



**CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS OF
GLOBEX MINING ENTERPRISES INC.
THREE AND NINE MONTHS ENDED
SEPTEMBER 30, 2019
(EXPRESSED IN CANADIAN DOLLARS)
(UNAUDITED)**

NOTICE TO READER

The accompanying unaudited condensed interim consolidated financial statements of Globex Mining Enterprises Inc. (the "Company") have been prepared by, and are the responsibility of management. The unaudited condensed interim consolidated financial statements have not been reviewed by the Company's auditors.

GLOBEX MINING ENTERPRISES INC.

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Expressed in Canadian Dollars)
(Unaudited)

	Three months ended September 30,		Nine months ended September 30,	
	2019	2018	2019	2018
Continuing operations				
Revenues (note 12)	\$ 218,126	\$ 451,294	\$ 1,742,088	\$ 2,148,063
Expenses				
Exploration and evaluation expenditures (note 14)	384,781	431,095	1,128,260	1,135,019
Administration (note 13)	95,010	66,952	434,754	264,936
Professional fees and outside services (note 13)	80,026	128,093	316,869	297,380
Salaries	75,323	81,997	237,632	247,930
Depreciation (note 9)	7,801	6,947	21,695	20,114
Share-based compensation (note 16)	-	90,400	233,248	113,146
Bad debt recovery	-	-	-	(6,138)
(Gain) loss on foreign exchange	(14,877)	28,044	71,475	(58,033)
	628,064	833,528	2,443,933	2,014,354
(Loss) income from operations	(409,938)	(382,234)	(701,845)	133,709
Other (expenses) income				
Decrease in fair value of financial assets	(43,221)	(204,340)	(33,697)	(532,618)
Interest and dividends	7,941	(642)	18,794	5,697
Other	-	82	1,825	134
Management services (note 17)	1,849	1,070	4,982	11,565
Gain on the sale of investments	5,946	79,186	7,527	80,486
	(27,485)	(124,644)	(569)	(434,736)
Loss before taxes	(437,423)	(506,878)	(702,414)	(301,027)
Income tax (expense) recovery	(45,162)	49,226	(38,841)	(73,638)
Loss and comprehensive loss for the period	\$ (482,585)	\$ (457,652)	\$ (741,255)	\$ (374,665)
Basic and diluted loss per share (note 15)	\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.01)
Weighted average number of common shares outstanding - basic and diluted	53,969,698	51,359,292	52,423,294	51,156,056

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

GLOBAL MINING ENTERPRISES INC.

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

	Nine months ended September 30,	
	2019	2018
Operating activities:		
Loss and comprehensive loss for the period	\$ (741,255)	\$ (374,665)
Adjustments for:		
Disposal of mineral properties for investments (note 18)	(579,495)	(25,000)
Decrease in fair value of financial assets	33,697	532,618
Depreciation (note 9)	21,695	20,114
Foreign exchange rate variation on reclamation bond	4,474	(4,749)
Gain on sale of investments	(7,527)	(80,486)
Current tax expense	-	60,103
Deferred tax recovery	(164,114)	(315,880)
Fair value of shares issued in connection with mineral property (note 16)	60,000	-
Foreign exchange loss	50,668	-
Share-based compensation (note 16)	233,248	113,146
	(1,088,609)	(74,799)
Change in non-cash working capital items (note 18)	(229,577)	(7,289)
Net cash and cash equivalents used in operating activities	(1,318,186)	(82,088)
Financing activities:		
Issuance of common shares (note 16)	1,240,000	875,000
Proceeds from exercised options (note 16)	15,275	-
Share capital issue costs (note 16)	(62,646)	(62,385)
Share repurchased (note 16)	(241,377)	(38,735)
Decrease in related party payable (note 17)	(36,926)	12,133
Net cash and cash equivalents provided by financing activities	914,326	786,013
Investing activities:		
Acquisition of property, plant and equipment (note 9)	(10,242)	(60,415)
Proceeds from sale of investment	56,536	422,625
Net cash and cash equivalents provided by investing activities	46,294	362,210
Net change in cash and cash equivalents	(357,566)	1,066,135
Effect of exchange rate changes on cash held in foreign currencies	(50,668)	-
Cash and cash equivalents, beginning of period	3,448,199	2,526,768
Cash and cash equivalents, end of period	\$ 3,039,965	\$ 3,592,903
Cash and cash equivalents	\$ 1,578,273	\$ 2,638,284
Cash reserved for exploration	1,461,692	954,619
	\$ 3,039,965	\$ 3,592,903

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

GLOBAL MINING ENTERPRISES INC.

Condensed Interim Consolidated Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited)

	As at September 30, 2019	As at December 31, 2018
ASSETS		
Current assets		
Cash and cash equivalents (note 4)	\$ 1,578,273	\$ 2,704,326
Cash reserved for exploration (note 5)	1,461,692	743,873
Investments (note 6)	1,401,333	904,544
Accounts receivable (note 7)	139,989	215,149
Prepaid expenses and deposits	70,934	37,619
Total current assets	4,652,221	4,605,511
Non-current assets		
Reclamation bonds (note 8)	784,646	789,120
Investment in joint venture	46,522	46,522
Property, plant and equipment (note 9)	407,349	418,802
Total assets	\$ 5,890,738	\$ 5,859,955
LIABILITIES AND EQUITY		
Current liabilities		
Payables and accruals (note 10)	\$ 94,021	\$ 190,916
Current income tax	11,079	185,606
Total current liabilities	105,100	376,522
Non-current liabilities		
Related party payable (note 17)	31,122	68,048
Other liabilities (note 11)	214,980	233,789
Restoration liabilities (note 8)	628,175	628,175
Total liabilities	979,377	1,306,534
Equity		
Share capital (note 16)	55,911,539	55,685,745
Contributed surplus	4,902,111	4,676,969
Deficit	(55,902,289)	(55,809,293)
Total equity	4,911,361	4,553,421
Total liabilities and equity	\$ 5,890,738	\$ 5,859,955

