Calibre Mining Corp.

(An Exploration Stage Company)
Interim Management's Discussion and Analysis – Quarterly Highlights
Period Ended June 30, 2018
(Expressed in Canadian Dollars - Unaudited)

Introduction

Calibre Mining Corp. ("Calibre" or the "Company") is incorporated under the laws of British Columbia, Canada and maintains its corporate head office in Vancouver, British Columbia, Canada. The Company engages principally in the acquisition, advancement and development of precious and base metals assets and mineral properties in Nicaragua. The Company's common shares are listed in Canada on the TSX Venture Exchange under the trading symbol CXB. The Company is currently focusing on the exploration of an impressive and strategic land position in a highly prospective, but underexplored region of the historic "Mining Triangle" in northeast Nicaragua, named the Borosi Concessions. The Borosi Concessions are named for the six historical producing regions of Bonanza, Rosita, and Siuna. The area is highly prospective for gold, silver and copper mineralization.

This interim Management Discussion and Analysis ("MD&A") should be read in conjunction with the unaudited condensed interim consolidated financial statements of the Company for the period ended June 30, 2018. The Company reports its balance sheet, results of operations, statement of changes in equity, and cash flows in accordance with International Financial Reporting Standards ("IRFS") 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"). Additional information relating to the Company, including the most recent Company filings, can be located on the Company's website, www.calibremining.com, or on the SEDAR website, www.sedar.com.

This MD&A reflects information available as at August 21, 2018.

Forward Looking Statements and Risk Factors

This interim MD&A includes certain statements that may be deemed "forward-looking statements." All statements in this discussion, other than statements of historical facts, that address events or developments that the Company expects are forward-looking statements. Although the Company believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include continued availability of capital and financing and general economic, market or business conditions. Investors are cautioned that any such statements are not guarantees of future performance and that actual results or developments may differ materially from those projected in the forward-looking statements.

For a detailed listing of the risk factors, please refer to the Company's annual MD&A for the year ended December 31, 2017.

Market Trends

The price of the Company's common shares, and the consolidated financial results and exploration, development and other activities of the Company, may in the future be significantly and adversely affected by declines in the prices of gold and other metals or minerals. The Company's business is directly impacted on the prices of gold, silver, copper, and other metals being adequate to continue to develop and explore the properties in which it has an interest.

In addition, the Company incurs costs in Canadian and U.S. dollars and the Nicaraguan Cordoba which could result in additional fluctuations in operational costs to the Company. Significant fluctuations in foreign exchanges rates in countries where the Company operates are difficult to predict and could have a significant variance on the operations of the Company.

Update on Exploration Activities

Calibre's 100% Owned Concessions - Primavera Gold-Copper Porphyry Project

The 2018 exploration program has commenced with rock and soil geochemistry and geological mapping. Exploration in H1 2018 also included additional target definition as well as additional drilling to test new zones.

Principal targets in the Primavera area include:

- expansion of the Primavera Deposit to depth and along strike,
- the north east trend covers an area 2km x 1km extending northeast from the existing deposit,
- the Santa Juana / San Francisco Target with an extent of 2km x 2km centered three kilometres southeast of the Primavera Deposit; and
- San Isidro a 2.0 kilometre by 3.0-kilometre anomaly has been defined using rock and soil geochemistry ad where the geology appears similar to Primavera dominated by andesitic volcanics and diorite intrusions. The geochemical signature varies slightly with significantly elevated lead, zinc, and antimony occurring with the copper and gold. Additional target definition exploration is on-going and the first drilling program at San Isidro is planned for 2018.

Drilling to date has tested less than 5% of the surface geochemical, geophysical, and geological anomaly associated with the Primavera Project.

IAMGOLD Option Agreement

In April 2018, IAMGOLD Corporation ("IAMGOLD") reported updated and maiden inferred mineral resources for the Eastern Borosi Project. A total of four deposits are located in an approximately 8 by 10 kilometre area and observed to display different lens orientations and grades. The various veins are generally open along strike and locally at depth. The potential for adding additional resources will continue to be evaluated in future exploration programs.

SUMMARY OF INFERRED MINERAL RESOURCES – AS OF MARCH 15, 2018

IAMGOLD Corporation / Calibre Mining Corp. – Eastern Borosi Project

Category	Method / Vein	Tonnage (000 t)	Grade Au g/t	Contained Ounces Au (oz)	Grade Ag g/t	Contained Ounces Ag (oz)	Grade AuEq g/t	Contained Ounces AuEq (oz)
Inferred	**Underground**							
	Total Underground	3,219	6.03	624,000	104	10,758,500	7.05	729,500
Inferred	**Open Pit**							
	La Luna	1,199	1.98	76,500	16	601,000	2.13	82,000
Inferred	**Total Underground and Open Pit**	**4,418**	**4.93**	**700,500**	**80**	**11,359,500**	**5.72**	**812,000**

