

Skybridge Development Corp.

Management's Discussion & Analysis

Form 51-102F1

For the Period from Incorporation on January 30, to June 30, 2007

SKYBRIDGE DEVELOPMENT CORPORATION

MANAGEMENT'S DISCUSSION & ANALYSIS

For the Period from Incorporation on January 30 to June 30, 2007

August 14, 2007

The following management discussion and analysis is a review of operations, current financial position and outlook for Skybridge Development Corporation ("**Skybridge**" or the "**Company**") and should be read in conjunction with the unaudited interim financial statements for the period from incorporation on January 30, 2007 to June 30, 2007. The reader is encouraged to review the Company's financial statements in conjunction with this document, copies of which are filed on the SEDAR website: www.sedar.com.

The Company prepares its financial statements in accordance with generally accepted accounting principles in Canada ("Canadian GAAP"). All dollar figures included therein and in the following discussion and analysis are quoted in Canadian dollars unless otherwise noted.

Description of Skybridge's Business

The Company was incorporated on January 30, 2007 and is classified as a Capital Pool Company as defined in Policy 2.4 of the TSX Venture Exchange Corporate Finance Manual. The principle business of the Company is to identify and evaluate companies, assets or businesses with a view to completing a Qualifying Transaction (as that term is defined in Policy 2.4). The Company has not commenced commercial operations, has not identified a potential Qualifying Transaction and has no assets other than a minimum amount of cash.

Forward-Looking Information

When used in this document, words like "anticipate", "believe", "estimate" and "expect" and similar expressions are intended to identify forward-looking statements. Such statements are used to describe management's future plans, objects and goals for the Company and therefore, involve inherent risks and uncertainties. The reader is cautioned that actual results, performance, or achievements may be materially different from those implied or expressed in such statements.

Discussion of Operations and Financial Results

1. Overall Performance

Skybridge Development Corp. is a Capital Pool Company ("CPC") as defined by Policy 2.4 of the TSX Venture Exchange (the "Exchange") which is in the process of completing its Qualifying Transaction. The Company commenced the process of identification and evaluation of businesses and assets with a view to completing a Qualifying Transaction. Any proposed Qualifying Transaction must be accepted by the Exchange and in the case of a Non Arm's Length Qualifying Transaction is also subject to Majority of the Minority Approval in accordance with the CPC Policy. The Company has not conducted any commercial operations other than to enter into discussions for the purpose of identifying potential acquisitions or interest. The Company is not specifically considering pursuing a company, asset or business in any specific business or industry sector, or in any particular geographical

area, and the Company has reviewed and anticipates it will continue to review companies, assets and businesses in broad range of industry sectors and geographical areas. Until completion of a Qualifying Transaction, the Company will not carry on any business other than the identification and evaluation of business or assets with a view to completing a potential Qualifying Transaction. With the consent of the Exchange, this may include the raising of additional funds in order to finance an acquisition. As described in the Company's final prospectus dated May 11, 2007, the funds raised pursuant to the Company's initial public offering and any subsequent financings will be utilized only for the identification and evaluation of potential Qualifying Transactions.

Although the Company has commenced the process of identifying potential acquisitions with a view to completing the Qualifying Transaction and has actively evaluated several potential candidates, the Company had not yet entered into an agreement in principle for any particular transaction.

During the period from incorporation on January 30, 2007 to June 30, 2007, the Company issued 2,500,000 common shares to directors at a price of \$0.05 per share for total proceeds of \$125,000. These common shares are held in escrow and will be released pro-rata to the shareholders as to 10% of the escrow shares upon issuance of a Final Exchange Bulletin by the TSX-V and as to the remainder in six equal tranches of 15% every six months thereafter for a period of 36 months. These escrow shares may not be transferred, assigned or otherwise dealt with without the consent of the regulatory authorities. As at June 30, 2007, 2,500,000 of these shares remain in escrow. If a Final Exchange Bulletin is not issued, the shares will not be released from escrow and if the Company is delisted, the shares will be cancelled.

