ARGO GOLD INC.
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE THREE MONTHS ENDED MARCH 31, 2020

General

The following management's discussion and analysis ("**MD&A**") of the financial condition and results of the operations of Argo Gold Inc. ("**Argo Gold**", or the "**Company**") constitutes management's review of the factors that affected the Company's financial and operating performance for the three months ended March 31, 2020 ("**first quarter of 2020**'). The comparative period is for the three months ended March 31, 2019. This MD&A was written to comply with the requirements of National Instrument 51-102 – Continuous Disclosure Obligations. This discussion should be read in conjunction with the audited annual financial statements of the Company for the years ended December 31, 2019 and 2018, and the unaudited condensed interim financial statements for the three months ended March 31, 2020 and 2019, together with the notes thereto ("the **financial statements**"). Results are reported in Canadian dollars, unless otherwise noted.

The financial statements and the financial information contained in this MD&A were prepared in accordance with International Financial Reporting Standards ("**IFRS**") as issued by the International Accounting Standards Board ("**IASB**") and interpretations of the International Financial Reporting Interpretations Committee ("**IFRIC**"). Please refer to Note 4 of the annual audited financial statements as at and for the years ended December 31, 2019 and 2018 for disclosure of the Company's significant accounting policies.

The audit committee of the Company has reviewed this MD&A and the unaudited condensed interim financial statements for the three months ended March 31, 2020 and 2019 and the Company's Board of Directors approved these documents prior to their release.

This MD&A is dated May 29, 2020 and is current to that date.

Additional information relating to the Company is available free of charge on the System for Electronic Document Analysis and Retrieval ("**SEDAR**") website at www.sedar.com, on the Canadian Securities Exchange ("**CSE**") website at www.thecse.com or on Argo Gold's website at www.argogold.ca.

Caution Regarding Forward Looking Information

This MD&A includes certain statements that may be deemed "forward-looking statements". All statements in this discussion, other than statements of historical fact, that address future exploration activities and events or developments that the Company expects, are forward-looking statements. Although the Company believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward-looking statements.

Qualified Person

Technical information contained in this MD&A has been prepared by or under the supervision of Bill Kerr, P. Geo., Lead Exploration Geologist for Argo Gold, who is a "Qualified Person" for the purpose of National Instrument 43-101 Standards of Disclosure for Mineral Projects ("**NI 43-101**"). He has verified the data comprising such technical information, including sampling, analytical and test data underlying the information or opinions contained herein.

Overview

Argo Gold is a development stage company incorporated under the laws of Ontario on December 9, 1995. The Company is listed on the CSE under the symbol **ARQ**, the OTC under **ARBTF**, and on the FSE under **P3U**. The address of the Company's corporate office and principal place of business is 350 Bay Street, Suite 700 Toronto, Ontario, M5H 2S6.

Description of the Business

Argo Gold is a Canadian mineral exploration and development company, focused on gold exploration projects in central and northwestern Ontario. All of Argo Gold's projects are 100% owned and have indications of potentially economic mineralization. Argo Gold's flagship project is the Uchi Gold Project, which covers 22 square kilometres of widespread mineralization and multiple mineralized trends. High grade gold intercepts from the winter 2019 drilling program include 132 grams per tonne gold ("g/t Au") over 1.8 metres at the Woco Vein. Historic drilling by St. Jude Resources in 1993 includes 139 g/t Au over 2.1 metres, 65 g/t Au over 1.83 metres, and 62 g/t Au over 3.6 metres.

Developments during the three months ended March 31, 2020 and up to May 29, 2020

Exploration and Evaluation Activities – Uchi Gold Project

During the first quarter of 2020, Argo Gold expanded its exploration team with the addition of Kenneth Williamson. The Company is working on the integration of new and old geological and geophysical data into a 3D litho-structural model with a focus on the structural and geologic controls on the widespread gold mineralization at the Uchi Gold Project. Argo Gold is planning a thorough field exploration program during the summer of 2020, which will include re-logging drill core and in field structural and geological mapping (assisted by mechanical stripping and washing) with a focus on understanding the geological and structural controls on the gold mineralization at the Uchi Gold Project. A follow-on drilling program is planned.

Argo Gold also has three gold projects peripheral to Wesdome Gold Mines Ltd.'s operations in Wawa, Ontario. Drill targeting has also begun at the Abbie Lake Gold Project where results from historic drilling include 4.5 feet of 0.45 oz/ton Au and 3 feet of 0.34 oz/ton Au.

