

Recommendation: **Buy**

 Target Price: **C\$1.90**

Current Price	C\$0.98	Shares Outstanding (MM)	
52 Wk High	C\$1.71	Basic	448.8
52 Wk Low	C\$0.85	Diluted	497.0
Cash (MM)	\$92.3	Mgmt and Dir	22.4
Debt (MM)	\$0.0	Mkt Cap. (MM)	C\$439.8
NAV	C\$2.10	EV (MM)	\$243.1
P/NAV	0.47x	Reserves	1.3MMoz
NAV (spot)	C\$1.90	Total Resource	6.5MMoz
P/NAV (spot)	0.52x	EV/Reserve	\$187
		EV/Resource	\$37

Fiscal YE Dec 31	2021A	2022E	2023E
Prod'n (000oz)	182.8	220.3	262.2
AISC (\$/oz)	\$1,136	\$1,271	\$1,197
Adj. EPS	\$0.18	\$0.10	\$0.16
EBITDA (MM)	\$131.2	\$117.3	\$157.2
Adj. CFPS	\$0.33	\$0.22	\$0.31
FCF (MM)	\$18.8	\$(16.4)	\$35.5
P/E	4.3x	7.6x	4.7x
EV/EBITDA	1.9x	2.1x	1.5x
P/CF	2.3x	3.3x	2.4x
FCF Yield	5.6%	(4.9)%	10.6%

Company Description:

Calibre has two producing mills and a number of exploration properties in Nicaragua. The ex-Newmarket/Newmont team has been successful in unlocking value after acquiring the assets from B2Gold in 2019, with a focus on upside through exploration. The company's hub-and-spoke strategy aims to fill excess capacity in the La Libertad mill from the company's other deposits. The company recently completed the transaction to acquire Fiore Gold (Nevada).

Calibre Mining Corp.

(CXB - TSX)

Panteon North Really Shaping Up; High-Grade Results

Unless otherwise denoted, all figures shown in US\$

Event: Drill results from Panteon North (Limon, Nicaragua)

Impact: Positive

Commentary:

Calibre released another (third) batch of results from the emerging Panteon North zone, located ~1 km north of Panteon and ~3 km the Limon mill. Currently, 5 rigs are turning at Limon including two that are drilling extensions of Panteon North.

The zone has now been extended across ~400 m of strike and to ~250 m of depth (where it remains open, assays pending on ~450 m deep holes). Overall, the deposit appears to be at least twice the grade of Panteon (7.2 g/t reserve grade) at >3 m widths, suggesting >300,000 oz potential in our view.

Currently, there is no resource on the zone (having been just discovered earlier this year) and it is therefore not in CXB's forecast production. We expect that at least a starter resource will be delineated for the YE-2022 update, with the potential to truck feed to the Libertad mill by 2024, providing high-grade incremental production to current estimates. The zone is permitted and proximal to existing infrastructure.

Recall that CXB recently completed a VTEM geophysical survey within the Limon Mine Complex. The results (Figure 2) demonstrate the opportunity for additional discovery and resource expansion along both the Panteon and Santa Pancha vein trends, traced for ~5 km to the north. It is worth noting that the Limon open-pit deposits also occur along a similar resistivity low/high contact.

Highlights from the most recent results include:

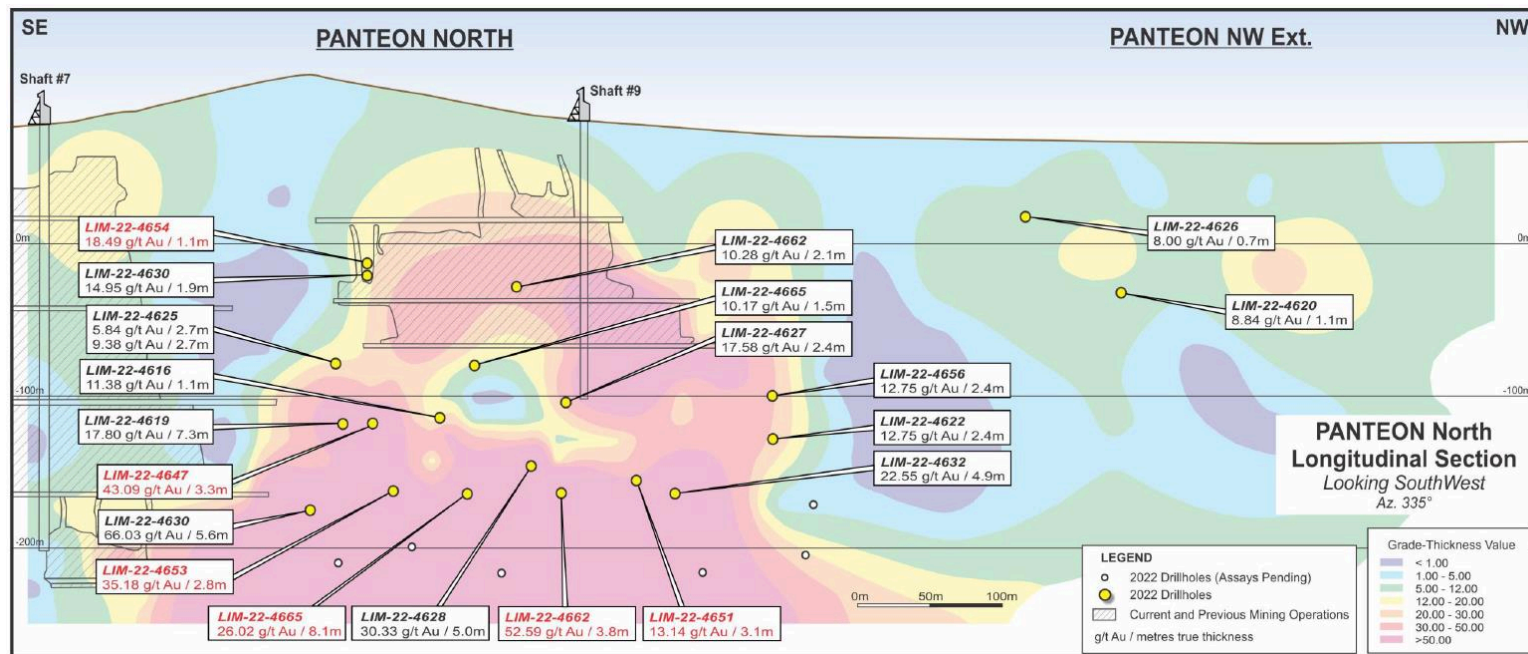
- **52.59 g/t Au over 3.8 m** estimated true width, including 94.70 g/t over 1.1 m; and 10.28 g/t over 2.1 m, including 16.50 g/t over 1.7 m in Hole LIM-22-4662;
- **43.09 g/t over 3.3 m**, including 155.10 g/t over 0.9 m in Hole LIM-22-4647;
- **35.18 g/t over 2.8 m**, including 58.00 g/t over 1.5 m in Hole LIM-22-4653;
- **26.02 g/t over 8.1 m**, including 41.30 g/t over 4.6 m in Hole LIM-22-4665;
- **18.49 g/t over 1.1 m**, including 49.30 g/t over 0.4 m in Hole LIM-22-4654;
- **13.14 g/t over 3.1 m**, including 49.10 g/t over 0.4 m in Hole LIM-22-4651.

Investment Conclusion:

CXB now trades at ~0.5x our NAV, well below its past trading range. [The incident at Libertad aside](#), CXB continues to operate very well, and we see the potential for upside to our NAV given the aggressive drill program (16 rigs, 170,000 m across CXB's assets in Nicaragua and Nevada in 2022) and the runway for production growth over the next several years.