Subsequent to June 30, 2007 the Company successfully completed its initial public offering (the "Offering") through its agent, Canaccord Capital Corporation (the "Agent") of 2,000,000 common shares (the "Shares") for gross proceeds of \$200,000. After giving effect to the Offering, Skybridge now has 4,500,000 Shares issued and outstanding. The Company also granted to its directors and officers, options to acquire 450,000 Shares at a price of \$0.10 per Share, for a period of five years from the date the Corporation's Shares are listed on the TSX Venture Exchange (the "Exchange"). In addition, the Corporation granted to the Agent a non-transferable warrant to purchase up to 200,000 Shares at a price of \$0.10 per Common Share and which may be exercised for a period of 24 months from the day the Common Shares are listed on the Exchange. The Agent also received a cash commission equal to 10% of the gross proceeds of the Offering, as well as an administration fee.

2. Results of Operations

The following is a summary of unaudited quarterly financial information for the Company's financial results for the period from incorporation on January 30 to June 30, 2007:

| Income Statement | For the three month period from April 1, 2007 to June 30, 2007 | For the period from incorporation on January 30, 2007 to June 30, 2007 |
|--------------------------------------|---|---|
| Net Income (loss) | \$ 31,661 | \$ 53,590 |
| Basic and diluted net loss per share | - | - |

The Company had a net loss for the period ended June 30, 2007 of \$31,661 compared to a net loss of \$21,950 in the previous period ending March 31, 2007. The increase in the Company's expenses relate to professional fees for accounting, compliance and legal expenses as it continues to incur expenses as it investigates and analyzes potential Qualifying Transactions.

The major expense during the period from incorporation on January 30, 2007 to June 30, 2007 relates to accounting and auditing expenses of \$12,496, legal expenses of \$24,569 and transfer agent and filing fees of \$14,971.

Since incorporation, the Company has been actively engaged in the identification of target companies for the purposes of completing a Qualifying Transaction. Discussions are ongoing and no Agreement in Principle (as defined in Policy 2.4) has been reached with any party.

In the future, the Company will continue to incur expenses as it investigates and analyzes potential Qualifying Transactions. In addition, upon selection of a suitable Qualifying Transaction, significant expenses are anticipated to be incurred relating to due diligence, negotiations of the terms of the transaction and legal expenses necessary to complete the transaction.

3. Summary of Quarterly Results

| Income Statement | For the period from incorporation on January 30, 2007 to March 31, 2007 | For the three month period from April 1 to June 30, 2007 | |
|--------------------------------------|--|---|--------------|
| | 1st Quarter | 2nd Quarter | Total |
| Net Income (loss) | \$ 21,950 | \$ 31,661 | \$ 53,590 |
| Basic and diluted net loss per share | - | - | |

The Company was incorporated on January 30, 2007 and thus, the Company does not have eight quarters of information for disclosure.

4. Liquidity and Capital Resources

The following is a summary of unaudited quarterly financial information for the Company's financial results for the period from incorporation on January 30 to June 30, 2007:

| Cashflow | June 30, 2007 |
|---|----------------------|
| Cash from operating activities | \$ (58,396) |
| Cash from investing activities | (1,972) |
| Cash from financing activities | 125,000 |
| Increase in cash and cash equivalents | 64,632 |
| Cash and cash equivalents – beginning of period | 0.00 |
| Cash and cash equivalents – end of period | 64,362 |

| Balance sheet | June 30, 2007 |
|--|----------------------|
| Cash and cash equivalents | 64,632 |
| Total Assets | 77,172 |
| Total Liabilities | 5,761 |
| Capital stock | 125,000 |
| Total stockholders' equity | 71,410 |
| Total Liabilities and Shareholders' Equity | 77,172 |

As of June 30, 2007, the Company had net working capital of \$69,716 which it anticipates will be sufficient to complete the search for, incur legal and other expenses related to a Qualifying Transaction.

As of June 30, 2007, the company had cash of \$64,632.

As of June 30, 2007, the Company had net working capital of \$69,716 which it anticipates will be sufficient to complete the search for, incur legal and other expenses related to a Qualifying Transaction.

During the period from incorporation on January 30, 2007 to June 30, 2007, the Company issued 2,500,000 common shares to directors at a price of \$0.05 per share for total proceeds of \$125,000. These common shares are held in escrow and will be released pro-rata to the shareholders as to 10% of the escrow shares upon issuance of a Final Exchange Bulletin by the TSX-V and as to the remainder in six equal tranches of 15% every six months thereafter for a period of 36 months. These escrow shares may not be transferred, assigned or otherwise

dealt with without the consent of the regulatory authorities. As at June 30, 2007, 2,500,000 of these shares remain in escrow. If a Final Exchange Bulletin is not issued, the shares will not be released from escrow and if the Company is delisted, the shares will be cancelled.

