ERIN VENTURES INC.
MANAGEMENT DISCUSSION & ANALYSIS
for the year ended June 30, 2006

Introduction

The following discussion and analysis is management's assessment of the results and financial condition of Erin Ventures Inc. (the "Company" or "Erin") for the year ended June 30, 2006 and should be read in conjunction with the audited financial statements for the year ended June 30, 2006 and related notes. The Company's financial statements are prepared in accordance with Canadian GAAP. The Company's reporting currency is Canadian dollars. The date of this Management's Discussion and Analysis is November 2, 2006. Additional information on the Company is available on SEDAR at www.sedar.com.

Description of Business

Erin Ventures Inc. (the "Issuer") is a TSX Venture Exchange listed company. Erin is an exploration stage company engaged in the acquisition, exploration and development of mineral properties in the United States and Belize with the aim of developing them to a stage where they can be exploited at a profit or to arrange joint ventures whereby other companies provide funding for development and exploitation.

Forward Looking Statements

Certain information included in this discussion may constitute forward-looking statements. Forwardlooking statements are based on current expectations and entail various risks and uncertainties. These risks and uncertainties could cause or contribute to actual results that are materially different than those expressed or implied. The Company disclaims any obligation or intention to update or revise any forwardlooking statement, whether as a result of new information or future events.

Resource Properties & Description of Activities

Ceibo Chico Property, Belize C.A.

The Belize property is an early stage exploration property with geology consisting of intrusive and meta-sedimentary rocks, with the potential to yield gold bearing gravel. The property consists of 4 contiguous Prospecting Licenses and 1 Mining License covering approx. 35 sq. km.

Erin, through its wholly owned subsidiary Ceiba Resources Ltd., announced on June 1, 2005 that it has entered into an option agreement to acquire up to 90% equity of the Ceibo Chico Gold Prospect, located in Belize. Erin may acquire up to 90% equity in the prospect by making payments of up to US $100,000 over 5 years to the optionor, Boiton Minerals Ltd., a Belizean mining company. As well, Erin agrees that it shall expend not less than US $100,000 on exploration and /or development of the Gold Project within 12 months of signing this Agreement; and shall spend a cumulative total of not less than US $200,000 within 24 months of signing this Agreement. The agreement is currently in good standing with all commitments having been met to date.

The upper Ceibo Chico drainage cuts a wide zone (approximately 2 km) of clastic – metasedimentary rocks. Some areas show intensive quartz – carbonate veining with massive arsenopyrie, chalcopyrite, and minor galena and zinc minerals. Collected sample carries some fine visible gold. This geologic feature appears to be responsible for the alluvial gold in the drainage system.

On September 19, 2006, Erin reported the following:
Recent prospecting has resulted in the discovery of a quartz vein system containing significant free gold and sulphides, hosted within the 2 km wide zone of meta-sediment and clastic rocks. Preliminary examination of this discovery reveals that several relatively flat lying (15° – 20°) quartz veins separated by 2 to 3 feet of silty meta-sediments, extend along the bedding planes of a silty meta-sediment. Vein widths vary from 10 to 14 inches. The discovery is significant in that it suggests that the quartz veins may originate from a deeper underlying intrusive. The exposure has been sampled, and these samples have been sent to Eco-Tech Labs in Kamloops, B.C. for assay.

An access road is currently being extended into this area to enable excavator trenching of the discovery, followed by detailed mapping and sampling of this area. It is anticipated that this program will result in the definition of drill targets for next season. Until now, lack of bedrock exposures has been a limiting factor in mapping both structural controls and mineralization of the approximately 2 km wide band of meta-sediment clastic rocks thought to be the host for the residual gold values in the watershed.

