

SPC Nickel Corp.
Management Discussion & Analysis
For the Three Month Period Ended November 30, 2021

The following is management's discussion and analysis ("MD&A") of the financial condition and interim results of operations of SPC Nickel Corp. ("SPC" or the "Company") for the three months ended November 30, 2021. This discussion and analysis should be read in conjunction with the Company's November 30, 2020 interim financial statements and attached notes, as well as the financial statements, notes, and MD&A for the year ended August 31, 2021, including the section on risks. This MD&A was prepared as of January 19, 2022.

The Company's reporting currency is the Canadian dollar and all monetary amounts in this MD&A are expressed in Canadian dollars unless otherwise stated.

INTERNAL QUALIFIED PERSON AND QUALITY CONTROL/QUALITY ASSURANCE

Grant Mourre, P.Geo., President of the Company, is a Qualified Person as defined under National Instrument 43-101 and has reviewed and approved the technical information contained in this MD&A.

OVERVIEW OF THE COMPANY

SPC is a mineral exploration company that is focused on exploring for nickel in the Sudbury Mining District of Ontario. The Company has spent approximately \$10MM on exploration to date and is currently exploring its key 100% owned exploration projects Aer-Kidd and Lockerby East, both located in the heart of the historic Sudbury Mining Camp, a camp closely controlled by Vale, KGHM and Glencore. The Company also owns 100% of the mining rights to the Owen Nickel project located south of Espanola, Ontario. The Company will continue to focus on advancing its key Sudbury Camp assets with a vision of discovering and delineating an economic orebody.

The business of exploration and mining involves a high degree of risk and there can be no assurance that the Company's exploration programs will result in profitable mining operations. The Company's continued existence is dependent upon the discovery of economically recoverable reserves and resources, securing and maintaining title and beneficial interest in the properties, the ability to obtain the necessary financing to complete exploration, development and construction of a mine and processing facilities, obtaining certain government approvals and attaining profitable production. There can be no assurance that the Company will be able to raise sufficient funds as and when required.

The Company's financial statements are prepared on a going concern basis, which assumes the realization of assets and liquidation of liabilities in the normal course of the Company's business. The application of the going concern concept is dependent on the Company's ability to obtain financing to continue its operations.

The Company presently has no known quantifiable mineral deposits that justify exploitation and activities completed by the Company constitute exploratory searches for economic mineral deposits.

CORPORATE ACTIVITIES

During the most recently completed quarter, the Company acquired a large comprehensive database related to the exploration of the Muskox Intrusion, located in the Territory of Nunavut. The proprietary database, which is exclusive to SPC, represents over 15 years of exploration and four multi-year programs dating back to 1955. It is estimated by the Company that an equivalent of 20 million dollars in modern exploration expenditure were previously incurred in the compilation of this database. Further details regarding the Muskox database acquisition, and the associated property acquisition, are provided below.

MINERAL PROPERTIES, ACTIVITY AND PLANS

OVERVIEW OF PROJECTS

AER-KIDD PROPERTY

SPC owns 100% of the mining rights for the Aer-Kidd Property that is located approximately 20 kilometres southwest of Sudbury, Ontario, along the Worthington Offset Dyke. The property consists of 5 mining patents (mining rights only) representing approximately 403 hectares.

The property remains subject to a pre-existing underlying agreement that provides a 3% Net Smelter Return royalty (“NSR”) royalty to SPG Royalties Inc. (the “Aer-Kidd Royalty”) of which one half of the Aer-Kidd Royalty, or a 1.5 % net smelter returns royalty, can be purchased for \$1,250,000. The Aer-Kidd Royalty includes advanced royalty bi-annual payments of \$50,000 which are deductible from future royalty payments based on production from the Aer-Kidd Property. SPC also holds an option to purchase 100% of the property surface rights from the City of Greater Sudbury at any time prior to December 31, 2024 for a cash payment of \$250,000 and a further cash payment of \$250,000 if a mine is brought into commercial production on the Aer-Kidd Property.

LOCKERBY EAST PROPERTY

The Lockerby East Property is located approximately 20 kilometres west of Sudbury, Ontario within the southwest corner of the Sudbury Basin, and consists of approximately 397 hectares of freehold patents. The Lockerby East Property includes 100% of the Lockerby East and South patents as well as a 100% interest in the West Graham Property.

The Company owns 100% interest in the Lockerby East property. The property consists of freehold patents located in the south range of the Sudbury Igneous Complex (“SIC”), Sudbury, Ontario including 100% of the Lockerby patents and 100% of the West Graham Property subject to a 1% NSR to the previous owner of the West Graham portion of the Property.

