



(An Exploration Stage Company)

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Six Months Ended June 30, 2018

(Expressed in Canadian Dollars – Unaudited)

NOTICE OF NO AUDITOR REVIEW

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

Calibre Mining Corp.

(An Exploration Stage Company)

Consolidated Balance Sheets

(Expressed in Canadian Dollars – Unaudited)

	June 30, 2018	December 31, 2017
ASSETS		
Current		
Cash and cash equivalents	\$ 1,637,747	\$ 2,899,936
Receivables	42,136	198,374
Marketable securities	9,955	6,337
Prepaid deposits and advances	53,132	170,271
	1,742,970	3,274,918
Non-current		
Property and equipment	311,799	291,981
Exploration and evaluation assets (Note 5)	27,496,529	25,267,258
	\$ 29,551,298	\$ 28,834,155
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Trade and other payables	\$ 703,728	\$ 983,522
Shareholders' equity		
Share capital	45,016,341	45,016,341
Contributed surplus	16,444,032	16,278,116
Foreign currency translation reserve	3,098,244	1,905,318
Accumulated other comprehensive loss	(1,111)	(4,751)
Accumulated deficit	(35,709,936)	(35,344,391)
	28,847,570	27,850,633
	\$ 29,551,298	\$ 28,834,155

On behalf of the Audit Committee:

"Douglas B. Forster"

Director

"George Salamis"

Director

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

Calibre Mining Corp.

(An Exploration Stage Company)

Condensed Interim Consolidated Statements of Loss and Comprehensive Income (Loss)

(Expressed in Canadian Dollars – Unaudited)

	Three Months Ended		Six Months Ended	
	June 30, 2018	June 30, 2017	June 30, 2018	June 30, 2017
Expenses				
Amortization	\$ 1,081	\$ 885	\$ 2,162	\$ 1,586
Audit and accounting fees	16,250	44,436	33,755	58,186
Bank charges and interest	296	386	573	740
Consulting fees	47,429	52,021	107,835	98,521
Insurance	8,466	8,710	16,932	17,420
Legal fees	6,761	13,561	11,688	16,698
Marketing	650	600	2,652	1,203
Office, postage and printing	8,216	12,005	16,651	17,731
Rent	17,198	16,641	34,016	23,987
Salaries and wages	64,191	62,969	132,443	125,798
Share-based compensation	49,673	280,014	142,495	711,797
Shareholder relations	3,694	6,719	11,616	7,454
Telephone and utilities	1,804	796	3,191	2,944
Trade shows and conferences	5,559	14,460	14,842	72,048
Transfer agent and regulatory fees	5,922	14,550	16,977	26,504
Travel	245	-	254	2,421
	<u>(237,436)</u>	<u>(528,753)</u>	<u>(548,081)</u>	<u>(1,185,038)</u>
Other Income (Expenses)				
Other income	57,326	82,891	110,884	140,615
Foreign exchange gain (loss)	28,159	(48,785)	65,467	(21,797)
Interest income	663	12,339	6,186	12,339
	<u>86,149</u>	<u>46,445</u>	<u>182,537</u>	<u>131,157</u>
Net Loss for the Period	<u>(151,287)</u>	<u>(482,308)</u>	<u>(365,545)</u>	<u>(1,053,881)</u>
Foreign exchange translation effect	520,366	(605,145)	1,192,926	(790,649)
Unrealized gain (loss) on marketable securities	-	(1,810)	3,640	(2,715)
Net Comprehensive Income (Loss) for the Period	<u>\$ 369,079</u>	<u>\$ (1,089,263)</u>	<u>\$ 831,022</u>	<u>\$ (1,847,244)</u>
Net Loss per Share - Basic and Diluted	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>	<u>\$ (0.01)</u>
Weighted Average Shares Outstanding	<u>312,671,418</u>	<u>312,671,418</u>	<u>312,671,418</u>	<u>310,400,700</u>

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

Calibre Mining Corp.

(An Exploration Stage Company)

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity

For the Six Months Ended June 30, 2017 and 2018

(Expressed in Canadian Dollars – Unaudited)