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

GLOBEX MINING ENTERPRISES INC.**Condensed Interim Consolidated Statements of Changes in Shareholders' Equity****(Expressed in Canadian Dollars)****(Unaudited)**

Equity attributable to shareholders

	Share capital	Contributed surplus	Deficit	Total
Balance, December 31, 2017	\$ 55,925,483	\$ 4,563,823	\$ (56,278,257)	\$ 4,211,049
Fair value of shares issued under private placements	600,000	-	-	600,000
Share repurchased	(119,918)	-	81,183	(38,735)
Share issuance costs	(62,385)	-	-	(62,385)
Share-based compensation	-	113,146	-	113,146
Loss and comprehensive loss	-	-	(374,665)	(374,665)
Balance, September 30, 2018	\$ 56,343,180	\$ 4,676,969	\$ (56,571,739)	\$ 4,448,410
Balance, December 31, 2018	\$ 55,685,745	\$ 4,676,969	\$ (55,809,293)	\$ 4,553,421
Fair value of shares issued under private placements	1,094,695	-	-	1,094,695
Share repurchased	(889,636)	-	648,259	(241,377)
Shares issuance costs	(62,646)	-	-	(62,646)
Exercise of stock options	23,381	(8,106)	-	15,275
Shares issued for mineral properties	60,000	-	-	60,000
Share-based compensation	-	233,248	-	233,248
Loss and comprehensive loss	-	-	(741,255)	(741,255)
Balance, September 30, 2019	\$ 55,911,539	\$ 4,902,111	\$ (55,902,289)	\$ 4,911,361

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

GLOBEX MINING ENTERPRISES INC.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

1. General Business Description

Globex Mining Enterprises Inc. ("Globex" or the "Corporation") is a North American focused exploration and development property bank which operates under the project generator business model. It seeks to create shareholder value by acquiring mineral properties, undertaking limited exploration and therefore readying them for optioning, joint venturing, or outright sale. Globex's current mineral portfolio consists of approximately 170 early to mid-stage exploration, development and royalty properties which contain Base Metals (copper, nickel, zinc, lead), Precious Metals (gold, silver, platinum, palladium), Specialty Metals and Minerals (manganese, titanium oxide, iron, molybdenum, lithium, rare earths and associated elements) and Industrial Minerals (mica, silica, potash, feldspar, pyrophyllite as well as talc and magnesite).

Globex was incorporated in the Province of Quebec and following the approval of shareholders on June 12, 2014, it was continued under the Canada Corporations Act, effective October 28, 2014. Its head office is located at 89 Belsize Drive, Toronto, Ontario M4S 1L3 and its principal business office is located at 86, 14th Street, Rouyn-Noranda, Quebec, J9X 2J1, Canada.

Globex's common shares are listed on the Toronto Stock Exchange ("TSX") under the symbol GMX, in Europe under the symbol G1MN on the Frankfurt, Stuttgart, Berlin, Munich, Tradegate, Lang & Schwartz Stock Exchanges and trades under the symbol GLBXF on the OTCQX International Exchange in the United States.

2. Basis of Presentation

Basis of Presentation

These unaudited condensed interim consolidated financial statements were prepared on a going concern basis, under the historical cost basis, except for certain assets that are measured at fair value through profit and loss ("FVTPL") as indicated in note 3 of the Corporation's audited consolidated financial statements for the year ended December 31, 2018. All financial information is presented in Canadian dollars.

The Corporation's ability to continue as a going concern depends on its ability to continue to generate revenues from royalties and optioning its existing mining properties and to obtain additional financing when needed. 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.

These unaudited condensed interim consolidated financial statements have been prepared on a going-concern basis which contemplates that the Corporation will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business. This assumption is based on the current net assets of the Corporation and management's current operating plans.

These unaudited condensed interim consolidated 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 unaudited condensed interim consolidated financial statements have been prepared by Management in accordance with IAS 34, Interim Financial Reporting ("IAS 34").

The preparation of Interim Condensed Consolidated financial statements in accordance with IAS 34 requires the use of certain critical judgments, estimates and assumptions that effect the applications of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

GLOBAL MINING ENTERPRISES INC.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

2. Basis of Presentation (Continued)

Statement of Compliance (Continued)

The significant judgments and estimates made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied (note 4) in the consolidated financial statements as at and for the year ended December 31, 2018. These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board (the "IASB").

Approval of Financial Statements

The Corporation's Board of Directors approved these unaudited condensed interim consolidated financial statements on November 7, 2019.

3. Summary of Significant Accounting Policies

These unaudited condensed interim consolidated financial statements have been prepared using the same accounting policies and methods of computation as compared with the most recent annual consolidated financial statements (note 3) of the Corporation's audited financial statements for the year ended December 31, 2018 with the exception of the IFRS adopted as described below.

The disclosure contained in these unaudited condensed interim consolidated financial statements does not include all the requirements in IAS 1, Presentation of Financial Statements. Accordingly, these unaudited condensed interim consolidated financial statements should be read in conjunction with the audited consolidated financial statements for the year ended December 31, 2018.

