Fjordland Exploration Inc.

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED DECEMBER 31, 2021

Dated: March 23, 2022

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Introduction

The management's discussion and analysis ("MD&A" or "Report") of Fjordland Exploration Inc. (the "Company" or "Fjordland") has been prepared by management in accordance with the requirements under National Instrument 51-102 on March 23, 2022 ("the Report Date") and provides comparative analysis of the Company's financial results for the year. The following information should be read in conjunction with the Company's audited financial statement for the year ended December 31, 2021 together with the notes thereto (collectively, the "Financial Statements"). 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.

Fjordland recognizes environmental, social and governance (“ESG”) best practices as key components to a responsible mineral exploration and mining sector. The Company’s exploration programs are conducted to meet or exceed environmental regulations, while respecting the communities and environments in which we operate. Fjordland strives to earn its social license wherever it is active, endeavoring to meet regularly with local communities, regulators and other concerned parties before, and during, exploration work to understand issues important to local and Indigenous communities. Fjordland’s approach is based on transparency, open communication, inclusivity and respect, to better enable social and economic benefit for communities as well as value for investors.

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.

Data Verification: All technical data presented herein is either accompanied by a reference to the original public disseminated news release which contains the detailed QA/QC data for the data, or the QA/QC is presented here. Historical data is, when referenced as such, treated as valid for exploration purposes only by the Company following review by Qualified Persons, Robert Cameron, P.Geo. or other stated Qualified Persons.

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, 2021, 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.

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.

MINERAL PROJECTS

Exploration update

South Voisey's Bay ("SVB") Project, 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. Current and historical data is reviewed and presented in "National Instrument 43-101 Technical Report on the South Voisey's Bay Project, Labrador for Fjordland Exploration Inc. and Commander Resources Ltd. by L. John Peters, P.Geo., Bernard Kahlert, P.Eng., Darryn Hitchcock, P.Geo., 11 May 2015." And is posted on the Company's sedar profile at sedar.com.

Historically, exploration activities commenced in 2017 when the Company entered into a joint venture agreement with Commander Resources Ltd. ("Commander"). Shortly thereafter, the Company entered an agreement with Ivanhoe Electric BC Holdings Inc., a subsidiary of Ivanhoe Electric Inc. (together "Ivanhoe") 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 (see news release dated January 18, 2018). 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 (see news release dated October 24, 2018).

A late season field program in 2019 included mapping and re-logging of selected portions of previously drilled core. This activity included the systematic collection of density measurements of core which would 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.

Ivanhoe was modelling the data with the aid of external consultants to develop drill targets that would be based on gravity anomalies.

In 2020, geophysical processing and modeling of historic gravity data utilizing an expanded rock quality dataset collected in 2019 and measured from core stored on the property, was completed.

On September 23, 2021, the Company announced that it entered into an option agreement with Vulcan Minerals Inc. (“Vulcan”) to acquire a 100% working interest in 30 mineral claims (750 hectares) located in the South Voisey’s Bay area. Under the terms of the agreement, Fjordland has the option to pay Vulcan 1,350,000 common shares, $70,000 cash and incur $250,000 in exploration expenditures over a period of three years, of which $25,000 cash and 600,000 common shares were paid and issued in October 2021 at a fair value of $54,000. Vulcan reserves a 2% net smelter return (“NSR”) royalty on the claims subject to the Company’s ability to buy back 50% of the NSR for $2,000,000.

On October 6, 2021, the Company announced that it contracted Discovery International Geophysics Inc. to conduct a Low Temperature (“LT”) Superconducting Quantum Interference Device (“SQUID”) Moving Loop Transient Electromagnetic (“MLTEM”) survey on its SVB Project. This survey is funded by Ivanhoe pursuant to the agreement between Ivanhoe and the Company to fund the Company’s commitments under the SVB Option Agreements, as described in detail in the financial statement note 7(a).

This survey was completed in October, 2021 and a preliminary review of geophysical data with project contractors and partners has recognised the presence of conductors, but final data processing and contractor reports have not yet been received.

On November 15, 2021, the Company announced that it earned into 75% of the SVB Project under its Memorandum of Understanding and a subsequent Letter of Intent with Commander. As described in the financial statement note 7(a), Fjordland can earn a 100% interest in the SVB Project and also has an agreement with Ivanhoe whereby Ivanhoe can earn a 65% interest by completing all the cash funding requirements under Fjordland’s SVB Option Agreements with Commander.

North Thompson Nickel Belt, Manitoba

On April 28, 2020, the Company entered into the option agreement with CanAlaska Uranium Ltd (“CanAlaska”) whereby the Company was granted a series of options to acquire up to an 80% interest in the Hunter and Strong properties in Manitoba. Under the terms of the agreement, the Company could earn, over a six-year period, its interest by incurring the following cash, share issuance and exploration expenditures:

- i) On signing - $25,000 (paid) and 1,000,000 common shares (issued at a value of $60,000)
- ii) 49% interest - $1,500,000 in exploration expenditures on or before May 27, 2022
- iii) 21% interest - $50,000 and 1,500,000 common shares and $2,500,000 in exploration expenditures on or before May 27, 2024
- iv) 10% interest - $75,000 and 6,000,000 common shares and $5,000,000 in exploration expenditures on or before May 27, 2026

Upon completion of each stage of exploration the Company had the option to elect to proceed to the next stage or in the alternative continue by means of a joint venture. In the event that the Company earned a minimum 70% project interest and a feasibility study yielded certain minimum values the Company would have then issued to CanAlaska an additional 10,000,000 common shares.