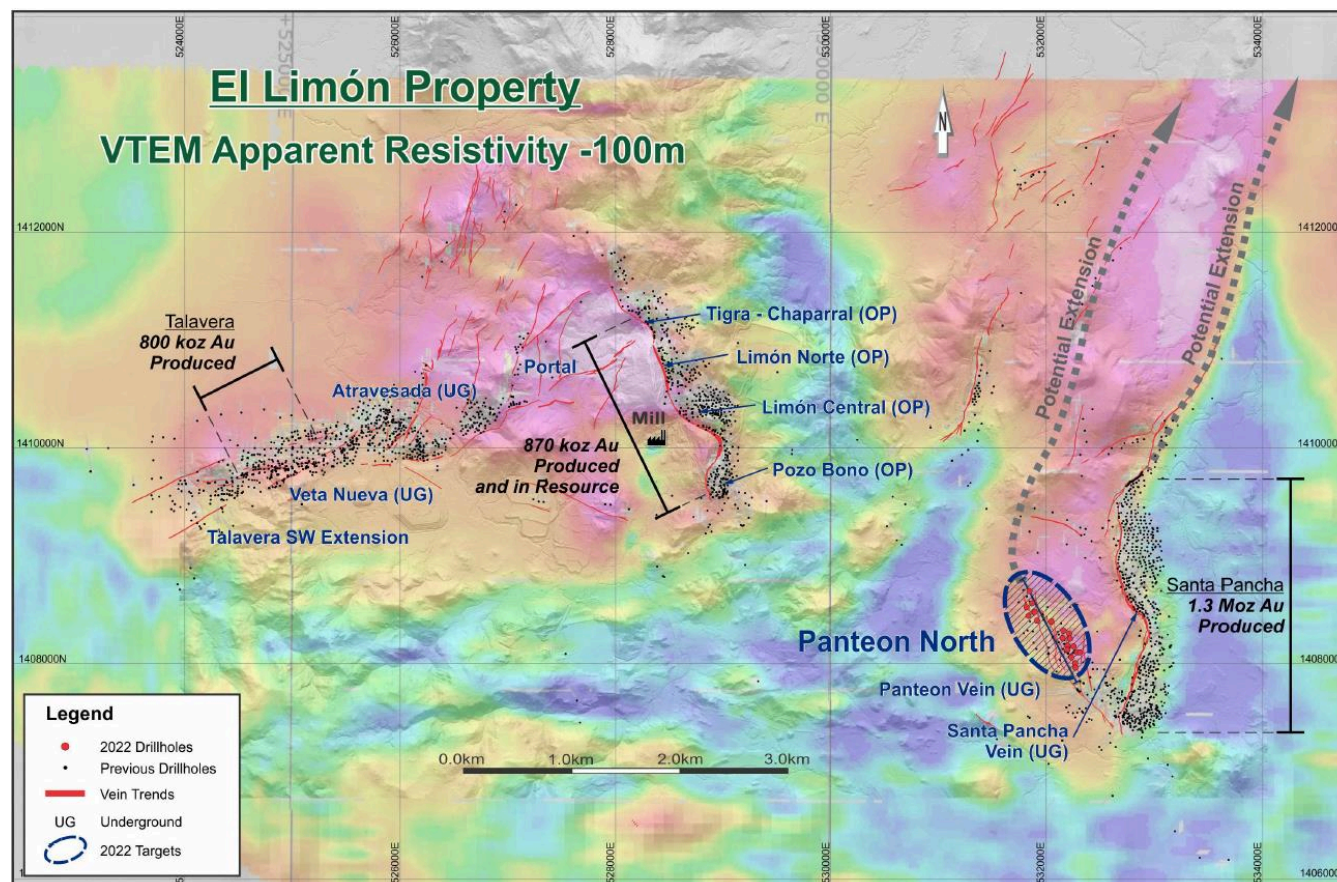
We have added some value in our NAV for Panteon North, but have not yet modified our production forecasts.

Figure 1: Panteon North Longsection



Source: Calibre Mining

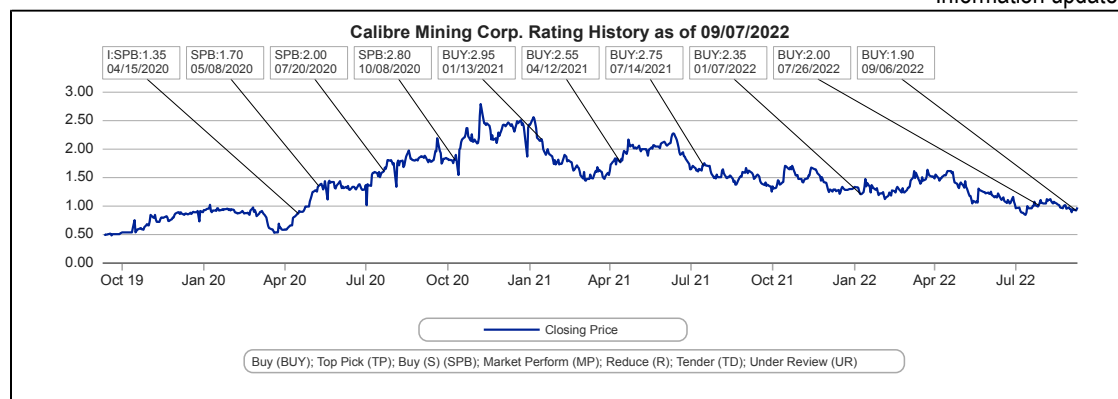
Figure 2: VTEM Resistivity Survey



Source: Calibre Mining

Price Chart and Disclosure Statement

*Information updated monthly on or about the 5th of each month



* Cormark has this percentage of its universe assigned as the following:

Buy or Top Pick	84%
Market Perform	11%
Reduce or Tender	4%
Not Rated	0%

The analyst viewed the material operations of Calibre Mining Corp..

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Market Perform expected to perform with its peer group

Reduce expected to underperform its peer group

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