

FPX NICKEL CORP.

**Management's Discussion and Analysis
For the three months ended March 31, 2024**

FPX NICKEL CORP.

Management's Discussion and Analysis
For the three months ended March 31, 2024

This Management's Discussion and Analysis ("**MD&A**") of FPX Nickel Corp. ("**FPX Nickel**", or the "**Company**") has been prepared by management as of May 29, 2024 (the "**Report Date**") with reference to National Instrument 51-102 – *Continuous Disclosure Obligations* of the Canadian Securities Administrators and contains information up to and including the Report Date. This MD&A should be read in conjunction with the audited consolidated financial statements of the Company for the year ended December 31, 2023 and the unaudited condensed consolidated interim financial statements of the Company for the three months ended March 31, 2024 and the related notes thereto, which have been prepared in accordance with International Financial Reporting Standards ("**IFRS**") as issued by the International Accounting Standards Board.

Certain dollar amounts in this MD&A have been rounded for ease of reading. All amounts are expressed in Canadian dollars unless otherwise noted.

This MD&A contains forward-looking statements. Readers are cautioned as to the risks and uncertainties related to the forward-looking statements, the risks and uncertainties associated with investing in the Company's securities, and the risks and uncertainties associated with technical and scientific information under National Instrument 43-101 ("**NI 43-101**") concerning the Company's projects, including information about mineral resources.

Additional information relating to the Company is available for viewing under the Company's profile on the SEDAR+ website at www.sedarplus.ca.

CONTENTS

Overview.....	3
Highlights.....	3
Projects.....	4
Corporate.....	5
Results of Operations.....	6
Liquidity and Capital Resources	8
Off Balance Sheet Arrangements	9
Related Party Transactions	9
Accounting Matters	10
Disclosure Controls and Procedures	10
Forward-Looking Information.....	11
Technical Information.....	12

FPX NICKEL CORP.

Management's Discussion and Analysis
For the three months ended March 31, 2024

OVERVIEW

FPX Nickel was incorporated as a junior capital pool company in the province of Alberta on February 2, 1995, and established itself as a mineral exploration company in June 1996. The Company has one majority-owned subsidiary, CO2 Lock Corp. ("CO2 Lock"), incorporated in British Columbia.

The Company explores primarily for nickel deposits, none of which have been advanced to the point where a production decision can be made. Consequently, the Company has no producing properties, and no sales or revenues.

The Company's exploration efforts are focused on the exploration and development of properties containing awaruite, a naturally occurring nickel-iron mineral. FPX Nickel holds a 100% interest in five awaruite properties: four in British Columbia and one in the Yukon Territory. The Company's primary project is the Baptiste deposit ("Baptiste" or the "Project") located within its flagship Decar Nickel District ("Decar").

The Company's shares are listed on the TSX Venture Exchange, trading under the symbol "FPX" and on the OTCQB under the symbol "FPOCF".

HIGHLIGHTS FOR THE THREE MONTHS ENDED MARCH 31, 2024

Project highlights

- During the three months ended March 31, 2024, the Company completed its large-scale mineral processing pilot testing campaign, the first significant component of the ongoing feasibility study metallurgical testwork campaign. Results from this campaign confirm the 2023 preliminary feasibility study basis, and thereby validates the Company's processing strategy, flowsheet, and key metallurgical criteria, including estimated recoveries.

Corporate highlights

- In January 2024, completed a \$14,450,000 private placement financing with a new cornerstone strategic investor, Sumitomo Metal Mining Canada Ltd. ("Sumitomo"). Under the terms of the private placement, the Company issued 30,104,488 common shares at a price of \$0.48 per common share, for a 9.9% interest in the Company.
 - In connection with the financing, the Company's existing corporate strategic investor, Outokumpu and Sumitomo (collectively, the "Strategic Investors") exercised their participation rights to maintain their respective interests in FPX Nickel. The Company issued an additional 8,981,971 common shares at a price of \$0.48 per common share for gross proceeds of \$4,311,346.
- In February 2024, announced the appointment of Kim Baird to the Company's Board of Directors.
- In February 2024, granted 3,985,000 restricted share units ("RSUs") to officers, employees and non-executive directors. Each RSU will entitle the holder to receive one common share of the Company or the equivalent cash value upon settlement.

