

DELTA URANIUM INC.

(FORMERLY WAVEPOWER SYSTEMS INTERNATIONAL INC.)

(A DEVELOPMENT STAGE COMPANY)

MANAGEMENT'S DISCUSSION & ANALYSIS **FORM 51-102F2**

FOR THE PERIOD ENDING
AUGUST 31, 2007

Management's Discussion and Analysis

This management's discussion and analysis ("MD&A") should be read in conjunction with the Interim financial statements for the six month period ended August 31, 2007 and the Annual Financial Statements for the years ended February 28, 2007 and 2006 and comments on the factors that affected the Company's performance during the periods covered by the Annual Financial Statements as well as the Company's financial condition and future prospects. The Company's functional and reporting currency is Canadian dollars and all amounts stated are in Canadian dollars unless otherwise noted. This management discussion and analysis has been prepared as at October 26, 2007.

OVERVIEW

Established in 1988, as Whitney Porcupine Resources Ltd., the Company was involved in the acquisition, exploration and development of mining properties in Northern Ontario. On July 15, 1993 the Company changed its name to Birch Capital Inc and on April 2, 1996 to Breckenridge Technologies Inc. During this period the Company was involved in the development and distribution of computer software. On October 23, 1996 the Company changed its name to Breckenridge Minerals Inc. and became involved in the acquisition, exploration and development of mining properties in Mexico and the Great Basin area in the state of Nevada in the United States. On June 7, 2005 the Company changed its name to Wavepower Systems International Inc.. On May 31, 2007 at a special and general meeting of shareholders, a name change to Delta Uranium Inc. was approved.

The Company has been a reporting issuer in Ontario since 1988 and in Alberta and BC since 2000. The Company is currently in good standing as a reporting issuer.

The Company is headquartered in Oakville, Ontario.

Outstanding Share Data

As of October 26, 2007, 2,314,786 common shares of the Company were outstanding.

As of October 26, 2007 there were 241,666 redeemable convertible preference shares Series A outstanding.

As of October 26, 2007 there were 140,000 stock options outstanding all of which were exercisable at a price of \$0.10 and expiring on December 19, 2008. If all options were exercised, 140,000 common shares of the Company would be issued.

As of October 26, 2007, there are no warrants outstanding.

On April 23, 2007, the Company entered into a share exchange agreement with 4316282 Canada Inc., a junior mining company, to exchange a) 15,799,000 common shares of the Company for 100% of the outstanding common shares of 4316282 Canada Inc.; b) 1,000,000 options of the Company to acquire one common share in the capital of the Company and c) 1,967,500 warrants of the Company exercisable to acquire one common share in the capital of the Company. The agreement was approved by shareholders at the annual and special shareholders' meeting held on May 31, 2007. Final approval of the Agreement is dependent upon regulatory approval by the Ontario Securities Commission and the Toronto Stock Exchange Venture Exchange.

Principal Shareholders of the Company

There are no principal shareholders holding more than 10% of the Company's common stock outstanding.

Subsidiaries

The Company has no subsidiaries as at October 26, 2007. As noted above, the Company entered into a share exchange agreement with 4316282 Canada Inc., a junior mining company with 3,199 claims covering a total of 51,176 hectares in north-western Ontario to acquire 100% of the outstanding common shares of 4316282 Canada Inc. Details of the properties can be found in the Technical Report (NI43-101) filed on SEDAR at www.sedar.com.

SUMMARY OF SELECTED FINANCIAL INFORMATION

The following is selected financial information from the company's three most recently completed fiscal year-ends and most recently completed fiscal quarters:

ANNUAL INFORMATION	Feb. 28 2007	Feb. 28 2006	Feb. 28 2005
Total Revenue	\$Nil	\$Nil	\$Nil
Operating Loss	(\$30,992)	(\$43,608)	(\$70,550)
Basic and diluted loss per share - cents	(\$0.02)	(\$0.07)	(\$0.12)
Total Net Loss	(\$30,992)	(\$43,608)	(\$70,550)
Basic and diluted loss per share - cents	(\$0.02)	(\$0.07)	(\$0.12)
Total Assets	\$Nil	\$Nil	\$Nil
Total Long term liabilities	\$Nil	\$Nil	\$Nil
Cash dividend declared	\$Nil	\$Nil	\$Nil

QUARTERLY INFORMATION

	Quarter 1	Quarter 2	Quarter 3	Quarter 4
Fiscal Year 2005				
Total Revenues	\$Nil	\$Nil	\$Nil	\$Nil
Loss for the period	8,146	771	7,191	27,500
Basic and diluted loss per share - cents	\$0.01	\$0.00	\$0.01	\$0.05
Total Assets	\$Nil	\$Nil	\$Nil	\$Nil
Total long term liabilities	\$Nil	\$Nil	\$Nil	\$Nil
Fiscal Year 2006				
Total Revenues	\$Nil	\$Nil	\$Nil	\$Nil
Loss for the period	1,831	16,558	3,480	9,123
Basic and diluted loss per share - cents	\$0.00	\$0.01	\$0.00	\$0.07
Total Assets	\$Nil	\$Nil	\$Nil	\$Nil
Total long term liabilities	\$Nil	\$Nil	\$Nil	\$Nil
Fiscal Year 2007				
Total Revenues	\$Nil	\$Nil		
Loss for the period	12,474	366,492		
Basic and diluted loss per share - cents	\$0.01	\$0.03		
Total Assets	\$Nil	\$Nil		
Total long term liabilities	\$Nil	\$Nil		

LIQUIDITY AND CAPITAL RESOURCES

As at August 31, 2007, the Company had negative working capital of \$ 166,671 (2006: \$462,789). The Company's ability to continue as a going concern is contingent upon its ability to secure additional financing. For the six month periods ended August 31, 2007 and 2006, the Company experienced net losses of \$121,279 and \$18,389 respectively. For the cumulative period April 28, 2006 (date of re-entering development stage) to August 31, 2007 the Company experienced net losses of \$151,699.

