



MANAGEMENT'S DISCUSSION AND ANALYSIS

**SIX MONTHS ENDED JUNE 30, 2016
(UNAUDITED)**

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STATEMENT CONCERNING THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Management has compiled the unaudited interim condensed consolidated financial statements as of June 30, 2016 and 2015. The statements have not been audited or reviewed by the Corporation's auditors or any other firm of chartered professional accountants.

Management's Discussion and Analysis

For the three and six month periods ended June 30, 2016

This Management's Discussion and Analysis ("MD&A") is intended to assist the reader understand Globex Mining Enterprises Inc.'s ("Globex", the "Corporation" and "we") results of operations, financial performance and current business environment. It has been prepared as of July 22, 2016 and should be read in conjunction with the unaudited interim condensed consolidated financial statements for the three-month and six-month periods ended June 30, 2016 and the audited annual consolidated financial statements and the related notes, for the two years ended December 31, 2015 and December 31, 2014.

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Overview

Globex Mining Enterprises Inc. ("Globex") is a North American focused exploration and development property bank which seeks to create shareholder value by acquiring mineral properties, undertaking limited exploration and therefore readying them for optioning, joint venturing, or outright sale, all within the goal of advancing the projects towards being brought into production. As part of the total compensation arrangements, we seek to secure long-term royalty arrangements which will provide continued financial benefits to Globex and its shareholders.

Currently, we are focused on acquiring properties which meet one or more of the following criteria:

- Have historic or qualified mineral resources,
- Have reported past production,
- Have established drill targets or drill intersections of economic merit and,
- Are located on major geological structures.

Globex property option arrangements generally mean that in exchange for annual cash and/or share payments and an annual exploration work commitment, the Corporation grants the Optionee the right to acquire an interest in the optioned property. Following the completion of the contract commitments, the property interest is transferred to the Optionee. The option contract will terminate if annual payments and/or work commitments are not met. Globex may retain a Gross Metal Royalty (GMR) or other carried or participating interest in the property when it is transferred. Outright property sales may include cash and/or share payments and a form of royalty interest payable when projects achieve commercial production or another negotiated milestone.

Our current mineral portfolio consists of approximately 140 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, 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. The head office is located at 89 Belsize Drive, Toronto, Ontario M4S 1L3 and the principal business office is located at 86, 14th Street, Rouyn-Noranda, Quebec, J9X 2J1, Canada.

Globex trades on the Toronto Stock Exchange under the symbol GMX, in Europe on the Frankfurt, Stuttgart, Berlin and Munich exchanges under the symbol G1M, Tradegate, Lang & Schwarz Stock exchanges and in the USA (OTCQX International) with the symbol GLBXF.

Economic environment and corporate focus

Economic environment

Early in 2016, we saw both significant volatility in the world financial markets and downward pressures on all commodity prices much of which is a result of the declines in economic growth in a number of important world economies including China as it continues its shift away from capital and infrastructure investments towards services and consumer consumption. The slowdown in growth around the world is now being reflected in a series of shocks, most recently Brexit. This increasingly uncertain economic outlook will likely trigger even more accommodative monetary policies internationally to provide a greater cushion.

During exploration, property acquisition, and financial planning, management monitors the changes in all metal prices and changes in inventory and supply sources. Table 1 highlights the comparative metal prices which the Corporation monitors.

**Summary of Metal Prices
Current Prices with Comparatives (December 31 2011 - 2015)**

Commodities (USD)	Current 2016	December 31,				
		2015	2014	2013	2012	2011
Gold (\$/oz)	Q1 - 1,229.30	1,060	1,180	1,205	1,656	1,563
	Q2 - 1,320.75					

Commodities (USD)	Current 2016	December 31,				
		2015	2014	2013	2012	2011
Silver (\$/oz)	Q1 - 15.39	13.83	15.70	19.44	30.06	27.63
	Q2 - 18.36					
Nickel (\$/pound)	Q1 - 3.19	4.00	6.68	6.31	7.89	8.23
	Q2 - 4.24					
Copper (\$/pound)	Q1 - 2.22	2.13	2.85	3.35	3.61	3.43
	Q2 - 2.19					
Zinc (\$/pound)	Q1 - 0.82	0.73	0.98	0.92	0.92	0.87
	Q2 - 0.95					

Table 1

To successfully operate within this reordered business environment, Globex has sharpened its liquidity focus and made some difficult administrative choices while at the same time continuing its property acquisitions and exploration activities. We continue to pursue opportunities to provide liquidity to the Corporation needed to meet its operational and exploration needs. In order to meet these requirements, currently we are exploring various financing options and have commenced discussions related to property dispositions.

Corporate Focus

The Corporation's strategy is currently focused on:

- Pursuing ongoing business activities including:
 - Sales and optioning of properties;
 - Targeted exploration to improve our knowledge of our properties with a view to creating more attractive assets; as well as
 - Selective property acquisitions.
- Exploring options which could allow partners to participate or acquire the Timmins Talc-Magnesite project which would advance it towards production;
- Building an effective joint venture partnership with Canadian Malartic Exploration including establishing specific exploration objectives for the Pandora-Wood & Central Cadillac Property as well as moving towards production at the Ironwood deposit.

Highlights for the three-month and six-month periods ended June 30, 2016

- On June 14, 2016, 1,320,000 units were issued at a price of \$0.40 per unit, for gross proceeds of \$528,000. Each unit is comprised of one common share and one common share purchase warrant.
- Revenues of \$475,442 compared to \$660,209 were generated in the three-month period ended June 30, 2016. During the six-month period ended June 30, 2016, Revenues of \$530,442 were generated as compared to \$1,108,769 in the comparable period in 2015. The reduction reflects that no net metal royalties were received from Nyrstar in 2016. Further details, pages 14 - 15.
- Expenses for the three months ended June 30, 2016, were \$268,245 (2015 - \$375,646) and for the six months ended June 30, 2016, \$574,670 (2015 - \$646,561). After adjusting for the non-cash items (depreciation, share-based compensation, and impairment provisions, loss (gain) on foreign exchange, and bad debt expense), the cash operating expenses were \$224,182 (2015 - \$278,993) for the three months-ended June 30, 2016. For the six-month period ended June 30, 2016, the total cash operating expenses were \$432,811 (2015 - \$549,129). Further details, pages 16 - 18.

- Exploration expenditures for the three months ended June 30, 2016 were \$381,066 (flow-through expenditures of \$367,552) as compared to \$325,747 in 2015. For the six-month period ended June 30, 2016, exploration expenditures totalled \$685,693 (flow-through expenditures of \$606,995) as compared to \$655,749 in 2015. Further details, pages 4 - 9.
- Net proceeds of \$99,980 from the sale of 250,000 Integra Gold Corporation shares at \$0.40 per share minus transaction fees were received.
- At June 30, 2016, cash and cash equivalents totalled \$1,043,107 (cash and cash equivalents - \$572,989; cash reserved for exploration - \$470,118) compared to \$1,276,930 at December 31, 2015 (cash and cash equivalents - \$199,817; cash reserved for exploration - \$1,077,113).
- For the three-month period June 30, 2016, Globex reported income and comprehensive income of \$58,611 as compared to a loss of \$47,142 in 2015. For the six-month period ended June 30, 2016, Globex recorded a loss and comprehensive loss of \$72,058 as compared to income of \$139,773 in 2015. The loss in the current year is mainly a result of reduced revenues as no net metal royalties were received from Nyrstar as the operations have been on care and maintenance since December 2015.

Forward-looking statements

Certain information in this MD&A, including any information as to the Corporation'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 Corporation'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.

Qualified person

All scientific and technical information contained in this MD&A was prepared by the Corporation's geological staff under the supervision of Qualified Persons as defined in National Instrument 43-101. The exploration and technical information presented in this MD&A has been reviewed Jack Stoch, President and CEO of Globex who is a Qualified Person under NI 43-101.