During the month of August, the bedrock trenching program on the Ceibo Chico Gold Prospect continued over a 15 day period. Testing occurred approximately 1.5 km upstream from the Johnson Bench test site (as reported by Erin in a news release dated June 2, 2006) on the right limit of Ceibo Chico Creek. All of the material excavated was processed through a test trommel with the following results:

- 1809.09 grams (58.17 troy ozs) of bright, crystalline residual gold was recovered from approximately 975 cubic yards of trench material.
- The calculated grade equates to 1.86 grams of raw gold per yard for this test sample.
- This equates to 1.49 g Au/yard, for a total of 1,445.46 grams (46.47 troy ozs) Au (pure gold) recovered (considering a 6% melt loss and a raw gold purity of 850 fine).
- Recovered gold values averaged US$28.60/yard, for a total of approximately US$27,882 worth of recovered Au for this test sample (at gold prices of US$600/oz Au).

Results from Erin's trenching program have clearly shown that the amount of residual gold in the drainage system increases significantly as testing advances upstream. In addition, the gold recovered is becoming coarser and more crystalline, which indicates that it has not travelled far.

Bulk Sampling Summary 2005-2006

Sample location (from North to South)	**gram/yard raw gold recovered**	**$/yard Au** (@ US $600/oz)	**Sample size** (yards)	**Description of recovered gold**
Fan – Darrell Site right limit	0.23	$3.38	7.8	fine gold with some small flakes
Fan – Darrell Site left limit	0.26	$4.08	5.2	fine gold with medium size flakes
200 meters north of the Johnson Site	1.45	$22.32	625	bright, residual gold
Johnston Site – bench gravel	1.10	$18.11	46.7	coarse gold with largest nugget weighing 4.0 gm
Johnston Site -	1.57	$25.84	12.1	coarse placer gold with the largest

center of creek				nugget weighing 4.75gm
Johnston Bench	1.59	$24.50	800	bright, crystalline residual gold
1.5 km south of the Johnson Site	1.86	$28.60	975	bright, crystalline residual gold

During the oncoming rainy season, Erin will move the trommel downstream to complete a detailed bulk sampling program on the fan area. A baseline and crossline grid is currently under construction in order to evaluate the fan, with the goal of developing sufficient proven reserves with economic grades that justify construction and operation of a New Zealand type floating dredge during the 2007 season. It is anticipated that this full sized production dredge would have the capacity to process approximately 100 yards/hour, and operate at a cost of approximately $1.50/yard.

Joint Venture with Triangle Minerals Inc.
Erin announced on July 5, 2006 that it entered into a strategic alliance with Triangle Minerals, Inc. ("TMI"), a North Carolina based corporation. The objective of this alliance is to acquire, explore and develop specifically targeted mineral properties of merit, within the southeastern United States ("the Area of Interest").

Erin and TMI are currently in negotiations with several key landowners within the Area of Interest, to acquire mineral rights. Specific information regarding the targeted mineral properties will be forthcoming once the primary parcels of land have been acquired. It is anticipated that exploration will start this fall.

Key terms of the Strategic Alliance Agreement are:
- The term of the Agreement is 5 years.
- Erin acquires a 100% interest in the project, subject to completion of a minimum work program totalling US $400,000, during the first year of the Agreement.
- Additionally, Erin has committed US $50,000 for land acquisition within the Area of Interest.
- A five year management contract with TMI, whereby TMI will manage the land acquisition and exploration program, under Erin's supervision.
- TMI is to receive from Erin: annual stock-based payments of US $30,000, with respect to facilities rental; 600,000 stock options per year, to a maximum of 1.8 million stock options; competitively priced management fees; and a 0.8% production royalty from any eventual production of gold, silver and/or other metals.

Triangle Minerals, Inc. is owned and operated by 3 licensed professional geologists, who have over 100 combined years of professional experience in base and precious metal exploration, development and mine operations. During their careers, the principals of TMI have held senior exploration, and management positions with various world-class mining companies operating throughout North, Central and South America.

The principals of TMI are credited with several significant gold and base metal discoveries in the southeastern USA. Principals of TMI were directly involved in the discovery, exploration, development, mining and reclamation of the 2 million ounce, Ridgeway gold mine in South Carolina, which operated from 1988 to 1999.

During their 25+ years of exploration experience within the Carolina Slate Belt, the principals of TMI have developed a proprietary technical data base, including detailed knowledge of the local geology/geochemistry, and specific knowledge of gold and base metal mineralization locations within the Area of Interest. As well, TMI enjoys a local administrative infrastructure and substantial regional expertise (including an extensive understanding of local mining laws, landowners, local customs, etc), within the Area of Interest.

