

ALPHA GOLD

C O R P O R A T I O N

Management's Discussion and Analysis
For the Six Months Ended August 31, 2012
Dated: October 29, 2012

<u>Index</u>	<u>Page</u>
A - Introduction	2
B - Summary of Mineral Exploration	2
C - Results of Operations	4
D - Summary of Quarterly Results	5
E - Financial Condition, Liquidity and Capital Resources	5
F - Outstanding Equity and Convertible Securities	5
G - Related Party Information	6
H - Financial Instruments	7
I - Events After the Reporting Period and Outlook	7
J - Off-balance Sheet Arrangements	7
K - Disclosure Controls and Procedures	7
L - Risks and Uncertainties	7
M - Proposed Transactions	9
N - Forward-Looking Statements	10

ALPHA GOLD CORP.
(An Exploration Company)
Six Months Ended August 31, 2012
MANAGEMENT DISCUSSION AND ANALYSIS
Dated October 29, 2012

A. Introduction

The following Management's Discussion and Analysis (MD&A) of the operating results and financial condition of Alpha Gold Corp. ("Alpha" or the "Company") is for the six months ended August 31, 2012 and is dated October xx, 2012. This MD&A was prepared to conform to National Instrument 52-102F1 and was approved by the Board of Directors prior to its release. This analysis should be read in conjunction with the Company's unaudited condensed consolidated interim financial statements for the six months ended August 31, 2012 and the Company's audited financial statements for the year ended February 29, 2012 and the accompanying notes, which have been prepared in accordance with International Financial Reporting Standards ("IFRS").

The Company's shares trade on the TSX Venture Exchange under the trading symbol "ALQ".

The Company's functional and reporting currency is the Canadian dollar and all dollar amounts are in Canadian dollars, unless otherwise indicated.

Additional information relating to the Company, including detailed assay results previously disclosed in news releases, is available on the Company's website at www.alphagoldcorp.com and on SEDAR at www.sedar.com.

B. Summary of Mineral Exploration

Alpha Gold Corp. is a mineral exploration company focused on the Lustdust Property located in the Omineca Mining Division of British Columbia.

On July 15, 1989, the Company acquired a 100% interest in certain mineral claims located in the Omineca Mining Division, British Columbia for cash of \$170,000. The vendor retains a royalty of 3% of net smelter returns.

On February 21, 1992, the Company acquired a 100% interest in certain mineral claims located in the Omineca Mining Division, British Columbia for \$100,000 cash and 200,000 shares of the company at a deemed consideration of \$0.60 each (previously subject to a 5% net profit interest to a maximum of \$100,000 and a royalty of 2% of net smelter returns). In July 2003, the company acquired the retained 5% net profits interest and the 2% net smelter return royalties for \$150,000 cash.

The Company's Lustdust Property is currently comprised of 20 "cell" claims, 100% owned by Alpha Gold Corp. Ownership is currently secured through 2021 and/or 2022. There is no requirement for NSR or Royalties on any of these claims. "Cell" Claims are geographic blocks with boundaries defined by a computer mapping system.

ALPHA GOLD CORP.
(An Exploration Company)
Six Months Ended August 31, 2012
MANAGEMENT DISCUSSION AND ANALYSIS
Dated October 29, 2012

B. Summary of Mineral Exploration, continued

The Company is in the exploration stage. The Company does not have any producing mineral properties at this time and is without a known body of commercial ore. Exploration is focused on the Lustdust property located in the Omineca Mining Division 200 km west of Ft. St. James, B.C. Assay results indicate anomalous base and precious metals in field and drill core samples. A definitive geological model interpreting the anomalous results has not yet been determined. The investment and expenditure on exploration properties comprise a significant portion of the Company's assets. Realization of the Company's investment in those assets is dependent upon obtaining the necessary financing to continue exploration and development of the properties, the attainment of successful production from the properties or from the proceeds of their disposal.

