Management Discussion and Analysis
For the Nine Months Ended September 30, 2020
Dated: November 23, 2020

1100, 1111 Melville Street
Vancouver, BC V6E 3V6
Tel: (604) 893-8365
Fax: (604)484-7143

FJORDLAND EXPLORATION INC.

Management Discussion and Analysis
For the Nine Months Ended September 30, 2020 — Form 51-102F1

Introduction

The management's discussion and analysis ("MD&A" or "Report") of Fjordland Exploration Inc. (the "Company" or "Fjordland") has been prepared by management. As at November 23, 2020 ("the Report Date") this document discloses specified information up to that date in accordance with the requirements under National Instrument 51-102 and IAS 34 Interim Financial Reporting. The following information should be read in conjunction with the Company's audited financial statement for the year ended December 31, 2019 together and the Company's condensed interim financial statements for the nine months ended September 30, 2020 with the notes thereto. Unless otherwise indicated, all dollar amounts in this document are in Canadian dollars.

The Financial Statements, together with this MD&A, are intended to provide investors with a reasonable basis for assessing the financial performance of the Company as well as potential future performance and are not necessarily indicative of the results that may be expected in future periods. The information in the MD&A may contain forward looking statements, and the Company cautions investors that any forward-looking statements by the Company are not guarantees of future performance, as they are subject to significant risks and uncertainties that may cause projected results or events to differ materially from actual results or events.

Factors that could cause actual results to differ materially from these forward-looking statements include market prices, exploration success, and continued availability of capital and general economic, market or business conditions.

This list is not exhaustive and these and other factors should be considered carefully; readers should not place undue reliance on the Company's forward-looking statements. As a result of the foregoing and other factors, no assurance can be given as to any such future results, levels of activity or achievements and neither the Company nor any other person assumes responsibility for the accuracy and completeness of these forward-looking statements. The Company disclaims any intention and assumes no obligation to update any forward-looking statement contained in this document, even if new information becomes available as a result of future events or for any other reason.

Additional information about the Company and the Company's activities, including the audited financial statements, and the notes thereto, for the year ended December 31, 2019, prepared in accordance with IFRS, can be found on SEDAR at www.sedar.com.

Business of the Company

Fjordland Exploration Inc. ("the Company") is an exploration stage company engaged in the acquisition and exploration of prospective mineral deposits primarily in Canada. The Company acquires properties directly by staking, through option agreements with prospectors or other exploration companies, and through reconnaissance programs. The Company trades as a Tier Two company on the TSX Venture Exchange ("Exchange") under the symbol "FEX" and is a reporting issuer in British Columbia and Alberta.

Since the previous update provided in the Company's MD&A dated August 5, 2020 in respect of the Company's second quarter ended June 30, 2020, the Company has focused its efforts on advancing it's two existing nickel exploration projects and initiating efforts to source additional nickel projects.

The Company has reaffirmed its commitment to become a nickel focused base metal company. All indications point to a growing demand for high purity Class 1 nickel to feed the burgeoning battery market. Nickel is a key element along with lithium and cobalt in the production of batteries for the automotive and energy storage industries.

Current Mineral properties

South Voisey's Bay, Labrador

The South Voisey's Bay property (29,400 hectares) is located in central Labrador approximately 80 km due south of the operating Voisey's Bay nickel mine and covers parts of the Pants Lake gabbro complex in the South Voisey's Bay area. The Pants lake Complex contains host rocks with alteration and nickel mineralization styles that are similar to the Voisey's Bay hosts.

A late season the field program in 2009 included mapping and re-logging of selected portions of previously drilled core. This activity included the systematic collection of density measurements of core which will in combination with the high resolution digital elevation model created in 2018, allow for a refined gravity model for the property using a property wide database collected in the 1990's.

HPX is modelling the data with the aid of external consultants to develop drill targets that will be based on gravity anomalies. Once the targets have been qualified, the Company will present the results.

