GLOBEX

INTERIM REPORT

NINE MONTHS ENDED SEPTEMBER 30, 2013
(UNAUDITED)

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STATEMENT CONCERNING THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Management has compiled the unaudited interim condensed consolidated financial report as of September 30, 2013 and 2012. The statements have not been audited or reviewed by the Company's auditors or any other firm of chartered accountants.

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Management's Discussion and Analysis

For the three month period and nine month period ended September 30, 2013

This Management's Discussion and Analysis ("MD&A") is intended to help the reader understand Globex Mining Enterprises Inc's. ("Globex", the "Company" and "we") results of operations, financial performance and current business environment. This MD&A, which has been prepared as of November 5, 2013 and should be read in conjunction with the unaudited interim condensed consolidated financial statements for the three month period and nine month period ended September 30, 2013. This discussion should also be read in conjunction with the audited annual consolidated financial statements and the related notes, for the two years ended December 31, 2012 and December 31, 2011.

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Overview

Globex Mining Enterprises Inc. ("Globex") is a North American focused exploration, royalty and development company with a mineral portfolio in excess of 110 early to mid-stage exploration and development properties containing: **Base Metals** (copper, nickel, zinc, and lead), **Precious Metals** (gold, silver, platinum, palladium), **Specialty Metals and Minerals** (manganese, iron, molybdenum, uranium, lithium as well as rare earths and associated elements) and **Industrial Minerals** (mica, apatite as well as talc, titanium, and magnesia). The Company currently generates royalty and/or option income from properties which contain gold, silver, copper, and zinc.

Globex trades on the Toronto Stock Exchange under the symbol GMX, in Europe on the Frankfurt, Munich, Stuttgart, Berlin and Xetra exchanges under the symbol G1M and on the OTCQX International in the USA with the symbol GLBXF.

Corporate focus

Overall Business Model

Globex seeks to create shareholder value by acquiring properties, enhancing and developing them for our own account or for optioning, joint venturing or vending, with the ultimate aim of bringing projects into commercial production.

Optioning exploration properties allows Globex to manage its extensive mineral property portfolio. This strategy enables the Company to conserve cash, it also generates current income, ensures properties are being explored while securing an interest in any future production.

The term Option as it relates to Globex properties generally means: *In exchange for annual cash and/or share payments and an annual work commitment on the property, Globex grants the Optionee the right to acquire an interest in the optioned property.*

Generally, all conditions of the agreement must be satisfied before any interest in the property accrues to the Optionee. The option contract will terminate if annual payments and/or work commitments are not met. Assuming all conditions of the option agreement are satisfied, Globex may retain a Gross Metal Royalty (GMR) or other carried interest in the property. Outright property sales may also include cash and/or shares and a form of royalty interest payable when projects achieve commercial production or another negotiated milestone.

Impact of Current Market Conditions

On an ongoing basis, Globex monitors the short-term and longer term pricing trends for precious and base metals. It also closely monitors the talc and magnesia markets along with the relevant related market and economic trends. It is currently monitoring decelerating economic growth rates in the U.S., Europe and China, and the reduced demand resulting in the decline of commodity prices. All of these factors are reflected in the development of the Company's exploration strategies and work programs.

During the last year, as investors have become more risk averse, Globex has seen the share value of many large producers significantly decline and junior mining companies share prices decimated. This impact has been reflected in the decline of our share price, the reduced value of our equity investments and the challenges that Globex faces in entering into new Option arrangements. We have also seen that the announcement of exploration success is not rewarded by an increase in share values. Globex believes that this situation could continue for an extended period.

To successfully operate within this reordered business environment, Globex has sharpened its liquidity focus and has been forced to make some difficult administrative choices while at the same time advancing our exploration activities. We have also made determined efforts to work effectively with our Option Partners and therefore preserve property values. We are currently pursuing a number of opportunities to provide liquidity to the Company. These include; private placements of common shares, monetizing a number of assets through outright sales and or secure funds under a debt arrangement.

Longer-Term Business Focus

In the longer-term, the Company is focused on:

- Advancing the Timmins Talc-Magnesite project to pre-feasibility;
- Undertaking targeted explorations on the Quebec projects to satisfy the Company's flow-through obligations;
- Pursuing ongoing business activities such as:
    - Sales and optioning of properties;

- Additional targeted exploration programs; and
- Identification of acquisition opportunities.

Highlights for the period

- The Company reported net income and comprehensive income of $338,623 (2012 - loss of $672,135) for the three month period ended September 30, 2013 and $386,394 (2012 - loss of $2,009,729) for the nine month period.

- Revenues were $142,000 (2012 - $48,721) for the three month period ended September 30, 2013 and $745,022 (2012 - $581,738) for the nine month period. The 2013 nine month revenues include $350,000 from the sale of properties to Chibougamau Independent Mines Inc. and other option income of $325,500. The lower option income reflects the significant challenges that junior mining companies currently face in arranging financing to enter option arrangements with Globex.

- Exploration expenditures for the quarter totalled $2,196,797 (2012 - $777,859) and for the nine month period ended September 30, 2013, totalled $4,169,688 (2012 - $1,836,381). During the first nine months of 2013, $1,459,530 was spent on the TTM project. The expenditures consisted of; (a) labour and drilling costs of $538,651 related to the infill and geotechnical drilling program, (b) consulting and geologist costs of $362,773 incurred in connection with the evaluation of processing options, water and environmental studies as well as the application for a mining lease which is a critical step toward production; (c) laboratory analysis of $359,346 as well as (d) other costs of $198,760.

- During the nine month period, $2,709,933 of exploration expenditures was incurred on Quebec projects. At September 30, 2013, the Company had $377,694 of flow-through funds to spend prior to December 31, 2013.

- On October 21, 2013, the Company completed the first closing of a financing which was followed by a second closing on October 31, 2013. On a combined basis, these financings resulted in the issuance of 4,533,930 flow through shares which generated gross proceeds of 2,266,965 and net proceeds of $2,122,014 after paying finders' fees of $144,951. These funds will be used for exploration on the Company's Quebec projects. In addition, the Company issued 1,004,114 common shares which generated gross proceeds of $451,851 and net proceeds of $424,504 after finders' fees of $27,347. These funds will be used for working capital purposes.

Forward-looking statements

Certain information in this MD&A, including any information as to the Company's future financial or operating performance and other statements that express management's expectations or estimates of future performance, constitute "forward-looking statements." The words "expect", "will", "intend", "estimate", and similar expressions identify forward-looking statements. Forward-looking statements are necessarily based upon a number of estimates and assumptions that, while considered reasonable by management, are inherently subject to significant business, economic and competitive uncertainties and contingencies.

This document may contain forward-looking statements reflecting the management's expectations with respect to future events. Actual results may differ from those expected. The Company's management does not assume any obligation to update or revise these forward-looking statements as a result of new information or future events except as required by law.

Exploration activities and mining properties

The Company conducts exploration activities in compliance with "Exploration Best Practices Guidelines" established by the Canadian Institute of Mining, Metallurgy and Petroleum (CIM) standards with exploration programs planned and managed by "Qualified Persons" who ensure that QA/QC practices are consistent with

National Instrument (NI) 43-101 standards. On all projects, diamond drill core is marked by a geologist and subsequently split, with one-half of the core analyzed, in the case of gold, by standard fire assay with atomic absorption or gravimetric finish at an independent, registered commercial assay laboratory. The second-half of the core is retained for future reference. Other elements are determined in an industry acceptable manner, for either geochemical trace signatures or high grade metal content.

When discussing historical resource calculations available in the public domain regarding our properties, we will include source, author and date, and if appropriate, cautionary language stating that:

- A qualified person has not done sufficient work to classify the historical estimate as current mineral resources or reserves;
- The issuer is not treating the historical estimate as current mineral resources or mineral reserves; and
- The historical estimate should not be relied upon. In addition, the source and date of the historical estimate will be provided.

Exploration expenditures for the nine month period ended September 30, 2013 totalled $4,169,688 (2012 - $1,836,381) which includes eligible flow-through expenditures of $3,997,791 and non-flow through expenditures of $171,897. During the nine month period ended September 30, 2013, exploration expenditures were incurred on the major projects as outlined below:

Region/Property/Township	**Exploration expenditures[1]**	**Percentage of total expenditures**
Ontario		
• Timmins Talc-Magnesite, Deloro	$ 1,459,530	35.0%
• Other projects	-	- %
	1,459,530	**35.0%**
Quebec		
• Eagle Mine (Joutel)	54,507	1.3%
• Fecteau Lake (Buteux)	295,427	7.1%
• Lyndhurst (Destor)	105,466	2.5%
• Ralleau (Quevillion)	34,286	0.8%
• Sigma East (Val D'Or)	134,394	3.2%
• Smith Zulapa (Tiblemont)	134,473	3.2%
• Soisson (Soisson)	45,689	1.1%
• Tavernier-Tiblemont (Tavernier)	473,714	11.4%
• Turner Falls Rare Earth Property (REE) (Villedieu)	518,058	12.4%
• Victoria Gold (Clericy)	40,764	1.0%
• Wood-Pandora Project (Cadillac)	531,868	12.8%
• Other projects	179,202	4.3%
• Quebec general exploration	162,085	3.9%
	2,709,933	**65.0%**
Other regions		
• Nova Scotia	225	- %
• New Brunswick	-	-%
• Other	-	-%
Total exploration expenditures	**$ 4,169,688**	**100.0%**

Table 1

Note:

1. The exploration expenditures represent the most significant project expenditures. The regional and other project expenditures have been also included for ease of reference when comparing to the reported amounts as shown in note 13 to the September 30, 2013 Condensed Consolidated Financial Statements.

On an ongoing basis, the Company monitors changes in the economic environment and commodity prices considers these factors when developing work programs for the individual projects. This input along with future work requirements are also input to the assessment of the carrying value of deferred exploration expenditures. The Company also considered the market capitalization of the Company as compared to the net assets. After consdering these factors, the Company concluded that no additional information has come to management's attention which would result in the recognition of any additional impairment provisions on any of the Company's exploration projects.

Timmins Talc-Magnesite project

The Timmins Talc-Magnesite ("TTM") project is held under an agreement with Drinkard Metalox Inc. ("Drinkard"), with the project owned 90% by Globex and 10% by Drinkard. The project is located 13 km south of Timmins, Ontario, Canada. Globex has committed resources to a team composed of Jacobs Engineering Group Inc. and other industry consultants to evaluate processing options and develop preliminary costing estimates. In addition, the team also spent significant efforts testing and evaluating processing alternatives.

As announced in a Press Release on December 3, 2012, the Company started a drill program, which consisted of approximately 46 drill holes totalling 7,000 metres which was designed to; (a) raise the resource in the proposed open pit area to reserve status; (b) better define the distribution and variability of the principal economic minerals; and (c) undertake geotechnical studies in order to facilitate design of the open pit.

During the first nine months of 2013, Globex spent $1,459,530 (35.0% of total exploration expenditures) on this project to complete 51 infill and zone extension drill holes. The expenditures consisted of; (a) labour and drilling costs of $538,651 related to the infill and geotechnical drilling program, (b) consulting and geologist costs of $362,773 incurred in connection with the evaluation of processing options, water and environmental studies as well as the application for a mining lease which is a critical step toward production; (c) laboratory analysis of $359,346 as well as (d) other costs of $198,760.

To date, Globex has completed; (a) ground-based geophysical (magnetometer, VLF-EM induced polarization and resistivity survey investigations, (b) laboratory metallurgical tests, (c) a mini pilot plant study, (d) an internal Scoping Study, (e) diamond drilling and assaying, (f) mineralogical studies, and (g) several NI 43-101 compliant reports that are available on SEDAR (www.sedar.com) outline the project's current resource estimate and provide a preliminary economic assessment (PEA).

Environmental baseline studies are ongoing including surface and ground water quality monitoring. Other baseline studies completed include; terrestrial habitat, hydrogeology, acid rock drainage characterization, aquatic habitat, hydrology and surface water monitoring, benthic, hydrogeology and ground water monitoring, and archaeology. Consultations with stakeholder groups including First Nations, Metis, and the community have been initiated.

Globex has received, and continues to receive, expressions of interest from strategic buyers interested in offtake supply contracts for magnesium oxide and talc. Market validation samples have been produced and supplied to several potential customers for evaluation. Testwork of the samples, indicate that all samples reported have been approved for the intended applications.

Recently, Globex received authorization from the Ontario Ministry of Northern Development and Mines allowing it to make an application for a lease under the Mining Act. The application has been filed. A lease grants us title and ownership to the mineral deposit, permits the extracting and sale of extracted resources, and removes the requirement to perform yearly assessment work. To maintain a lease, rent must be paid annually. A lease expires every 21 years unless it is renewed. Globex owns the surface rights patents covering the envisioned mining area.