(a) IFRS Adopted

IAS 28, Investments in Associates and Joint Ventures ("IAS 28"):

In October 2017, the IASB issued amendments to IAS 28.

The amendments to the financial instruments Standard, IFRS 9, allow companies to measure particular pre-payable financial assets with so-called negative compensation at amortised cost or at fair value through other comprehensive income ("FVTOCI") if a specified condition is met instead of at FVTPL.

The amendments to IAS 28, Investments in Associates and Joint Ventures clarify that companies account for long-term interests in an associate or joint venture to which the equity method is not applied using IFRS 9 and there was no material impact from applying this amendment due to the immaterial nature and lack of achieving of these investments.

These amendments to IAS 28 are effective for annual periods beginning on or after January 1, 2019. The Corporation adopted these amendments to IAS 28 and it has not resulted in any material changes in the unaudited condensed interim consolidated financial statements.

IFRIC 23, Uncertainty Over Income Tax Treatments ("IFRIC 23"):

Issued by the IASB in June 2017 and provides guidance as to when it is appropriate to recognize a current tax asset when the taxation authority requires an entity to make an immediate payment related to an amount in dispute. This interpretation applies for annual reporting periods beginning on or after January 1, 2019. The Corporation adopted IFRIC 23 and it has not resulted in any material changes in the unaudited condensed interim consolidated financial statements.

GLOBEX MINING ENTERPRISES INC.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

4. Cash and Cash Equivalents

	As at September 30, 2019	As at December 31, 2018
Bank balances	\$ 406,581	\$ 641,669
Short-term deposit	1,171,692	2,062,657
	\$ 1,578,273	\$ 2,704,326

5. Cash Reserved for Exploration

	As at September 30, 2019	As at December 31, 2018
Bank balances	\$ 61,692	\$ 43,873
Short-term deposit	1,400,000	700,000
	\$ 1,461,692	\$ 743,873

6. Investments

Corporation Name	September 30, 2019		December 31, 2018	
	Number of shares	Fair value	Number of shares	Fair value
Enforcer Gold Corp. ⁽²⁾	388,888	\$ 52,500	1,166,667	\$ 75,833
Falco Resources Ltd.	350,000	113,750	350,000	138,250
Galway Metals Inc.	230,000	73,600	260,000	46,800
Great Thunder Gold Corp.	2,075,000	51,875	2,075,000	20,750
Integra Resources Corp.	128,000	165,120	128,000	107,520
Knick Exploration Inc.	1,000,000	5,000	1,000,000	5,000
Laurion Mineral Exploration Inc.	-	-	88,000	8,360
Manganese X Energy Corp.	1,925,000	192,500	2,000,000	260,000
NSGold Corporation (note 12)	1,745,408	191,995	-	-
Opawica Explorations Inc. ⁽¹⁾	125,000	8,750	250,000	7,500
Pershimex Resources Corporation	175,000	6,125	175,000	5,250
Renforth Resources Inc. (note 12)	11,050,000	497,250	3,700,000	166,500
RJK Explorations Inc.	-	-	50,000	2,000
Rogue Resources Inc.	50,000	4,750	50,000	6,000
Sphinx Resources Ltd.	513,000	15,390	513,000	20,520
Other equity investments	-	22,728	-	34,261
		\$ 1,401,333		\$ 904,544

These investments were received under various mining option agreements and all of the shareholdings represent less than 10% of outstanding shares of each individual Issuer except for NSGold Corporation (refer to note 14).

Notes:

(1) In February 2019, Opawica Explorations Inc. completed a two for one share consolidation.

(2) In July 2019, Enforcer Gold Corp. completed a three for one share consolidation.

GLOBEX MINING ENTERPRISES INC.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

7. Accounts Receivable

	September 30, 2019	December 31, 2018
Trade receivables	\$ 90,804	\$ 207,324
Bad debt provision	(4,109)	(4,109)
Net trade receivables	86,695	203,215
Taxes receivable	53,294	11,934
	\$ 139,989	\$ 215,149

8. Reclamation Bonds and Restoration Liabilities**Reclamation Bonds**

	September 30, 2019	December 31, 2018
Nova Scotia bond - Department of Natural Resources	\$ 57,974	\$ 57,974
Option reimbursement	(50,000)	(50,000)
Nova Scotia bond	7,974	7,974
Washington State bond - Department of Natural Resources	148,497	152,971
Deposits with Province of Quebec, MERN	628,175	628,175
	\$ 784,646	\$ 789,120

Restoration Liabilities

	September 30, 2019	December 31, 2018
Francoeur Property restoration and rehabilitation liabilities		
Balance, beginning of the period	\$ 628,175	\$ 628,175
Additions during the period	-	-
Balance, end of the period	\$ 628,175	\$ 628,175

GLOBEX MINING ENTERPRISES INC.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

9. Property, Plant and Equipment

Cost	Land and buildings	Mining equipment	Office equipment	Vehicles	Computer systems	Total
Balance, December 31, 2017	\$ 497,627	\$ 88,210	\$ 146,274	\$ 56,177	\$ 271,673	\$ 1,059,961
Additions	39,340	-	-	-	21,060	60,400
Balance, December 31, 2018	536,967	88,210	146,274	56,177	292,733	1,120,361
Additions	-	-	-	-	10,242	10,242
Balance, September 30, 2019	\$ 536,967	\$ 88,210	\$ 146,274	\$ 56,177	\$ 302,975	\$ 1,130,603

