CALIBRE
MINING CORP

Condensed Interim Consolidated Financial Statements

For the Three Months Ended March 31, 2022 and 2021

(Unaudited and stated in thousands of United States dollars)

Condensed Interim Consolidated Statements of Operations and Comprehensive Income

Three Months Ended March 31, 2022 and 2021

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

	Notes	Three months ended March 31, 2022	2021
Revenue		**$ 99,565**	$ 82,034
Cost of sales			
Production costs	4	**(51,455)**	(41,465)
Royalty and production taxes		**(3,966)**	(3,211)
Refinery and transportation		**(205)**	(257)
Depreciation and amortization		**(12,404)**	(7,141)
Total cost of sales		**(68,030)**	(52,074)
Income from mine operations		**31,535**	29,960
Expenses			
General and administrative	5	**(3,119)**	(1,995)
Exploration expenses		**(1,169)**	-
Share-based compensation	13	**(1,275)**	(684)
Due diligence and transactions costs	3	**(4,740)**	-
Foreign exchange loss		**(475)**	(107)
Care, maintenance and other expenses		**(477)**	(28)
Operating profit		**20,280**	27,146
Interest income		**156**	109
Finance expense	6	**(518)**	(290)
Other income, net	7	**(42)**	42
Income before taxes		**19,876**	27,007
Current tax expense		**(7,018)**	(7,165)
Deferred tax expense		**(1,157)**	(3,197)
Net income		**$ 11,701**	$ 16,645
Other comprehensive income			
Items that may be reclassified subsequently to profit and loss:			
Foreign currency translation differences		**(28)**	193
Comprehensive income		**$ 11,673**	$ 16,838
Income per share - basic		**$ 0.03**	$ 0.05
Income per share - diluted		**$ 0.03**	$ 0.05
Weighted average number of shares outstanding *(in thousands)*			
- basic		**444,599**	334,284
- diluted		**462,006**	364,356

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

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

As at:	Notes	March 31, 2022	December 31, 2021
ASSETS			
Current assets			
Cash and cash equivalents		**$ 77,321**	$ 78,454
Receivables, prepaids and other current assets	8	**15,842**	8,249
Inventories	9	**93,664**	54,407
Total current assets		**186,827**	141,110
Non-current assets			
Mineral interests, plant and equipment	10	**400,120**	290,086
Other assets	11	**8,006**	6,333
Total assets		**$ 594,953**	$ 437,529
LIABILITIES			
Current liabilities			
Accounts payable and accruals		**$ 30,842**	$ 21,042
Income and other taxes payable		**6,524**	13,502
Current portion of provisions	12	**5,387**	5,391
Current portion of share based liabilities	13	**3,145**	3,440
Current portion of lease liability		**530**	43
Total current liabilities		**46,428**	43,418
Non-current liabilities			
Provisions	12	**77,571**	65,384
Share based liabilities	13	**784**	601
Deferred tax liability		**54,248**	38,674
Total liabilities		**179,031**	148,077
SHAREHOLDERS' EQUITY			
Share capital	13	**288,351**	175,712
Contributed surplus		**21,217**	19,059
Accumulated other comprehensive income		**2,904**	2,932
Retained earnings		**103,450**	91,749
Total shareholders' equity		**415,922**	289,452
Total liabilities and shareholders' equity		**$ 594,953**	$ 437,529

APPROVED ON BEHALF OF THE BOARD ON MAY 3, 2022:

Signed *"Darren Hall"*, DIRECTOR   Signed *"Edward Farrauto"*, DIRECTOR

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

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

	Notes	Three months ended March 31, 2022	2021
Cash provided by operations			
Net income		**$ 11,701**	$ 16,645
Payments against rehabilitation liabilities	12	**(34)**	(154)
Non-cash adjustments			
Share-based compensation	13	**1,006**	854
Depreciation and amortization		**12,506**	7,166
Accretion expense	6	**502**	284
Other		**(46)**	39
Deferred tax expense		**1,157**	3,197
Working capital adjustments	14	**(8,536)**	(2,509)
Net cash provided by operating activities		**18,255**	25,522
Investing activities			
Expenditures on mineral properties, plant and equipment	10	**(29,127)**	(20,666)
Cash receipt from Rio Tinto		**514**	-
Cash paid for the Fiore acquisiton	3	**(8,000)**	-
Cash obtained from the Fiore acquisition	3	**13,607**	-
Interest income received		**-**	3
Net cash used in investing activities		**(23,006)**	(20,663)
Financing activities			
Exercise of share options and warrants	13	**3,865**	188
Payment of lease liability and interest		**(255)**	(29)
Net cash provided by financing activities		**3,610**	159
Effect of exchange rate changes on cash		**8**	28
Change in cash and cash equivalents		**(1,133)**	5,046
Cash and cash equivalents, beginning of period		**78,454**	53,175
Cash and cash equivalents, end of period		**$ 77,321**	$ 58,221
Other information			
Interest paid - cash		**$ 16**	$ 5
Taxes paid - cash		**$ 13,996**	$ 6,819

Supplemental Cash Flow Information – Note 14

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

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity

Three Months Ended March 31, 2022 and 2021

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

				Accumulated Other Comprehensive Income			
	Number of Shares *(in thousands)*	Share Capital	Contributed Surplus	Foreign Currency Translation Reserve	Other	Retained Earnings	Total
Balances at December 31, 2020	**333,821**	**$ 170,591**	**$ 22,267**	**$ 1,863**	**$ 1,877**	**$ 33,550**	**$ 230,148**
Exercise of options and warrants (Note 13)	267	276	(89)	-	-	-	187
Exercise of restricted share units (Note 13)	1,182	701	(701)	-	-		-
Share based compensation (Note 13)	-	-	895	-	-	-	895
Foreign exchange translation	-	-	-	193	-	-	193
Net income	-	-	-	-	-	16,645	16,645
Balances at March 31, 2021	**335,270**	**$ 171,568**	**$ 22,372**	**$ 2,056**	**$ 1,877**	**$ 50,195**	**$ 248,068**
Balances at December 31, 2021	**340,269**	**$ 175,712**	**$ 19,059**	**$ 2,177**	**$ 755**	**$ 91,749**	**$ 289,452**
Shares issued on purchase of Fiore Gold (Note 3)	101,322	107,205	-	-	-	-	107,205
Replacement options granted on purchase of Fiore Gold (Note 3)	-	-	3,183	-	-	-	3,183
Exercise of options and warrants (Note 13)	3,928	4,117	(252)	-	-	-	3,865
Exercise of restricted and performance share units (Note 13)	1,153	1,316	(1,316)	-	-	-	-
Share based compensation (Note 13)	-	-	544	-	-	-	544
Foreign exchange translation	-	-	-	(28)	-	-	(28)
Net income	-	-	-	-	-	11,701	11,701
Balances at March 31, 2022	**446,671**	**$ 288,351**	**$ 21,217**	**$ 2,149**	**$ 755**	**$ 103,450**	**$ 415,922**

The accompanying notes are an integral part of the unaudited, condensed interim consolidated financial statements.