Current National Instrument 43-101 Technical Reports

On March 2, 2010, Globex received Micon's NI 43-101 Technical Report providing Mineral Resource Estimates of the Timmins Talc-Magnesite Deposit. The following resource tonnages and grades were outlined;

Mineral Resource Estimate

Category	Tonnes	Sol MgO (%)	Magnesite (%)	Talc (%)
A Zone Core				
Indicated	12,728,000	20.0	52.1	35.4
Inferred	18,778,000	20.9	53.1	31.7
A Zone Fringe				
Inferred	5,003,000	17.6	34.2	33.4
Sol MgO = Soluble magnesium oxide				

Table 2

Preliminary economic assessment

On March 2, 2012, Globex announced in a National Instrument ("NI") 43-101 **Preliminary Economic Assessment ("PEA")** of the TTM project. The press release commented that the PEA reflected the inputs of Globex's team of consultants in collaboration with Jacobs Minerals Canada ("Jacobs") and Micon International Limited ("Micon"). The full PEA report was filed on SEDAR on April 17, 2012.

Based on the previous mineral resource estimate and a mining rate used in the PEA of 500,000 tonnes per annum, the proposed mine has an identified 60-year mine life within the A zone investigated by diamond drilling during the period of 1999-2008. Additional infill diamond drilling was completed during the period of December 2012 to March 2013. Analytical results of sampling collected from cut cores of this work are still currently being received. The Company plans to update the resource calculation.

The March 2, 2012 press release provides a detailed listing of the key operating assumptions as well as a summary of the projected revenues, operating and capital costs for a 20-Year mining period covered by the PEA. The financial results indicate a positive after-tax NPV of $258.0 million at a discount rate of 8%, an after-tax internal rate of return (IRR) of approximately 20% and a payback period of 5.8 years on the discounted cash flow. The cash operating margin averages 61% over the initial 20-year period.

Community engagement

During 2012, the Company continued to engage in discussions with Provincial and Municipal authorities, and First Nations and the Métis Nation of Ontario, working cooperatively as the project's scope, impacts and benefits become better understood in the stages leading to production. During 2013, the Company continued the consultation process.

Quebec projects

On February 18, 2013, in a Press Release Globex outlined the results of successful exploration programs in 2012 and indicated plans for 2013. On June 19, 2013, in a Press Release, Globex provided a further update and outlined the plans for the remainder of 2013 for its Quebec projects. This update also includes references to preliminary results of recent activities.

During the third quarter, the Company began and virtually completed a 21,800 metre drill program (67 drill holes) on the following projects:

- Fecteau Lake
- Ralleau
- Sigma East
- Smith Zulapa
- Soisson
- Tavernier-Tiblemont
- Turner Falls
- Victoria Gold
- Wood Pandora

The results of the recent drilling are in process. On September 16 and October 1, 2013, the Company announced the results of the initial result of the drilling with further results to follow.

During the three month period ended September 30, 2013, the Company incurred $2,089,203 on the Quebec projects which included the costs of the drilling programs and the year to date expenditures of $2,709,933 are highlighted on Table 1 above. Outlined below are comments with respect to the projects on which the largest expenditures have been incurred during this year.

- **Fecteau Lake -** A six hole drill program was undertaken on the property and the results of the drilling are in process and being analyzed.

- **Lyndhurst property** – Most recently, a number of field activities were undertaken to prepare for drilling of deep drill targets totaling 500 to 3,000 metres on this VMS copper property. The activities included geophysical testing and elective mapping.

- **Smith-Zulapa –** A 4-hole 1,465 metre drill program was completed during the second quarter on the Smith gold zone**.** Assay results from this program are pending.

- **Tavernier-Tiblemont property** - Mapping, prospecting and drill hole spotting were completed in the first half of the year. During the third quarter, 3,975 metres of drilling (12 holes) were completed on the numerous gold prospects. The results of this drilling program are in process and being analyzed.

- **Turner Falls property** – Earlier in the year, detailed mapping/sampling and prospecting were completed. During the third quarter 18 shallow drill holes totaling 871 metres were completed. At this time, the Company is still awaiting the results of the drill program.

- **Wood-Pandora property** – Globex's highest priority gold property located several km west of the producing Agnico Eagle's Lapa gold mine. A large, systematic drill program of 18 holes totaling 11,414 metres commenced in June and was completed on September 30th. The program was targeted on high grade gold mineralization along a 3.5km strike length of the prolific Cadillac Break. Initial results were outlined in press releases of September 16, 2013 and October 1, 2013. The Company is awaiting the results of a number of assays and the results will be announced in the next while.

Qualified person

All scientific and technical information contained in this management's discussion and analysis was prepared by the Company's geological staff under the supervision of Jack Stoch, President and CEO, who is a qualified Person under NI 43-101.

Optioned properties

A number of Globex partners working on optioned properties, have issued press releases outlining their results. The most significant results are as follows:

Lincoln Mining Corp

- On November 28, 2012, Lincoln Mining Corp entered into a purchase agreement with Laurion Mineral Exploration Inc for the purchase and assignment of an option to earn a 100% interest in Globex's Bell Mountain property located in Churchill County Nevada. During the period April 15 until mid-June 2013, infill reverse-circulation drilling to upgrade the resource continued on the property. In a Press release, on June 18, 2013, the Lincoln announced that Procon Mining and Tunnelling Ltd and certain of its affiliates collectively described in the press release as Procon have committed to the Committee on Foreign Investment in the United States ("CFIUS") to divest its entire investment in Lincoln. In the same press release, Lincoln announced restrictions on access to its U.S. properties, resignation of a Director and the completion of an unsecured loan of $300,000. Globex is monitoring these activities.

Mag Copper Limited

- Earlier this year Mag Copper Limited completed a number of internal management and board level changes. Recently they completed a number of limited financings to complete a drilling program and other initiatives with a view towards advancing the Magusi River Copper/Zinc/Gold/Silver Deposit which they have optioned from Globex towards production.

Rocmec Mining Inc.

- On January 25, 2013, Rocmec Mining Inc. announced the results of a surface exploration program on the Russian Kid (Rocmec 1) Property. The work consisted of a surface magnetometer survey and re-interpretation of previous exploration results in relation to interpreted and re-compiled geological observations.

- Further news from Rocmec on April 9th and May 23rd, 2013, outlined a change of control of Rocmec and a loan from Nippon Dragon Resource which will be used among other things to put the Rocmec 1 (Russian Kid) gold deposit into production. Globex holds a 5% Net Metal Royalty (NMR) on the first 25,000 ounces of gold produced from the property and a 3% NMR on all other production thereafter.

Viking Gold Exploration Inc.

- Viking Gold Exploration Inc. has completed an initial 13 hole drill program on seven claims optioned from Globex located in Guyenne Township, Quebec. Numerous intersections of gold were reported up to 5.29 g/t Au over 3 metres. See Viking press release dated February 11, 2013. On August 7, 2013, Viking informed Globex that it was cancelling the option agreement.

Xmet Inc.

- As previously reported, during 2012, Xmet ("Xmet") Inc. was active in acquiring claims which are immediately adjacent to its flagship Duquesne-Ottoman Property in the Province of Quebec. We also reported that despite all of the significant progress on the properties Xmet was not able to raise sufficient funds required to buy out Globex's interest in the Duquesne West property. As a result, on July 3, 2013, Xmet announced the expiration of its agreement to purchase the 75% interest in the Duquesne West property project as the acquisition was not financeable in the current junior resource market and the property was returned to us.

Work by these and other partners is ongoing and the results of their work will continue to be announced.

Property acquisitions, sales and options

Property acquisitions

During the first nine months of 2013, the Company spent $40,981 (2012 - $123,153) on mineral property acquisitions mainly in the province of Quebec. Globex is also pursuing the potential acquisition of specific assets outside North America.

Sales and options

Net option income
September 30, 2013

Property, Agreements Summary	Net Option Income	Recovery of Property Acquisition	Recovery of Exploration Expenditures
Sales and Options			
Hematite property - Cleghorn Minerals Ltd • October 9, 2012 (amended January 31, 2013, expired April 30, 2013), • Option payments - $1,000,000 over 12 months from Effective Date, • Issue 2,000,000 common shares three business days after Effective Date, • GMR of 2%.	**$ 25,000**	-	-
Chibougamau Independent Mines Inc. • May 9, 2013, Globex sold major claims blocks adjacent to the Grandroy and Berrigan deposits for cash and a GMR of 2%.	**350,000**	-	-
Canada Metals Inc. • February 12, 2013 Globex signed an option agreement related to the Charlevoix property. • On July 7, 2013, Globex received 200,000 shares	**42,000**	-	-
Option and sale payments under Agreements from prior years			
• Sementiou Inc., Duverny Township, Quebec • Integra Gold Corp, Farquharson Property[1,2] • Mag Copper Limited, Fabie Bay/Magusi Property • Knick Explorations, Raymor Property	**10,000** **36,000** **200,000** **12,500**	- - - -	- - - -
	$ 675,500	-	-
Q1 – 2013	**$ 71,000**	-	-
Q2 – 2013	**462,500**	-	-
Q3 - 2013	**142,000**		
	$ 675,500		

Notes:

1. Property was renamed by Integra Gold Corp. to the Donald Property.
2. On January 30, 2013, 50,000 Integra Gold Corp. shares were received and reflected at fair value as option income of $11,000 ($0.22 per share).

During the nine month period ended September 30, 2013, the Company generated net option income of $675,500 (2012 - $359,511). The net option income consisted of cash of $622,500 (2012 - $553,750) and Integra Gold shares with a fair value on receipt of $11,000 and Canadian Metals shares with a fair value on receipt of $42,000 (2012 - $134,500) with a recovery of property and exploration costs of - $Nil (2012 - $94,989).

The net option income of $675,500 is higher than the prior year mainly as a result of sale of properties near the Grandroy and Berrigan Deposits to CIM for $350,000 and a 2% GMR. These properties were acquired by Globex after the Plan of Arrangement had been approved.

Globex continues to face difficulties optioning properties as a result of the challenges that Junior Mining Companies currently are facing financing their projects.

Royalties

The Company’s Annual Information Form, and website www.globexmining.com provides Property Descriptions, Royalty Interests, as well as the Optionee's related to the various properties.

Summary of significant accounting policies

The interim condensed consolidated financial statements for the three months and nine months ended September 30, 2013 have been prepared using the same accounting policies and methods of computation as the annual consolidated financial statements of the Company for the year ended December 31, 2012 with the exception that the Company has adopted IFRS 10 - Consolidated Financial Statements; IFRS 11 Joint Arrangements; IFRS 12 – Disclosure of Involvement with Other Entities; and IFRS 13 – Fair value measurement as these standards had an effective date of on or after January 1, 2013.

Note 3 (a) Summary of significant accounting policies describe the various standards and include a table which illustrates the impact of the previously reported amounts. The reported amounts in the Summary of quarterly results for 2012 have been adjusted to reflect the impact of these revised accounting standards. IFRS 11, resulted in Globex accounting for its interest in the Duparquet Assets Ltd joint venture on an equity basis rather than reflecting the assets, liabilities, revenues and expenses on a proportionate consolidation basis.

Summary of quarterly results

The following table shows selected results by quarter for the last eight quarters:

			2013		2012 (Unaudited)			2011
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4
Total revenues	$ 142,000	$ 462,500	$ 140,522	$ 302,916	$ 48,721	$ 255,006	$ 278,011	$ 436,692
Total expenses	535,287	455,060	530,752	1,190,820	560,154	566,695	653,334	774,230
Other income (expenses)	233,044	194,883	(7,143)	5,826,784	(384,926)	(426,418)	(315,048)	(71,924)
Income (loss)(1)	338,623	358,299	(310,528)	4,952,406	(672,135)	(713,403)	(624,191)	(346,571)
Income (loss) per common share - Basic and diluted	0.01	0.01	(0.01)	0.21	(0.03)	(0.03)	(0.03)	(0.01)

Note:

1. Attributable to common shareholders of the Company.

The income of $338,623 in the third quarter ended September 30, 2013 compares to a income of $358,299 in the second quarter ended June 30, 2013. In the third quarter of 2013, the Company recorded revenues of $142,000. The Company recorded a recovery of income and mining taxes of $498,866 (2012 - $224,224).

The income of $358,299 in the second quarter ended June 30, 2013 compares to a loss of $310,528 in the first quarter ended March 31, 2013. In the second quarter of 2013, the Company recorded revenues of $462,500 which include revenues of $350,000 related to the sale of properties to Chibougamau Independent Mines Inc.("CIM"). The Company recorded a recovery of income and mining taxes of $155,976 (2012 - $24,704).

The loss in the first quarter ended March 31, 2013 of $310,528 compares to the income of $4,952,406 in the quarter ended December 31, 2012. In the fourth quarter of 2012, the Company recorded a gain on spin-out of assets to CIM.

The income in the fourth quarter ended December 31, 2012 of $4,952,406 compares to the loss of $672,135 in the third quarter ended September 30, 2012. The increase in income reflects the gain on spin-out of assets to CIM offset by an increase in the impairment provisions for mineral properties and deferred exploration, as well as the recovery of income and mining taxes.

The loss in the third quarter ended September 30, 2012 of $672,135 compares to the loss of $713,403 in the second quarter ended June 30, 2012. The reduction in the loss reflects the combined impact of lower metal royalties, a reduced decrease in the fair value of financial instruments and an increase in the recovery of income and mining taxes.

The loss in the second quarter ended June 30, 2012 of $713,403 compares to the loss of $624,191 in the first quarter ended March 31, 2012, which is mainly due to the decrease in the fair value of financial assets of $520,253 as compared to a decrease of $370,247 in the first quarter of 2012. This increase was offset in a reduction in other operating expenses in the second quarter of approximately $87,000.