Exploration activities and mining properties

The Corporation conducts exploration activities in compliance with "Exploration Best Practices Guidelines" established by the Canadian Institute of Mining, Metallurgy and Petroleum (CIMM) 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 drill projects, selected diamond drill core samples are marked by a geologist and subsequently split, with one-half of the core sent for sample preparation and analysis, 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' concentrations are determined in an industry acceptable manner, for geochemical trace signatures and subsequently for high grade content as required.

When discussing historical resource calculations (not prepared by a qualified person under NI 43-101) available in the public domain regarding our properties, we will include source, author and date of report as well as appropriate, cautionary language stating:

- A qualified person has not done sufficient work to verify the historical estimate as mineral resources or reserves as defined by the Canadian Institute of Mining, Metallurgy and Petroleum Standards for Mineral Resources and Mineral 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.

Exploration expenditures for the three months ended June 30, 2016 totaled \$381,066 (2015 - \$325,747) which reflects eligible flow-through expenditures of \$367,552 (2015 - \$265,401) and non-flow through expenditures of \$13,514 (2015- \$60,346).

During the six-month period ended June 30, 2016, exploration expenditures totalled \$685,693 (2015 - \$655,749) which reflects eligible flow-through expenditures of \$606,995 (2015 - \$541,243) and non-flow through expenditures of \$78,698 (2015 - \$114,506). The expenditures on the more significant projects are described on Pages 8 and 9.

Exploration Expenditures on Projects Six month periods ended June 30.

Region/Property/Township	2016	2015
Ontario		
• Timmins Talc-Magnesite (Deloro)	\$ 90,147	\$ 58,501
• Other projects	12,843	14,998
	102,990	73,499
Quebec		
• Beauchastel-Rouyn (Beauchastel)	3,132	17,812
• Blackcliff (Malartic)	35,305	3,259
• Cameron (Grevet)	24,913	-
• Carpentier (Carpentier)	10,712	21,372
• Certac (Letac)	9,031	-
• Chubb, McNeely (Lacorne)	14,856	-
• Deane (Cadillac)	12,819	-
• Duvan Copper (Des Meloizes, Lareine)	11,525	12,528
• Eagle Mine, Mine Poirier, Soissons (Joutel / Poirier)	7,696	5,998
• Fabie Bay Magusi (Hebecourt, Montbray)	15,471	-
• Feldspar (Johan-Beetz)	17,103	146
• Francoeur (Beauchastel)	27,134	-
• Great Plains (Clermont)	16,133	16,309
• Joutel Mine (including Joubel) (Poirier / Joutel)	1,401	39,672
• Lyndhurst (Destor / Poularies)	8,649	12,364
• Montalembert (Montalembert)	129,295	6,868
• Montgolfier (Orvilliers / Montgolfier)	1,539	35,032
• Pandora-Wood & Central Cadillac (Cadillac)	7,053	96,733
• Pyrox (Clairy)	9,567	-
• Rich Lake (Montbray / Rouyn)	2,757	17,229
• Rousseau (Rousseau)	11,149	2,669
• Sheen Lake (Guillet)	9,448	56
• Silidor (Rouyn)	11,497	-
• Tiblemont – Tavernier (Tavernier)	6,398	19,735
• Tonnancour (Tonnancour, Josselin)	3,683	23,182

Region/Property/Township	2016	2015
• Turner Falls (Atwater)	12,001	4,271
• Vauze (Dufresnoy / Vauze)	663	12,077
• Wawagosic (Estrées)	241	32,607
• Other projects	50,326	88,729
• General exploration	87,665	103,418
Total Quebec exploration	559,162	572,066
Other regions		
• Nova Scotia	797	7,009
• New Brunswick	20,019	48
• Other regions (USA)	2,725	3,127
Total exploration expenditures	\$ 685,693	\$ 655,749
Q1	\$ 304,627	\$ 330,002
Q2	381,066	325,747
Total exploration expenditures	\$ 685,693	\$ 655,749

Table 2

Note:

1. The Townships/Regions are consistent with the groupings as reflected in Schedule A to the December 31, 2015 Audited Consolidated Financial Statements.

The exploration expenditures by type are detailed in note 12 to the Interim Condensed Consolidated Financial Statements. During the six months ended June 30, 2016, the following major types of expenditures were incurred;

- Labour - \$433,791 (2015 - \$363,722),
- Consulting - \$11,504 (2015 - \$56,526),
- Laboratory analysis and sampling - \$47,046 (2015 - \$15,197),
- Drilling - \$Nil (2015 - \$53,281)
- Geology - \$83,942 (2015 - \$54,096),
- Geophysics - \$2,500 (2015 - \$28,270)
- Mining property tax, permits and prospecting - \$28,038 (2015 - \$41,128),
- Reports, maps and supplies - \$32,041 (2015 - \$8,068),
- Transport and road access - \$27,595 (2015 - \$19,598)
- Other - \$19,236 (2015 - \$15,863).

Timmins Talc-Magnesite Project (“TTM”)

Background Information

Detailed background information related to the TTM project is outlined on Globex’s web-site (<http://www.globexmining.com/TechReports.htm>) and in the Annual Information Form. Key highlights are as follows:

- Globex has completed; (a) ground-based geophysical surveys (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 which are available on SEDAR (www.sedar.com) and on the Corporation’s web-site.
- On December 18, 2013, the Corporation received a 21 year mining lease covering the site of the proposed talc mine. A mining lease is a registered property title which facilitates financing and permitting related to mining and production operations.

Current National Instrument 43-101 Technical Reports

- On March 2, 2010, Globex received Micon's NI 43-101 Technical Report providing a Mineral Resource Estimate for 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 3

Preliminary Economic Assessment

- On March 2, 2012, Globex announced via a press release a National Instrument ("NI") 43-101-compliant Technical Report for the Preliminary Economic Assessment ("PEA") of the TTM project. The full PEA report was filed on SEDAR on April 17, 2012. Based on the 2010 mineral resource estimate and a mining rate 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.
- This press release also provided 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 2012 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 reported cash operating margin averages 61% over the initial 20-year period.

2015 and 2016 Activities

- In 2015, Globex developed a range of project values and alternate structures which could allow partners to participate or acquire the project. A dedicated consultant was engaged to explore potential parties with related industry knowledge. Discussions at this time are challenging considering the uncertainties in the financial markets and economic outlooks. Globex continues to explore various opportunities for the potential products that could be produced and seek senior level financing opportunities for the project.
- During the first six months of 2016, exploration expenses of \$90,147 were incurred on the project reviewing and reinterpreting drilling data and sample analysis acquired during the period 2008 - 2014. This analysis and interpretation was mainly designed to gain additional knowledge and information which could be used in generating an updated resource estimate which would be used for potential mine planning and financial modelling.

Quebec projects

During the first six months of 2016, exploration expenditures totalling \$559,162 (2015 - \$572,066) were incurred on Quebec projects. The expenditures include the completion of exploration assessment reports for 2015 work completed in late 2015 including the Pandora-Wood, Carpentier, Francoeur/Arntfield, Moly Hill and Santa Anna gold projects as well as the Lyndurst, Rich Lake, Duvan, Poirier and Great Plains polymetallic projects. Compilations and property reviews for several properties in the Globex portfolio are completed or in progress, including studies for; the Adanac, Clericy, Duvernoy, New Richmond, Silidor, Deane Cadillac and Cameron Shear gold projects; and the Pyrox, Certac, Dalhousie polymetallic and Johan Beetz Feldspar projects.