OWEN NICKEL PROPERTY

SPC owns 100% of the mining rights of the 764 hectares property located 70 kilometres west of Sudbury Ontario near Espanola. The property consists of 3 mining patents (47.5 hectares) and 716 hectares of crown mining claims.

JANES PROPERTY

On July 5, 2020, the Company entered into an option agreement to acquire a 100% interest in the Janes Property (the “Janes Option Agreement”). To earn a 100% interest in the Janes Property, the Company must pay \$335,000 in cash over five years, issue \$155,000 worth of Common Shares over five years and expend work commitments totaling \$227,000 over five years. To date, the Company has made cash payments and share issuances of \$22,000 and \$13,500, respectively, and has fulfilled the entire work commitment. Upon the Company vesting a 100% interest in the Janes Property, the optionors would retain a 2% NSR of which the Company can purchase the first 1% for \$1,000,000 and the remaining 1% for an additional \$500,000 up to the point of commercial production. Portions of the Janes Property remain subject to a pre-existing underlying agreement that provides a 1% NSR to a previous owner, of which all of the 1.0% NSR can be purchased for \$1,000,000. Under the terms of the Janes Option Agreement, the maximum allowable NSR to the Optionors on any portion of the Janes Property is 2%. On claims containing the pre-existing 1% NSR, the NSR awarded to the Optionors is reduced from 2% to 1%, of which the Company can purchase the first 0.5% for \$500,000 and the remaining 0.5% for an additional \$500,000 up to the point of commercial production.

As at November 30, 2021, the Janes property consists of 95 staked mining claims for a total of 2,888 hectares.

MUSKOX PROPERTY

In September, 2021, the Company staked 11 mining claims (totaling 13,327 hectares) and obtained 2 prospecting permits (totaling 30,350 hectares) (collectively, the “Muskox Property”) in respect of exploration properties located within the Muskox Intrusion in the Kitikmeot Region of Nunavut. Additionally, in a separate transaction, the Company acquired a 100% interest in a database related to the Muskox Intrusion in exchange for cash payment of \$94,600 (US\$75,000) and 100,000 warrants exercisable into common shares at an exercise price of \$0.20 per warrant for a period of three years from the effective date.

EXPLORATION HIGHLIGHTS

AER-KIDD PROPERTY

From August through to November 2019, SPC completed 4,669 metres (3,936 metres cored) in eight holes testing the mineral potential of the area down-dip of the Robinson Mine. Holes AK-19-031 to 036 were designed to test the down-dip potential of the Robinson Mine from the lowest level of the mine (350 metres) down to a vertical depth of 650 metres.

Highlights from the drilling include:

- Drill hole AK-19-032 intersected mineralization over 4.65 metres containing 1.07% Ni, 1.09% Cu and 0.98 g/t PGM (0.60 g/t Pt, 0.23 g/t Pd, 0.16 g/t Au) from 355.35-360.00 metres including a higher grade section of 2.70% Ni, 2.17% Cu and 1.17 g/t PGM (0.96 g/t Pt, 0.10 g/t Pd, 0.11 g/t Au) over 1.60 metres.
- Drill hole AK-19-034 intersected mineralization over 12.95 metres containing 0.32% Ni, 1.17% Cu and 1.14 g/t PGM (0.39 g/t Pt, 0.47 g/t Pd, 0.28 g/t Au) from 662.60-675.55 metres including a higher grade section of 0.61% Ni, 2.77% Cu and 1.99 g/t PGM (0.29 g/t Pt, 0.98 g/t Pd, 0.73 g/t Au) over 3.55 metres.
- Drill hole AK-19-035 intersected mineralization over 22.45 metres containing 0.54% Ni, 0.41% Cu and 3.83 g/t PGM (0.97 g/t Pt, 0.79 g/t Pd, 2.08 g/t Au) from 430.95-453.40 metres including a higher grade section of 3.20% Ni, 0.97% Cu and 77.68 g/t PGM (9.64 g/t Pt, 7.34 g/t Pd, 60.70 g/t Au) over 0.65 metres.

From November 2019 through to February 28, 2021, there were no substantive exploration activities completed on the Aer-Kidd Property.

In March of 2021 the Company commenced drilling on the Aer-Kidd Property. The planned program consists of an estimated 15,000 metres of diamond drilling designed to test the Aer-Kidd Property for Ni-Cu-PGM mineralization hosted within the Worthington Offset dyke.

On June 2, 2021, the Company announced initial assay results from two holes drilled down-dip of the past producing Robinson Mine and also provided an update on drilling activities.

