

LABRADOR GOLD CORP.
Management's Discussion and Analysis ("MD&A")
For the Year Ended September 30, 2019

The following discussion and analysis of the results of operations and of the financial position of Labrador Gold Corp. ("Labrador Gold" or the "Company") is prepared as of January 27, 2020 and should be read in conjunction with the Company's audited financial statements and the notes thereto for the year ended September 30, 2019 ("fiscal 2019").

The financial information presented herein is expressed in Canadian dollars, except where noted.

The Company's financial statements are reported under International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB").

Overall Performance

Labrador Gold is a company involved in the acquisition and exploration of prospective gold projects in the Americas and is publicly traded on the TSX Venture Exchange ("TSX-V"). To date, the Company has not earned significant revenues and is considered to be in the exploration stage.

On September 5, 2017, the Company entered into a Letter of Intent ("LOI") that grants the Company the option to earn a 100% interest in the Ashuanipi, Nain and Hopedale properties, located in Labrador (the "Labrador Properties"). The Company is meeting the terms of the LOI in respect of Ashuanipi and Hopedale but has dropped the Nain property. Additional claims adjacent to Ashuanipi and Hopedale were staked in fiscal 2018 and are being earned under the terms of the LOI.

In December 2017, the Company changed its name to Labrador Gold to reflect its corporate focus on gold exploration in Labrador and its commitment to the systematic exploration of the Labrador Properties for gold. The Company retained the services of Roger Moss, CEO of the Company, on a full-time basis to further this corporate objective.

The Company also holds a 100% interest in the Borden Lake Extension Property (the "Borden Lake Property") located near Chapleau, Ontario, Canada.

At September 30, 2019, the Company had cash of \$403,466 (September 30, 2018: \$982,715) and working capital of \$270,648 (September 30, 2018: \$965,855).

The Company does not anticipate generating significant revenues in the near future and as a result, it will be required to continue raising funds in order to finance its ongoing property evaluation program and general and administrative expenses. This will most likely be accomplished through the sale of equity.

In fiscal 2019, the Company received proceeds of \$631,150 from the exercise of 4,855,000 warrants, entered into a shares-for-debt settlement with an arms' length party, in respect of online marketing services provided to the Company under which the Company issued an aggregate of 66,470 common shares valued at \$9,971 to settle debt of \$11,300 and recognized a gain on settlement of \$1,330, and issued 525,000 shares, valued at \$99,750, for the acquisition of unproven mineral right interests at the Labrador Properties.

In fiscal 2018, the Company received gross proceeds of \$1,757,000 from the sale of 8,785,000 units priced at \$0.20 per unit. Each unit consisted of one share and one warrant exercisable into one additional share at a price of \$0.30 to November 22, 2020. A further \$20,000 was raised from the sale of 80,000 flow-through units at a price of \$0.25 per unit, each unit consisted of one flow-through common share and one non-flow through warrant exercisable into one additional share at a price of \$0.35 to November 22, 2020. Finders fees comprised of \$39,120 in cash and 285,600 warrants of the Company valued at \$39,239 were issued in connection with this private placement.

Also in fiscal 2018, the Company received gross proceeds of \$2,624,500 from the sale of 10,498,000 units priced at \$0.25 per unit. Each unit consisted of one share and one-half warrant. Each whole warrant is exercisable into one additional share at a price of \$0.35 to July 23, 2020. A further \$375,600 was raised from the sale of 1,252,000 flow-through units at a price of \$0.30 per unit. Each flow-through unit consisted of one flow-through common share and one-half non-flow through warrant. Each whole non-flow through warrant is exercisable into one additional share at a price of \$0.40 to July 23, 2020. Finders fees comprised of \$180,127 in cash and 440,844 warrants of the Company valued at \$69,169 were issued in connection with this private placement. The Company also incurred \$7,500 in share issuance expense.