Notes:
1. CIM (2014) definitions were followed for classification of Mineral Resources.
2. Mineral Resources are estimated at a cut-off grade of 2.0 g/t AuEq for resources potentially mined by underground methods and 0.42 g/t AuEq for resources potentially mined by open pit methods.
3. Gold equivalent values were calculated using the formula: AuEq (g/t) = Au (g/t) + Ag (g/t) / (101.8)
4. Mineral Resources are estimated using a long-term gold price of US$1,500 per ounce of gold, US$23 per ounce of silver.
5. A minimum mining width of 2.4 m was used for underground and 3 m for open pit.
6. Bulk density is 2.65 t/m^3 for Blag, East Dome, Riscos De Oro, and La Luna, and 2.60 t/m^3 for Guapinol and Vancouver.
7. East Dome is included in the Blag resource model and Vancouver is included in the Guapinol resource model.

8. Numbers may not add due to rounding.
9. Mineral Resources that are not Mineral Reserves do not have economic viability

The NI 43-101 compliant independent Technical Report summarizing the 2018 Mineral Resource Estimate, prepared by Roscoe Postle Associates Inc., was filed on SEDAR and on the Company's website on May 14, 2018.

Calibre, currently the project operator, has initiated the 2018 exploration and drilling program funded by IAMGOLD. Current work consists of detailed surface geochemistry, rock sampling, and mapping to evaluate a series of emerging targets and potential extensions to certain known zones. A diamond drilling program started in Q1 2018 with an initial program of 6,000 metres to further test targeted zones and defined targets, as well as complete first pass testing of new targets to expand the current resources. Results will be reviewed as they are received in order to prioritize developing targets with a view to ultimately complete up to 10,000 metres of drilling in 2018 should results warrant.

Drilling in H1 2018 consisted of step out holes following up on previous high-grade intercepts on a series of structures. Total holes completed to date: 25 - (3 Veta Loca "B", 3 Guapinol N., 12 Cadillac and Jaguar, 6 East Dome, and 1 Blag Main). Total meterage to date in 2018 for the completed holes is as follows: 5,808.49m - (468.17m Veta Loca "B", 590.17m Guapinol N., 2,413.78m Cadillac and Jaguar, 2,052.72m East Dome, and 283.65m Blag Main). The complete H1 2018 assay results are disclosed on the Company's press release dated July 12, 2018.

IAMGOLD paid the second installment of US$150,000 during the period ended June 30, 2018 in accordance with IAMGOLD's option to earn a further 19% in the Eastern Borosi Project.

The 2018 exploration and drilling program continues in H2 2018. Additional drilling will be completed in 2018 on existing zones and new targets with holes completed on the Main Blag Deposit and upcoming drilling on the La Luna Deposit, the first drilling to test La Luna since 2010.

Centerra Option Agreement

Additional exploration on the Siuna Project commenced in January 2018. Several mineralized zones are being evaluated and advanced by soil and rock sampling, trenching and additional IP geophysics including; the northern half of the ten-kilometre-long El Dorado Trend (Timbuco), Cerro Asa, Roskilete and continued advancement at El Avion Project. The 2018 diamond drilling program commenced in July 2018 and will test a number of high priority targets within several of the anomalous zones.

Rosita Mining Joint Venture

Nothing to report.

Results of Operations

As at June 30, 2018, the Company had total assets of $29,551,298 compared to $28,834,155 as at December 31, 2017. The majority of these assets for both periods are the carrying values of the Company's cash and cash equivalents and its exploration and evaluation assets.

As at June 30, 2018, the Company had working capital of $1,039,242 compared to working capital of $2,291,396 as at December 31, 2017.

During the three months ended June 30, 2018, the Company recorded a net loss of $151,287 or $0.00 per share, as compared to a net loss of $482,308 or $0.00 per share during the same period in the prior year.

Expenses during the three months ended June 30, 2018 were $237,436 compared to $528,753 in 2017. The key items contributing to these expenses are as follows:

During the three months ended June 30, 2018, share-based compensation was $49,673 compared to $280,014 during 2017. The higher expense in 2017 was due to the 7,000,000 stock options granted by the Company to various employees, officers, consultants and directors of the Company. There were no stock options granted during 2018.

(Expressed in Canadian Dollars - Unaudited)

During the six months ended June 30, 2018, the Company recorded a net loss of $365,545 or $0.00 per share, as compared to a net loss of $1,053,881 or $0.01 per share during the same period in the prior year.

Expenses during the six months ended June 30, 2018 were $548,081 compared to $1,185,038 in 2017. The key items contributing to these expenses are as follows:

During the six months ended June 30, 2018, share-based compensation was $142,495 compared to $711,797 during 2017. The higher expense in 2017 was due to the 7,000,000 stock options granted by the Company to various employees, officers, consultants and directors of the Company. There were no stock options granted during 2018.

During the six months ended June 30, 2018, trade shows and conferences was $14,842 compared to $72,048 in 2017. The increase in trade shows and conferences in 2017 was due to costs associated with marketing trips in Europe and Nicaragua and mining conferences in Toronto and Vancouver.