Highlights from the drilling include:

- Drill hole AK-21-037 intersected mineralization over 1.96 metres containing 0.59% Ni, 0.55% Cu and 0.19 g/t PGM (0.07 g/t Pt, 0.06 g/t Pd, 0.06 g/t Au) from 340.74-342.70 metres; and
- Drill hole AK-21-039 intersected mineralization over 28.85 metres containing 0.35% Ni, 0.42% Cu and 0.62 g/t PGM (0.25 g/t Pt, 0.28 g/t Pd, 0.09 g/t Au) from 532.90-561.75 metres. Included in this were several narrower high-grade sections such as 4.28% Ni, 1.06% Cu and 2.66 g/t PGM (2.46 g/t Pt, 0.11 g/t Pd, 0.10 g/t Au) over 0.33 metres from 546.93-547.26 metres.

As of the end of November, 2021 a total of 12,099 metres in 19 holes of the planned program had been completed. Of this total, 6 holes and 742 metres were from holes that were abandoned before their intended target was intersected.

Exploration activities are ongoing on the Aer-Kidd Property.

JANES PROPERTY

The Janes Property is located 45 kilometres northwest of the City of Greater Sudbury (74 kilometres by road) and within hauling distance of the processing and smelting infrastructure located within Sudbury. The Janes Property was initially explored in 1969 by Kennco Exploration (Canada) Ltd., which reported both disseminated and massive Cu-Ni sulphide mineralization (PGM not reported) occurring near the base of a large Nipissing Diabase sill.

On September 14, 2020, the Company announced assays results from samples collected on the Janes Property. A total of 11 samples were collected from two historic surface trenches as part of the Company's due diligence process. Assay results returned encouraging levels of both base and precious metals with values ranging from 0.20 to 2.38 % Ni and 2.08 to 675 g/t Pd.

Also in September 2020, the Company completed a detailed channel sampling program at historic Trenches 1 and 4 on the Janes Property. The objective of the program was to collect continuous samples across the known mineralization in order to better determine the distribution and grade of the mineralization. A total of sixteen channels, ranging in length from 3.0 metres up to maximum length of 22.0 metres and with an aggregate length of 137.5 metres were completed across historic Trenches 1 and 4. A total of 273 samples each measuring 0.5 metres in length were collected.

Results from the channel sampling were encouraging and comparable to historically down-dip drill intersections reported by previous operator Pacific North West Capital Corp. (recently renamed to New Age Metals) between 1997-2001. Highlights from Trench 1 include 2.25 g/t Pd, 0.41 g/t Pt, 0.43 g/t Au, 1.09 wt.% Cu and 0.50 wt.% Ni over a continuous channel length of 22.0 metres. At Trench 4 highlights include 4.15 g/t Pd, 1.0 g/t Pt, 0.35 g/t Au, 0.66 wt.% Cu and 0.78 wt.% Ni over a continuous channel length of 6.0 metres. Results from channel sampling will be incorporated into the geological model and be used to help guide any future exploration programs on the property (see press released dated March 22, 2021).

In November 2020, the Company completed a detailed magnetometer survey and 3D distributed induced polarization survey across the recently completed field grid. The objective of the magnetometer and 3D Distributed Induced Polarization surveys were to perform a multidirectional reconnaissance of the area. The surveys were designed to investigate the geophysical signature of the known mineralization and to assist in the determination of the extent of the mineralization. Approximately 26 kilometres of current injection was performed at an interval between 25 metres and 50 metres. This survey area consisted of 574 injection locations over two setups that spanned a footprint of 2.04 square kilometres. The survey was performed between November 16th to 30th, 2020. The results indicated multiply high priority ability IP targets (Target A, B, C) across the exploration grid. Characteristics of these targets are as follows:

- Target A: Survey results show a NE-SW trending linear chargeability anomaly spanning 125 metres wide by 600 metres long in horizontal plan view that correlates well with the known mineralization in and around Trenches 1 and 4. Geologically, this area is interpreted to represent the eastern limb of a folded (anticline) mafic Nipissing sill where sulphide mineralization occurs near the SE dipping basal contact of the sill. All historic work completed to date on the Janes Property has focused on this area. In 1999, Pacific North West Capital Corp. ("PFN") completed two shallow holes beneath historic Trench 1. Hole JR99-01 drilled by PFN intersected 2.28 g/t Pd, 0.33 g/t Pt, 0.20 g/t Au, 1.01% Cu and 0.27% Ni over 18.05 metres from 32.0 – 50.05 m. Hole JR99-06 drilled by PFN intersected 2.08 g/t Pd, 0.33 g/t Pt, 0.30 g/t Au, 0.84% Cu and 0.27% Ni over 14.01 metres from 9.90 – 23.91 metres.
- Target B: Survey results show a large 300 metres by 450 metres chargeability anomaly in an area that has seen no previous exploration activities. The current geological model suggest that this area may be like the Target A area except on the opposite NW dipping limb of the folded Nipissing sill. It is also important to note that the anomaly appears to be open to the NW.
- Target C: Survey results show a broad zone of NW-SE trending chargeability anomalies that are proximal to an extensive NW-SE trending mafic dyke. It is unclear at this point how many of these discreet anomalies are related to the cross-cutting dyke, but it is interesting that some of the anomalies occur along the interpreted contact between the Nipissing sill and the regional sediments.

