HARTE GOLD CORP.
Management's Discussion and Analysis of Financial Condition and Results of Operations
for the 6 months ended June 30, 2018

The following discussion of the results of operations and financial condition of Harte Gold Corp. ("Harte Gold" or "the Company") prepared as of August 14, 2018 summarizes management's review of the factors that affected the Company's financial and operating performance for the six months ended June 30, 2018, and the factors reasonably expected to impact on future operations and results ("Management's Discussion and Analysis of Financial Condition and Results of Operations" or "MD&A"). This MD&A is intended to supplement and complement the Company's unaudited condensed interim financial statements as at and for the six months ended June 30, 2018 ("Unaudited Interim Financial Statements") and the notes thereto, which were prepared in accordance with International Financial Reporting Standards ("IFRS").

Certain information and discussion included in this MD&A constitutes forward-looking information, which should be considered in view of the cautionary notes contained in the section Forward-Looking Statements at the end of this MD&A. The unaudited condensed interim financial statements, the 2017 Audited Financial Statements and the Company's Annual Information Form are available at www.sedar.com and at the Company's website www.hartegold.com. All amounts disclosed are in Canadian dollars.

HIGHLIGHTS

- Completion of eight months of site construction without a lost time injury.
- Confirmed commercial production in Q4 2018 on schedule.
    - Construction of the mill complex is complete and ready for "power on".
    - Commissioning components of the crusher and mill complex has started.
- Full permitting for commercial production is sufficiently advanced.
- Near mine drilling is well underway and expected to add significant resource to the mine plan and improve overall modelled grade.
    - 70,260 metres has been drilled for 2018, as at the end of July.
    - A new mineralized zone named the "Fox Zone" was discovered 700 metres northwest of the Wolf Zone.
    - Mineralization at the Wolf Zone was extended significantly down dip.
    - High grade areas at the Sugar Zone and Middle Zone have been expanded with infill drilling.
    - Footwall Zone drilling at the Middle Zone returned higher grades and widths than previously estimated.
    - Definition drilling at the Upper Zone area of the Sugar Zone have returned high grade sections, expected to improve modelled assumptions for stope production.
    - Strike length from the Sugar Zone to the Fox Zone has been extended to 5 kilometres.
- Debt financing was secured with a US$70 million financing package including Sprott Private Resource Lending (Collector), L.P. ("Sprott") and Appian Natural Resources Fund ("Appian").
    - As at June 30, 2018, the Company has drawn the US$20 million Appian facility and US$20 million from the Sprott facility.
    - $55 million capital expenditures has been incurred on the ore processing facility and related surface infrastructure, with approximately $16 million estimated remaining costs.

OUTLOOK

- Commissioning will be completed over the month of August.
- Commercial production permitting is targeted for September.
- Mine site will transition to grid power in September.
- Drilling at high priority targets, the Eagle and Highway Zones, is expected to start in September.
- Declaration of commercial production is targeted for Q4 2018.
- Updated National Instrument ("NI") 43-101 compliant Mineral Resource Estimate is targeted for early 2019.
    - Report will incorporate approximately 130,000 metres of additional drilling expected for 2018.
    - Mineral Resources at the Sugar and Middle Zones are expected to be upgraded from Inferred to Indicated.
    - An initial Mineral Resource Estimate is expected for the Footwall Zone area at the Middle Zone.
    - An initial Mineral Resource Estimate is expected for the Wolf Zone.
- Updated mine plan, final technical report and declaration of Mineral Reserves are targeted for Q1 2019.

COMPANY OVERVIEW

Harte Gold is involved in the acquisition and exploration of mineral resource properties, with a current focus on gold properties located in the Province of Ontario, Canada. The Company was incorporated in Ontario, on January 22, 1982 and is a reporting issuer in the Provinces of Ontario, Alberta and British Columbia. The common shares of the Company are listed for trading on the Toronto Stock Exchange under the symbol "HRT" and on the Frankfurt Stock Exchange under the symbol "H4O".

The Company currently has interests in two gold exploration projects: the 100% owned Sugar Zone Property, located 60 km east of the Hemlo area gold mines and northeast of the town of White River and the Stoughton-Abitibi Property (formerly Stoughton-Porcupine), located 110 km east of Timmins and 50 km north-east of Kirkland Lake held as to 100% for the majority of the claims and 90% for the remaining claims.