During the quarter ended March 31, 2012, the net loss of $624,191 compares to the net loss of $346,571 in the quarter ended December 31, 2011. The variation is mainly due to the decrease in the fair value of financial assets of $370,247 in the current quarter as compared to a decrease of $69,466 in the fourth quarter of 2011. During this quarter, the impairment of mineral properties and deferred exploration was $115,317 lower than the fourth quarter of 2011 which is also included in the total expenses.

The $346,571 loss in the quarter ended December 31, 2011, compares to income of $219,198 in the quarter ended September 30, 2011. The 2011 fourth quarter loss as compared to income in the previous quarter is mainly a result of increased expenses of $305,749 representing additional impairment provisions for mineral properties and deferred exploration expenses of $191,651, other expenses of $71,924 including changes in the carrying value of other assets; $42,174 in other operating expenses. In the 2011 fourth quarter, the Company recorded a tax recovery of $62,891 compared to a recovery of $310,918 in the previous quarter.

Results of operations for the three month and nine month periods ended September 30, 2013

Revenues

During the three month period ended September 30, 2013, revenues of $142,000 were $93,279 higher than the $48,721 reported in the comparable period in 2012. The increase in 2013 is a result of the option income from Mag Copper related to the Magusi Property.

During the nine month period ended September 30, 2013, revenues totalled $745,022 which was $163,284 higher than the $581,738 reported in the comparable period in 2012. The increase in the current year revenues reflects the combined impact of the $350,000 generated from the sale of properties to CIM in May and lower option income of $186,716.

The Company is entitled to gross metal royalty based on the value of metal from Nyrstar’s Mid-Tennessee zinc operations. If the zinc price is greater than US $0.90 per pound on the final payment date which follows one month after the production period then Globex is entitled to a royalty payment.

During the three month period ended September 30, 2013, the Company recorded no metal royalty as was also the case in the comparable period in 2012. During the nine month period ended September 30, 2013, the Company earned metal royalty income of $69,522 as compared to $222,227 in the comparable period in 2012. The difference in revenues is a result of the lower zinc prices in 2013 which averaged U.S. $0.87 per pound (2012- U.S. $0.89).

Total expenses

In the third quarter of 2013, the total expenses were $535,287 compared to $560,154 in 2012. The decrease of $24,867 reflects the combined impact of a reduction in all expenses (salary costs, administration costs, professional fees, loss (gain) on foreign exchange) of $216,853 and an increase in non cash costs (depreciation and amortization, share-based compensation and payments, impairment of mineral properties and deferred expenses) of $191,986. .

During the nine month period ended September 30, 2013, the total expenses were $1,521,099 as compared to $1,780,183 in the comparable period ended September 30, 2012. The reduction of $259,084 reflects lower salary costs of $131,038, lower administration expenses of $87,489 (including conventions and meetings) as well as a reduction in professional fees and outside services of $163,902, which are offset by increases in other non cash expenses of $123,345.

Salary

- The decrease in salaries of $41,357 from $174,689 in the quarter ended September 30, 2012 to $133,332 in the period ended September 30, 2013 reflects changes in marketing staff and a reduction in executive compensation. The reduction in the salary costs from $596,748 in the nine month period ended September 30, 2012 to $465,710 in the nine month period ended September 30, 2013 is also a result of the explanations outlined above.

Administration

- Administration expenses represent a combination of office expenses, conventions and meetings, advertising and shareholder information as well as other administrative expenses as detailed in note 18 to the financial statements. During the three month period ended September 30, 2013, the administration expenses totalled $63,983 as compared to $105,375 in the comparable period in 2012. A major portion of the lower level of expenses is a result of non recurring IT costs which were incurred in 2012.

- During the nine month period ended September 30, 2013, the administration expenses totalled $307,356 as compared to $394,845 in the comparable period last year. The decrease of $87,489 mainly represents a reduction in office costs of $44,930 and a reduction in convention and meeting costs of $44,395 and the offsetting impact of other increases of $1,836 in other administrative expenses. In 2012, the office costs included non-recurring IT costs.

Professional fees and outside services

- Professional fees and outside services represent costs incurred for investor relations, legal fees, audit and accounting fees and other professional fees. For the three month period September 30, 2013, the professional fees and outside services totalled $59,443 as compared to $182,773 in the same three month period in 2012. The lower legal fees and audit and accounting fees reflect reduced corporate activities in the current year. In 2012, the Company incurred professional fees related to the Spin-out of CIM.

- During the nine month period ended September 30, 2013, professional fees and outside services totalled $296,630 as compared to $460,532 in the comparable period, representing a decrease of $163,902. The reduction in legal fees and audit and accounting fees totals $138,427 and reflects lower corporate activities including the CIM spin-out and the careful utilization of these professional resources.

Depreciation and amortization

- The depreciation and amortization expense for the three month period ended September 30, 2013 totalled $16,817 as compared to $12,936 and the depreciation and amortization expense for the nine month period ended September 30, 2013 was $50,037 as compared to $37,116 in 2012. The increase in the three month and nine month periods reflects acquisitions in the later portion of the year 2012.

Share-based compensation and payments

- For the three period ended September 30, 2013, the total share-based compensation and payments amounted to $199,206 (September 30, 2012 - $11,411). The increase in the expense represents the issuance of 660,000 stock options issued to non-insiders.

- During the nine month period ended September 30, 2013, the share-based compensation and payments totalled $251,556 as compared to $87,529 in the comparable period in 2012. The increase of $164,027 in the expense in 2013 is a result of the issuance of 800,000 options as compared to 140,000 in the comparable period in 2012.

Impairment of mineral properties and deferred exploration expenses

- The impairment provision is made against properties for which claims have lapsed or no immediate future expenditures are planned. The provision of $58,932 in the three month period ended September 30, 2013 is consistent with the expense of $58,622 in the comparable period last year.

- During the nine month period ended September 30, 2013, the Company recorded a provision of $162,085 as compared to $192,441 reported in the comparable in 2012. During 2013, more exploration expenditures were charged to Quebec projects rather than general exploration which reduced the impairment provision.

Other income (expenses)

- Other income (expenses) reflects interest income, joint venture income, the increase (decrease) in fair value of financial assets, management services including administrative, compliance, corporate secretarial, risk management support and advisory services provided to CIM during 2013.

- During the three month period ended September 30, 2013, the company recorded overall other income of $233,044 as compared to expenses of $384,926 in the comparable period in 2012. The difference in the respective periods is a mainly result of the company recording an increase in the fair value of financial assets in 2013 of $186,863 compared to a loss of $459,328 in the comparable period in 2012. In 2013, the Company recorded Management services income of $5,039 (2012 – Nil).

- In the nine month period ended September 30, 2013, the company reported other income of $420,784 as compared to an expense of $1,126,392 in the comparable period in 2012. The difference is mainly a result of increase in the fair value of financial assets of $89,938 as compared to a decrease of $1,349,828 in the comparable period in 2012. In addition, the Company recorded Management services income of $257,039 (2012 – Nil) and joint venture income of $1,379 (2012 - $189,115).

Income and mining taxes provision (recovery)

- An income and mining tax recovery of $498,866 for the three month period ended September 30, 2013 has been recorded as compared to a recovery of $224,224 in the comparable period in 2012.

- During the nine month period ended September 30, 2013, a recovery of $741,687 as compared to a recovery of $315,108 in the comparable period in 2012 has been recorded. The overall recovery in 2013 reflects the combined impact of; (a) a current tax recovery of $287,441 (September 30, 2012 - expense of $862) and (b) a provision for deferred income tax and mining duties of $247,273 (September 30, 2012 - $(94)) and a recovery of income and mining taxes related to flow through share benefits renounced of $701,519 (September 30, 2012 - $315,023).

- The deferred income and mining tax provisions in the current year reflects management's best estimate of future tax rates substantially enacted and current tax planning strategies. It also reflects the impact of non-deductible items (share-based payments, impairment provisions on non-financial assets, a decrease in fair value of financial assets) as well as tax planning strategies to minimize the taxable income inclusion for shares received under mining option agreements executed on Globex mineral properties.

Financial position – September 30, 2013

Total assets

The increase in the total assets of $145,678 from $24,235,500 at December 31, 2012 to $24,381,178 at September 30, 2013 reflects the combined decrease in cash and cash equivalents, cash reserved for exploration, investments and accounts receivable and other assets of $3,861,925 offset by an increase in deferred explorations expenditures of $4,007,603.

Cash and cash equivalents, investments, and accounts receivable totalled $2,336,162 (December 31, 2012 - $2,221,350) representing 9.6% of the total assets. Cash reserved for exploration was $377,694 at September 30, 2013 (December 31, 2012 - $4,375,485) and the change represents the exploration activities during the first nine months of 2013.

At September 30, 2013, deferred exploration expenses totalled $17,672,122 (December 31, 2012 - $13,664,519) an increase of $4,007,603.

Total liabilities

At September 30, 2013, the current liabilities were $1,934,390 as compared to $1,988,871 at December 31, 2012. The decrease reflects the payment of the dividend payable to CIM and the impact of the significant drilling activities during August and September 2013.

The other liabilities which represent the excess of the fair value of proceeds received from the issuance of flow-through shares was $134,625 at September 30, 2013 (December 31, 2012 - $836,144). The decrease reflects the impact of eligible exploration expenditures of $3,997,993.

Deferred tax liabilities

Deferred tax liabilities were reported as $3,593,696 at September 30, 2013 as compared to $3,346,423 at December 31, 2012. The liability represents management’s best estimate of future taxes that will be payable if income is earned, based on substantially enacted legislation as well as current operating plans and tax strategies. The majority of the liability arises as a result of Canadian Eligible Exploration Expenditures which have been renounced to shareholders under flow-through arrangements and therefore not available as a reduction in taxable income.

Owners’ equity

Owners’ equity, consisting of Share Capital, Deficit, and Contributed Surplus – Equity settled reserve totalled $18,296,391 (December 31, 2012 - $17,658,441). The change reflects the impact of the loss attributable to shareholders and share-based compensation and payments. Details of the changes are provided in the Interim Condensed Consolidated Statement of Equity.

Share capital

At September 30, 2013, the share capital of the Company totalled $48,278,353 (December 31, 2012 - $48,278,353) representing 27,896,018 (December 31, 2012 - 27,896,018) common shares outstanding.

Liquidity, working capital and cash flow

At September 30, 2013, the Company had cash and cash equivalents of $822,627 (December 31, 2012 - $521,496) and cash reserved for exploration of $377,694 (December 31, 2012 - $4,375,485). Investments of $532,303 (December 31, 2012 - $637,267) mainly reflect shares, recorded at fair value, in optionee companies received as consideration under mining option agreements.

At September 30, 2013, the Company’s working capital (based on current assets minus current liabilities) was $901,113 (December 31, 2012 - $4,710,430). The Company believes that based on the current cash and working capital position and its access to liquidity sources, it has sufficient resources readily available to meet its current exploration spending commitments and corporate and administrative requirements for the next twelve months.

Globex does not have any long-term debt or similar contractual commitments.

During the nine month period ended September 30, 2013, the operating activities generated cash of $503,347 (September 30, 2012 – Used cash of $835,502) and financing activities were Nil (September 30, 2012 - $1,698,243).

Investing activities in the first nine months of 2013 used $4,200,007 (September 30, 2012 - $1,726,193). Investing activities included deferred exploration expenses of $4,169,688 (2012 - $1,836,381), mineral properties of $40,981 (2012 - $123,153) and properties, plant and equipment of $5,793 (2012 - $82,598).

The operating, financing, and investing activities for the nine month period ended September 30, 2013 resulted in a net decrease in cash and cash equivalents of $3,696,660 (September 30, 2012 -$863,452).

Financial instruments and risk management

Capital risk management

The Company manages its common shares, stock options and retained earnings (deficit) as well as contributed surplus - Equity settled reserve as capital.

The Company's business is subject over the next several years to the availability of equity capital to finance the acquisition, exploration and development of major projects. The availability of equity capital to resource companies is affected by commodity prices as well as global economic conditions. Currently the equity market for junior exploration companies is negative. These conditions are beyond the control of Management and will have a direct effect on the Company's ability to raise equity capital.

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern while it pursues its objectives of enhancing projects, properties or the development of properties to the benefit of all shareholders.

As a Canadian exploration company, its principal sources of funds consist of; (a) Options income on properties; (b) Metal royalty income; (c) Investment income; (d) proceeds from the issuance of common and flow-through shares and (e) other working capital items.

The Company manages the capital structure and makes adjustments to it in light of operating results, changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, enter into joint venture property arrangements or dispose of properties.

The Company's investment policy is to invest its cash in low risk highly liquid short-term interest-bearing investments, selected with a duration which is expected to align with the Company's planned expenditures.

In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets that are updated as necessary. The annual and updated budgets are approved by the Board of Directors. For capital management purposes, the Company has developed two objectives which are as follows:

- Retain cash and cash equivalents, cash reserved for exploration expenditures and accounts receivable which are equal to or greater than the committed exploration expenditures;

- Retain equity investments and debt instruments with a combined fair market value which are greater than twelve months of projected operating and administrative expenditures.