Accumulated depreciation	Land and buildings	Mining equipment	Office equipment	Vehicles	Computer systems	Total
Balance, December 31, 2017	\$ 129,689	\$ 88,210	\$ 146,274	\$ 56,177	\$ 254,148	\$ 674,498
Depreciation during the year	13,838	-	-	-	13,223	27,061
Balance, December 31, 2018	143,527	88,210	146,274	56,177	267,371	701,559
Depreciation during the period	10,378	-	-	-	11,317	21,695
Balance, September 30, 2019	\$ 153,905	\$ 88,210	\$ 146,274	\$ 56,177	\$ 278,688	\$ 723,254

Carrying value	Land and buildings	Mining equipment	Office equipment	Vehicles	Computer systems	Total
Balance, December 31, 2018	\$ 393,440	\$ -	\$ -	\$ -	\$ 25,362	\$ 418,802
Balance, September 30, 2019	\$ 383,062	\$ -	\$ -	\$ -	\$ 24,287	\$ 407,349

10. Payable and Accruals

	September 30, 2019	December 31, 2018
Trade payables and accrued liabilities	\$ 59,831	\$ 159,091
Sundry liabilities	34,190	31,825
	\$ 94,021	\$ 190,916

11. Other Liabilities

	September 30, 2019	December 31, 2018
Balance, beginning of period	\$ 233,789	\$ 345,277
Additions during the period	145,305	275,000
Reduction related to qualified exploration expenditures	(164,114)	(386,488)
Balance, end of period	\$ 214,980	\$ 233,789

The Other Liabilities represent the excess of the proceeds received from flow-through shares over the fair value of the shares issued. Further details are provided in note 16.

GLOBAL MINING ENTERPRISES INC.

Notes to the Condensed Interim Consolidated Financial Statements

September 30, 2019

(Expressed in Canadian Dollars)

(Unaudited)

12. Revenues

A summary of the revenues for the respective period-ends follows:

	Three months ended September 30,		Nine months ended September 30,	
	2019	2018	2019	2018
Option income and advance royalties	\$ 100,000	\$ 80,000	\$ 939,495	\$ 590,000
Royalties	118,126	371,294	802,593	1,558,063
	\$ 218,126	\$ 451,294	\$ 1,742,088	\$ 2,148,063

In the three and nine months ended September 30, 2019, Globex reported option income and advances royalties of \$100,000 and \$939,495, respectively (three and nine months ended September 30, 2018 – \$80,000 and \$590,000, respectively) which consisted of cash receipts of \$100,000 and \$360,000, respectively (three and nine months ended September 30, 2018 - \$80,000 and \$565,000, respectively) and shares in optionee corporations with a fair market value of \$Nil and \$579,495, respectively (three and nine months ended September 30, 2018 - \$Nil and \$25,000, respectively).

Nine months ended September 30, 2019:

- On January 8, 2019, Globex received a cash payment of \$50,000 from Tres-Or Resources Ltd. in connection with the options of Fontana Property, Duvernay Twp., Quebec.
- On January 8, 2019, Globex received a cash payment of \$10,000 from Tres-Or Resources Ltd. in connection with the options of Duvay Property, Duvernay Twp., Quebec.
- On January 17, 2019, Globex received a cash payment of \$200,000 and 250,000 common shares with a fair market value of \$12,500 from Renforth Resources Inc. in connection with the option of Parbec Property, Malartic Twp., Quebec.
- On March 27, 2019, Globex received 7,500,000 common shares with a fair market value of \$375,000 from Renforth Resources Inc. in connection with the option of Parbec Property, Malartic Twp., Quebec.
- On April 12, 2019, Globex received 1,745,408 common shares with a fair market value of \$191,995 from NSGold Corporation in connection with the option of Mooseland Gold Property, Nova Scotia.
- On September 23, 2019, Globex received a cash payment of \$100,000 from Excellon Resources Inc. ("Excellon") in connection with the options in Europe.

Nine months ended September 30, 2018:

- On January 6, 2018, Globex received a cash payment of \$10,000 from Tres-Or Resources Ltd. in connection with the options of Duvay Property, Duvernay Twp., Quebec.
- On January 16, 2018, Globex received a cash payment of \$125,000 and on January 22, 2018, Globex received 500,000 common shares with a fair market value of \$25,000 from Renforth Resources Inc. in connection with the option of Parbec Property, Malartic Twp., Quebec.
- On February 26, 2018, Globex sold Certac Property to Osisko Mining Inc. In consideration for the sale is a cash payment of \$250,000 and a Gross Metal Royalty ("GMR") payable to Globex on all metal production based upon the gold price upon the date of delivery of the metals by a smelter or refinery.
- On March 31, 2018, Globex received a cash payment of \$100,000 from Veritas Resources Pty Ltd in connection with an option of the Fabie Bay / Magusi Property.
- On July 27, 2018, Globex received a cash payment of \$50,000 in connection with the option of Magusi-Normetal-Normetar Properties.

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(Expressed in Canadian Dollars)

(Unaudited)

12. Revenues (Continued)

Nine months ended September 30, 2018 (continued):

- On August 31, 2018, Globex received a cash payment of \$20,000 from RJK Explorations Inc. in connection with the option of RJK Maude Lake (Ramp) Property, Beatty Township, Ontario.
- On September 25, 2019, Globex received a cash payment of \$10,000 in connection with the Tres-Or Resources Property, Duvay (5 claims), Quebec.