Summary of Quarterly Results

The following information is derived from the Company's unaudited quarterly condensed interim consolidated financial statements or results for the past eight quarters.

	June 2018	**March 2018**	**December 2017**	**September 2017**
Total revenues	$Nil	$Nil	$Nil	$Nil
Net loss for the period	$(151,287)	$(214,258)	$(286,899)	$(532,112)
Basic and diluted loss per share for the period	($0.00)	($0.00)	($0.00)	($0.00)

	June 2017	**March 2017**	**December 2016**	**September 2016**
Total revenues	$Nil	$Nil	$Nil	$Nil
Net loss for the period	$(482,308)	$(571,573)	$(49,757)	$(158,039)
Basic and diluted loss per share for the period	($0.00)	($0.01)	($0.00)	($0.00)

*Refer to section, Results of Operations, for explanation on expenditures and fluctuations.

The variation seen over the above quarters is primarily dependent upon the success of the Company's ongoing property evaluations and acquisition program and the timing and results of the Company's exploration activities on its current properties, none of which is possible to predict with any accuracy. The Company will continue to incur losses until such time as the commercial development of a discovery or an acquisition results in positive earnings. The above losses are also impacted by options granted in any given period, which give rise to share-based compensation expenses.

Liquidity and Capital Resources

The recovery of the Company's investment in resource properties and the attainment of profitable operations are dependent upon the discovery and development of economic precious and base metal reserves and the ability to arrange sufficient financing to bring these reserves into production. The ultimate outcome of these matters cannot presently be determined.

As the Company is in the exploration stage, no mineral producing revenue has been generated to date. The ability of the Company to meet its obligations and continue the exploration and development of its mineral properties is dependent upon its ability to continue to raise adequate financing. Historically, operating capital and exploration requirements have been funded primarily from equity financing, joint ventures, disposition of mineral properties and investments. There can be no assurance that such financing will be available to the Company in the amount required at any time or for any period or, if available, that it can be obtained on terms satisfactory to the Company. Based on the amount of funding raised, the Company's exploration program may be tailored accordingly.

(Expressed in Canadian Dollars - Unaudited)

Other than those obligations disclosed in the notes to its condensed interim consolidated financial statements and discussed in this MD&A, the Company has no other long-term debt, capital lease obligations, operating leases or any other long-term obligations. The Company had working capital of $1,039,242 as at June 30, 2018.

Historically, the Company's only source of funding has been the issuance of equity securities for cash. The Company has issued common share capital the past few years, pursuant to private placement financings, and the exercise of warrants and options. The Company's access to exploration financing when the financing is not transaction specific is always uncertain. There can be no assurance of continued access to significant equity funding. The Company's ability to raise additional funds may be impacted by future exploration results and changes in metal prices or market conditions. Management believes it will be able to raise equity capital as required in the long term, but recognize there will be risks involved that may be beyond their control. The Company intends to continue to use various strategies to minimize its dependence on equity capital, including the securing of joint venture partners where appropriate and maintenance of existing capital by means of cost saving measures. The Company has no outstanding debt facility upon which to draw.

Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

Transactions with Related Parties

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 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 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.

Proposed Transactions

Although the Company may be investigating any number of potential properties or projects at any given time, there are no proposed transactions that the Board of Directors or senior management believe that confirmation of the decision to acquire any specific project by the Board is certain.

Critical Accounting Estimates

The significant accounting policies applied in the preparation of the financial statements are consistent with those applied and disclosed in the Note 2 of the Company's 2017 audited consolidated financial statements.

Critical accounting estimates remain the same as disclosed in the 2017 audited annual consolidated financial statements.

Financial Instruments and Other Instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Company's financial instruments consist of cash and cash equivalents, receivables, marketable securities, and trade and other payables. Cash and cash equivalents are classified as loans and receivable recognized initially at fair value. Subsequent to initial recognition, it is measured at amortized cost using the effective interest method, less any impairment losses. Marketable securities are classified as available for sale financial assets and are recognized initially at fair value. Gains or losses arising from changes in fair value are recognized in other comprehensive income.

Receivables and trade and other payables are the same as or approximately equal to their respective fair values due to their short-term maturity or capacity of prompt liquidation. The Company does not use derivative instruments or hedges to manage various risks because the Company's exposure to credit risk, liquidity risk, and market risks is relatively low. Cash and cash equivalents are held through a large national financial institution.

Disclosure of Outstanding Share Data

The following describes the outstanding share data of the Company as at August 21, 2018. For further information and details concerning outstanding share data, options, and warrants, refer to the Condensed Interim Consolidated Statements of Changes in Shareholders' Equity, included in the condensed interim condensed interim consolidated financial statements as at and for the period ended June 30, 2018:

	Number Outstanding
Common shares	312,671,418
Options to purchase common shares	18,975,000
Warrants to purchase common shares	46,295,000