Recent Developments

- On April 18, 2024, the Company announced the expansion of the Company's Global Generative Alliance (the "Generative Alliance") with Japan Organization for Metals and Energy Security ("JOGMEC"), with an increased year two budget of \$1,500,000 from the initial budget of \$650,000.
 - In accordance with the terms of the Generative Alliance agreement, after JOGMEC has funded a cumulative total of \$1,300,000, the parties will fund ensuing exploration activities on a pro-rata basis (40% FPX Nickel and 60% JOGMEC).

FPX NICKEL CORP.

Management's Discussion and Analysis
For the three months ended March 31, 2024

- On May 16, 2024, the Company released its inaugural Sustainability Report, providing an introduction to the sustainability initiatives FPX Nickel has implemented to-date and outlining the commitments the Company has made for 2024.

PROJECTS

Decar Nickel District, British Columbia

The Company's Decar Nickel District claims cover 245 square kilometres of the Mount Sidney Williams ultramafic/ophiolite complex, located 90 km northwest of Fort St. James in central British Columbia. The Company holds a 100% interest in Decar since 2016 and has held a continuous ownership interest since first staking claims in the area in 2007.

Decar hosts a greenfield discovery of awaruite, with the resource amenable to bulk-tonnage, open-pit mining. Awaruite mineralization has been identified in four target areas within this ophiolite complex with the Baptiste deposit being the most accessible and having the largest known surface footprint. The Baptiste deposit is located within the Baptiste watershed, on the traditional and unceded territories of Tl'azt'en Nation and Binche Whut'en, and within several Tl'azt'enne and Binche Whut'enne keyohs, as well as other First Nations.

In the third quarter of 2023, the Company released a pre-feasibility study ("PFS") for Baptiste, with an after-tax NPV_{8%} of US\$2.01 billion and IRR of 18.6% at US\$8.75/lb Ni. The PFS demonstrates the potential to develop a high-margin, long-life, large-scale and low-carbon mine with unparalleled flexibility to produce either a high-grade concentrate (60% nickel) for direct feed into the stainless-steel industry or further refining into battery-grade nickel sulphate, cobalt precipitate and copper concentrate products for the battery material supply chain.

Q1 2024 Activities

During the three months ended March 31, 2024, the Company completed its feasibility study ("FS") concentrator pilot-scale test work program and continued to progress value engineering studies for on- and off-site facilities.

The pilot-scale concentrator testwork was the third pilot-scale mineral processing campaign completed for Baptiste, conducted at a significantly greater scale and run time than previously completed pilot plants. The pilot plant followed the flowsheet defined in the 2023 PFS, but also tested multiple optimization opportunities. When operating under normal conditions, the FS pilot plant delivered metallurgical performance that closely matched the metallurgical performance assumed in the PFS, including stage-by-stage recoveries and the ability to produce the high-grade nickel concentrate (60% Ni) envisioned in the PFS, which further validates the proposed Baptiste processing strategy, flowsheet and metallurgical basis.

Flowsheet optimizations tested the production and upgrading of a gravity concentrate by using a centrifugal concentrator to recover coarse, liberated awaruite from grinding circuit recirculating loads. This produced gravity concentrates grading 20-40% nickel which was then successfully upgraded to the final concentrate grade of 60% nickel using magnetic separation and flotation steps. This testwork demonstrated that awaruite's high density can be effectively managed in an industrial grinding circuit. The second optimization trialed the elimination of the second regrind and recleaner magnetic separation circuits by via direct feed of the cleaner magnetic separation concentrate to froth floatation. Initial testwork showed overall recoveries comparable to the PFS flowsheet. This optimization will be further investigated in upcoming stages of the FS metallurgical testwork program, with the potential for additional processing cost benefits for the Project.