During the three and nine months ended September 30, 2019, Globex recorded metal royalty income of \$118,126 and \$802,593, respectively (three and nine months ended September 30, 2018 - \$371,294 and \$1,558,063, respectively) from Nyrstar Mid-Tennessee Mines.

13. Expenses by Nature

	Three months ended September 30,		Nine months ended September 30,	
	2019	2018	2019	2018
Administration				
Office expenses	\$ 59,002	\$ 44,159	\$ 334,514	\$ 167,549
Conventions and meetings	1,227	16,487	32,722	55,442
Advertising and shareholder information	18,192	8,819	30,527	29,397
Transfer agent	11,231	(300)	27,323	11,982
Other administration	5,358	(2,213)	9,668	566
	\$ 95,010	\$ 66,952	\$ 434,754	\$ 264,936

	Three months ended September 30,		Nine months ended September 30,	
	2019	2018	2019	2018
Professional fees and outside services				
Investor relations	\$ 23,570	\$ 34,271	\$ 102,889	\$ 84,717
Audit and accounting fees	17,323	31,534	82,959	69,414
Management consulting	23,557	15,842	57,279	46,622
Other professional fees	4,810	34,728	24,627	58,525
Legal fees	5,975	7,871	28,136	17,974
Filing fees	4,791	3,847	20,979	20,128
	\$ 80,026	\$ 128,093	\$ 316,869	\$ 297,380

GLOBEX MINING ENTERPRISES INC.

Notes to the Condensed Interim Consolidated Financial Statements

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(Expressed in Canadian Dollars)

(Unaudited)

14. Exploration and Evaluation Expenditures

	Three months ended September 30, 2019		2018		Nine months ended September 30, 2019		2018	
Ontario								
Timmins Talc-Magnesite (Deloro)	\$	1,988	\$	1,573	\$	12,724	\$	15,084
Other projects		11,958		3,610		28,617		10,534
	\$	13,946	\$	5,183	\$	41,341	\$	25,618
Quebec								
Black Dog South (Stuart)	\$	5,931	\$	84	\$	5,931	\$	4,509
Dalhousie (Bourbaux)		-		79,300		1,750		88,321
Depletion (Guyenne)		31		-		13,508		-
Discloflo (Desjardins)		-		972		10,084		1,021
Fabie Bay / Magusi (Hebecourt, Montbray)		6,699		2,292		29,548		28,156
Francoeur (Beauchastel)		78,655		98,647		375,346		214,541
Great Plains (Clermont)		-		1,541		980		15,658
Joutel (Joutel)		3,364		-		13,514		-
Hunter East (Duparquet)		-		1,499		-		15,334
Kelly Lake (Blondeau)		14,787		185		16,508		7,599
Lac Ontario (St-Urbain)		7,506		22,329		28,290		23,799
Lac Savignac (Northern Quebec)		14,090		6,637		14,090		6,893
Lyndhurst (Destor/Pouliaries)		-		5,212		-		11,470
Mc Neely (Lacorne)		6,993		-		12,537		519
Moly Hill (La Motte)		2,666		9,725		20,751		9,921
New Richmond (New Richmond)		-		20,094		263		43,878
Pandora-Wood & Central Cadillac (Cadillac)		7,140		160		15,083		102,209
Pyrox (Clairy)		3,221		4,074		3,407		65,336
Shortt Lake Mine		787		9,527		1,938		29,741
Silidor Mine		2,450		118		2,450		9,941
Smith-Zulapa-Vianor (Tiblemont)		14,276		179		26,497		19,159
Standard Gold (Duvernay)		60,000		-		60,000		-
Tonnancour (Tonnancour, Josselin)		21,247		25		22,566		25
Trinity (Lamorandiere)		-		2,846		-		11,765
Windfall East (Bressami)		10,786		-		10,786		7,397
Other projects		30,979		84,757		100,217		167,649
Quebec general exploration		51,637		51,137		146,307		143,207
	\$	343,245	\$	401,340	\$	932,351	\$	1,028,048
Other regions								
Nova Scotia	\$	6,716	\$	7	\$	8,240	\$	221
New Brunswick		-		25		4,465		8,410
Canada (others)		-		200		125		325
Europe		20,826		12,298		140,215		50,887
Other including Bell Mountain (USA)		48		12,042		1,523		21,510
	\$	27,590	\$	24,572	\$	154,568	\$	81,353
Exploration and evaluation expenditures	\$	384,781	\$	431,095	\$	1,128,260	\$	1,135,019

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14. Exploration and Evaluation Expenditures (Continued)

	Three months ended September 30, 2019		2018		Nine months ended September 30, 2019		2018	
Exploration and evaluation expenditures								
Consulting	\$	84,113	\$	39,640	\$	121,924	\$	114,750
Core shack, storage and equipment rental		200		-		200		-
Drilling		-		-		100,539		-
Environmental		-		1,870		-		34,573
Geology		5,288		41,948		5,938		53,048
Geophysics		8,760		2,949		151,612		44,495
Laboratory analysis and sampling		14,245		20,245		47,001		32,861
Labour		151,886		220,135		496,309		555,795
Line cutting		1,399		11,819		7,199		11,819
Mineral property acquisitions		66,372		8,935		88,300		132,264
Mining property tax, permits and prospecting		7,468		29,364		36,975		74,234
Reports, maps and supplies		27,619		20,442		32,894		31,820
Transport and road access		17,431		33,748		39,369		49,360
	\$	384,781	\$	431,095	\$	1,128,260	\$	1,135,019

(i) During the three months ended March 31, 2019, Globex cancelled the option agreements on the Magusi/Fabie Bay property as well as on the Normetal and Normetmar properties. Globex also cancelled the option agreement on the Kelly Lake Property.

