



**FJORDLAND EXPLORATION INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS – QUARTERLY HIGHLIGHTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024**

OVERVIEW AND INTRODUCTORY COMMENT

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's global macro view is that North America will require its own source of primary metals required to meet the demands of an ever-expanding electrified economy. Global tensions, market demands and technological advancements necessitate mining, processing and upgrading primary metals locally. As a result, the Company believes this will ultimately lead to robust pricing and demand for Canadian based projects. Copper in British Columbia offers the greatest opportunity to meet this future demand which is why Fjordland is developing work programs for the Witch and West Milligan copper gold porphyry projects to the west of the active Mount Milligan mine. Nickel demand is also expected to pick up with the development of North American battery plants and sourcing requirements under the US Inflation Reduction Act. However, recent processing advances by the Chinese together with massive investment in Indonesian laterite (nickel clay) deposits has had a material impact on nickel pricing and supply. Subject to security of supply, Fjordland expects interest in nickel project to remain muted in the near and medium term. That being said, the Company's South Voiseys Bay project has potential based on previous exploration activities. Lithium, graphite and high purity silica are also expected to play a significant role in the development of EV batteries.

This MD&A is dated November 26, 2024 and discloses specified information up to that date. Unless otherwise noted, all currency amounts are expressed in Canadian dollars. The following information should be read in conjunction with the unaudited condensed interim financial statements and the related notes for the nine months ended September 30, 2024 and the Company's audited financial statements as at December 31, 2023 and the related notes thereto, prepared in accordance with International Financial Reporting Standards ("IFRS").

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.Geol. or other stated Qualified Persons.

Additional information relevant to the Company and the Company's activities can be found on SEDAR+ at www.sedarplus.ca, and/or on the Company's website at www.fjordlandex.com.

All currency amounts are expressed in Canadian dollars unless otherwise noted.

MAJOR QUARTERLY OPERATING MILESTONES

During the past quarter the Company has been reviewing properties for future work plans and ensured they are in good standing. Future exploration programs will proceed when market conditions are more favourable. The Company also continues to review opportunities for acquisition of new projects, finding JV partners, or arranging other financing to advance the projects held.



QUARTERLY FINANCIAL CONDITION

Capital Resources

The Company did not issue any common shares during the quarter ended September 30, 2024.

On August 12, 2024, 12,500,000 warrants expired unexercised.

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 will allow its efforts to continue throughout 2024. If the market conditions prevail or improve, the Company will make adjustment to budgets accordingly.

Liquidity

As at September 30, 2024, the Company's working capital was \$171,831 (December 31, 2023 - \$371,871). With respect to working capital, \$247,555 was held in cash (December 31, 2023 - \$435,057). The decrease in cash of 187,502 was mainly due to \$197,202 used in operations, \$28,840 used in lease payments, and \$38,411 used in acquisition and exploration costs related to mineral properties while being offset by \$76,951 government exploration tax credit received.

Operations

Three months ended September 30, 2024 versus three months ended September 30, 2023

During the three months ended September 30, 2024, the Company reported a net loss of \$82,901 (\$0.00 loss per share) (2023 – \$205,742 (\$0.00 loss per share)).

Excluding the non-cash portion depreciation of \$6,412 (2023 - \$9,778), the Company's general and administrative expenses amounted to \$76,489 during the three months ended September 30, 2024 (2023 – \$87,377), a slight decrease of \$9,888. The decrease is mainly due to decreases in (a) the accounting and audit fees (from 2023's \$17,500 to 2024's \$11,500); (b) the marketing fees (from 2023's \$9,017 to 2024's \$4,680), (c) the office and printing expenses (from 2023's \$5,505 to 2024's \$3,201) while being offset by (d) the transfer agent fees (from 2023's \$4,715 to 2024's \$5,509) as the Company preserves its cash.

Nine months ended September 30, 2024 versus nine months ended September 30, 2023

During the nine months ended September 30, 2024, the Company reported a net loss of \$269,715 (\$0.00 loss per share) (2023 – \$478,198 (\$0.01 loss per share)).

Excluding the non-cash portion depreciation of \$25,970 (2023 - \$29,336) and the share-based compensation of \$Nil (2023 - \$72,625), the Company's general and administrative expenses amounted to \$243,745 during the nine months ended September 30, 2024 (2023 – \$266,650), a slight decrease of \$22,905. The decrease is mainly due to decreases in (a) the accounting and audit fees (from 2023's \$62,192 to 2024's \$50,079); (b) the marketing fees (from 2023's \$22,094 to 2024's \$14,770), (c) the office and printing expenses (from 2023's \$17,977 to 2024's \$10,172) while being offset by (d) the filing fees (from 2023's \$5,092 to 2024's \$8,947) as the Company preserves its cash.

All the expenses were incurred to support the exploration activities at the Company's properties.



SIGNIFICANT RELATED PARTY TRANSACTIONS

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

COMMITMENTS, EXPECTED OR UNEXPECTED, OR UNCERTAINTIES

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

RISK FACTORS

In our MD&A filed on SEDAR+ April 23, 2024 in connection with our annual financial statements (the “Annual MD&A”), we have set out our discussion of the risk factors, such as *Exploration risks*, *Market risks* and *Financing risk*, 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 its 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.

DISCLOSURE OF OUTSTANDING SHARE DATA

The authorized share capital of the Company consists of an unlimited number of common shares without par value. The following is a summary of the Company’s outstanding share data as at November 26, 2024:

	Issued and outstanding	
	September 30, 2024	November 26, 2024
Common shares outstanding	82,935,531	82,935,531
Stock options	6,050,000	6,050,000
Fully diluted common shares outstanding	88,985,531	88,985,531

QUALIFIED PERSON

Robert Cameron, a director of the Company, 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.sedarplus.ca 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.