A Mineral Resource Estimate dated February 15, 2018 contains an Indicated Mineral Resource Estimate of 2,607,000 tonnes grading 8.52 g/t for 714,200 ounces of contained gold and an Inferred Mineral Resource Estimate of 3,590,000 tonnes, grading 6.59 g/t for 760,800 ounces of contained gold, using a 3.0 g/t Au cut-off. The Company also completed a Preliminary Economic Assessment with an effective date of March 31, 2018, outlining 80,700 ounces of annual average gold production at an All-In Sustaining Cash Cost ("AISC") of US$708/oz Au over an 11 year mine life.

The Company's exploration activities are focused on the Sugar Zone Property which comprises approximately 83,850 hectares as of the current date. The foregoing include four (4) mining leases over 1,467 hectares, on which include the Sugar and Middle Zone deposits are located. The remaining area comprises unpatented mining claims.

Exploration work on the Stoughton-Abitibi Property has been limited in recent years as the Company focused on the Sugar Zone Property.

SURFACE CONSTRUCTION AND COMMISSIONING

Construction of the crushing spread and mill complex is finished. Minimal piping and instrumentation work remains and will be completed during August.

Pole installation to site is complete and electrical wiring is underway. Delivery of a 13.8 kV transformer for underground mining is targeted for end of August. The Company will temporarily use 600 volt generators to continue underground development. The Company plans to energize the site with grid power in September.

The majority of commissioning can be accomplished ahead of final permitting and energizing of the power line. The following will be completed during the month of August:

- Full commissioning of the crushing system for stockpiling ore ahead of the mill feed
- Testing of interlocks and communication systems
- Power-up of motors and running the plant with recirculating water
- Testing of all systems for leaks and any other operational issues

A temporary 4 kV generator has been mobilized to site to support mill commissioning activities. For further information on construction and commissioning, please see press release dated August 8, 2018.

PERMITTING

Permit applications are significantly advanced with no material issues raised by the respective Ministries to date (see press release dated August 8, 2018). Harte Gold signed an IBA (Impact Benefits Agreement) with Pic Mobert First Nation, who are proximal to the Project (see press release dated May 2, 2018). Pic Mobert and Pic River First Nation are situated in the same watershed as the Project and have confirmed no outstanding concerns related to the Project.

The Ontario Government is engaged in "low level" consultation with three other First Nation Bands, which have asserted aboriginal and/or treaty rights in the vicinity of the Project. These First Nation Bands are situated outside the Project watershed and their assertions are opposed by the two proximal First Nation Bands. Harte Gold has supported the Crown's efforts by providing information regarding the Project at several meetings. Harte Gold anticipates this process will come to a close by the end of August.

EXPLORATION

Near Mine Exploration

Six drill rigs are currently active. Two drill rigs are at the Sugar Zone, two at the Middle Zone, one at the Wolf Zone and one at the Fox Zone.

The Fox Zone is a newly discovered area of mineralization that appears to be increasing with depth. The Company will continue to drill down dip to test the extent of mineralization at this zone.

Wolf Zone mineralization continues to expand down dip. The high grade zone is now defined as approximately 200 metres along strike by 800 metres down dip and remains open at depth. The company will continue to drill at 100 metre spacings to test down dip extension of this area.

Sugar Zone infill drilling below the Indicated Resources outline has returned several high grade intersections that is expected to increase modelled grade below the Sugar Zone North Ramp. The Company expects to upgrade significant amount of Inferred Mineral Resources at the Sugar Zone to the Indicated Mineral Resources category. The Sugar Zone remains open at depth.