In the same fiscal year, the Company issued 1,950,000 shares, valued at \$394,500, for the acquisition of unproven mineral right interests at the Labrador Properties and received proceeds of \$290,750 from the exercise of 1,975,000 warrants, and \$37,500 from the exercise of 450,000 options. In conjunction with the options being exercised the Company reclassified \$32,230 of previously recorded share-based compensation from share-based payments reserve to share capital. The Company also entered into a shares-for-debt settlement with an arms' length party, in respect of exploration work provided to the Company on the Labrador Properties. Pursuant to the settlement, the Company issued an aggregate of 578,327 common shares to settle debt of \$173,498 and recognized a gain on settlement of \$17,350. Finally, the Company recorded a reduction to share capital of \$66,600 associated with the tax recovery booked in respect of flow-through financings undertaken during the year.

Selected Annual Information

	Year ended September 30, 2019	Year ended September 30, 2018	Year ended September 30, 2017
Total revenues	\$-	\$-	\$-
Net loss	(569,597)	(621,110)	(155,866)
Loss per share	(0.01)	(0.02)	(0.01)
Diluted loss per share	(0.01)	(0.02)	(0.01)

	At September 30, 2019	At September 30, 2018	At September 30, 2017
Total assets	\$6,820,615	\$6,390,472	\$1,068,175
Total long-term liabilities	-	-	-
Cash dividends declared	-	-	-

Results of Operations

In fiscal 2019 Labrador Gold posted a net loss of \$569,597 or \$0.01 per share, compared to net loss of \$621,110 (\$0.02 per share) in fiscal 2018.

Expenses in fiscal 2019 included share-based compensation of \$353,354 (2018: \$314,120), shareholder communications of \$40,315 (2018: \$163,571), consulting and management fees of \$105,000 (2018: \$98,375), regulatory and transfer fees of \$21,869 (2018: \$55,671), professional fees of \$22,603 (2018: \$40,323) and office and miscellaneous expenses of \$30,625 (2018: \$33,000). In 2019, the Company also recorded other income of \$2,839 (\$nil in fiscal 2018) and a gain on forgiveness of debt of \$1,330 (fiscal 2018: \$17,350).

From time to time, the Company may acquire or dispose of mineral right interests pursuant to the terms of option agreements. Since options are exercisable entirely at the discretion of the optionee, the amounts payable or receivable are not recorded as assets but as resource property costs or recoveries when the payments are made or received.

Unproven Mineral Right Interests

Ownership in mineral right interests involves certain inherent risks due to the difficulties of determining and obtaining clear title to claims as well as the potential for problems arising from the ambiguous conveyance history of many mineral right interests. The Company has investigated ownership of its mineral right interests and, to the best of its knowledge, ownership of its interests are in good standing.

	September 30, 2019	September 30, 2018
Labrador Properties		
Acquisition	1,174,952	850,203
Deferred exploration	4,260,378	3,366,009
	5,435,330	4,216,212
Borden Lake Property		
Acquisition	314,185	314,185
Deferred exploration	602,176	601,460
	916,361	915,645
	6,351,691	5,131,857

Labrador Properties

On September 5, 2017, the Company entered into a Letter of Intent ("LOI") that grants the Company the option to earn a 100% interest in the Ashuanipi, Nain and Hopedale properties, located in Labrador (the "Labrador Properties"). The terms of the LOI are the following:

- On receipt of TSX-V approval: payment of \$75,000 and issuance of 450,000 shares in respect of each of the three Labrador Properties (completed);
- On or before September 5, 2018: payment of \$100,000 and issuance of 300,000 shares in respect of each property (completed with the payment of \$200,000 and issuance of 600,000 shares on the Ashuanipi and Hopedale properties, as the Company dropped its option on the Nain property);
- On or before September 5, 2019: payment of \$150,000 and issuance of 350,000 shares in respect of each property (completed with the payment of \$75,000 and issuance of 175,000 shares on the Ashuanipi property and payment of \$150,000 and issuance of 350,000 shares on the Hopedale property);
- On or before September 5, 2020: payment of \$175,000 and issuance of 400,000 shares in respect of each property; and

- On or before September 5, 2021: payment of \$250,000 and issuance of 500,000 shares in respect of each property

The vendors of the Labrador Properties retain a 2% net smelter return (“NSR”) royalty, half of which may be bought back by the Company at any time for \$2 million plus \$1 per ounce of gold in measured and indicated resources. An advance royalty of \$25,000 per annum for each property will be payable starting in 2023.

