Management's Discussion and Analysis ("MD&A") is intended to help the reader understand the Liberty One Lithium Corp. ("Liberty One" or the "Company") consolidated financial statements. The information provided herein should be read in conjunction with the Company's unaudited condensed interim consolidated financial statements for the three and six-month periods-ended June 30, 2020 and the audited financial statements for the year ended December 31, 2019 and related notes attached thereto, which have been prepared in accordance with International Financial Reporting Standards ("IFRS"). Except as otherwise disclosed, all dollar figures in this report are stated in Canadian dollars ("CAD"). The effective date of this report is August 31, 2020.

Management is responsible for the preparation and integrity of the consolidated financial statements, including the maintenance of appropriate information systems, procedures and internal controls and to ensure that information used internally or disclosed externally, including the consolidated financial statements and MD&A, is complete and reliable. The Company's board of directors follows recommended corporate governance guidelines for public companies to ensure transparency and accountability to shareholders. The board's audit committee reviews with management on a quarterly basis the consolidated financial statements including the MD&A as well as other financial, operating and internal control matters.

Statements in this report that are not historical facts are forward-looking statements involving known and unknown risks and uncertainties, which could cause actual results to vary considerably from these statements. Readers are cautioned not to put undue reliance on forward-looking statements. See "Forward-Looking Statements" that are subject to risk factors set out in a cautionary note contained herein.

The reader is encouraged to review Company statutory filings on www.sedar.com.

DESCRIPTION OF BUSINESS AND OVERVIEW

Liberty One is a development stage company, focused on the acquisition and development of resource deposits. On May 2, 2017, the Company received approval for the reactivation and graduation for trading on the TSX Venture Exchange ("TSX-V") under the symbol "LBY."

Outlook

With the continued, and now extended, depression in lithium prices, the Company has sought opportunities in several other industries, but has remained biased towards the resource extraction industry. Given the Company's proven ability to raise equity quickly and efficiently, combined with significant cash reserves, the Company is a sought-after joint venture partner. Consequently, the Company signed an agreement to pursue a gold prospect in Jackfish Lake, Ontario, Canada. The Company is currently awaiting approval of the transaction from the TSX-V, and upon receipt thereof, will commence steps towards maximizing value for shareholders.

OPERATING AND FINANCIAL SUMMARY

For the three months ended June 30, 2020:

- Incurred a loss of $0.3 million as compared to $0.3 million in the previous quarter and $0.4 million in the comparable quarter in 2019
- Cash used in operating activities was $0.3 million compared to $0.3 million in the previous quarter and $0.4 million in the comparable quarter in 2019

SUMMARY OF QUARTERLY RESULTS

$	Three-months ended June 30, 2020	Three-months ended June 30, 2019	Six-months ended June 30, 2020	Six-months ended June 30, 2019
Total expenses	354,292	438,179	720,966	828,559
Loss and comprehensive loss	332,774	416,676	663,140	784,874
Per share – basic and diluted	0.00	0.01	0.01	0.01
Cash used in operating activities	317,284	413,799	649,668	726,905
Per share – basic and diluted[(1)]	0.00	0.01	0.01	0.01
Cash used in investing activities	15,000	4,119	15,000	4,119
Working capital (deficit)			6,491,827	7,858,798
Shareholders' equity			6,660,146	8,043,847
Total assets			6,995,778	8,442,166

[(1)] Based on the same weighted average number of common shares outstanding used to calculate loss and comprehensive loss per share.

EXPENSES

<u>Cash expenses</u>

Excluding stock-based compensation and depreciation expenses for the three and six-month periods-ended June 30, 2020 and 2019 are as follows:

$	Three-months ended June 30, 2020	Three-months ended June 30, 2019	Six-months ended June 30, 2020	Six-months ended June 30, 2019
Total expenses	354,292	438,179	720,966	828,559
Less non-cash expenses (depreciation)	(23,005)	(23,460)	(46,381)	(46,707)
Total cash expenses	331,287	414,779	674,585	781,852

For the three and six-month periods-ended June 30, 2020 as compared to the same periods in 2019, total cash expenses have remained relatively consistent, as corporate activity was also relatively consistent.