On June 17, 2021, the Company announced that it entered into an agreement with CanAlaska Uranium Ltd. (“CanAlaska”) to terminate the option agreement (the “Option Agreement”) relating to the North Thompson Nickel Project (“NTNP”). The Option Agreement was executed on April 28, 2020 on the basis that a winter drill program could be initiated in early 2021. Despite applying for a drill permit in January 2020, CanAlaska still had not received permission and there did not appear to be any clarity as to when a permit might be received. As a result, the Company and CanAlaska mutually agreed to unwind the Option Agreement. The Company gave up any interest in the NTNP upon the return to treasury of 1,000,000 common shares from CanAlaska in June 2021.

Renzy, Quebec

The Company's Renzy Mine Project, including the Renzy Mine nickel copper deposit, is located in Hainaut Township, Outaouais, Quebec. The area is easily accessed year-round by vehicle 250 km north of Ottawa and 350 km north west of Montreal. The topography is generally flat and the bedrock is covered by a minor amount of overburden on the majority of the area.

The Renzy Mine deposit was found outcropping on an island within Lake Renzy in 1955. An open pit mine to a maximum depth of 30 m from rock surface previously existed on the property. During the production period from 1969 to 1972, 716,000 short tons were mined with average grades of 0.70% Nickel and 0.72% Copper. The concentrates were shipped to Falconbridge facilities in Sudbury. The mine closed in 1972 when Falconbridge failed to renew the concentrate purchase agreement due to a lagging economy and surplus nickel in world markets.

The Renzy Mine deposit contains, as defined by NI 43-101, Standards for Disclosure for Mineral Projects, a historical mineral resource estimate including indicated resources of 51,000 tonnes 0.79% Ni and 0.72% Cu and inferred resources of 280,000 tonnes at 0.82% Ni and 0.89% Cu with a cut-off grade of 0.7 % Ni equivalent. At the time these estimates were made, the project was referred to as the Vulcain Property.

The resource estimate is taken from a technical report filed on SEDAR entitled "Technical Report - Resources Evaluation November 2007 Vulcain Property, Hainaut township." prepared for Matamec Explorations Inc.("Matamec") by Geostat Systems International Inc. and dated November 22, 2007. Matamec merged with Quebec Precious Metals Corporation ("QPM") in 2018. The classification of Mineral Resources and Mineral Reserves used in the report relied on the definitions provided in National Instrument 43-101, which came into effect on February 1, 2001. They further confirmed that they followed the guidelines adopted by the Council of the Canadian Institute of Mining Metallurgy and Petroleum for CIM Standards/NI 43-101. For the model, Geostat Systems used 251 of the 425 holes (and 1988 of the 2023 assays) that are located near the zone. In October 2004, Geostat Systems verified and validated the 406 diamond drill holes made before the 2005 Matamec drill program (RZ-05 series holes). Elevation of the 406 drill holes are very imprecise and location of holes are somewhat imprecise especially those far from the old mine. These drill holes come from archives (maps, logs, sections, etc.). Geostat considered the data valid enough to proceed with the estimation of resources of the inferred category. The hole information from the 19 holes drilled in 2005 was considered precise enough to calculate indicated or measured resources providing that the quantity of data was sufficient.

A qualified person has not done sufficient work to classify the historical estimate as a current mineral resource based on revised practices as per CIM (2014) and should not be treated or relied upon as such. The company considers the NI 43-101 report to be relevant given that no additional work of significance has been completed on the deposit since the issuance of the historical mineral resource estimate.

In 2005, Matamec drilled a grid of 19 vertical holes averaging 80m in depth along strike of the original mine. Examples of higher-grade intercepts are as follows:

Drill Hole	Intercept (m)	Ni (%)	Cu (%)	Co (%)	PGM+Au (g/T)
RZ-05-01	2.3	1.0%	1.1%	0.05%	0.19
RZ-05-05	3.0	1.0%	1.6%	0.05%	0.24
RZ-05-07	4.9	2.1%	1.7%	0.15%	0.32
RZ-05-10	3.0	1.9%	4.1%	0.14%	0.55
RZ-05-11	10.8	1.3%	1.8%	0.09%	0.22
RZ-05-14	14.7	1.0%	1.2%	0.07%	0.28

Note: refer to Matamec's Press Release dated September 26, 2007 titled "Matamec Doubles Mineral Resources at Vulcain"

In 2008, Matamec drilled 40 short holes averaging 75m targeting Induced Polarization ("IP") anomalies and tested 6 of the 18 areas identified as geophysical target zones based on IP surveys. Results were not press released. The remaining 12 areas have had no exploration conducted over them.

Exploration Potential

The original mineral emplacement model suggested that all mineralization would be near surface. As a result, only shallow targets were explored. Drilling campaigns occurred in 1956, 2005 and 2008. The mid-20th century holes were conducted with AX and EX diameter (approx. 1") drill holes down to approximately 32 m as an exploration tool. The later programs targeted the original pit area and certain other localized areas where bedrock outcrops showed promising chemistry. Newer exploration models of magma emplacement suggest that deeper targets are possible.