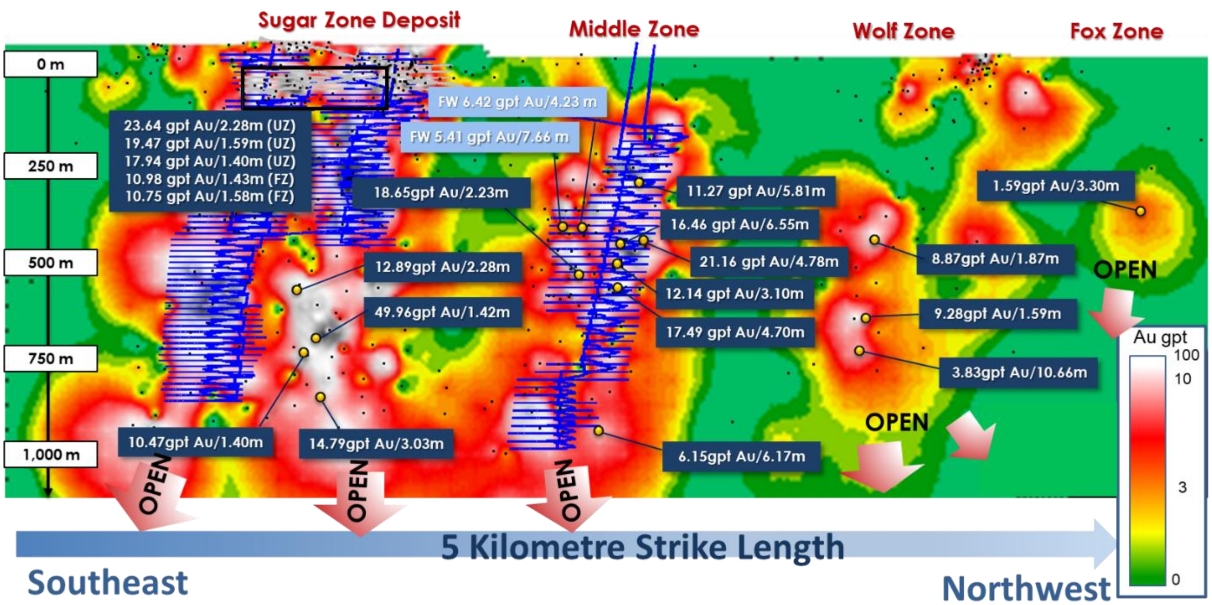
Middle Zone infill drilling has been successful in expanding:

- The high grade mineralized zone at the north end of the ramp; and

- The Footwall Zone, an area of mineralization discovered approximately 50 metres into the footwall of the Middle Zone and that was previously encountered off the Sugar Zone.

Definition drilling of the Upper Zone through underground workings of the Sugar Zone has returned high grade intersections and will improve the Company's understanding of grade control during stope production. The Upper Zone is one of the first areas that will be targeted in the Sugar Zone mine plan.

Longitudinal Projection



Downhole IP Survey

Abitibi Geophysics has completed a four hole downhole IP survey at the Middle-Wolf Zone area. The results have been compiled and are currently being interpreted by the Company.

Property Wide Exploration

The Company is waiting for drill permitting for high priority targets Eagle Zone to the west and the Highway Zone at the south end of the property. Drilling is expected to start in September.

RESULTS OF OPERATIONS

The Unaudited Interim Financial Statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") and its interpretations adopted by the International Accounting Standards Board ("IASB").

Results of Operations	**3 Months Ended June 30, 2018**	3 Months Ended June 30, 2017	**6 Months Ended June 30, 2018**	6 Months Ended June 30, 2017
Net Income (Loss)	**$ (702,894)**	$ (858,538)	**$ (4,254,563)**	$ 3,069,551
Income / (Loss) per weighted average share	**(0.001)**	(0.002)	**(0.007)**	0.007

During the 6 months ended June 30, 2018, the Company recorded a loss of $4,254,563, compared to a net income of $3,069,551 during the 6 months ended June 30, 2017. During the 3 months ended June 30, 2018, the Company recorded net loss of $702,894 compared to a net loss of $858,538 for the 3 months ended June 30, 2017.

The Company's policy is to capitalize all exploration and evaluation expenditures until a property becomes a producing mine or circumstances lead the Company to conclude that there has been an impairment in value. Revenues generated during a bulk sample advanced exploration program are credited to the exploration and evaluation asset on the balance sheet. Accordingly, the results of operations reflect the Company's corporate expenses that are not capitalized to exploration and evaluation projects.