At the end of May 2021, the Company signed a drill contract with Les Forages Geo-Nord Inc. (Dolbeau-Mistassini, Quebec) for up to 1000 metres of drilling on the Janes Ni-Cu-PGM Property. The drill program will focus on testing a series of high-priority targets generated from the recently completed channel

sampling and ground geophysical programs. The objectives of the 2021 drill program are to: (a) define the extent and continuity of the Trench 1 mineralization, and (b) test the 'Target B' geophysical anomaly identified in the recently completed ground Induced Polarization survey.

In June 2021, the Company commenced drilling on the Janes Property. A total of 921 metres in 19 holes were completed (refer to Table 1). The Trench 1 drill program was designed to test the lateral and vertical continuity of the mineralized zone that is exposed at surface at the Trench 1 showing. The drill program consisted of 647 metres in 16 holes that ranged in depth from 27 to 51 metres and tested an area measuring approximately 75 metres by 45 metres. Mineralization at the Trench 1 area is dominated by disseminated sulphides, hosted within a hypersthene-bearing gabbro unit situated 10 metres above the basal contact of the Nipissing sill and the surrounding metasediments. Earlier this year, SPC Nickel completed a channel sampling program at the Trench 1 showing that returned 2.25 g/t Pd, 0.41 g/t Pt, 0.26 g/t Au, 1.09 % Cu and 0.50 % Ni over 22.00 metres.

Drill collar locations, azimuths and dips for drill holes completed at the Trench 1 area are detailed in the following Table 1.

Table 1: Trench 1 Drill Collar Locations (NAD 83 UTM Zone 17N)							
Drill hole	Easting	Northing	Elevation	Depth (m)	Dip	Azimuth	Location
JP-21-001	547205	5171348	252	51	-90	300	Trench 1
JP-21-002	547205	5171348	252	27	-45	300	Trench 1
JP-21-003	547205	5171348	252	27	-45	260	Trench 1
JP-21-004	547205	5171348	252	30	-45	200	Trench 1
JP-21-005	547215	5171360	251	36	-90	300	Trench 1
JP-21-006	547215	5171360	251	27	-45	300	Trench 1
JP-21-007	547215	5171360	251	27	-45	260	Trench 1
JP-21-008	547215	5171360	251	51	-45	200	Trench 1
JP-21-009	547225	5171358	250	45	-90	300	Trench 1
JP-21-010	547224	5171344	250	42	-90	300	Trench 1
JP-21-011	547223	5171344	250	51	-50	300	Trench 1
JP-21-012	547220	5171329	250	51	-90	300	Trench 1
JP-21-013	547219	5171329	250	51	-50	300	Trench 1
JP-21-014	547219	5171313	250	51	-90	300	Trench 1
JP-21-017	547226	5171287	254	30	-90	300	Trench 1
JP-21-018	547198	5171327	251	50	-90	300	Trench 1

Drilling at Janes has outlined a 50 metre (strike length) by 100 metre (dip extents) zone (see Table1) of high-grade mineralization that ranges in thickness from 6.5 to 25.0 metres (drill core length) within a larger low-grade halo. Mineralization is dominated by 5-10% fine to medium grained disseminated sulphides occurring within a well-defined zone of hypersthene-bearing gabbro. A discontinuous zone of high-grade breccia hosted mineralization is also observed in some of the historic drill holes (JR99-01) at the base of the main mineralized zone. Stringers and veins of massive chalcopyrite mineralization, with values of up to 10% Cu (over 0.25 metres) are reported in close association with altered fragments of country rock metasediments.

Assays results for drill holes completed at the Trench 1 area are detailed in the following Table 2.

Table 2: Assay results from the Trench 1 target area.