The Renzy deposit claim group lies at the south western end of the Renzy Terrane just north of the Renzy Shear Zone within the Grenville Province of the Canadian Shield. The location of the shear zone and the overall quantity of mafic/ultramafic rocks that carry sulfides with elevated concentration of Ni, Cu, and PGM's supports the prospectivity of the region.

On December 7, 2020, the Company entered into the option agreement with QPM whereby the Company may acquire a 100% interest on the Renzy mineral claims, also known as the Vulcain claims, in Hainaut Township, Quebec. Under the terms of the agreement, the Company can earn its interest by incurring a cash payment of $50,000 (paid), share issuance of 1,000,000 common shares (issued at a value of $100,000) and incurring exploration expenditures of $1,000,000 during the five-year option term.

QPM will retain a 1% NSR of which the Company may repurchase 0.5% of the NSR for consideration of $500,000 and the remaining 0.5% for $2,500,000. A pre-existing 1% NSR is payable to Jacques Duval and 1% NSR payable to Andre Gauthier of which the Company may repurchase 0.5% for the sum of $250,000; and the remaining 0.5% for the sum of $250,000, to each of Gauthier and Duval.

In November 2020, the Company staked an additional 73 claims contiguous with the 68 Vulcain claims. In accordance with the option agreement, any property staked within the area of interest, being within one kilometer of the Vulcain property perimeter, will be deemed for all purposes to be part of and comprised in the property. Approximately 50 of the new claims fall under the area of interest. In Fiscal 2021, the Company staked a further 741 contiguous claims, increasing the total project size to 51,578 hectares. Subsequent to the year end, the Company staked an additional 11 claims contiguous with the project.

On March 17, 2021, the Company announced that it had contracted Geotech Airborne Geophysical Surveys ("Geotech") to conduct a versatile time-domain electromagnetic max ("VTEM") and ground-floor electromagnetic ("EM") survey over the Renzy claims group. In conjunction with the survey, the Company staked an additional 255 claims to increase the total project area to approximately 235 square kilometres.

On April 13, 2021, upon the request of the Kitigan Zibi Anishinabeg ("KZA") Band Council and the recommendation of the KZA Moose Advisory Committee, the Company suspended the VTEM helicopter survey in order to help protect the fragile moose population in the area. The KZA agreed that the survey could recommence on or after August 15, 2021 which it did in September 2021. To date, Geotech's VTEM Max has completed flight lines over the main Renzy target in conjunction with the ground-floor EM survey. Preliminary review of this data has identified a number of conductive anomalies that guided exploration activities in the field in 2021.

On June 17, 2021, the Company announced that it had initiated a ground field EM program on the Renzy project. A ground-based EM survey was conducted on 4 zones as a follow up to the VTEM survey. While the VTEM survey was suspended until the middle of August, it did generate a number of discrete EM conductor anomalies immediately adjacent to the historic mine site and, more importantly, up to 10 km away.

On September 16, 2021, the Company announced that it restarted the VTEM survey to fly areas south of the original Renzy area. While the Company is still awaiting final reports for the VTEM survey, initial results identified three strong geophysical conductors comparable to those at the Renzy mine site. These three new targets show good continuity across multiple flight lines (initial 200m line spacing) and are 100% owned by the Company and outside the area of interest as defined by the Renzy option agreement with Quebec Precious Metals.

The VTEM survey was completed on October 15, 2021 for a total of 1,800 line kilometres. Final reports for the VTEM survey were received in January 2022.

Subsequent to the year end, the Company announced that it had initiated a drill program based on the results of the VTEM survey. The Company plans to drill a minimum of 2,500 meters. Equity Exploration Consultants has been contracted to manage the program and Cartwright Drill Inc is supplying the drill rig and personnel. The initial budget for the program is $1 million.

Milligan West, BC

In February 2013, the Company and Northwest Copper Corp. ("NWST") (formerly Serengeti Resources Inc.) consolidated certain claims located in north central British Columbia into the Milligan West project. Initially ownership was shared equally however, as a result of the Company electing not to participate in the 2019 exploration program its interest has been diluted to 42.3%. Effective 2021, the Company elected to contribute its pro-rata share to retain its interest at 42.3%. In 2021, a small IP survey and soil sampling program was completed. Results will be announced once they have been consolidated with previous programs and reviewed by management.

Witch Project, BC

On February 8, 2022, the Company announced that it acquired a 100% interest in the Witch copper-gold porphyry project (also referred to as the South Chuchi project) located in the Quesnel Trough of central British Columbia, 35 km due west of Centerra's Mount Milligan mine.

The Witch project is 10,336 hectares in size (103 square kilometres) and accessible via a network of forestry roads. Fjordland acquired the core claims, representing one-third of the property from Equity Exploration Consultants Ltd. ("Equity") for 100,000 Fjordland common shares (issued on February 15, 2022). The Equity claims were subject to a Net Smelter Royalty ("NSR") that Fjordland renegotiated with the royalty holders. Fjordland and the royalty holders have agreed to a 1% NSR on the Equity claims subject to a onetime reduction of either 0.5% upon the payment of $4 million or 0.25% upon the payment of $1.5 million. The Equity claims are in good standing until December 31, 2025 resulting from Fjordland applying unused assessment credits. The remaining 6,952 hectares were staked to the east and west of the Equity claims to cover the known mineral potential within the area.