The Company may need additional capital resources to complete or carry out its exploration and development plans for the next twelve months. The Company is currently actively pursuing a number of options including option and sale of properties as well as other financing activities.

The Company is not subject to any externally imposed capital requirements. The Company's overall strategy remains unchanged from 2012.

Financial risk management objectives

The Company's financial instruments are exposed to certain financial risk including credit risk, liquidity risk, foreign exchange risk, and interest rate risk.

(a) Credit risk

The Company had cash and cash equivalents as well as cash reserved for exploration which totalled $1,200,321 at September 30, 2013 (December 31, 2012 - $4,896,981). These funds are subject to a combination of the $100,000 maximum guarantee per individual institution as provided by the Canadian Deposit Insurance Corporation ("CDIC"): CDIC, a federal Crown Corporation as well as a guarantee of $1,000,000 provided by the Canadian Investors Protection Fund ("CIPF").

The Company does not believe that it is subject to any significant concentration of credit risk. Cash and cash equivalents are in place with major financial institutions and their related corporations.

The maximum exposure to credit risk was:

	September 30, 2013	December 31, 2012	January 1, 2012
Cash and cash equivalents	**$ 822,627**	$ 521,496	$ 2,074,901
Cash reserved for exploration expenses	**377,694**	4,375,485	910,972
Investments	**532,303**	637,267	2,202,066
Accounts receivable (i)	**981,232**	1,062,587	486,805
Refundable tax credit and mining duties	**-**	-	81,794
	$ 2,713,856	$ 6,596,835	$ 5,756,538

(i) Accounts receivable of $981,232 (December 31, 2012 - $1,062,587; January 1, 2012 - $486,805) consist of trade receivables of $637,481 (December 31, 2012 - $229,363; January 1, 2012 - $81,487), due from CIM – Nil; (December 31, 2012 - $484,204; January 1, 2012 - Nil) and taxes recoverable of $343,751 (December 31, 2012 - $349,020; January 1, 2012 - $405,318). The trade receivables are secured by property interests.

(b) Liquidity risk

Liquidity risk represents the risk that the Company will not be able to meet its financial obligations as they fall due. The Company mitigates liquidity risk through its capital structure and by continuously monitoring actual and projected cash flows. The Company finances its exploration activities through flow-through shares, operating cash flows and the utilization of its liquidity reserves.

The Board of Directors reviews and approves the Company's operating and capital budgets, as well as any material transactions outside of the ordinary course of business.

Contractual maturities of financial liabilities are all under one year.

(c) Equity market risk

Equity market risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. The Company closely monitors the general trends in the stock markets and individual equity movements, and determines the appropriate course of action to be taken by the Company.

The Company currently holds investments in a number of Optionee companies as well as a Canadian financial institution which are subject to fair value fluctuations arising from changes in the Canadian mining sector and equity markets and currently these amount to $532,303 (December 31, 2012 - $637,267). Based on the balances at September 30, 2013, a 10% increase or decrease would impact Income and Loss by approximately $53,000 (December 31, 2012 - $63,000).

(d) Fair value measurements recognized in the statement of financial position

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

- Level 1 - fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

- Level 2 -fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

- Level 3 -fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable data (unobservable inputs).

September 30, 2013		Level 1		Level 2		Level 3		Total Financial Assets at fair value
Financial assets								
Equity investments	$	186,712	$	345,591	$	-	$	532,303
Reclamation bonds		-		123,013		-		123,013
	$	186,712	$	468,604	$	-	$	655,316

There were no transfers between level 1 and level 2 in the period. The fair value of the level 2 equity investments represents Globex's 8,639,800 common shares of Mag Copper Limited received in 2011. The fair value reflects recent market prices as well as trading volumes within the principal market in which the shares trade.

December 31, 2012		Level 1		Level 2		Level 3		Total Financial Assets at fair value
Financial assets								
Equity investments	$	434,767	$	202,500	$	-	$	637,267
Reclamation bonds		-		119,256		-		119,256
	$	434,767	$	321,756	$	-	$	756,523

There were no transfers between level 1 and level 2 in the period.

January 1, 2012		Level 1		Level 2		Level 3		Total Financial Assets at fair value
Financial assets								
Equity investments	$	514,566	$	1,687,500	$	-	$	2,202,066
Reclamation bonds		-		121,680		-		121,680
	$	514,566	$	1,809,180	$	-	$	2,323,746

There were no transfers between level 1 and level 2 in the period.

Outstanding share data

At September 30, 2013, the Company had 27,896,018 common shares issued and outstanding (December 31, 2012 - 27,896,018) and 1,310,000 (December 31, 2012 - 1,927,900) stock options were outstanding for a fully diluted common share capital of 29,206,018 (December 31, 2012 - 29,823,918).

On October 21, 2013, the Company completed the first closing of a private placement by issuing an aggregate of 3,068,730 “flow-through” shares at a price of $0.50 per share, for gross proceeds of $1.53 million, and by issuing 607,529 common shares at a price of $0.45 per share, for gross proceeds of $273,388. Globex paid finders’ fees to certain registered dealers in the aggregate of $116,854.

On October 31, 2013, the Company completed a second closing of a private placement by issuing an aggregate of 1,465,200 “flow-through” shares at a price of $0.50 per share, for gross proceeds to Globex of $732,600, and by issuing 396,585 common shares at a price of $0.45 per share, for gross proceeds to Globex of $178,463. Globex paid finders’ fees of $55,444. Globex issued the shares to “accredited investors” in Ontario and Québec.

Globex will use the proceeds from the issuance of the “flow-through” shares for exploration on certain of its properties in Ontario and Québec. The proceeds from the issuance of common shares will be used for working capital.

Additional closings of the private placement may be held until November 15, 2013, subject to the issuance of a maximum of $2,820,335 in “flow-through” shares and a maximum of $600,000 in common shares. As a result of these private placements, Globex has 33,434,062 common shares issued and outstanding.

At December 31, 2012, 1,927,900 options were outstanding and on February 1, 2013, 50,000 options were granted to a consultant at an exercise price of $1.40 per share and vested immediately. On April 22, 2013, 90,000 options were granted to the three independent directors at an exercise price of $0.40 per share. These options vest over one a year period. On September 3, 2013, 660,000 options were granted at an exercise price of $0.54 per share. These options vested immediately. During the nine month period, 1,417,900 options naturally and early expired which resulted in 1,310,000 options outstanding at September 30, 2013 and 1,757,500 options may be granted in the future.

During October 2013, 10,000 options naturally expired which results in 1,300,000 options outstanding currently and 1,767,500 options being available for future grants. Based on 33,434,062 outstanding at November 5, 2013, and 1,300,000 options outstanding, the fully diluted common share capital was 34,734,062. .

Risks and uncertainties

The Company, like all other mining exploration companies, is exposed to a variety of financial and environmental risks as well as operational and safety risks related to the very nature of its activities. It is also subject to risks related to other factors, such as metal prices and financial market conditions. The main risks which the Company is exposed to are as follows:

(a) Financing Risk

The Company must periodically obtain new funds in order to pursue its activities. While it has always succeeded in doing so to date, there can be no assurance that it will continue to do so in the future. The Company believes that the quality of its properties and their geological potential will enable it to obtain the required financing for their continued exploration and potential development.

(b) Financial Market Risk

Under its current business model as a project generator, Globex acquires properties and attempts to option or sell properties to other junior mining companies or producers. In order for Junior Mining companies to satisfy their obligations with Globex under their option arrangements, in many cases, they must raise funds in the equity markets which currently are very challenging.

(c) Volatility of Stock Price and Limited Liquidity

Globex's common shares are listed on the Toronto Stock Exchange ("TSX") under the symbol GMX. In addition, the Company is interlisted in Europe on the Frankfurt, Munich, Stuttgart, Xetra and Berlin exchanges under the symbol G1M and trades under the symbol GLBXF on the OTCQX International exchange in the United States.

Globex's common shares have experienced significant volatility in price and trading volume over the last several years. There can be no assurance of adequate liquidity in the future for Globex's common shares.

(d) Permits and licences

The Company's operations may require permits and licenses from different governmental authorities. There cannot be any assurance that the Company will obtain all the required permits and licences in order to continue the exploration and development of its properties.

(e) Government Regulations

The majority of the Company's exploration projects is located in Québec and might be affected by any eventual revisions to Québec's Mining Act. After several months of deliberations and uncertainty, the Québec Government has announced changes to its mining tax regime. The changes include increases to mine royalties and taxes on profits. These changes could adversely, affect the profitability of any potential mining operations and therefore will impact Globex's option potentials.

The Quebec government is also considering changes to the mining laws which would make it more difficult and more expensive to maintain mineral titles. It is too early to know precisely the impact of these changes, but Globex will continue to monitor the proposals.

(f) Environmental Risks

The Company's operations are and will be subject to Federal, provincial and local environmental regulations. These regulations mandate, among other things, the maintenance of air and water quality standards, land use standards, land reclamation and labour standards. They also set forth limitations on the generation, transportation, storage and disposal of liquid and waste materials.

Environmental legislation is evolving in a way which will require, stricter standards and enforcement, increased fines and penalties for non-compliance, more stringent environmental assessments of proposed projects and increased responsibility for companies and their officers, directors and employees. At this time, it is not certain that these changes will not adversely affect the Company's operations.

Environmental hazards may exist on the Company's properties which are unknown to management at the present time and which have been caused by previous owners or operators of the properties.,

(g) Title Matters

The mining claims in which the Company has an interest have not been surveyed and, accordingly the precise location of the boundaries of the claims and ownership of mineral rights on specific tracts of land compromising the claims may be in doubt. Although the Company has taken all possible measures to ensure proper title to its properties, including filing of necessary documents and payments to local regulatory authorities, there is no guarantee that the title any of its properties will not be challenged. Third parties may, unbeknownst to the Company have valid claims underlying portions of the Company's interests.

(h) Metal prices

Even if the exploration programs of the Company are successful, some factors out of the Company's control may affect the marketing of the minerals found. World-wide supply and demand for metals determines metal prices which are affected by many factors including international, economic and political trends, inflation expectations, exchange rate fluctuations, interest rates, global and regional consumption levels, speculative activities and worldwide production levels. The effects of these factors cannot be precisely predicted.

(i) Key personnel

The management of the Company rests on some key personnel and mostly on its President and Chief Executive Officer. The loss of the President and Chief Executive Officer could have a negative impact on the development and the success of its operations. The Company's success is also linked to its capacity to attract and retain qualified personnel.

Related party information

Chibougamau Independent Mines Inc.

CIM is considered a related party as Globex Management consisting of the President and CEO, Executive Vice-President and Chief Financial Officer hold the same positions with both entities. In addition, the President and CEO holds a significant number of common shares of both organizations and therefore can significantly influence the operations of both entities. Currently, the Corporation is dependent upon management services provided by Globex Mining Enterprises Inc. as described below.

Management Services

On December 29, 2012, Globex entered into a Management Services Agreement with CIM under which the Company will provide management services including administrative, compliance, corporate secretarial, risk management support and advisory services to CIM during 2013.

Management services income of $5,039 (2012 – Nil) for the three month and $257,039 (2012 – Nil) for the nine month period ended September 30, 2013 represent Globex's estimate of the specific costs related to performing these services plus a mark-up in accordance with the Management Services Agreement.

Property Sale

On May 9, 2013, Globex sold three major blocks of claims to CIM for a cash payment of $350,000 and a 2% Gross Metal Royalty. The claim blocks are located in the Chibougamau Mining Camp ((a) Grandroy orebody area and, (b) Berrigan deposit). These claims were acquired by Globex after the Spin-Out and therefore had not been included in the Plan of Arrangement. The properties were sold based on the fair market value derived from properties of similar size and exploration stage and therefore were made on terms equivalent to those that would prevail in an arm's length transaction. The purchase by CIM was approved by the Independent Directors.

Duparquet Assets Ltd. Joint venture

On February 18, 2010, a Mining Option Agreement was signed between Globex and Jack Stoch Geoconsultant Services Limited ("GJSL") (a company owned by Jack Stoch, president, CEO and director of Globex) as vendors, Duparquet Assets Limited ("DAL") and Xmet Inc. ("Xmet" and/or "Optionee"). The agreement relates to the Duquesne West Gold Property (20 claims) located in Duparquet and Destor townships, Quebec owned 50% by Globex and 50% by GJSL (acquired prior to listing of Globex in 1987) and GJSL's 100% owned Ottoman Fault Property (40 claims). The Mining Option Agreement was amended on December 17, 2012. On February 16, 2010, DAL entered into a Joint Venture Agreement with GJSL and Globex which results in all proceeds from the Mining Option Agreement being shared equally between the vendors.

On July 3, 2013, Xmet informed Globex and GJSL that it was dropping its interest in the Duquesne West Property.