1. NATURE OF OPERATIONS

Nature of Operations

Calibre Mining Corp. (individually, or collectively with its subsidiaries, as applicable, "Calibre" or the "Company") is a gold mining, mine development, and exploration company. The Company owns several operational open-pit and underground mines, two milling facilities (the El Limon and La Libertad mines), and a portfolio of exploration and development opportunities in Nicaragua, Central America that were acquired from B2Gold Corp ("B2Gold") in 2019. In addition to its mining operations, Calibre continues to explore and develop several concessions at its 100%-owned Eastern Borosi Gold-Silver Project ("EBP") in northeastern Nicaragua and also work with its joint venture partner, Rio Tinto Exploration ("Rio Tinto"), to explore, identify, and acquire exploration assets throughout Nicaragua with a focus on copper-gold-porphyry, skarn and epithermal precious metal systems.

In January 2022, the Company acquired Fiore Gold Ltd. (individually, or collectively with its subsidiaries, as applicable, "Fiore") whereby Calibre acquired a 100% interest in Fiore's Pan Mine, a producing heap leach gold operation. Calibre also acquired the adjacent advanced-stage and permitted Gold Rock Project and the past producing Illipah Gold Project in Nevada, as well as the Golden Eagle project in Washington State which is an exploration stage project.

Calibre is incorporated under the laws of British Columbia, Canada and maintains its corporate head office at Suite 413 – 595 Burrard Street, P.O. Box 49167, Vancouver, British Columbia, Canada, V7X 1J1. The Company's common shares are listed on the Toronto Stock Exchange in Canada under the ticker symbol *CXB* and in the United States on the premium OTCQX Best Market, under the ticker symbol *CXBMF*.

Impact of the Global Coronavirus Pandemic ("COVID-19")

The global response to the COVID-19 pandemic has resulted in, among other things, border closures, travel restrictions, as well as quarantine, and other emergency measures imposed by various governments. Additional government or regulatory actions or inactions around the world in jurisdictions where the Company or its suppliers operate may also have a potential significant economic and social impact. If the Company's business operations are disrupted or suspended because of these or other measures, it may have a material adverse effect on the Company's business, results of operations and financial performance. Factors that may be impacted, among other things, are the Company's operating plan, production, supply chain, construction, and maintenance activities.

The extent to which COVID-19 may impact the Company's future business and operations will depend on future developments that are highly uncertain and cannot be accurately estimated at this time, including new information which may emerge concerning the severity of and the actions required to contain COVID-19 or remedy its impact.

The Company continues its enhanced COVID-19 health and safety protocols, including social distancing, mask wearing, and preventative communication campaigns, while working closely with our local communities, the Ministry of Health in Nicaragua, the United States Department of Health, employees and contractors to minimize the spread of the virus.

2. BASIS OF PRESENTATION

Basis of Presentation and Statement of Compliance

The unaudited condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS"), as applicable to interim financial reports including International Accounting Standard 34, *Interim Financial Reporting*. Therefore, these condensed interim consolidated financial statements do not include all the information and note disclosures required by IFRS for annual financial statements and should be read in conjunction with the audited annual consolidated financial statements for the year ended December 31, 2021, which have been prepared in accordance with IFRS.

The accounting policies and basis of presentation applied in the preparation of these unaudited condensed interim consolidated financial statements are consistent with those applied and disclosed in the Company's audited annual consolidated financial statements for the year ended December 31, 2021, unless otherwise noted.

These unaudited condensed interim consolidated financial statements were approved by the Board of Directors of the Company on May 3, 2022.

Accounting Policies Adopted

As a result of the acquisition of the United States Assets (Note 3), the Company adopted the following accounting policy:

Leach Pad Inventory

Inventories include stockpile, heap leach in-circuit, mill in-circuit, finished goods and materials and supplies. Inventories are valued at the lower of cost or net realizable value. Costs include mining costs (ore and waste), leach pad and crusher processing costs and associated depreciation and depletion and an attributable portion of plant and overhead costs. Net realizable value is computed using expected metal prices reduced for any further estimated processing, refining, and selling costs. Costs based on the average cost per recoverable ounce of gold are removed from leach pad and in-circuit inventory as gold is recovered from the leach pad or converted into gold doré as applicable.

Finished goods inventory is refined gold available for sale and is valued at the lower of the average production cost per gold ounce or net realizable value. The cost of finished goods inventory at includes the average cost of heap leach in-circuit inventory incurred and additional downstream processing costs. Materials and supplies inventories are valued at the lower of weighted average cost or net realizable value. Cost includes applicable taxes and freight.

Any write-downs of inventory to net realizable value are recorded as cost of sales in the Consolidated Statements of Income and Comprehensive Income, except prior to commercial production in which case the amounts are capitalized against mine construction and development costs. If there is a subsequent increase in the value of inventories, the previous write-downs to net realizable value are reversed to the extent that the related inventory has not been sold.

2. BASIS OF PRESENTATION - *continued*

Accounting Policies Adopted - *continued*

Stockpile, heap leach in-circuit, finished goods and materials and supplies inventories are all expected to be sold or utilized as part of the Company's normal operating cycle and therefore classified as current assets on the Consolidated Statements of Financial Position.

Significant Accounting Estimates and Judgements

The preparation of financial statements in conformity with IFRS requires management to make accounting policy judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates as the estimation process is inherently uncertain. Estimates are reviewed on an ongoing basis based on historical experience and other factors that are considered relevant under the circumstances. Revisions to estimates and the resulting effects on the carrying amounts of the Company's assets and liabilities are accounted for prospectively. The critical accounting policy judgments and estimates applied in the preparation of the Company's unaudited condensed interim consolidated financial statements are consistent with those applied and disclosed in Note 4 of the Company's audited annual consolidated financial statements for the year ended December 31, 2021, except as noted below.