FPX NICKEL CORP.

Management's Discussion and Analysis
For the three months ended March 31, 2024

During the first quarter of 2024, the Company continued its cultural and environmental baseline program, including the second consecutive wildlife winter program, surface hydrology and water quality surveys and geochemistry testing of decant water produced during pilot metallurgical testing. Planning is underway for the environmental baseline study workplan which will inform government regulators, First Nations leadership and community stakeholders of the proposed scopes to complete the baseline program in support of the pending provincial and federal environmental assessments.

Outlook

The Company continues on track with its 2024 work plan which is prioritizes critical path activities in preparation for entry into the Provincial and Federal environmental assessment ("EA") in the first quarter of 2025.

In metallurgy, the awaruite concentrate generated during the mineral processing pilot plant will be used in the downstream hydrometallurgical refining pilot plant. In engineering, additional trade off studies are underway to evaluate the project's throughput and build strategy. The Company also anticipates commencing a system impact study which represents the formal mechanism for Baptiste to enter the BC Hydro connection queue.

CORPORATE

Sumitomo Private Placement

In January 2024, the Company closed a \$14,450,000 private placement financing (the "**Sumitomo Private Placement**") with Sumitomo. Under the terms of the Sumitomo Private Placement, the Company issued 30,104,488 common shares at a price of \$0.48 per share. Upon completion of the Sumitomo Private Placement, Sumitomo owns approximately 9.9% of FPX Nickel's issued and outstanding common shares on a non-diluted basis. Proceeds from the Sumitomo Private Placement will be used primarily for exploration and development activities at Baptiste, continuance of ongoing environmental baseline activities, feasibility study readiness activities and general corporate and administrative purposes. The Company paid financing fees of \$578,000 in association with the Sumitomo Private Placement.

Concurrent with the closing of the Sumitomo Private Placement, the Company granted to Sumitomo a right of second offer to negotiate, at market terms, one or more offtake agreements with the Company for up to an aggregate of 60,000 tonnes of nickel from Baptiste, with the timing and annual volume of such offtake to be negotiated at a later date. Sumitomo's offtake right will rank secondary to the offtake right granted to Outokumpu. The Company and Sumitomo also entered into an investor rights agreement that provides, among other things, Sumitomo with certain rights in the event it maintains minimum ownership thresholds in the Company, including the right to participate in equity financings. In addition, pursuant to the Sumitomo Private Placement, Sumitomo is subject to a two-year standstill with respect to the acquisition of additional securities in the Company, other than acquisitions pursuant to Sumitomo's rights under its investor rights agreement.

In connection with the Sumitomo Private Placement, the Company's Strategic Investors exercised in full, their participation rights to re-establish their respective initial ownership interests in the Company. FPX Nickel issued a total of 8,981,971 common shares to the Strategic Investors at a price of \$0.48 per common share for gross proceeds of \$4,311,346. The Company paid financing fees of \$17,000 in association with the top-up financing.

FPX NICKEL CORP.

Management's Discussion and Analysis
For the three months ended March 31, 2024

JOGMEC Generative Exploration Alliance

During the three months ended March 31, 2024, the Generative Alliance staked approximately 120 km² of new mineral claims in British Columbia. This staking was based on historic sampling by FPX coupled with updated geological interpretation based on FPX's learnings at Baptiste. The Generative Alliance continues to strategize on additional mineral tenure acquisitions within British Columbia, elsewhere in Canada and in multiple jurisdictions internationally; one or more of such land packages may ultimately be selected as a designated project for the purposes of the Generative Alliance.

In April 2024, the Company announced the expansion of the Generative Alliance with JOGMEC whereby the year two budget would be increased from \$650,000 to \$1,500,000, covering the period from April 1, 2024 to March 31, 2025. Under the terms of the Generative Alliance agreement for year two, after JOGMEC has funded a cumulative total of \$1,300,000, the parties will fund ensuing exploration activities on a pro-rata basis (FPX Nickel 40% and JOGMEC 60%). As at March 31, 2024, JOGMEC had fully funded the first year budget of \$650,000.