Corporate update

On January 12, 2021, Mr. Ross McDonald tendered his resignation as director. Mr. McDonald has served as a director since the Company's inception and will continue in an advisory capacity.

On January 12, 2021, the Company announced that Mr. Mark Gibson had agreed to join its board of directors as Ivanhoe's appointee. Ivanhoe, via its wholly-owned subsidiary Ivanhoe BC Holdings Limited, owns 18.6% of Fjordland, and has the right to two board seats. Mr. Gibson serves as the Chief Operating Officer of Ivanhoe Electric Inc., a privately owned US corporation led by CEO Robert Friedland. He concurrently serves as the COO of Kaizen Discovery Inc. (TSXV:KZD – appointed in 2016) and Cordoba Minerals Corp. (TSXV:CDB – appointed 2017). Mark previously worked with Anglo American and was the founder of a geophysical service company focused on managing seismic surveys for the mining industry. He has more than 31 years of wide-ranging experience as a geoscientist and manager in the natural resources sector. Mark graduated from the University of Southampton in 1990 with a B.Sc. (Hons) in Geology and the University of Leeds in 1997 with a M.Sc. in Geophysics.

On April 22, 2021, the Company announced that Mr. Mark T. Brown had been appointed as the Chief Financial Officer of the Company upon the retirement of Ms. Patricia Tanaka.

On July 8, 2021, the Company announced that John Sheedy had been elected to the board of directors in place of Richard Atkinson who retired after serving the board for 25 years. Mr. Atkinson agreed to remain as an advisor to the Company for the foreseeable future.

The Company's exploration expenses for the year ended and as at December 31, 2021 are:

	South Voisey's Bay Labrador	North Thompson Nickel Belt Manitoba	Renzy Quebec	South Voisey's Bay Vulcan	Other Projects	Total
Balance, December 31, 2019	$ 1,634,590	$ -	$ -	$ -	$ -	$ 1,634,590
Acquisition costs	49,500	85,000	155,234	-	-	289,734
Claims maintenance	5,712	-	-	-	-	5,712
Data verification	-	1,600	1,816	-	-	3,416
Field office	-	4,706	-	-	-	4,706
Geology	1,872	21,401	-	-	-	23,273
Geophysics	-	25,675	-	-	-	25,675
Cost recoveries	(25,000)	-	-	-	-	(25,000)
Balance, December 31, 2020	1,666,674	138,382	157,050	-	-	1,962,106
Property write-off	-	(138,382)	-	-	-	(138,382)
Acquisition costs	90,370	-	41,205	83,626	-	215,201
Aicraft Charter	159,853	-	-	-	-	159,853
Data verification	-	-	14,334	-	-	14,334
Equipment rental	-	-	4,949	-	11,725	16,674
Field supplies and office	-	-	719	-	4,966	5,685
Fuel	-	-	1,031	-	-	1,031
Geophysics	225,375	-	539,481	-	1,400	766,256
Geology	1,838	-	1,735	-	-	3,573
Labour, salaries, consulting	-	-	2,010	-	12,084	14,094
License and permits	-	-	11,859	-	-	11,859
Travel	39,141	-	4,101	-	20,256	63,498
Cost recoveries	(440,000)	-	-	-	-	(440,000)
Balance, December 31, 2021	$ 1,743,251	$ -	$ 778,474	$ 83,626	$ 50,431	$ 2,655,782

SELECTED ANNUAL INFORMATION

The Company's selected annual information for the years ended December 31, 2021, 2020 and 2019 are as follows:

	2021	2020	2019
General and administration expenses	$ (853,463)	$ (451,113)	$ (172,363)
Loss for the year	$ (853,463)	$ (451,113)	$ (216,132)
Basic and diluted loss per share	$ (0.01)	$ (0.01)	$ (0.00)
Cash dividends per share	n/a	n/a	n/a
Assets	$ 4,514,132	$ 2,359,937	$ 2,388,254
Long-term liabilities	$ -	$ 27,788	$ -

FINANCIAL POSITION

(a) Summary of Quarterly Results

The following is a summary of the Company's financial results for the last eight quarters:

	Three months ended			
	December 31, 2021	September 30, 2021	June 30, 2021	March 31, 2021
Total revenues	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.00)
Net loss and comprehensive loss	$ (311,799)	$ (228,983)	$ (190,344)	$ (122,337)
Loss per share	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.00)

	Three months ended			
	December 31, 2020	September 30, 2020	June 30, 2020	March 31, 2020
Total revenues	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.00)
Net loss and comprehensive loss	$ (114,210)	$ (109,759)	$ (183,594)	$ (43,550)
Loss per share	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.00)

(b) Results of Operations for the three months ended December 31, 2021 and 2020

During the three months ended December 31, 2021, the Company reported a loss of $311,799 ($0.00 loss per share) (2020 – $114,210 ($0.00 loss per share)).

Excluding the non-cash portion depreciation of $9,779 (2020 - $9,778) and the share-based compensation of $128,667 (2020 - $8,913), the Company's general and administrative expenses amounted to $113,353 during the three months ended December 31, 2021 (2020 – $95,519), an increase of $17,834. Such increase was mainly due to increases in (a) accounting and audit fees (from 2020's $29,000 to 2021's $40,000); (b) filing fees (from 2020's $1,514 to 2021's $3,177); (c) marketing costs (from 2020's $5,973 to 2021's $18,034) and (d) office and printing costs (from 2020's $3,418 to 2021's $5,551); while being offset by decreases in (e) administration fees (from 2020's $9,600 to 2021's $6,948) and (f) legal fees (from 2020's $5,712 to 2021's $372). All the expenses were incurred to support the exploration activities at the Company's properties.