Acquisition Accounting

The acquisition of a company may result in the reporting of the acquisition as a business combination or an asset acquisition as defined within IFRS. Judgment is required to determine the basis of accounting for the acquisition. The Company determined that a business combination approach was the appropriate acquisition accounting for its acquisition of Fiore Gold Ltd. during the three months ended March 31, 2022 (Note 3).

Work-in-process Inventory / Production Costs

The Company's management makes estimates of the expected recoverable ounces of gold on leach pads and the expected timing of recoveries in work-in-process inventory, which is also used in the determination of the cost of sales during the period. Expected recoverable ounces of gold on leach pads are determined based on the type of ore tonnes mined and placed on the leach pad, rock density, grams of gold per tonnes and expected recovery rates. Management relies on internal geological and metallurgical experts to develop estimates related to expected recoverable ounces of gold on leach pads and timing of recoveries. The Company monitors the recovery of gold ounces from the leach pads and may refine its estimates based on these results. Assumptions used in the net realizable value assessment include the estimated gold prices at the time of sale, remaining costs of completion to bring inventory into its saleable form and discount rate. Changes in these estimates can result in a change in the carrying amount of inventories and future cost of sales.

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

3. ACQUISITION OF UNITED STATES ASSETS

On October 25, 2021, the Company announced it had entered into a definitive agreement with Fiore, whereby Calibre proposed to acquire all of Fiore's issued and outstanding common shares pursuant to a court-approved plan of arrangement (the "Acquisition"). The Acquisition was completed prior to market opening on January 12, 2022. Pursuant to the terms of the agreement, Calibre acquired a 100% interest in Fiore's gold producing Pan Mine, the adjacent advanced-stage and permitted Gold Rock Project and the past producing Illipah Gold Project in Nevada, as well as the Golden Eagle project in Washington State. Fiore controls a large land package on Nevada's prolific Battle Mountain – Eureka trend.

On closing of the Acquisition, Calibre issued a total of 101.3 million common shares and paid $8.0 million in cash to Fiore shareholders for a 100% interest in Fiore Gold Ltd and its subsidiaries. Pursuant to the terms of the arrangement, the Company also issued a total of 6.5 million replacement options to holders of Fiore options and 0.2 million amended stock appreciation rights ("SARs") to holders of Fiore SARs.

The Company has determined that this acquisition is a business combination for accounting purposes under IFRS 3, *Business Combinations*. A business combination requires that the assets and liabilities acquired assumed constitute a business. A business consists of inputs and processes applied to those inputs that have the ability to create outputs, and management considers this acquisition to qualify as such.

The purchase price allocation resulting from a business combination requires management to estimate the fair value of identifiable assets acquired including intangible assets and liabilities assumed. The determination of fair value involves making estimates relating to acquired assets and liabilities including property and equipment, mine restoration provisions, and mineral property interests and was determined based on third party appraisals, discounted cash flow models, quoted market prices, and other research data at the date of acquisition, as deemed appropriate.

The following tables summarize the fair value of the consideration paid and the preliminary fair values of identified assets and liabilities recognized as a result of the Transaction.

Calibre share price	$	1.34
USD Fx rate		0.7896
USD Calibre share price	$	1.06

Value of shares on close of Transaction (USD)	$	107,205,079
Value of cash on close of Transaction		8,000,379
Value of SARs		61,312
Value of Replacement Options		3,243,879
USD Value Purchase Price	$	118,510,649

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

3. ACQUISITION OF UNITED STATES ASSETS - *continued*

Fair Value of Identified Assets Acquired and Liabilities Assumed		
Assets		
Cash and cash equivalents	$	13,607
Receivables, prepaids, and deposits		1,313
Inventories		32,873
Plant, equipment, and mineral interests		100,852
Deposits and advance royalties		9,867
Total Assets		158,512
Liabilities		
Accounts payables and accrued liabilities		14,109
Lease liabilities		739
Asset retirement obligations		10,737
Deferred income tax liabilities		14,416
Total Liabilities		40,001
Net assets acquired	$	118,511

The Company did not identify any contingent assets as part of the Transaction.

Business combination costs, including advisory, legal, regulatory and other professional fees, and success fees payable on completion of the transaction totaled $4,740 which were expensed in the statements of operations for the three months ended March 31, 2022 ($1,643 expensed during the year ended December 31, 2021).

The acquired business contributed revenues of $18,194 and a net profit of $3,128 to the Company for the period from January 12 to March 31, 2022. If the acquisition had occurred on January 1, 2022, consolidated pro-forma revenue and profit for the three months ended March 31, 2022 would have been $19,232 and $3,029, respectively. These amounts have been calculated using the subsidiary's results and adjusting them for the additional depreciation and amortization that would have been charged assuming the fair value adjustments to property, plant, and equipment and intangible assets had applied from January 1, 2022.

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

4. PRODUCTION COSTS

	Three months ended March 31,	
	2022	2021
Raw materials and consumables	**$ 16,688**	$ 13,031
Salaries and employee benefits	**11,160**	8,930
Contracted services	**20,215**	12,939
Electricity and power	**4,680**	4,093
Site administration and other	**2,161**	2,967
Silver by-product credit	**(1,287)**	(2,718)
Change in inventories	**(2,162)**	2,223
	$ 51,455	$ 41,465

Contracted services above include leasing payments of $235 relating to short-term leases (those with a term of 12 months or less) for the three months ended March 31, 2022 ($131 for the three months ended March 31, 2021) and $18,136 relating to variable lease payments (including both lease and non-lease components) have been expensed in the statement of operations during the three months ended March 31, 2022 ($10,910 for the three months ended March 31, 2021).

An additional $7,290 relating to variable lease payments (including both lease and non-lease components) was capitalized as part of mineral interests during the three months ended March 31, 2022 ($6,282 for the three months ended March 31, 2021).