RESULTS OF OPERATIONS

Net Loss and Comprehensive Loss for the Three Months ended March 31, 2024

	Three months ended	
	2024	March 31, 2023
Depreciation	\$ 44,741	\$ 22,018
General exploration	1,227	-
Insurance	7,249	9,126
Management fees and salaries	447,268	336,486
Office and administration	23,885	23,574
Professional fees	134,446	15,440
Research and development	853	197,280
Share-based compensation	107,634	882,260
Travel, promotion and communications	220,772	246,671
Trust and filing fees	47,879	50,428
Total Expenses	(1,035,954)	(983,283)
Foreign exchange gain (loss)	296	(1,488)
Finance costs	(6,424)	(2,752)
Interest income	495,213	184,627
Management fee income	27,563	-
Total Other items	516,648	180,387
Net loss and comprehensive loss	\$ (519,306)	\$ (802,896)

FPX NICKEL CORP.

Management's Discussion and Analysis
For the three months ended March 31, 2024

Three months ended March 31, 2024 and 2023

During the three months ended March 31, 2024, the Company reported a loss of \$519,000 compared to a loss of \$803,000 in 2023. The decrease in net loss of \$284,000 from the comparative period is attributable to the following significant variances:

- Increase of \$119,000 in professional fees mainly related to recruitment and legal consulting for CO2 Lock.
- Increase of \$111,000 in management fees and salaries due to an increased number of full-time staff members to support the development of Baptiste.

Offset by:

- Increase of \$311,000 in interest income due to higher interest earned on higher cash balances as compared to the same period in prior year.
- Decrease of \$196,000 in research and development expenditures for CO2 Lock due to nominal research and development activity in the quarter.

Summary of Quarterly Results

The following table summarizes information derived from the Company's financial statements for each of the eight most recently completed quarters.

	March 31, 2024	December 31, 2023	September 30, 2023	June 30, 2023	March 31, 2023	December 31, 2022	September 30, 2022	June 30, 2022
Current assets	\$46,536,609	\$29,772,853	\$32,517,822	\$33,983,119	\$18,802,727	\$20,492,404	\$10,069,929	\$14,464,368
Exploration and evaluation assets	31,096,459	29,508,787	27,458,423	25,213,536	23,073,707	21,469,633	21,067,520	17,045,275
Total assets	78,199,889	59,893,202	60,637,526	59,622,369	42,159,177	42,266,798	31,468,776	31,860,269
Current liabilities	1,729,500	1,117,564	1,055,137	951,452	958,398	654,490	1,174,360	945,035
Working capital	44,807,109	28,655,289	31,462,685	33,031,667	17,844,329	19,837,914	8,895,569	13,519,333
Net loss	(519,306)	(922,118)	(452,594)	(2,249,355)	(802,896)	(761,276)	(1,584,393)	(664,068)
Basic and diluted loss per share	(\$0.00)	(\$0.00)	(\$0.00)	(\$0.01)	(\$0.00)	(\$0.00)	(\$0.01)	(\$0.00)

Summary of Project Costs

The following table provides a summary of exploration expenditures on a property-by-property basis for the three months ended March 31, 2024:

	Decar	Mich	Sam	Other Nickel Properties	Total
Balance, December 31, 2023	\$ 28,296,738	\$ 894,762	\$ 317,284	\$ 3	\$ 29,508,787
Acquisition costs	-	-	1,550	-	1,550
Exploration costs	2,235,734	5,247	14,445	-	2,255,426
Cost recoveries	(669,304)	-	-	-	(669,304)
Balance, March 31, 2024	\$ 29,863,168	\$ 900,009	\$ 333,279	\$ 3	\$ 31,096,459

FPX NICKEL CORP.