The Company commissioned Aurora Geosciences Ltd. to prepare a compilation of its historical data with interpolation of the 2011 helicopter-borne ZTEM aeromagnetic survey. Preliminary review of the report indicates more widespread mineral potential and additional exploration targets related to both known mineralization and mineral potential not previously recognized on the Lustdust Property. Further details are available in a Company News Release, issued Oct 24, 2012, available on the Company's website www.alphagoldcorp.com and on SEDAR at www.sedar.com.

Concurrently under consideration is the possibility of acquiring additional mineral claims. It is expected that the Company will have to obtain additional funding. It is of note that current economic conditions have proven a significant challenge to many companies in terms of raising funds. Alpha Gold Corp. will comment on recommendations, currently under consideration by the Board, by way of news releases in the future.

Mineral Property Expenditures

The Company's accounting policy related to expenditures incurred for the acquisition and exploration of mineral properties is to capitalize on a property-by-property basis, net of recoveries. During the six months ended August 31, 2012, the Company incurred acquisition and exploration costs on its mineral property as follows:

	Balance	Additions		Balance
	February 29, 2012	Q1	Q2	August 31, 2012
Lustdust property	\$	\$	\$	\$
Acquisition costs	513,682	-	-	513,682
Exploration costs	11,252,454	700	700	11,253,854
Total	11,766,136	700	700	11,767,536

ALPHA GOLD CORP.
(An Exploration Company)
Six Months Ended August 31, 2012
MANAGEMENT DISCUSSION AND ANALYSIS
Dated October 29, 2012

C. Results of Operations

	Six Months Ended		Variance	
	August 31	August 31	Increase/(Decrease)	
	2012	2011	\$	%
Operating Expenses				
Consulting and management fees	26,502	17,609	8,893	50.50
Office, printing and miscellaneous	21,624	22,107	(483)	(2.18)
Shareholder relations	19,227	24,238	(5,011)	(20.67)
Professional fees	38,197	28,780	9,417	32.72
Insurance	8,044	10,829	(2,785)	(25.72)
Regulatory fees and transfer fees	5,162	7,134	(1,972)	(27.64)
Rent	3,000	3,000	-	-
Travel and promotion	947	875	72	8.23
Communications	366	358	8	2.23
Depreciation	3,235	11,935	(8,700)	(72.89)
Share-based payments	2,372	50,286	(47,914)	(95.28)
Other Items				
Interest income	(865)	(2,878)	2,013	(69.94)
General exploration	2,400	-	2,400	N/A
Gain on disposal of equipment	-	(26,960)	26,960	(100.00)
Interest expenses, bank charges and fo	122	133	(11)	(8.27)

Operating costs of the Company for the six months ended August 31, 2012 (“2013”) were \$128,676 compared to \$177,151 for the comparative period (“2012”). Share-based payments and depreciation are non cash items. Excluding the non cash items the operating cost for 2013 is \$123,069 compared to \$114,930 in year 2012.

The reason for the increase in the cost is mainly due to a timing difference of accounting for certain invoices for professional and consulting fees in 2012.

In 2012 the Company disposed certain equipment and recorded a gain of \$ 26,960. In 2013 the Company did not dispose any equipment.

In 2013 the Company expensed \$2,400 on evaluating potential properties. Such expense did not occur in 2012.

ALPHA GOLD CORP.
(An Exploration Company)
Six Months Ended August 31, 2012
MANAGEMENT DISCUSSION AND ANALYSIS
Dated October 29, 2012

D. Summary of Quarterly Results

The Company earned no revenue during the periods presented other than minimal interest income due to the nature of the industry and its current operations.

The Company's operating costs have been relatively constant and quarterly fluctuations mainly relates to share-based payments which vary as stock options are granted and disposal of equipment.