Financings

On February 5, 2020, the Company completed a non-brokered private placement with an entity beneficially owned by Mr. Eric Sprott, through the issuance of 11,200,000 units at a price of $0.09 per unit for gross proceeds of $1,008,000. Each unit consists of one common share of the Company and one common share purchase warrant, with each warrant entitling the holder thereof to purchase one common share at an exercise price of $0.12 for a period of thirty-six (36) months from the date of closing. Mr. Sprott currently owns 21.75% of Argo Gold on a non-diluted basis and 33.4% on a fully diluted basis.

Debt Settlements

On February 18, 2020, the Company settled aggregate indebtedness of $137,500 with six creditors through the issuance of an aggregate of 1,100,000 common shares at a price of $0.125 per share. $50,000 of this amount related to services provided in 2019 by an officer of the Company and an independent director of the Company.

Stock Options

Option Grants

On February 13, 2020, the Company granted options to purchase up to 1,400,000 common shares of the Company to directors, officers and consultants at an exercise price of $0.15 per share.

On April 16, 2020, the Company granted options to purchase up to 400,000 common shares of the Company to consultants at an exercise price of $0.15 per share.

On May 20, 2020, the Company granted options to purchase up to 400,000 common shares of the Company to a director and consultant at an exercise price of $0.15 per share.

The options vested immediately and are exercisable for a period of 3 years in all of the option grants.

Option Cancellations

On February 17, 2020, the Company cancelled options to purchase up to 800,000 common shares of Argo Gold at an exercise price of $0.15 that were granted on July 25, 2019 to a former officer and director of the Company.

Option Expiries

On January 31, 2020, stock options to purchase up to 200,000 common shares of the Company at a price of $0.15 expired. These options were held by a former officer of the Company and expired in accordance with the terms of the Company's stock option plan.

On March 29, 2020, options to purchase up to 250,000 common shares of the Company at a price of $0.18 per share, granted March 30, 2017 expired unexercised.

Corporate Developments

On March 27, 2020, the Company announced the resignation of Mr. Peter Mah as President and director of the Company.

Flow-Through Commitment and Qualifying Exploration Expenditures

During the three months ended March 31, 2020, the Company incurred approximately $15,000 in Canadian qualifying exploration expenditures, leaving approximately $128,000 remaining to be spent during 2020, in connection with its December 2019 flow-through financing.

Overview of Financial Results

Three Months Ended March 31, 2020 vs. March 31, 2019

(Expressed in Canadian Dollars)	Three Months Ended March 31, 2020	2019
Expenses		
Exploration and evaluation	**$ 78,490**	$ 538,400
Management fees	**33,000**	18,000
Consulting fees	**24,875**	-
Professional fees	**16,503**	18,896
Business development	**22,775**	8,587
Investor relations	**21,500**	12,000
General and administrative	**11,691**	10,984
Listing, filing and regulatory fees	**5,978**	6,961
Depreciation	**509**	849
Share-based compensation	**139,020**	-
Total expenses	**354,341**	614,677
Loss before the undernoted	**(354,341)**	(614,677)
Bank charges	**(153)**	(135)
Part X11.6 taxes	**(4,106)**	-
Interest income	**10**	-
Flow-through share premium recovery	**627**	206,550
Realized loss on sale of investments	**-**	(33,015)
Unrealized (loss) gain on value of investments	**(175)**	54,205
Net loss for the period	**(358,138)**	(387,072)
Net loss and comprehensive loss for the period	**$ (358,138)**	$ (387,072)
Net loss per share		
Basic and diluted loss per share	**$ (0.01)**	$ (0.01)

Three months ended March 31, 2020 vs. three months ended March 31, 2019

- Overall, the Company recorded a net loss and comprehensive loss of $358,138 or $0.01 per share for the quarter ended March 31, 2020 compared to a net loss and comprehensive loss of $387,072 or $0.01 per share for the quarter ended March 31, 2019.
- Share-based compensation recorded during the first quarter of 2020 was $139,020 compared to $nil during the first quarter of 2019. The 2020 expense represents the grant date fair value of 1,400,000 stock options granted on February 13, 2020. There were no stock option grants during the first quarter of 2019.
- Exploration and evaluation expenses were $459,910 lower in the first quarter of 2020 compared to the first quarter of 2019. During the first quarter of 2019, the Company commenced and substantially completed a 2,500 metre, 15-hole drilling program at the Uchi Gold Project, recording expenses of $492,733 on the program for the period ended March 31, 2019. The majority of planned 2020 exploration work is expected to commence in the summer of 2020.
- Management fees include fees paid to the Company's CFO and 50% of the fees paid to the Company's CEO. Management fees were $15,000 higher in the first quarter of 2020 compared to the first quarter of 2019 as no fees were paid to the Company's CEO during the first quarter of 2019.