5. GENERAL AND ADMINISTRATIVE EXPENSES

	Three months ended March 31,	
	2022	2021
Salaries, wages and benefits	**$ 2,051**	$ 1,481
Consulting and professional fees	**455**	211
Corporate administration and other	**613**	303
	$ 3,119	$ 1,995

6. FINANCE EXPENSE

	Three months ended March 31,	
	2022	2021
Interest expense	**$ 16**	$ 6
Accretion of mine restoration provision	**234**	84
Accretion of employee benefit obligations	**268**	200
	$ 518	$ 290

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

7. OTHER INCOME, NET

	Three months ended March 31,	
	2022	2021
(Loss) gain on disposal of assets, net	**$ (31)**	$ 3
Management fee income	**72**	51
Other expense	**$ (83)**	(12)
	$ (42)	$ 42

8. RECEIVABLES, PREPAIDS AND OTHER CURRENT ASSETS

	March 31, 2022	December 31, 2021
Receivables	**$ 956**	$ 494
Reclamation deposit	**6,536**	-
Value added tax and other recoverable taxes	**984**	1,189
Prepaid expenses and deposits	**3,830**	3,125
Supplier advances	**3,200**	3,114
Employee advances and other	**336**	327
	$ 15,842	$ 8,249

Value added tax ("VAT") receivable may be used to offset other taxes payable including income and payroll taxes. Historically, the operations have experienced delays in receiving payment or confirmation of offset against other taxes and, on some occasions, VAT receivable claims have been denied. As at March 31, 2022, $2,950 of VAT and other recoverable taxes has been reclassified to long-term assets (December 31, 2021 - $3,565) (Note 11).

Included in supplier and employee advances are certain payments to local contractors engaged by the Company to conduct mine development and provide operational support. The advances to different contractors have various terms of repayment from short-term to up to 24-month periods and rates of interest ranging from nominal amounts to 6% per annum. In certain situations, the advances are collateralized by certain equipment owned by the contractor. As at March 31, 2022, $1,980 in supplier advances are included in long-term assets (December 31, 2021 - $2,768) (Note 11).

9. INVENTORIES

	March 31, 2022	December 31, 2021
Finished goods - gold and silver doré	**$ 586**	$ 438
Ore on leach pads	**34,203**	-
Mill in-circuit	**13,197**	8,970
Ore stockpiles	**11,323**	11,049
Materials and supplies	**34,355**	33,950
	$ 93,664	$ 54,407

Ore on leach pads relates to our United States operations that Calibre acquired in January 2022 (Note 3).

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

9. INVENTORIES - *continued*

The amount of depreciation included in inventory as at March 31, 2022 was $10,604 (December 31, 2021 - $5,664).

The amount of production costs that was inventoried in gold doré, mill-in-circuit, ore on leach pads and ore stockpiles ("metal inventory") was $71,961 for the three months ended March 31, 2022 ($47,936 for the three months ended March 31, 2021).

10. MINING INTERESTS, PLANT AND EQUIPMENT

The following tables provide continuity schedules which outline changes to mineral interests for the three months ended March 31, 2022 and year ended December 31, 2021.

Cost		**Mineral Interests**		**Exploration and Evaluation assets**		**Property, plant and equipment**		**Total**
Balance as at December 31, 2020	**$**	**149,093**	**$**	**40,870**	**$**	**70,345**	**$**	**260,308**
Additions		36,339		24,573		26,690		87,602
Reclassifications		1,897		(1,897)		-		-
Disposals		-		-		(473)		(473)
Change in mine restoration provision						6,881		6,881
Recovery on costs and option payments		-		(3,216)		-		(3,216)
Balance as at December 31, 2021	**$**	**187,329**	**$**	**60,330**	**$**	**103,443**	**$**	**351,102**
Assets acquired		21,996		52,118		26,738		100,852
Additions		9,527		13,226		4,574		27,327
Reclassifications		166		(166)		-		-
Recovery on costs and option payments		-		(700)		-		(700)
Balance as at March 31, 2022	**$**	**219,018**	**$**	**124,808**	**$**	**134,755**	**$**	**478,581**
Accumulated depreciation and amortization								
Balance as at December 31, 2020	**$**	**11,982**	**$**	**-**	**$**	**7,388**	**$**	**19,370**
Depreciation and amortization		30,371		-		11,350		41,721
Disposals		-		-		(75)		(75)
Balance as at December 31, 2021	**$**	**42,353**	**$**	**-**	**$**	**18,663**	**$**	**61,015**
Depreciation and amortization		10,943		-		6,502		17,445
Balance as at March 31, 2022	**$**	**53,296**	**$**	**-**	**$**	**25,165**	**$**	**78,460**
Net carrying amounts								
Balance as at December 31, 2021	$	144,976	$	60,330	$	84,780	$	290,086
Balance as at March 31, 2022	**$**	**165,722**	**$**	**124,808**	**$**	**109,590**	**$**	**400,120**

As at March 31, 2022 and December 31, 2021, the Company did not have any indicators of impairment.

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

10. MINING INTERESTS, PLANT AND EQUIPMENT - *continued*

The following table provides a continuity schedule which details exploration and evaluation assets for the three months ended March 31, 2022 and the year ended December 31, 2021.

	December 31, 2021	Assets acquired	Additions	Recoveries and option payments	Costs reclassified	March 31, 2022
Limon	$ 5,171	$ -	$ 1,163	$ -	$ (166)	$ 6,168
Libertad	16,211	-	3,264	-	-	19,475
Borosi - Rio Tinto option	18,521	-	700	(700)	-	18,521
EBP - 100% Calibre	19,966	-	2,198	-	-	22,164
Other Nicaragua	461	-	-	-	-	461
Pan Mine	-	2,281	2,541	-	-	4,822
Gold Rock	-	27,460	3,289	-	-	30,749
Golden Eagle	-	21,080	-	-	-	21,080
Illipah and other Nevada	-	1,297	71	-	-	1,368
	$ 60,330	$ 52,118	$ 13,226	$ (700)	$ (166)	$ 124,808

	December 31, 2020	Assets acquired	Additions	Recoveries and option payments	Costs reclassified	December 31, 2021
Limon	$ 4,262	$ -	$ 2,806	$ -	$ (1,897)	$ 5,171
Libertad	6,275	-	9,936	-	-	16,211
Borosi - Rio Tinto option	18,530	-	3,207	(3,216)	-	18,521
EBP - 100% Calibre	11,342	-	8,624	-	-	19,966
Other Nicaragua	461	-	-	-	-	461
	$ 40,870	$ -	$ 24,573	$ (3,216)	$ (1,897)	$ 60,330

Acquisitions and Option Agreements

Purchase of Remaining Interest in the Eastern Borosi Project ("EBP") from IAMGOLD Corporation ("IAMGOLD")

During the year ended December 31, 2020, IAMGOLD completed an option agreement and earned a 70% interest in certain concessions in northeast Nicaragua (with Calibre owning the remaining 30% interest). The IAMGOLD option project was named the EBP. On August 20, 2020, Calibre executed an agreement to acquire the 70% interest in the EBP from IAMGOLD, resulting in Calibre owning an undivided 100% interest in this project.