Borate Property, Serbia
As of the year ended June 2006, the Issuer reduced the Carrying Value of the Piskanja Borate Property in Serbia, and its associated capitalized amounts, to $Nil.

In a news release dated January 24, 2006, Erin reported the following update:
Erin Ventures Inc. has commenced the process of legal action against Elektroprevreda-Serbia (the Serbian government's wholly owned, national power corporation). Erin is seeking compensation regarding the Piskanja boron property in Serbia. This claim, the first step in an anticipated larger litigation strategy, seeks monetary compensation for losses and certain damages, totalling approximately US$15 million.

Further legal action, if taken by Erin, will seek substantial compensation for lost potential profits from the boron property, and other damages apart from the initial US$15 million claim; may name Elektroprevreda and/or other related, responsible parties; and may be conducted within Serbia and/or other international venues.

This legal action is in defence of Erin's contention that it holds a valid joint venture contract with Elektroprevreda with respect to the development of the Piskanja boron property, located within the Jarandol Basin of Serbia. Recently, the current Serbian government granted a concession to exploit the boron deposits in the Jarandol Basin to a third party, in spite of direct knowledge of Erin's contractual rights to the property, including a prior Serbian government's official sanctioning of Erin's joint venture contract with Elektroprevreda. **There can be no assurance given that any legal or other action pursued by Erin regarding this matter will be successful.**

Selected Annual Information
The following table summarizes selected financial data for Erin for each of the three most recently completed financial fiscal years. The information set forth below should be read in conjunction with the audited financial statements, prepared in accordance with Canadian generally accepted accounting principles, and related notes.

		Year ended June 30,				
		2006		2005		2004
Total revenues	$	-	$	-	$	-
Loss before discontinued operations and extraordinary items	$	(511,855)	$	(868,871)	$	(579,273)
Basic and diluted loss per share before discontinued operations and extraordinary items	$	(0.01)	$	(0.02)	$	(0.02)
Net loss	$	(511,855)	$	(868,871)	$	(579,273)
Basic and diluted loss per share	$	(0.01)	$	(0.02)	$	(0.02)
Total assets	$	548,793	$	332,561	$	599,192
Total long-term liabilities	$	-	$	-	$	511,903
Cash dividends per share	$	-	$	-	$	-

Selected Quarterly Information

The following selected financial information is derived from the unaudited interim financial statements of the Company prepared in accordance with Canadian generally accepted accounting principles ("GAAP").

	Q4 June 30 2006	Q3 Mar 31 2006	Q2 Dec 31 2005	Q1 Sept 30 2005	Q4 June 30 2005	Q3 Mar 31 2005	Q2 Dec 31 2004	Q1 Sept 30 2004
Total revenues	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net loss before discontinued operations and extraordinary items:								
Total	$(152,826)	$ (102,993)	$ (154,173)	$ (101,863)	$ (439,111)	$ (134,201)	$ (174,304)	$ (121,255)
Per share	$ (0.003)	$ (0.003)	$ (0.004)	$ (0.002)	$ (0.012)	$ (0.003)	$ (0.005)	$ (0.003)
Per share, fully diluted	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.01)	$ (0.01)	$ (0.01)	$ (0.01)	$ (0.00)
Net loss:								
Total	$(152,826)	$ (102,993)	$ (154,173)	$ (101,863)	$ (439,111)	$ (134,201)	$ (174,304)	$ (121,255)
Per share	$ (0.003)	$ (0.003)	$ (0.004)	$ (0.002)	$ (0.012)	$ (0.003)	$ (0.005)	$ (0.003)
Per share, fully diluted	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.01)	$ (0.01)	$ (0.01)	$ (0.01)	$ (0.00)

Results of Operation

The following discussion should be read in conjunction with the consolidated financial statements and related notes thereto for the period ended June 30, 2006 (the "Period") that is attached. There have been no major changes in accounting policies during the Period.