The following summarizes the major components of corporate expenses:

Expenses	**3 Months Ended June 30, 2018**	3 Months Ended June 30, 2017	**6 Months Ended June 30, 2018**	6 Months Ended June 30, 2017
Stock-based compensation	**$ 192,135**	$ 217,544	**$ 4,465,241**	$ 366,989
Office and general	**211,194**	117,318	**468,959**	196,764
Management and consulting	**175,386**	194,000	**410,547**	434,500
Professional fees	**39,760**	118,412	**53,697**	136,835
Shareholder information	**90,423**	72,621	**225,623**	170,568
Promotion and travel	**49,950**	34,360	**87,656**	113,343
Interest expense	**5,700**	154,380	**16,200**	304,313
Flow-through share premium	**-**	-	**(1,173,838)**	(4,680,385)

Stock-based compensation awards of 16,140,000 options were made in 2018, including 1,400,000 that were capitalized to exploration and evaluation expenditures, compared to 1,400,000 options in 2017. The number of employees and other office expenditures has increased in 2018 along with the increased corporate activities in support of the mine development and processing facility construction.

FINANCIAL CONDITION

The Company's financial position at June 30, 2018 and December 31, 2017 is summarized as follows:

Financial Position	**June 30, 2018**	December 31, 2017
Current assets	**$ 29,440,577**	$ 26,581,330
Long term assets	**161,138,684**	107,337,026
Total assets	**$ 190,579,261**	$ 133,918,356
Current liabilities	**$ 41,005,952**	$ 20,675,563
Long term liabilities	**28,932,430**	6,227,354
Total liabilities	**69,938,382**	26,902,917
Shareholders' equity	**120,640,879**	107,015,439
Total liabilities & shareholders' equity	**$ 190,579,261**	$ 133,918,356

For the 6 month period ended June 30, 2018, the Company's cash and cash equivalent position increased to $25,709,203 from $24,789,164 at December 31, 2017. Cash was used to fund exploration, costs related to the mill construction and general corporate expenses. Remaining current assets largely comprise the HST.

Long term assets comprise the restricted cash ($1,721,281) for closure costs and capitalized exploration and evaluation expenditures. The balance of exploration and evaluation expenditures increased by $53,280,899 to $156,839,323 in the first half of 2018 mostly due to costs of constructing the mill and surface infrastructure, as well as some exploration and development activities.

The increase in current liabilities resulted primarily from the Appian subordinated debt entered into on May 11, 2018

LIQUIDITY AND CAPITAL RESOURCES

The Company had a working capital surplus of $14,332,500 at June 30, 2018 (working capital surplus of $7,277,938 at December 31, 2017) excluding the liabilities for flow-through share premiums and debt.

During the 6 months ended June 30, 2018, $56,669,188 was spent on exploration and evaluation costs for the Sugar Zone Property, excluding non-cash items ($31,557,897 during the 3 months ended June 30, 2018).

During the 6 months ended June 30, 2018, the Company realized proceeds of $2.1 million as a result of the exercise warrants and stock options.

In Q1 2018, the Company completed the final tranche of its December 2017 equity raise for proceeds of $7.6 million ($24.8 million closed in December).

Subsequently, the Company completed two debt financings. On May 11, 2018, the Appian debt facility of US $20 million was closed and drawn down in its entirety. On June 1, 2018, the Sprott debt facility of US $50 million was closed, with an initial draw down of US $20 million.

The remaining US $30 million Sprott financing is available for draw down, subject to certain conditions precedent, including receipt of commercial permits. Combined with existing cash and near cash assets, such funding is believed to be sufficient to bring the mining operations into commercial production.

SUMMARY OF QUARTERLY RESULTS

	2018		2017				2016	
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
Total Revenue	$ 48,882	$ 12,557	$ 38,709	$ 86,806	$ 50,229	$ 62,513	$ 18,918	$ 4,711
Net Income / (Loss)	(702,894)	(3,557,368)	(4,417,044)	(700,735)	(858,538)	3,928,089	(1,725,729)	(484,952)
Income / (Loss) per Share - basic and fully diluted	(0.001)	(0.006)	(0.010)	(0.001)	(0.002)	0.009	(0.005)	(0.001)

Results of operations can vary significantly by quarter, as a result of a number of factors. The Company's level of activity and expenditures during a specific quarter are influenced by the level of working capital, the availability of external financing, the time required to gather, analyze and report on geological data related to its properties and the number of personnel required to advance each project.

