



(An Exploration Stage Company)

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Nine Months Ended September 30, 2017

(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)

	September 30, 2017	December 31, 2016
ASSETS		
Current		
Cash and cash equivalents	\$ 3,872,644	\$ 3,579,759
Receivables	48,806	13,627
Marketable securities	5,430	8,145
Prepaid deposits and advances	316,704	79,963
	4,243,584	3,681,494
Non-current		
Property and equipment	296,849	333,084
Exploration and evaluation assets (Note 5)	23,913,853	24,003,509
	\$ 28,454,286	\$ 28,018,087
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Trade and other payables	\$ 566,992	\$ 553,352
Shareholders' equity		
Share capital	45,253,717	43,011,620
Contributed surplus	15,891,009	14,465,391
Foreign currency translation reserve	1,805,715	3,462,162
Accumulated other comprehensive loss	(5,656)	(2,941)
Accumulated deficit	(35,057,492)	(33,471,499)
	27,887,293	27,464,734
	\$ 28,454,286	\$ 28,018,087

On behalf of the Audit Committee:

"Douglas 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 Loss (Income)

(Expressed in Canadian Dollars – Unaudited)

	Three Months Ended		Nine Months Ended	
	September 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
Expenses				
Amortization	\$ 885	\$ 637	\$ 2,471	\$ 1,673
Audit and accounting fees	13,750	26,875	71,936	60,089
Bank charges and interest	345	297	1,085	1,106
Consulting fees	135,639	55,000	234,160	133,000
Insurance	10,852	6,455	28,272	24,191
Legal fees	784	3,182	17,482	9,175
Marketing	1,840	1,153	3,044	5,373
Office, postage and printing	7,076	2,732	24,807	15,592
Rent	37,893	32,501	61,880	91,569
Salaries and wages	64,254	56,776	190,052	174,219
Share based compensation	215,798	31,435	927,595	154,389
Shareholder relations	1,405	1,254	8,859	6,793
Telephone and utilities	2,335	1,306	5,279	2,735
Trade shows and conferences	39,321	36,855	111,369	49,664
Transfer agent and regulatory fees	2,376	3,092	28,880	15,531
Travel	-	-	2,420	1,004
	<u>(534,553)</u>	<u>(259,550)</u>	<u>(1,719,591)</u>	<u>(746,103)</u>
Other Income (Expenses)				
Other income	73,002	70,241	213,617	189,060
Foreign exchange gain (loss)	(73,466)	29,125	(95,263)	(176,104)
Interest income	2,906	2,145	15,245	7,367
	<u>2,441</u>	<u>101,511</u>	<u>133,598</u>	<u>20,323</u>
Net Loss for the Period	<u>(532,112)</u>	<u>(158,039)</u>	<u>(1,585,993)</u>	<u>(725,780)</u>
Foreign exchange translation effect	(865,799)	233,323	(1,656,447)	(1,011,644)
Unrealized gain on marketable securities	-	3,621	(2,715)	13,575
Net Comprehensive Income (Loss) for the Period	<u>\$ (1,397,911)</u>	<u>\$ 78,905</u>	<u>\$ (3,245,155)</u>	<u>\$ (1,723,849)</u>
Net Loss per Share - Basic and Diluted	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>	<u>\$ (0.01)</u>	<u>\$ (0.00)</u>
Weighted Average Shares Outstanding	<u>312,671,418</u>	<u>253,997,875</u>	<u>311,165,923</u>	<u>241,079,416</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 Nine Months Ended September 30, 2017 and 2016

(Expressed in Canadian Dollars – Unaudited)