The Company expects cash expenses to remain consistent with the current quarter in the near term, however if exploration or development activity increase, cash expenses may also increase if the Company determines it would be beneficial.

LOSS AND COMPREHENSIVE LOSS

Loss and comprehensive loss for the three and six-month periods-ended June 30, 2020 and 2019 are as follows:

$	Three-months ended June 30, 2020	Three-months ended June 30, 2019	Six-months ended June 30, 2020	Six-months ended June 30, 2019
Loss and comprehensive loss	332,774	416,676	663,140	784,874
Loss and comprehensive loss per share - basic and diluted	0.00	0.01	0.01	0.01

For the three and six-months ended June 30, 2020, the Company incurred a loss and comprehensive loss of $332,774 and $663,140 respectively ($0.00 and $0.01 per share respectively) compared to a loss and comprehensive loss of $416,676 and $784,874 ($0.01 and $0.01 per share respectively) for the same periods in 2019. The losses are relatively consistent from period to period as corporate activity was also relatively consistent.

The Company expects to incur losses in the near term as it is still in the exploration phase of its development.

CASH USED IN OPERATING ACTIVITIES

Cash used in operating activities for the three and six-month periods-ended June 30, 2020 and 2019 are as follows:

$	Three-months ended June 30, 2020	Three-months ended June 30, 2019	Six-months ended June 30, 2020	Six-months ended June 30, 2019
Cash used in operating activities	317,284	413,799	649,668	726,905
Cash used in operating activities per share - basic and diluted	0.00	0.01	0.01	0.01

For the three and six-month periods-ended June 30, 2020 cash used in operating activities was $317,284 and $649,668 respectively ($0.00 and $0.01 per share) as compared to $413,799 and $726,905 ($0.01 per share) in the comparable prior periods. Cash used in operating activities is relatively consistent from period to period as corporate activity was also relatively consistent.

INVESTING EXPENDITURES

The following table summarizes capital expenditures for the applicable comparative periods as follows:

$	Six-months ended June 30, 2020	Year-ended December 31, 2019
Property and equipment	-	13,062
Exploration and evaluation assets	15,000	-
Total capital expenditures	15,000	13,062

In June 2020, the Company signed an option agreement as more fully disclosed in note 6 to the unconsolidated interim financial statements for the three and six-month periods ended June 30, 2020. The option agreement is currently subject to TSX Venture Exchange review and acceptance, as well as other conditions precedents. There can be no assurance that the proposed transaction will be completed as proposed, or, at all.

SUMMARY OF SELECTED QUARTERLY RESULTS

The following table sets forth certain quarterly financial information of the Company's previous quarters:

$000s	Q2 2020	Q1 2020	Q4 2019	Q3 2019	Q2 2019	Q1 2019	Q4 2018	Q3 2018
Loss and comprehensive loss	(333)	(330)	(350)	(369)	(416)	(368)	(1,099)	(634)
Per share – basic and diluted	(0.00)	(0.00)	(0.00)	(0.01)	(0.01)	(0.02)	(0.01)	(0.01)
Cash used in operating activities	(317)	(332)	(309)	(313)	(413)	(313)	(562)	(353)
Per share – basic and diluted	(0.00)	(0.00)	(0.00)	(0.01)	(0.00)	(0.01)	(0.01)	(0.00)
Investing expenditures	15	-	-	13	-	-	15	158
Working capital	6,492	6,829	7,149	7,492	7,859	7,283	7,677	8,070
Total assets	6,996	7,341	7,713	8,036	8,442	7,883	8,030	9,301
Weighted average shares - basic and diluted	77,743	77,743	77,743	77,743	69,804	66,628	66,628	66,628

In 2018, the Company derecognized its remaining lithium property, and has been actively pursuing new opportunities in 2019 and 2020. The above results reflect an overall reduction in corporate activity.