As consideration for IAMGOLD's 70% interest in the EBP, Calibre issued 2.3 million common shares, with a fair value of $3,000 and agreed to pay $1,000 in cash 12 months following the date of the acquisition agreement (paid during the three months ended September 30, 2021). In addition, the Company granted a 2% net smelter return ("NSR") royalty on future production from the EBP to IAMGOLD, with Calibre retaining the right to purchase 1% of the NSR royalty for $2,000.

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

10. MINING INTERESTS, PLANT AND EQUIPMENT - *continued*

Acquisitions and Option Agreements - *continued*

Borosi – Rio Tinto Option and Alliance Agreement

During the year ended December 31, 2020, Calibre entered into an option earn-in agreement with Rio Tinto, whereby Rio Tinto can earn an initial 55% interest (and potentially up to a 75% interest) in Calibre's 100%-owned Borosi Project ("Borosi") in northeast Nicaragua. Under the terms of the agreement, Rio Tinto will have a five-year option to acquire a 55% interest in the Borosi Project by incurring $10,000 in qualifying expenditures. Following earning this initial option, Rio Tinto will have the opportunity to earn up to an additional 20% interest in the Borosi Project by incurring an additional $35,000 over a six-year period. Calibre has been designated as the initial operator of the field work being completed under the above option agreement and will receive a fee equal to 10% of the qualifying expenditures.

As a result of the Rio Tinto option agreement being completed, the Company reclassified $18,530 from the Borosi – 100% Calibre owned category to the Borosi – Rio Tinto option category during the year ended December 31, 2020. The Borosi – Rio Tinto agreement encompasses an entirely separate land package from that of the EBP (discussed above) with no overlapping concessions.

In addition, the Company and Rio Tinto have entered into a separate exploration alliance ("Alliance Agreement") to acquire and earn-in to various exploration concessions in Nicaragua, with a focus on skarn, copper and copper-gold porphyry style targets (the "Alliance"). This exploration alliance is a five-year generative exploration and concession acquisition alliance under which Rio Tinto will fund 100% of the costs incurred under the Alliance Agreement.

Rio Tinto has the right to instruct Calibre to acquire selected Alliance properties and will fund the acquisition of those properties. Rio Tinto shall also have the right to designate one or more blocks of the Alliance properties (each such block not to exceed 40,000 hectares in the aggregate) and shall have the exclusive option to earn up to an 80% interest in each such block. Rio Tinto shall have an initial five-year option to acquire a 55% interest in the Alliance by incurring $5,000 in qualifying expenditures. Following earning this initial option, Rio Tinto will have the opportunity to earn up to an additional 25% in the Alliance by incurring an additional $20,000 over a 10-year period. Calibre will receive a fee of 10% of qualifying expenditures for acting as the operator under the Alliance Agreement.

For the three months ended March 31, 2022 and year ended December 31, 2021, the Company recovered $700 and $3,216, respectively in general exploration, salary and wages, concession property payments, and related charges associated with the Rio Tinto option agreements.

11. OTHER ASSETS

		March 31, 2022		December 31, 2021
Long-term portion of supplier advances (Note 8)	**$**	**1,980**	$	2,768
Long-term portion of value added and other recoverable taxes (Note 8)		**2,950**	$	3,565
Advance royalties		**3,076**		-
	$	**8,006**	$	6,333

The advance royalties relate to properties acquired in the Fiore acquisition (Note 3).

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

12. PROVISIONS

Employee Benefits Obligation

	Three months ended March 31 2022	Year ended December 31, 2021
Balance beginning of year	**$ 12,428**	$ 8,524
Service cost	**1,280**	2,836
Accretion expense	**268**	800
Total amount recognized in profit and loss	**1,548**	3,636
Remeasurements		
Change in financial estimates	**-**	(155)
Change in mine life	**-**	1,757
Total amount recognized in OCI	**-**	1,602
Payments	**(301)**	(1,334)
Balance end of March 31, 2022 and December 31, 2021	**13,675**	12,428
Less: current portion	**(915)**	(919)
Long-term portion as of March 31, 2022 and December 31, 2021	**$ 12,760**	$ 11,509

	2022	2021
Discount rate	**11.0%**	11.0%
Salary growth rate	**3.0%**	3.0%

The employee benefits obligation relates to severance accruals for employees at the Company's operations in Nicaragua. The severance is computed based on the years of service at the average salary of the last six months of employment. Employees that work less than ten years have a maximum benefit of five months salaries. In some cases, those with more than ten consecutive years of service can receive an additional severance benefit of ten to twenty months salary when leaving Calibre. The calculation is in line with labor regulations in Nicaragua.

Mine Restoration Provision

	Three months ended March 31 2022	Year ended December 31, 2021
Balance beginning of year	**$ 58,347**	$ 51,636
Reclamation acquired from Fiore acquisition	**10,737**	-
Change in estimate	**-**	6,881
Accretion expense	**234**	335
Payments	**(34)**	(506)
Balance end of March 31, 2022 and December 31, 2021	**69,283**	58,347
Less: current portion	**(4,472)**	(4,472)
Long-term portion as of March 31, 2022 and December 31, 2021	**$ 64,811**	$ 53,875

The restoration provision consists primarily of costs associated with mine reclamation and closure activities. These activities, which tend to be site specific, generally include costs for earthworks, including detoxification and recontouring, revegetation, water treatment, demolition, decommissioning the mill complex and related infrastructure, physical and chemical stability of the tailings area, post-closure site security and monitoring costs. The Company considers such factors as changes in laws and regulations, and requirements under existing permits in determining the estimated costs. Such analysis is performed on a regular basis.

12. PROVISIONS - *continued*

Mine Restoration Provision - *continued*

In calculating the present value of the Company's mine restoration provisions as at March 31, 2022 and December 31, 2021, management used a risk-free rate ranging from 1.26% to 1.35% and inflation rates from 2.25% to 2.31%.

The undiscounted cash flows, before inflation adjustments, estimated to settle the mine restoration provisions was approximately $65,301 as at March 31, 2022 ($55,050 as at December 31, 2021). Due to the nature of mine closure plans, cash expenditures are expected to occur over a significant period of time.

13. SHARE CAPITAL

Authorized and Issued Share Capital

At March 31, 2022 and December 31, 2021, the Company had approximately 446.7 million and 340.3 million common shares issued and outstanding, respectively. The authorized share capital consists of unlimited common shares without par value.

Recent Issuances of Share Capital

During the three months ended March 31, 2022, 3.9 million options and 0.03 million warrants were exercised for gross proceeds of CAD $3,865.