Although management is pursuing various sources of equity financing, there can be no assurance that the Company will be able to secure financing when needed or obtain such on terms satisfactory to the Company, if at all.

Financial Instruments

The carrying amounts reflected in the consolidated balance sheets for accounts payable and due to related parties approximate their fair values due to the short maturities of these instruments. Due to the nature of the Company's operations, there is no significant credit or interest rate risk.

Operating Activities

Cash outflow generated by operating activities were negative \$384 for the six month period ended August 31, 2007 compared to \$NIL for the same period in 2006. Accounts payable and accrued payables increased to \$149,697 for the 2006 period compared to \$25,789 for the current period.

Investing Activities

There were no investing activities during the six month periods ended August 31, 2007 and 2006

Financing Activities

During the six month period ended August 31, 2007, the Company incurred additional related party debt of \$384 compared to \$Nil for the same period in 2006.

RESULTS OF OPERATIONS

Revenues

The Company had no revenues in either the three or six month periods ended August 31, 2007 nor for the same periods in 2006.

Expenses

The Company recorded a net loss of \$108,805 in the three month period ended August 31, 2007 (\$0.05 per common share), compared to a net loss of \$16,558 in same three month interim period ended August 31, 2006 (\$0.03 per common share).

The Company recorded a net loss of \$121,279 in the six month period ended August 31, 2007 (\$0.05 per common share), compared to a net loss of \$18,389 in same six month interim period ended August 31, 2006 (\$0.03 per common share).

The increase in expenses for both periods reflects higher management fees in preparation of the acquisition of 4316282 Canada Inc (note 6) and expenses in preparing materials for the special and general shareholders' meeting.

PERSONNEL

At August 31, 2007 the Company has hired three senior officers in preparation of the acquisition of 4316282 Canada Inc (note 6). In 2006 the Company did not have any permanent or part-time staff, including senior officers. The Company contracts all other services it requires as needed.

RISKS AND UNCERTAINTIES

Capital Requirements

In the absence of cash flow from operations, the Company relies on capital markets and loans from shareholders to fund its operations. There can be no assurance that adequate funding will be available, or available under terms favorable to the Company.

Off-Balance Sheet Arrangements

The Company is not party to any off-balance sheet arrangements that have, or are reasonably likely to have, a current or future effect on the Company's results of operations or financial condition.

CONTRACTUAL OBLIGATIONS AND COMMITMENTS

As at August 31, 2007, the Company did not have any long term debt, capital lease obligations, operating leases, purchase obligations or contractual obligations or commitments, other than the share purchase agreement as outlined in Note 4 of the notes to the financial statements

KEY PERSONNEL

The Company is dependent upon on a relatively small number of key personnel, the loss of any of whom could have an adverse effect on the Company. The Company currently does not have key personal insurance on these individuals.

CHANGES IN ACCOUNTING POLICIES INCLUDING INITIAL ADOPTION

There were no changes in accounting policies for the six month interim period ended August 31, 2007.

Over the next five years the CICA will adopt its new strategic plan for the direction of accounting standards in Canada which was ratified in January 2006. As part of that plan, accounting standards in Canada for public companies will converge with International Financial Report Standards (IFRS) over the next five years. The Company continues to monitor and assess the impact of the planned convergence of Canadian GAAP with IFRS.

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.

Disclosure Controls

The Company's Chief Executive Officer and Chief Financial Officer are responsible for establishing and maintaining the Company's disclosure controls and procedures. The Chief Executive Officer and the Chief Financial Officer, after evaluating the effectiveness of the Company's disclosure controls and procedures as at August 31, 2007, have concluded that the Company's disclosure controls and procedures were adequate and effective to ensure that material information relating to the Company would have been known to them.

RELATED PARTY TRANSACTIONS

The following table summarizes the Companies related party transactions that occurred in the normal course of operations for the period, which are measured at the exchange amount:

	2007	2006
Accounts Payable - amounts paid to officers, directors , and private companies controlled by shareholders as management fees	\$ 99,166	\$ 109,166
Advances from shareholders and private companies controlled by shareholders	\$ 16,974	\$ 430,000

OUTLOOK

The Company currently has no assets and no operations. The continued viability of the Company is contingent upon its ability to secure additional financing.

ADDITIONAL INFORMATION

Additional information relating to Delta Uranium Inc. is available through SEDAR at www.sedar.com.

FORWARD-LOOKING STATEMENTS

This MD&A, contains certain forward-looking statements related to, among other things, expected future events and the financial and operating results of the Company. Forward-looking statements are subject to inherent risks and uncertainties including, but not limited to, market and general economic conditions, changes in regulatory environments affecting the Company's business and the availability and terms of financing. Other risks are outlined in the Uncertainties and Risk Factors section of this MD&A. Consequently, actual results and events may differ materially from those included in, contemplated or implied by such forward looking statements for a variety of reasons. Readers are therefore cautioned not to place undue reliance on any forward-looking statement. The Company disclaims any intention and assumes no obligation to update any forward-looking statement even if such information becomes available as a result of future events or for any other reason.

L. Kirk Boyd

Chief Financial Officer

October 26, 2007