In January 2018, additional claims contiguous to the Ashuanipi property were staked and are being earned by the Company under the terms of the LOI. The Company also staked additional claims contiguous to the Ashuanipi property.

In May 2018, additional claims at the Hopedale property were staked and are being earned by the Company under the terms of the LOI.

Borden Lake Property

The Company has a 100% undivided interest in the Borden Lake Property located near Chapleau Ontario. The 1,598-hectare property lies immediately east of Goldcorp's Borden Lake gold project. The original vendors of the Borden Lake Property retain a 2% net smelter return (“NSR”) royalty, half of which may be bought back by the Company for \$1 million at any time.

The Company also entered into an option agreement to earn a 100% interest in six claims located to the south of the Property (the “Additional Claims”). The terms of the option were completed in the year ended September 30, 2017.

Exploration Activity – Q4-2019

Roger Moss, Ph.D, P.Geo, a Qualified Person under National Instrument 43-101 has approved the scientific and technical disclosure in this MD&A, and has verified the data disclosed.

During Q4-2019, Labrador Gold conducted field work on the Hopedale and Ashuanipi properties in Labrador with the goal of outlining drill targets. Several specific target areas were highlighted on each property for detailed follow up.

Hopedale Project, Eastern Labrador

At the Hopedale project, 30 kilometers southwest of the village of Hopedale, eight high gold potential areas were highlighted for follow up based on geology, geophysics and results of soil and rock sampling, including gold values from less than detection to 11.4 g/t in rock and up to 2.2 g/t in soil. The eight areas cover more than 30km of prospective stratigraphy along the Florence Lake greenstone belt. Anomalous gold in soil and rock occurs over strike lengths of 5km in the Thurber Dog area, 4.8km in the Misery area and 4km in the Jasmine area.

Follow up work started in July and included detailed geological mapping, rock sampling and magnetic-VLF geophysical surveys of the eight high potential areas. Sampling of the prospective areas resulted in 201 rock samples with gold values ranging from below the detection limit of 5 parts per billion (ppb) to 8.26 grams per tonne (g/t) in selected grab samples. The highest gold values were from three samples taken at the site of a new mineralized showing discovered shortly after the start of field work (see News Release dated July 26, 2019). The showing is located approximately 500 metres north, and along strike of, the Thurber Dog gold occurrence where previous Labrador Gold rock sampling returned values up to 7.87 g/t Au. Mineralization is comprised of disseminated to semi-massive pyrite

and arsenopyrite hosted by felsic metavolcanic rocks with pervasive iron oxide alteration. The three samples from the occurrence assayed 1.67 g/t Au, 2.83 g/t Au and 8.26 g/t Au.

Anomalous gold values were also found in samples from elsewhere in the targeted areas and range from 0.11 g/t Au to 0.6 g/t Au. To date the company has collected 12,510 soil samples, 414 lake sediment samples and 834 rock samples along the length of the greenstone belt.

The area around the Thurber Dog showing continues to demonstrate excellent potential for gold mineralization over 900m of strike length which will be targeted during 2020 with detailed work followed by an initial drill program

Ashuanipi Project, Western Labrador

At the Ashuanipi project, located 35 kilometers south of the Quebec town of Schefferville, five areas of high gold potential were outlined ranging from 0.8 to 1.8km in length based on the gold in rock and soil samples. Gold values ranging from below detection to 2.5g/t in rock and 8.9g/t in soil occur within these five areas. The anomalous gold values are typically associated with magnetic highs, and not with specific rock types suggesting a structural control on the mineralization. Initial follow up work comprised of geological mapping, rock sampling, infill soil sampling and ground magnetic-VLF surveys over the areas began in late June.

