MANAGEMENT DISCUSSION AND ANALYSIS

The following discussion and analysis should be read in conjunction with the attached quarterly report for the period July 1, 2005 to September 30, 2005 which outlines in detail all the financial particulars for the last three months.

International PBX Ventures Ltd. is a resource exploration company involved in exploring in Chile for gold, copper and molybdenum on its various properties through its wholly owned subsidiary in Chile, Minera IPBX Limitada.

ACTIVITIES

COPAQUIRE: The company completed a 1350 metre drill program comprising 5 holes on the Sulphato zone in which thick sections of chalcocite (leachable secondary copper sulphide) were encountered. The results here and on the Cerro Moly zone merit further drilling. A 25000 metre drill program has been recommended as a follow up (news release Aug. 10, 2005).

FINANCIAL

Administration of Funds:

At the end of September 2005, the company was well-funded with \$546,427 cash on hand and accounts payable of \$60,899.

During the nine months ended September 30, 2005, the Company received \$280,500 cash proceeds from the exercise of 561,000 warrants and \$100,000 for the exercise of 250,000 stock options and \$1,125,000 from a private placement issuing 2,500,000 shares and 2,500,000 warrants exercisable at \$0.60.

Included in office, telephone, rent and secretarial are:

	September 2005	September 2004
Office and miscellaneous	19,558	17,734
Rent	19,090	9,584
Telephone	5,234	2,675
Total	43,882	29,990

A move to a larger office increased the rent. Included in Investor Relations are the following:

	September 2005	September 2004		
Advertising	74,505	47,606		
Consulting	93,377	106,580		
Investors Communications	1,982	14,526		
Market Quotation	569	-		
	150,683	168,712		

A greater effort to brand the company and increase investor awareness resulted in increased consulting investor relation costs and advertising costs.

Related Party transactions

	September 2005	September 2004
Administration fee paid to a company controlled by a director	25,500	22,500
Management fee paid to a company controlled by a director	75,000	60,000
Exploration project management fees and administration fees paid to a director	136,879	115,466
Accounting fee paid to a company controlled by an officer	5,503	2,320
Mapping fee paid to a director of the Company	22,275	8,600
Consulting fee paid to an officer of the company	39,500	-

Balance of funds on hand as of October 31, 2005: \$427,988 CDN \$63,180 US

INVESTOR RELATIONS

Robert A Young and Associates has been retained until June 30, 2006 at a rate of \$5,000 per month.

SUBSEQUENT EVENTS

Subsequent to September 30, 2005:

- a) The Company received regulatory approval for a private placement announced on 21 September to raise \$5,000,000 at a unit price of \$0.85. Each unit comprises of a common share and a fifteen month half warrant. Two half warrants will be required to purchase a common share at a price of \$1.05 for the first seven months and \$1.30 for the following eight months.
- b) On October 6, 2005, the Company received \$6,375 from the exercise of 12,500 options.

DIRECTORS OFFICERS

Gary Medford
Terence Walker
Verna Wilson
Michael Waskett-Myers
Peter Hooper (appointed July 20,2005 as independent)

William Koble, President Peter Kohl, Secretary

SUMMARY OF QUARTERLY RESULTS

	2005	2005	2005	2004	2004	2004	2004	2003	2003
	Sept. 30	June 30	Mar 31	Dec 31	Sep 30	Jun 30	Mar 31	Dec 31	Sept 30
Total	-	-	-	-	-	-	-	-	-
Revenues									
Loss Before	(684,504)	(411,316)	(173,994)	(368,810)	(91,304)	(132,650)	(192,532)	(240,572)	(81,262)
Discontinued									
Operations									
Loss Per	(0.02)	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)
Share									
Total Net	(684,504)	(411,316)	(173,994)	(368,810)	(91,304)	(132,650)	(192,532)	(240,572)	(81,262)
Loss									
Total Net	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)
Loss Per									•
Share									

DISCUSSION

The company has on hand monies sufficient to start the drill program on Copaquire, maintain its portfolio of properties in good standing, and continue the operations of the company for the next quarter. Exercise of \$.50 warrants is expected to raise \$1.25 million as well as \$176,000 from the exercise of options. Completion of the financing will be required to significantly advance our properties.

On Behalf of the Board,

Gary Medford Director October 31, 2005