HOLE ID	INTERVAL			BASE METALS		PRECIOUS METALS					TOTAL METAL EQUIVALENT		
	From (m)	To (m)	Length (m)	Ni (%)	Cu (%)	Pt (g/t)	Pd (g/t)	Au (g/t)	Ag (g/t)	3E PGM (g/t)	Ni Eq (%)	Pd Eq (g/t)	Cu Eq (%)
JP-21-001	1.00	11.50	10.50	0.46	0.93	0.57	3.68	0.38	3.10	4.63	3.15	6.12	5.57
including	1.00	10.00	9.00	0.51	1.04	0.63	4.04	0.43	3.41	5.10	3.48	6.76	6.15
JP-21-002	1.85	8.50	6.65	0.40	0.83	0.56	3.90	0.63	2.90	5.09	3.23	6.27	5.71
including	1.85	5.50	3.65	0.602	1.23	0.813	5.68	1.05	4.28	7.54	4.78	9.28	8.45
JP-21-003	1.88	8.50	6.62	0.37	0.74	0.47	3.12	0.32	2.49	3.91	2.61	5.08	4.62
including	1.88	6.00	4.12	0.48	0.96	0.60	3.96	0.43	3.17	4.99	3.35	6.52	5.93
JP-21-004	1.70	15.50	13.80	0.25	0.55	0.28	1.75	0.24	1.86	2.27	1.61	3.14	2.85
including	1.70	9.50	7.80	0.39	0.86	0.42	2.58	0.37	2.84	3.37	2.44	4.73	4.31
JP-21-005	No significant mineralization encountered												
JP-21-006	No significant mineralization encountered												
JP-21-007	No significant mineralization encountered												
JP-21-008	19.00	27.00	8.00	0.20	0.37	0.28	2.00	0.13	1.63	2.41	1.55	3.01	2.74
JP-21-009	4.25	13.50	9.25	0.21	0.42	0.24	1.50	0.18	1.78	1.92	1.34	2.61	2.37
JP-21-010	2.90	29.50	26.60	0.30	0.69	0.29	1.70	0.26	3.16	2.25	1.73	3.37	3.06
including	11.00	22.50	11.50	0.36	0.78	0.38	2.35	0.33	3.52	3.06	2.22	4.32	3.93
JP-21-011	2.60	19.00	16.40	0.33	0.70	0.30	1.76	0.29	2.31	2.35	1.81	3.51	3.20
including	7.00	14.00	7.00	0.52	1.09	0.46	2.83	0.48	3.40	3.77	2.87	5.58	5.08
JP-21-012	3.00	24.00	21.00	0.19	0.39	0.18	1.00	0.16	1.33	1.34	1.03	1.99	1.81
including	9.00	24.00	15.00	0.21	0.41	0.22	1.28	0.18	1.47	1.68	1.22	2.36	2.15
including	17.50	24.00	6.50	0.24	0.51	0.29	1.90	0.22	1.70	2.41	1.65	3.21	2.92
JP-21-013	6.50	18.20	11.70	0.23	0.50	0.26	1.56	0.22	1.52	2.04	1.45	2.83	2.57
including	13.50	18.00	4.50	0.28	0.59	0.37	2.45	0.23	1.80	3.05	2.04	3.97	3.61
JP-21-014	3.00	27.00	24.00	0.25	0.55	0.20	1.03	0.21	1.71	1.44	1.21	2.36	2.15
including	11.00	27.00	16.00	0.28	0.60	0.25	1.40	0.25	1.85	1.90	1.49	2.89	2.63
JP-21-017	22.50	28.00	5.50	0.16	0.30	0.06	0.13	0.09	2.92	0.28	0.45	0.88	0.80
JP-21-018	No significant mineralization encountered												

In April 2021, the Company announced the results of a 25.5 line-km ground 3D induced polarization geophysical survey. The results of the survey indicated a large 300 metre by 450 metre chargeability anomaly, located 500 metres west of the Trench 1 area. The area had seen no previous exploration activities with the current geological model suggesting that this area may be like the Target A area except on the opposite NW dipping limb of the folded Nipissing sill.

Two holes for a total of 273 metres were completed in this area with the objectives being to determine the source of the chargeability anomaly and to test the geological model that the Nipissing sill is folded and extends under the Huronian metasediments to the west.

Drill collar locations, azimuths and dips for drill holes completed at the Target B Program are detailed in the following Table 3.

Drill hole	Easting	Northing	Elevation	Depth (m)	Dip	Azimuth
JP-21-015	546688	5171370	253	162	-50	280
JP-21-016	546690	5171369	253	111	-50	100

In October, 2021, the Company completed a soil geochemical sampling program over the Trench 1 area. The objective of the survey was to serve as a baseline test case that, if the results were positive, could be applied across the rest of the Janes Property as an exploration technique. A total of 60 samples were collected for SGH (Soil Gas Hydrocarbon) analysis. These samples were submitted to Actlabs for analysis and interpretation. Results are pending. A total of 60 samples were collected for MMI (Mobile Metal Ions) analysis. These samples were submitted to SGS Canada Inc. for analysis and interpretation. Results are pending.