- Consulting fees were $24,875 during the first quarter of 2020 compared to $nil during the first quarter of 2019. These fees relate to consultants retained during the fourth quarter of 2019 and beginning of 2020.
- Professional fees were $16,503 during the first quarter of 2020 compared to $18,896 during the first quarter of 2019. The reduction of $2,393 in professional fees relates to lower legal and corporate secretarial fees incurred in 2020.
- Business development was $22,775 during the first quarter of 2020 compared to $8,587 during the first quarter of 2019 due to increased business development activity during the first quarter of 2020.
- Investor relations was $21,500 during the first quarter of 2020 compared to $12,000 during the first quarter of 2019. The increase in 2020 relates to the launch of social media marketing.
- The Company raised $142,812 in flow-through funds in December 2019, compared to $877,030 in December 2018. As a result, the Company recorded a flow-through share premium liability of $5,951 as at December 31, 2019 compared to $299,466 as at December 31, 2018. During the first quarter of 2020, the Company recognized $627 of flow-through share premium recovery compared to $206,550 during the first quarter of 2019, associated with the expenditure of flow-through funds.
- During the first quarter of 2020, the Company did not sell any of its investments. During the first quarter of 2019, the Company sold 360,000 shares of Manitou Gold Inc., resulting in a realized loss of $33,015.
- The change in market value of investments resulted in a loss of $175 during the first quarter of 2020, compared to a gain of $54,205 during the first quarter of 2019. The 2019 quarterly gain was primarily the result of an increase in the share price of Manitou Gold Inc. from $0.035 per share at December 31, 2018 to $0.04 per share at March 31, 2019.

Selected Quarterly Financial Information

The following table is a summary of selected financial information for the Company for the eight most recently completed financial quarters. It has been derived from the unaudited condensed interim financial statements of the Company. The information has been prepared by management in accordance with IFRS and is expressed in Canadian dollars.

	Q1	Annual	Q4	Q3	Q2
	March 2020 (unaudited)	**Dec. 2019 (audited)**	**Dec. 2019 (unaudited)**	**Sept. 2019 (unaudited)**	**June 2019 (unaudited)**
Revenue	$ -	$ -	$ -	$ -	$ -
Loss and comprehensive loss	$(358,138)	($1,225,438)	($241,499)	($486,746)	($110,121)
Loss per share – basic and diluted	($0.01)	($0.03)	($0.01)	($0.01)	$0.00
Assets	$1,853,439	$1,127,662	$1,127,662	$1,047,553	$1,285,646
	Q1	**Annual**	**Q4**	**Q3**	**Q2**
	March 2019 (unaudited)	**Dec. 2018 (audited)**	**Dec. 2018 (unaudited)**	**Sept. 2018 (unaudited)**	**June 2018 (unaudited)**
Revenue	$ -	$ -	$ -	$ -	$ -
(Loss) income and comprehensive (loss) income	$(387,072)	($502,802)	($423,887)	($25,440)	$231,998
(Loss) income per share – basic and diluted	($0.01)	($0.02)	($0.01)	$0.00	$0.01
Assets	$1,439,417	$2,042,116	$2,042,116	$1,747,810	$1,742,073

Liquidity and Capital Resources

The Company's cash increased by $686,320 during the three months ended March 31, 2020, compared to an increase of $146,154 during the three months ended March 31, 2019. As at March 31, 2020, the ending cash balance was $809,905 compared to $123,585 as at December 31, 2019.

Working Capital

As at March 31, 2020, the Company had a working capital surplus of $975,059 compared to a surplus of $48,795 as at December 31, 2019. The non-cash flow-through share premium liability amount has been excluded from current liabilities in the calculation of working capital. $127,772 of the cash balance at March 31, 2020 must be spent on Canadian qualifying exploration expenditures during 2020.