Management compensation

The total compensation for the respective periods paid to directors and key management personnel having authority and responsibility for planning, directing and controlling the activities of the Company (Management personnel includes President and CEO, Executive Vice-President and Chief Financial Officer, Treasurer and Corporate Secretary) follows:

	Three months ended		**Nine months ended**	
	September 30, 2013	September 30, 2012	**September 30, 2013**	September 30, 2012
Salary cost				
Salaries and other benefits	**$ 93,669**	$ 107,334	**$ 305,518**	$ 342,901

Disclosure controls and procedures

Management is responsible for the information disclosed in this document and has in place the appropriate information systems, procedures and controls to ensure that information used internally by management and disclosed externally is, in all material respects, complete and reliable. The Chief Executive Officer (CEO) and the Chief Financial Officer (CFO) have evaluated the design and effectiveness of the Company's disclosure controls and procedures as defined in the rules of the Canadian Securities Administrators as at September 30, 2013. Based on that evaluation, they have concluded that the Company's disclosure controls and procedures were as of and for the period ending September 30, 2013 appropriately designed and operating effectively.

Internal control over financial reporting (ICFR)

The Company's management is responsible for establishing and maintaining adequate internal control over financial reporting. The Company's internal control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external reporting purposes in accordance with GAAP.

The Company's internal control over financial reporting includes those policies and procedures that (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the Company's assets; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with GAAP, and that receipts and expenditures of the Corporation are being made only in accordance with authorizations of management and directors of the Company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the Company's assets that could have a material effect on the financial statements.

Because of its inherent limitation, internal control over financial reporting may not prevent or detect misstatements. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may change.

During the period ended September 30, 2013, and as at quarter-end, the CEO and CFO have participated in the evaluation of the design of internal controls over financial reporting based on criteria established in Internal Control over Financial Reporting - Guidance for Smaller Public Companies issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). They have concluded that the internal controls over financial reporting are appropriately designed and operating effectively to ensure that the preparation of financial statements for external reporting purposes are in accordance with the Company's application of IFRS standards. There have been no material changes in the Company's ICFR or are reasonably likely to materially affect, the internal controls over financial reporting.

Outlook

Despite the publication of a positive Preliminary Economic Assessment on our Timmins Talc-Magnesite project, raising funds to undertake the first phase of construction for the project is proving challenging. Definition drilling, required for the pre-feasibility study, started in December and the assessment of the results are in process.

We continue to search for an appropriate property/partner to exploit our patented technology for the recovery of gold from refractory gold ores and tailings and have signed a number of confidentiality agreements with interested parties.

Although challenged by the scarcity of financing which impacts other junior mining companies and therefore our option opportunities, Globex believes it is well positioned with a combination of first class assets as well as the human and corporate resources necessary to achieve the strategic objectives outlined in our Corporate Focus.

Additional information

This analysis should be read in conjunction with the financial statements for the years ended December 31, 2012 and December 31, 2011 and additional information, including the Annual Information Form (AIF), which is available on SEDAR at www.sedar.com. Further, the Company posts all publicly filed documents, including the AIF and this MD&A, on its website www.globexmining.com in a timely manner.

If you would like to obtain, at no cost to you, a copy of the 2012 and/or 2011 MD&A, then please send your request to:

Globex Mining Enterprises Inc.
86, 14th Street, Rouyn-Noranda, Quebec J9X 2J1
Telephone: 819.797.5242 Fax: 819.797.1470
Email: info@globexmining.com

Authorization

The contents and the dissemination of this Management's Discussion and Analysis have been approved by the Board of Directors of the Company on November 5, 2013.

GLOBEX MINING ENTERPRISES INC.

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

(Unaudited - In Canadian dollars)

	Notes	Three months ended Sept 30, 2013	Three months ended Sept 30, 2012	Nine months ended Sept 30, 2013	Nine months ended Sept 30, 2012
			(Restated, Note 3)		*(Restated, Note 3)*
Continuing operations					
Revenues	17	**$ 142,000**	$ 48,721	**$ 745,022**	$ 581,738
Expenses					
Salary		**133,332**	174,689	**465,710**	596,748
Administration	18	**63,983**	105,375	**307,356**	394,845
Professional fees and outside services	18	**59,443**	182,773	**296,630**	460,532
Depreciation and amortization		**16,817**	12,936	**50,037**	37,116
Share-based compensation and payments		**199,206**	11,411	**251,556**	87,529
Impairment of mineral properties and deferred exploration expenses	12, 13	**58,932**	58,622	**162,085**	192,441
Loss (gain) on foreign exchange		**3,574**	14,348	**(12,275)**	10,972
		535,287	560,154	**1,521,099**	1,780,183
Loss from operations		**(393,287)**	(511,433)	**(776,077)**	(1,198,445)
Other income (expenses)					
Interest income		**5,756**	4,157	**18,130**	12,688
Joint venture income		**1,379**	57,658	**1,379**	189,115
Increase (decrease) in fair value of financial assets		**186,863**	(459,328)	**89,938**	(1,349,828)
Management services	21	**5,039**	-	**257,039**	-
Other		**34,007**	12,587	**54,298**	21,633
		233,044	(384,926)	**420,784**	(1,126,392)
Loss before taxes		**(160,243)**	(896,359)	**(355,293)**	(2,324,837)
Recovery of Income and mining taxes	16	**(498,866)**	(224,224)	**(741,687)**	(315,108)
Income (loss) and comprehensive income (loss) for the period		**$ 338,623**	$ (672,135)	**$ 386,394**	$ (2,009,729)
Income (loss) per common share					
Basic and diluted	19	**$ 0.01**	$ (0.03)	**$ 0.01**	$ (0.09)
Weighted average number of common shares outstanding		**27,896,018**	22,992,646	**27,896,018**	22,862,602
Shares outstanding at end of period		**27,896,018**	23,749,779	**27,896,018**	23,749,779

The accompanying notes are an integral part of these financial statements

GLOBEX MINING ENTERPRISES INC.

Interim Condensed Consolidated Statements of Cash Flows

(Unaudited - In Canadian dollars)

	Notes	2013	2012
			Nine months ended Sept 30,
			(Restated, Note 3)
Operating activities			
Income (loss) and comprehensive income (loss) for the period		**$ 386,394**	$ (2,009,729)
Adjustments for:			
Disposal of mineral properties for shares		**(53,000)**	(134,500)
Decrease in fair value of financial assets		**(89,938)**	1,349,828
Depreciation and amortization		**50,037**	37,116
Foreign exchange rate variation on reclamation bond		**(3,757)**	3,732
Impairment of mineral properties and deferred exploration expenses		**162,085**	192,441
Current tax expense (recovery)		**(287,441)**	45,483
Deferred income and mining taxes recovery		**(454,246)**	(315,971)
Income and mining taxes paid		**(7,981)**	(863)
Share-based compensation and payments		**251,556**	87,529
		(432,685)	1,264,795
Share of net earnings from investment in joint venture		**(1,379)**	(189,115)
Changes in non-cash operating working capital items	22	**551,017**	98,547
		503,347	(835,502)
Financing activities			
Issuance of common shares		**-**	1,851,028
Share capital issue costs		**-**	(152,785)
		-	1,698,243
Investing activities			
Acquisition of properties, plant and equipment		**(5,793)**	(82,598)
Related party - Chibougamau Independent Mines Inc.	21	**139,376**	-
Recovery from (investments) in joint venture	21	**(122,921)**	220,950
Deferred exploration expenses	13	**(4,169,688)**	(1,836,381)
Mineral properties acquisitions	12	**(40,981)**	(123,153)
Proceeds on mineral properties optioned		**-**	94,989
		(4,200,007)	(1,726,193)
Net increase in cash and cash equivalents		**(3,696,660)**	(863,452)
Cash and cash equivalents, beginning of period		**4,896,981**	2,985,873
Cash and cash equivalents, end of period		**$ 1,200,321**	$ 2,122,421
Cash and cash equivalents		**$ 822,627**	$ 948,285
Cash reserved for exploration		**377,694**	1,174,136
		$ 1,200,321	$ 2,122,421

Supplementary cash flows information (note 22)

The accompanying notes are an integral part of these financial statements

GLOBEX MINING ENTERPRISES INC.

Interim Condensed Consolidated Statements of Equity

(Unaudited - In Canadian dollars)

	Notes	Nine months ended **2013**	Sept 30, 2012	Year ended December 31, 2012
Common shares				
Beginning of period		**$ 48,278,353**	$ 50,288,153	$ 50,288,153
Issued on exercise of options		**-**	191,250	207,500
Fair value of shares issued under private placements		**-**	1,449,915	5,122,437
Spin-out distribution of assets	4	**-**	-	(7,005,084)
Share issuance costs, net of taxes (December 31, 2012 - $123,149)		**-**	(111,686)	(334,653)
End of period		**$ 48,278,353**	$ 51,817,632	$ 48,278,353
Contributed surplus - Equity settled reserve				
Beginning of period		**$ 3,614,903**	$ 3,615,214	$ 3,615,214
Share-based compensation		**225,666**	48,879	60,289
Share-based payments		**25,890**	38,650	38,650
Fair value of stock options exercised		**-**	(91,500)	(99,250)
End of period		**$ 3,866,459**	$ 3,611,243	$ 3,614,903
Deficit				
Beginning of period		**$ (34,234,815)**	$ (37,177,492)	$ (37,177,492)
Income (loss) attributable to shareholders		**386,394**	(2,009,729)	2,942,677
End of period		**$ (33,848,421)**	$ (39,187,221)	$ (34,234,815)
Total Equity		**$ 18,296,391**	$ 16,241,654	$ 17,658,441

The accompanying notes are an integral part of these financial statements

GLOBEX MINING ENTERPRISES INC.

Interim Condensed Consolidated Statements of Financial Position

(Unaudited - In Canadian dollars)

	Notes	**September 30, 2013**	December 31, 2012	January 1, 2012
			(Restated, Note 3)	*(Restated, Note 3)*
Assets				
Current assets				
Cash and cash equivalents	5	**$ 822,627**	$ 521,496	$ 2,074,901
Cash reserved for exploration	6	**377,694**	4,375,485	910,972
Investments	7	**532,303**	637,267	2,202,066
Accounts receivable	8	**981,232**	1,062,587	486,805
Refundable tax credit and mining duties		**-**	-	81,794
Prepaid expenses and deposits		**121,647**	102,466	130,258
		2,835,503	6,699,301	5,886,796
Reclamation bonds	9	**123,013**	119,256	121,680
Investment in joint venture	10	**142,819**	141,440	174,676
Properties, plant and equipment	11	**520,809**	565,053	525,668
Mineral properties	12	**3,086,912**	3,045,931	3,049,515
Deferred exploration expenses	13	**17,672,122**	13,664,519	11,907,484
		$ 24,381,178	$ 24,235,500	$ 21,665,819
Liabilities				
Current liabilities				
Payables and accruals	14	**$ 1,934,390**	$ 1,141,300	$ 533,436
Dividend payable	4	**-**	575,909	-
Current income tax		**-**	271,662	307,038
		1,934,390	1,988,871	840,474
Related party payable	21	**422,076**	405,621	345,050
Other liabilities	15	**134,625**	836,144	234,693
Deferred tax liabilities	16	**3,593,696**	3,346,423	3,519,727
Owners' equity				
Share capital	20	**48,278,353**	48,278,353	50,288,153
Deficit		**(33,848,421)**	(34,234,815)	(37,177,492)
Contributed surplus - Equity settled reserve		**3,866,459**	3,614,903	3,615,214
		18,296,391	17,658,441	16,725,875
		$ 24,381,178	$ 24,235,500	$ 21,665,819

The accompanying notes are an integral part of these financial statements

Approved by the board

"Jack Stoch"
Jack Stoch, Director

"Dianne Stoch"
Dianne Stoch, Director

Notes to the Interim Condensed Consolidated Financial Statements
Periods ending September 30, 2013 and 2012

1. General business description

Globex Mining Enterprises Inc. (“Globex”) is a North American focused exploration, royalty and development company with a mineral portfolio in excess of 110 early to mid-stage exploration and development properties containing: **Base Metals** (copper, nickel, zinc, lead), **Precious Metals** (gold, silver, platinum, palladium), **Specialty Metals and Minerals** (manganese, iron, molybdenum, uranium, lithium as well as rare earths and associated elements) and **Industrial Minerals** (mica, apatite as well as talc, titanium, and magnesia). The Company currently generates royalty and/or option income from properties which contain gold, silver, copper, and zinc.

Globex was incorporated in the province of Quebec and its head office and principal business offices are located at 86, 14th Street, Rouyn-Noranda, Quebec, J9X 2J1, Canada.

On September 10, 2012, Globex and Chibougamau Independent Mines Inc. (“CIM”) entered into an Arrangement which resulted in the reorganization of the capital of Globex and CIM, transfer of cash and cash equivalents, certain investments held by Globex as well as the transfer of ten properties from Globex to CIM subject to a 3% “gross metal royalty” in favour of Globex.

On December 29, 2012 (the "Effective Date"), Globex completed the reorganization by way of a Plan of Arrangement under the Business Corporations Act (Québec) which resulted in the transfer of cash of $503,006, investments with a fair market value of $72,903 and ten mining properties with a fair market value of $6,429,175 to CIM, for an aggregate value of $7,005,084 to CIM.

The Arrangement was designed to maximize shareholder value on the exploration and evaluation assets forming part of the Chibougamau Mining Camp. Globex will continue to hold its other mineral resource properties.

Globex trades on the Toronto Stock Exchange under the symbol GMX, in Europe on the Frankfurt, Munich, Stuttgart, Berlin and Xetra exchanges under the symbol G1M and on the OTCQX International in the USA with the symbol GLBXF.