The following unaudited financial data was derived from the Company's consolidated financial statements for the last eight quarters prepared in accordance with IFRS:

	Aug 31	May 31	Feb 29	Nov 30	Aug 31	May 31	Feb 28	Nov 30
	2012	2012	2012	2011	2011	2011	2011	2010
	\$							
Net and comprehensive loss	79,929	38,396	97,940	71,677	60,039	56,372	374,841	94,836
Basic and diluted loss per share	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

E. Financial Condition, Liquidity and Capital Resources

Historically the Company's sole source of funding has been the issuance of equity securities for cash, primarily through private placements to sophisticated investors and institutions. The Company's access to exploration financing when the financing is not transaction specific is always uncertain. There can be no assurance of continued access to significant equity funding.

As at August 31, 2012 Alpha had working capital of \$276,911 as compared to \$403,057 at the end of February 29, 2012. As the Company chooses to proceed on additional exploration and development programs at the Lustdust property, it will need to raise additional funds for those expenditures.

Commitments

The Company has no long term debt, capital lease obligations, operating leases or any other long term obligations. The Company has no "Purchase Obligations" defined as any agreement to purchase goods or services that is enforceable and legally binding on the Company that specifies all significant terms, including: fixed or minimum quantities to be purchased; fixed, minimum or variable price provisions; and the approximate timing of the transaction.

The Company had no commitments for material expenditures as of August 31, 2012.

F. Outstanding Equity and Convertible Securities

i) Issued and outstanding

As at August 31, 2012 the Company had 47,236,701 common shares issued and outstanding.

There were no share issuances during the period ended August 31, 2012 or as of the date of this MD&A.

ALPHA GOLD CORP.
(An Exploration Company)
Six Months Ended August 31, 2012
MANAGEMENT DISCUSSION AND ANALYSIS
Dated October 29, 2012

F. Outstanding Equity and Convertible Securities, continued

ii) Stock Options

As at August 31, 2012 and of the date of this MD&A the Company had stock options outstanding as follows:

Exercise Price	Expiry Date	Balance August 31, 2012	Balance October 29, 2012
\$0.20	July 20, 2014	1,450,000	1,450,000
\$0.10	July 23, 2015	1,750,000	1,750,000
\$0.10	May 30, 2016	1,000,000	1,000,000
		4,200,000	4,200,000
Weighted average exercise price		\$0.13	\$0.13
Weighted average contractual life remaining in years		2.75	2.59

iii) Share Purchase Warrants

There were no share purchase warrants outstanding as at August 31, 2012 or as of the date of this MD&A.

G. Related Party Information

During the period, the Company paid fees of \$27,402 (2011 - \$14,500) for contract negotiation, property investigation, property acquisition, site investigation and management of program, \$1,500 (2011 - \$17,609) for directors fees, \$21,000 (2011 - \$21,000) for secretarial and bookkeeping services, and \$3,000 (2011 - \$3,000) for office rental, and \$2,372 (2011 - \$50,286) in share-based payments, to directors and officers of the Company or companies controlled by directors of the Company. Accounts payable included \$14,001 payable to private company controlled by a director and an officer of the Company.

All related party transactions in the normal course of business have been measured at the agreed upon exchange amounts, which is the amount of consideration established and agreed to by the related parties.

The key management personnel of the Company are the directors and officers of the Company. The Company has no long-term employee benefits or post-employment benefits and compensation awarded to key management during the six months ended August 31, 2012 was as follows:

	Period Ended August 31,	
	2012	2011
Consulting	\$ 49,902	\$ 53,109
Share base payments	2,372	50,286
Total	\$ 52,274	\$ 103,395

ALPHA GOLD CORP.
(An Exploration Company)
Six Months Ended August 31, 2012
MANAGEMENT DISCUSSION AND ANALYSIS
Dated October 29, 2012

H. Financial Instruments

The Company's financial instruments consist of cash and cash equivalents, receivables, bond reclamation and accounts payable and accrued liabilities.