Historically, exploration activities commenced in 2017 when the Company entered into a joint venture agreement with Commander Resources. Shortly thereafter, the Company entered an agreement with HPX to bring their geological, geophysical and financial aptitude to the project.

In 2017 the field exploration program consisted of drilling 1,670 metres designed to test six shallow UTEM geophysical targets.

In 2018 an additional 1,253.2 metres of core drilling in 11 holes was completed along with property wide geological mapping.

The 2018 drilling program was designed to test the role of structure in controlling magma emplacement, and sulphide accumulation. Several drill holes were selected to test conductive structures interpreted from reprocessing of historical geophysical data that occur close to structures interpreted from satellite images and geological mapping. Overall results were geologically encouraging with higher grades being associated with basal accumulations of sulphides. The intersections while narrower than expected are considered significant as semi-massive sulphides comprised primarily of pyrrhotite with minor pentlandite and chalcopyrite occurring at or near the base of gabbro sills.

Hunter and Strong Properties, Manitoba

The North Thompson Nickel Project contains a series of high grade nickel drill intersections from historical work that warrant follow-up with modern geophysics and drilling. There are also numerous untested targets. The area is approximately 25 kilometres from the city of Thompson, Manitoba, where there are existing Tier 1 mines and nickel processing facilities owned and operated by Vale.

The Thompson Nickel Belt is the fifth largest sulphide nickel belt in the world based on contained nickel endowment. The North Thompson Project covers much of the north and north-western extension of this belt.

The "Strong" Licence (MEL1067A), the "Hunter" Licence (MEL1118A), and "Hunter Claims" have a total combined area of 18,685 hectares. These licences and claims have seen virtually no exploration drilling since 2005. In 2007 a VTEM airborne geophysical survey on the Hunter Claims identified a number of priority drill targets that have not been drill tested. It is anticipated the first programs under this option agreement will focus on these high priority targets.

The Company is in the process of completing a review of possible drill targets generated from a detailed analysis of the VTEM survey. To date, a minimum of 18 targets are being reviewed. It is anticipated that a drill program will be undertaken in the first quarter of 2021 subject to financing, drill permits and Covid-19 accessibility.

Milligan West, BC

The Company has a 42.4% interest in this project in partnership with the operator Serengeti Resources Ltd.

The operator recommended that the claims be allowed to lapse on their due date. As sufficient work credits existed to allow the retention for some of the claim group closest to the Mt. Milligan mine it was agreed to do so.

Robert Cameron is a qualified person as defined by NI 43-101 and reviewed the preparation of the scientific and technical information in this MD&A disclosure. Further information and results of exploration programs can be found on Sedar and the Company's website. www.fjordlandex.com

Interim Period Financial Position

(a) Summary of Quarterly Results

	Dec 31 2018 Q4	Mar 31 2019 Q1	Jun 30 2019 Q2	Sep 30 2019 Q3	Dec 31 2019 Q4	Mar 31 2020 Q1	Jun 30 2020 Q2	Sep 30 2020 Q3
Mineral property costs deferred, net	(245,246)	-	(127,283)	148,511	(25,644)	787	85,350	30,913
G&A (incl. share-based compensation)	(67,183)	(40,439)	(41,356)	(35,671)	(54,897)	(43,550)	(183,594)	(109,759)
Share-based compensation expense	5,147	5,148	5,147	-	-	-	138,731	38,731
Adjusted G&A (less share-based comp)	(62,039)	(35,291)	(36,209)	(36,671)	(54,897)	(43,550)	(44,863)	(71,005)
Net loss	(292,954)	(40,244)	(82,522)	(38,469)	(54,897)	(43,550)	(183,594)	(109,7594)
Loss per share – basic and diluted	(0.01)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)
Weighted average common shares outstanding - basic	47,337,312	47,463,339	47,463,339	47,688,339	47,595,668	47,763,339	47,125,976	49,048,665

(b) Results of Operations for the Nine Months ended September 30, 2020 and 2019

During the period under review the Company incurred total general and administrative expenses of $336,903 (2019 - $117,466).

