

ALEXANDRIA MINERALS CORPORATION

Management Discussion and Analysis

January 31, 2006

This Management Discussion and Analysis (“MD&A”) of Alexandria Minerals Corporation (“Alexandria” or the “Company”) is dated March 27, 2007 and provides an analysis of the Company’s performance and financial condition for the nine month period ended January 31, 2007 (“Third quarter 2007”) as well as an analysis of future prospects. This MD&A should be read in conjunction with the Company’s audited financial statements for the year ended April 30, 2006 and unaudited financial statements for the period ended January 31, 2007, including the related note disclosure, which are prepared in accordance with generally accepted accounting principles in Canada. The auditors have not reviewed the interim financial statements for the period ended January 31, 2007. All amounts are in Canadian dollars unless otherwise specified. The financial statements along with Certifications of Annual and Interim Filings and press releases, are available on the Canadian System for Electronic Document Analysis and Retrieval (SEDAR) at www.sedar.com.

Forward-looking Statements

This MD&A may contain forward-looking statements that are based on the Company’s expectations, estimates and projections regarding its business and the economic environment in which it operates. These statements speak only as of the date on which they are made, are not guarantees of future performance and involve risks and uncertainties that are difficult to control or predict. Examples of some of the specific risks associated with the operations of the Company are set out below under “Risk Factors”. Actual outcomes and results may differ materially from those expressed in these forward-looking statements and readers should not place undue reliance on such statements.

Qualified Person and Note on Historical Resources

The Company relies principally on Mr. Eddy Canova, P.Geo., as the Qualified Person (“QP”) as defined under National Instrument 43-101. Mr. Canova has read and approved the technical and scientific information contained in this MD&A. Disclosure on mineralization on adjacent properties has not been verified by Mr. Canova and is not necessarily indicative of the Company’s anticipated results. To-date, the Company does not have a Current Resource as defined by National Instrument 43-101 (NI43-101) on any of its properties. Where provided below, potential quantity and grade are considered Historic Resources, as the Company has not conducted sufficient exploration to define economic resources as laid out in NI43-101. Historic Resources should not be relied upon as they have not been verified by a QP. Further drilling will be required to bring these deposits into compliance with the definitions of Current Resources in NI43-101. It is uncertain if further exploration will result in the target being delineated as an economic mineral resource.

OVERALL PERFORMANCE

Principal Business and Corporate History

Alexandria Minerals Corporation is a junior gold exploration company, with a current focus on under-explored, high-potential mineral exploration properties in the lucrative, world-class gold mining camps of Ontario and Quebec, Canada. The Company was incorporated on May 27, 2002 and completed its initial public offering (“IPO”) on March 22, 2006. Alexandria’s shares began trading on TSX Venture Exchange (“TSX-V”) under the symbol “AZX” on March 24, 2006. To date the Company has not earned revenue from its mineral properties and is considered to be in the exploration stage.

Joint Ventures, Option Agreements and Recent Developments

The Company's properties are located in the historic Abitibi Belt of northern Ontario and Quebec, an area which has produced in excess of 170 million ounces of gold over the last 90 years. The company holds interest in 21 properties in Quebec and Ontario, distributed among 7 projects, principally along the prolific Cadillac Larder Lake Break ("Cadillac Break"), a regional gold-bearing fault zone over 300 kilometers (km) long, which has produced about 100 million ounces of gold from mines in its vicinity, and is notable for such historic mining camps as Val d'Or, Kirkland Lake and Noranda.

On November 14, 2006 the Company enlarged its Siscoe East property in Val d'Or, Quebec, by completing an agreement with Niogold Mining Corporation for 30 mining claims in Vassan Township. The agreement dated September 29, 2006 and subject to TSX approval, gives Alexandria the right to earn a 70% interest in the 30 claims for the following commitments: 1) issuance of 100,000 shares of Alexandria treasury stock to Niogold upon signing; and 2) complete exploration expenditures of \$65,000 on the claims by September 29, 2008. As at January 31, 2007 the Company has expended approximately \$29,000 on the claims. These additions bring the total number of claims on the Siscoe East property to 88 for a total of 2,172 hectares ("ha"). As a result of the agreement, the Company now has interests in one of the larger land packages in the Val d'Or camp, with a total of 529 claims as compared to 45 claims after the company's IPO on March 22, 2006.

