



HINTERLAND METALS INC.

**INTERIM MANAGEMENT'S DISCUSSION AND ANALYSIS
QUARTERLY HIGHLIGHTS**

Nine months ended September 30, 2018

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The following interim management discussion and analysis – quarterly highlights (the “MD&A Highlights”) of the financial condition and results of the operations of Hinterland Metals Inc. (“Hinterland” or “the Company”) constitutes management’s review of the factors that affected the Company’s financial and operating performance for the nine months ended September 30, 2018 (“YTD Q3-18”). This MD&A should be read in conjunction with the Company’s financial statements for YTD Q3-18 and related notes and the annual MD&A as of December 31, 2017. The financial statements have been prepared in compliance with International Financial Reporting Standards (“IFRS”) and reported in Canadian dollars unless otherwise stated. Further information regarding the Company and its operations are filed electronically on the System for Electronic Document Analysis and Retrieval (SEDAR) in Canada and can be obtained from www.sedar.com.

1. NATURE OF ACTIVITIES

Hinterland is a mineral exploration company engaged in the acquisition and exploration of mineral resource properties. The Company is currently focusing its exploration activities within Canada on precious and base metal prospects, in Quebec and Ontario, and continues to evaluate, and will acquire, additional properties, as capital and opportunities present themselves.

2. OVERVIEW

The Company is pursuing financing alternatives to fund its operations and to continue its activities as a going concern. As of September 30, 2018, the Company had a negative working capital of \$41,996 (positive \$47,680 on December 31, 2017).

The expected exploration budget for 2018 was \$1.5 million but, due to the Destiny project being terminated, the Skyfall project being farmed out, and the current lack of investor interest in the junior exploration sector, it is unlikely that the Company will complete any significant exploration in 2018.

The Company reported a net loss of \$129,494 (\$89,396 in YTD Q3-17). The Company continues to restrain its administrative expenses. In YTD Q3-18, the disposal of exploration properties generated a \$83,647 gain (\$136,887 in YTD Q3-17). In YTD Q3-18, an unfavourable \$44,858 change in value of listed shares was recorded (\$9,081 favourable in YTD Q3-17), mostly relating to the shares received from CBLT Inc. (Beaufield Resources Inc. in YTD Q3-17).

The following warrant extensions were approved by the Exchange in May 2018:

Number of shares to be issued	Exercise price	Issuance date	Expiry date prior to the extension	Extended expiry date
	\$			
900,000	0.10	May 27, 2014	May 27, 2018	May 27, 2019
590,000	0.10	June 13, 2014	June 13, 2018	June 13, 2019
7,750,000	0.10	Aug. 17, 2016	August 17, 2018	Aug. 17, 2021
920,000	0.10	Sept. 7, 2016	Sept. 7, 2018	Sept. 7, 2021

3. OUTLOOK

Hinterland is focused on gold in the Abitibi Greenstone Belt (the “Abitibi”), which is Canada's most prolific mining region both in terms of historic and current mineral production. Over one hundred mines have contributed to impressive historical production statistics that include 18 billion pounds (8.2 million tonnes) of copper, 35 billion pounds (15.9 million tonnes) of zinc, 161 million ounces of gold and 900 million ounces of silver.

The Quebec Abitibi offers a better jurisdiction compared to the Ontario side due to strong government support for exploration and mining. This includes refundable tax credits, sensible permitting, proactive relations with First Nations, and access to low-cost hydroelectric power. Moreover the Quebec Abitibi is marked by perhaps the cheapest per metre drill costs in the world. Hinterland maintains an exploration office in Val-d’Or, Quebec where a full range of exploration services and supplies are available.

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3. OUTLOOK (CONT'D)

Hinterland is an explorer in spirit and unequivocally not a producer. However its guiding principle when selecting projects is a realistic path to production. Hinterland's mandate is to develop projects to the point where they are attractive to a mining company that has the administrative, financial, technical and operational capacity to put a gold deposit into production. Val-d'Or has surplus milling capacity at a number of facilities, and an extensive road network for hauling ore to these mills. Hinterland does not need to discover and develop a "world-class" gold mine. It only needs to define sufficient gold reserves that are attractive as an acquisition for a mining company with established operational capability in the Abitibi.

4. EXPLORATION ACTIVITIES

Details of exploration and evaluation assets for the nine months ended September 30, 2018

Areas of interest	Quebec	Total
	\$	\$
Balance, January 1, 2018	535,722	535,722
Acquisitions of mining rights:		
Staking and maintenance fees	10,002	10,002
Disposal	(15,353)	(15,353)
Write-off	(34,467)	(34,467)
Balance, September 30, 2018	495,904	495,904

Details of exploration and evaluation assets for the nine months ended September 30, 2017

Areas of interest	Quebec	Ontario	New Brunswick	Total
	\$	\$	\$	\$
Balance, January 1, 2017	569,229	-	3,920	573,149
Acquisitions of mining rights:				
Staking and maintenance fees	13,141	27,751	-	40,892
Exploration and evaluation expenses:				
Surface exploration	1,200	-	20,249	21,449
Stock-based compensation	6,544	-	-	6,544
Government grant	-	-	(8,000)	(8,000)
	7,744	-	12,249	19,993
Disposal	(3,187)	(27,751)	-	(30,938)
Write off	(57,295)	-	-	(57,295)
Balance, September 30, 2017	529,632	-	16,169	545,801

