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 August 21, 2018 and should be read in conjunction with the Company's condensed interim financial statements for the three and nine months ended June 30, 2018 and the Company's audited consolidated financial statements and the notes thereto for the year ended September 30, 2017 ("fiscal 2017").

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 in the exploration stage.

On September 5, 2017, the Company entered into an option agreement to earn a 100% interest on the Ashuanipi, Nain and Hopedale properties, located in the Canadian province of Newfoundland and Labrador (the "Labrador Properties"). In January 2018, the Company staked 468 additional claims contiguous to the northern Ashuanipi claims.

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

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.

At June 30, 2018, the Company had cash of $347,536 (September 30, 2017: $140,959) and working capital of $170,828 (September 30, 2017: working capital of $127,192).

Subsequent to June 30, 2018, the Company completed a private placement for gross proceeds of $3,000,100 (refer to **Subsequent Events** in this MD&A).

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

Results of Operations – Three Months Ended June 30, 2018

In the three months ended June 30, 2018 ("Q3-2018") Labrador Gold posted a net loss of $95,659 or $nil per share, compared to a net loss of $8,830 ($nil per share) in the three months ended June 30, 2017 ("Q3-2017").

The most significant expenses in Q3-2018 were consulting and management fees of $34,733 (Q3-2017: $4,576), shareholder communications of $33,455 (Q3-2017: $569) and professional fees of $14,006 (Q3-2017: $303).

The increase in consulting and management fees resulted from the Company retaining Dr. Moss as President and CEO on a full-time basis effective January 1, 2018. Increased professional fees resulted from higher legal fees associated with the Company's ongoing activities. In addition, the Company has been actively communicating to shareholders and the investor community the strength and potential of the Labrador Properties. These efforts contributed to the Company's ability to close a private placement for gross proceeds of $3,000,100 subsequent to June 30, 2018.

Results of Operations - Nine Months Ended June 30, 2018

In the nine months ended June 30, 2018 ("YTD-2018") Labrador Gold posted a net loss of $560,338 or $0.02 per share, compared to a net loss of $148,792 ($0.01 per share) in the nine months ended June 30, 2017 ("YTD-2017").

The $411,546 increase in net loss in the comparative periods is explained fundamentally by an increase of $218,278 in share-based compensation (a non-cash expense), an increase of $71,956 in shareholder communications as a result of additional activities undertaken to present the Company's Labrador Properties to the investment community and an increase of $60,020 in management and consulting fees from having retained Dr. Moss on a full-time basis as of January 2018.

Unproven Mineral Right Interests

	June 30, 2018	September 30, 2017
Labrador Properties		
Acquisition	539,202	-
Deferred exploration	1,676,326	-
	2,215,528	-
Borden Lake Property		
Acquisition	314,185	314,185
Deferred exploration	601,460	600,674
	915,645	914,859
	3,131,173	914,859

Labrador Properties

On September 5, 2017, the Company entered into an option agreement to earn a 100% interest on the Labrador Properties. The terms of the option 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 Ashuanipi, Nain and Hopedale properties (completed);
- On or before September 5, 2018: payment of $100,000 and issuance of 300,000 shares in respect of each of the three Labrador Properties;
- On or before September 5, 2019: payment of $150,000 and issuance of 350,000 shares in respect of each of the three Labrador Properties;
- On or before September 5, 2020: payment of $175,000 and issuance of 400,000 shares in respect of each of the three Labrador Properties;

- On or before September 5, 2021: payment of $250,000 and issuance of 500,000 shares in respect of each of the three Labrador Properties;

The vendors of the Labrador Properties retain a 2% NSR royalty, half of which may be bought back by Labrador Gold 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, the Company staked a total of 468 claims contiguous with the original northern Ashuanipi claims.

In May 2018, the Company staked an additional 92 claims at the Hopedale property.

At June 30, 2018, the Company had incurred acquisition and exploration expenses of $2,215,528 on the Labrador Properties.

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.

At June 30, 2018, the Company had incurred acquisition and exploration expenses of $915,645 on the Borden Lake Property.

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.

Exploration Activity – Q3-2018

Work during Q3-2018, mostly consisted of preparing for the field work to be undertaken at Hopedale and Ashuanipi.

At Hopedale, the follow-up work that is now currently underway includes more detailed soil sampling as well as geological mapping and rock sampling of the Florence Lake belt. Specifically, work will target apparent offsets of stratigraphy, potential cross cutting structures apparent from magnetic data and fold hinges, all of which are known to be sites of gold mineralization in greenstone belts.

In addition to the regional work in the belt, detailed exploration will be undertaken in the Thurber Dog area. A compilation of results of historical work and those of Labrador Gold from 2017 shows a trend of gold anomalies in rock and soil over a 3km strike length in this northern portion of the belt.

At Ashuanipi, exploration during 2018 will initially comprise detailed soil sampling, geological mapping and rock sampling in areas of anomalous gold and will also cover potential extensions of the anomalies the ground staked in Quebec earlier this year. In addition, an airborne magnetic survey is planned to be completed over the property.

Recently released lake sediment data indicate that the Company's Ashaunipi gold project straddling the border of Labrador and Quebec covers half of the most anomalous gold values (greater than the 98th percentile) from 21,678 samples. The anomalous area covered by the Ashuanipi claims is even more significant when considering that known gold showings to the north are associated with significantly lower gold in lake sediment anomalies (see figures at www.labradorgold.com). The recently released lake sediment data is part of the Geological Survey of Canada's Geo-mapping for Energy and Minerals (GEM-2) program. As part of the program, 5,510 lake sediment samples from western and northern Labrador previously analyzed by various methods were re-analyzed by ICP-MS after aqua-regia digestion to merge with 26,727 samples from the adjacent region in Quebec.