On February 15, 2007, Alexandria signed an Option Earn-In Agreement with Carmax Explorations Ltd. on 9 claims located along the Cadillac-Larder Lake Break adjacent to the Company's Matachewan property. Under terms of the Option Earn-In agreement, Alexandria has the right to earn a 50% interest in the 9 claims by: 1) paying Carmax \$10,000 upon signing; 2) completion of annual work expenditures of \$100,000 for an aggregate of \$300,000 by December 31, 2009; 3) paying \$15,000 to Carmax to satisfy prior commitments and 4) issuing 50,000 common shares of Alexandria to Carmax. The claims are subject to a 3% Net Smelter Return royalty, of which 2% can be purchased by Alexandria for \$500,000 per each 1/2%.

On February 16, 2007, the Company entered into an Option Agreement with Jean Robert, Pauline Cherron, and Diane Audet to earn 100% interest in 19 mineral claims in Bourlamaque Township, Quebec. The commitments are a \$15,000 cash payment and issuance of 200,000 treasury shares to the Optionors. The property is located between the Airport and Orenada properties, and provides continuity of geological and exploration targets between the two.

Following the acquisition of a large property package in Val d'Or and completion of its first major post-IPO financing in December, 2006, Alexandria began a 15,000 meter ("m") drilling program on its properties in the Abitibi Greenstone Belt near Val d'Or, Quebec. The drilling program will be completed during 2007, and will be focused initially on the western portion of the properties that were acquired from Aur Resources and IAMGOLD-Quebec Management Inc. (formerly Cambior Inc.). To date, Alexandria has completed 12 holes on the Oramaque and Orenada properties, and has recently moved the drill rig to the Bloc Sud West property, about 6 kilometers east of Oramaque along the Cadillac Break.

Property Overview

A summary of the projects and their recent progress follows:

Siscoe East Property, Val d'Or, Quebec

As of January 31, 2007 the Company held 100% interest in 58 claims on the Siscoe East Property, located in Dubuisson Township near Val d'Or, Quebec. During the third quarter 2007, Alexandria added 30 claims in Vassan Township on the Siscoe East Property with the right to earn a 70% interest by completing an agreement with Niogold Mining Corporation. To date, the Company has 88 claims on the Siscoe East Project.

The Company completed a diamond drilling programme on the Siscoe Ease Project in September 2006. A total of 2545 meters in seven diamond drill holes tested three principal target zones: the K-Shear Zone from which ore was mined at the Siscoe Mine, the Stabell Mine vein and the extension of the Sullivan Mine vein. The drilling was a technical success in that all drill holes intersected their geological and geophysical targets, revealing significant shear zones with associated quartz-sulfide veins and alteration. The results were favorable, indicating the presence of gold. Approximately 1% of the 1,051 drill samples yielded anomalous gold values between 0.5 grams/tonne ("g/t") gold and 1.5g/t gold up to drilled widths of 1.5 m, with the best result being 3.13 g/t gold over 0.45 m from a quartz-pyrite vein. Several geophysical targets on the property remain untested, including a seismic anomaly with coincident historical drill results yielding 28.1 g/t gold over 1.1 m.

IAMGOLD Properties, Val d'Or, Quebec

On May 30, 2006 Alexandria completed an agreement with Cambior Inc., now Gestion IAMGOLD-Quebec Management Inc. (IAMGOLD), to earn 50% interest in four properties along the Cadillac Break in the Val d'Or camp. Comprised of a total of 89 claims and one mining lease, the properties are the Akasaba, the Sleepy, and the Bloc Sud Quest and Bloc Sud Trivio. These properties straddle the Cadillac Break southeast of the city of Val d'Or, and comprise a variety of gold targets, from structural gold, massive sulphide, and Sigma 2 - type disseminated gold.