During the Period, the Issuer experienced a net loss of $511,855 for the year ended June 30, 2006 compared to $868,871 for the year ended June 30, 2005. This represents a decrease of $357,016 or 41.1% for the 12 month period. The reduction in overall loss for 2006 vs. 2005 was significantly impacted by the fact that Erin wrote down resource properties during 2005 to the extent of $300,904 compared with a net recovery of write-down totaling $41,739 during 2006. This represents a difference of $342,643 between the 2 years. The recovery results from the reversal of a $69,839 accrual for exploration expenditures made in a prior year that will not be paid. The other significant difference was property investigation costs of $108,431 during 2005 vs. Nil for the same period during 2006. This is the result of Erin switching its focus from investigation of new acquisitions to development of the Belize property. Foreign exchange loss in 2006 totaled $12,610 vs. a loss of $21,833 for 2005. This is the result of Erin having assets and work programs outside of Canada with obligations in foreign currencies.

Administrative expenses increased to $548,050 for the year ended June 30, 2006 compared to $443,055 for the year ended June 30, 2005. This represents an increase of $104,995 or 23.7%. Consulting fees decreased by $23,466 for the 12 month period (from $23,466 in 2005 to Nil in 2006) reflecting the allocation of consideration paid to the development of Belize property as compared to property investigation as in 2005. Amortization expense increased to $11,870 during the period ending June 30, 2006 as compared with $1,108 for 2005 reflecting the purchase of mining assets for Belize that are being amortized. Legal fees increased from $15,550 during 2005 to $84,821 during 2006. This reflects a one time expenditure on arbitration regarding the Serbian borate property where Erin is seeking damages of approx. US$15 million. Stock based compensation increased from Nil for the 12 month period ending June 20, 2005 to $33,000 for the same period in 2006. This reflects the fair value of the 1,100,000 stock options issued during the period.

Investor Relations Activities
Investor relations expenses increased by $8,793 (from $60,000 in 2005 to $68,793 in 2006) for the 12 month period as the result of an aggressive marketing plan to redo the Issuers marketing materials, website, etc and undertake a campaign to increase public awareness and the market capitalization of the Issuer. Blake Fallis provided investor relations services to the Issuer. The investor relation activities of Mr. Fallis include such activities as:

a) corporate and shareholder communications and investor relations including preparation of press releases and other material and responding to shareholder inquiries on a timely basis;
b) public relations and promotional matters;
c) assisting in fund raising;
d) corporate administration and record keeping, including inter-corporate communications and handling accounts payable.
e) Preparation, design, layout and implementation of marketing materials, web site design, corporate logos, design, implementation and management of marketing campaigns.

Liquidity and Solvency
The Company does not derive any revenues from operations. The Company's activities have been funded through equity financing and unsecured loans, and the Company expects that it will continue to be able to utilize this source of financing until it develops cash flow from operations. There can be no assurance, however, that the Company will be successful in its efforts. If such funds are not available or other sources of finance cannot be obtained, then the Company will be forced to curtail its activities to a level for which funding is available or can be obtained. The Issuer has and continues to maintain good relations with its creditors.

The Issuers liquid asset position fell to $238,191 as at June 30, 2006 compared to $306,592 from June 30, 2005. This reduction in cash is in part reflected by the acquisition of mining equipment used for exploration on the Issuers Belize property. The Issuers cash position fell to $201,120 as at June 30, 2006 compared with $289,561 as at June 30, 2005. This represents a decrease in cash of $88,441. Current liabilities stood at $552,591 as at June 30, 2006.

Subsequent to June 30, 2006 a creditor of Erin accepted 2,000,000 common shares in exchanged for $210,000 of current debt thus reducing Erin's current liabilities to $342,591 from the total of $$552,591 as at June 30, 2006. As well, subsequent to June 30, Erin issued 5,000,000 units at $0.10 per unit pursuant to a private placement for gross proceeds of $500,000. The result of these two events has greatly improved Erin's net working capital position.

Additionally, through its bulk sampling program in Belize, Erin has recovered approximately 100 oz. of raw gold that it has not yet sold. The sale of this should net approximately US$45,000 for Erin at current gold prices.

