Tango Mining Limited
202 – 5626 Larch Street
Vancouver, British Columbia
V6M 4E1, Canada
TSX Venture: TGV

Interim Management's Discussion & Analysis

** Quarterly Highlights **

This Management's Discussion & Analysis – Quarterly Highlights ("**Quarterly Highlights**") of Tango Mining Limited (the "**Company**" or "**Tango**") is prepared as of January 25, 2019 and should be read in conjunction with the Company's unaudited condensed consolidated interim financial statements and related notes for the three months ended November 30, 2018, as well as the audited financial statements for the year ended August 31, 2018.

The interim unaudited financial statements have been prepared by management in accordance with International Accounting Standards ("**IAS**") 34 'Interim Financial Reporting' ("**IAS 34**") using accounting policies consistent with the International Financial Reporting Standards issued by the International Accounting Standards Board and Interpretations of the International Financial Reporting Interpretations Committee.

All figures are in Canadian dollars unless otherwise stated. Additional information, including the above mentioned financial statements, which contain extensive disclosure of the history and properties of the Company are available on SEDAR and may be accessed at www.sedar.com.

Forward-Looking Information

This Quarterly Highlights includes "forward-looking statements", within the meaning of applicable securities legislation, which are based on the opinions and estimates of management and are subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those projected in the forward-looking statements. Forward-looking statements are often, but not always, identified by the use of words such as "seek", "anticipate", "budget", "plan", "continue", "estimate", "expect", "forecast", "may", "will", "project", "predict", "potential", "targeting", "intend", "could", "might", "should", "believe" and similar words suggesting future outcomes or statements regarding an outlook. Such risks and uncertainties include, but are not limited to, risks associated with the mining industry (including operational risks in exploration development and production; delays or changes in plans with respect to exploration or development projects or capital expenditures; the uncertainty of resource and reserve estimates; the uncertainty of estimates and projections in relation to production, costs and expenses; the uncertainty surrounding the ability of Tango to obtain all permits, consents or authorizations required for its operations and activities; and health, safety and environmental risks), the risk of commodity price and foreign exchange rate fluctuations, the ability of Tango to fund the capital and operating expenses necessary to achieve its business objectives, the uncertainty associated with commercial negotiations and negotiating with foreign governments and risks associated with international business activities, as well as those risks described in public disclosure documents filed by Tango. Due to the risks, uncertainties and assumptions inherent in forward-looking statements, prospective investors in securities of Tango should not place undue reliance on these forward-looking statements.

Readers are cautioned that the foregoing lists of risks, uncertainties and other factors are not exhaustive. The forward-looking statements contained in this document are made as of the date hereof and the Company undertakes no obligation to update publicly or revise any forward-looking statements or in any other documents filed with Canadian securities regulatory authorities, whether as a result of new information, future events or otherwise, except in accordance with applicable securities laws. The forward-looking statements are expressly qualified by this cautionary statement.

Analysis of the Company's Financial Performance and Condition

The Company incurred a net loss of $57,291 for the three months ended November 30, 2018 ("**Q1 2019**"), compared to a net loss of $503,662 for the three months ended November 30, 2017 ("**Q1 2018**"). The net loss reduced between the two periods mainly due to the unrealized foreign exchange gain reported in Q1 2019, a reduction in the consulting charges by management and comparably lower expenditures related to the investigation of new projects in Q1 2019, compared to Q1 2018.

Non-Exploration Expense Summary

	Three months ended November 30, 2018	2017
Operating expenses		
Amortization	(5,907)	(4,890)
Amortization of service contracts	(4,630)	(4,692)
Employee benefits expense	(1,934,846)	(1,843,350)
Exploration and evaluation expenses	(38,771)	(44,366)
Foreign exchange gain / (loss)	108,684	(28,988)
Management and consulting	(192,091)	(273,403)
Office and general	(69,136)	(65,094)
Professional fees	(43,242)	(55,283)
Project investigation costs	(1,953)	(100,809)
Raw material and engineering cost	(898,941)	(880,121)
Share based payments	-	(36,515)
Shareholder information	(4,956)	(17,441)
Travel and promotion	(18,275)	(35,600)
	$ (3,104,064)	$ (3,390,552)

A summary of the material non-exploration activity variances during Q1 2019 and Q1 2018 are as follows:

- Amortization of equipment increased marginally in Q1 2019 in line with the additions to mining equipment throughout the last quarter of fiscal 2018 year and during Q1 2019.

- Employee benefits increased in Q1 2019 in line with the year on year inflationary increases to employee remuneration.

- Exploration and evaluation expenditures for in Q1 2019 accounts for exploration cost related to the Moquita project. *(Refer note 10 in the accompanying interim consolidated financial statements)*. Q1 2018 accounts for exploration costs on the Oena project. The Oena project started showing positive recoveries during fiscal2018, and in line with the accounting policies, any recoveries in excess of cost are set off against the mineral asset in the balance sheet, which is why there are no exploration income or expenses related to the Oena property in Q1 2019.