During the three months ended December 31, 2021, the Company wrote off $60,000 (2020 - $Nil) in mineral property as a result of the cancellation of the option agreement regarding the NTNP.

(c) Results of Operation for the years ended December 31, 2021 and 2020

During the year ended December 31, 2021, the Company reported a loss of $853,463 ($0.01 loss per share) (2020 – $451,113 ($0.01 loss per share)).

Excluding the non-cash portion depreciation of $39,115 (2020 - $27,160) and the share-based compensation of $280,442 (2020 - $186,398), the Company's general and administrative expenses amounted to $395,524 during the year ended December 31, 2021 (2020 – $237,555), an increase of $157,969. Such increase was mainly due to increases in (a) management fees (from 2020's $62,500 to 2021's $150,000) because of the Chief Executive Officer joining in August 2020; (b) marketing fees (from 2020's $28,678 to 2021's $62,116); (c) legal fees (from 2020's $6,978 to 2021's $11,301); (d) accounting and audit fees (from 2020's $56,244 to 2021's $84,268) and (e) transfer agent fees (from 2020's $3,049 to 2021's $8,094). All the expenses were incurred to support the exploration activities at the Company's properties.

During the year ended December 31, 2021, the Company wrote off $138,382 (2020 - $Nil) in mineral property as a result of the cancellation of the option agreement regarding the NTNP.

Significant items included in the current results of operation are as follows:

	2021	2020
Accounting and audit fees	$ 84,268	$ 56,244
Administration fees	$ 38,400	$ 38,400
Filing fees	$ 11,448	$ 13,439
Office and printing	$ 17,225	$ 18,067
Management fees	$ 150,000	$ 62,500
Rent	$ 3,605	$ 5,955
Transfer agent fees	$ 8,094	$ 3,049

Total share-based compensation on options granted, and vested during the year ended December 31, 2021, resulted in $280,442 (2020 - $186,398) being expensed. Share-based compensation is a non-cash transaction.

Comprehensive loss for the year ended December 31, 2020 is $853,463 (2020 - $451,113), which includes mineral properties written-down of $138,382 (2020 - $Nil).

Exploration expenditures during the year ended December 31, 2021 were $1,272,058 (2020- $352,516), which consisted of $215,201 (2020 - $289,734) in acquisition costs and $1,056,857 (2020 - $62,782) in exploration costs. During the current year, the Company received costs recoveries of $440,000 (2020 - $25,000) from its optionee. The Company wrote down $138,382 (2020 - $Nil) in acquisition and exploration costs during the current period.

During the year ended December 31, 2021 the Company, issued 1,000,000 shares (2020 – 2,350,000) valued at $98,000 (2020 - $184,500) relating to exploration properties.

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 December 31, 2021, the Company’s working capital was $1,531,945 (December 31, 2020 - $249,010). With respect to working capital, $1,725,697 was held in cash (December 31, 2020 - $310,690). The increase in cash of $1,415,007 was mainly due to the net proceeds from the issuance of common shares of $2,440,305 and the recoveries of mineral properties of $440,000; while being offset by $441,788 used in operations, $980,250 used in exploration and evaluation assets and $43,260 used in lease payments.

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.

CAPITAL RESOURCES

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.

(a) Financing Activities

On February 12, 2021, the Company completed a non-brokered private placement for the issuance of 2,500,000 units at $0.10 per unit (the “Units”). Each Unit and finder’s unit consists of one common share and one-half of one share purchase warrant. Each whole warrant entitles the holder to purchase one common share at a price of $0.175 per common share until February 12, 2023. The expiry date of each whole warrant is subject to acceleration. The Company paid finder’s fees of $44,850 and issued 171,000 finder’s units with a fair value of $17,100. The Company also paid share issue costs totaling $31,945.

On January 12, 2021, the Company granted 300,000 stock options to a director and a consultant with an exercise price of $0.105 exercisable for a period of 5 years.

On April 22, 2021, the Company granted a total of 1,150,000 stock options to its officers, directors and consultants with an exercise price of $0.125 exercisable for a period of 5 years.

On June 8, 2021 the Company announced that it entered into an investor relations agreement with MI3 Communications Financieres Inc. ("MI3"). The agreement is for an initial term of six months renewable on an annual or semi-annual basis and may be terminated upon 30 days' written notice by either party. In consideration for the services of MI3, the Company agreed to pay a fee of $3,000 per month. Pursuant to the agreement, Fjordland also granted MI3 a stock option to purchase 100,000 common shares of Fjordland at a price of $0.125 per share for a period of 5 years with one quarter of the options vesting every three months. If the agreement is terminated, the options expire 12 months after termination.

On August 26, 2021, the Company granted a total of 1,025,000 stock options to its directors, officers and consultants with an exercise price of $0.125 exercisable for a period of 5 years.

On October 5, 2021, the Company issued 600,000 common shares with a fair value of $54,000 or $0.09 per share as consideration towards the acquisition of mineral property in South Voisey's Bay area pursuant to the Vulcan option agreement.