Management's Discussion and Analysis
For the three months ended March 31, 2024

The following table provides a summary of the material components of exploration expenditures for the year ended March 31, 2024:

	Decar	Mich	Sam	General Exploration	Total
Metallurgical testing	\$ 188,766	\$ -	\$ -	\$ -	\$ 188,766
Assay testing	-	-	1,163	-	1,163
Geological and contract services	9,810	5,247	13,282	-	28,339
Environmental baseline studies	859,625	-	-	-	859,625
Engineering	631,646	-	-	-	631,646
Owner's team	509,544	-	-	-	509,544
Other	36,343	-	-	1,227	37,570
	\$ 2,235,734	\$ 5,247	\$ 14,445	\$ 1,227	\$ 2,256,653

LIQUIDITY AND CAPITAL RESOURCES

Liquidity

As at March 31, 2024, the Company had cash and cash equivalents of \$45,041,000 (December 31, 2023 – \$28,920,000) and working capital of \$44,807,000 (December 31, 2023 – \$28,655,000). None of the Company's cash is restricted. Contractual obligations at March 31, 2024, relate to accounts payable and accrued liabilities of \$1,511,000 (December 31, 2023 – \$961,000), commitments under lease obligations for the Company's premises of \$232,000 (December 31, 2023 – \$269,000), and obligations to settle restricted share units of \$108,000 (December 31, 2023 – \$nil).

Cash Flow

During the three months ended March 31, 2024, the Company used \$363,000 in operations (three months ended March 31, 2023 – \$715,000). The decrease from 2023 is due to higher interest income earned on higher cash balances held.

During the three months ended March 31, 2024, cash provided by financing activities was \$18,163,000 (three months ended March 31, 2023 – \$331,000). The increase is largely due to the investment by Sumitomo and Top Up Financing completed with the Company's Strategic Investors. Cash generated from financing activities in the prior period solely related to proceeds received from options exercised.

During the three months ended March 31, 2024, the Company used \$1,679,000 in investing activities (three months ended March 31, 2023 – \$387,000). The increase from the comparative quarter in 2023 is largely due to timing of expenditures. Exploration, development and related engineering activities at Baptiste were comparable period over period.

The Company incurred a net loss of \$519,000 for the three months ended March 31, 2024 (three months ended March 31, 2023 – \$803,000) and at March 31, 2024, had an accumulated deficit of \$50,706,000 (December 31, 2023 – \$50,213,000). As the Company is in the exploration stage, the recoverability of the costs incurred to date on its exploration properties is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of its properties and upon future profitable production or proceeds from the disposition of the properties. Although the Company has been successful in the past in raising funds to continue operations, there is no assurance it will be able to do so in the future.

FPX NICKEL CORP.

Management's Discussion and Analysis
For the three months ended March 31, 2024

Financial Instruments

At March 31, 2024, the Company's financial instruments consist of cash, amounts receivable, reclamation deposits, and accounts payable and accrued liabilities, which are classified as and measured at amortized cost. The fair values of these financial instruments approximate their carrying values due to their short-term nature.

The Company's financial instruments are exposed to certain financial risks including credit risk, liquidity risk and interest rate risk. The Company's exposures to financial risks and the Company's objectives, policies and processes for managing those risks are described in note 19 of the Company's consolidated financial statements for the year ended December 31, 2023. There were no significant changes to the Company's exposures to financial risks or to the Company's management of its exposures during the three months ended March 31, 2024.

Outstanding Share Information

As of the Report Date, the Company has 314,875,646 common shares issued and outstanding, 15,895,000 stock options and 3,985,000 RSUs outstanding. The fully diluted outstanding share count at the Report Date is 334,755,646.

OFF BALANCE SHEET ARRANGEMENTS

The Company does not have any off-balance sheet arrangements.