During the three months ended March 31, 2022, 1.0 million common shares were issued as settlement of vested RSUs.

During the three months ended March 31, 2022, pursuant to the acquisition of Fiore, the Company issued a total of 101.3 million common shares with a value of $107,205 (Note 3).

During the year ended December 31, 2021, 2.9 million options and 2.0 million warrants were exercised for gross proceeds of $3,148.

Warrants

A summary of the Company's warrant activities for the three months ended March 31, 2022 and the year ended December 31, 2021 is presented below:

	Shares issuable on exercise of warrants (in thousands)		Weighted average exercise price (CAD$)	Shares issuable on exercise of warrants (in thousands)		Weighted average exercise price (CAD$)
Balance as at beginning of period	9,178	$	0.95	11,178	$	0.95
Exercised	(30)		0.95	(2,000)		0.95
Balance as at end of period	9,148	$	0.95	9,178	$	0.95

13. SHARE CAPITAL - *continued*

Warrants - *continued*

As at March 31, 2022, the following share purchase warrants were outstanding and exercisable:

Expiry date	Exercise price (CAD$)	Number of warrants (in thousands)	Remaining contractual life in years
October 30, 2023	$0.95	9,148	1.58
Weighted average/Total	$0.95	9,148	

Stock Options

A summary of the Company's stock option activities for the three months ended March 31, 2022 and the year ended December 31, 2021 is presented below:

	Three months ended March 31, 2022		**Year ended December 31, 2021**	
	Shares issuable on exercise of options (in thousands)	Weighted average exercise price (CAD$)	Shares issuable on exercise of options (in thousands)	Weighted average exercise price (CAD$)
Balance as at beginning of period	27,836	$ 0.75	30,943	$ 0.64
Fiore replacement options (Note 3)	6,459	0.82	-	-
Granted	4,884	1.24	3,358	1.61
Exercised	(3,898)	0.82	(2,937)	0.67
Expired or Cancelled	(647)	0.94	(3,528)	0.72
Balance as at end of period	34,634	$ 0.82	27,836	$ 0.75

During the three months ended March 31, 2022, the Company granted 11.3 million stock options of which 6.5 million options is pursuant to the acquisition of Fiore (Note 3). The options granted pursuant to the Fiore acquisition are completely vested and are subject to expire at varying dates. As at March 31, 2022, 4.3 million of these replacement options are outstanding and exercisable.

The remaining 4.9 million options granted expire in 2030, with all the options vesting equally over three years beginning one year from the date of grant.

During the year ended December 31, 2021, the Company granted 3.4 million stock options. The options granted expire in 2029, with all options vesting equally over three years beginning one year from the date of grant.

As at March 31, 2022, the following stock options were outstanding and exercisable:

Options Outstanding			Options Exercisable
Number of Options (in thousands)	Exercise price (CAD$)	Weighted average remaining contractual life in years	Number of Options (in thousands)
4,263	$0.18 - $1.79	1.20	4,263
22,581	$0.45 - $0.98	5.33	15,344
7,660	$1.24 - $1.87	6.24	614
130	$2.08 - $2.13	7.18	-
34,634	$0.82	5.31	20,221

13. SHARE CAPITAL - *continued*

Restricted Stock Units ("RSU")

A summary of the Company's RSU activities for the three months ended March 31, 2022 and the year ended December 31, 2021 is presented below:

	Three months ended March 31, 2022	**Year ended December 31, 2021**
	Number of units (in thousands)	Number of units (in thousands)
Balance as at beginning of period	5,110	7,232
Granted	1,863	1,581
Exercised (equity-settled)	(1,003)	(1,461)
Exercised (cash-settled)	(227)	(683)
Expired or Cancelled	(418)	(1,559)
Balance as at end of period	5,325	5,110

The Company granted a total of 1.9 million RSUs during the three months ended March 31, 2022 and 1.6 million RSUs during the year ended December 31, 2021. The RSUs granted vest equally over a three-year period, on the anniversary dates starting one-year from the date of grant. The RSUs will be settled within 10 business days of vesting, however, as allowed under the Incentive Plan, individuals may elect to defer the receipt of any vested RSUs until a later date prior to their expiry. A summary of the vesting schedule of the RSUs currently outstanding is outlined in the table below:

	Number of RSUs vesting during the period (in thousands)
Vested and Exercisable as at March 31, 2022	547
Vesting in 2022	1,401
Vesting in 2023	1,695
Vesting in 2024	1,061
Vesting in 2025	621
	5,325

Pursuant to the terms of the Company's long-term incentive plan, the Board can elect to settle any outstanding RSUs through any combination of cash or the issuance of common shares.

During the three months ended March 31, 2022, the Company settled a total of 0.2 million RSUs through a cash payment of CAD $0.3 million.

During the year ended December 31, 2021, the Company settled a total of 0.7 million RSUs through a cash payment of CAD $0.9 million.

As at March 31, 2022, there are 0.5 million RSUs that have vested and can be exercised at any time at the option of the RSU holder.

13. SHARE CAPITAL - *continued*

Performance Share Units ("PSU")

A summary of the Company's PSU activities for the three months ended March 31, 2022 and the year ended December 31, 2021 is presented below:

	Three months ended March 31, 2022	**Year ended December 31, 2021**
	Number of units (in thousands)	Number of units (in thousands)
Balance as at beginning of period	1,350	-
Granted	-	1,400
Exercised (equity-settled)	(150)	(50)
Balance as at end of period	1,200	1,350

Pursuant to the terms of the Company's long-term incentive plan, the Board can elect to settle any outstanding PSUs through any combination of cash or the issuance of common shares. During the three months ended March 31, 2022, 0.2 million PSUs were exercised and settled through the issuance of common shares, leaving 1.2 million PSUs outstanding at March 31, 2022.

Stock-Based Compensation

The weighted average fair value of the stock options granted during the three months ended March 31, 2022 was $0.50 per share (three months ended March 31, 2021 – $0.62 per share). Options are priced using the Black-Scholes option pricing model. Since October 2019, expected volatility is based on the historical share price volatility of comparable peer companies within the Company's industry in which it operates (gold producer) at the time of granting the options. The fair value of options granted during the three months ended March 31, 2022 and 2021 was estimated on the date of grant using the Black-Scholes option pricing model with the following weighted average assumptions:

	Three months ended March 31,	
	2022	2021
Weighted average risk-free interest rate	**1.36%**	1.17%
Weighted average expected option life	**5 years**	5 years
Weighted average expected stock volatility	**55%**	60%
Weighted average expected dividend yield	**Nil**	Nil

The Company amortizes the fair value of options, RSUs, and PSUs granted over a graded vesting schedule. Consequently, the total compensation expense recognized for equity awards during the three months ended March 31, 2022 was $3,727 (three months ended March 31, 2021 - $895). For the three months ended March 31, 2022, the total compensation charged to the statement of operations was $3,682 (three months ended March 31, 2021 - $854) and $45 (three months ended March 31, 2021 - $41) was capitalized to mineral interests.