Contractual Commitments
TMI Joint Venture
Erin acquires a 100% interest in the project, subject to completion of a minimum work program totalling US $400,000, during the first year of the Agreement. Additionally, Erin has committed US $50,000 for land acquisition within the Area of Interest and a five year management contract with TMI, whereby TMI will manage the land acquisition and exploration program, under Erin's supervision at a value of US$60,000 per year.

The objective of this alliance is to acquire, explore and develop specifically targeted mineral properties of merit, within the southeastern United States.

Ceibo Chico Property, Belize

Erin is committed to expend not less than US $100,000 on exploration and /or development of the prospect within 12 months, and shall spend a cumulative total of not less than US $200,000 within 24 months. As well as the following option payments:

Payment Due Date	Payment in US$	Cumulative Equity Earned
Upon signing	$5,000	4.5%
1st anniversary of signing	$10,000	13.5%
2nd anniversary of signing	$15,000	27%
3rd anniversary of signing	$25,000	49.5%
4th anniversary of signing	$45,000	90%

The US $200,000 commitment has been completed prior to June 30, 2006.

Capital Resources

Erin completed a total of 4 private placements during the year of 2006 totaling 11,098,305 shares for a net amount of $1,072,200 (an average price of $0.097 per share).

Subsequent to June 30, 2006 Erin issued 5,000,000 units at $0.10 per unit pursuant to a private placement. Each unit consists of one common share of the Company and one share purchase warrant. Each warrant is exercisable into one common share of the Company at $0.16 per share until July 17, 2007

Off Balance Sheet Arrangements

There are no off-balance sheet arrangements to which the Issuer is committed.

Related Party Transactions

During the 12 month period ending June 30, 2006, the Issuer incurred expenses of $154,555 with related parties, as compared with $140,383 for the same period ending in 2005. This increase of $14,172 (an increase of 10.1%) included $60,000 of management fees to Tim Daniels vs. $60,000 for the same Period in 2005.

Resource property and property investigation costs totaled $89,691 for 2006 while Erin expended $55,657 during the same period for 2005. These amounts represent payments made to 2 directors of Erin for their professional services as mining engineers. 2006 saw a shift from property investigation costs to resource property costs reflecting the fact that Erin focused primarily on development of the Belize property during 2006 rather than seeking new projects.

Travel and promotion decreased to $3,000 in 2006 as compared to $15,288 for the same 12 month period during 2005.

Accounts payable as at June 30, 2006 includes $65,454 (2005: $31,235) due to directors of the Company. This amount is comprised of unpaid consulting fees and travel costs.

The amount due from related party of $17,449 is comprised in part of advances for travel and promotion costs due in a future reporting period. Some of the expenses have been expended and reported subsequent to June 30, 2006. Refer to Note 8 to the attached financial statements for further details.

Critical Accounting Estimates

A detailed summary of all of the Company's significant accounting policies is included in Note 2 to the financial statements for the year ended June 30, 2006.

The recoverability of the amounts capitalized for the undeveloped mineral properties is dependent upon the determination of economically recoverable ore reserves, confirmation of the Issuer's interest in the underlying mineral claims, the ability to obtain the necessary financing to complete their development, and future profitable production or proceeds from the disposition thereof.

Financial Instruments and Other Instruments

The Issuer's financial instruments consist of cash, GST and other receivables, accounts payable and accrued liabilities, and note payable. The fair value of the financial instruments is considered to be equal to the carrying value due to the short-term maturities. It is management's opinion that the Issuer is not exposed to significant interest, currency or credit risks arising from these financial instruments.

Outstanding Share Data

a) Authorized:
Unlimited voting common shares without nominal or par value
Unlimited preferred shares without nominal or par value

b) Common shares issued:	Number	Amount
Balance, June 30 2005	36,625,425	$8,599,419
Pursuant to private placements		
– at $0.18	2,110,999	379,980
– at $0.09	1,000,000	90,000
– at $0.075	4,000,000	300,000
– at $0.095	3,987,306	378,794
Less: issue costs	-	(40,458)
Balance, June 30, 2006	47,723,730	$ 9,707,735

c) Stock-based Compensation Plan

The Company has granted directors and employees common share purchase options. These options are granted with an exercise price equal to the market price of the Company's shares on the date of the grant and vest when granted.