RELATED PARTY TRANSACTIONS

Transactions with related parties include transactions with key management personnel, being those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. Key management personnel include the Company's directors and officers and enterprises that are controlled by these individuals. A summary of the related party transactions for the three months ended March 31, 2024 was as follows:

	Three months ended	
	2024	March 31, 2023
Salaries and fees	\$ 449,995	\$ 230,900
Share-based compensation	89,132	-
	\$ 539,127	\$ 230,900

At March 31, 2024, included in accounts payable and accrued liabilities was \$59,000 (December 31, 2023 – \$35,000) due to related parties. Amounts due to related parties are unsecured and non-interest bearing.

The amounts for services provided have been determined by negotiations between the parties and are covered by a signed agreement. These services were in the normal course of operations and on a basis consistent with comparable transactions between other non-related parties.

FPX NICKEL CORP.

Management's Discussion and Analysis
For the three months ended March 31, 2024

ACCOUNTING MATTERS

Basis of Preparation and Accounting Policies

The Company's consolidated financial statements have been prepared in accordance with IFRS as issued by the International Accounting Standards Board. Details of material accounting policies are disclosed in note 3 of the Company's consolidated financial statements for the year ended December 31, 2023. The accounting policies applied in the preparation of the condensed consolidated interim financial statements are consistent with those applied in the Company's audited consolidated financial statements for the year ended December 31, 2023.

Critical Accounting Estimates and Judgments

In preparing the Company's condensed consolidated interim financial statements in conformity with IFRS, management has made judgments, estimates and assumptions that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from estimates and assumptions made as the estimation process is inherently uncertain. All estimates and assumptions are reviewed on an ongoing basis based on relevant facts and circumstances, and new reliable information or experience. Revisions to estimates are recognized in the period in which the estimates are reviewed and in any future periods affected. The critical accounting estimates and judgments that have the most significant effect in the preparation of the condensed consolidated interim financial statements are consistent with those disclosed in note 4 of the Company's consolidated financial statements for the year ended December 31, 2023.

DISCLOSURE CONTROLS AND PROCEDURES

Management has established processes to provide them with sufficient knowledge to support representations that they have exercised reasonable diligence to ensure that (i) the unaudited interim condensed consolidated financial statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of and for the periods presented by the unaudited interim condensed consolidated financial statements; and (ii) the unaudited interim condensed consolidated financial statements fairly present in all material respects the financial condition, financial performance and cash flows of the Company, as of the date of and for the periods presented.

In contrast to the certificate required for non-venture issuers under National Instrument 52-109 Certification of Disclosure in Issuers' Annual and Interim Filings ("NI 52-109"), the Venture Issuer Basic Certificate filed by the Company does not include representations relating to the establishment and maintenance of disclosure controls and procedures ("DC&P") and internal control over financial reporting ("ICFR"), as defined in NI 52-109. In particular, the certifying officers filing such certificate are not making any representations relating to the establishment and maintenance of: i) controls and other procedures designed to provide reasonable assurance that information required to be disclosed by the issuer in its annual filings, interim filings or other reports filed or submitted under securities legislation is recorded, processed, summarized and reported within the time periods specified in securities legislation; and ii) a process to provide reasonable assurance regarding the reliability of financial reporting and the preparation of unaudited interim condensed consolidated financial statements for external purposes in accordance with the issuer's generally accepted accounting principles (IFRS).

The Company's certifying officers are responsible for ensuring that processes are in place to provide them with sufficient knowledge to support the representations they are making in such certificate. Investors should be aware that inherent limitations on the ability of certifying officers of a venture issuer to design and implement on a cost-effective basis DC&P and ICFR as defined in NI 52-109 may result in additional risks to the quality, reliability, transparency and timeliness of interim and annual filings and other reports provided under securities legislation.

FPX NICKEL CORP.