(ii) During the three months ended March 31, 2019, Globex acquired additional mineral rights in the Joutel gold and base metal mining camp of Quebec.

(iii) On March 19, 2019, Globex announced that it agreed to waive the remaining work requirement by Renforth Resources Inc. on Globex's Parbec Gold property, allowing Renforth Resources Inc. to gain 100% interest in the property package located on the Cadillac Fault, west of the Canadian Malartic Mine, in Quebec. In consideration for waiving the remaining work requirement, Renforth Resources Inc. agreed to the following:

- The previous GMR which varied between 1% and 2% GMR dependent upon the gold price will henceforth be a stable 3% GMR;
- Renforth Resources Inc. shall issue to Globex 5,000,000 Renforth shares;
- Should Renforth Resources Inc. consolidate its shares within 4 years, an additional 1,500,000 post consolidated Renforth Resources Inc. shares will be issued to Globex;
- Upon the commencement of mining and the transport of the first ore for milling, a one-time payment of \$1,000,000 will be made to Globex subject to inflation and the deduction of any \$50,000 per year advance royalties received by Globex that may commence 8 years from the date of signing of the original option agreement.

Globex has agreed to give Renforth Resources Inc. a one-time first right of refusal to purchase Globex's GMR should Globex decide at anytime to sell all or part of its GMR.

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14. Exploration and Evaluation Expenditures (Continued)

(iv) On April 15, 2019, Globex announced that 1,745,408 common shares were issued by NSGold Corporation pursuant to an Amendment dated March 19, 2019 to a Purchase Agreement dated April 14, 2010 between NSGold Corporation and Globex, whereby NSGold Corporation acquired 100% ownership of the Mooseland Gold Property in Nova Scotia and certain secondary properties from Globex. Pursuant to the Amendment, a GMR payable by NSGold Corporation to Globex on the properties was reduced from 4% to 2% and a share issuance by NSGold Corporation to Globex conditional upon commencement of commercial production on any of the properties was eliminated. As consideration for the Amendment, NSGold Corporation issued 1,745,408 common shares to Globex (the "Transaction").

Immediately prior to the closing of the Transaction, Globex did not hold any securities of NSGold Corporation. Immediately following the closing of the Transaction, Globex holds 1,745,408 common shares of NSGold Corporation, representing approximately 11.1% of the issued and outstanding common shares of NSGold Corporation.

(v) On July 23, 2019, Globex announced that it acquired 100% interest in the Standard Gold Property located in Duvernay Township, Quebec free and clear of any and all potential obligations, encumbrances or liabilities in exchange for 160,000 Globex common shares (valued at \$60,000), subject to the normal four month hold period.

(vi) On September 24, 2019, Globex announced that it optioned the Bräunsdorf Exploration License in Saxony Germany to Excellon. Under the terms of the agreement, Excellon will, over a three year period, pay Globex \$500,000 in cash payments and \$1,600,000 in Excellon stock. The first payment at signing and the second at the first anniversary are firm commitments totalling \$200,000 in cash (\$100,000 on signing (received) and \$100,000 at the first anniversary). Excellon will undertake Globex's current year property exploration obligation of \$500,000 and pay the final portion of the cost of geophysical surveys recently completed for Globex.

In addition, upon filing of a maiden independent mineral resource estimate, Excellon will make a one-time payment of \$300,000 to Globex and on the commencement of commercial production on any portion other property, and additional one-time payment of \$700,000.

Globex retains a 3.0% GMR on recovered precious metals and a 2.5% GMR on all other metals. Excellon may purchase 1% of Globex's 3% GMR on precious metals and 1% of Globex's 2.5% GMR on all other metals for a payment of \$1,500,000.

15. Loss Per Common Share

Basic loss per common share is calculated by dividing the net loss by the weighted average number of common shares outstanding during the period. Diluted loss per common share is calculated by dividing the net loss 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 warrants and stock options.

Diluted net loss 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 loss are assumed to be used to purchase common shares of the Corporation at the average market price during the period. Diluted loss did not include the effect of options for the three and nine months ended September 30, 2019, as they are anti-dilutive.

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16. Share Capital

In accordance with the Certificate of Continuance, under the Canada Business Corporations Act, effective October 28, 2014, the Corporation was authorized to issue an unlimited number of common shares and an unlimited number of preferred shares, issuable in series.

Changes in capital stock

	September 30, 2019		December 31, 2018	
Fully paid common shares	Number of shares	Capital stock	Number of shares	Capital stock
Balance, beginning of period	52,078,077	\$ 55,685,745	51,053,577	\$ 55,925,483
Issued in connection with mineral property acquisition (vi)	160,000	60,000	-	-
Issued on exercise of options (iii)(iv)(v)	65,000	23,381	-	-
Private placements - Flow-through shares (i)(ii)(ix)(x)	2,927,775	1,094,695	1,750,000	600,000
Share issuance costs (vii)(xi)	-	(62,646)	-	(61,656)
Share repurchase (viii)(xii)	(832,000)	(889,636)	(725,500)	(778,082)
Balance, end of period	54,398,852	\$ 55,911,539	52,078,077	\$ 55,685,745

2019 issuances

Private placements

(i) On July 10, 2019, Globex issued 1,500,000 flow-through common shares at a price of \$0.40 per share to subscriber outside Quebec and 666,666 flow-through common shares at a price of \$0.45 per share to subscribers in Quebec, for gross proceeds to Globex of \$900,000. The fair value of these shares was \$801,667 (\$0.37 per share) based on the TSX closing price on July 9, 2019. The \$98,333 difference between the gross proceeds and the fair value of the shares at issuance has been reflected as an increase in other liabilities.