	Common Shares		Contributed Surplus	Foreign Currency Translation Reserve	Accumulated Other Comprehensive Income (Loss)	Accumulated Deficit	Total
	Number	Amount					
Balance – December 31, 2016	288,860,918	\$ 43,011,620	\$ 14,465,391	\$ 3,462,162	\$ (2,941)	\$ (33,471,499)	\$ 27,464,734
Issuance of common shares:							
• on private placement	19,575,000	1,465,953	443,736	-	-	-	1,909,689
• on finder's fees	120,000	16,581	5,019	-	-	-	21,600
• on exercise of warrants	4,115,500	759,562	(101,082)	-	-	-	658,480
Stock based compensation	-	-	827,015	-	-	-	827,015
Other comprehensive loss	-	-	-	-	(2,715)	-	(2,715)
Foreign exchange translation	-	-	-	(790,649)	-	-	(790,649)
Loss for the period	-	-	-	-	-	(1,053,881)	(1,053,881)
Balance – June 30, 2017	312,671,418	\$ 45,253,716	\$ 15,640,079	\$ 2,671,513	\$ (5,656)	\$ (34,525,380)	\$ 29,034,272
Balance – December 31, 2017	312,671,418	\$ 45,016,341	\$ 16,278,116	\$ 1,905,318	\$ (4,751)	\$ (35,344,391)	\$ 27,850,633
Stock based compensation	-	-	165,916	-	-	-	165,916
Other comprehensive income	-	-	-	-	3,640	-	3,640
Foreign exchange translation	-	-	-	1,192,926	-	-	1,192,926
Loss for the period	-	-	-	-	-	(365,545)	(365,545)
Balance – June 30, 2018	312,671,418	\$ 45,016,341	\$ 16,444,032	\$ 3,098,244	\$ (1,111)	\$ (35,709,936)	\$ 28,847,570

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

Calibre Mining Corp.

(An Exploration Stage Company)

Condensed Interim Consolidated Statements of Cash Flows

For the Six Months Ended June 30

(Expressed in Canadian Dollars – Unaudited)

	2018	2017
Operating Activities		
Net loss for the period	\$ (365,545)	\$ (1,053,881)
Items not affecting cash:		
Amortization	2,162	1,586
Share-based compensation	142,495	711,797
Unrealized foreign exchange	(144,792)	-
Net changes in non-cash working capital:		
Receivables	156,258	(31,697)
Accounts payable and accrued liabilities	(85,141)	(1,674)
Prepaid expenses	117,139	(68,859)
	<u>(177,424)</u>	<u>(442,728)</u>
Investing Activities		
Option payment received from optionee	191,626	202,323
Purchase of equipment	(8,823)	-
Cash received from option partners	1,764,585	2,340,829
Exploration and evaluation expenditures	(3,109,436)	(3,494,740)
	<u>(1,162,047)</u>	<u>(951,588)</u>
Financing Activities		
Proceeds from share issuances, net of transaction costs	-	1,931,289
Exercise of warrants	-	658,480
	<u>-</u>	<u>2,589,769</u>
Effect of exchange rate on cash and cash equivalents	<u>77,282</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,262,189)	1,195,453
Cash and cash equivalents - Beginning of Period	2,899,936	3,579,759
Cash and cash equivalents - End of Period	\$ 1,637,747	\$ 4,775,212
Supplemental Disclosure of Non-Cash Investing Activities		
Amortization included in exploration and evaluation assets	\$ 3,990	\$ 9,818
Share-based compensation included in exploration and evaluation assets	\$ 23,420	\$ 115,218
Exploration and evaluation costs included in accounts payable	\$ 662,915	\$ 204,582

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

Calibre Mining Corp.

(An Exploration Stage Company)

Notes to the Condensed Interim Consolidated Financial Statements

For The Six Months Ended June 30, 2018

(Expressed in Canadian Dollars – Unaudited)

1. Nature of Operations

Calibre Mining Corp. (an Exploration Stage Company) is incorporated under the laws of British Columbia, Canada and maintains its corporate head office at Suite 413 - 595 Burrard Street, Vancouver, British Columbia, Canada. The Company's common shares are listed on the TSX Venture Exchange (TSX.V: CXB) in Canada.

Calibre Mining Corp. and its subsidiaries (collectively referred to as the "Company") are principally engaged in the acquisition, exploration and development of mineral properties located in Nicaragua.

2. Basis of Preparation and Statement of Compliance

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to the preparation of interim financial statements, including International Accounting Standards 34, *Interim Financial Reporting* ("IAS 34") as issued by the International Accounting Standards Board ("IASB").

The accounting policies applied in the preparation of these unaudited condensed interim consolidated financial statements are consistent with those applied and disclosed in the Company's audited consolidated financial statements for the year ended December 31, 2017, except as noted below. These unaudited condensed interim consolidated financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended December 31, 2017, which have been prepared in accordance with IFRS as issued by the IASB. These condensed interim consolidated financial statements were authorized for issue by the Audit Committee on August 21, 2018.