The infill soil sampling defined an anomalous gold zone near the site of a soil sample taken in 2018 that assayed 8,973ppb gold. The anomalous zone measures approximately 450 metres by 450 metres and is defined by soil samples ranging from below detection up to 1,190ppb gold, in addition to the previous high-grade sample, and rock samples from below detection up to 2,353 ppb Au (2.35g/t). The 2.35g/t rock sample lies approximately 450m northwest of the high-grade soil sample within a 200m by 100m gold in soil anomaly with values ranging from 40ppb to 778ppb gold. The area was also covered by a ground magnetic and VLF-EM (very low frequency electromagnetic) survey.

A second area also shows potential, with rock samples grading from below detection to 0.68g/t gold and 10 samples showing values greater than 0.1g/t gold over an area of 200m by 120m within a larger anomalous area of gold in soil. The gold mineralization is associated with garnet-bearing gossanous gneiss. Further work in the area, including more detailed soil sampling and a VLF-magnetic survey will enable better definition of the anomalous zone.

Work on the Ashuanipi Project was halted following a request to stop further exploration received from members of the Matimekush-Lac John First Nation in Schefferville, Quebec. The company is currently waiting for the result of a court challenge to the election of the Matimekush-Lac John Chief and Council in order to resume discussions regarding restarting exploration at the Project.

Summary of Quarterly Results (IFRS)

	Qtr. ended	Qtr. ended	Qtr. ended	Qtr. ended
	Sept. 30, 2019	June 30, 2019	March 31, 2019	Dec. 31, 2018
Total revenues	\$-	\$-	\$-	\$-
Net loss	(214,311)	(215,618)	(69,502)	(70,166)
Loss per share	-	(0.01)	-	-
Diluted loss per share	-	(0.01)	-	-

	Qtr. ended	Qtr. ended	Qtr. ended	Qtr. ended
	September 30, 2018	June 30, 2018	March 31, 2018	Dec. 31, 2017
Total revenues	\$-	\$-	\$-	\$-
Net loss	(60,772)	(95,659)	(88,790)	(375,889)
Loss per share	(0.01)	-	-	(0.01)
Diluted loss per share	(0.01)	-	-	(0.01)

Liquidity and Capital Resources

Labrador Gold is a development-stage company that currently does not generate significant revenues and does not anticipate doing so in the near future.

Labrador Gold held cash of \$403,466 at September 30, 2019, compared to \$982,715 at September 30, 2018.

The Company had working capital of \$270,648 on September 30, 2019, compared of \$965,855 on September 30, 2018.

The Company is not subject to debt covenants.

Transactions with Related Parties

As at September 30, 2019, the Company's related parties consist of a company controlled by the Company's Chief Executive Officer ("CEO") and a company controlled by the Company's Chief Financial Officer ("CFO").

	Nature of Transaction
Moss Explorations Services	Management
Delphis Financial Strategies Inc.	Management

The Company entered into the following transactions with related parties:

- i. During the year ended September 30, 2019, the Company incurred management and consulting fees of \$21,000 (2018: \$12,000) paid to a company controlled by the Company's CFO and \$84,000 (2018: \$75,225) paid to a company controlled by the Company's CEO.
- ii. During the year ended September 30, 2019, the Company incurred geological consulting fees of \$9,000 (2018: \$6,375) paid to a company controlled by the Company's CEO.
- iii. Amounts due to related parties are unsecured, non-interest bearing and due on demand.
- iv. Management fees to the Company's CEO are paid pursuant to a consulting agreement under which Moss Exploration Services receives a monthly fee of \$8,000. The Company can terminate the agreement with three months' notice, or payment of the fees during the termination period in lieu of notice.

These transactions occurred in the normal course of operations and were measured at fair value as determined by management.

Critical Accounting Estimates

The most significant estimates are related to the physical and economic lives of unproven mineral right interests, and their recoverability.

Subsequent Events

In October 2019, the Company extended the expiry date of 8,785,000 warrants exercisable at \$0.30 and 285,600 finders' warrants exercisable at \$0.30 to November 22, 2020.

Other MD&A Requirements

As of January 27, 2020, the Company has outstanding a total of 57,039,022 shares, 4,480,000 options with a weighted average exercise price of \$0.19 per share and 15,616,484 warrants with a weighted average exercise price of \$0.32 per share. Additional information is available at the Company's website at www.labradorgold.com. To view the public documents of the Corporation, please visit the Corporation's profile on the SEDAR website at www.sedar.com.