I. Events After the Reporting Period and Outlook

Except as otherwise disclosed, there have been no material events after the reporting period.

J. Off-balance Sheet Arrangements

The Company does not have any off-balance sheet arrangements and does not contemplate having them in the foreseeable future.

K. Disclosure Controls and Procedures

The Board of Directors is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control.

There have been no significant changes to the Company's internal control over financial reporting that occurred during the period that have materially affected, or are reasonably likely to materially affect the Company's internal control over financial reporting.

The Board of Directors has established procedures for complaints received regarding accounting, internal controls or auditing matters, and for a confidential, anonymous submission procedure for who have concerns regarding questionable accounting or auditing matters.

Being a venture issuer, the Company is exempt from certification on Disclosure Controls and Procedures and Internal Control Over Financial Reporting. The Company is required to file Form 52-109FV1 for annual reporting and Form 52-109FV2 for interim reporting.

L. Risks and Uncertainties

The principal business of the Company is the acquisition, exploration and development of mineral properties. Given the nature of the mining business, the limited extent of the Company's assets and the present stage of development, the following risk factors, among others, should be considered.

Exploration Stage Company

The Company does not hold a known body of commercial ore and does not generate any revenues from production. The Company's success will depend largely upon its ability to locate commercially productive mineral reserves. Mineral exploration is highly speculative in nature, involves many risks and frequently is non productive. There is no assurance that exploration efforts will be successful. Success in establishing reserves is a result of a number of factors, including the quality of management, the level of geological and technical expertise, and the quality of property available for exploration.

ALPHA GOLD CORP.
(An Exploration Company)
Six Months Ended August 31, 2012
MANAGEMENT DISCUSSION AND ANALYSIS
Dated October 29, 2012

L. Risks and Uncertainties, continued

Exploration Stage Company, continued

Once mineralization is discovered, it may take several years in the initial phases of drilling until production is possible, during which time the economic feasibility of production may change. Substantial expenditures are required to establish proven and probable reserves through drilling and bulk sampling, to determine the optimal metallurgical process to extract the metals from the ore and, in the case of new properties, to construct mining and processing facilities. Because of these uncertainties, no assurance can be given that the Company's exploration programs will result in the establishment or expansion of resources or reserves.

Operating History and Availability of Financial Resources

The Company has no operating revenues and is unlikely to generate any significant amount in the foreseeable future. Hence, it may not have sufficient financial resources to undertake any future mineral claim acquisition and exploration activities. Operations will continue to be financed primarily through the issuance of securities.

The Company will need to continue its reliance on the issuance of such securities for future financing, which may result in dilution to existing shareholders. Furthermore, the amount of additional funds required may not be available under favourable terms, if at all. Failure to obtain additional funding on a timely basis could result in delay or indefinite postponement of further exploration and development.

Price Volatility and Lack of Active Market

In recent months, the securities markets in Canada and elsewhere have experienced a high level of price and volume volatility, and the market prices of securities of many public companies have experienced significant fluctuations in price which have not necessarily been related to the operating performance, underlying asset values or prospects of such companies. It may be anticipated that any quoted market for the Company's securities will be subject to such market trends and that the value of such securities may be affected accordingly. If an active market does not develop, the liquidity of the investment may be limited and the market price of such securities may decline below the subscription price.

Competition

The resource industry is intensively competitive in all of its phases, and the Company competes with many other companies possessing much greater financial and technical resources. Competition is particularly intense with respect to the acquisition of desirable undeveloped properties. The principal competitive factors in the acquisition of prospective properties include the staff and data necessary to identify and investigate such properties, and the financial resources necessary to acquire and develop the projects. Competition could adversely affect the Company's ability to acquire additional suitable prospects suitable for exploration.

Title to Property

Although the Company has exercised the usual due diligence with respect to title of its properties, there is no guarantee that title to the properties will not be challenged or impugned as a result of prior unregistered agreements or transfers, aboriginal land claims, government expropriation and undetected defects.