Projects on which the largest expenditures were incurred during the first six months of 2016 are described below:

- **Blackcliff** (Malartic twp.) – the projects drilling database was updated. New sections, long sections and plan views were plotted and mineralized zones have been reviewed and reinterpreted. An exploration program is being developed from this work.
- **Feldspar** (Johan Beetz, Iles et Ilets de Mingan 03 twp.) – A NI 43-101 compliant technical report is being prepared for the newly acquired Feldspar project. To complete the report a field visit has taken place in the second quarter.
- **Francoeur and Arntfield Mines** (Beauchastel, Dasserat twps.) – Richmond database for the Francoeur Arntfield Mines project was imported into Globex database. Areas presenting exploration potential outside of the West resource envelope defined by previous owner Richmond Mines are being compiled. One or more exploration programs will be developed for these different targeted areas.
- **Cameron Shear** (Desjardins, Franquet, Grevet twps.) – A geotic database was built from historical paper logs and others digital data. A compilation report is being completed along with the creation of cross sections and long sections to better evaluate the exploration potential of the project.
- **Montalembert** (Montalembert) – Trenches excavated in 2015 were air/water cleaned and detailed mapping was completed in June. Different scenarios are evaluated for the sampling of vein #2. Consultations with the local Waswanipi Cree Council and tallyman are planned for the third quarter.

During the second half of 2016, exploration will focus on the Montalembert sampling program and Pandora-Wood Joint-Venture field work including geophysical surveys and mapping. Compilation on some of the 2016 property acquisitions will be undertaken.

New Brunswick projects

During the six months of 2016, the Corporation incurred expenses of \$20,019 on its newly acquired **Devil's Pike Gold Property**, conducting property evaluation, drill and survey planning as well as additional staking. Compilation work for the project has identified exploration potential along possible extensions to the Golden Pike deposit Parallel and Main zones, located in the south central part of the property where a mineral resource has previously been identified, and along the North Trend which is located approximately 3km north and oriented parallel to the Parallel and Main zones. Historic drill core will be re-logged and resampled in the second quarter of the year. In May 2016, Globex received approval for assistance from the New Brunswick government through the New Brunswick Mineral Assistance Program. The program will provide matched funding to a limit of \$40,000 for exploration proposed by Globex for the property in 2016.

In June, Globex completed 5.6 km of gridding and obtained 184 B-horizon soil geochemical samples on the property.

Mineral property acquisitions

Currently, Globex believes that there are significant property acquisition opportunities at extremely low prices. During the first six months of 2016 has announced significant acquisitions as described below.

Golden Pike Gold Property (also called Devil's Pike, New Brunswick) – On January 7, 2016, Globex acquired a 100% interest in the Devil's Pike Gold Property located in Kings County, south central New Brunswick. The property was acquired from Rockport Mining Corp. for 350,000 Globex shares at a deemed issue price of \$0.25 per share and a one percent (1%) Net Smelter Royalty (NSR) payable after the property has produced 600,000 oz of gold. The property has a two percent (2%) underlying royalty. All the royalties may be purchased for CDN\$ 500,000 per half percent (0.5%). The property includes the "Main" and nearby "Parallel" gold zones.

On August 24, 2011 Portage Minerals Inc., a previous owner of the property announced the completion of NI 43-101 Technical Report. They reported an Inferred Mineral Resource of 214,800 t grading 9.60 gpt Au containing 66,300 oz Au using a grade capping of 30 gpt and 214,800 t grading 13.48 gpt Au containing 93,100 oz of gold with no grade capping.

Francoeur and Arntfield Mine Gold Project (Beauchastel, Dasserat Twps., Quebec) - On March 3, 2016 Globex informed shareholders that it has signed a Binding Letter of Intent with Richmond Mines Inc. to acquire 100% interest in the Francoeur Mine, Arntfield Mine and a large package of mining concessions, mining leases and claims. The property covers an area of 1,866 ha and approximately a 7 km strike length of the gold localizing Francoeur-Wasa Shear Zone. The purchase includes a modern office building, headframe and hoist, core facility, machine shop and sundry equipment. Globex has agreed to pay Richmond a 1.5% Net Smelter Royalty (NSR) on a portion of the property which includes Richmond's former Francoeur mine and Arntfield property up to a total of \$1,300,000 after which the NSR will be reduced to 0.5% NSR.

As part of the transaction, Globex transferred title of 11 claims located in Beauchastel Twp. adjoining the East boundary of Richmond's Wasamac gold property to Richmond. These claims will be subject to a 0.5% NSR payable to Globex.

Closing of the transaction is conditional upon approval by the Ministère de l'Énergie et des Ressources Naturelles (MERN) of the transfer of liability for the Closure of the Francoeur mine. Globex has agreed to assume responsibility for \$628,175 in mine closure and environmental bonding at the Francoeur mine of which \$471,132 was previously deposited with the Quebec government by Richmond. Ownership and management of the bonding including Richmond's previous contributions will be transferred to Globex. Globex has undertaken to provide the remaining closure funding of \$157,043 due in August 2016.

The principal orebody on the Francoeur Mine Property is the Number 3 orebody which contains the "West Zone". It is estimated that 2,187,200 t grading 6.17 gpt Au were mined producing 414,413 oz (Source: Richmond Mines) from the mine. The adjacent Arntfield Mine is reported to have produced 480,804 tonnes grading 3.98 gpt Au and 0.93 gpt Ag between 1935 and 1942 (Source: Quebec government files).

A mineral resource (Measured and Indicated 320,000 t @ 6.47 gpt Au (66,600 oz Au) and Inferred 18,000 t @ 7.17 gpt Au (4,150 oz Au)) has been identified by Richmond in the West Zone of the Francoeur mine using a cut-off grade of 4.3 gpt Au and a gold price of CDN \$1,300 (approx. USD \$965) (Richmond Web Page Disclosure - Mineral Reserve & Resource Table as of December 31, 2015). This resource has not been reviewed by a Qualified Person for Globex under National Instrument 43-101 and is considered by Globex as an historic estimate. The resource remains open at depth and is accessible by shaft and underground ramp. The Northern Miner (1991-09-23) reported an historic resource of 633,086 tonnes grading 4.84 gpt Au (98,512 oz Au) on the adjoining Arntfield Gold Mine property (Source: SIGEOM.mines.gouv.qc.ca).

Cameron Shear Gold Property (Franquet and Grevet Twps., Quebec) – On April 6th, Globex announced the acquisition of the Cameron Shear Gold Property, located 27 km north-northeast of the town of Lebel-sur-Quevillon. The property consists of 30 cells (1,242 ha) and covers 6.4 km of the Cameron Shear zone which hosts to the Flordin/Cartwright gold property immediately west of the Globex property and the Discovery gold deposit, located 12 km west-northwest.

The Property has been subject to a number of exploration programs culminating in 119 drill holes, 57 of which are in the area of the Principal Gold Zone, surface mapping and sampling as well as several ground geophysical surveys (HEM, Mag, IP). Gold was intersected in numerous drill holes and in several stripped outcrops. Much of the previous drilling was within 300 m of surface, intersecting wide zones of low grade gold with occasional spikes into the multi ounce range over narrow widths.

SIGEOM, the Quebec government geological information internet site contains reports describing gold values as high as **21.8 gpt Au over 1.5 m**, **8.23 gpt Au over 1.3 m**, **8.13 gpt Au over 1 m**, **7.41 gpt Au over 1.1 m**, **28 gpt Au over 0.37 m**, **16.1 gpt Au over 0.68 m**, **7.72 gpt Au over 1.44 m**, **17.8 gpt Au over 1.05 m** and other narrow high grade intersections within broad low grade gold mineralized zones related to the Cameron Shear structure.