The Company seeks to create shareholder value by acquiring mineral properties, enhancing them and either optioning, selling or joint venturing them or developing them to production.

2. Basis of presentation and going concern

These interim condensed consolidated financial statements were prepared on a going concern basis, under the historical cost basis, as modified by the revaluation of financial assets and financial liabilities at fair value through the Statement of Income and Comprehensive Income. All financial information is presented in Canadian dollars.

The Company’s ability to continue as a going concern depends on its ability to realize its assets and to obtain additional financing. While it has been successful in doing so in the past, there can be no assurance it will be able to do so in the future. The application of International Financial Reporting Standards (IFRS) on a going concern basis may be inappropriate, since there is a doubt as to the appropriateness of the going concern assumption.

2. Basis of presentation and going concern (continued)

These interim condensed financial statements do not reflect the adjustments to the carrying values of assets and liabilities, the reported amounts of revenues and expenses and the classification of statement of financial position items if the going concern assumption was deemed inappropriate, and these adjustments could be material. Management did not take these adjustments into account as it believes in the validity of the going concern assumption.

Statement of compliance

These interim condensed financial statements have been prepared by Management in accordance with IAS 34 "Interim Financial Reporting." The disclosure contained in these interim condensed consolidated financial statements does not include all the requirements in IAS 1, "Presentation of Financial Statements." Accordingly, the interim condensed consolidated financial statements should be read in conjunction with the consolidated financial statements for the year ended December 31, 2012.

The preparation of interim condensed financial statements in accordance with IAS 34 requires the use of certain critical judgments and accounting estimates. It also requires management to exercise judgment when applying the Corporations accounting policies.

The Company's Board of Directors approved these interim condensed consolidated financial statements for the periods ended September 30, 2013 and September 30, 2012 on November 5, 2013.

3. Summary of significant accounting policies

(a) These interim condensed consolidated financial statements have been prepared using the same accounting policies and methods of computation as the annual consolidated financial statements of the Company for the year ended December 31, 2012 with the exception that the Company has adopted the following standards which are effective for annual periods on or after January 1, 2013:

IFRS 10 - *Consolidated Financial Statements* - establishes control as the basis for an investor to consolidate its investees and defines control as an investor's power over an investee with exposure, or rights, to variable returns from the investee and the ability to affect the investor's returns through its power over the investee. The Company has applied IFRS 10 on a prospective basis, commencing January 1, 2013. The adoption of IFRS 10 did not have an impact on the Company's interim condensed consolidated financial statements.

IFRS 11 - *Joint Arrangements* - In accordance with IFRS 11, joint arrangements are classified into two types: (1) joint operations; and (2) joint ventures. The Company holds a 50% interest the ownership of Duparquest Assets Limited ("DAL"), a separate legal entity. Under this new standard, the Company's investment in DAL qualifies as a joint venture. As a result, the standard requires the Company to account for its investment in DAL, retrospectively, using the equity method, compared to its previous accounting policy of proportionate consolidation. In accordance with transition provisions, the 'Investment in joint venture' is deemed to be the net assets of the DAL joint venture as of January 1, 2012 (Note 10).

3. Summary of significant accounting policies (continued)

IFRS 12 - *Disclosure of Involvement with Other Entities* - is a comprehensive standard on disclosure requirements for all forms of interests in other entities, including joint arrangements, associates, special purpose vehicles and other off-balance sheet vehicles. The Company has applied IFRS 12 on a prospective basis, commencing January 1, 2013. The adoption of IFRS 12 did not have an impact on the Company's interim condensed consolidated financial statements.

IFRS 13 - *Fair value measurement* - defines fair value and sets out a single framework for measuring fair value which is applicable to all IFRSs that require or permit fair value measurements or disclosures about fair value measurements. IFRS 13 requires that when using a valuation technique to measure fair value, the use of relevant observable inputs should be maximized while unobservable inputs should be minimized. The Company has applied IFRS 13 on a prospective basis, commencing January 1, 2013. The adoption of IFRS 13 did not have an impact on the Company's interim condensed consolidated financial statements.

A reconciliation of the 2012 comparative periods as previously reported, in the 2012 in the interim condensed consolidated financial statements, is as follows:

At January 1, 2012	As Previously Reported	IFRS 11 Adjustments	As presented
Cash and cash equivalents	$ 2,074,901	$ -	$ 2,074,901
Cash reserved for exploration	910,972	-	910,972
Investment in joint venture	-	174,676	174,676
Other assets	18,505,270	-	18,505,270
Total assets	$ 21,491,143	$ 174,676	$ 21,665,819
Current liabilities	$ 1,010,848	$ (170,374)	$ 840,474
Related party - Duparquet Assets Limited	-	345,050	345,050
Other liabilities	3,754,420	-	3,754,420
	$ 4,765,268	$ 174,676	$ 4,939,944
Owner's equity	$ 16,725,875	$ -	$ 16,725,875

At December 31, 2012	As Previously Reported	IFRS 11 Adjustments	As presented
Cash and cash equivalents	$ 521,496	$ -	$ 521,496
Cash reserved for exploration	4,375,485	-	4,375,485
Investment in joint venture	-	141,440	141,440
Other assets	19,197,079	-	19,197,079
Total assets	$ 24,094,060	$ 141,440	$ 24,235,500
Current liabilities	$ 2,253,052	$ (264,181)	$ 1,988,871
Related party - Duparquet Assets Limited	-	405,621	405,621
Other liabilities	4,182,567	-	4,182,567
	$ 6,435,619	$ 141,440	$ 6,577,059
Owner's equity	$ 17,658,441	$ -	$ 17,658,441

3. Summary of significant accounting policies (continued)

Three months ended September 30, 2012	As Previously Reported	IFRS 11 Adjustments	As presented
Revenues	$ 119,971	$ (71,250)	$ 48,721
Expenses	560,162	(8)	560,154
Loss from operations	(440,191)	(71,242)	(511,433)
Other income (expenses)	(442,584)	-	(442,584)
Joint venture income	-	57,658	57,658
Recovery of income and mining taxes	(210,640)	13,584	(224,224)
Loss and comprehensive loss for the period	$ (672,135)	$ -	$ (672,135)

Nine months ended September 30, 2012	As Previously Reported	IFRS 11 Adjustments	As presented
Revenues	$ 815,488	$ (233,750)	$ 581,738
Expenses	1,780,198	(15)	1,780,183
Loss from operations	(964,710)	(233,735)	(1,198,445)
Other income (expenses)	(1,315,507)	-	(1,315,507)
Joint venture income	-	189,115	189,115
Recovery of income and mining taxes	(270,488)	44,620	(315,108)
Loss and comprehensive loss for the period	$ (2,009,729)	$ -	$ (2,009,729)

(b) New and revised International Financial Reporting Standards issued, but not yet effective

Certain new standards, interpretations, amendments and improvements to existing standards are not yet effective, and have not been applied in preparing these condensed consolidated financial statements.

IFRS 9 - *Financial Instruments* - The amendments to IFRS 9 is the first of multi-phase project to replace IAS 39 *Financial Instruments: Recognition and Measurement in its entirety*. It simplifies the measurement and classification for financial assets by reducing the number of measurement categories and removing complex rule-driven embedded derivative guidance in IAS 39, *Financial Instruments: Recognition and Measurement.* The new standard also provides for a fair value option in the designation of a non-derivative financial instrument and its related classification and measurement. IFRS 9 is effective from periods beginning January 1, 2015 with early adoption permitted. Management does not expect to early adopt this standard.

4. Plan of Arrangement and dividend payable

At December 31, 2012, the Company recorded a distribution of $7,005,084 representing the assets transferred to CIM under the Plan of Arrangement as described in Note 1. The Company followed IFRIC 17 - *Distributions of Non-Cash Assets to Owners,* in accounting for this transaction. In accordance with this guidance, a dividend was recorded as a return of capital in the Statement of Equity, based on the fair value of the distribution.

Fair value of assets transferred to CIM	
Mining properties	$ 6,429,175
Cash and near cash	503,006
Investments	72,903
	$ 7,005,084

	September 30, 2013	December 31, 2012	January 1, 2012
Dividend Payable			
Cash and near cash	**$ -**	$ 503,006	$ -
Investments	**-**	72,903	-
	$ -	$ 575,909	$ -

5. Cash and cash equivalents

	September 30, 2013	December 31, 2012	January 1, 2012
Bank balances	**$ 686,854**	$ (79,357)	$ 974,902
Short-term deposits	**135,773**	600,853	1,099,999
	$ 822,627	$ 521,496	$ 2,074,901

6. Cash reserved for exploration

	September 30, 2013	December 31, 2012	January 1, 2012
Bank balances	**$ 377,694**	$ 4,375,485	$ 910,972

The Company raises flow-through funds for exploration under subscription agreements which require the Company to incur prescribed resource expenditures. The Company must use these funds for exploration of mining properties in accordance with restrictions imposed by the financing. If the Company does not incur the resource expenditures, then it will be required to indemnify these shareholders for any tax and other costs payable by them.

7. Investments

	September 30, 2013	December 31, 2012	January 1, 2012
Equity investments	**$ 532,303**	$ 637,267	$ 2,202,066

8. Accounts receivable

		September 30, 2013		December 31, 2012		January 1, 2012
Trade receivables	**$**	**637,481**	$	229,363	$	366,539
Chibougamau Independent Mines Inc.		**-**		484,204		-
Taxes receivable		**343,751**		349,020		120,266
	$	**981,232**	$	1,062,587	$	486,805

Trade receivables of $637,481 consist primarily of amounts recoverable under joint venture arrangements and metal royalty payments. They are all current and the Company anticipates full recovery of these amounts.

The taxes receivable of $343,751 represent harmonized and Quebec sales tax ("GST", "HST", "QST") receivable from Canadian taxation authorities.

9. Reclamation bonds

		September 30, 2013		December 31, 2012		January 1, 2012
Nova Scotia bond - Department of Natural Resources	**$**	**57,974**	$	57,974	$	57,974
Option reimbursement		**(50,000)**		(50,000)		(50,000)
Net Nova Scotia bond		**7,974**		7,974		7,974
Washington State bond - Department of Natural Resources		**115,039**		111,282		113,706
	$	**123,013**	$	119,256	$	121,680

10. Investment in joint venture

The Company holds a 50% interest in the ownership of DAL, a separate legal entity. The Company's investment in DAL is classified as a joint venture under IFRS 11, *Joint Arrangements.* As a result, the standard requires the Company to account for its investment in DAL using the equity method, compared to its previous accounting policy of proportionate consolidation. The Investment in the Joint Venture was valued at $174,676 as of January 1, 2012, which represents the net assets of the joint venture at that date.

The following table summarized the movement of the Company's joint venture investment following the implementation of IFRS 11 as it relates to the Company's presentation of its investment in DAL at January 1, 2012 (implementation date) to September 30, 2013 (Note 3(a)):

		Investment in Joint Venture
Deemed investment, January 1, 2012	$	174,676
Add:		
Globex's 50% share of DAL's net income for the year ended December 31, 2012		246,764
Less:		
Dividends received		(280,000)
Balance, December 31, 2012	**$**	**141,440**
Add:		
Globex's 50% share of DAL's net income for the three and nine month period ended September 30, 2013.		1,379
Balance, September 30, 2013	**$**	**142,819**

11. Properties, plant and equipment

	Land and buildings	Mining equipment	Office equipment	Vehicles	Computer Systems	Total
Cost						
Balance - beginning of period	$ 415,112	$ 81,310	$ 146,274	$ 56,177	$ 213,880	$ 912,753
Additions	82,515	-	-	-	6,922	89,437
Disposals	-	-	-	-	-	-
December 31, 2012	497,627	81,310	146,274	56,177	220,802	1,002,190
Additions	**-**	**-**	**-**	**-**	**5,793**	**5,793**
Disposals	**-**	**-**	**-**	**-**	**-**	**-**
September 30, 2013	**$ 497,627**	**$ 81,310**	**$ 146,274**	**$ 56,177**	**$ 226,595**	**$ 1,007,983**
Accumulated depreciation						
Balance - beginning of period	$ (47,980)	$ (35,180)	$ (96,414)	$ (21,751)	$ (185,760)	$ (387,085)
Additions	(12,520)	(9,228)	(9,972)	(6,884)	(11,448)	(50,052)
December 31, 2012	(60,500)	(44,408)	(106,386)	(28,635)	(197,208)	(437,137)
Additions	**(10,377)**	**(8,582)**	**(10,989)**	**(6,111)**	**(13,977)**	**(50,037)**
September 30, 2013	**$ (70,877)**	**$ (52,990)**	**$ (117,375)**	**$ (34,746)**	**$ (211,185)**	**$ (487,174)**
Carrying value						
December 31, 2012	$ 437,127	$ 36,902	$ 39,888	$ 27,542	$ 23,594	$ 565,053
September 30, 2013	**$ 426,750**	**$ 28,320**	**$ 28,899**	**$ 21,431**	**$ 15,410**	**$ 520,809**