Cautionary Statement on Forward Looking Information

This MD&A contains certain forward-looking information and statements as defined in applicable securities laws (collectively referred to as "forward-looking statements"). These statements relate to future events or our future performance. All statements other than statements of historical fact are forward-looking statements. The use of any of the words "anticipate", "plan", "continue", "estimate", "expect", "may", "will", "project", "predict", "potential", "should", "believe" and similar expressions is intended to identify forward-looking statements. These statements involve known and unknown risks, uncertainties and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking statements. These statements speak only as of the date of this MD&A. These forward-looking statements include but are not limited to, statements concerning:

- our strategies and objectives;
- prices and price volatility for commodities and of materials we use in our operations;
- the demand for and supply of commodities and materials that we use and plan to produce and sell;
- our financial resources;
- interest and other expenses;
- domestic laws affecting our operations;
- our tax position and the tax rates applicable to us;
- decisions regarding the timing and costs of construction and production with respect to, and the issuance of, the necessary permits and other authorizations required for any proposed projects;
- our planned future production levels;
- potential impact of production and transportation disruptions;
- our planned capital expenditures and estimates of costs related to environmental protection;
- our future capital and production costs, including the costs and potential impact of complying with existing and proposed environmental laws and regulations in the operation and closure of our operations;
- our financial and operating objectives;
- our environmental, health and safety initiatives;
- the outcome of legal proceedings and other disputes in which we may be or become involved; and
- general business and economic conditions.

Inherent in forward-looking statements are risks and uncertainties beyond our ability to predict or control, including risks that may affect our operating or capital plans; risks generally encountered in the permitting and development of mineral projects such as unusual or unexpected geological formations, unanticipated metallurgical difficulties, delays associated with permit appeals, ground control problems, adverse weather conditions, process upsets and equipment malfunctions; risks associated with labour disturbances and availability of skilled labour and management; fluctuations in the market prices of our principal commodities, which are cyclical and subject to substantial price fluctuations; risks created through competition for mining projects and properties; risks associated with lack of access to markets; risks associated with mine plan estimates; risks posed by fluctuations in exchange rates and interest rates, as well as general economic conditions; risks associated with environmental compliance and changes in environmental legislation and regulation; risks associated with our dependence on third parties for the provision of critical services; risks associated with non-performance by contractual counterparties; title risks; social and political risks associated with our operations; risks of changes in laws affecting our operations or their interpretation; and risks associated with tax reassessments and legal proceedings.

Actual results and developments are likely to differ, and may differ materially, from those expressed or implied by the forward-looking statements contained in this MD&A. Such statements are based on a number of assumptions which may prove to be incorrect, including, but not limited to, assumptions about:

- general business and economic conditions;
- interest rates;
- changes in commodity prices;
- acts of government and the outcome of legal proceedings;
- the supply and demand for, deliveries of, and the level and volatility of commodities and products used in our operations;
- the timing of the receipt of permits and other regulatory and governmental approvals;
- changes in credit market conditions and conditions in financial markets generally;
- the availability of funding on reasonable terms;
- our ability to procure equipment and operating supplies in sufficient quantities and on a timely basis;
- the availability of qualified employees and contractors for our operations;
- our ability to attract and retain skilled staff;
- engineering and construction timetables and capital costs for our projects;
- costs of closure of various operations;
- market competition;
- the accuracy of our mine plan estimates (including, with respect to size, grade and recoverability) and the geological, operational and price assumptions on which these are based;
- tax benefits and tax rates;
- the resolution of environmental and other proceedings or disputes; and
- our ability to obtain, comply with and renew permits in a timely manner.

We caution you that the foregoing list of important factors and assumptions is not exhaustive. Other events or circumstances could cause our actual results to differ materially from those estimated or projected and expressed in, or implied by, our forward-looking statements. Except as required by law, we undertake no obligation to update publicly or otherwise revise any forward-looking statements or the foregoing list of factors, whether as a result of new information or future events or otherwise.