On October 27, 2021, the Company issued 400,000 common shares with a fair value of $44,000 or $0.11 per share as consideration towards the acquisition of mineral property in South Voisey's Bay area pursuant to the agreement with Commander Resources Ltd.

On January 25, 2022, the Company granted 100,000 stock options to a geological advisor exercisable at $0.10 for a period of five years.

On February 15, 2022, the Company issued 100,000 common shares for the Witch Project.

In March 2020, the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. It is not possible for the Company to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Company's business or ability to raise funds.

The Company is aware of the current conditions in the financial markets and has planned accordingly. The Company's current treasury and the future cash flows from warrants and options, along with the planned developments within the Company as well as with its operating partners will allow its efforts to continue throughout 2022. If the market conditions prevail or improve, the Company will make adjustment to budgets accordingly.

(b) Disclosure of Outstanding Share Data

The authorized share capital of the Company consists of an unlimited number of common shares without par value. As at December 31, 2021, the Company's share capital was $21,336,013 (December 31, 2020 - $18,857,708) representing 75,284,339 common shares (December 31, 2020 – 50,113,339 common shares).

Stock option transactions and the number of stock options are summarized as follows:

Expiry date	Exercise price ($)	2020	Issued	Exercised	Expired / forfeited	2021
September 2, 2022	0.55	766,000	-	-	-	766,000
June 28, 2023	0.165	1,125,000	-	-	-	1,125,000
June 5, 2025	0.07	2,225,000	-	-	-	2,225,000
August 5, 2025	0.07	500,000	-	-	-	500,000
January 12, 2026	0.105	-	300,000	-	-	300,000
April 22, 2026	0.125	-	1,150,000	-	-	1,150,000
June 1, 2026	0.125	-	100,000	-	-	100,000
August 26, 2026	0.125	-	1,025,000	-	-	1,025,000
Options outstanding		4,616,000	2,575,000	-	-	7,191,000
Options exercisable		4,503,500	2,475,000	-	-	7,103,500
Weighted average exercise price ($)		$ 0.17	$ 0.123	$ -	$ -	$ 0.15

During the year ended December 31, 2021, the Company granted a total of 2,575,000 stock options of which 300,000 stock options were exercisable at $0.105 per share and 2,275,000 stock options were exercisable at $0.125 per share.

The continuity of warrants for the year ended December 31, 2021 is as follows:

Expiry date	Exercise price ($)	December 31, 2020	Issued	Exercised	Expired	December 31, 2021
February 12, 2023	0.175	-	12,585,500	-	-	12,585,500
Warrants outstanding		-	12,585,500	-	-	12,585,500
Weighted average exercise price ($)		$ -	$ 0.175	$ -	$ -	$ 0.175

If the remaining options, warrants, finder's options, including the warrants associated with the finder's options, were exercised, the Company's available cash would increase by $3,326,013.

As of the date of this MD&A, there were 75,384,339 common shares issued and outstanding and 95,260,839 common shares outstanding on a fully diluted basis.

	Issued and outstanding	
	December 31, 2021	March 23, 2022
Common shares outstanding	75,284,339	75,384,339
Stock options	7,191,000	7,291,000
Warrants	12,585,500	12,585,500
Fully diluted common shares outstanding	95,060,839	95,260,839

(c) Related Party Transactions

The Company entered into the following transactions with related parties:

Compensation of key management personnel

Key management personnel consist of the directors and executive officers of the Company. The remuneration, including share-based compensation, of key management person during the years ended December 31, 2021 and 2020 were as follows:

	2021	2020
Administration fees	$ 38,400	$ 38,400
Accounting fees	57,000	36,000
Management fees	150,000	62,500
Share-based compensation	199,930	140,635
	$ 445,330	$ 277,535

During the year ended December 31, 2021, the Company paid rent of $30,400 (2020 - $Nil) to a publicly listed company with an officer in common.

Amounts in accounts payable:	Services for:	As at December 31 2021	As at December 31 2020
A private company controlled by the Chief Executive Officer	Management fees and expense reimbursement	$ 35,438	$ -
A private company controlled by the Chief Financial Officer	Accounting fees	5,250	-
A private company controlled by the Corporate Secretary	Administration fees and expense reimbursement	3,885	-
A publicly listed company with an officer in common	Rent	3,785	-
Total		$ 48,358	$ -

(d) Off-Balance Sheet Arrangements

There were no off-balance sheet arrangements during the year ended December 31, 2021.

COMMITMENTS, EXPECTED OR UNEXPECTED, OR UNCERTAINTIES

Commitments

The Company has a remaining commitment of $28,840 for its office lease expiring on August 31, 2022 payable in full within the next twelve months.

As of the date of this MD&A, other than disclosed in this MD&A, the Company does not have any commitments, expected or unexpected, or uncertainties.

Risks and Uncertainties Related to the Company's Business

Resource exploration is a speculative business and involves a high degree of risk. There is a significant probability that the expenditures made by the Company in exploring its properties will not result in discoveries of commercial quantities of minerals. A high level of ongoing expenditures is required to locate and estimate ore reserves, which are the basis for further development of a property. Capital expenditures to attain commercial production stage are also very substantial. The following sets out the principal risks faced by the Company.

