CALIBRE
MINING CORP.

TSX.V-CXB

(An Exploration Stage Company)

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the Nine Months Ended September 30, 2016

(Expressed in Canadian Dollars – Unaudited)

NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management. In accordance with National Instrument 51-102, the Company discloses that its independent auditors have not reviewed the condensed interim consolidated financial statements for the period ended September 30, 2016.

Calibre Mining Corp.

(An Exploration Stage Company)

Consolidated Balance Sheets

(Expressed in Canadian Dollars – Unaudited)

		September 30, 2016		December 31, 2015
ASSETS				
Current				
Cash and cash equivalents	$	3,916,832	$	863,279
Receivables		19,744		170,458
Marketable securities		16,290		2,715
Prepaid deposits and advances		298,932		94,820
		4,251,798		1,131,272
Non-current				
Property and equipment		332,896		338,324
Exploration and evaluation assets (Note 5)		20,075,716		20,592,925
	$	24,660,410	$	22,062,521
LIABILITIES AND SHAREHOLDERS' EQUITY				
Current liabilities				
Trade and other payables	$	406,280	$	348,267
Shareholders' equity				
Share capital		40,197,620		36,422,223
Contributed surplus		14,471,890		13,983,563
Foreign currency translation reserve		3,001,157		4,012,801
Accumulated other comprehensive income (loss)		5,204		(8,371)
Accumulated deficit		(33,421,741)		(32,695,962)
		24,254,130		21,714,254
	$	24,660,410	$	22,062,521

Subsequent Event – Note 10

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 Income (Loss)

(Expressed in Canadian Dollars – Unaudited)

	Three Months Ended		Nine Months Ended	
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015
Expenses				
Amortization	$ 637	$ 734	$ 1,673	$ 3,109
Audit and accounting fees	26,875	3,750	60,089	40,417
Bank charges and interest	297	417	1,106	1,449
Consulting fees	55,000	45,250	133,000	151,650
Insurance	6,455	8,238	24,191	26,550
Legal fees	3,182	10,931	9,175	13,558
Marketing	1,153	3,610	5,373	9,587
Office, postage and printing	2,732	1,116	15,592	28,604
Rent *(Note 7)*	32,501	13,470	91,569	80,799
Salaries and wages	56,776	50,749	174,219	147,759
Share based compensation *(Notes 6d & 6e)*	31,435	149,035	154,389	486,997
Shareholder relations	1,254	1,814	6,793	5,741
Telephone and utilities	1,306	247	2,735	833
Trade shows and conferences	36,855	5,158	49,664	43,331
Transfer agent and regulatory fees	3,092	1,513	15,531	13,301
Travel	-	-	1,004	31,559
	(259,550)	(296,032)	(746,103)	(1,085,244)
Other Income (Expenses)				
Other income	70,241	20,208	189,060	112,461
Foreign exchange gain	29,125	17,423	(176,104)	38,685
Loss on disposal of property & equipment	-	-	-	(11,165)
Interest income	2,145	351	7,367	3,858
	101,511	37,982	20,323	143,839
Net Loss for the Period	(158,039)	(258,050)	(725,780)	(941,405)
Foreign exchange translation effect	233,323	(3,030,296)	(1,011,644)	(2,043,013)
Unrealized gain on marketable securities	3,621	11,656	13,575	7,656
Net Comprehensive Income (Loss) for the Period	$ 78,905	$ (3,276,690)	$ (1,723,849)	$ (2,976,762)
Net Loss per Share - Basic and Diluted	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.00)
Weighted Average Shares Outstanding	253,997,875	222,910,918	241,079,416	222,910,918

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, 2016 and 2015

(Expressed in Canadian Dollars – Unaudited)