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4. EXPLORATION ACTIVITIES (CONT'D)

Mark Fekete (B.Sc., P.Geo.), President, CEO and a director of Hinterland, a qualified person under National Instrument (NI) 43-101, has reviewed the following technical disclosure.

a) Mozart Gold-VMS Project, Quebec

The 83-claim Mozart property covering 3,379 hectares is located approximately 60km northeast of Val-d'Or, Quebec. Hinterland holds the property 100%, subject to a 2.5% royalty interest payable to the original property vendors. Hinterland will have the right to purchase 1.5% of the royalty interest for \$1 million and will have a right of first refusal on the remaining 1%. The property covers an under-explored, 10 kilometre-long segment of the Carpentier-Courville deformation corridor, which is known for both shear-hosted gold and volcanic massive sulphide (VMS)-type deposits. Previous geophysical surveys completed by Hinterland have identified 11 new target areas that show potential to be shear-type gold structures and/or VMS-type horizons. The Company intends to investigate these targets with drilling in 2019. It is currently seeking equity or joint venture financing to fund the drilling estimated to cost \$100,000.

b) Guyberry Gold Project, Quebec

Hinterland holds a 100% interest in the 53-claim (2,178-hectare) Guyberry property, located in Guyenne and Berry townships approximately 95km northwest of Val-d'Or, Quebec. The property covers a volcanic-intrusive contact marked by the southeast-trending, regional scale Chicobi Deformation Zone ("CDZ"). Previous geophysical surveys completed by Hinterland have identified a narrow resistivity high extending over 1.6km coincident to the boundary between two magnetic domains. Of particular interest is a 400m segment of the resistivity high that is bounded by two crosscutting, northeast-trending faults. This 400m segment is inferred to be a dilation zone within the CDZ. It is well documented that dilation zones along major fault structures allow for circulation of mineral-rich fluids, and are favourable for the precipitation of gold-bearing quartz-carbonate veins, breccias and stockworks. Hinterland intends to drill test this target in 2019, and is currently seeking equity or joint venture financing to fund this work estimated to cost \$100,000.

c) Tardif Gold, Québec

Hinterland holds a 100% interest in the 14-claim (783-hectare) Tardif property located approximately 50km north of Quevillon in the Abitibi Region of Quebec. These claims were staked to cover a segment of a regional scale banded iron formation that is known in places to contain significant gold mineralization. Hinterland has generated a high-confidence drill target by re-interpreting proprietary geophysical data, and is seeking equity or joint venture financing to drill the target in 2019 at an estimated cost of \$100,000.

d) Skyfall Gold, Quebec

In May 2018, Hinterland expanded the Skyfall Gold property by staking to 215 claims (12,116 hectares). The Skyfall property covers the eastern extremity of the Urban-Barry Greenstone Belt, and is underlain by rocks similar to Osisko Mining Inc.'s Windfall and Bonterra Resources Inc.'s Gladiator and Barry gold deposits located 40km west. The Skyfall claims have seen limited previous exploration work primarily due to an earlier lack of access. In the last five years however, the network of logging roads from Chapais have been extended south providing excellent access onto the Skyfall claims. The property initially requires an airborne geophysical survey to generate targets for prospecting and sampling.

In July 2018 Hinterland signed an agreement with Seahawk Ventures Ltd. ("Seahawk") whereby Seahawk has been granted an option to earn a 100% interest in Skyfall. Under the terms of the agreement, Seahawk will pay Hinterland \$100,000 in cash (\$25,000 received), issue 800,000 shares (200,000 shares issued received, valued at \$74,000) and complete \$800,000 of work over a three-year period. Hinterland will retain a 2% Net Smelter Returns royalty, and Seahawk will have a right of first refusal in the event that Hinterland sells the royalty.

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4. EXPLORATION ACTIVITIES (CONT'D)

e) Fenelon Gold, Quebec

Subsequent to YTD Q3-18 Hinterland acquired a 100% interest in the 23-claim Fenelon property in Quebec from an arm's length vendor for 250,000 shares. Regulatory approval for this transaction was received on October 15, 2018.

f) Eeyou Istchee-James Bay Gold, Quebec

In August 2018, Hinterland allowed the claims making up a portfolio of four properties located in the Eeyou Istchee-James Bay area of Quebec to lapse. Accordingly, the \$34,467 of expenses related to these properties were written off as of YTD Q3-18.

g) Destiny Gold, Quebec

On May 15, 2018, Hinterland signed an earn-in Agreement with Alto Ventures Ltd., whereby Hinterland was to earn an interest in Alto's Destiny property located approximately 75 kilometres north of Val-d'Or, Quebec. On June 19, 2018, Hinterland terminated the agreement due to poor financial market conditions.

5. SUBSEQUENT EVENT

In November 2018, the Company entered into consulting agreements with senior management, which provides that in the event of a termination without cause or of a change of control, a compensation equivalent to between 12 to 18 months of consulting fees will be paid.

November 12, 2018

(s) Mark Fekete

Mark Fekete
President and Chief Executive Officer

(s) Ingrid Martin

Ingrid Martin
Chief Financial Officer