A summary of the Company's cash position and changes in cash for the three months ended March 31, 2020 and 2019 are provided below:

	Three Months Ended March 31,	
	2020	2019
Cash used in operating activities – gross	**$ (131,561)**	$ (601,963)
Changes in non-cash operating working capital	**(200,919)**	(125,486)
Cash used in operating activities – net	**(332,480)**	(727,449)
Cash provided by investing activities	**-**	15,765
Cash provided by financing activities	**1,018,800**	857,838
Increase in cash	**686,320**	146,154
Cash, beginning of period	**123,585**	250,713
Cash, end of period	**$ 809,905**	$ 396,867

Three months ended March 31, 2020 vs. three months ended March 31, 2019

Operating Activities

Cash used in operating activities before changes in non-cash working capital during the three months ended March 31, 2020 was $131,561 compared to $601,963 for the three months ended March 31, 2019 or $470,402 lower. This was primarily the result of significantly lower exploration and evaluation expenditures during the first quarter of 2020, compared to the $492,733 that was spent on the Company's 2,500 metre drilling program at the Uchi Gold Project during the first quarter of 2019.

Investing Activities

During the three months ended March 31, 2020, cash provided by investing activities was $nil compared to $15,765 provided by investing activities for the three months ended March 31, 2019. The 2019 amount related to proceeds from the sale of 360,000 shares of Manitou Gold Inc. in the first quarter of 2019. No investments were sold during the first quarter of 2020.

Financing Activities

During the three months ended March 31, 2020, cash provided by financing activities was $1,018,800 compared to $857,838 for the three months ended March 31, 2019. On February 5, 2020, the Company closed a non-brokered private placement with an entity beneficially owned by Mr. Eric Sprott, through the issuance of 11,200,000 units at $0.09 per unit, for gross proceeds of $1,008,000. In addition, a subscription receivable of $10,800, part of a flow-through financing closed on December 31, 2019, was collected in January 2020.

During the quarter ended March 31, 2019, the Company collected subscriptions receivable of $802,838 related to financings closed during December 2018 and 550,000 stock options, having an exercise price of $0.10 per share, were exercised for proceeds of $55,000.

Liquidity Outlook

The Company had a cash balance of $809,905 at March 31, 2020, an increase of $686,320 from the balance at December 31, 2019. $127,772 of this cash balance must be spent on Canadian qualifying exploration expenditures during 2020, as it relates to flow-through funds raised in December 2019.

In general, completion of all of the Company's ongoing and future exploration and development initiatives and its ability to continue as a going concern are subject to successfully raising additional funding (see "Risks and Uncertainties").

Proceeds from the February 5, 2020 financing with Mr. Eric Sprott, will be used to advance the Company's properties, including its flagship Uchi Gold Project and for general working capital purposes. As part of that financing, the Company issued 11,200,000 warrants, having an exercise price of $0.12 per warrant. The warrants are outstanding for a period of 36 months and if exercised, could generate additional proceeds of $1,344,000.

At March 31, 2020, the Company also held 3,375,000 shares of Manitou Gold Inc., valued at $151,875 and 35,000 shares of RT Minerals Corp. valued at $875. Future sales of these investments remain a possibility.

The Company is currently sufficiently funded to carry out its 2020 exploration programs and fund its operations. The Company will require additional funding in the future.

Related Party Transactions and Key Management Compensation

Related Party Transactions

Related parties include the Board of Directors, senior management and enterprises that are controlled by these individuals.

On February 13, 2020, the Company granted stock options to purchase up to an aggregate of 800,000 common shares of the Company at a price of $0.15 per share to directors and officers of the Company.

On February 17, 2020, the Company cancelled stock options to purchase up to an aggregate of 800,000 common shares of the Company at a price of $0.15 per share, held by a former officer and director.

On February 18, 2020, the Company settled aggregate indebtedness of $50,000, through the issuance of 400,000 common shares at a price of $0.125 per share, to an officer and an independent director of the Company.

For related party transactions subsequent to March 31, 2020, see "Subsequent Events" below.

As at March 31, 2020, $27,853 (December 31, 2019 - $156,972) included in accounts payable and accrued liabilities was owing to related parties. These amounts are unsecured, non-interest bearing, with no fixed terms of repayment.

Key Management Compensation

In accordance with IAS 24, key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and non-executive) of the Company. Key management of Argo Gold includes the Chief Executive Officer, the Chief Financial Officer, the former President until his resignation on March 27, 2020, the former CEO until his resignation on July 4, 2019 and the former CFO until November 1, 2019.