LIQUIDITY AND CAPITAL RESOURCES

The condensed interim consolidated financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. Management uses judgment to assess the Company's ability to continue as a going concern and the conditions that cast doubt upon the use of the going concern assumption. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future.

At June 30, 2020, the Company had working capital of $6,491,827 (December 31, 2019 - $7,149,349) and has an accumulated deficit of $22,812,048. The Company has not yet reached a profitable level of production from its exploration activities. While the Company has been successful in obtaining financing in the past, there is no assurance that it will be able to continue to do so in the future. Additional financing will be required by the Company to explore and develop its mineral properties and to carry out the business development required to achieve a self-sustaining level of revenue.

The Company does not have self-sustaining revenues at this time and must rely on equity financing to fund working capital and to carry out its business goals.

The primary capital management objective of the Company is to ensure adequate working capital is available to fund both its exploration and development projects and its working capital requirements, while also seeking to minimize the risk-adjusted cost of capital.

Capital is raised and retained for the purposes and to the extent necessary to fund exploration and corporate overhead costs, subject to the availability of financing on acceptable terms. Given its objectives, the Company determines the amount of capital to be raised and retained based on the scope of its planned exploration activities and management's assessment of the expected availability of acceptably priced capital in future periods.

The Company defines capital as share capital. The Company's targeted capital structure at June 30, 2020 is 100% shareholders' equity. Management believes that such a capital structure is the most suitable for a pre-production exploration company.

The chief source of working capital is equity financing obtained through the sale of common shares and any related warrants. The Company from time to time may receive loans from related parties and trade credit, but such financial instruments are typically only supplementary to equity financings. In any case, the Company does not consider debt to be a sustainable source of capital, as in the absence of positive cash flows from operations; any debt obtained must be retired with funds raised through equity financing.

A significant measure used in assessing capital adequacy is the expected number of days of operations that can be funded from current working capital. Capital levels are deemed sufficient if they can fund the balance of the annual exploration and development goals and fund corporate overhead expenses in the near term. Management believes there is insufficient capital to carry out its planned activities over the next twelve months and thus, additional capital will need to be raised.

Equity financings will generally be limited to the extent that capital is available on acceptable terms. The acceptability of financing terms is generally determined by reference to the prevailing market price of the Company's shares. The terms on which the Company obtains financings are furthermore subject to the guidelines of the TSX-V.

There were no changes in the Company's approach to capital management during the three and six-month periods-ended June 30, 2020.

CONTRACTUAL OBLIGATIONS AND COMMITMENTS

The following is an analysis of the contractual maturities of the Company's financial liabilities as at June 30, 2020:

	Within one year	Between one and five years	Total
Trade payables	$ 165,173	$ -	$ 165,173
Lease obligation	$ 53,820	$ 116,639	$ 170,459

Jackfish Lake Project, Ontario, Canada

Pursuant to an option agreement, with an effective date of June 15, 2020, between the Company and a certain optionor (the "Optionor"), the Company can earn a 100% interest in certain gold claims comprising the Jackfish Lake Property located in Thunder Bay, Ontario.

To exercise the option, the Company is required to make the following future payments to the Optionor:

- Cash payments totaling $95,000, payable over four years as follows:
  - $15,000 on or before each of the first, second and third anniversaries of the date the TSX Venture Exchange approves the option agreement (the "Exchange Approval Date"); and
  - $50,000 on or before the fourth anniversary of the Exchange Approval Date.

- 1,600,000 common shares of the Company, issuable over four years as follows:
  - 500,000 common shares within 10 business days of the Exchange Approval Date;
  - an additional 200,000 common shares on or before each of the first, second and third anniversary of the Exchange Approval Date; and
  - an additional 500,000 common shares on or before the fourth anniversary of the Exchange Approval Date.