The properties include advanced-stage exploration targets with reported historic resources as well as early stage geochemical, geophysical and drill hole targets. The Akasaba Mine, which produced 255,000 tonnes ("t") of ore grading 6.3 g/t gold during the 1960's, has been reported to contain a pre-NI 43-101 historic resource of 262,500 tonnes grading 6.3 g/t gold from semi-massive pyrrhotite-chalcopyrite lenses. The Block Sud Sleepy claims host a pre-NI 43-101 historic resource at the Sleepy Zone, reportedly hosting 152,171 t grading 5.1 g/t gold (estimated in 1990 by Cambior Inc.). These resources are historic in nature, and the Company does not view these deposits as economic at this time, but considers these as strong exploration targets. As such, these estimates should not be relied upon as they have not been verified by a QP. Further drilling will be required to bring these targets into compliance with the definitions of Current Resources as laid out in NI43-101. Additional targets include exploration drill holes, such as on the Bloc Sud Sleepy Property, where Cambior reported intersecting 18.7 g/t gold over 1.5 m, 9.5 g/t gold over 1.5 m and 7.1 g/t gold over 1.5 m. Likewise, drilling of geophysical anomalies along the western extension of the Akasaba Mine horizon yielded 9.8 g/t Au over 2.0 m, 7.3g/t Au over 2.1 m, and 2.1g/t Au over 5.2 m.

The work is governed by a management committee comprised of Alexandria and IAMGOLD personnel. Initial work started last quarter to aim at delineating drill targets on the properties, which consisted of 100.5 km of line-cutting, followed by completion of a ground magnetics survey. An Induced Polarization survey, planned over five grids, was partially completed in late 2006. Results of these activities have been, and are periodically reviewed, in order to define drill targets for a drilling program, which began in early March 2007. This first phase of drilling is intended to 1) test the Cadillac Break with coincident geophysical and geochemical anomalies, and 2) to conduct an initial test on the Sleepy Zone. As at January 31, 2007, the Company had expended \$139,351 on these activities.

Aur Properties, Val d'Or Quebec

The option agreement signed with Aur Resources Inc. comprises 10 properties: Airport, Ducros, Lourmet, Mid-Canada, Orcour, Orenada, Oramaque, Sabourin Creek, Trivio and Vaumon. Alexandria is earning a 50% interest in these properties by incurring exploration expenditures of \$3 million and paying \$500,000 in cash and shares over a five year period to July 2011. The Company can earn an additional 50% by completing further expenditures of \$5 million by July 2014. Together with the adjacent properties of the IAMGOLD JV, these properties underlie more than 23 kilometers of the Cadillac Break, giving Alexandria an interest in one of the larger property packages in the prolific Val d'Or mining camp.

These properties host a variety of styles of mineralization, including shear zone-hosted gold, porphyry style and skarn copper-gold, disseminated gold and massive sulphide-hosted gold and base metals. Included in this package are advanced-stage exploration targets, consisting of historical, non-43-101 compliant, deposits such as Orenada #4, reportedly with 2.1 Mt grading 1.47 g/t gold (Aur, 1990) and Orenada #1 with a reported 113,941 tonne grading 1.02% copper and 4.01 g/t silver (Geologica, 1989). These data are not treated as Current Resources as they are not compliant with NI43-101, and these estimates are not to be relied upon as they have not been verified by a QP. Although the Company believes these targets can be enlarged, more work will be required to bring these up to the standards required by NI43-101.

On December 19, 2006 Alexandria began drilling the Oramaque property. As of the date of this report, the Company has completed 12 holes, for 3,834 m, in this campaign. These holes were designed to test two principal targets: 1) skarn-like copper-gold mineralization previously identified by Aur, and 2) shear zone-hosted targets along the Cadillac Break.

By March 27, 2007, the Company had received assay results from the first nine holes of its current drilling campaign. Highlights from assay results for these holes are:

- Hole AAX-07-9: 1.97 g/t gold over 8.41 m, including 13.23 g/t over 0.83 m; 2.81g/t gold over 3.17 m, including 16.53 g/t gold over 0.53 m;
- Hole AAX-07-8: 0.35 g/t gold over 18.09 m, including 0.55 g/t gold over 9.05 m; 0.29 g/t gold over 8.92 m, including 0.77 g/t gold over 2.15 m
- Hole AAX-07-7: 0.76 g/t gold over 2.22 m; 0.91 g/t over 3.93 m, including 2.50 g/t over 0.88 m;
- Hole AAX-07-5: 0.38 g/t gold over 19.86 m, including 0.80 g/t gold over 2.73 m; 0.28 g/t gold over 16.20 m;
- Hole AAX-07-4: 1.08 g/t Au and 0.13% Cu over 7.64 meters, including 3.45 g/t Au and 0.16% Cu over 0.49 meters and 3.23 g/t Au and 0.03% Cu over 0.81 meters;
- Hole AAX-06-1, which reported 5.67 g/t Au with 0.83% Cu over 0.37 meters;
- Hole AAX-07-2, which reported 1.77 g/t Au with 1.20% Cu over 0.55 meters;
- Hole AAX-07-3, which reported 4.84 g/t Au with 0.33% Cu over 0.81 meters.

The company intends to complete a total of 15,000 meters of drilling on and the Aur and IAMGOLD properties in 2007.

Joannes Project, Joannes Township, Quebec

The property is located along the Cadillac Break in Joannes Township, Quebec, approximately 50 km west of Val d'Or, 5 km west of the Bousquet gold mine, which produced about 3 million ounces of gold in the late 1900's. Historic drill results on Alexandria's claims have yielded up to 12g/t gold over 1.5m.

The Joannes Project consists of three option agreements: the Coyle-Tremblay ("CT"), Salmasi-Greisbach ("SG"), and Xstrata agreements. Under the terms of the CT agreement, Alexandria can earn 100% interest by expending a further \$48,354 on the 13 claims by July 3, 2007. The Company can earn 100% interest in the adjacent SG claims by expending a further \$8,137 on the 6 claims by May 27, 2007.

In September 2006, the Company doubled the size of its Joannes project through an agreement with Falconbridge Limited, now Xstrata plc. In addition to straddling the Cadillac Larder Lake Break, this acquisition adds new gold targets into the property, including the East Hosco showing, which yielded 28.1 g/t over 1.5meters in historic drilling. Alexandria can earn a 50% interest in 20 claims adjacent to those held under the CT and SG agreements by expending \$500,000 on exploration activities by July 10, 2010. To-date the Company has expended \$31,724, on geophysical work.

The geophysical work conducted by Alexandria on the CT and SG claims has delineated at least 10 distinct Induced Polarization ("IP") anomalies, including one in the vicinity of the Cadillac Tectonic Zone. In addition, the company has completed a property-wide airborne geophysical survey. These geophysical results will allow for improved drill target selection.

Quevillon Property, Quevillon Township, Quebec

This property is located about 2 kilometers west of the community of Lebel Sur Quevillon, 100 kilometers NE of Val d'Or. This property is currently Alexandria's only staked property, consisting of 29 claims, covering 858 hectares. Alexandria has completed magnetic surveys on the property in order to determine targets for future exploration. The next step will be IP geophysics and soil geochemistry to delineate drill targets.

Gwillim Property, Barlow Township, Quebec

This property is located in the Chibougamou Mining Division in the Province of Quebec. The 11 claims covering 609 ha are under option agreement with Jack Charlton and Eddy Canova, through which Alexandria may earn 100% interest in the mineral rights. The property is adjacent to the Gwillim Mine owned by Campbell Resources, which produced about 35,000 ounces gold in the early 1970s.

Assay results have been received from a surface prospecting and mapping program completed in August and September, 2006, on the Gwillim Property. This work, guided by historic exploration data and by magnetic anomalies from an airborne survey completed in June, 2006, resulted in the geologic evaluation of over 715 outcrops and the collection of 257 surface rock samples, where 15 samples yielded between 0.036 g/t gold and 27.88 g/t gold.

Matachewan Property, Matachewan, Ontario

On February 15, 2007, Alexandria signed an Option Earn-In Agreement with Carmax Explorations Ltd. on 9 claims located along the Cadillac-Larder Lake Break adjacent to the Company's Matachewan property. As a result of this agreement, Alexandria's interest in the property increased to 35 claims covering approximately 10 kilometers of the Cadilla-Larder Lake Break. Matachewan Property is located 35 kilometers SW of Kirkland Lake, and 3 kilometers east of the Young Davidson Mine of Northgate Minerals. The Young-Davidson has an open pit Measured and Indicated Resource of 6.8 million tonnes ("Mt") hosting 463,960 ounces of gold, and contains an additional open pit and underground Inferred Resource of 8.1 Mt hosting 1.0 million ounces in a geological environment similar to that found on Alexandria's property.