	Common Shares						
	Number	Amount	Contributed Surplus	Foreign Currency Translation Reserve	Accumulated Other Comprehensive Income (Loss)	Accumulated Deficit	Total
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 (Note 6b)	30,000,000	2,060,256	792,351	-	-	-	2,852,607
Warrant amendment (Note 6e)	-	-	40,385	-	-	-	40,385
Exercise of warrants (Note 6e)	12,500,000	1,715,142	(465,142)	-	-	-	1,250,000
Stock based compensation (Note 6d)	-	-	120,733	-	-	-	120,733
Other comprehensive income	-	-	-	-	13,575	-	13,575
Foreign exchange translation	-	-	-	(1,011,644)	-	-	(1,011,644)
Net 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

Balance – December 31, 2014	222,910,918	$ 36,422,223	$ 13,384,562	$ 1,603,135	$ 2,000	$ (31,566,899)	$ 19,845,021
Other comprehensive loss	-	-	-	-	(7,656)	-	(7,656)
Stock based compensation	-	-	512,718	-	-	-	512,718
Translation adjustment	-	-	-	2,043,013	-	-	2,043,013
Net loss for the period	-	-	-	-	-	(941,405)	(941,405)
Balance – September 30, 2015	222,910,918	$ 36,422,223	$ 13,897,280	$ 3,646,148	$ (5,656)	$ (32,508,304)	$ 21,451,691

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

Condensed Interim Consolidated Statements of Cash Flows
(Expressed in Canadian Dollars – Unaudited)

	Nine Months Ended	
	September 30, 2016	September 30, 2015
Operating Activities		
Net loss for the period	$ (725,780)	$ (941,405)
Items not affecting cash:		
Amortization	1,673	3,109
Stock-based compensation	154,389	486,997
Unrealized foreign exchange	155,980	57,479
Net changes in non-cash working capital:		
Receivables	150,714	30,883
Accounts payable and accrued liabilities	(69,337)	12,508
Prepaid expenses	(204,112)	(232,249)
	(536,473)	(582,678)
Investing Activities		
Option payment received from optionee	194,211	-
Proceeds from sale of equipment	-	800
Purchase of property & equipment	(32,092)	(5,919)
Advance for exploration work	-	63,044
Exploration and evaluation expenditures, net	(674,700)	(1,202,318)
	(512,581)	(1,144,393)
Financing Activities		
Proceeds from exercise of warrants	1,250,000	-
Proceeds from share issuances, net of issue costs	2,852,607	-
	4,102,607	-
Net Increase in Cash and Cash Equivalents	3,053,553	2,176,704
Cash and cash equivalents - Beginning of Period	863,279	2,751,579
Cash and cash equivalents - End of Period	$ 3,916,832	$ 1,024,508
Supplemental Disclosure of Non-Cash Financing and Investing Activities		
Amortization included in exploration and evaluation assets	$ 14,587	$ 14,268
Stock based compensation included in exploration and evaluation assets	$ 6,729	$ 25,721
Exploration and evaluation costs included in accounts payable	$ 127,350	$ 218,243

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 1680, 200 Burrard St., 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, 2015, 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, 2015, 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 16, 2016.

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:

<u>Impairment of exploration and evaluation assets</u>

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.

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.

(Expressed in Canadian Dollars – Unaudited)

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.

5. Exploration and Evaluation Assets

During the period ended September 30, 2016, the Company received from IAMGOLD Corporation an option payment of US $150,000 (CAD $194,211) in accordance with the option agreement. During the period ended September 30, 2016, the Company and Rosita Mining Corporation ("Rosita") signed a joint venture agreement on the Rosita D Concession. The Company and Rosita hold a 35% and 65% interest respectively in the joint venture with each party being responsible for their pro-rata share of all project expenditures. Rosita will act as the manager of the joint venture. The following table outlines the expenditures at the Borosi concessions during the period ended September 30, 2016:

	Joint Venture Property with B2Gold (Note 10)	Joint Venture Property with Rosita	Option Property to IAMGOLD	Option Property to Centerra	Calibre 100% Owned Property	Total
Cost, December 31, 2015	$ 5,085,709	$ 516,688	$ 6,838,467	$ 4,392	$ 8,147,670	$ 20,592,925
Administration and maintenance	-	-	145,422	116,337	29,084	290,843
Amortization	-	-	9,252	7,402	1,850	18,504
Assaying	-	-	81,292	68,884	-	150,176
Camp, supplies and logistics	-	-	132,730	76,002	9,232	217,964
Drilling and related	-	-	939,723	223,981	-	1,163,704
Geological consulting	-	-	27,126	142,541	3,917	173,584
Professional fees	-	-	-	-	16,053	16,053
Property maintenance	228,298	35,379	237,345	111,105	80,000	692,126
Resource estimate	-	6,000	-	-	-	6,000
Salary and wages	-	-	285,122	268,880	121,371	675,373
Stock – based compensation	-	-	3,365	2,692	673	6,729
Travel	-	-	14,761	7,136	49,945	71,843
Recovery of costs and option payment	(231,968)	(35,379)	(1,611,075)	(989,911)	-	(2,868,333)
Total expenditures / (recoveries)	(3,670)	6,000	265,063	35,049	312,125	614,567
Foreign exchange	(279,508)	(28,397)	(375,839)	(241)	(447,792)	(1,131,776)
Cost, September 30, 2016	$ 4,802,531	$ 494,291	$ 6,727,691	$ 39,200	$ 8,012,003	$ 20,075,716

(Expressed in Canadian Dollars – Unaudited)

6. Share Capital

a) Authorized

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

b) Private placement

On April 21, 2016, the Company completed a private placement for 30,000,000 units ("Units") at a price of $0.10 per Unit for gross proceeds of $3,000,000. Each Unit consisted of one common share and one common share purchase warrant with each warrant entitling the holder to acquire an additional common share for $0.16 until April 21, 2018. Calibre paid finder's fees totalling $119,400 in cash and issued 1,194,000 finder's warrants ("Finder's Warrants") in connection with the private placement. Each Finder's Warrant entitles the holder to acquire a common share of the Company for $0.16 until April 21, 2018.

The Company incurred $202,906 in transaction fees related to the private placement. Included in transaction fees is $55,513 relating to the fair value of the Finder's Warrants issued. The fair value of the Finder's Warrants was determined using the Black-Scholes pricing model with a risk free rate of 0.63%, volatility factor of 77% and an expected life of the warrants of two years.

The allocation of fair value of the warrants issued in connection with this private placement was $736,838, 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 0.63%, volatility factor of 77% and an expected life of the warrants of two years.

c) Stock options

A summary of the status of the Company's stock options as at September 30, 2016 is presented below:

Exercise price	January 1, 2016	Granted	Expired	September 30, 2016	Expiry date	Remaining contractual life in years	Number of options vested
$0.15	1,000,000	-	(1,000,000)	-	June 30, 2016	-	-
$0.15	500,000	-	(500,000)	-	July 1, 2016	-	-
$0.15	250,000	-	(250,000)	-	September 14, 2016	-	-
$0.15	4,150,000	-	(250,000)	3,900,000	January 25, 2017	0.32	3,900,000
$0.19	500,000	-	-	500,000	June 15, 2017	0.71	500,000
$0.10	1,900,000	-	(200,000)	1,700,000	July 15, 2019	2.79	1,700,000
$0.12	500,000	-	-	500,000	September 23, 2019	2.98	500,000
$0.16	6,750,000	-	(500,000)	6,250,000	October 9, 2019	3.02	6,250,000
$0.14	500,000	-	-	500,000	December 1, 2019	3.17	500,000
$0.10	2,525,000	-	-	2,525,000	August 27, 2020	3.91	1,893,750
$0.16	-	500,000	-	500,000	September 7, 2021	4.94	125,000
	18,575,000	500,000	(2,700,000)	16,375,000			15,368,750
	$0.14	$0.16	$0.15	$0.14	Weighted average exercise price		

d) Stock-based compensation

During the period ended September 30, 2016, the Company granted 500,000 stock options to a director of the Company. The stock options are at an exercise price of $0.16 per share and are valid for a period of five years from the date of grant.