12. Mineral properties

	Nova Scotia	Ontario	Quebec	Other	Total
Balance - beginning of period	$ 30,414	$ 62,171	$ 2,956,930	$ -	$ 3,049,515
Additions	-	-	136,844	-	136,844
Impairment provisions	-	-	(35,970)	-	(35,970)
Spin-out of properties			(60,101)		(60,101)
Recoveries	(11,557)	(14,400)	(18,400)	-	(44,357)
December 31, 2012	$ 18,857	$ 47,771	$ 2,979,303	$ -	$ 3,045,931
Additions	**-**	**-**	**40,981**	**-**	**40,981**
September 30, 2013	**$ 18,857**	**$ 47,771**	**$ 3,020,284**	**$ -**	**$ 3,086,912**

13. Deferred exploration expenses

	New Brunswick	Nova Scotia	Ontario	Quebec	Other	Total
Balance - beginning of period	$ 130,175	$ 259,013	$ 4,014,155	$ 7,504,141	$ -	$ 11,907,484
Additions	9,776	15,054	1,089,416	1,933,363	10,636	3,058,245
Spin-out of properties	-	-	-	(266,013)	-	(266,013)
Impairment provisions	(856)	(149,177)	(8,521)	(770,023)	(10,636)	(939,213)
Recoveries	-	-	-	(95,984)	-	(95,984)
December 31, 2012	139,095	124,890	5,095,050	8,305,484	-	13,664,519
Additions	**-**	**225**	**1,459,530**	**2,709,933**	**-**	**4,169,688**
Impairment provisions	**-**	**-**	**-**	**(162,085)**	**-**	**(162,085)**
September 30, 2013	**$ 139,095**	**$ 125,115**	**$ 6,554,580**	**$ 10,853,332**	**$ -**	**$ 17,672,122**

Deferred Exploration Expenses

	September 30, 2013	December 31, 2012
Balance - beginning of period	**$ 13,664,519**	$ 11,907,484
Current exploration expenses		
Consulting	**181,661**	421,196
Core shack, storage and equipment rental	**67,726**	27,961
Drilling	**1,739,295**	664,200
Environment	**146,009**	67,323
Geology	**414,241**	448,099
Geophysics	**(61,789)**	466,672
Laboratory analysis and sampling	**406,736**	190,768
Labour	**599,820**	407,178
Line cutting	**120,990**	81,723
Mapping	**40,587**	-
Mining property tax and permits	**72,193**	53,454
Prospecting and surveying	**69,763**	26,941
Reports, maps and supplies	**36,071**	31,353
Transport and road access	**336,385**	171,377
Total current exploration expenses	**4,169,688**	3,058,245
Impairment provisions	**(162,085)**	(939,213)
Spin-out of properties	**-**	(266,013)
Option revenue offset	**-**	(95,984)
	(162,085)	(1,301,210)
Current net deferred exploration expenses	**4,007,603**	1,757,035
Balance - end of period	**$ 17,672,122**	$ 13,664,519

14. Payables and accruals

	September 30, 2013	December 31, 2012	January 1, 2012
		(Restated, Note 3)	*(Restated, Note 3)*
Trade payable and accrued liabilities	**$ 1,804,927**	$ 1,067,453	$ 459,589
Sundry liabilities	**129,463**	73,847	73,847
	$ 1,934,390	$ 1,141,300	$ 533,436

15. Other liabilities

	September 30, 2013	December 31, 2012
Balance, beginning of period	**$ 836,144**	$ 234,693
Additions during the period (i)	**-**	1,145,248
Reduction related to the incurrence of qualified exploration expenditures	**(701,519)**	(543,797)
Balance, end of period	**$ 134,625**	$ 836,144

(i) The increase during 2012, represents the excess of the proceeds received from flow-through shares over shares fair value.

16. Income taxes

Income and mining tax expense (recovery)

	Three months ended		Nine months ended	
	September 30, 2013	September 30, 2012	**September 30, 2013**	September 30, 2012
		(Restated, Note 3)		*(Restated, Note 3)*
Current tax expense (recovery)				
Tax expenses (recovery) for the current period	**$ (271,672)**	$ 442	**$ (287,441)**	$ 862
Deferred tax provision (recovery) for income tax and mining duties	**$ 120,643**	(104,209)	**247,273**	(947)
Recovery of income and mining taxes as a result of the sale of tax benefits (flow-through shares)	**(347,837)**	(120,457)	**(701,519)**	(315,023)
	(227,194)	(224,666)	**(454,246)**	(315,970)
	$ (498,866)	$ (224,224)	**$ (741,687)**	$ (315,108)

16. Income taxes (continued)

Deferred tax balances

	December 31, 2012	**Recognized in income or loss**	**Recognized in equity**	**Other**	**September 30, 2013**
Temporary differences					
Deferred tax assets					
Non-capital losses carry forward	$ 1,082,880	**$ 64,322**	**$ -**	**$ -**	**$ 1,147,202**
Share issue expenses	116,881	**(34,926)**	**-**	**-**	**81,955**
Properties, plant & equipment	38,144	**29,279**	**-**	**-**	**67,423**
Financial assets at FVTPL	396,202	**(83,970)**	**-**	**-**	**312,232**
	1,634,107	**(25,295)**	**-**	**-**	**1,608,812**
Less valuation allowance	(630,342)	**318,110**	**-**	**-**	**(312,232)**
	1,003,765	**292,815**	**-**	**-**	**1,296,580**
Deferred tax liabilities					
Mining properties and deferred exploration expenses	(4,350,188)	**(540,088)**	**-**	**-**	**(4,890,276)**
Deferred tax liabilities	$ (3,346,423)	**$ (247,273)**	**$ -**	**$ -**	**$ (3,593,696)**

	January 1, 2012	**Recognized in income or loss**	Recognized in equity	Other	**December 31, 2012**
Temporary differences					
Deferred tax assets					
Non-capital losses carry forward	$ 480,764	**$ 602,116**	$ -	$ -	**$ 1,082,880**
Share issue expenses	32,539	**(38,807)**	123,149	-	**116,881**
Properties, plant and equipment	24,680	**13,464**	-	-	**38,144**
Financial assets at FVTPL	402,883	**(6,681)**	-	-	**396,202**
	940,866	**570,092**	123,149	-	**1,634,107**
Less valuation allowance	(329,820)	**(300,522)**	-	-	**(630,342)**
	611,046	**269,570**	123,149	-	**1,003,765**
Deferred tax liabilities					
Mining properties and deferred exploration expenses	(4,130,773)	**(219,415)**	-	-	**(4,350,188)**
Deferred tax liabilities	$ (3,519,727)	**$ 50,155**	$ 123,149	$ -	**$ (3,346,423)**

17. Revenues

	Three months ended		Nine months ended	
	September 30, 2013	September 30, 2012	**September 30, 2013**	September 30, 2012
		(Restated, Note 3)		*(Restated, Note 3)*
Net option income	**$ 142,000**	$ 48,721	**$ 675,500**	$ 359,511
Metal royalty income	**-**	-	**69,522**	222,227
	$ 142,000	$ 48,721	**$ 745,022**	$ 581,738

18. Expenses by nature

The following is a breakdown of the nature of expenses included in administration expenses and professional fees and outside services:

	Three months ended		Nine months ended	
	September 30, 2013	September 30, 2012	**September 30, 2013**	September 30, 2012
Administration		*(Restated, Note 3)*		*(Restated, Note 3)*
Office expenses	**$ 37,160**	$ 61,220	**$ 143,249**	$ 188,179
Conventions and meetings	**12,515**	22,434	**80,187**	124,582
Advertising and shareholder information	**5,501**	16,833	**37,065**	47,945
Other administration expenses	**8,807**	4,888	**46,855**	34,139
	$ 63,983	$ 105,375	**$ 307,356**	$ 394,845
Professional fees and outside services				
Investor relations	**$ 27,115**	$ 68,085	**$ 114,405**	$ 139,148
Legal fees	**2,828**	23,073	**26,910**	108,395
Audit and accounting fees	**28,500**	70,510	**88,457**	145,399
Other professional fees	**1,000**	21,105	**66,858**	67,590
	$ 59,443	$ 182,773	**$ 296,630**	$ 460,532

19. Income (loss) per share

Basic income (loss) per common share is calculated by dividing the net income (loss) by the weighted average number of common shares outstanding during the period. Diluted income per common share is calculated by dividing the net income applicable to common shares by the weighted average number of common shares outstanding during the period, plus the effects of dilutive common share equivalents such as stock options. Diluted net income per share is calculated using the treasury method, where the exercise of options is assumed to be at the beginning of the period and the proceeds from the exercise of options and the amount of compensation expense measured, but not yet recognized in income are assumed to be used to purchase common shares of the Company at the average market price during the period.

19. Income (loss) per share (continued)

Basic and diluted loss per share

The following table sets forth the computation of basic and diluted loss per share:

	Three months ended		Nine months ended	
	September 30, 2013	September 30, 2012	**September 30, 2013**	September 30, 2012
Numerator				
Income (loss) for the period	**$ 338,623**	$ (672,135)	**$ 386,394**	$ (2,009,729)
Denominator				
Weighted average number of common shares - basic	**27,896,018**	22,992,646	**27,896,018**	22,862,602
Effect of dilutive shares				
Stock options ("in the money") (ii)	**-**	-	**-**	-
Weighted average number of common shares - diluted	**27,896,018**	22,992,646	**27,896,018**	22,862,602
Loss per share				
Basic	**$ 0.01**	$ (0.03)	**$ 0.01**	$ (0.09)
Diluted	**$ 0.01**	$ (0.03)	**$ 0.01**	$ (0.09)

(i) For the three and nine months periods ended September 30, 2012, the stock options are not included in the computation of diluted loss per share as their inclusion would be anti-dilutive.

(ii) During the three months and the nine months ended September 30, 2013, no options have been included because they are not in the money.

20. Share capital

Common shares

Authorized - Unlimited common shares with no par value

Changes in capital stock

	September 30, 2013		December 31, 2012	
Fully paid common shares	**Number of shares**	**Capital Stock**	Number of shares	Capital Stock
Balance, beginning of period	**27,896,018**	**$ 48,278,353**	22,726,241	$ 50,288,153
Stock options exercised	**-**	**-**	325,000	207,500
Private placements	**-**	**-**	4,844,777	5,122,437
Spin-out	**-**	**-**	-	(7,005,084)
Share issuance costs	**-**	**-**	-	(334,653)
Balance, end of period	**27,896,018**	**$ 48,278,353**	27,896,018	$ 48,278,353

As at September 30, 2013, 36,100 (December 31, 2012 - 36,100) common share are held in escrow. These shares were issued as consideration for a property, which has since been abandoned, thus the shares will remain in escrow.

20. Share capital (continued)

Shareholders' Rights Plan

On May 2, 2011, the shareholders approved a Shareholders' Rights Plan (the "2011 Plan"). The 2011 Plan replaces the plan adopted in 2008, which expired on March 19, 2011. The new plan will be in effect for three years.

The 2011 Plan is designed to provide shareholders and the Board of Directors with adequate time to consider and evaluate any unsolicited take-over bid made for Globex's common shares; provide the Board of Directors with adequate time to identify, develop and negotiate value-enhancing alternatives; encourage the fair and equal treatment of shareholders in connection with any take-over bid for Globex's common shares; and generally to prevent any person from acquiring ownership of or the right to vote more than 20% of Globex's common shares while the process undertaken by the Board of Directors is

Pursuant to the 2011 Plan, rights were issued and attached to all outstanding common shares. A separate rights certificate will not be issued until the rights become exercisable. If a person acquires common shares in breach of the 2011 Plan, each right held by a shareholder, other than the acquiring person and its affiliates, associates and joint actors, will upon exercise and payment of the exercise price, entitle the holder of the right to purchase common shares from Globex with a total market value equal to twice the exercise price of the rights.

The 2011 Plan provides for permitted bids, which must be made from a take-over bid circular, and in addition to certain other specified conditions, must be for all of the outstanding common shares, other than common shares held by the acquiring person and its affiliates, associates and joint actors, and must remain open for acceptance by shareholders for at least 60 days from the date that the bid is made.

Stock options

Under the Company's stock option plan (the "Plan"), the Board of Directors may, from time to time, grant stock options to directors, officers, employees of and service providers to, the Company and its subsidiaries. Stock options granted under the Plan may have a term of up to ten years, as determined by the Board of Directors at the time of granting the stock options. At September 30, 2013, 1,757,500 options may be granted in addition to the common share purchase options currently outstanding (December 31, 2012 - 1,139,600).

The following is a summary of option transactions under the Plan for the relevant periods:

		September 30, 2013		December 31, 2012
	Number of options	**Weighted average exercise price**	Number of options	Weighted average exercise price
Balance - beginning of period	**1,927,900**	**$1.55**	2,112,900	$ 1.39
Early and naturally expired	**(1,417,900)**	**1.44**	-	-
Exercised	**-**	**-**	(325,000)	0.33
Granted - Directors and employees	**750,000**	**0.52**	90,000	1.03
Granted - Service providers	**50,000**	**1.40**	50,000	1.39
Balance - end of period	**1,310,000**	**0.60**	1,927,900	$ 1.55
Options exercisable	**1,220,000**	**$0.62**	1,837,900	$ 1.57

20. Share capital (continued)

The following table summarizes information regarding the stock options outstanding and exercisable as at September 30, 2013:

Range of prices	Number of options outstanding	Number of options outstanding and exercisable	Weighted average remaining contractual life (years)	Weighted average exercise price
$ 0.40 - 0.59	850,000	760,000	4.43	$0.55
0.63 - 0.92	410,000	410,000	2.05	0.63
1.09 - 1.50	50,000	50,000	9.28	1.40
	1,310,000	1,220,000	3.87	$0.60

Stock-based compensation and payments

The Company uses the fair value method for stock options granted to directors, officers, employees and non-employees. Accordingly, the fair value of the options at the date of grant is charged to operations, with an offsetting credit to contributed surplus, over vesting periods (which can vary from immediate vesting to 3 years). If and when the stock options are exercised, the applicable amounts of contributed surplus are transferred to capital stock. During the nine months ended September, 2013, the Company granted 750,000 options to Directors and 50,000 options to a service provider and during this period 1,392,900 options expired.