In addition, the Optionor will retain a 2% Net Smelter Royalty (the "NSR"), subject to the Company's right to purchase half of the NSR by paying $1,000,000 to the Optionor.

The above transaction is currently subject to TSX Venture Exchange review and acceptance, as well as other conditions precedents. There can be no assurance that the proposed transaction will be completed as proposed, or, at all.

RELATED PARTY TRANSACTIONS

The Company had the following transactions with related parties:

i. For the three and six-month periods-ended June 30, 2020, the Company incurred $30,000 and $60,000 of chief executive officer consulting fees respectively (three and six-months ended June 30, 2019 - $30,000 and $60,000 respectively) from a private company in which a director and officer is the private company's principle shareholder. These fees are included in consulting and management fees in the consolidated statement of loss. As at June 30, 2020, $10,500 is included in prepaids with respect to these fees.

ii. For the three and six-month periods-ended June 30, 2020, the Company incurred $36,000 and $72,000 of chief financial officer consulting fees respectively (three and six-months ended June 30, 2019 - $36,000 and $72,000 respectively) from an officer of the Company. These fees are included in consulting and management fees in the consolidated statement of loss. As at June 30, 2020, $12,600 is included in prepaids with respect to these fees.

iii. For the three and six-month periods-ended June 30, 2020, the Company incurred $36,000 and $72,000 of corporate development consulting fees respectively (three and six-months ended June 30, 2019 - $36,000 and $72,000 respectively) from a private company in which a director is the private company's principle shareholder. These fees are included in consulting and management fees in the consolidated statement of loss.

iv. For the three and six-month periods-ended June 30, 2019, the Company paid $3,424 and $7,026 respectively (three and six-months ended June 30, 2019 - $3,381 and $6,670 respectively) on behalf of a private company that shares certain directors and officers of the Company. The amounts paid result from office space expenses that the two companies share. At June 30, 2020, $26,152 is included in amounts receivable with respect to the amounts paid.

SHARE CAPITAL

Refer to note 10 of the condensed interim consolidated financial statements for the three and six-month periods-ended June 30, 2020 for more details of equity and changes during the period.

As at June 30 and August 31, 2020 the Company had 77,742,909 common shares, 1,500,000 stock options, and 11,114,576 warrants outstanding.

FINANCIAL RISK MANAGEMENT

The Company's activities expose it to certain financial risks, including credit risk, liquidity risk, and market risk. This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for managing risk.

a. Credit risk

Credit risk is the risk that a counterparty will fail to discharge an obligation and cause the Company to incur a financial loss. The Company's primary exposure to credit risk relates to its cash and cash equivalents held with a major financial institution and its accounts receivable which primarily consist of amounts to be received from the government.

Cash and cash equivalents consist of cash bank balances and term deposits. In order to manage credit risk, the Company holds cash balances and term deposits only with financial institutions with high credit ratings.

The Company's receivables are aged as follows:

Aging		June 30, 2020		December 31, 2019
Current (less than 90 days)	$	95,268	$	85,592
Past due (more than 90 days)		22,728		26,630
	$	117,996	$	112,222

Since the Company's receivables primarily consist of amount due from the government, the Company does not have an allowance for doubtful accounts as at June 30, 2020 or December 31, 2019, and believes all amounts will be collected in due course. The Company's historical expected credit loss is Nil. At June 30, 2020, the amount subject to credit risk relating to amounts receivable equates to their carrying value.

b. Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company ensures that there are sufficient funds to meet its short-term business requirements, taking into account its anticipated cash flows from operations and its holdings of cash.