Jack Stoch, director and CEO of Globex, purchased 150,000 flow-through shares for a total consideration of \$60,000 in the private placement.

(ii) On July 19, 2019, Globex issued 50,000 flow-through common shares at a price of \$0.40 per share to subscriber outside Quebec and 711,109 flow-through common shares at a price of \$0.45 per share to subscribers in Quebec, for gross proceeds to Globex of \$340,000. The fair value of these shares was \$293,028 (\$0.385 per share) based on the TSX closing price on July 18, 2019. The \$46,972 difference between the gross proceeds and the fair value of the shares at issuance has been reflected as an increase in other liabilities.

Issued on exercise of options

(iii) On March 11, 2019, 30,000 stock options with a fair value per share of \$0.124 were exercised at an exercise price of \$0.235 per share. Globex's shares closed at \$0.295 per share that date.

(iv) On May 23, 2019, 30,000 stock options with a fair value per share of \$0.124 were exercised at an exercise price of \$0.235 per share. Globex's shares closed at \$0.345 per share that date.

(v) On June 3, 2019, 5,000 stock options with a fair value per share of \$0.124 were exercised at an exercise price of \$0.235 per share. Globex's shares closed at \$0.355 per share that date.

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16. Share Capital (Continued)

2019 issuances (continued)

Shares issued in connection with mineral property acquisitions

(vi) On July 22, 2019, Globex acquired a 100% interest in the Standard Gold Property located in Duvernay Township, Quebec by issuing 160,000 Globex common shares at a deemed price of \$0.375 per share for a deemed value of \$60,000. The common shares are subject to the normal four month hold period.

Share issuance costs

(vii) During the nine months ended September 30, 2019, the share issuance costs totalled \$62,646.

Normal course issuer bid

(viii) During the nine months ended September 30, 2019, 832,000 common shares were repurchased for cash consideration of \$241,377 in accordance with the Normal course issuer bid ("NCIB"). The amount by which the repurchased amount was less than the stated capital of the shares has been credited to deficit.

2018 issuances

Private placements

(ix) On August 30, 2018, the Corporation issued 1,000,000 flow-through shares under a private placement at a price of \$0.50 per share for gross proceeds of \$500,000. The fair value of these shares was \$345,000 (\$0.345 per share) based on the TSX closing price on August 29, 2018. The \$155,000 difference between the gross proceeds and the fair value of the shares at issuance has been reflected as an increase in other liabilities.

(x) On September 28, 2018, the Corporation issued 750,000 flow-through shares under a private placement at a price of \$0.50 per share for gross proceeds of \$375,000. The fair value of these shares was \$255,000 (\$0.34 per share) based on the TSX closing price on September 27, 2018. The \$120,000 difference between the gross proceeds and the fair value of the shares at issuance has been reflected as an increase in other liabilities.

Share issuance costs

(xi) In 2018, the share issuance costs totalled \$62,385, in connection with private placements (August 30, 2018 and September 28, 2018), consisting of sales commissions of \$40,875, listing fees of \$14,740, and legal fees of \$5,648 and other disbursements of \$1,122.

Normal course issuer bid

(xii) During the year ended December 31, 2018, 725,500 common shares were purchased for cash consideration of \$213,491 in accordance with the NCIB. The amount by which the repurchased amount was less than the stated capital of the shares has been credited to deficit.

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16. Share Capital (Continued)

Stock options

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

	September 30, 2019		December 31, 2018	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Balance, beginning of period	2,912,500	\$ 0.30	2,997,500	\$ 0.29
Exercised	(65,000)	0.24	-	-
Expired/cancelled	(1,277,500)	0.23	(570,000)	0.31
Granted to employees (i)(ii)(iii)	1,170,000	0.35	485,000	0.39
Balance - end of period	2,740,000	\$ 0.36	2,912,500	\$ 0.30
Options exercisable	2,740,000	\$ 0.36	2,912,500	\$ 0.30

(i) On March 2, 2019, 10,000 stock options with a fair value per share of \$0.1712 were granted at an exercise price of \$0.285 per share. Globex's shares closed at \$0.285 per share on the day before.

(ii) On June 17, 2019, 1,160,000 stock options with a fair value per share of \$0.1996 were granted at an exercise price of \$0.35 per share. Globex's shares closed at \$0.35 per share on the day before.

(iii) On January 31, 2018, 85,000 stock options with a fair value per share of \$0.2676 were granted at an exercise price of \$0.44 per share. Globex's shares closed at \$0.44 per share on the day before. On July 3, 2018, 400,000 stock options with a fair value per share of \$0.226 were granted at an exercise price of \$0.38 per share. Globex's shares closed at \$0.38 per share on the day before.

The following table summarizes information regarding the stock options outstanding and exercisable as at September 30, 2019:

Range of prices	Number of options outstanding	Number of options exercisable	Weighted average remaining contractual life (years)	Weighted average exercise price
\$0.22 - \$0.24	110,000	110,000	4.29	\$ 0.24
\$0.25 - \$0.29	265,000	265,000	1.28	0.29
\$0.30 - \$0.38	1,560,000	1,560,000	4.47	0.36
\$0.39 - \$0.42	720,000	720,000	1.82	0.39
\$0.44 - \$0.50	85,000	85,000	3.34	0.44
	2,740,000	2,740,000	3.42	\$ 0.36

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16. Share Capital (Continued)

Stock option (continued)

Stock-based compensation and payments

The Corporation 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 5 years).