	Three months ended March 31, 2020	2019
Management fees – paid to CEO (1)	**$ 30,000**	$ -
Management fees – paid for CFO services	**18,000**	18,000
Consulting fees – paid to an independent director	**2,000**	-
Total fees paid to management	**50,000**	18,000
Share-based payments	**79,440**	-
	$ 129,440	$ 18,000

(1) $15,000 included in "Consulting fees" in exploration and evaluation expenditures and $15,000 included in Management fees.

	Three months ended March 31, 2020	2019
Legal fees charged by a former officer/director for legal and corporate secretarial services	**$ -**	$ 12,896

Subsequent Events

Stock Option Grants

On April 16, 2020, the Company granted options to purchase up to 400,000 common shares of the Company to consultants at a price of $0.15 per share. The options vested immediately and are exercisable for a period of 3 years. The Company recorded $30,680 of share-based compensation expense, being the entire fair value of the grant.

On May 20, 2020, the Company granted options to purchase up to 400,000 common shares of the Company to a director and consultant at a price of $0.15 per share. The options vested immediately and are exercisable for a period of 3 years. The Company recorded $44,760 of share-based compensation expense, being the entire grant date fair value.

Other

Subsequent to March 31, 2020, the outbreak of the novel strain of coronavirus, specifically identified as "COVID-19", has continued to result in governments worldwide, enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and social distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the Company in future periods.

Outstanding Capital and Share Data

Argo Gold's authorized capital stock consists of an unlimited number of common shares without par value. As at May 29, 2020 there were 51,497,349 common shares issued and outstanding.

As at May 28, 2020, the Company also had the following items issued and outstanding:

- 4,700,000 common share purchase options with a weighted average exercise price of $0.15 expiring at various dates from June 28, 2020 to May 19, 2023.
- 11,200,000 common share purchase warrants at an exercise price of $0.12, expiring February 5, 2023.

Off-Balance Sheet Arrangements

As at March 31, 2020, the Company has not entered into any off-balance sheet arrangements.

Proposed Transactions

In the normal course of business, the Company evaluates property acquisition and sale transactions and, in some cases, makes proposals to acquire or sell such properties. These proposals, which are usually subject to Board and sometimes regulatory and shareholder approvals, may involve future payments, share issuances and property work commitments. These future obligations are usually contingent in nature and generally the Company is only required to incur the obligation if it wishes to continue with the transaction.

As of May 29, 2020, there are no material property acquisitions or possible transactions that the Company is examining.

Financial Instruments

The Company manages its exposure to a number of different financial risks arising from its operations as well as its use of financial instruments including market risks (commodity prices, foreign currency exchange rate and interest rate), credit risk and liquidity risk through its risk management strategy. The objective of the strategy is to support the delivery of the Company's financial targets while protecting its future financial security and flexibility.

Financial risks are primarily managed and monitored through operating and financing activities and, if required, through the use of derivative financial instruments. The Company does not use derivative financial instruments for purposes other than risk management. The financial risks are evaluated regularly with due consideration to changes in the key economic indicators and up to date market information.

Market Risk

Market risk is the risk or uncertainty arising from possible market price movements and their impact on the future performance of the business. The Company may use derivative financial instruments such as foreign exchange contracts and interest rate swaps to manage certain exposures. These market risks are evaluated by monitoring changes in key economic indicators and market information on an ongoing basis.

Liquidity Risk

Liquidity risk encompasses the risk that a company cannot meet its financial obligations in full. The Company's main source of liquidity is derived from its common stock issuances. These funds are primarily used to finance working capital, operating expenses, capital expenditures and acquisitions.

The Company manages its liquidity risk by regularly monitoring its cash flows from operating activities and holding adequate amounts of cash. The 2020 budget is planned to be funded from flow-through funds raised on December 31, 2019 and with funds raised in the financing completed on February 5, 2020. There is no certainty of the Company's ability to complete additional financings.

As at March 31, 2020 the Company held cash of $809,905 (December 31, 2019, cash and subscription receivable - $134,385) to settle current liabilities of $68,980 (December 31, 2019 - $268,958), exclusive of non-cash flow-through share premium liability.

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. Cash bears interest at market rates. In the event that the Company held interest bearing debt, the Company could be exposed to interest rate risk. The Company does not have any interest-bearing debt. Other current financial assets and liabilities are not exposed to interest rate risk because of their short-term nature.