The nearby deposits have reported resources as follows; the Flordin, Discovery and Cartwright resource estimates have not been reviewed by a Qualified Person for Globex, the reader is referred to the identified sources for full details. The mineralization hosted on the Discovery, Flordin and Cartwright gold deposits are not necessarily indicative of the size and grade of mineralization that may be hosted on Globex's Cameron Gold Property.

Deposit	Resource type	Tonnes	Grade gpt	Contained Ounces (oz)
Flordin	Measured	116,000	3.25	12,133
	Indicated	2,707,000	1.77	153,998
	Inferred	2,199,000	1.95	137,561
Cartwright	Not categorized	89,930	10.50	
Discovery	Measured	3,109	8.95	895
	Indicated	1,278,973	5.74	236,180
	Inferred	1,545,500	5.93	294,473

Table 4

Sources:

1. Technical Report and Resource Estimated on the Flordin Property by InnovExplo Inc., Pierre-Luc Richard, P.Geo and Carl Pelletier, P.Geo for North American Palladium Ltd, 2011 filed by North American Palladium Ltd. on SEDAR on August 26, 2011).
2. SIGEOM, P. Duhaime, 1988, The Cartwright Zone gold deposit
3. Technical Report on the Scoping Study and Mineral Resource Estimate for the Discovery Project, by InnovExplo Inc., Carl Pelletier, P.Geo for Cadiscor Resources, 2008 filed by Cadiscor on SEDAR on September 30, 2008

Lithium Properties - On April 27, 2016, Globex announced that it had acquired 40 claims covering a strike length of 10 km in Guysborough County, Nova Scotia which is located approximately 200 Km northeast of Halifax. On May 2, 2016, Globex announced that it had acquired three lithium projects located in LaCorne and Landrienne Township (McNeely Property), LaCorne Township (Chubb Property) and Figuery Township (Bouvier Property), Quebec between the towns of Amos and Val D'Or. Chubb and Bouvier properties have been optioned to Great Thunder Gold Corp.

Duvernay Gold Claims - In a July 11, 2016 press release, Globex announced the acquisition and sale of a block of 69 claims located in Duvernay Township, Quebec. The claims adjoin both the Duvay Gold Property currently held by Secova and the Fontana Gold Property under option to Tres-Or Resources Ltd.

Additionally, Globex has acquired several other mineral properties during the period including the Pyrox and Certac. During the period Globex also disposed of certain properties including the Boularderie salt/potash property due to budgetary constraint and reduced exploration merit.

Optioned and royalty properties

The most significant partner reporting for the period follows:

Magusi and Fabie Bay (Mag Copper Limited "Mag" and Globex, Quebec) – In April 2011, Globex entered into an option agreement with Mag. During the period 2011 -2014, significant exploration work was undertaken on the property. Unfortunately, in 2015, Mag informed Globex that it was encountering difficulty raising funds to meet its obligations its option arrangement.

In February 2016, Globex terminated the agreement as a result of outstanding obligations and the property was returned to the Corporation.

In March, Globex took up permitting and discussions with the Quebec government regarding a 50,000 t bulk sample application and a mining lease application for future operations at Magusi. Globex is currently seeking a mining partner for this project.

Parbec Property (Renforth Resources Inc. “Renforth”, Quebec) - On February 4, 2015, Globex signed a Letter of Intent (LOI) with Renforth whereby under the Option arrangements, it may earn 100% interest in Globex’s Parbec Gold Property located 6 km northwest of the large Canadian Malartic open pit gold mine (Agnico Eagle Mines Limited and Yamana Gold Inc.) and adjoining the former East Amphi Gold Mine, all located on or near the gold-localizing Cadillac Break.

In March 7, 2016 Renforth announced an initial resource statement prepared pursuant to NI 43-101 for the Parbec Property, located on the Cadillac Break in Malartic, Quebec as follows:

Indicated				
ZONE	Tonnage (t)	Total Au (g)	Total Au (oz)	Grade g/t
Tuffs: Total	263,230	952,317	33,592	3.62
Inferred				
Tuffs: Total	1,862,268	5,000,236	176,378	2.69
Felsites: Total	1,430,441	2,220,844	78,338	1.55
Porphyries: Total	3,964,162	7,353,620	259,392	1.86
Totals				
Parbec Total Indicated	263,230	952,317	33,592	3.62
Parbec Total Inferred	7,256,872	14,574,700	514,108	2.01

Table 5

1. Mineral resources which are not mineral reserves do not have demonstrated economic viability. The estimate of mineral resources may be materially affected by environmental, permitting, legal, title, taxation, socio-political, marketing, or other relevant issues.
2. The quantity and grade of reported Inferred resources in this estimation are uncertain in nature and there has been insufficient exploration to define these Inferred resources as an Indicated or Measured Mineral Resource and it is uncertain if further exploration will result in upgrading them to an Indicated or Measured mineral resource category.
3. The mineral resources in this report were estimated using the Canadian Institute of Mining, Metallurgy and Petroleum (CIM), Standards on Mineral Resources and Reserves, Definitions and Guidelines prepared by the CIM Standing Committee on Reserve Definitions and adopted by the CIM Council
4. A cut-off value of 0.5 gpt Au was used in the preparation of this resource.

This resource statement has not been reviewed by a qualified person on behalf of Globex under National Instrument 43-101. The reader is referred to the Renforth news release posted on their website and on SEDAR on March 7, 2016.

Renforth is seeking additional funding to continue exploration at the project in 2016.

Farquharson Property (Integra Gold Corp. “Integra”, Quebec) - In January 2012, Integra entered into an option to acquire a 100% interest in the renamed Donald Property (Globex’s Farquharson Property) located in Broulamaque Township, Quebec, adjacent to the Integra’s flagship Lamaque property. GMX retains a 3% Gross Metal Royalty on this property.

Integra continues to explore and develop the Triangle Deposit, the closest mineral deposit on the Lamaque Project to the Farquharson property. In a press release dated March 31, 2016, Integra reported completion total of 93,592 m of drilling was completed at Lamaque South in 2015, of which 59,753 m (104 holes) was conducted at Triangle. A total of 50,900 m (139 holes) of a forecasted 90,000 m for 2016 has been completed at Triangle.

Future exploration eastwards of the Triangle Deposit would intersect the Donald Property. Globex is encouraged by Integra's results.

Massicotte Property (Adventure Gold Inc. "Adventure", Quebec) - In February 2012, Globex sold the 45 claim Massicotte property to Adventure and retains a 2.5% Gross Metal Royalty. The property forms part of Adventure's Detour Quebec Gold Project. The property is traversed by the Massicotte and Lower Detour (Grasset) Deformation Zones.

In early October, Adventure announced an option and joint venture agreement with SOQUEM comprising 531 of the Detour Gold Project Claims including the Globex royalty claims.

In late January, 2016 Adventure and Soquem announced geophysical surveys and a 3,400 m drilling program for the project. According to its press release map, at least three holes appear to target the royalty claims.

On April 7, 2016 Adventure Gold Inc. and Probe Metals Inc. ("Probe") announced a definitive agreement to combine their respective companies by way of a plan of arrangement. It is anticipated that the merger will reportedly bring increased funding to Adventure's portfolio of projects in Quebec.

St-Urbain (Silicon Ridge) (Rogue Resources Inc. "Rogue", Quebec) - In August 2015, Rogue acquired the property. Globex received 1,000,000 shares of Rogue, acquisition costs and retains a 1% Net Smelter Return (NSR) up to \$500,000. The Property is located 100 km north-east of Québec City and approximately 40 km north of the City of Baie-Saint-Paul, on the north shore of the Saint Lawrence River.

