondevelopmentcorp.com.

The Company is a reporting issuer in the Provinces of British Columbia and Alberta, and trades on the TSX Venture Exchange ("TSXV") under the symbol GBB, the US OTC market under the symbol GBBFF and the Frankfurt Stock Exchange under the symbol B6D-FRA.

The head office of the Company is located at 3020 Quadra Court, Coquitlam, BC V3B 5X6.

FINANCINGS

On July 6, 2016, the Company closed a private placement offering raising gross proceeds of \$230,181 by way of combined flow-through and non-flow-through units.

The Company issued 1,500,000 flow-through ("FT") units at a price of \$0.10 per unit. Each FT unit is comprised of one common share and one half of one share purchase warrant with each whole warrant entitling the holder thereof to purchase one additional common share of the Company at an exercise price of \$0.15 per share, for a period of two years from closing.

The Company also issued 1,002,262 non-flow-through ("NFT") units at a price of \$0.08 per unit. Each NFT unit is comprised of one common share and one share purchase warrant with each whole warrant entitling the holder thereof to purchase one additional common share of the Company at an exercise price of \$0.13 per share, for a period of two years from closing, subject to the acceptance of the TSXV. Finder's fees were paid in connection with the private placement in the amount of \$10,000 in cash and the issuance of 105,000 broker warrants, on the same terms as the purchaser warrants.

On October 28, 2016, the Company closed a private placement offering raising gross proceeds of \$2,405,000. The Company issued 25,315,789 FT units at a price of \$0.095 per unit. Each FT unit is comprised of one common share and one share purchase warrant with each whole warrant entitling the holder thereof to purchase one additional common share of the Company at an exercise price of \$0.14 per share, for a period of two years from closing.

Finder's fees were paid in connection with the private placement in the amount of \$192,400 in cash and the issuance of 1,705,263 broker warrants. Each broker warrant entitling the holder thereof to purchase one additional common share of the Company at an exercise price of \$0.095 per share, for a period two years from closing.

RESULTS OF OPERATIONS

The preparation of financial statements in conformity with Canadian 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 consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may be different from those estimates.

The following schedule provides the details of the Company's corporate operating expenditures for the three months ended September 30, 2016 and 2015.

	2016	2015
Administrative and general expenses	\$ 16,536	\$ 5,183
Consulting fees	116,660	83,698
Management fees	60,586	60,500
Professional fees	36,098	50,931
Filing costs and shareholders' information	98,304	36,900
Travel	55,200	8,581
	<u>\$ 383,384</u>	<u>\$ 245,793</u>

The increase in corporate expenses in 2016 over 2015 was primarily the result of an increase in activity.

The following schedule provides the details of the Company's exploration expenditures on its Granada project for the three months ended September 30, 2016 and 2015.

	2016	2015
Assaying and testing	\$ 10,008	\$ 5,887
Consulting fees	3,635	-
Core analysis	14,260	-
Depreciation	1,873	2,551
Drilling	60,294	-
Equipment	24,140	9,353
Facility expenses	36,907	23,112
Geology, geophysics and surveys	35,180	35,000
Personnel costs	93,965	35,125
Program management and engineering	173,805	170,888
Royalty	300	300
Security	2,597	2,418
Taxes, permits and licensing	<u>\$ 456,964</u>	<u>\$ 284,634</u>

The increase in exploration expenses in 2016 over 2015 was primarily the result of an increase in activity.

Summary of Quarterly Results

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

	Sep 30, 2016	Jun 30, 2016	Mar 31, 2016	Dec 31, 2015	Sep 30, 2015	Jun 30, 2015	Mar 31, 2015	Dec 31, 2014
Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net (Profit) Loss	927,369	373,100	(1,392,128)	(15,333)	271,473	442,999	889,840	822,386
Loss per share	0.005	-	0.005	0.00	0.00	.005	0.005	0.005

LIQUIDITY

The Company has financed its operations to date primarily through the issuance of common shares and the exercise of warrants and stock options. The Company will continue to seek capital through various means including the issuance of capital stock.

The Company is in the exploration stage. These financial statements are prepared in accordance with accounting principles to a going concern, which assumes that the Company will be able to realize assets and discharge liabilities in the normal course of business. The Company's ability to continue as a going concern is dependent upon the continued support from its directors, the ability to continue to raise the necessary financing to meet its obligations, and to achieve profitable operations in the future. The outcome of these matters cannot be predicted at this time. These financial statements do not reflect any adjustments to the amounts and classification of assets and liabilities that might be necessary should the Company be unable to continue in business.

The Company has no history of profitable operations and its mineral projects are at an early stage. Therefore, it is subject to many risks common to comparable junior venture resource companies, including under-capitalization, cash shortages and limitations with respect to personnel, financial and other resources as well as a lack of revenues.