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

	September 30, 2019	December 31, 2018
Stock price	\$0.35	\$0.43
Expected dividend yield	Nil	Nil
Expected stock price volatility	68.45%	71.43%
Risk free interest rate	1.33%	2.05%
Expected life	5 years	5 years
Weighted average fair value of granted options	\$0.20	\$0.23

During the three and nine months ended September 30, 2019, an expense of \$nil and \$233,248, respectively (three and nine months ended September 30, 2018 - \$90,400 and \$113,146, respectively) related to stock-based compensation costs has been recorded and presented separately in the unaudited condensed interim consolidated statements of loss and comprehensive loss.

NCIB

On March 11, 2019, the Corporation announced that TSX approved the renewal of the NCIB. Under the original NCIB, Globex was entitled to repurchase for cancellation up to 1,000,000 common shares, representing 2.15% of Globex's "public float" as of March 7, 2018, over a twelve-month period starting on March 12, 2018 and ending on March 11, 2019.

Under the renewal of NCIB, Globex will be entitled to repurchase for cancellation up to 1,000,000 common shares, representing 1.9% of Globex's "public float" as of March 1, 2019, over a twelve-month period starting on March 12, 2019 and ending on March 11, 2020. The purchases by Globex will be effected through the facilities of the TSX and on other alternative trading systems in Canada and will be made at the market price of the shares at the time of the purchase.

During the nine months ended September 30, 2019, 832,000 common shares of Globex were purchased for cash consideration of \$241,377 in accordance with the NCIB completing the buyback.

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17. Related Party Information

	September 30, 2019	December 31, 2018
Related party (receivable) payable		
Jack Stoch Geoconsultant Services Limited ("GJSL")	\$ (7,240)	\$ (6,717)
Chibougamau Independent Mines Inc.	(37,756)	(1,443)
Duparquet Assets Limited ("DAL")	76,118	76,208
	\$ 31,122	\$ 68,048

The loan (receivable) dues from the related parties bear no interest, are without specific terms of repayment and are not secured.

As reflected in the unaudited condensed interim consolidated statement of cash flows there was a net cash decrease of \$36,926 (nine months ended September 30, 2018 - increase of \$12,133) in the related party net payables during the nine months ended September 30, 2019.

Chibougamau Independent Mines Inc. ("CIM")

CIM is considered a related party as Globex Management consisting of the President and Chief Executive Officer ("CEO") and a Director hold the same positions with both entities. In addition, the President and CEO holds a large number of common shares of both organizations through GJSL, a private company which is the principal shareholder of CIM, and Globex and therefore can significantly influence the operations of both entities.

Management services

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

Management services income of \$1,849 and \$4,982, respectively for the three and nine months ended September 30, 2019 (three and nine months ended September 30, 2018 - \$1,070 and \$11,565, respectively) represents Globex's estimate of the specific costs related to performing these services in accordance with the Management Services Agreement.

All related party transactions disclosed above were at the agreed amounts that approximate fair value.

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 Corporation (Management personnel includes President and CEO, Executive Vice-President, Vice-President Operations (retired in 2018) and Chief Financial Officer, Treasurer and Corporate Secretary) are as follows:

	Three months ended September 30, 2019		September 30, 2018	
Management compensation				
Salaries and other benefits	\$ 43,841	\$ 63,773	\$ 135,963	\$ 128,017
Professional fees and outside services (i)	22,451	17,717	60,689	48,497
Fair value of share-based compensation	-	36,160	135,728	36,160
	\$ 66,292	\$ 117,650	\$ 332,380	\$ 212,674

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17. Related Party Information (Continued)

Management compensation (continued)

(i) In the three and nine months ended September 30, 2019, management consulting fees of \$22,451 and \$60,689, respectively (three and nine months ended September 30, 2018 - \$17,717 and \$48,497, respectively) were paid to the Chief Financial Officer and the Corporate Secretary. They were appointed on September 20, 2017. As at September 30, 2019, the balance due to Chief Financial Officer and Corporate Secretary is \$5,761 (December 31, 2018 - \$3,162) which is included in payables and accruals due under normal credit terms.

18. Supplementary Cash Flows Information

	September 30, 2019	September 30, 2018
Changes in non-cash working capital items		
Accounts receivable	\$ 75,160	\$ 52,685
Prepaid expenses and deposits	(33,315)	(40,580)
Payables and accruals	(96,895)	(19,394)
Current tax payable	(174,527)	-
	\$ (229,577)	\$ (7,289)
	September 30, 2019	September 30, 2018
Non-cash operating and investing activities		
Disposal of mineral properties for investments	\$ 579,495	\$ 25,000
Shares issued for mineral properties	60,000	-

19. Subsequent Event

On October 3, 2019, Globex announces that it entered into an Option Agreement with DAL and GJSL under which GJSL has the right to subscribe for additional shares of DAL in the event of a change of control of Globex, as that term is defined in the Option Agreement. At present, Globex and GJSL each own 50% of the issued and outstanding shares of DAL. GJSL is controlled by Jack Stoch, President, CEO and a director of Globex. DAL owns the Duquesne West and Ottoman Property in Duparquet Township, northwestern Quebec. The Option Agreement was approved by Globex's independent directors.