Subsequent to June 30, 2007, the Company successfully completed its initial public offering (the "Offering") through its agent, Canaccord Capital Corporation (the "Agent") of 2,000,000 common shares (the "Shares") for gross proceeds of \$200,000. After giving effect to the Offering, Skybridge now has 4,500,000 Shares issued and outstanding. The Company also

granted to its directors and officers, options to acquire 450,000 Shares at a price of \$0.10 per Share, for a period of five years from the date the Corporation's Shares are listed on the TSX Venture Exchange (the "Exchange"). In addition, the Corporation granted to the Agent a non-transferable warrant to purchase up to 200,000 Shares at a price of \$0.10 per Common Share and which may be exercised for a period of 24 months from the day the Common Shares are listed on the Exchange. The Agent also received a cash commission equal to 10% of the gross proceeds of the Offering, as well as an administration fee.

5. Off-Balance Sheet Arrangements

The Corporation does not have any special purpose entities nor is it party to any arrangements that would be excluded from the balance sheet.

6. Transactions with related parties

There have been no related party transactions for the period from incorporation on January 30, 2007 to June 30, 2007.

7. Proposed transactions

The Company has been actively engaged in the identification of target companies for the purposes of completing a Qualifying Transaction. Discussions are ongoing and no Agreement in Principle (as defined in Policy 2.4) has been reached with any party.

8. Accounting policies & Critical Accounting Estimates

For a detailed summary of the Company's significant accounting policies, the reader is directed to Note 3 of the Notes to the Unaudited Financial Statements, June 30, 2007 available on SEDAR @ www.sedar.com.

For the period from incorporation on January 30, 2007 to June 30, 2007, there has been no critical accounting estimates.

9. Financial Instruments and Other Instruments

The Company's financial instruments consist of cash, prepaid expenses and accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the Company is not exposed to significant interest, currency or credit risks arising from financial instruments. The fair value of these financial instruments approximates their carrying value due to their short-term maturity or capacity for prompt liquidation.

10. Risks and Uncertainties

The Company is a Capital Pool Company under the policies of the TSX Venture

Exchange Inc. If the Company fails to complete a Qualifying Transaction within 24 months of listing, the TSX Venture Exchange Inc. could suspend or delist the common shares of the Company. An interim cease trade order may be issued against the Company's securities by an applicable securities commission if the common shares of the Company are suspended from trading on or delisted from the TSX Venture Exchange Inc. Although management of the Company is working diligently to identify a Qualifying Transaction, there is no assurance that a Qualifying Transaction will be entered into or be completed.

11. Additional Disclosure for Venture Issuers Without Significant Revenue

Additional disclosure concerning the Company's general and administrative expenses is provided in the Company's Statement of Operations and Deficit contained in its Financial Statements for June 30, 2007 available on www.sedar.com.

12. Outstanding share data

| | <u>Number</u> | <u>Amount</u> |
|--|-------------------------|--------------------------|
| Authorized: | | |
| Unlimited common shares, without par value | | |
| Issued: | | |
| Shares issued for cash: | <u>2,500,000</u> | <u>\$ 125,000</u> |
| Balance, June 30, 2007 | <u><u>2,500,000</u></u> | <u><u>\$ 125,000</u></u> |

The Company issued 2,500,000 common shares to directors at a price of \$0.05 per share for total proceeds of \$125,000. These common shares are held in escrow and will be released pro-rata to the shareholders as to 10% of the escrow shares upon issuance of a Final Exchange Bulletin by the TSX-V and as to the remainder in six equal tranches of 15% every six months thereafter for a period of 36 months. These escrow shares may not be transferred, assigned or otherwise dealt with without the consent of the regulatory authorities. As at June 30, 2007, 2,500,000 of these shares remain in escrow. If a Final Exchange Bulletin is not issued, the shares will not be released from escrow and if the Company is delisted, the shares will be cancelled.

ADDITIONAL INFORMATION

Additional information relating to the Company can also be found on SEDAR at www.sedar.com.

Approval

The Board of Directors of Skybridge Development Corp. has approved the disclosure contained in this interim MD&A. A copy of this interim MD&A will be provided to anyone who requests it.