Globex uses the Black-Scholes model to estimate fair value using the following weighted average assumptions:

	Nine months ended	
	September 30, 2013	September 30, 2012
Expected dividend yield	**Nil**	Nil
Expected stock price volatility	**64.4%**	66.4%
Risk free interest rate	**1.66%**	1.25%
Expected life	**5.32 years**	5 years
Weighted average fair value of granted options	**$0.30**	$0.77

During the period ending September 30, 2013, the total expense related to stock-based compensation costs and payments amounting to $251,556 has been recorded and presented separately in the statements of income and Comprehensive income (September 30, 2012 - $87,529).

Restricted Share Unit Plan

On April 11, 2012, the Board of Directors adopted a Restricted Share Unit Plan (the “RSU Plan”) for the Company’s executives and key employees, subject to regulatory approval. The RSU Plan is designed to attract and retain qualified individuals, to serve as executives and key employees of the Company and its subsidiaries and to promote the alignment of interests of such executives and key employees, on the one hand, and the shareholders of the Company, on the other hand. A maximum of 600,000 common shares may be issued from treasury under the RSU Plan.

20. Share capital (continued)

Under the RSU Plan, from time-to-time, the Board of Directors may, in its sole discretion, upon the recommendation of the Compensation Committee after consultation with the Chief Executive Officer of the Company, may grant RSUs to executives and key employees in lieu of a bonus or other similar arrangements.

The RSU Plan was approved by the Shareholders on June 1, 2012 and subsequently on June 19, 2012, the TSX confirmed that it had listed and reserved 600,000 common shares of the Company for issuance under the Plan.

To date, no shares have been issued under the RSU Plan.

21. Related party information

		September 30, 2013		December 31, 2012		January 1, 2012
				(Restated, Note 3)		*(Restated, Note 3)*
Due to Chibougamau Independent Mines Inc.	**$**	**139,376**	$	-	$	-
Duparquet Assets Limited		**282,700**		405,621		345,050
	$	**422,076**	$	405,621	$	345,050

Chibougamau Independent Mines Inc.

CIM is considered a related party as Globex Management consisting of the President and CEO, Executive Vice-President and Chief Financial Officer hold the same positions with both entities. In addition, the President and CEO holds a significant number of common shares of both organizations and therefore can significantly influence the operations of both entities. Currently, the Corporation is dependent upon management services provided by Globex Mining Enterprises Inc. as described below.

Management Services

On December 29, 2012, Globex entered into a Management Services Agreement with CIM under which the Company will provide management services including administrative, compliance, corporate secretarial, risk management support and advisory services to CIM during 2013.

Management services income of $5,039 (2012 – Nil) for the three month and $257,039 (2012 – Nil) for the nine month period ended September 30, 2013 represent Globex's estimate of the specific costs related to performing these services plus a mark-up in accordance with the Management Services Agreement.

Property Sale

On May 9, 2013, Globex sold three major blocks of claims to CIM for a cash payment of $350,000 and a 2% Gross Metal Royalty. The claim blocks are located in the Chibougamau Mining Camp ((a) Grandroy orebody area and, (b) Berrigan deposit). These claims were acquired by Globex after the Spin-Out and therefore had not been included in the Plan of Arrangement. The properties were sold based on the fair market value derived from properties of similar size and exploration stage and therefore were made on terms equivalent to those that would prevail in an arm's length transaction. The purchase by CIM was approved by the Independent Directors.

21. Related party information (continued)

Duparquet Assets Ltd. - joint venture

On February 18, 2010, a Mining Option Agreement was signed between Globex and Jack Stoch Geoconsultant Services Limited ("GJSL") (a company owned by Jack Stoch, president, CEO and director of Globex) as vendors, Duparquet Assets Limited (''DAL'') and Xmet Inc. ("Xmet" and/or "Optionee"). The agreement relates to the Duquesne West Gold Property (20 claims) located in Duparquet and Destor townships, Quebec owned 50% by Globex and 50% by GJSL (acquired prior to listing of Globex in 1987) and GJSL's 100% owned Ottoman Fault Property (40 claims). The Mining Option Agreement was amended on December 17, 2012. On February 16, 2010, DAL entered into a Joint Venture Agreement with GJSL and Globex which results in all proceeds from the Mining Option Agreement being shared equally between the vendors.

On July 3, 2013, Xmet informed Globex and GJSL that it was dropping its interest in the Duquesne West property.

Management compensation

The total compensation for the respective periods paid to directors and key management personnel having authority and responsibility for planning, directing and controlling the activities of the Company (Management personnel includes President and CEO, Executive Vice-President and Chief Financial Officer, Treasurer and Corporate Secretary) follows:

	Three months ended		Nine months ended	
	September 30, 2013	September 30, 2012	**September 30, 2013**	September 30, 2012
Salary cost				
Salaries and other benefits	**$ 93,669**	$ 107,334	**$ 305,518**	$ 342,901

22. Supplementary cash flows information

Changes in non-cash working capital items

	Nine months ended	
	September 30, 2013	September 30, 2012
Accounts receivable	**$ 81,355**	$ 237,024
Refundable tax credit and mining duties	**-**	70,273
Prepaid expenses and deposits	**(19,181)**	(201,851)
Payables, accruals and current income tax	**488,843**	(6,899)
	$ 551,017	$ 98,547

Non-cash financing and investing activities

	Nine months ended	
	September 30, 2013	September 30, 2012
Disposal of mineral properties for investments	**$ -**	$ 134,500
Transfer of contributed surplus to share capital on exercise of stock option	**-**	91,500
Transfer of investments to CIM	**72,903**	-
Current income tax	**-**	44,620
Refundable tax credit and mining duties	**-**	9,793

23. Financial instruments

Capital risk management

The Company manages its common shares, stock options and retained earnings (deficit) as capital. The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern while it pursues its objective of enhancing projects, properties or the development of properties to the benefit of all stakeholders. As a Canadian exploration company, its principal sources of funds consist of; (a) Option income on properties; (b) Metal royalty income; (c) Investment income; (d) proceeds from the issuance of common and flow-through shares and (e) other working capital items.

The Company manages the capital structure and makes adjustments to it in light of operating results in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company issues shares, enters into joint venture property arrangements or disposes of properties.

The Company's investment policy is to invest its cash in low risk highly liquid short-term interest-bearing instruments selected with a duration which is expected to align with the Company's planned expenditures.

In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets that are updated as necessary. The annual and updated budgets are approved by the Board of Directors. For capital management purposes, the Company has developed two objectives which are as follows:

- Retain cash and cash equivalents, cash reserved for exploration expenditures and accounts receivable which are equal to or greater than the committed exploration expenditures,
- Retain equity investments and debt instruments with a combined fair market value which are greater than twelve months of projected operating and administrative expenditures.

The Company may need additional capital resources to complete or carry out its exploration and development plans for the next twelve months.

The Company is not subject to any externally imposed capital requirements. The Company's overall strategy remains unchanged from 2012.

The fair values of the Company's cash and cash equivalents, cash reserved for exploration, accounts receivable, accounts payable and accrued charges approximate their carrying values due to their short-term nature. The equity investments have been adjusted to reflect the fair market value at the period end based on quoted market rates.

23. Financial instruments (continued)

Financial risk management objectives

The Company's financial instruments are exposed to certain financial risks including credit risk, liquidity risk, foreign exchange risk, and interest rate risk.

(a) Credit risk

The Company had cash and cash equivalents as well as cash reserved for exploration which totalled $1,200,321 as at September 30, 2013 (December 31, 2012 - $4,896,981). These funds are subject to a combination of the $100,000 maximum guarantee per individual institution as provided by the Canadian Deposit Insurance Corporation ("CDIC"): CDIC, a federal Crown Corporation as well as a guarantee of $1,000,000 provided by the Canadian Investors Protection Fund ("CIPF").

The Company does not believe that it is subject to any significant concentration of credit risk. Cash and cash equivalents are in place with major financial institutions.

The maximum exposure to credit risk was:

	September 30, 2013	December 31, 2012	January 1, 2012
Cash and cash equivalents	**$ 822,627**	$ 521,496	$ 2,074,901
Cash reserved for exploration	**377,694**	4,375,485	910,972
Investments	**532,303**	637,267	2,202,066
Accounts receivable (i)	**981,232**	1,062,587	486,805
Refundable tax credit and mining duties	-	-	81,794
	$ 2,713,856	$ 6,596,835	$ 5,756,538

(i) Accounts receivable of $981,232 (December 31, 2012 - $1,062,587; January 1, 2012 - $486,805) consist of trade receivables of $637,481 (December 31, 2012 - $229,363; January 1, 2012 - $81,487), due from CIM - Nil (December 31, 2012 - $484,204; January 1, 2012 - Nil) and taxes recoverable of $343,751 (December 31, 2012 - $349,020; January 1, 2012 - $405,318). The trade receivables are secured by property interests.

(b) Liquidity risk

Liquidity risk represents the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity risk through its capital structure and by continuously monitoring actual and projected cash flows. The Company finances its exploration activities through flow-through shares, operating cash flows and the utilization of its liquidity reserves.

The Board of Directors reviews and approves the Company's operating and capital budgets, as well as any material transactions out of the ordinary course of business.

Contractual maturities of financial liabilities are all under one year.

23. Financial instruments (continued)

(c) Equity market risk

Equity market risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. The Company closely monitors the general trends in the stock markets and individual equity movements, and determines the appropriate course of action to be taken by the Company.

The Company currently holds investments in a number of Optionee companies as well as a Canadian financial institution which are subject to fair value fluctuations arising from changes in the Canadian mining sector and equity markets and currently these amount to $532,303 (December 31, 2012 - $637,267). Based on the balance outstanding at September 30, 2013, a 10% increase or decrease would impact income and loss by approximately $53,230 (December 31, 2012 - $63,000).

(d) Fair value measurements recognized in the statement of financial position

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

- Level 1 - fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 - fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

September 30, 2013	Level 1	Level 2	Level 3	Total financial assets at fair value
Financial assets				
Equity investments	$ 186,712	$ 345,591	$ -	$ 532,303
Reclamation bonds	-	123,013	-	123,013
Total financial assets	$ 186,712	$ 468,604	$ -	$ 655,316

There were no transfers between level 1 and level 2 during the period.

December 31, 2012	Level 1	Level 2	Level 3	Total financial assets at fair value
Financial assets				
Equity investments	$ 434,767	$ 202,500	$ -	$ 637,267
Reclamation bonds	-	119,256	-	119,256
Total financial assets	$ 434,767	$ 321,756	$ -	$ 756,523

There were no transfers between level 1 and level 2 during the period.

23. Financial instruments (continued)

January 1, 2012	Level 1	Level 2	Level 3	Total financial assets at fair value
Financial assets				
Equity investments	$ 514,566	$ 1,687,500	$ -	$ 2,202,066
Reclamation bonds	-	121,680	-	121,680
Total financial assets	$ 514,566	$ 1,809,180	$ -	$ 2,323,746

There were no transfers between level 1 and level 2 during the period.

24. Commitments and contingencies

At period end, the Company had no outstanding commitments other than in the normal course of business other than its commitment to incur qualified exploration expenditures to meet its flow-through obligations as described in note 6. At this time, Management anticipates meeting that obligation and as a result, no additional disclosures are required.

25. Subsequent events

On October 21, 2013, the Company completed the first closing of a private placement issuing an aggregate of 3,068,730 ''flow-through'' shares at a price of $0.50 per share, for gross proceeds of $1.53 million, and by issuing 607,529 common shares at a price of $0.45 per share, for gross proceeds of $273,388. Globex paid finder's fees to certain registered dealers in the aggregate of $116,854.

On October 31, 2013, the Company completed a second closing of a private placement by issuing an aggregate of 1,465,200 ''flow-through'' shares at a price of $0.50 per share, for gross proceeds to Globex of$732,600, and by issuing 396,585 common shares at a price of $0.45 per share, for gross proceeds of $178,463. Globex paid finder's fees of $55,444. Globex issued the shares to ''accredited investors'' in Ontario and Quebec.

Globex will use the proceeds from the issuance of the ''flow-through'' shares for exploration on certain properties in Ontario and in Quebec. The proceeds from the issuance of common shares will be used for working capital.

Additional closings of the private placement may be held until November 15, 2013, subject to the issuance of a maximum of $2,820,335 in ''flow-through'' shares and a maximum of $600,000 in common shares. As a result of these private placements, Globex has 33,434,062 common shares issued and outstanding.