Results of 2017 exploration over the Ashuanipi Project indicated gold anomalies in soils and lake sediments over a 15-kilometre-long by 2 to 6-kilometre-wide north-south trend and over a 14-kilometre-long by 2 to 4-kilometre-wide east-west trend on the northern claim block (see news release dated January 18, 2018). The anomalies appear to be broadly associated with magnetic highs and do not show any correlation with specific rock types on a regional scale. This suggests a possible structural control on the localization of the gold anomalies and interpretation is ongoing to define structural targets for follow up.

Also, during Q3-2018, the Company announced the staking of an additional 92 claims at the northern end of the Florence Lake greenstone belt, adjacent to the Thurber Dog area of known gold showings (see news release dated May 24, 2018). The 92 claims staked at the Hopedale project cover the northern portion of the Florence Lake greenstone belt that is open to staking. The new claims are immediately north of the Thurber Dog area where Labrador Gold has reported grab samples up to 7.87 g/t gold and where known occurrences have assayed 3.97 g/t over 5 metres in channel samples (see news release dated March 1, 2018). The addition of the new claims increases the total strike length of the horizon prospective for gold mineralization to 50 kilometres, all of which is controlled by Labrador Gold.

The technical content of the mineral property disclosure in this MD&A has been reviewed and approved by Roger Moss, Ph.D., P.Geo, a qualified person as defined by National Instrument 43-101. Except where noted the property disclosure in this MD&A has not been the subject of a National Instrument 43-101 report.

Summary of Quarterly Results (IFRS)

	Qtr. ended June 30, 2018	Qtr. ended March 31, 2018	Qtr. ended Dec. 31, 2017	Qtr. ended Sept. 30, 2017
Total revenues	$-	$-	$-	$-
Net loss	(95,659)	(88,790)	(375,889)	(7,074)
Loss per share	-	-	(0.01)	-
Diluted loss per share	-	-	(0.01)	-

	Qtr. ended June 30, 2017	Qtr. ended March 31, 2017	Qtr. ended Dec. 31, 2016	Qtr. ended Sept. 30, 2016
Total revenues	$-	$-	$-	$-
Net loss	(8,830)	(123,404)	(16,558)	(18,271)
Loss per share	-	(0.01)	-	-
Diluted loss per share	-	-	-	-

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 $347,536 at June 30, 2018, compared to $140,959 at September 30, 2017.

The Company had working capital of $170,288 at June 30, 2018 compared $127,192 on September 30, 2017.

The Company is not subject to debt covenants.

Share Issuances

On December 23, 2016, the Company received gross proceeds of $140,400 from the sale of 1,755,000 units priced at $0.08 per unit. Each unit consisted of one share and one warrant exercisable into one additional share at a price of $0.13 for a two-year period. A further $96,150 was raised from the sale of 1,068,334 flow-through shares at a price of $0.09 per share. Finders fees comprised of 155,400 shares of the Company were issued in connection with this private placement.

On February 2, 2017, the Company received gross proceeds of $310,000 from the sale of 3,875,000 units priced at $0.08 per unit. Each unit consisted of one share and one warrant exercisable into one additional share at a price of $0.13 for a two-year period. Finders fees comprised of 271,250 shares of the Company were issued in connection with this private placement.

In fiscal 2017, the Company issued 600,000 shares valued at $38,400 for the acquisition of unproven mineral right interests at the Borden Lake Property, received proceeds of $3,875 from the exercise of 77,500 warrants and received proceeds of $20,400 from the exercise of 340,000 options. The Company also reclassified $12,598 of previously recorded share-based compensation payment reserve amounts with the exercise of these options and recorded a reduction to share capital of $10,683 associated with the tax recovery booked in respect of flow-through financings undertaken in the year.

On November 22, 2017, 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 for a two-year period. A further $20,000 was raised from the sale of 80,000 flow-through units at a price of $0.25 per share. 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 for a two-year period. Finders fees comprised of $39,120 in cash and 285,600 warrants of the Company were issued in connection with this private placement.

YTD-2018, the Company issued 1,350,000 shares valued at $283,500 for the acquisition of unproven mineral right interests at the Labrador Properties (Note 4), received proceeds of 290,750 from the exercise of 1,975,000 warrants and received proceeds of $20,000 from the exercise of 200,000 options. The Company reclassified $16,680 of previously recorded share-based compensation payment reserve amounts with the exercise of these options. 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 at a a price of $0.30 per share, for a total amount of $173,498.

Transactions with Related Parties

As at June 30, 2018, the Company's related parties consist of a proprietorship controlled by the Company's Chief Executive Officer ("CEO") and a company controlled by the Company's Chief Financial Officer ("CFO").

The Company entered into the following transactions with related parties:

i. YTD-2018 the Company incurred management and geological consulting fees of $66,600 (YTD-2017: $43,651).

ii. YTD-2018, the Company incurred share-based compensation of $294,730 (YTD-2017: $33,345) which is the grant date fair value of options vested to directors and officers.

Amounts due to related parties are unsecured, non-interest bearing and due on demand.

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

Subsequent to June 30, 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 for a two-year period. A further $375,600 was raised from the sale of 1,252,000 flow-through units at a price of $0.30 per share. 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 for a two-year period. Finders fees comprised of $180,127 in cash and 780,500 broker units of the Company were issued in connection with this private placement.

Other MD&A Requirements

As of August 21, 2018, the Company has outstanding a total of 50,842,552 shares, 2,930,000 options with a weighted average exercise price of $0.15 per share and 20,971,484 warrants with a weighted average exercise price of $0.27 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.