Alexandria completed an initial round of drilling, in fall of 2005, testing some of the geophysical and geological targets. This drilling successfully discovered wide shear zones with attendant quartz and carbonate alteration, carbonate-quartz veining and pyrite, with anomalous gold (up to 1.05 g/t Au over 1.3 meters). A subsequent geochemical study conducted on the drill core indicated potential for base metal massive sulfide deposits. A number of geophysical and geological targets remain to be tested by drilling.

SELECTED QUARTERLY INFORMATION

Three Months Ended	Net Revenues	Net Income (loss)		Total Assets
		Total	Per Share	
2007-JAN-31	\$ 11,138	\$ (520,047)	\$ (0.02)	\$ 4,580,872
2006-OCT-31	6,464	(256,693)	(0.01)	2,199,899
2006-JUL-31	10,869	(172,866)	(0.01)	2,452,445
2006-APR-30	-	(208,480)	(0.01)	1,848,488
2006-JAN-31	-	(6,665)	Nil	918,672
2005-OCT-31	-	(17,238)	(0.00)	933,167
2005-JUL-31	-	(161,627)	(0.02)	843,148
2005-APR-30	-	(112,507)	(0.01)	524,695

RESULTS OF OPERATIONS

The Company has no operating revenues other than interest income and relies on external financings to generate capital. As a result of its activities, Alexandria continues to incur net losses. For the three months ended January 31, 2007, Alexandria's net losses were \$520,047 compared to \$6,665 for the same period ended January 31, 2006. The increase of \$513,382 in net loss during the most recent quarter was due to increased activities as a public company compared to the same quarter ending January 31, 2006, prior to the Company's IPO. Notably, these include: i) \$124,297 (January 31, 2006 - \$21,022) in office and general expenses; ii) \$257,624 (January 31, 2006 - nil) in stock-option compensation as incentive stock options was granted by the Company as a form of compensation to directors, officers, key employees and persons providing ongoing services to the Company; iii) \$16,595 (January 31, 2006 - nil) in Seminars and conferences, iv) \$22,868 (January 31, 2006 - \$9,780) in travel and business development; v) \$12,000 (January 31, 2006 - nil) in consulting fees; and vi) \$58,214 in wages and benefits (January 31, 2006 - nil).

Since becoming public at the end of March, 2006, Alexandria has increased all of its corporate and exploration activities, including its marketing activities through promotion-related travel, brokers meetings, conferences and communications with investors. As a result of these increased operations and activities, management fees and wages were \$71,214 for the three months ended January 31, 2007 as compared to 24,000 for the same three months ended January 31, 2006. Overall expenses were offset by interest income of \$11,138 for the three months ended January 31, 2007.

LIQUIDITY AND CAPITAL RESOURCES

As at January 31, 2007, the Company's working capital was \$2,340,620 compared to \$788,867 on April 30, 2006. During nine months ended January 31, 2007, the Company's financing activities raised \$2,844,929 as a result of issuance of shares and warrants. \$1,097,408 was expended in exploration and property acquisition (mining rights), while corporate operating activities amounted to \$408,986.

In December 2006, Alexandria completed a private placement, raising \$2,589,790. The non-brokered private placement consisted of 4,909,000 non-flow through (NFT) common share units at a price of \$0.19 per unit and 6,904,499 flow-through (FT) units at a price of \$0.24 per unit. Each NFT unit consists of one common share and 1/2 warrant, where each whole warrant enables the holder to purchase an additional share at \$0.25 for one year. Each FT unit consists of one flow-through share and 1/2 warrant, where each whole warrant enables the holder to purchase one common, non-flow through share at a price of \$0.34 for one year. A finders fee of 8%, cash and units of the financing totalled \$153,269 cash and 125,000 units, the latter

distributed as to 115,480 units at a price of \$0.19 and 9,520 units at a price of \$0.24. The units distributed in this regard resulted in the issue of 125,000 shares and 62,500 warrants. This financing resulted in the additional issuance of 11,938,499 shares for cash proceeds of \$2,614,016 and 5,969,250 warrants for potential cash proceeds of \$404,320 to the Company's capital structure.