- The foreign exchange gain for Q1 2019 relates to unrealized gains from the strengthening of the Rand against the United States and Canadian Dollars in Q1 2019, which in turn reduces the amount of foreign denominated debt for the group.

- The management and consulting charges reduced in Q1 2019 compared to Q1 2018 in line with the reduction in consulting fees that management agreed to for the 2019 financial year.

- General overheads, such as office and general, shareholder information and travel and promotion reduced in Q1 2019 compared to Q1 2018 due to cost saving initiatives by management.

- Professional fees reduced marginally in Q1 2019 compared to Q1 2018 as a result of lower utilization of professional consultants.

- Project investigation costs decreased in Q1 2019 compared to Q1 2018 in line with, for example the Moquita project, moving from project investigation phase to exploration phase.

- The marginal increase in raw materials and engineering cost in Q1 2019 is in line with annual inflationary increases and higher tonnages processed.

- There were no incentive stock options granted in Q1 2019 compared to Q1 2018, which reflects vesting expenses from stock options granted during fiscal 2017.

Exploration and Evaluation Expenditures

The following is a breakdown of the exploration and evaluation expenditures for the Oena Project in Q1 2019 and Q1 2018.

		November 30, 2018		November 30, 2017
Exploration expenditures:				
Project staff salaries, benefits and consulting	$	51,389	$	13,514
Travel expenses		8,324		8,314
Supplies Expense		433,723		22,538
Recoveries		(502,216)		
Exploration and evaluation expenditures		**(8,780)**		**44,366**
Net Recovery credited to the Oena property		**8,780**		**-**
Balance end of the period	**$**	**-**	**$**	**-**

The following is a breakdown of the exploration and evaluation expenditures for the Moquita Project Q1 2019 and Q1 2018:

		November 30, 2018		November 30, 2017
Exploration expenditures:				
Project staff salaries, benefits and consulting	$	14,385	$	-
Travel expenses		23,324		-
Supplies Expense		1,062		-
Recoveries		-		-
Exploration and evaluation expenditures	$	38,771	$	-

Liquidity

Liquidity risk is the risk that the Company will not have sufficient cash resources to meet its financial obligations as they come due. The Company's liquidity and operating results may be adversely affected if the Company's access to the capital market is hindered, whether as a result of a downturn in stock market conditions generally or related to matters specific to the Company. The Company generates cash flow primarily from its financing activities. As at November 30, 2018. the Company had current assets of $3,539,113 (August 31, 2018 - $2,771,041) to settle current liabilities of $3,961,047 (August 31, 2018 - $3,481,348) resulting in working capital deficit of $421,934 (August 31, 2018 - $710,307). The Company intends to fund these through loans, private placements and profits generated form its operations. All of the Company's financial liabilities have contractual maturities of less than 365 days and are subject to normal trade terms.

Recent Activity

During Q1 2019 the Company entered into two term loan facilities for an aggregate of US$500,000in order to fund the development of the Moquita project, *(See note 3.3 to the accompanying financial statements)* and started with the process of acquiring equipment and establishing the camp facilities.

The Company also acquired earth moving equipment for the Oena project and is in the final stages of commissioning the plant and screen that was acquired during fiscal 2018.

The Company settled an additional $80,948 related to the convertible notes in cash and converted another $110,897 to normal short-term debt, reducing the balance to $436,006 as at November 30, 2018 down from $621,657 as reported as of August 31, 2018.

The negative equity position of $3,837 reported as of August 31, 2018 was been eliminated and a net positive position of $197,559 has been reported in Q1 2019.

Transactions with Related Parties

The Company incurred the following expenditures charged by companies controlled by current directors and officers of the Company:

		November 30, 2018	November 30, 2017
Management fees (included in Management and consulting and Employee benefits expense)	$	183,091	264,403
Consulting fees (included in Management and consulting)		9,000	9,000
Office rental included in office and general		9,021	14,702
Related party supplies included in raw materials and engineering cost		162,842	158,974
Share based payments		-	36,515
Total	**$**	**363,954**	**483,594**

As at November 30, 2018, an aggregate of $773,822 (August 31, 2018, $663,380) is owed to the CEO, CFO and certain directors and officers of the Company. Amounts owing are non-interest bearing, unsecured and due on demand.

All transactions with related parties were in the normal course of operations and are recorded at the exchange amount as agreed to by the parties involved.

Subsequent Events

On December 31, 2018, the Company completed a non-brokered private placement of 4,000,000 units at a price of C$0.05 per unit for gross proceeds of C$200,000. Each unit consists of one common share and one share purchase warrant, with each whole warrant entitling the holder thereof to purchase one additional common share at a price of $0.10 per share, exercisable on or before December 31, 2021. The net proceeds from the private placement were used for payment of an outstanding liability and for general working capital purposes.