3. Significant Judgments, Estimates and Assumptions

The preparation of these financial statements in accordance with IFRS requires the Company to make assumptions, estimates and judgments that affect the reported amounts of assets, liabilities, and expenses, and the related disclosure of contingent assets and liabilities. The Company evaluates its estimates on an ongoing basis. Such estimates are based on historical experience and on various other assumptions that the Company believes are reasonable under the circumstances, and these estimates form the basis for making judgments about the carrying value of assets and liabilities and the reported amount of expenses that are not readily apparent from other sources. Actual results may differ from these estimates under different assumptions or conditions. Significant areas of estimation uncertainty considered by management in preparing the financial statements are as follows:

Impairment of exploration and evaluation assets

The Company is required to review the carrying value of its exploration and evaluation properties for potential impairment when impairment indicators exist. Impairment exists when the carrying value of the Company's exploration and evaluation assets is not recoverable. If impairment is indicated, the amount by which the carrying value of exploration and evaluation assets exceeds their estimated fair value is charged to the statement of loss and comprehensive loss.

Calibre Mining Corp.

(An Exploration Stage Company)

Notes to the Condensed Interim Consolidated Financial Statements

For The Six Months Ended June 30, 2018

(Expressed in Canadian Dollars – Unaudited)

3. Significant Judgments, Estimates and Assumptions (cont'd.)

Evaluating for recoverability during the exploration and evaluation phase requires judgment in determining whether future economic benefits from future exploitation, sale or otherwise are likely. Evaluations may be more complex where activities have not reached a stage which permits a reasonable assessment of the existence of reserves or resources. Management must make certain estimates and assumptions about future events or circumstances including, but not limited to, the interpretation of geological, geophysical and seismic data, the Company's financial ability to continue exploration and evaluation activities, contractual issues with joint venture partners, the impact of government legislation and political stability in the region, and the impact of current and expected future metal prices to potential reserves.

4. Changes in Accounting Policies

Recently issued but not adopted accounting guidance are as follows:

IFRS 9, Financial Instruments ("IFRS 9"), addresses the classification, measurement and recognition of financial assets and financial liabilities. The complete version of IFRS 9 was issued in July 2014. It replaces the guidance in IAS 39 that relates to the classification and measurement of financial instruments. IFRS 9 retains but simplifies the mixed measurement model and establishes six primary measurement categories for financial assets: amortized cost, fair value through other comprehensive income ("OCI") and FVTPL. There is now a new expected credit losses model that replaces the incurred loss impairment model used in IAS 39. For financial liabilities, there were no changes to classification and measurement except for the recognition of changes in own credit risk in OCI, for liabilities designated at FVTPL. The standard is effective for accounting periods beginning on or after January 1, 2018. The Company has adopted the standard and accordingly, the new standard had no impact to the Company's financial statements.

In January 2016, the IASB issued a new standard, IFRS 16, *Leases* ("IFRS 16"). This standard is effective for annual periods beginning on or after January 1, 2019, and permits early adoption, provided IFRS 15, has been applied, or is applied at the same date as IFRS 16. IFRS 16 requires lessees to recognize assets and liabilities for most leases. The Company is in the process of determining the impact of IFRS 16 on its consolidated financial statements.

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For The Six Months Ended June 30, 2018

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5. Exploration and Evaluation Assets

The following table outlines the expenditures at the Borosi concessions during the period ended June 30, 2018:

	Joint Venture with Rosita	Option Property to IAMGOLD	Option Property to Centerra	Calibre 100% Owned Property	Total
Cost, December 31, 2017	\$ 512,371	\$ 6,560,033	\$ 369,423	\$ 17,776,361	\$ 25,218,187
Administration and maintenance	-	84,715	84,715	87,282	256,711
Amortization	-	1,776	1,776	1,830	5,383
Assaying	-	34,345	19,559	71,627	125,530
Camp, supplies and logistics	-	79,434	56,214	42,081	177,729
Drilling and related	-	853,905	5,512	108,766	968,184
Foreign exchange	25,342	324,456	18,271	879,210	1,247,279
Geological consulting	-	-	8,649	-	8,649
Professional fees	-	-	-	42,615	42,615
Property maintenance	17,295	142,341	109,910	218,579	488,126
Salary and wages	-	162,451	147,594	313,438	623,482
Share-based compensation	-	7,729	7,729	7,963	23,420
Travel	-	7,381	2,546	65,891	75,819
Recovery of costs and option payments	-	(1,348,664)	(415,921)	-	(1,764,585)
Cost, June 30, 2018	\$ 555,007	\$ 6,909,902	\$ 415,978	\$ 19,615,643	\$ 27,496,529

6. Share Capital

a) Authorized

The Company is authorized to issue an unlimited number of common shares with no par value.

b) Stock options

A summary of the status of the Company's stock options as at June 30, 2018 is presented below:

Exercise price	January 1, 2018	June 30, 2018	Expiry date	Remaining contractual life in years	Number of options vested
\$0.10	1,700,000	1,700,000	July 15, 2019	1.04	1,700,000
\$0.12	500,000	500,000	September 23, 2019	1.23	500,000
\$0.16	6,250,000	6,250,000	October 9, 2019	1.28	6,250,000
\$0.14	500,000	500,000	December 1, 2019	1.42	500,000
\$0.10	2,525,000	2,525,000	August 27, 2020	2.16	2,525,000
\$0.16	500,000	500,000	September 7, 2021	3.19	500,000
\$0.27	7,000,000	7,000,000	February 20, 2022	3.65	5,250,000
	18,975,000	18,975,000			17,225,000
	\$0.19	\$0.19	Weighted average exercise price		

The Company amortizes the total fair value of options granted over a graded vesting schedule. The total compensation expense recognized for options granted during the period was \$165,916 (2017 - \$827,015). Of the total compensation recorded, \$142,495 (2017 - \$711,797) was charged to operations expense and \$23,420 (2017 - \$115,218) was capitalized to exploration and evaluation assets.

Calibre Mining Corp.

(An Exploration Stage Company)

Notes to the Condensed Interim Consolidated Financial Statements

For The Six Months Ended June 30, 2018

(Expressed in Canadian Dollars – Unaudited)

6. Share Capital (cont'd.)

c) Warrants

As at June 30, 2018, the following warrants were outstanding and exercisable:

Exercise price	January 1, 2018	Expired	June 30, 2018	Expiry date	Remaining contractual life in years
\$0.16	478,500	(478,500)	-	April 21, 2018	-
\$0.16	26,600,000	-	26,600,000	April 21, 2019 ⁽¹⁾	0.81
\$0.15	19,695,000	-	19,695,000	January 12, 2020	1.54
	<u>46,773,500</u>	<u>(478,500)</u>	<u>46,295,000</u>		
	\$0.16	\$0.16	\$0.16	Weighted average exercise price	

⁽¹⁾ These warrants were extended to April 21, 2019 during the period ended June 30, 2018.

7. Related Party Transactions

Key management personnel

Key management personnel of the Company are members of the Board of Directors, as well as the President and CEO, and the CFO and Corporate Secretary. Key management compensation includes salaries and benefits and various consulting fees as follows:

	Six Months Ended June 30, 2018	Six Months Ended June 30, 2017
Short-term benefits ⁽ⁱ⁾	\$ 120,000	\$ 116,000
Share-based payments ⁽ⁱⁱ⁾	\$ 126,469	\$ 642,879
Consulting and advisory fees to key persons	\$ 88,609	\$ 79,688

⁽ⁱ⁾ Short-term benefits include salaries and benefits paid to the Company's CEO and President.

⁽ⁱⁱ⁾ Share-based payments are the fair value of options granted to key management personnel and consultants as at the grant date.

During the period ended June 30, 2018, the Company paid or accrued \$Nil (2017 - \$9,654) in office rent expense to related companies.

All of the above transactions were incurred in the normal course of operations and are recorded at the exchange amount, being the amount agreed upon by the related parties. All of the above transactions were incurred in the normal course of operations and are recorded at the amount agreed upon by the related parties.

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(An Exploration Stage Company)

Notes to the Condensed Interim Consolidated Financial Statements

For The Six Months Ended June 30, 2018

(Expressed in Canadian Dollars – Unaudited)

8. Segmented Information

The Company currently operates in one reportable operating segment, being the acquisition, exploration, and development of natural resource properties, which is conducted principally in Nicaragua. The Company is in the exploration stage and, accordingly, has no reportable segment revenues for any of the periods presented in these financial statements. The following geographic data includes assets based on location:

As at June 30, 2018			
	Canada	Nicaragua	Total
Cash and cash equivalents	\$ 1,577,801	\$ 59,946	\$ 1,637,747
Other current assets	52,177	53,048	105,223
Property and equipment	11,795	300,003	311,799
Exploration and evaluation assets	-	27,496,529	27,496,529
Total assets	\$ 1,641,773	\$ 27,909,526	\$ 29,551,298
Total liabilities	\$ 98,922	\$ 604,806	\$ 703,728

As at December 31, 2017			
	Canada	Nicaragua	Total
Cash and cash equivalents	\$ 2,842,551	\$ 57,385	\$ 2,899,936
Other current assets	219,083	155,898	374,980
Property and equipment	12,031	279,950	291,981
Exploration and evaluation assets	-	25,267,258	25,267,258
Total assets	\$ 3,073,666	\$ 25,760,491	\$ 28,834,155
Total liabilities	\$ 178,036	\$ 805,487	\$ 983,522

The following geographic data denotes net losses based on their country of origin for the six months ended June 30:

	2018	2017
Canada	\$ 365,545	\$ 1,053,881
Nicaragua	-	-
Loss for the period	\$ 365,545	\$ 1,053,881