A summary of the status of the stock option plan is presented below:

	2006		2005	
	Shares	Weighted Average Exercise Price	Shares	Weighted Average Exercise Price
Outstanding at beginning of year	300,000	$0.25	300,000	$0.25
Granted	1,100,000	$0.15	-	-
Expired	(300,000)	$0.25	-	-
Options outstanding and exercisable at end of year	1,100,000	$0.15	300,000	$0.25

d) Share purchase warrants

At June 30, 2006, the Company has 10,598,305 common share purchase warrants outstanding entitling the holders thereof the right to purchase one common share for each warrant held as follows:

Number	Exercise Price	Expiry Date
2,110,999	$0.15	July 6, 2006
500,000	$0.15	September 16, 2006
4,000,000	$0.12	February 9, 2007
3,987,306	$0.14	April 25, 2007
10,598,305		

During the year ended June 30, 2006, 1,505,662 common share purchase warrants, previously outstanding and exercisable at $0.35 - $0.50 per share, expired unexercised.

Subsequent to June 30, 2006, 2,610,999 common share purchase warrants, exercisable at $0.15 per share, expired unexercised.

Risks and Uncertainties

The reader is advised that the following is merely a summary of the risks and uncertainties faced by the Issuer.

Mining exploration is an inherently risky business with no guarantees that further exploration will result in an economically viable mine. Amongst the risks faced by the Issuer are such things as foreign government risks; title risks; currency fluctuations and deflationary risks; exploration and mining risks; competition risks; financing risks; uninsurable risks; permits and licences risks; mineral prices risks; and environmental regulations risks.

The mineral industry is intensely competitive in all its phases. The Company competes with many other companies who have greater financial resources and experience. The market price of precious metals and other minerals is volatile and cannot be controlled. Exploration for minerals is a speculative venture. There is no certainty that the money spent on exploration and development will result in the discovery of an economic ore body. The Company's activities outside of Canada make it subject to foreign currency fluctuations and this may materially affect its financial position and results. The Company has limited financial resources, no source of operating cash flows and no assurances that sufficient funding, including adequate financing, will be available to conduct further exploration and development of its projects or to fulfill its obligations under the terms of any option or joint venture agreements. If the Company's generative exploration programs are successful, additional funds will be required for development of one or more projects. Failure to obtain additional financing could result in the delay or indefinite postponement of further exploration and development or the possible loss of the Company's properties.

Erin Ventures Inc. has commenced the process of legal action against Elektroprevreda-Serbia (the Serbian government's wholly owned, national power corporation). Erin is seeking compensation regarding the Piskanja boron property in Serbia. This claim seeks monetary compensation for losses and certain damages, totalling approximately US$15

million, but there can be no assurance that any legal action, taken, will be successful or properly compensate Erin for its losses.

Further development on the Issuer's properties is dependent upon the Issuer securing additional financing or arranging for other parties to participate in and/or fund such development. There is no assurance that that such arrangements can be secured.

Legal Proceedings
Erin Ventures Inc. has commenced the process of legal action against Elektroprevreda-Serbia (the Serbian government's wholly owned, national power corporation). Erin is seeking compensation regarding the Piskanja boron property in Serbia. This claim seeks monetary compensation for losses and certain damages, totalling approximately US$15 million.

Subsequent Events
See Note 11 of the consolidated financial statements and related notes thereto for the period ended June, 2006 (the "Period") that is attached.

Management's Responsibility for Financial Statements
The information provided in this report, including the financial statements, is the responsibility of management. In the preparation of these statements, estimates are sometimes necessary to make a determination of future values for certain assets or liabilities. Management believes such estimates have been based on careful judgments and have been properly reflected in the accompanying financial statements.

Management maintains a system of internal controls to provide reasonable assurance that the Company's assets are safeguarded and to facilitate the preparation of relevant and timely information.

Approval
The Board of Directors of Erin has approved the disclosure contained in this Annual Management Discussion & Analysis. A copy of this Annual Management Discussion & Analysis will be provided to anyone who requests it.