The following is an analysis of the contractual maturities of the Company's financial liabilities as at June 30, 2020:

		Within one year		Between one and five years		Total
Trade payables	$	165,173	$	-	$	165,173
Lease obligation	$	53,820	$	116,639	$	170,457

c. Market risk

i. Foreign currency risk and sensitivity analysis

The Company is minimally exposed to foreign currency risk on fluctuations related to cash and trade payables and accrued liabilities that are denominated in USD. As at June 30, 2020, net financial assets totaling $4,700 (December 31, 2019- $6,000) were held in USD. The Company has not entered into any derivatives or contracts to hedge or otherwise mitigate this minimal exposure.

Based on the above net exposure as at June 30, 2020 and assuming all other variables remain constant, a 2% depreciation or appreciation of the USD against the Canadian dollar would result in an increase or decrease of approximately $95 (December 31, 2019 - $115) in the Company's loss and comprehensive loss.

ii. Commodity price risk

The nature of the Company's operations may expose the Company to commodity price risks when the Company begins production.

As at June 30, 2020, the Company has no derivative financial instruments. It may in the future enter into derivative financial instruments and in order to manage price risk, it will only enter into derivative financial instruments with highly rated investment grade counterparties.

iii. Interest rate risk

Interest rate risk is the risk the future cash flows will fluctuate as a result of changes in market interest rate. The Company is not exposed to interest rate risk as the Company had no interest-bearing debt as at June 30, 2020.

CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of consolidated financial statements in accordance with IFRS requires the Company to make judgments, apart from those involving estimates, in applying accounting policies. The most significant judgment in applying the Company's condensed interim consolidated financial statements is the determination of discount rates, and terms related to the Company's lease obligations.

OFF-BALANCE SHEET ARRANGEMENTS

As of the date of this filing, the Company does not have any off-balance sheet arrangements that have, or are reasonably likely to have, a current or future effect on the results of operations or financial condition of the Company, including, and without limitation, such considerations as liquidity and capital resources.

RISKS AND UNCERTAINTIES

The Company's principal activity is the acquisition and development of resource deposits. Companies in this industry are subject to many and varied kinds of risks, including but not limited to; environmental, fluctuating lithium prices, social, political, financial and economics. Additionally, few exploration projects successfully achieve development due to factors that cannot be predicted or foreseen. While risk management cannot eliminate the impact of all potential risks, the Company strives to manage such risks to the extent possible and practicable.

The risks and uncertainties are considered by management to be the most important in the context of the Company's business. The risks and uncertainties are not limited to but include risks associated with the Company's dependence on the exploration and evaluation assets are: geological exploration and development; changes in law; continued negative operating cash flow and the availability of additional funding as and when required; infrastructure; inflation; governmental regulation; environmental; hazards, insurance; uninsured risks; competition; currency fluctuations; labour and employment; joint ventures; contract repudiation; dependence on key management personnel and executives; and litigation risks.

FORWARD-LOOKING STATEMENTS

Statements herein that are not historical facts are forward-looking statements that are subject to risks and uncertainties. Words such as "expects", "intends", "may", "could", "should", "anticipates", "likely", "believes" and words of similar import also identify forward-looking statements. Forward-looking statements are based on current facts and analyses and other information that are based on forecasts of future results, estimates of amounts not yet determined and assumptions of management, including, but not limited to, the Company's ability to raise additional debt and/or equity financing to fund operations and working capital requirements. Actual results may differ materially from those currently anticipated due to a number of factors including, but not limited to, general economic conditions, the geology of lithium properties, lithium industry conditions, the Company's ability to generate sufficient cash flows from operations and financing to support general operating activities and capital expansion plans, and laws and regulations and changes thereto that may affect operations, and other factors beyond the reasonable control of the Company.

Management periodically reviews information reflected in forward-looking statements. The Company has and continues to disclose in its Management Discussion and Analysis and other publicly filed documents, changes to material factors or assumptions underlying the forward-looking statements and to the validity of the statements themselves, in the period the changes occur.

Historical results of operations and trends that may be inferred from the above discussions and analysis may not necessarily indicate future results from operations.

OTHER INFORMATION

Additional information on factors that may affect the business and financial results of the Company can be found on www.sedar.com.