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

14. SUPPLEMENTAL CASH FLOW INFORMATION

The following supplemental information to the statement of cash flows for the three months ended March 31, 2022 and 2021 is as follows:

	Three months ended March 31			
		2022		2021
Change in non-cash working capital				
Change in receivables, prepaids, and deposits	**$**	**1,742**	$	341
Change in inventories		**(1,447)**		178
Change in accounts payable, accrued liabilities and income tax		**(9,810)**		(3,440)
Change in provisions		**979**		412
	$	**(8,536)**	$	(2,509)
Non-cash investing and financing activities				
Value of shares issued for acquisition of United States Assets (Note 3)	**$**	**107,205**	$	-
Value of SARs and replacement options issued for acquisition of United States Assets (Note 3)		**3,305**		-
Amortization included in exploration and evaluation assets		**15**		8
Share-based compensation included in exploration and evaluation assets		**45**		41
Mineral interest costs included in accounts payable	**$**	**2,218**	$	5,000

15. RELATED PARTY TRANSACTIONS

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

Compensation of Key Management and Board of Directors

In accordance with IAS 24, key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly. The Company has identified its members of the Board of Directors and certain senior officers as its key management personnel, including the Chief Executive Officer and Chief Financial Officer. The remuneration of directors and key management is determined by the compensation committee of the Board of Directors.

The director's fees, consulting fees and other compensation of directors and key management personnel were as follows for the three months ended March 31, 2022 and 2021:

	Three months ended March 31,			
		2022		2021
Short-term salaries and benefits	**$**	**468**	$	161
Director fees		**178**		144
Share-based compensation		**175**		285
Severance charges		**-**		237

15. RELATED PARTY TRANSACTIONS - *continued*

Management contracts

As at March 31, 2022, minimum commitments upon termination of the existing contracts was approximately $1,155 and minimum commitments due within one year under the terms of these contracts is $2,059. In addition, the Company is party to various executive and employee contracts that would require payments totalling $1,071 to be made upon the occurrence of a "change of control".

Other related party transactions

B2Gold is considered a related party by virtue of its equity interest in Calibre. B2Gold owned approximately 25% of the Company as at March 31, 2022. Pursuant to an agreement with B2Gold in November 2016, B2Gold retains a 1.5% NSR on production within certain concessions pertaining to a portion of the ground that is included in the Rio Tinto option agreement (Note 10).

16. SEGMENTED INFORMATION

Operating segments are those operations whose operating results are reviewed by the chief operating decision makers ("CODM") to make decisions about resources to be allocated to the segments and assess their performance, provided those operations pass certain quantitative thresholds. The CODM for the Company is the Chief Executive Officer and the Chief Financial Officer. In order to determine if operating segments shall be aggregated, management reviews various factors, including economic characteristics, nature of their products, production process, regulatory environment, geographical location and managerial structure. After aggregation criteria have been considered, operations whose revenues, earnings or assets exceed 10% of the total consolidated revenues, earnings or assets are considered to be reportable segments.

Management views the operations in Nicaragua as one segment as the operations in Nicaragua are integrated to optimize results.

In January 2022, the Company acquired Fiore (Note 3) which has a producing mine located in Nevada and two development projects which are located in Nevada and Washington State in the United States. These United States assets are considered a separate segment.

Corporate is also considered a separate segment.

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

16. SEGMENTED INFORMATION - *continued*

The following table provides information on the operations of the Company as at and for the three months ended March 31, 2022 and 2021:

	Three months ended March 31, 2022				Three months ended March 31, 2021			
	Nicaragua	**United States**	**Corporate**	**Total**	**Nicaragua**	**United States**	**Corporate**	**Total**
Revenue	$ 81,371	$ 18,194	$ -	$ 99,565	$ 82,034	$ -	$ -	$ 82,034
Cost of Sales								
Production costs	(40,026)	(11,429)	-	(51,455)	(41,465)	-	-	(41,465)
Royalties and production taxes	(3,286)	(680)	-	(3,966)	(3,211)	-	-	(3,211)
Refinery and transportation	(176)	(29)	-	(205)	(257)	-	-	(257)
Depreciation and amortization	(12,000)	(404)	-	(12,404)	(7,141)	-	-	(7,141)
Total cost of sales	(55,488)	(12,542)	-	(68,030)	(52,074)	-	-	- 52,074
Earnings from operations	25,883	5,652	-	31,535	29,960	-	-	29,960
Expenses								-
General and administrative	-	-	(3,119)	(3,119)	-	-	(1,995)	(1,995)
Exploration	(1,169)	-	-	(1,169)	-	-	-	-
Share-based compensation	-	-	(1,275)	(1,275)	-	-	(684)	(684)
Due diligence and transaction costs	-	-	(4,740)	(4,740)	-	-	-	-
Foreign exchange gain (loss)	(305)	-	(170)	(475)	-	-	(28)	(28)
Care, maintenance and other expenses	-	-	(477)	(477)	(41)	-	(66)	(107)
Income (loss) before taxes and other items	$ 24,409	$ 5,652	$ (9,781)	$ 20,280	$ 29,919	$ -	$ (2,773)	$ 27,146
Additions to:								
Mineral interest	$ 8,965	$ 562	$ -	$ 9,527	$ 10,552	$ -	$ -	10,552
Plant and equipment	4,376	198	-	4,574	4,709	-	-	4,709
Exploration and evaluation	6,625	5,901	-	12,526	4,660	-	-	4,660
Total capital additions	$ 19,966	$ 6,661	$ -	$ 26,627	$ 19,921	$ -	$ -	$ 19,921

The following geographic data includes assets based on their location as at March 31, 2022 and December 31, 2021:

	March 31, 2022				December 31, 2021		
	Nicaragua	United States	Canada	Total	Nicaragua	Canada	Total
Cash and cash equivalents	$ 4,871	$ 9,700	$ 62,750	$ 77,321	$ 6,079	$ 72,375	$ 78,454
Other current assets	63,918	44,700	888	109,506	62,155	501	62,656
Mining interest, property and equipment	295,499	104,602	19	400,120	290,036	50	290,086
Other long-term assets	4,930	3,076	-	8,006	6,333	-	6,333
Total assets	$ 369,218	$ 162,078	$ 63,657	$ 594,953	$ 364,603	$ 72,926	$ 437,529