ALPHA GOLD CORP.
(An Exploration Company)
Six Months Ended August 31, 2012
MANAGEMENT DISCUSSION AND ANALYSIS
Dated October 29, 2012

L. Risks and Uncertainties, continued

Government Regulations and Environmental Risks and Hazards

The Company's conduct is subject to various federal, provincial, state laws, rules and regulations, including environmental legislation.

Environmental legislation is becoming increasingly stringent and costs and expenses of regulatory compliance are increasing. The impact of new and future environmental legislation on the Company's operations may cause additional expenses and restrictions. If the restrictions adversely affect the scope of exploration and development on the resource property interests, the potential for production on the property may be diminished or negated. The Company has adopted environmental practices designed to ensure that it continues to comply with environmental regulations currently applicable to it. All of the Company's activities are in compliance in all material respects with applicable environmental legislation.

Environmental hazards may exist on the Company's properties, which may have been caused by previous or existing owners or operators of the properties.

Dependence on Key Personnel

The Company is dependent on a relatively small number of key directors, officers and senior personnel. Loss of any one of those persons could have an adverse affect on the Company. The Company does not currently maintain "key-man" insurance in respect of any of its management.

Licenses and Permits

The operations of the Company require licenses and permits from various government authorities. The Company believes that it holds all necessary licenses and permits under applicable laws and regulations for work in progress and believes it is presently complying in all material respects with the terms of such licenses and permits. However, such licenses and permits are subject to change in various circumstances. There can be no guarantee that the Company will be able to obtain or maintain all necessary licenses and permits that may be required to explore and develop its properties, commence construction or operation of mining facilities or to maintain continued operations that economically justify the cost.

M. Proposed Transactions

The shareholders of the Company approved a special resolution at the Annual General Meeting, held August 28, 2012, to authorize three potential ratios to consolidate the Company's current issued and outstanding Common Shares without par value on a basis of up to fifteen (15) pre-consolidated Common Shares for one post-consolidated common share, or ten (10) pre-consolidated Common Shares for one post-consolidated common share or five (5) pre-consolidated Common Shares for one post-consolidated common share. The Board will determine which ratio to implement that will ultimately be suited to the Company's needs. Should the Company choose to act, a decision will be made as to which scenario to enact.

N. Forward-Looking Statements

Some of the statements contained in this MD&A may be deemed "forward-looking statements." These include estimates and statements that describe the Company's future plans, objectives or goals, and expectations of a stated condition or occurrence. Forward-looking statements may be identified by the use of words such as "believes", "anticipates", "expects", "estimates", "may", "could", "would", "will", or "plan". Since forward-looking statements are based on assumptions and address future events and conditions, by their very nature they involve inherent risks and uncertainties.

ALPHA GOLD CORP.
(An Exploration Company)
Six Months Ended August 31, 2012
MANAGEMENT DISCUSSION AND ANALYSIS
Dated October 29, 2012

O. Forward-Looking Statements, continued

Actual results relating to, among other things, results of exploration, reclamation, capital costs, and the Company's financial condition and prospects, could differ materially from those currently anticipated in such statements for many reasons such as but not limited to; changes in general economic conditions and conditions in the financial markets; changes in demand and prices for the minerals the Company expects to produce; litigation, legislative, environmental and other judicial, regulatory, political and competitive developments; technological and operational difficulties encountered in connection with the Company's activities; and changing foreign exchange rates and other matters discussed in this MD&A.

Readers should not place undue reliance on the Company's forward-looking statements. Further information regarding these and other factors, which may cause results to differ materially from those projected in forward-looking statements, are included in the filings by the Company with securities regulatory authorities. The Company does not assume any obligation to update or revise any forward-looking statement that may be made from time to time by the Company or on its behalf, except in accordance with applicable securities laws, whether as a result of new information, future events or otherwise.