Total share-based compensation on options granted and vested during the period ended September 30, 2020 resulted in $177,485 (2019 - $10,295) being expensed. Share-based compensation is a non-cash transaction.

Comprehensive loss for the nine-month period ended September 30, 2020 was $336,903 (2019 - $161,235).

Exploration expenditures during the period ended September 30, 2020 were $117,050 (2019 - $184,361), which consisted of $134,500 (2019 - $36,000) in acquisition costs, $7,550 (2019 - $148,361 in exploration costs, $25,000 (2019 - $119,104) in cost recoveries and $Nil (2019 - $44,029) in property write-downs.

(c) Liquidity

The Company ensures that there is sufficient capital in order to meet annual business requirements, after taking into account administrative, property holding and exploration budgets. As the Company does not have operating cash flow, the Company has relied primarily on equity financings to meet its capital requirements.

The Company is in the exploration stage and commodity prices are not reflected in operating financial results. However, fluctuations in commodity prices may influence financial markets and may indirectly affect the Company.

As at September 30, 2020 the Company had a cash position of $478,566 and working capital of $377,206 compared to a cash position of $685,964 and working capital of $697,285 at December 31, 2019.

Management believes it will be able to raise equity capital as required in the long term, but recognizes the risks attached thereto. The Company continues to use various strategies to minimize its dependence on equity capital, including the securing of joint venture partners where appropriate.

(d) Capital Management

The Company considers its capital structure to be shareholders' equity. Management's objective is to ensure that there is sufficient capital to minimize liquidity risk and to continue as a going concern. As an exploration stage company, the Company is unable to finance its operations from cash flow and has relied primarily on equity financings to meet its capital requirements.

Although the Company has been successful in the past in obtaining financing through the sale of equity securities, there can be no assurance that the Company will be able to obtain adequate financing in the future, or that the terms of such financings will be favorable.

The Company's share capital is not subject to any external restriction and the Company did not change its approach to capital management during the period.

Financing Activities

On May 28, 2019, the Company issued 1,000,000 common shares, with a fair value of $60,000 or $0.06 per share as consideration towards the acquisition of mineral property.

On July 17, 2020, the Company paid $25,000 and issued 350,000 common shares, with a fair value of $24,500 or $0.07 per share as consideration towards the acquisition of mineral property

Proposed Transactions

None

Off-Balance Sheet Arrangements

None

Related Party Transactions

During the quarter, there were no significant transactions between related parties.

Commitment

The Company has remaining commitment of $82,915 for its office lease expiring on August 31, 2022.

Risks and Uncertainties Related to the Company's Business

As of the date of this Management Discussion and Analysis, the Company had no outstanding commitments or uncertainties.

Risks Factors

In our Management Discussion and Analysis filed on SEDAR April 30, 2020 in connection with our annual financial statements (the "Annual MD&A"), we have set out our discussion of the risk factors which we believe are the most significant risks faced by the Company. An adverse development in any one risk factor or any combination of risk factors could result in material adverse outcomes to the Company's undertakings and to the interests of stakeholders in the Company including investors. Readers are cautioned to take into account the risk factors to which the Company and its operations are exposed. To the date of this document, there have been no significant changes to the risk factors set out in our Annual MD&A.

Right-of-Use Asset and Liabilities

Under IFRS 16 – *Leases*, the Company assesses whether a contract is, or contains, a lease. For contracts that are, or contain, leases, the Company recognizes a right-of-use asset and lease liability at the commencement date.

The Company identified a single contract that is a lease as defined under IFRS 16. In analyzing the identified agreements in relation to its head office space in Vancouver, BC, the Company applied the lessee accounting model pursuant to IFRS 16 and considered all of the facts and circumstances surrounding the inception of the contract (but not future events that are not likely to occur). Lease liabilities were calculated with a discount rate of 10%.