On April 4, 2016, Rogue announced a name change for the project to Silicon Ridge and reported results from activities initiated in 2015 including completion of seventy-one (71) drill holes, totaling 11,822 m which defined the "G" quartzite unit intersecting approximately 1,950 m of strike length with true widths between 31 m and 115 m and the "H" quartzite unit intersecting approximately 500 m of strike length with true widths ranging from 35 m to 118 m. These units are located approximately 260 m apart. Rogue highlighted intercepts in its April 4 press release from 20 holes which ranged from 8.5 m to 189 m reporting weighted averages of 97.9% to 98.5% Silica (SiO₂) from the drilling.

In Q2 Rogue reported that testing by Anzaplan concluded the high grade silica found at Silicon Ridge is suitable for commercial applications. Anzaplan determined that possible products include silicon-based products, high value applications (glass, ceramics) and a variety of fillers. Rogue also announced that a bulk sample would be extracted at Silicon Ridge and processed by ANZAPLAN into a variety of products to support commercial discussions with potential customers.

On June 7 2016, Rogue announced by press release a resource estimate completed by Met-Chem Canada which identified Measured and Indicated Resources of 9.7 Mt grading 98.6% SiO₂ and Inferred Mineral Resources estimated at 4.6 Mt grading 98.6% SiO₂. According to the press release the resource estimate includes resources from 3 zones referred to as the South West, North East and Centre North zones, all zones are open along strike and down dip and have potential for expansion.

Duvay Gold Project (Tres-Or Resources Ltd. "Tres-Or") - On January 6, 2015, Tres-Or announced that it had executed a term sheet with Secova Metals Corp. ("Secova") to option up to a 90% interest in the Duvay Gold Project, comprising 105 claims in the Abitibi region, including the Duvay Project claims optioned to Tres-Or by Globex. The Globex Duvay Project was optioned to Tres-Or in 2011 and consists of 4 claims (169 ha) situated in Duvernoy Township. Globex retains a Gross Metal Royalty of 1.5% on future production at gold price of USD\$800/oz or less and 2% where gold is over that price.

In March 2016, Secova announced completion of a three dimensional (3D) IP survey. The survey layout was a grid with 13 lines using 75 m spacing over an area about 750 m by 975 m (+/- 10-line km). The grid is parallel to known gold bearing structures covering the original gold discovery on the property and its South-East extension. Secova used the IPower 3D method to evaluate the zone to a depth of 500 m which is below current drill tested depths. During the second quarter, Secova Metals Corp. reported it has contracted InnovExplo for preparation and data compilation at The Duvay Project. InnovExplo will compile a database with all 330 historical drill logs in a Gems data system for 3D geological modeling.

Sales and net option income

Net Option income

June 30, 2016

Property, Agreements Summary	Net Option Income	Recovery of Property Acquisition	Recovery of Exploration Expenses
Sales and Options			
<ul style="list-style-type: none"> Sunset Cove Mining Resources Inc., Houlton Woodstock property, New Brunswick, cash payments of \$100,000, April 22, 2016. 	\$ 99,747	\$ -	\$ 253
<ul style="list-style-type: none"> Great Thunder Gold Corp., Chubb and Bouvier properties, Quebec, cash payments of \$20,000 and 2,400,000 common shares with a fair market value of \$324,000, May 26, 2016. 	326,269	1,958	15,773
<ul style="list-style-type: none"> RJK Explorations Ltd. Ramp property, Ontario, \$10,000 on initial signing, May 30, 2016. 	4,926	-	5,074
<ul style="list-style-type: none"> Secova Metals Corp., Chenier Property, cash payment of \$136,500, May 13, 2016. 	24,500	112,000	-
Option and sale payments under Agreements from prior years			
<ul style="list-style-type: none"> Renforth Resources Inc., Parbec property, cash payments of \$25,000 and 500,000 common shares with a fair market value of \$12,500. 	\$ -	\$ -	\$ 37,500
<ul style="list-style-type: none"> Tres-Or, Fontana property, (cash option payment of \$40,000) 	40,000	-	-
Advance royalties			
<ul style="list-style-type: none"> Tres-Or Resources Duvay (5 claims), Quebec 	15,000	-	-
<ul style="list-style-type: none"> Eros Resources Corp., Bell Mountain Property, Nevada 	20,000	-	-
	\$ 530,442	\$ 113,958	\$ 58,600
Q1	\$ 55,000	\$ -	\$ 37,500
Q2	475,442	113,958	21,100
Total	\$ 530,442	\$ 113,958	\$ 58,600

Table 6

During the three-month period ended June 30, 2016, we received cash option payments of \$286,500 (2015 - \$350,000) and 2.4 M. Great Thunder Gold Corporation shares with a fair market value of \$324,000. After offsetting the recovery of property acquisition costs of \$113,958 and the recovery of exploration expenses of \$21,100, we reported Net Option Income of \$475,442 as compared to \$499,238 in 2015.

During the six-month period ended June 30, 2016, we received cash option payments of \$366,500 (2015 - \$525,000) and shares with an initial fair market value of \$336,500 (2015 - \$63,750). The gross option income was offset by the recovery of property acquisition costs of \$113,958 and deferred exploration expenses of \$58,600 resulting in net option income of \$530,442 (\$499,238).

Q2 2016 Option Agreements

On April 22, 2016, Globex entered into an Option Agreement with Sunset Cove Mining Inc. related to the Houlton Woodstock Manganese Property located in the Province of New Brunswick. Under the option terms, Sunset can exercise the option and earn a 100% interest in the property by making cash payments of \$200,000 (\$100,000 on signing the agreement and \$100,000 on or prior to April 22, 2017), issuing an aggregate of 4,000,000 common shares to Globex and incurring aggregate exploration expenditures of \$1,000,000 on the property. On April, 28, 2016, the initial \$100,000 option payment was received. This arrangement was further outlined in our June 29, 2016 press release.

On May 26, 2016, GMX announced that it had optioned its Chubb and Bouvier lithium properties to Great Thunder Gold Corp (GTG-V) subject to approval by the TSX Venture Exchange. Under the option agreement, Great Thunder will:

1. Pay Globex \$60,000 over a six-month period;
2. Deliver to Globex 2,400,000 GTG shares subject to a 4 month hold;
3. Reserve for Globex a 2% GMR on all mineral production from the properties;
4. Assume all obligations under the contract by which Globex acquired the properties including the underlying 1% Net Smelter Royalty.

On May 30, 2016, RJK Explorations Ltd. entered into an option agreement with Globex for Globex's Ramp property, located in Beatty, Carr, Coulson, and Wilkie Townships in Ontario. Under the agreement, Globex is entitled to \$10,000 on signing, \$250,000 (30 days after TSXV approval) and \$250,000 per annum (adjusted for inflation) each year. Under the terms of the agreement, a 2.5% GMR shall be payable on all metals produced from the property. As long as RJK exploration makes timely annual \$250,000 payments, RJK will have a beneficial 100% right, title and interest in the property, subject to the GMR and NSR royalties.

In a July 11, 2016 press release, Globex announced the acquisition and sale of a block of 69 claims located in Duvernoy Township, Quebec. The claims adjoin both the Duvay Gold Property currently held by Secova and the Fontana Gold Property under option to Tres-Or Resources Ltd. Concurrently, Globex has sold the 69 claims to Secova for a cash payment of \$136,500, 1.0 m. Secova shares, a 1.5% Gross Metal Royalty payable to Globex and assumption of the 1.8% NSR obligation to the estate. The 69 claims cover areas with significant gold potential.

Royalties

At June 30, 2016, twenty-five royalty arrangements were in effect at various stages. The overall total of royalty arrangements increased by one from December 31, 2015.

The Corporation's Annual Information Form and website www.globexmining.com provides Property Descriptions, a list of Royalty Interests, as well as the Optionees related to the various properties.