(Unaudited - Stated in thousands of United States Dollars, except per share amounts, unless otherwise noted)

17. COMMITMENTS AND CONTINGENCIES

Commitments

The Company is committed to $56,870 for obligations under normal course of operations including capital expenditure commitments and contractual commitments. The following table provides a summary of the upcoming commitments by year at March 31, 2022 (not discussed elsewhere in these condensed interim consolidated financial statements for the three months ended March 31, 2022 and for the audited annual consolidated financial statements for the year ended December 31, 2021):

	2022	2023	2024	2025	2026	2027 and later years	Total
Payables and non-capital orders	$ 16,971	$ 8,878	$ 14,731	$ 100	$ 100	$ 100	$ 40,880
Capital expenditure commitments	5,464	3,324	362	362	362	362	10,236
Advance royalties	-	674	674	674	674	3,058	5,754
	$ 22,435	$ 12,876	$ 15,767	$ 1,136	$ 1,136	$ 3,520	$ 56,870

Contingencies

Various tax and legal matters are outstanding from time to time. Judgements and assumptions regarding these matters are subject to risk and uncertainty, hence there is a possibility that changes in circumstances will alter expectations. If management's estimate of the future resolution of these matters changes, the Company will recognize the effects of these changes in the consolidated financial statements on the date such changes occur.

The Nicaraguan subsidiaries of Calibre Mining Corp., received observation letters from the Nicaraguan Tax Authority for the fiscal years 2016 and 2017 relating to certain matters associated with the Company's operations in Nicaragua related to the tax deductibility of certain expenditures. The proposed reassessment, and associated tax payment for the Company's Nicaraguan subsidiaries for the fiscal years 2016 and 2017 is approximately $1.7 and $2.9 million, respectively (including penalties and interest charges). However, the Company believes that its tax positions are valid and intends to vigorously defend its tax filing positions.

18. FINANCIAL INSTRUMENTS AND RISK FACTORS

The Company's operations include the acquisition, operation, and exploration of mineral properties in Nicaragua. The Company's activities expose it to risks, including financial and operational risks of varying degrees of significance to achieve its strategic objectives for growth and shareholder returns. These principal risks related to financial instruments to which the Company is exposed are credit risk, liquidity risk, interest rate risk, and currency risk.

Fair values of cash and cash equivalents and reclamation deposits are based on quoted prices in active markets for identical assets, resulting in a level one valuation. The carrying value amount of the Company's financial instruments that are measured at amortized cost approximates fair value due to their short-term nature and market conditions and amount involved.

18. FINANCIAL INSTRUMENTS AND RISK FACTORS - *continued*

Credit risk

Credit risk is the risk of financial loss to the Company if a third-party a to financial instrument fails to meet its contractual obligations. As at March 31, 2022, the Company's maximum exposure to credit risk was the book value of cash and cash equivalents, accounts receivable and current and long-term loan receivable. Management believes that the credit risk with respect to these financial instruments is remote.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity risk through the management of its capital structure and through its budgeting and forecasting process. Budgets are prepared annually, and forecasts are prepared and reviewed on a regular basis, to help determine the funding requirements to support the Company's current operations and expansion and development plans and by managing its capital structure as described above.

As at March 31, 2022, the Company had cash and cash equivalents of $77,321 (December 31, 2021 - $78,454) and current liabilities of $46,428 (December 31, 2021 - $43,418). Cash provided by operating activities totaled $18,255 for the three months ended March 31, 2022 (three months ended March 31, 2021 - $25,522). In addition, the Company's working capital improved from $97,692 at December 31, 2021 to $140,399 at March 31, 2022 as a result of positive cashflow generation from the Limon and Libertad operations and additional working capital acquired from the Fiore acquisition as outlined in Note 3.

Interest rate risk

The Company has no interest-bearing debt at March 31, 2022. The Company's interest revenue earned on cash and cash equivalents is exposed to interest rate risk. A decrease in interest rates would result in lower interest income and an increase in interest rates would result in higher interest income.

Currency risk

Currency risk is the risk that the fair value of, or cash flow from, the Company's financial instruments will fluctuate because of changes in foreign currency rates. The Company's functional currency at the location of its operations is the U.S. dollar and the major purchases are transacted in the U.S. dollars as well. The significant majority of the Company's currency is held in either the U.S. or Canadian dollars with only a very small amount held at any time in the Nicaraguan Cordoba.

The Company is subject to gains and losses due to fluctuations in the Canadian dollar and Nicaraguan Cordoba against the U.S. dollar. Sensitivity to a plus or minus 5% change in all foreign currencies (Canadian dollar and Nicaraguan Cordoba) against the U.S. dollar with all over variables held constant at March 31, 2022, would affect the statements of operations and comprehensive income by approximately $1,397.

The Cordoba has been annually devalued against the U.S. dollar by means of a crawling peg mechanism which currently stands at approximately 2%. 81.7% of the Company's revenue in Q1 2022 was from ounces produced in Nicaragua.

18. FINANCIAL INSTRUMENTS AND RISK FACTORS - *continued*

Currency risk - *continued*

The Company generates revenue in U.S. dollars, thereby mitigating currency risk for its Nicaraguan operations where expenditures are mainly in U.S. dollars. The Company maintains Canadian and U.S. dollar bank accounts in Canada, and US dollar and Cordoba bank accounts in Nicaragua. The Company's foreign exchange exposure to fluctuations in the Cordoba is not significant as its annual expenditures in the local Nicaraguan currency and Cordoba denominated bank accounts are kept at a minimum at any given time. In addition, while a significant portion of the Company's corporate administrative costs are denominated in Canadian dollars, any fluctuation in the U.S. dollar against the Canadian dollar is not expected to have a material impact on the Company's cash flows given the relative stability of both currencies and the limited Canadian dollar expenditures in any given year.

Commodity price risk

The Company sells gold and silver at world market prices. The market prices of gold and to a lesser extent silver will be a primary driver of our profitability and ability to generate both operating and free cash flow. Calibre is committed to be an unhedged gold producer and are gold and silver sales are subject to market prices. Calibre has not entered into any hedge positions during the three months ended March 31, 2022, and does not have any positions outstanding as at March 31, 2022.