(Expressed in Canadian Dollars – Unaudited)

6. Share Capital – cont'd.

The fair value of the options granted during the period ended September 30, 2016 has been estimated at the date of grant using the following Black-Scholes option pricing assumptions:

	September 30, 2016
Weighted average risk-free interest rate	0.62%
Weighted average expected option term	5 years
Weighted average expected stock volatility	113%
Weighted average expected dividend yield	Nil

The Company amortizes the total fair value of options granted over a graded vesting schedule. Consequently, the total compensation expense recognized for options granted during the prior periods was $120,733 (2015 - $512,718). Of the total compensation recorded, $114,004 (2015 - $486,997) was charged to operations expense and $6,729 (2015 - $25,721) was capitalized to exploration and evaluation assets.

e) Warrants

During the period ended September 30, 2016, the Company repriced the exercise price of 12,500,000 share purchase warrants held by Pierre Lassonde from $0.15 to $0.10 ("Repriced Warrants"). The Repriced Warrants were originally issued pursuant to a non-brokered private placement that closed on September 22, 2014. The Repriced Warrants expiry date remains at September 22, 2016. As a result of the warrant modification, the Company recognized an additional charge to contributed surplus of $40,385 during the period ended September 30, 2016. The fair value of the Repriced Warrants was determined using the Black-Scholes pricing model with a risk free rate of 1.14%, volatility factor of 131% and an expected life of the warrants of two years.

During the period ended September 30, 2016, the Company received gross proceeds of $1,250,000 from the exercise of the 12,500,000 Repriced Warrants.

As at September 30, 2016 the following warrants were outstanding and exercisable:

Exercise price	January 1, 2016	Issued	Exercised	September 30, 2016	Expiry date	Remaining contractual life in years
$0.10	12,500,000	-	(12,500,000)	-	September 22, 2016	-
$0.16	-	30,000,000	-	30,000,000	April 21, 2018	1.56
$0.16	-	1,194,000	-	1,194,000	April 21, 2018	1.56
	12,500,000	31,194,000	(12,500,000)	31,194,000		
	$0.10	$0.16	$0.10	$0.16	Weighted average exercise price	

(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, 2016	Nine Months Ended September 30, 2015
Short-term benefits (i)	$ 162,000	$ 90,000
Share-based payments (ii)	$ 72,027	$ 107,205
Consulting and advisory fees to key persons	$ 122,500	$ 93,000

(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 as at the grant date.

During the period ended September 30, 2016, the Company paid or accrued $31,811 (2015 - $28,554) in office rent expense to companies with directors and officers in common. The sharing arrangement with Edgewater Exploration Ltd. and Newmarket Gold Inc. is on a month-to-month basis.

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. 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, 2016

	Canada	Nicaragua	Total
Cash and cash equivalents	$ 3,834,078	$ 82,754	$ 3,916,832
Other current assets	62,192	272,776	334,966
Property and equipment	8,640	324,254	332,896
Exploration and evaluation assets	-	20,075,716	20,075,716
Total assets	$ 3,904,910	$ 20,755,500	$ 24,660,410
Total liabilities	$ 61,726	$ 344,554	$ 406,280

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

	2016	2015
Canada	$ (725,780)	$ (941,405)
Nicaragua	-	-
Net loss for the period	$ (725,780)	$ (941,405)

9. Fair Value of Financial Instruments

Fair Value and Hierarchy

The fair value of financial instruments that are measured subsequent to initial recognition at their fair value is measured within a “fair value hierarchy” which has the following levels:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

Fair values of assets and liabilities approximate amounts at which these items could be exchanged in transactions between knowledgeable parties. Fair value is based on available public market information or, when such information is not available, estimated using present value techniques and assumptions concerning the amount and timing of future cash flows and discount rates which factor in the appropriate credit risk. The calculation of estimated fair value is based on market conditions at the specific point in time and in the respective geographic locations and may not be reflective of future fair values.