Management's Discussion and Analysis
For the three months ended March 31, 2024

FORWARD-LOOKING INFORMATION

This MD&A contains certain forward-looking information and forward-looking statements within the meaning of applicable securities legislation concerning the business, operations and financial performance of FPX Nickel Corp. Actual results of operations and the ensuing financial results may vary materially from the amounts set out in any future-oriented financial information or financial outlook information. Forward-looking statements and forward-looking information in this MD&A relate to, among other things: general exploration plans and activities, exploration and development expenditures; exploration and development of the Baptiste Nickel Project, the future price of nickel, and certain other commodities, the estimation of mineral reserves and resources, the realization of mineral resource estimates, the timing and amount of estimated future production, costs of production, capital expenditures, success of exploration activities, permitting timelines, requirements for additional capital, government regulation of mining operations, environmental risks, and corporate social responsibility and relationships with communities.

Forward-looking statements or information generally identified by the use of the words “will”, “increase”, “plan”, “maintain”, “potential”, “anticipate”, “estimate”, “target”, “objective”, and similar expressions or phrases or statements that certain actions, events or results “may”, “could”, or “would”, or the negative connotation of such terms, are intended to identify forward-looking statements and information. Although the Company believes that the expectations reflected in such forward-looking statements and information are reasonable, undue reliance should not be placed on forward-looking statements since the Company can give no assurance that such expectations will prove to be correct.

The Company has based these forward-looking statements and forward-looking information on the Company's current expectations and projections about future events and these assumptions include, but are not limited to: FPX Nickel's present and future business strategies and about the environment in which the Company will operate in the future, including a continuation of the exploration and development activities at the Baptiste Nickel Project; that these activities will operate in accordance with public statements and achieve their stated outcomes; Mineral Reserve and Mineral Resource estimates and the assumptions on which they are based; capital and operating cost estimates; expectations regarding the impact of macroeconomic factors on the Company's operations; ability to develop infrastructure; interpretation of drill results, geology, grade and continuity of mineral deposits; expectations regarding access and demand for equipment, skilled labour and services needed for exploration and development of the Company's properties; that activities will not be adversely disrupted or impeded by exploration, development, operating, regulatory, political, community, economic and/or environmental risks; all necessary permits, licenses and regulatory approvals being received in a timely manner; the ability for FPX Nickel to work productively with its Indigenous partners. While the Company considers these assumptions to be reasonable based on information currently available, they may prove to be incorrect. Accordingly, readers are cautioned not to put undue reliance on these forward-looking statements.

Readers are cautioned that such forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of FPX Nickel to be materially different from the Company's estimated future results, performance or achievements expressed or implied by those forward-looking statements, and the forward-looking statements are not guarantees of future performance. These risks, uncertainties and other factors include, but are not limited to: metal price volatility, changes in equity ownership, accidents and other risks associated with mining, exploration, development and operations, unanticipated geological factors, possible variations in mineral resources and reserves, grade or recovery rates, delays in obtaining governmental approvals, the ability to obtain financing on acceptable terms, relationships with, and claims by, local communities and Indigenous Nations, volatility in the market price of the Company's shares, risks and hazards inherent in mining and processing, increased competition in the mining industry, or in the completion of development activities and other risks of the mining industry. Although FPX Nickel 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 actual results not to be as anticipated, estimated or intended.

FPX NICKEL CORP.

Management's Discussion and Analysis
For the three months ended March 31, 2024

Forward-looking statements and information are designed to help readers understand management's views as of that time with respect to future events and speak only as of the date they are made. Forward-looking information is provided as of the date of this MD&A. Except as required by applicable law, the Company assumes no obligation to publicly announce the results of any change to any forward-looking statement or information contained or incorporated by reference to reflect actual results, future events or developments, changes in assumptions or changes in other factors affecting the forward-looking statements and information. If the Company updates any one or more forward-looking statements, no inference should be drawn that the Company will make additional updates with respect to those or other forward-looking statements. All forward-looking statements and information contained in this MD&A are expressly qualified in their entirety by these cautionary notes and forward-looking statements.

TECHNICAL INFORMATION

Andrew Osterloh, P.Eng., Senior Vice President, Projects and Operations, is a Qualified Person as defined by NI 43-101. Mr. Osterloh has reviewed and approved the technical content of this document.