Summary of quarterly results

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

	2016			2015			2014	
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
Total revenues	\$ 475,442	\$ 55,000	\$ 20,000	\$ 31,569	\$ 660,209	\$ 448,560	\$ 368,569	\$ 271,692
Total expenses	268,245	306,425	2,074,489	1,263,982	375,646	270,915	7,198,744	371,249
Other income (expenses)	(79,664)	97,379	(7,299)	(94,323)	(122,166)	179,294	109,490	(230,562)
Income (loss) ⁽¹⁾	58,611	(130,669)	(1,610,973)	(945,833)	(47,142)	186,915	(4,031,852)	(496,923)
Income (loss) per common share								
- Basic and diluted	(0.00)	(0.01)	(0.04)	(0.02)	0.00	0.00	(0.11)	(0.01)

Table 7

Note:

1. Attributable to common shareholders of the Corporation.

During the last eight quarters, the following trends are reflected in the financial results:

- With the exception of the second quarter of 2016, revenues have reduced significantly from each of the first four quarters as the Corporation did not receive any Zinc royalties from Nyrstar as the average LME Zinc prices had fallen below USD. \$0.90 per pound and the facilities were put on a “care and maintenance” basis on December 7, 2015. In addition, the Corporation has encountered significant challenges negotiating property option agreements. During the second quarter of 2016, the Corporation successfully negotiated four new option agreements and received payments under existing agreements.
- The ongoing operating expenses have declined with the exception of the fourth and third quarters of 2015 in which additional impairment provisions of \$1,636,913 and \$1,009,876 were recorded as well as \$6,941,186 in the fourth quarter of 2014. These provisions represent a reduction in the carrying value of properties and deferred exploration expenditures.
- The variations in other income or expenses mainly reflect an increase or decrease in the fair value of equity investments.

Results of operations for the three-months and six-months ended June 30, 2016

Revenues

During the quarter ended June 30, 2016, revenues of \$475,442 were \$184,767 lower than the \$660,209 reported in the comparable period in 2015. The overall reduction reflects the challenges of the ongoing negotiation of option agreements and the reduction in metal royalty income as no royalty income was received from Nystar Inc. in 2016.

During the six-month period ended June 30, 2016, revenues totalled \$530,442 which was \$578,327 lower than the \$1,108,769 reported in the comparable period in 2015. The overall reduction mainly reflects the reduction in metal royalty income as no royalty income was received from Nystar Inc in 2016 compared to \$609,531 in 2015.

Total expenses

In the second quarter of 2016, the total expenses were \$268,245 compared to \$375,646 in 2015. The net decrease of \$107,401 reflects a reduction all of the expenses.

During the six-month period ended June 30, 2015, total expenses were \$574,670 as compared to \$646,561 in the comparable period ended June 30, 2015. The reduction of \$71,891 reflects:

- lower salary costs of \$20,945,
- reduced administration expenses of \$49,431 representing reductions in office costs including printing and other expenses, conventions and meetings and related travel, and transfer agent fees,
- lower professional fees of \$45,942 mainly representing reduced outside services and investor relations,
- offsetting net increases of \$44,427 mainly reflecting a foreign exchange loss.

Salaries

- The decrease in salaries of \$12,064 from \$98,439 in the quarter ended June 30, 2015 to \$86,375 in the quarter ended June 30, 2016 reflects a reduction in executive compensation. The reduction in the salary costs from \$193,223 in the six-month period ended June 30, 2015 to \$172,278 in the six-month period ended June 30, 2016 also reflects a reduction in executive compensation.

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 17 to the financial statements. During the three-month period ended June 30, 2016, the administration expenses totalled \$69,826 as compared to \$85,767 in the comparable period in 2015. The decrease of \$15,941 mainly reflects a decrease in convention and meeting expenses as well as a decrease in the office expenses.
- During the six-month period ended June 30, 2016, the administrative expenses totalled \$130,436 as compared to \$179,867 in the comparable period in 2015. The decrease reflects reductions in office costs including printing and other expenses, conventions and meetings and related travel, and transfer agent fees.

Professional fees and outside services

- The professional fees and outside services represent a combination of services as detailed in note 17 to the financial statements. During the three-month period ended June 30, 2016, the Professional fees and outside service costs totalled \$67,981 as compared to \$94,787 in 2015. The reduction of \$26,806 is a result of the careful management of the various expense types with the largest reductions related to investor relations and other professional fees.
- During the six-month period ended June 30, 2016, professional fees and outside services totalled \$130,097 as compared to \$176,039 in the comparable period in 2015. Consistent with the expenses for the three-month period, the largest reduction related to investor relations and other professional fees.

Depreciation and amortization

- The depreciation and amortization expense for the three-month period ended June 30, 2016 totalled \$9,191 as compared to \$15,327 and the depreciation and amortization expense for the six-month period ended June 30, 2016 was \$19,855 as compared to \$30,657 in 2015. The reduction reflects the lower level of fixed assets acquired in the last two years.

Share-based compensation and payments

- For the three-month period ended June 30, 2016, the total share-based compensation and payments totalled \$3,118 (June 30, 2015 - \$6,549).
- During the six-month period ended June 30, 2016, the share-based compensation expense was \$7,796 as compared to \$14,034 in the same period in 2015.

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 as well as general exploration expenses. During the three-month period ended June 30, 2016, there were no significant changes in the exploration plans or budgets which were established at December 31, 2015 and therefore no properties were identified as impaired during the period. The \$34,743 (2015 - \$56,220) represents the expensing of general exploration.
- During the first six months of 2016 no properties were identified as impaired during the period. The \$91,160 (2015 - \$107,469) represents the expensing of general exploration.

Loss (gain) on foreign exchange

- During the three-month period ended June 30, 2016, a gain on foreign exchange of \$2,989 (June 30, 2015 – loss of \$18,557) was recorded which mainly represents the net adjustment of the values of assets and liabilities at the end of the period.
- During the six-month period ended June 30, 2016, a loss on foreign exchange of \$17,283 was recorded as compared to a gain of \$54,728 in 2015. The change in the current period reflects the reduction in the Corporation's US dollar net assets as it was not in receipt of U.S. dollar metal receipts from Nyrstar Inc. in the current year.

Bad debt

- During the three-month period ended June 30, 2016, no bad debt provision was incurred. During the six-month period ended June 30, 2016, a bad debt expense of \$5,765 (June 30, 2015 – nil) was recorded.

Other income

- Other income (expenses) reflects interest income, joint venture income (loss), 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 the three-month period ended June 30, 2016, other expenses of \$79,664 were recorded as compared to \$122,166 in 2015. The reduced expense mainly reflects the impact of a reduced decline in the fair value of financial assets and the impact of recognizing management services from Chibougamau Independent Mines of \$18,220.
- In the six-month period ended June 30, 2016, Globex reported other income of \$17,715 as compared \$57,128 in 2015. In 2016, the corporation recorded a loss in the fair value of financial assets of \$43,728 compared to an increase in 2015 of \$42,276; however, this difference was offset by a gain on the sale of investments of \$17,480 related to the sale of 250,000 Integra Gold Corporation shares, management services income of \$20,720, previously deemed not collectable and an increase in other income of \$11,271.

Income and mining tax expense

- An income and mining tax expense of \$68,922 has been reported in the three-month period ended June 30, 2016 as compared to a provision of \$209,539 in 2015. The provision is lower in the current year as no foreign taxes were incurred as no metal royalty was earned on Nyrstar net metal royalty income.
- During the six-month period ended June 30, 2016, a provision of \$45,545 has been made as compared to \$379,563 in 2015. The difference is a result of the following:

- In 2016, no current taxes representing foreign taxes on Nyrstar net metal royalty income were recorded whereas in 2015, a current tax expense of \$182,860 was recorded.
- In 2016, the deferred income tax and mining duties of \$193,998 were lower than the 2015 provision of \$285,592 as a result of the lower level of income earned for the period.
- The recovery of income and mining duties of \$148,453 in 2016 is higher than the \$88,889 recorded in 2015 as the flow-through expenditures were greater in 2016 and the premium recorded on these funds was higher than the previous year.