	Common Shares		Contributed Surplus	Foreign Currency Translation Reserve	Accumulated Other Comprehensive 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	-	-	1,077,945	-	-	-	1,077,945
Other comprehensive loss	-	-	-	-	(2,715)	-	(2,715)
Foreign exchange translation	-	-	-	(1,656,447)	-	-	(1,656,447)
Loss for the period	-	-	-	-	-	(1,585,993)	(1,585,993)
Balance – September 30, 2017	312,671,418	\$ 45,253,717	\$ 15,891,009	\$ 1,805,715	\$ (5,656)	\$ (35,057,492)	\$ 27,887,293
Balance – December 31, 2015	222,910,918	\$ 36,422,223	\$ 13,983,563	\$ 4,012,801	\$ (8,371)	\$ (32,695,962)	\$ 21,714,253
Issuance of common shares	30,000,000	2,060,256	792,351	-	-	-	2,852,607
Warrant amendment	-	-	40,385	-	-	-	40,385
Exercise of warrants	12,500,000	1,715,142	(465,142)	-	-	-	1,250,000
Stock based compensation	-	-	120,733	-	-	-	120,733
Other comprehensive income	-	-	-	-	13,575	-	13,575
Foreign exchange translation	-	-	-	(1,011,644)	-	-	(1,011,644)
Loss for the period	-	-	-	-	-	(725,780)	(725,780)
Balance – September 30, 2016	265,410,918	\$ 40,197,620	\$ 14,471,890	\$ 3,001,157	\$ 5,204	\$ (33,421,741)	\$ 24,254,130

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 Nine Months Ended September 30

(Expressed in Canadian Dollars – Unaudited)

	2017	2016
Operating Activities		
Net loss for the period	\$ (1,585,993)	\$ (725,780)
Items not affecting cash:		
Amortization	2,471	1,673
Share-based compensation	927,595	154,389
Unrealized foreign exchange	(82,846)	155,980
Net changes in non-cash working capital:		
Receivables	(35,178)	150,714
Accounts payable and accrued liabilities	92,280	(69,337)
Prepaid expenses	(236,742)	(204,112)
	<u>(918,414)</u>	<u>(536,473)</u>
Investing Activities		
Option payment received from optionee	202,323	194,211
Purchase of equipment	-	(32,092)
Exploration and evaluation expenditures, net	(1,580,794)	(674,700)
	<u>(1,378,471)</u>	<u>(512,581)</u>
Financing Activities		
Proceeds from share issuances, net of transaction costs	1,931,289	2,852,607
Exercise of warrants	658,480	1,250,000
	<u>2,589,769</u>	<u>4,102,607</u>
Net Increase in Cash and Cash Equivalents	292,884	3,053,553
Cash and cash equivalents - Beginning of Period	<u>3,579,759</u>	<u>863,279</u>
Cash and cash equivalents - End of Period	<u>\$ 3,872,644</u>	<u>\$ 3,916,832</u>
Supplemental Disclosure of Non-Cash Investing Activities		
Amortization included in exploration and evaluation assets	\$ 14,355	\$ 14,587
Stock based compensation included in exploration and evaluation assets	\$ 150,350	\$ 6,729
Exploration and evaluation costs included in accounts payable	\$ 424,165	\$ 127,350

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 Nine Months Ended September 30, 2017

(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, 2016, 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, 2016, 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 November 22, 2017.

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 Nine Months Ended September 30, 2017

(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 three 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. Early adoption is permitted. The Company is currently assessing the impact of IFRS 9.

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.

Calibre Mining Corp.

(An Exploration Stage Company)

Notes to the Condensed Interim Consolidated Financial Statements

For The Nine Months Ended September 30, 2017

(Expressed in Canadian Dollars – Unaudited)

5. Exploration and Evaluation Assets

During the period ended September 30, 2017, IAMGOLD Corporation (“IAMGOLD”) completed its 51% earn-in in Calibre’s Eastern Borosi Gold Project (the “Project”) and exercised the Second Option to earn in a further 19% in the Project. The Company received from IAMGOLD the first option payment under the Second Option of \$202,323 in accordance with the option agreement. The following table outlines the expenditures at the Borosi concessions during the period ended September 30, 2017:

	Joint Venture with Rosita	Option Property to IAMGOLD	Option Property to Centerra	Calibre 100% Owned Property	Total
Cost, December 31, 2016	\$ 505,760	\$ 6,710,144	\$ 363,624	\$ 16,423,982	\$ 24,003,509
Administration and maintenance	-	154,608	154,608	159,293	468,509
Amortization	-	6,107	6,107	6,292	18,506
Assaying	-	50,529	105,397	104,360	260,286
Camp, supplies and logistics	-	123,607	108,128	30,239	261,974
Drilling and related	-	969,321	265,184	553,969	1,788,474
Foreign exchange	(32,445)	(430,459)	(23,327)	(1,053,607)	(1,539,837)
Geological consulting	-	-	210,911	69,776	280,688
Professional fees	-	-	-	11,722	11,722
Property maintenance	26,447	203,347	165,643	361,192	756,629
Resource estimates	-	-	-	24,163	24,163
Salary and wages	-	237,986	348,725	430,856	1,017,567
Share-based compensation	-	49,616	49,616	51,119	150,350
Travel	-	10,377	9,007	119,811	139,195
Recovery of costs and option payments	-	(1,917,962)	(1,809,920)	-	(3,727,882)
Cost, September 30, 2017	\$ 499,762	\$ 6,167,221	\$ (46,296)	\$ 17,293,167	\$ 23,913,853

6. Share Capital

a) Authorized

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

b) Long-term Incentive Plan

During the period ended September 30, 2017, the Company received shareholder and regulatory approval for a new long term incentive plan (the “Long-Term Incentive Plan”). The Board of the Company approved the Long-Term Incentive Plan on April 26, 2017. The Long-term Incentive Plan is the Company’s only compensation plan providing for the issuance of securities of the Company as compensation.

c) Private Placement

The Company completed a private placement for 19,575,000 units (“Units”) of the Company’s common shares at a price of \$0.10 per Unit for gross proceeds of \$1,957,500. Each Unit consisted of one common share and one common share purchase warrant. Each warrant entitles the holder to acquire an additional common share for \$0.15 until January 12, 2020. Calibre issued 120,000 finder’s units (“Finder’s Units”) in connection with the private placement. Each Finder’s Unit consisted of one common share and one common share purchase warrant. Each warrant entitles the finder to acquire an additional common share for \$0.15 until January 12, 2020.

Calibre Mining Corp.

(An Exploration Stage Company)

Notes to the Condensed Interim Consolidated Financial Statements

For The Nine Months Ended September 30, 2017

(Expressed in Canadian Dollars – Unaudited)

6. Share Capital (cont'd.)

The allocation of fair value of the warrants issued in connection with this private placement was \$443,736, with the corresponding charge to contributed surplus using the relative fair value approach. The fair value of the warrants was determined using the Black-Scholes pricing model with a risk free rate of 0.82%, volatility factor of 79% and an expected life of the warrants of three years.

The Company incurred \$47,811 in transaction fees related to the private placement. Included in transaction fees is \$21,600 relating to the fair value of the Finder's Units issued. The fair value of the Finder's Units was determined using the Black-Scholes pricing model with a risk free rate of 0.82%, volatility factor of 79% and an expected life of the warrants of three years.

d) Stock options

During the period ended September 30, 2017, the Company granted 7,000,000 stock options at a price of \$0.27 per share for a period of five years to various employees, officers, consultants and directors of the Company.

A summary of the status of the Company's stock options as at September 30, 2017 is presented below:

Exercise price	January 1, 2017	Granted	Expired	September 30, 2017	Expiry date	Remaining contractual life in years	Number of options vested
\$0.15	3,900,000	-	(3,900,000)	-	January 25, 2017	-	-
\$0.19	500,000	-	(500,000)	-	June 15, 2017	-	-
\$0.10	1,700,000	-	-	1,700,000	July 15, 2019	1.79	1,700,000
\$0.12	500,000	-	-	500,000	September 23, 2019	1.98	500,000
\$0.16	6,250,000	-	-	6,250,000	October 9, 2019	2.02	6,250,000
\$0.14	500,000	-	-	500,000	December 1, 2019	2.17	500,000
\$0.10	2,525,000	-	-	2,525,000	August 27, 2020	2.91	2,525,000
\$0.16	500,000	-	-	500,000	September 7, 2021	3.94	375,000
\$0.27	-	7,000,000	-	7,000,000	February 20, 2022	4.39	3,500,000
	16,375,000	7,000,000	(4,400,000)	18,975,000			15,350,000
	\$0.14	\$0.27	\$0.15	\$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 \$1,077,945 (2016 - \$120,733). Of the total compensation recorded, \$927,595 (2016 - \$114,004) was charged to operations expense and \$150,350 (2016 - \$6,729) was capitalized to exploration and evaluation assets.

The fair value of the options granted during 2017 was determined using the Black-Scholes pricing model with a risk free rate of 1.02%, volatility factor of 99% and an expected life of the options of five years.

e) Warrants

A total of 4,115,500 share purchase warrants with an exercise price of \$0.16 per share were exercised into common shares of the Company for gross proceeds of \$658,480.

As at September 30, 2017 the following warrants were outstanding and exercisable:

Exercise price	January 1, 2017	Issued	Exercised	September 30, 2017	Expiry date	Remaining contractual life in years
\$0.16	31,194,000	-	(4,115,500)	27,078,500	April 21, 2018	0.56
\$0.15	-	19,695,000	-	19,695,000	January 12, 2020	2.28
	31,194,000	19,695,000	(4,115,500)	46,773,500		
	\$0.16	\$0.15	\$0.16	\$0.16	Weighted average exercise price	

Calibre Mining Corp.

(An Exploration Stage Company)

Notes to the Condensed Interim Consolidated Financial Statements

For The Nine Months Ended September 30, 2017

(Expressed in Canadian Dollars – Unaudited)

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:

	Nine months Ended September 30, 2017	Nine months Ended September 30, 2016
Short-term benefits ⁽ⁱ⁾	\$ 176,000	\$ 162,000
Share-based payments ⁽ⁱⁱ⁾	\$ 838,266	\$ 72,027
Consulting and advisory fees to key persons	\$ 123,469	\$ 122,500

⁽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 September 30, 2017, the Company paid or accrued \$9,654 (2016 - \$31,811) 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.

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 September 30, 2017		
	Canada	Nicaragua	Total
Cash and cash equivalents	\$ 3,794,814	\$ 77,830	\$ 3,872,644
Other current assets	55,773	315,169	370,940
Property and equipment	12,916	283,932	296,849
Exploration and evaluation assets	-	23,913,853	23,913,853
Total assets	\$ 3,863,503	\$ 24,590,784	\$ 28,454,286
Total liabilities	\$ 156,181	\$ 410,811	\$ 566,992

Calibre Mining Corp.

(An Exploration Stage Company)

Notes to the Condensed Interim Consolidated Financial Statements

For The Nine Months Ended September 30, 2017

(Expressed in Canadian Dollars – Unaudited)

8. Segmented Information (cont'd.)

	As at December 31, 2016		
	Canada	Nicaragua	Total
Cash and cash equivalents	\$ 3,535,282	\$ 44,477	\$ 3,579,759
Other current assets	53,079	48,657	101,735
Property and equipment	8,004	325,080	333,084
Exploration and evaluation assets	-	24,003,509	24,003,509
Total assets	\$ 3,596,365	\$ 24,421,723	\$ 28,018,087
Total liabilities	\$ 117,894	\$ 435,459	\$ 553,352

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

	2017	2016
Canada	\$ (1,585,993)	\$ (725,780)
Nicaragua	-	-
Loss for the period	\$ (1,585,993)	\$ (725,780)

9. Commitment

The Company has minimum annual lease commitments ranging from \$146,751 to \$149,679 for its office premise expiring June 2022. Lease improvement allowance is available to the Company that can reduce its lease obligations.