The Company entered into a new office lease agreement commencing September 1, 2020 and terminating on August 31, 2022.

A reconciliation of the carrying amount of the lease liability for the period ended September 30, 2020 is as follows:

Lease liability	$
January 1, 2019 (Note 3(e))	35,878
Lease payments	(23,460)
Lease interest (finance costs)	2,651
December 31, 2019	15,069
Lease payments	(15,640)
Lease interest (finance costs)	571
September 1, 2020	78,123
Lease payments	(3,605)
Lease interest (finance costs)	651
September 30, 2020	75,169
Current portion of lease liability	37,428
Non-current portion of lease liability	37,741

Right-of-use asset	$
January 1, 2019	35,878
Depreciation	(21,756)
December 31, 2019	14,122
Depreciation	(14,122)
September 1, 2020	78,124
Depreciation	(3,260)
September 30, 2020	74,864

Maturity analysis – contractual undiscounted cash flows	
Less than one year	43,260
One to five years	39,655
More than five years	-
Total undiscounted lease liability	82,915

New Interpretation IFRIC 23 - *Uncertainty over Income Tax Treatments*

On June 7, 2017, the IASB issued IFRIC Interpretation 23 – *Uncertainty over Income Tax Treatments* ("IFRIC 23"). IFRIC 23 provides guidance on the accounting for current and deferred tax liabilities and assets in circumstances in which there is uncertainty over income tax treatments.

There was no impact to the Company's financial statements as a result of adopting this new standard.

Events After the Reporting Period

(a) Since December 31, 2019, the outbreak of the novel strain of coronavirus, specifically identified as "COVID-19", has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and physical distancing, have caused material disruption to business globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Company in the future.

Management Responsibility

Management is responsible for the preparation and integrity of the financial statements, including the maintenance of appropriate information systems, procedures and internal controls. Management is also responsible for ensuring that information disclosed externally, including the financial statements and this Management Discussion and Analysis, is complete and reliable.

Other MD&A Requirements

Additional information relating to the Company is available on SEDAR at www.sedar.com.

As of the Report Date, the Company had 49,113,339 issued common shares outstanding and the following unexercised stock options and warrants:

Stock Options

Expiry Date	Exercise Price	Number of Options
September 12, 2022	$0.55	766,000
June 28, 2023	$0.165	1,255,000
June 5, 2025	$0.07	2,225,000
August 5, 2025	$0.07	500,00
		4,616,000

CORPORATE INFORMATION

DIRECTORS AND OFFICERS

James Tuer
President, Director and CEO

Richard C. Atkinson, P.Eng.
Director

G. Ross McDonald, C.A.
Director

Peter Krag-Hansen
Director

Victor A. Tanaka
Director

Patricia Tanaka
CFO

Janice Davies
Corporate Secretary

EXECUTIVE OFFICE

Fjordland Exploration Inc.
Suite 1100, 1111 Melville Street
Vancouver, British Columbia V6E 3V6
Telephone: (604) 893-8365
Fax: (604) 484-7143

INTERNET

www.fjordlandex.com
Email: info@fjordlandex.com

AUDITORS

Davidson & Company LLP
Chartered Professional Accountants
1200 - 609 Granville Street
Vancouver, British Columbia V7Y 1G6

LEGAL COUNSEL AND REGISTERED OFFICE

Armstrong Simpson
Barristers & Solicitors
Suite 2080, 777 Hornby Street
Vancouver, British Columbia V6Z 1S4

REGISTRAR AND TRANSFER AGENT

Computershare Trust Company of Canada
3rd Floor, 510 Burrard Street
Vancouver, British Columbia V6C 3B9

SHARE LISTING

TSX Venture Exchange
Symbol: FEX

CAPITALIZATION AT SEPTEMBER 30, 2020

Shares Authorized: Unlimited
Shares Issued and Outstanding 49,113,339