The following table details exploration and evaluation expenditures incurred during the reporting period.

	AER Kidd	Owen	Lockerby East	Janes	Muskox	Project Generation	Total
Continuity of project expenditures for the three months ended November 30, 2021							
Balance August 31, 2021	10,847,626	4,776	832,889	493,068	-	57,239	12,235,598
Option Payments	-	-	-	-	18,000	-	18,000
Other acquisition and holding costs	-	-	-	-	134,232	170	134,402
Total acquisition costs for the period	-	-	-	-	152,232	170	152,402
Assays logging, and sampling	26,279	-	-	2,521	-	-	28,801
Travel, accommodation, and meals	487	-	-	-	-	2	489
Drilling	724,434	-	-	-	-	-	724,434
Environmental	4,100	-	-	-	-	-	4,100
Equipment Rental	42,692	-	-	1,848	-	-	44,539
Field supplies and consumables	1,652	-	-	535	396	54	2,637
Field office	750	-	-	-	-	-	750
Payroll and Project Management	51,509	-	7,199	34,682	3,751	6,802	103,943
Surveys and line cutting	1,362	-	-	-	-	-	1,362
Vehicles	2,600	-	-	1,230	-	77	3,907
Exploration and evaluation expenditures for the period	855,865	-	7,199	40,816	4,146	6,936	914,962
Balance November 30, 2021	11,703,491	4,776	840,088	533,884	156,378	64,345	13,302,962
November 30, 2021 balance consists of							
Acquisition costs	2,162,233	3,366	618,356	38,100	152,232	8,176	2,982,463
Exploration expenditures	9,541,258	1,410	221,732	495,784	4,416	56,169	10,320,499
	11,703,491	4,776	840,088	533,884	156,378	64,345	13,302,962
Continuity of project expenditures for the three months ended November 31, 2020							
Balance August 31, 2020	8,306,560	4,776	444,019	12,380	-	55,122	8,822,857
Other holding costs	1,994	196	1,119	-	-	-	3,309
Total acquisition costs for the period	1,994	196	1,119	-	-	-	3,309
Meals, travel and accommodation	26	-	-	61	-	-	87
Assays logging sampling	-	-	-	878	-	-	878
Environmental	5,760	-	-	-	-	-	5,760
Equipment Rental	-	-	-	550	-	-	550
Field supplies and consumables	8	-	-	83	-	-	91
Field office	3,750	-	-	-	-	-	3,750
Payroll and Project Management	10,442	-	2,143	18,188	-	-	30,773
Stripping and trenching	-	-	-	11,975	-	-	11,975
Surveys and line cutting	-	-	-	104,037	-	-	104,037
Vehicles	95	-	-	899	-	-	994
Exploration and evaluation expenditures for the period	20,082	-	2,143	136,671	-	-	158,896
Balance November 30, 2020	8,328,636	4,972	447,281	149,051	-	55,122	8,985,062
November 30, 2020 balance consists of							
Acquisition costs	2,059,885	3,562	245,234	11,100	-	8,006	2,327,787
Exploration expenditures	6,268,751	1,410	202,047	137,951	-	47,116	6,657,275
	8,328,636	4,972	447,281	149,051	-	55,122	8,985,062

DISCUSSION OF OPERATIONS

SELECTED QUARTERLY FINANCIAL INFORMATION

Expenses for the three month period ended November 30, 2021 were \$1,199,395, compared to \$589,973 for the three month period ended November 30, 2020. The overall increase is mainly due to an increase in exploration expenditures being \$1,011,619 (as compared to prior year comparative amount of \$158,896), which was partially offset by a decrease in share based compensation of \$337,500. The increase in exploration expenditures is attributable to the active drill program at AER-Kidd in the most recently completed quarter, without a comparative active drill program ongoing during the quarter ended November 30, 2021. A breakdown of exploration expenditures incurred by property is presented in the table on the preceding page. Share based compensation decreased by \$337,500 in the quarter, as the Company granted stock options in the November 2020 quarter end, with a similar issuance having occurred during the current year comparative period. All other operating expenses remained materially unchanged as compared to the prior year comparative period.