Marketable securities are recorded at fair value and are measured using Level 1. Receivables and trade and other payables approximate their fair values due to their short term to maturity.

Liquidity risk

Liquidity risk is the risk that the Company cannot meet its financial obligations associated with financial liabilities in full as they become due. The Company manages liquidity risk through the management of its capital structure. One of management’s goals is to maintain an optimal level of liquidity through the active management of the Company’s assets, liabilities, and cash flows. The Company’s cash and cash equivalents are held as cash deposits which are available on demand to fund the Company’s short-term financial obligations. Trade and other payables are due within the current operating period.

Credit risk

Credit risk arises from the possibility that a counterparty may experience financial difficulty and be unable to fulfill their commitments to the Company. The Company’s credit risk is primarily attributable to its cash and cash equivalents and receivables. The carrying value of these instruments represents the Company’s maximum exposure to credit risk. The Company limits exposure to credit risk by maintaining the significant majority of its cash with a large chartered Canadian banking institution. The remaining credit risk in receivables is considered low by management as they consist primarily of amounts owing from government authorities in relation to the refund of goods and services taxes in Canada applying to inputs for qualified expenditures.

Commodity price risk

Commodity price risk is the risk of financial loss resulting from movements in the price of the Company’s commodity inputs and outputs. Commodity prices for minerals are impacted by world economic events that dictate the levels of supply and demand as well as the relationship between the Canadian dollar and other foreign currencies, especially the United States dollar. The Company monitors commodity prices to determine the appropriate course of action to be taken. However, as the Company has not developed commercial mineral interests, it is not exposed to significant commodity price risk at this time.

9. Fair Value of Financial Instruments – cont'd.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The Company's interest rate risk arises primarily from the interest received on its cash balances. The Company manages its interest rate risk by maximizing the interest income earned on excess funds while maintaining the liquidity necessary to conduct operations on a day-to-day basis. Based on cash balances held as at the reporting date, the effect of a one basis point increase or decrease in interest rates on net loss is not considered significant. The Company's other financial assets and liabilities are not subject to interest rate risk, as they do not bear interest.

Foreign exchange risk

Foreign exchange risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of the changes in the foreign exchange rates. The Company's reporting currency is the Canadian dollar. The functional currency of Calibre Mining (the parent) and its wholly-owned subsidiary, Yamana Nicaragua Ltd., is the Canadian dollar and US dollar respectively. The Company incurs foreign currency risk on purchases that are denominated in a currency other than the functional currency of the Company, which will have an impact on the profitability of the Company and may also affect the value of the Company's assets and the amount of shareholders' equity. The Company's main risks are associated with fluctuations in the Nicaraguan Cordoba and the US dollar. The Company does not enter into any foreign exchange contracts to mitigate these risks.

10. Subsequent Event

The Company agreed to acquire (the "Transaction") all of the interest held by B2Gold Corp. ("B2Gold") in the Borosi concessions (the "Property") located in Nicaragua in consideration for $3,283,000 and a 1.5% net smelter returns royalty on production from the Property (the "Purchase Price"), subject to TSX Venture Exchange approval of the Transaction. The Property is currently jointly owned by B2Gold (as to 51%) and Calibre (as to 49%) pursuant to a joint venture agreement between B2Gold and Calibre. The cash portion of the Purchase Price is to be satisfied by the issuance of 23,450,000 common shares in the Company's capital to B2Gold. Upon closing of the Transaction, Calibre will own an undivided 100% interest in the Property and B2Gold will own 18.5% of the total issued and outstanding common shares of the Calibre.