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Financial instruments that potentially subject the Company to credit risk consist of cash and subscription receivable. The Company has reduced its credit risk by investing its cash with a Canadian chartered bank.

The Company's financial assets and liabilities as at March 31, 2020 and December 31, 2019 were as follows:

	Amortized Cost	FVPL	Total
December 31, 2019			
Financial assets			
Cash	$ 123,585	$ -	$ 123,585
Subscription receivable	$ 10,800	$ -	$ 10,800
Investments	$ -	$ 152,925	$ 152,925
Financial liabilities			
Accounts payable and accrued liabilities	$ 268,958	$ -	$ 268,958
March 31, 2020			
Financial assets			
Cash	$ 809,905	$ -	$ 809,905
Investments	$ -	$ 152,750	$ 152,750
Financial liabilities			
Accounts payable and accrued liabilities	$ 68,980	$ -	$ 68,980

At March 31, 2020 and December 31, 2019, there were no significant concentrations of credit risk for receivables. The carrying amounts reflected above represent the Company's maximum exposure to credit risk for such receivables.

The fair values of these financial instruments approximate their carrying values because of their short-term nature and/or the existence of market related interest rates on the instruments.

Going Concern

The unaudited condensed interim financial statements of the Company have been prepared on the basis that the Company will continue as a going concern, which presumes that it will be able to realize its assets and discharge its liabilities in the normal course of business. Due to continuing operating losses and current working capital levels, the application of the going concern basis is dependent upon the Company achieving profitable operations to generate sufficient cash flows to fund continuing operations or in the absence of adequate cash flows from operations, obtaining additional financing to support operations for the foreseeable future. It is not possible to predict whether financing efforts will be successful or if the Company will attain profitable levels of operations. These factors may cast significant doubt on the entity's ability to continue as a going concern. The unaudited condensed interim financial statements do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern. If management is unsuccessful in securing capital, the Company's assets may not be realized or its liabilities discharged at their carrying amounts and these differences could be material. Changes in future conditions could require material write-downs of the carrying amounts of mineral properties.

Critical Accounting Policies and the Use of Estimates

The preparation of the condensed interim financial statements in conformity with IFRS requires management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from those estimates. A detailed summary of the Company's significant accounting policies, including the use of estimates, is included in Note 4 of the Company's audited financial statements for the year ended December 31, 2019. The accounting policies and management estimates applied in the condensed interim financial statements for the three months ended March 31, 2020, are consistent with those used in the Company's audited financial statements for the year ended December 31, 2019.

Commitments

As at March 31, 2020, the Company has a remaining commitment to spend $127,772 (December 31, 2019 - $142,812) from amounts raised by flow-through financing on eligible Canadian exploration expenditures, by December 31, 2020.

Flow-through common shares require the Company to incur an amount equivalent to the proceeds of the issued flow-through common shares on Canadian qualifying exploration expenditures. The Company has indemnified current and previous flow-through subscribers for any tax and other costs payable by them in the event the Company does not incur the required exploration expenditures. Upon issuance of the flow-through shares in December 2019 in the amount of $142,812 (December 2018 - $877,030), the Company recorded a flow-through share premium liability of $5,951 (December 2018 - $299,466). As expenditures are incurred, the liability will be drawn down as income through the statement of loss.

Through March 31, 2020, the Company has incurred $15,040 on eligible Canadian exploration expenditures related to the 2019 flow-through issuance. During the three months ended March 31, 2020 and 2019, the Company recorded a flow-share premium recovery of $627 and $206,550, respectively in the statement of loss.

The Company's exploration and evaluation activities are subject to laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company believes its activities are materially in compliance with all applicable laws and regulations. The Company has made, and expects to make in the future, expenditures to comply with such laws and regulations.

Risks and Uncertainties

Readers of the MD&A should give careful consideration to the information included or incorporated by reference in this document and the Company's unaudited condensed interim financial statements and related notes. Argo Gold's business of exploring and developing mineral resources involves a variety of operational, financial and regulatory risks that are typical in the natural resource industry, including the limited extent of the Company's assets, the Company's state of development and the degree of reliance upon the expertise of management. The Company attempts to mitigate these risks and minimize their effect on its financial performance, but there is no guarantee that the Company will be profitable in the future, and the Company's common shares should be considered speculative. Only those persons who can bear the risk of the entire loss of their investment should participate.