The proceeds will be used primarily for exploration on the Aur and IAMGOLD properties and for general working capital. The Company intends to complete approximately 15,000 meters of drilling in 2007 on these target-rich properties.

SHARE CAPITAL

As at March 27, 2007, the Company's share position consisted of:

Shares outstanding	35,049,836
Options outstanding ⁽ⁱ⁾	3,125,000
Warrants ⁽ⁱⁱ⁾	15,142,316
Fully Diluted	<u>53,317,152</u>

(i) Options outstanding

Expiry Date	No. of Options	Exercise Price
December 31, 2007	200,000	\$0.25
December 31, 2007	650,000	\$0.30
December 31, 2007	125,000	\$0.33
February 1, 2008	225,000	\$0.25
February 1, 2008	75,000	\$0.35
April 12, 2011	250,000	\$0.30
September 15, 2011	20,000	\$0.23
October 19, 2011	250,000	\$0.21
January 29, 2012	1,330,000	\$0.265
TOTAL	3,125,000	

(ii) Warrants outstanding

Expiry Date	Units	Exercise Price
Dec. 8, 2007	2,512,240	\$0.25
Dec. 8, 2007	3,040,343	\$0.34
Dec. 15, 2007	416,667	\$0.34
Oct. 21, 2007	1,099,900	\$0.30
Nov. 4, 2007	333,333 ⁽¹⁾	\$0.30
Mar. 22, 2008 ⁽²⁾	5,990,000	\$0.30
Mar. 22, 2008 ⁽²⁾	900,000 ⁽³⁾	\$0.25
May 1, 2007	849,833 ⁽⁴⁾	\$0.40
	15,142,316	

Notes:

- (1) Warrants issued to a shareholder, along with 333,333 common shares, in payment of a promissory note of \$50,000.
- (2) Warrants issued during the IPO are subject to accelerated expiry if the common shares of the Company trade at a weighed average price of \$0.50 or higher for a period of 20 consecutive trading days.

- (3) The Agent's options were issued as part of fees payable to Bolder Investment Partners Ltd. for their involvement in the IPO.
- (4) These warrants are subject to accelerated expiry if the common shares of the Company trade at a weighed average price of \$0.60 or higher for a period of 20 consecutive trading days.

EXPENDITURES ON RESOURCE PROPERTIES

The Company has retained an interest in, through option agreement or through staking, twenty-one gold exploration properties in Ontario and Quebec, Canada, inclusive of new acquisitions subsequent to year end. The properties comprise 7 separate projects located in areas adjacent to past or present mines, and all have indications of gold on the surface and in the subsurface. The properties are considered to be early stage exploration properties, and there are uncertainties with regard to the discovery of economically viable ore deposits on them.

The following tables are a summary of the \$2,385,898 of gross expenditures accumulated by the Company with respect to the Company's mining rights on its properties before recovery of grants, tax credits and mining duties, amounting to \$561,015.

SUMMARY OF THIRD QUARTER PROPERTY EXPENDITURES

	Siscoe	Matachewan	Salmasi-Greisbach	Quevillon	Aur Properties
Opening Balance (As at Nov.1, 2006)	\$ 733,253	\$ 391,148	\$ 65,158	\$ 69,551	\$ 110,851
Acquisition cost	-	25,000			4,172
Assays	5,782				26,774
Consulting	1,449				
Geophysical	7,410	(31,723)	39,842		6,040
Research	-		87		
Drilling	5,601				117,289
Field supplies					1,885
Filing					2,533
Geology	-	891			46,134
Geochemistry	4,729	6,538			7,428
General expenses	18,181	1,240		250	33,803
Sampling and core splitting					11,284
Maintenance					2,232
Closing Balance (As at Jan. 31, 2007)	\$776,405	\$393,094	\$105,087	\$69,801	\$370,425

	Gwillim	Coyle-Tremblay	Audet	Stabell	Cambior	XStrata
Opening Balance (Nov. 1, 2006)	\$ 65,417	\$106,009	\$ 14,527	\$316,480	\$ 58,684	
Acquisition costs					20,000	
Geophysical	11,362	(2,010)			58,933	31,724
Geology	7,163	287				
General expenses	1,109		5,445	4,866	1,734	
Reports	1,080					
Closing Balance (Jan 31, 2007)	\$ 86,131	\$ 104,286	\$ 19,972	\$ 321,346	\$ 139,351	\$31,724