Financial position

Total assets

At June 30, 2016, the total assets were \$17,764,409 which represents an increase of \$590,198 from \$17,174,211 at December 31, 2015. The net change reflects a

- reduction in:
 - cash and cash equivalents as well as cash reserved for exploration of \$233,823,
 - accounts receivable of \$17,788,
 - prepaid expenses and deposits of \$135,
 - reclamation bonds of \$10,277,
 - Properties, plant and equipment of \$19,855,
- an increase in
 - the carrying value of investments of \$210,272,
 - Mineral properties of \$125,871,
 - Deferred exploration expenses of \$535,933 (net of additions of \$685,693 and impairment and recoveries of \$149,760).

Cash and cash equivalents, investments, and accounts receivable totalled \$1,160,105 at June 30, 2016, (December 31, 2015 - \$594,449) representing 6.5% of total assets. Cash reserved for exploration was \$470,118 at June 30, 2016 (December 31, 2015 - \$1,077,113).

At June 30, 2016, mineral properties and deferred exploration expenses represented a combined total of \$15,419,302 (December 31, 2015 - \$14,757,498) which represents an increase of \$661,804. The increase is mainly a result of explorations expenses incurred during the six months of 2016.

Total liabilities

At June 30, 2016, the current liabilities were \$368,557 as compared to \$460,644 at December 31, 2015 which represents a decrease of \$92,087. Within the current liabilities, the accounts payable and accruals have decreased by \$36,484 as a result of the decrease in exploration activities in the second quarter of 2016 as compared to the fourth quarter of 2015.

The related party payable of \$156,604 (December 31, 2015 - \$132,043) mainly represents a liability to Duparquet Assets Limited for option payments received directly by Globex whereas the property which had been optioned to Xmet Inc.

The Other Liabilities represent the excess of the proceeds received from flow-through share issuances as compared to the fair value at the share issuance date. At June 30, 2016, the liability was reported at \$103,262 (December 31, 2015 - \$251,715) which reflects the impact of qualified "flow-through" exploration expenditures during the period.

Deferred tax liabilities

The deferred tax liabilities were \$1,455,303 at June 30, 2016 as compared to \$1,275,315 at December 31, 2015. The increase mainly reflects the net impact of the renunciation of tax benefits to subscribers under flow-through share arrangements.

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 future taxable income.

Owners' equity

At June 30, 2016, owners' equity, consisting of share capital, warrants, deficit, and contributed surplus - equity settled reserve totalled \$15,680,683 (December 31, 2015 - \$15,054,494). Details of the changes are provided in the Interim Condensed Consolidated Statement of Equity. The increase is mainly related to the proceeds of \$528,000 received from the private placement which closed on June 14, 2016 and the issuance of shares in connection with mineral property acquisitions with an ascribed value of \$199,500 during the six months ended June 30, 2016.

Share capital

At June 30, 2016, the share capital of the Corporation totalled \$54,145,657 which represented an increase of \$553,160 from December 31, 2015 and reflected 46,402,706 common shares outstanding.

Liquidity, working capital, cash flow and capital resources

At June 30, 2016, the Corporation had cash and cash equivalents of \$572,989 (December 31, 2015 - \$199,817) and cash reserved for exploration of \$470,118 (December 31, 2015 - \$1,077,113). In addition, it had Investments with a fair market value of \$527,176 (December 31, 2015 - \$316,904) which represents shares received under mining option agreements.

At June 30, 2016, the Corporation's working capital (based on current assets minus current liabilities) was \$1,372,955 (December 31, 2015 - \$1,322,342).

The Corporation may need additional capital resources to complete our exploration and development plans beyond December 31, 2016. We are currently pursuing a number of options to generate financial liquidity including:

- Participating in a private placement financing,
- Sale of major properties for cash,
- Negotiating option and royalty agreements.

The Corporation 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.

Cash Flow

During the six-month period June 30, 2016, the operating activities used \$281,841 (June 30, 2015 – generated \$198,948), the financing activities generated \$476,941 (2015 - \$Nil) and the Investing activities used \$428,923 (2015 - \$588,740).

The operating, financing, and investing activities during the six months ended June 30, 2016, resulted in a decrease in cash and cash equivalents of \$233,823 (2015 - \$389,792).

At the present time, the Corporation continues to monitor its future capital requirements and is exploring various options to provide operating and exploration financing.

Financial instruments

Capital risk management

The Corporation manages its common shares, stock options and retained earnings (deficit) as capital. The Corporation's objectives when managing capital are to safeguard the Corporation'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 corporation, 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 Corporation 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 Corporation issues shares, enters into joint venture property arrangements or disposes of properties.

The Corporation'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 Corporation's planned expenditures.

In order to facilitate the management of its capital requirements, the Corporation 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 Corporation has developed two objectives which are as follows:

- Retain cash and cash equivalents, cash reserved for exploration 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 Corporation is not subject to any externally imposed capital requirement. The Corporation's overall strategy remains unchanged from 2015.

The fair values of the Corporation'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 market quotes.

Financial risk management objectives

The Corporation's financial instruments are exposed to certain financial risk including credit risk, liquidity risk, currency risk, equity market risk, and fair value measurements recognized in the statement of financial position.

(a) Credit risk

The Corporation had cash and cash equivalents as well as cash reserved for exploration totalled \$1,043,107 at June 30, 2016 (December 31, 2015- \$1,276,930). 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 Corporation 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:

	June 30, 2016	December 31, 2015
Cash and cash equivalents	\$ 572,989	\$ 199,817
Cash reserved for exploration expenses	470,118	1,077,113
Investments	527,176	316,904
Accounts receivable	59,940	77,728
	\$ 1,630,223	\$ 1,671,562

Table 8

(b) Liquidity risk

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

The Board of Directors reviews and approves the Corporation'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 Corporation's earnings due to movements in individual equity prices or general movements in the level of the stock market. The Corporation 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 Corporation.

The Corporation currently holds investments in a number of Optionee companies which are subject to fair value fluctuations arising from changes in the Canadian mining sector and equity markets and currently these amount to \$527,176 (December 31, 2015- \$316,904). Based on the balance outstanding at June 30, 2016, a 10% increase or decrease would impact income and loss by \$52,717 (December 31, 2015 - \$31,690).

(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).

June 30, 2016	Level 1	Level 2	Level 3	Total Financial Assets at fair Value
Financial assets				
Cash and cash equivalents	\$ -	\$ 572,989	\$ -	\$ 572,989
Cash reserved for exploration	-	470,118	-	470,118
Equity investments	509,896	17,280	-	527,176
Accounts receivable	-	-	59,940	59,940
Reclamation bonds	-	152,806	-	152,806
	\$ 509,896	\$ 1,213,193	\$ 59,940	\$ 1,783,029

Table 9

The level 2 financial assets have been measured using the quoted price of the related shares on the market which has been determined non-active.

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

For all other financial assets and liabilities, the fair value is equal to the carrying value.

December 31, 2015	Level 1	Level 2	Level 3	Total Financial Assets at fair Value
Financial assets				
Cash and cash equivalents	\$ -	\$ 199,817	\$ -	\$ 199,817
Cash reserved for exploration	-	1,077,113	-	1,077,113
Equity investments	265,065	51,839	-	316,904
Accounts receivable	-	-	77,728	77,728
Reclamation bonds	-	163,083	-	163,083
	\$ 265,065	\$ 1,491,852	\$ 77,728	\$ 1,834,645

Table 10

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

Outstanding share data

At December 31, 2015, the Corporation had 44,447,706 common shares issued, 1,751,975 warrants outstanding, as well as 3,017,500 stock options which resulted in a fully diluted common share capital of 49,217,181.