An investor should carefully consider the risks described in the Company's audited financial statements for the year ended December 31, 2019 and the "Risks and Uncertainties" discussion in the Company's MD&A for the year ended December 31, 2019, dated April 29, 2020, before investing in the Company's common shares. Readers are also encouraged to read and consider the risk factors more particularly described in Note 4 to the unaudited condensed interim financial statements for the three months ended March 31, 2020, which have been posted on the Company's website at www.argogold.ca and are available on SEDAR at www.sedar.com. The risks described in these documents is not an exhaustive list. Additional risks that the Company currently believes are immaterial may become important factors that affect the Company's business in the future. If any of the risks noted in the Company's financial disclosure occur, or if others occur, the Company's business, operating results and financial condition could be seriously harmed and could cause actual events to differ materially from those described in forward-looking statements relating to the Company. In this event, investors may lose part or all of their investment.

Regulatory standards continue to change, making the review process longer, more complex and more costly. Even if an apparently mineable mineral deposit is developed, there is no assurance that it will ever reach production or be profitable, as its potential economics are influenced by many key factors such as commodity prices, foreign exchange rates, equity markets and political interference, which cannot be controlled by management. As a result, the Company's future business, operations, and financial condition could differ materially from the forward-looking information contained in this MD&A and described in the "Forward-Looking Statements" section below.

COVID-19 global pandemic

During this period affected by the COVID-19 global pandemic, all Company contractors are working remotely and practicing physical distancing as per the Ontario Ministry of Health COVID-19 guidance. At present the Company and its operations remain largely unaffected. However, should the social distancing requirements continue for a prolonged period of time or businesses ancillary to the junior mining industry become unavailable, the timing of executing the Company's future exploration and evaluation plans could become affected, including its ability to spend flow-through funds within the required timeframe.

Forward Looking Statements

This report may contain forward-looking statements that involve a number of risks and uncertainties, including statements regarding the outlook for the Company's business and operational results. By nature, these risks and uncertainties could cause actual results to differ materially from what has been indicated. Factors that could cause actual results to differ materially from any forward-looking statement include, but are not limited to failure to establish estimated resources and reserves, the grade and recovery of ore which is mined from estimates, capital and operating costs varying significantly from estimates, delays or failure in obtaining governmental, environmental or other project approvals and other factors including those risks and uncertainties identified above. The Company undertakes no obligation to update publicly or otherwise revise any forward-looking information as a result of new information, future results or other such factors, which affect this information, except as required by law.

Management's Evaluation of Disclosure Controls

Management is responsible for the design and effectiveness of disclosure controls and procedures to provide reasonable assurance that material information related to the Company is made known to the Company's certifying officers. The Company's Chief Executive Officer and Chief Financial Officer have each evaluated the effectiveness of the Company's disclosure controls and procedures as at March 31, 2020 and have concluded that these controls and procedures are effective.

Internal Control over Financial Reporting:

Management is responsible for the design of internal controls over financial reporting to provide reasonable assurance regarding the reliability of financial reporting and the preparation of the financial statements in accordance with accounting principles generally accepted in Canada. Based on a review of its control procedures at the end of the period covered by this MD&A, management believes its internal controls and procedures are appropriately designed as at March 31, 2020.

Other MD&A Requirements

Additional Disclosure for Companies Without Significant Revenue

Additional disclosure concerning Argo Gold's exploration and evaluation expenditures, mineral property costs and general and administrative expenses is provided in the Company's unaudited condensed interim financial statements and in Note 7 of the unaudited condensed interim financial statements for the three months ended March 31, 2020 and 2019 that are available on the Company's website at www.argogold.ca and on SEDAR at www.sedar.com.

Approval

The Board of Directors of Argo Gold approved the disclosure contained in this MD&A on May 29, 2020. A copy of this MD&A will be provided to anyone who requests it from the Company.

Additional Information

Officers and Directors:
Judy Baker, Chief Executive Officer and Director
Michael Farrant, Chief Financial Officer

Independent Directors
George Langdon, Director
Bryan Wilson, Director

Legal Counsel and Auditors
Peterson McVicar LLP, James McVicar
McGovern Hurley LLP, Auditors
TSX Trust, Transfer Agent

Comparative Figures

Certain comparative figures have been reclassified to conform to the current period's presentation. These reclassifications did not affect the results of prior periods.