A summary of selected unaudited financial information for the past eight quarters is presented below:

Three Months Ending (Unaudited)	November 30, 2021	August 31, 2021	May 31, 2021	February 28, 2021
Operating Expenses	(1,199,395)	(1,889,920)	(1,439,465)	(712,274)
(Loss) from Operations	(1,199,395)	(1,889,920)	(1,439,465)	(712,274)
Net (Loss) for the period	(1,194,199)	(1,711,921)	(1,293,080)	(712,257)
(Loss) per share – basic and fully diluted	(0.01)	(0.02)	(0.01)	(0.01)
Total Assets	4,142,492	6,084,383	7,752,068	8,463,970
Total Liabilities	426,589	1,299,626	1,364,191	783,013

Three Months Ending (Unaudited)	November 30, 2020	August 31, 2020	May 31, 2020	February 29, 2020
Operating Expenses	(589,973)	(185,239)	(47,233)	(189,351)
(Loss) from Operations	(589,905)	(185,235)	(45,311)	(189,257)
Net (Loss) for the period	(598,905)	(185,235)	(45,311)	(189,257)
(Loss) per share – basic and fully diluted	(0.01)	(0.00)	(0.00)	(0.00)
Total Assets	2,657,049	1,827,782	106,285	216,416
Total Liabilities	1,166,404	144,732	293,148	357,968

LIQUIDITY AND CAPITAL RESOURCES

As at November 30, 2021, the Company had cash balances of \$3,582,888 compared with \$5,335,752 as at August 31, 2021. The Company had current assets of \$3,962,110 and current liabilities of \$426,588, for net working capital of 3,715,904 as at November 30, 2021.

At present, the Company's operations do not generate cash flow and its financial success is dependent on management's ability to discover and develop economically viable mineral deposits and to raise money to support the discovery and development of such mineral deposits. The mineral exploration process can take many years and is subject to factors that are beyond the Company's control.

In order to finance the Company's exploration programs and to cover administrative and overhead expenses, the Company raises money through equity sales. Many factors influence the Company's ability to raise funds, including the health of the resource market, the climate for mineral exploration investment,

the Company's track record, and the experience and caliber of its management. Actual funding requirements may vary from those planned due to a number of factors, including the progress of exploration activities. Management believes it will be able to raise equity capital as required in the long term, but recognizes there will be risks involved that may be beyond their control. There is no assurance that new funding will be available at the times required or desired by the Company. See "Risk Factors". Currently, the Company holds exploration projects and it is anticipated that additional equity financing will be available going forward. Equity markets do fluctuate which could affect timing of future financings. The Company continues to source other avenues of financing, including strategic partnerships in relation to its non-material properties, which may reduce the Company's reliance on equity financing.

OUTSTANDING SHARE DATA

As at January 19, 2022, the Company had the following securities outstanding:

FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company's financial instruments consist of cash, receivables, and accounts payable and accrued liabilities. The fair values these financial instruments approximate their carrying values due to their short-term nature.

Credit Risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to cash and receivables. The Company maintains its cash with high-credit quality financial institutions, thus limiting its exposure to credit risk on such financial assets.

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 maintains sufficient cash balances to meet current working capital requirements. The Company is considered to be in the exploration and evaluation stage, thus, it is dependent on obtaining regular financings in order to continue its exploration and evaluation programs. Despite previous success in acquiring these financings, there is no guarantee of obtaining future financings. The Company's cash is available on demand for the Company's programs and is not invested in any asset-backed commercial paper. The Company believes it has sufficient cash resources to pay its obligations associated with its financial liabilities as at November 30, 2021.

Interest Rate Risk

The Company's exposure to interest rate risk arises from the interest rate impact on its cash. The Company's practice has been to invest cash at floating rates of interest, in cash equivalents, in order to maintain liquidity, while achieving a satisfactory return for shareholders. There is minimal risk that the Company would recognize any loss as a result of a decrease in the fair value of any guaranteed bank investment certificates included in cash, and restricted cash as they are generally held with large financial institutions.

Price Risk

The Company is not currently exposed to price risk, as it does not currently hold Investments in equity instruments.

OFF-BALANCE SHEET ARRANGEMENTS

The Company does not have any off-balance sheet arrangements such as guarantee contracts, contingent interests in assets transferred to unconsolidated entities or derivative financial obligations.

RISKS AND UNCERTAINTIES

Exploration for mineral resources involves a high degree of risk. The cost of conducting programs may be substantial and the likelihood of success is difficult to assess. In addition to exploration risk, the Company is faced with a number of other risk factors. See "Risk Factors" below.

TRANSACTIONS WITH RELATED PARTIES

Related party transactions conducted in the normal course of operations are measured at the exchange value (the amount established and agreed to by the related parties). The terms and conditions of the transactions with key management personnel and their related parties were no more favourable than those available, or which might reasonably be expected to be available, to similar transactions to non-key management personnel related entities on an arm's length basis.