COURSE OF BUSINESS TRANSACTIONS

Related Party Transactions

Through the normal course of operations, the following related party transactions occurred:

- (i) Management and administrative services totaling \$181,925 (2006 - \$78,000) were paid to the President, current and former Chief Financial Officer and Executive Vice President.
- (ii) Included in accounts payable and accrued liabilities is \$11,777 (2006 - \$75,218) representing unpaid management fees owing to the President, current Chief Financial and Executive Vice President.

ACCOUNTING POLICIES AND CRITICAL ACCOUNTING ESTIMATES

The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities at the date of the financial statements and the reported amounts of certain revenue and expenses during the period. Critical accounting estimates used in the preparation of the financial statements include the Company's estimate of recoverable value on its exploration properties as well as the value of stock-based compensation. Both of these estimates involve considerable judgement and are, or could be, affected by significant factors that are out of the Company's control.

The Company's recorded value of its exploration properties is based on historical costs that expect to be recovered in the future. The Company's recoverability evaluation is based on market conditions for minerals, underlying mineral resources associated with the properties and future costs that may be required for ultimate realization through mining operations or by sale. Risk factors related to property valuation are discussed below.

The factors affecting stock-based compensation include estimates of when stock options might be exercised and the stock price volatility. The timing of exercise of options is out of the Company's control and will depend, among other things, upon a variety of factors including market value of the Company's shares and financial objectives of the holders of the options. The Company has used historical data to determine volatility in accordance with Black-Scholes modeling, however, the future volatility is inherently uncertain and the model has its limitations. While these estimates can have a material impact on the stock-based compensation and hence results of operations, there is no impact on the Company's financial condition.

RISK FACTORS

The principal activity of Alexandria is mineral exploration and it is inherently risky. Exploration is also capital intensive and the Company currently has no source of income. There can be no assurance that any

funding required by the Company will become available to it, and if so, that it will be offered on reasonable terms, or that the Company will be able to secure such funding through third party financing or cost sharing arrangements. Furthermore, there is no assurance that the Company will be able to secure new mineral properties or projects, or that they can be secured on competitive terms.

The Company has not determined whether its properties contain reserves that are economically viable. The recovery of expenditures from Alexandria's properties is dependent on a number of factors, many of which are beyond the Company's control. Risks include metal price fluctuations and the low success rate for the discovery of new deposits. Industry competitions and lack of funding may also limit opportunities. Future political, regulatory and environmental changes could affect any aspect of the company's business including property title, taxation, aboriginal issues and environmental protection. Alexandria plans to manage these risks through careful planning, the employment of competent personnel and consultants and by maintaining sufficient insurance and cash resources.

OUTLOOK

Alexandria has enlarged its properties through acquisition, and the Company continues to pursue and research new opportunities with acquisition, staking and the title recognition. During the third quarter of 2007, Alexandria received significant exploration results from its properties, and will use these results to accelerate its exploration programs in future activities.

Looking ahead for the year of 2007, the Company is intent on building on this base work and building for Alexandria's future. While the Company's focus will remain on the southern Abitibi Belt, it will continue to examine rational and valuable opportunities elsewhere in Canada and the world.

The Company's philosophy of active exploration will continue with aggressive field work including geophysical, geological and drilling activities. Alexandria is currently focused on an extensive drilling programme in the Val d'Or camp, intending to complete 15,000 meters of drilling during 2007. The Company has completed 12 drill holes to-date on the western portion of the Aur properties, and has moved the drilling focus to the IAMGOLD properties. These activities have been testing, and will continue to test, gold targets on or near the Cadillac Break. The targets range from early stage geophysical and geochemical targets and historic drill holes to advanced stage historic resources with potential to grow. The first phase of drilling has been focused on early-stage exploration holes, but will also include Alexandria's first drill holes attempting to increase the size and test the tenor of historic deposits at Orenada Zone 4 and Zone 2 and the Sleepy deposit.

Date: March 27, 2007