(a) Exploration

The Company is seeking mineral deposits on exploration projects where there are not yet established commercial quantities. There can be no assurance that economic concentrations of minerals will be determined to exist on the Company's property holdings within existing investors' investment horizons or at all. The failure to establish such economic concentrations could have a material adverse outcome on the Company and its securities. The Company's planned programs and budgets for exploration work are subject to revision at any time to take into account results to date. The revision, reduction or curtailment of exploration programs and budgets could have a material adverse outcome on the Company and its securities.

(b) Market

The Company's securities trade on public markets and the trading value thereof is determined by the evaluations, perceptions and sentiments of both individual investors and the investment community taken as a whole. Such evaluations, perceptions and sentiments are subject to change; both in short term time horizons and longer term time horizons. An adverse change in investor evaluations, perceptions and sentiments could have a material adverse outcome on the Company and its securities.

(c) Commodity Price

The Company's exploration projects are primarily related to exploration for copper, nickel and other base and precious metals in Canada. While these minerals have recently been the subject of significant price increases from levels prevalent earlier in the decade, there can be no assurance that such price levels will continue, or that investors' evaluations, perceptions, beliefs and sentiments will continue to favour these target commodities. An adverse change in these commodities' prices, or in investors' beliefs about trends in those prices, could have a material adverse outcome on the Company and its securities.

(d) Title

Although the Company has exercised the usual due diligence with respect to title to properties in which it has interests, there is no guarantee that title to the properties will not be challenged or impugned. The Company's mineral property interests may be subject to prior unregistered agreements or transfers or land claims, and title may be affected by undetected defects.

(e) Financing

Exploration and development of mineral deposits is an expensive process, and frequently the greater the level of interim stage success the more expensive it can become. The Company has no producing properties and generates no operating revenues; therefore, for the foreseeable future, it will be dependent upon selling equity in the capital markets to provide financing for its continuing substantial exploration budgets. While the Company has been successful in obtaining financing from the capital markets for its projects in recent years, there can be no assurance that the capital markets will remain favourable in the future, and/or that the Company will be able to raise the financing needed to continue its exploration programs on favourable terms, or at all. Restrictions on the Company's ability to finance could have a material adverse outcome on the Company and its securities.

(f) Share Price Volatility and Price Fluctuations

In recent years, the securities markets in Canada have experienced a high level of price and volume volatility, and the market prices of securities of many companies, particularly junior mineral exploration companies like the Company, have experienced wide fluctuations which have not necessarily been related to the operating performance, underlying asset values or prospects of such companies. There can be no assurance that these price fluctuations and volatility will not continue to occur.

(g) Key Personnel

The Company's exploration efforts are dependent to a large degree on the skills and experience of certain of its key personnel. The Company does not maintain "key man" insurance policies on these individuals. Should the availability of these persons' skills and experience be in any way reduced or curtailed, this could have a material adverse outcome on the Company and its securities.

(h) Competition

Significant and increasing competition exists for the limited number of mineral property acquisition opportunities available. As a result of this competition, some of which is with large established mining companies with substantial capabilities and greater financial and technical resources than the Company, the Company may be unable to acquire additional attractive mineral properties on terms it considers acceptable.

(i) Realization of Assets

Exploration and evaluation assets comprise a substantial portion of the Company's assets. Realization of the Company's investment in these assets is dependent upon the establishment of legal ownership, the attainment of successful production from the properties or from the proceeds of their disposal. Resource exploration and development is highly speculative and involves inherent risks. While the rewards if an ore body is discovered can be substantial, few properties that are explored are ultimately developed into producing mines. There can be no assurance that current exploration programs will result in the discovery of economically viable quantities of ore. The amounts shown for acquisition costs and deferred exploration expenditures represent costs incurred to date and do not necessarily reflect present or future values.

(j) Environmental and Other Regulatory Requirements

The current or future operations of the Company, including development activities and commencement of production on its properties, require permits from various governmental authorities and such operations are and will be subject to laws and regulations. There can be no assurance that approvals and permits required to commence production on its properties will be obtained on a timely basis, or at all. Additional permits and studies, which may include environmental impact studies conducted before permits can be obtained, may be necessary prior to operation of the properties in which the Company has interests and there can be no assurance that the Company will be able to obtain or maintain all necessary permits.

(k) History of Net Losses; Accumulated Deficit; Lack of Revenue from Operations

The Company has incurred net losses to date. The Company has not yet had any revenue from the exploration activities on its properties. Even if the Company commences development of certain of its properties, the Company may continue to incur losses. There is no certainty that the Company will produce revenue, operate profitably or provide a return on investment in the future.

(l) Uninsurable

The Company and its subsidiary may become subject to liability for pollution, fire, explosion and other risks against which it cannot insure or against which it may elect not to insure. Such events could result in substantial damage to property and personal injury. The payment of any such liabilities may have a material, adverse effect on the Company's financial position.

(m) Legal Proceedings

As at the date of the Report, there were no legal proceedings against or by the Company.

(n) Critical Accounting Estimates

The most significant accounting estimates for the Company relates to the carrying value of its mineral property exploration and evaluation assets. All deferred mineral property expenditures are reviewed, on a property-by-property basis, to consider whether there are any conditions that may indicate impairment. When the carrying value of a property exceeds its net recoverable amount that may be estimated by quantifiable evidence of an economic geological resource or reserve, joint venture expenditure commitments or the Company's assessment of its ability to sell the property for an amount exceeding the deferred costs, a provision is made for the impairment in value.