Related parties include the Board of Directors, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions.

In accordance with IAS 24, key management personnel are those having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and non-executive) of the Company.

The remuneration of directors and key management of the Company for the periods ended November 30, 2021 and 2020 was as follows:

	<u>2021</u>	<u>2020</u>
Short term benefits	\$ 65,781	\$64,915
Share based payments	-	322,500
	<u>\$ 65,781</u>	<u>\$ 387,415</u>

Short term benefits are expensed as consultant fees and exploration and evaluation expenditures, as applicable.

During the three month period ended November 30, 2021, the Company also incurred cost reimbursements, management fees and exploration fees of \$Nil (November 30, 2020 - \$43,561) payable to Transition Metals Corp. ("TMC").

Included in accounts payable and accrued liabilities as at November 30, 2021, is \$10,919 (August 31, 2021 - \$2,783) owing to management and related companies. The amounts are unsecured, non-interest bearing, and are due on demand. Included in accounts receivable as at November 30, 2021, is \$5,919 (August 31, 2021 - \$6,479) receivable from TMC in respect of lease payments, which are unsecured, non-interest bearing, and due on demand

COMMITMENTS AND CONTINGENCIES

Environmental Contingencies

The Company's exploration activities are subject to various federal and provincial laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

Flow-through Expenditures

In connections with the completion of a flow through financing, the Company has indemnified the subscribers for any tax related amounts that become payable by the subscriber in the event that the Company does not meeting its expenditure commitments. As at November 30, 2021, the Company has fulfilled its entire expenditures commitments that otherwise were required to be incurred prior to December 2021.

RISKS FACTORS

The operations of the Company are speculative due to the high-risk nature of its business, which are the acquisition, financing, exploration and development of mining properties. These risk factors could materially affect the Company's future operating results and could cause actual events to differ materially from those described in forward-looking information relating to the Company. See "*Risk Factors*" in the Prospectus.

Outlook

The Company will continue to explore and develop its Sudbury properties with a primary near term focus on Aer-Kidd. The Company will also be advancing the Lockerby East and Janes properties, as well as initiating field work on the newly acquired Muskox property while continuing to pursue other Ni-PGM opportunities in Canada. The vision of the company is to build a publicly listed energy metals company focused on nickel and PGM opportunities in Canada.

Responsibility for financial statements

The information provided in this report, including information from the related financial statements, is the responsibility of management. In the preparation of these statements, estimates are sometimes necessary to make a determination of future values for certain assets or liabilities. Management believes such estimates have been based on careful judgements and have been properly reflected in the financial statements.

As part of the oversight role of the Board of Directors to ensure the Company's disclosures contain no misrepresentations, the Board as a whole reviews the interim and annual financial statements and MD&A prepared by management before approving them.

Additional Information

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

CAUTIONARY STATEMENT REGARDING FORWARD LOOKING INFORMATION

Except for statements of historical fact relating to SPC certain information contained herein constitutes forward-looking information under Canadian securities legislation. Forward-looking statements include, but are not limited to, statements with respect to the Company's proposed acquisitions and strategy, development potential and timetable of the Company's properties; the Company's ability to raise required funds; future mineral prices; mineralization projections; conclusions of economic evaluation; the timing and amount of estimated future exploration and development; costs of development; capital expenditures; success of exploration activities; mining or processing issues; currency exchange rates; government regulation of mining operations; and environmental risks. Generally, forward-looking statements can be identified by the use of forward-looking terminology such as "plans", "expects" or "does not expect", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates" or "does not anticipate", or "believes", or variations of such words and phrases or statements that certain actions, events or results "may", "could", "would", "might" or "will be taken", "occur" or "be achieved". Forward-looking statements are based on the opinions and estimates of management as of the date such statements are made. Estimates regarding the anticipated timing, amount and cost of exploration activities are based on previous industry experience and regional political and economic stability. Capital and operating cost estimates are based on extensive research of the Company, recent estimates of exploration costs and other factors that are set out herein. Forward-looking statements are subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of the Company to be materially different from those expressed or implied by such forward-looking statements, including but not limited to risks related to: unexpected events and delays during exploration and development;

acquisition risks; regulatory risks; revocation of government approvals; timing and availability of external financing on acceptable terms; actual results of current exploration activities; changes in project parameters as plans continue to be refined; future prices of minerals; accidents, labour disputes and other risks of the mining industry. Although management of the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking statements, there may be other factors that cause results not to be as anticipated, estimated or intended. There can be no assurance that such statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements. The Company does not undertake to update any forward-looking statements, except in accordance with applicable securities laws.