Overall, expenses have generally increased in 2018 over the prior year as a result of increased activities and personnel in support of mine development and processing facility construction activities.

The timing and amount of stock option grants affects the quarters. Additionally, Q1 results are generally impacted as a result of the renouncement of exploration expenditures and the related recognition of any premiums realized on the issuance of flow-through shares.

RELATED PARTY TRANSACTIONS

Management services by the Company's officers are provided on a contract basis, either directly or through corporate entities related to such officers. Additionally, the Company shares its premises and the costs of certain support personnel with related companies, and reimburses these related companies for its share. These transactions were in the normal course of operations and were measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

FINANCIAL INSTRUMENTS

As at June 30, 2018, the Company's financial instruments are comprised of cash and cash equivalents, receivables, accounts payable and accrued liabilities and loans payable. The carrying value of receivables, accounts payable and accrued liabilities approximate their fair values due to the relatively short periods to maturity of these financial instruments.

The Company's cash and cash equivalents are held through a Canadian chartered bank. The Company's current policy is to invest excess cash in a money market fund administered by the brokerage subsidiary of a Canadian chartered bank or in short term deposit instruments of a Canadian chartered bank.

As described in the notes to the financial statements, the loans payable included both a liability and equity component. As such, they have been accounted for as a compound financial instrument.

RISKS AND UNCERTAINTIES

The exploration and development of mineral properties involves a high degree of risk, and the successful achievement of a profitable operation cannot be assured. Many exploration programs do not result in the discovery of mineralization; moreover, mineralization discovered may not be of sufficient quantity or quality to be profitably mined. Costs of finding and evaluating an ore body are substantial, and may take several years to complete. The Company must overcome many risks associated with an early stage exploration property. Outstanding items to be completed include, but are not limited to, identification and quantification of a commercially viable ore body, confirmation of the Company's interest in the underlying claims and leases, completion of a feasibility study, funding of all costs to a commercial operating venture, completion of the permitting process, detailed engineering and procurement of a processing plant, and constructing a facility to support the mining activity. Construction and operational risks including, but not limited to, equipment and plant performance, metallurgical, environmental, cost estimation accuracy, and workforce performance and dependability will all affect the profitability of an operating property.

External financing, primarily through the issuance of common shares, will be required to fund the Company's activities. There can be no assurance that the Company will be able to raise the requisite financing in the future.

OUTSTANDING SHARE DATA AS OF AUGUST 14, 2018

Issued and outstanding common shares	581,342,825
Share purchase warrants	16,153,845
Options	46,440,000
Fully Diluted shares	643,936,670

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

Our management is responsible for establishing and maintaining adequate internal control over financial reporting. Any system of internal control over financial reporting, no matter how well designed, has inherent limitations. Therefore, even those systems determined to be effective can provide only reasonable assurance with respect to financial statement preparation and presentation. There have been no material changes in the Company's internal control over financial reporting during the quarter ended June 30, 2018 that have materially affected, or are reasonably likely to materially affect, internal control over financial reporting.

CAUTIONARY NOTE REGARDING FORWARD-LOOKING INFORMATION

This MD&A 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 reserve estimates; the uncertainty of estimates and projections in relation to production, costs and expenses; the uncertainty surrounding the ability of the Company 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 Harte Gold to fund the capital and operating expenses necessary to achieve the business objectives of Harte Gold, 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 the Company. Due to the risks, uncertainties and assumptions inherent in forward-looking statements, prospective investors in securities of the Company should not place undue reliance on these forward-looking statements. Statements in relation to "reserves" or "resources" are deemed to be forward-looking statements, as they involve the implied assessment, based on certain estimates and assumptions, that the reserves or resources described may be profitably produced in the future.

Readers are cautioned that the foregoing list of risks, uncertainties and other factors are not exhaustive. The forward-looking statements contained in this press release 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.

August 14, 2018

"Stephen G. Roman"
Stephen G. Roman
Chairman, President and CEO

"Rein A. Lehari"
Rein A. Lehari
Chief Financial Officer