Management's estimates of exploration, operating, capital and reclamation costs are subject to certain risks and uncertainties which may affect the recoverability of mineral property costs. Although management has made its best estimate of these factors, it is possible that changes could occur in the near term that could adversely affect management's estimate of the net cash flow to be generated from its properties.

Another significant accounting estimate relates to accounting for share-based compensation and derivative instruments. The Company uses the Black-Scholes Option Pricing Model to estimate the fair value of share-based compensation and warrants. Option pricing models require the input of highly subjective assumptions including the expected price volatility. Changes in the subjective input assumptions can materially affect the fair value estimate, and therefore the existing models do not necessarily provide a reliable single measure of the fair value of the Company's stock options granted/vested during the period.

(o) Financial Instruments and other Instruments

The Company's financial assets consist of cash and deposits for reclamation, receivables, accounts payable and accrued liabilities. No amounts are invested other than in chartered bank term deposits. Unless otherwise noted, it is management's opinion that the Company is not exposed to significant interest or credit risks arising from the financial instruments. The carrying value of these financial instruments approximates their fair value due to their short-term maturity or capacity of prompt liquidation.

The Company classifies its financial instruments measured at fair value at one of three levels according to the relative reliability of the inputs used to estimate the fair value:

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;
Level 2 - inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

On initial recognition, a financial asset is classified as and measured at: amortized cost, fair value through profit or loss ("FVTPL"), or fair value through other comprehensive income ("FVOCI"). Financial assets are classified according to their contractual cash flow characteristics and the business models under which they are held

On initial recognition of an equity investment that is not held for trading, an irrevocable election is available to measure the investment at FVOCI whereby changes in the investment's fair value (realized and unrealized) will be recognized permanently in OCI with no reclassification to profit or loss. The election is available on an investment-by-investment basis.

Financial liabilities are designated as either fair value through profit or loss, or amortized cost. All financial liabilities are classified and subsequently measured at amortized cost except for financial liabilities at FVTPL. The classification determines the method by which the financial liabilities are carried on the consolidated statement of financial position subsequent to inception and how changes in value are recorded.

The Company recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost. At each reporting date, the loss allowance for the financial asset is measured at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. If at the reporting date, the financial asset has not increased significantly since initial recognition, the loss allowance is measured for the financial asset at an amount equal to twelve month expected credit losses. For trade receivables the Company applies the simplified approach to providing for expected credit losses, which allows the use of a lifetime expected loss provision. Impairment losses on financial assets carried at amortized cost are reversed in subsequent periods if the amount of the loss decreases and the decrease can be objectively related to an event occurring after the impairment was recognized.

The effective interest method is a method of calculating the amortized cost of an instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all transaction costs and other premiums or discounts) through the expected life of the debt instrument to the net carrying amount on initial recognition.

The Company has classified and measured its financial instruments as follows:

- Cash is classified as FVTPL
- Receivables are classified as amortized cost
- Deposits are classified as amortized cost
- Accounts payable and accrued liabilities is classified as amortized cost
- Lease liability is classified as amortized cost
- Due to operating partner is classified as amortized cost

SUBSEQUENT EVENTS

On January 25, 2022, the Company granted 100,000 stock options to an advisor with an exercise price of $0.10 exercisable for a period of 5 years.

On February 8, 2022, the Company announced the acquisition of the Witch Project (see "Mineral Projects – Witch Project, BC" above). On February 15, 2022, the Company issued 100,000 common shares for the Witch Project.

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.

QUALIFIED PERSON

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 www.sedar.com and the Company's website. www.fjordlandex.com.

Cautionary Statements

This document contains "forward-looking statements" within the meaning of applicable Canadian securities regulations. All statements other than statements of historical fact herein, including, without limitation, statements regarding exploration results and plans, and our other future plans and objectives, are forward-looking statements that involve various risks and uncertainties. Such forward-looking statements include, without limitation, our estimates of exploration investment, the scope of our exploration programs, and our expectations of ongoing administrative costs. There can be no assurance that such statements will prove to be accurate, and future events and actual results could differ materially from those anticipated in such statements. Important factors that could cause actual results to differ materially from our expectations are disclosed in the Company's documents filed from time to time via SEDAR with the Canadian regulatory agencies to whose policies we are bound. Forward-looking statements are based on the estimates and opinions of management on the date the statements are made, and we do not undertake any obligation to update forward-looking statements should conditions or our estimates or opinions change, except as required by law. Forward-looking statements are subject to risks, uncertainties and other factors, including risks associated with mineral exploration, price volatility in the mineral commodities we seek, and operational and political risks. Readers are cautioned not to place undue reliance on forward-looking statements.

CORPORATE INFORMATION

Directors and Officers

James Tuer
President, CEO and Director

Mark Gibson
Director

John Sheedy
Director

Peter Krag-Hansen
Director

Victor A. Tanaka
Director

Mark T. Brown
CFO

Janice Davies
Corporate Secretary

Executive Office

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Share Listing

TSX Venture Exchange
Symbol: FEX

Capitalization at December 31, 2021

Shares Authorized: Unlimited	
Shares Issued and Outstanding	75,284,339