Common Shares Issued

During the six-month period ended June 30, 2016, the Corporation issued common shares as follows:

- On January 7, 2016, 350,000 shares with a deemed price of \$0.25 per share in connection with a property acquisition were issued,
- On June 8, 2016, 5,000 stock options were exercised at an exercise price of \$0.205 per share.
- On June 14, 2016, 1,320,000 units were issued at a price of \$0.40 per unit, for gross proceeds of \$528,000. Each unit is comprised of one common share and one common share purchase warrant.
- On June 28 2016, 280,000 common shares were issued at a deemed issue price of \$0.40 per share as partial consideration for the acquisition of 69 mining claims in Duvernay, Township. The shares represented a deemed payment of \$112,000.

Warrants Issued

On June 14, 2016, 1,320,000 warrants were issued in connection with a private placement. Each warrant entitles the holder to acquire one additional common share of Globex at a price of \$0.55 for a period of 18 months. These warrants expire on December 14, 2017. The fair value of each warrant has been estimated at \$0.104 per warrant, which resulted in a fair value of \$137,833 for the 1,320,000 warrants.

Stock Options

At December 31, 2015, the Corporation had 3,017,500 stock options outstanding and 50,000 options were available for future grants. On June 8, 2016, 5,000 options previously issued were exercised resulting 3,012,500. options outstanding at June 30, 2016 and July 22, 2016.

On April 22, 2016, the Board of Directors approved a resolution to amend the 2006 Stock Option Plan to increase the maximum number of shares to be issued under the plan from 2,500,000 common shares to 4,500,000. The amendment was approved by shareholders at the May 31, 2016. On June 20, 2016, the Toronto Stock Exchange approved the listing and reservation of an additional 2,000,000 common shares for issuance upon exercise of stock options granted.

The amendment resulted in 2,050,000 (December 31, 2015 – 50,000) additional options available for grant under all option plans in addition to the common share purchase options currently outstanding.

Fully Diluted Shares

At June 30, 2016 and July 22, 2016, the Corporation had 46,402,706 common shares issued, 3,071,975 warrants outstanding and 3,012,500 options outstanding for fully diluted common shares of 52,487,181.

Risks and uncertainties

The Corporation, like all other mining exploration companies, is exposed to a variety of financial and environmental risks as well as operational and safety risks. It is also subject to risks related to other factors, such as metal prices and financial market conditions. Further details with respect to the following risks are outlined in the Corporation's December 31, 2015 Annual Information Form:

- Financing Risk
- Financial Market Risk
- Volatility of Stock Price and Limited Liquidity
- Permits and licences
- Government Regulations
- Environmental Risks
- Title Matters
- Metal Prices
- Key Personnel

Related party information

	June 30, 2016	December 31, 2015
Related party payable (receivable)		
Jack Stoch Geoconsultant Services Limited ("GJSL")	\$ (6,717)	\$ (6,717)
Chibougamau Independent Mines Inc.	(6,845)	(30,408)
Duparquet Assets Limited	170,166	169,168
	\$ 156,604	\$ 132,043

Table 11

Chibougamau Independent Mines Inc. (“CIM”)

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 large number of common shares of both organizations through GJSL, a private company which is the principal shareholder of CIM, 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 \$18,220 was earned for the three-month period ended June 30, 2016 (June 30, 2015 - Nil) and \$20,720 management services income was earned during the six-month period ended June 30, 2016 (June 30, 2015 – Nil).

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, as well as Chief Financial Officer, Treasurer and Corporate Secretary) are as follows:

	Three months ended		Six months ended	
	June 30, 2016	June 30 2015	June 30, 2016	June 30, 2015
Management Compensation				
Salaries and other benefits	\$ 47,910	\$ 83,753	\$ 96,003	\$ 148,382
Professional fees and outside services ⁽ⁱ⁾	6,169	6,691	17,124	29,140
Deferred exploration expenses – Consulting, Geologist fees ⁽ⁱ⁾	18,130	16,427	37,213	23,341
Fair value of share-based compensation ⁽ⁱⁱ⁾	3,118	6,549	7,796	14,034
	\$ 75,327	\$ 113,420	\$ 158,136	\$ 214,897

Table 12

- (i) The Vice-President Operations is an independent contractor with a portion of his compensation being included in Other Professional fees in the Statement of Income (Loss) and Comprehensive Income (Loss) and the remainder is reported as Deferred exploration expenses - Consulting. The Vice-President Operations resigned from the organization effective July 4, 2016.
- (ii) During the three-month period ended June 30, 2016, \$3,118 and the six-month period ended June 30, 2016, \$7,796 represents the amortization related to 300,000 stock options issued to the Vice-President Operations on June 16, 2014 which vested on June 16, 2016. In 2015, the amortization of \$6,549 for the three-month period and \$14,034 for the six-month period ended June 30, 2015, also included the amortization expense related to 90,000 options issued to Directors which vested on June 16, 2015.

Significant assumptions, judgments, and estimates

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied (Note 5) to the consolidated financial statements as at and for the year ended December 31, 2015.

Disclosure Controls and Procedures and Internal Controls over Financial Reporting

Management is responsible for establishing and maintaining adequate disclosure controls and procedures (“DCP”) as well as internal controls over financial reporting (“ICFR”) as described in our 2015 annual MD&A.

The Corporation's Chief Executive Officer and Chief Financial Officer, with the participation of management completed an evaluation of the design and operating effectiveness of the Corporation's DCP's and ICFR's as at December 31, 2015. Based on that assessment, management concluded that the Corporation's ICFR were operating effectively at December 31, 2015 which was based on the 2013 COSO Model.

During the three-month and six-month periods ended June 30, 2016, the CEO and CFO have evaluated whether there were changes to the ICFR that have materially affected, or are reasonably likely to materially affect, the ICFR. No such significant changes were identified through their evaluation which was based on the 2013 COSO Model.

Outlook

The Economic Environment and Strategy section of this MD&A (pages 2 and 3), highlight that management monitors the changes in metal prices. Recently, we have seen a revival in global markets in general and commodity markets in particular. The slowdown in growth around the world is now being reflected in a series of shocks, most recently Brexit. This increasingly uncertain economic outlook will likely trigger even more accommodative monetary policies internationally to provide a greater cushion.

As outlined in our March 31, 2016 MD&A, we recognized the challenges that junior exploration optionee companies were facing in raising the financing needed to enter into Option Agreement on our properties. At that time, we indicated that we were hopeful that our current efforts would generate additional revenues. During the three-month period ended June 30, 2016, we successfully negotiated four new sale or option arrangements which are reflected in net option revenues of \$475,442 as compared to \$343,632 in the comparable period in 2015. During the six-month period ended June 30, 2016, we generated net option income of \$530,442 as compared to \$499,238 in 2015. We are hopeful that our current efforts will generate significant revenues during the remainder of the year.

As outlined earlier in this MD&A, during this year we have spent \$90,147 on the TTM project with a view to gaining additional information and exploring long term project options.

Although hampered by the financing and regulatory challenges in the junior mining sector including new Quebec mining legislation which increases costs, manpower requirements and creates delays, Globex believes it is well positioned with a combination of first class assets as well as the human and corporate resources necessary to achieve our strategic objectives.

Additional information

This analysis should be read in conjunction with the audited annual consolidated financial statements for the years ended December 31, 2015 and December 31, 2014 and additional information, including the Annual Information Form (AIF), which is available on SEDAR at www.sedar.com. Further, the Corporation 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 2015 and/or 2014 MD&A, then please send your request to:

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Authorization

The contents and the dissemination of this Management's Discussion and Analysis have been approved by the Board of Directors of the Corporation on July 22, 2016.