

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Canadian Metals Inc. (the "Issuer").

Trading Symbol: CME

Number of Outstanding Listed Securities: 156,121,011

Date: February 3, 2023

This Monthly Progress Report must be posted before the opening of trading on the fifth trading day of each month. This report is not intended to replace the Issuer's obligation to separately report material information forthwith upon the information becoming known to management or to post the forms required by Exchange Policies. If material information became known and was reported during the preceding month to which this report relates, this report should refer to the material information, the news release date and the posting date on the Exchange website.

This report is intended to keep investors and the market informed of the Issuer's ongoing business and management activities that occurred during the preceding month. Do not discuss goals or future plans unless they have crystallized to the point that they are "material information" as defined in the Policies. The discussion in this report must be factual, balanced and non-promotional.

General Instructions

- (a) Prepare this Monthly Progress Report using the format set out below. The sequence of questions must not be altered, nor should questions be omitted or left unanswered. The answers to the items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the Issuer and any of its subsidiaries.
- (c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

Report on Business

1. Provide a general overview and discussion of the development of the Issuer's business and operations over the previous month. Where the Issuer was inactive disclose this fact.

Canadian Metals specializes in the acquisition, exploration, evaluation, and development of mineral properties in Quebec and New Brunswick. The Company currently focuses on the exploration and development of iron and base metal properties, located in the province of Quebec and New Brunswick.

2. Provide a general overview and discussion of the activities of management.

The Company is focused on exploration of its properties in New Brunswick.

Please refer to SEDAR.com for detailed information.

3. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law.

N/A

4. Describe and provide details of any products or services that were discontinued. For resource companies, provide details of any drilling, exploration or production programs that have been amended or abandoned.

N/A

5. Describe any new business relationships entered into between the Issuer, the Issuer's affiliates or third parties including contracts to supply products or services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship.

N/A

6. Describe the expiry or termination of any contracts or agreements between the Issuer, the Issuer's affiliates or third parties or cancellation of any financing arrangements that have been previously announced.

N/A

7. Describe any acquisitions by the Issuer or dispositions of the Issuer's assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or the disposition was to a Related Person of the Issuer and provides details of the relationship.

N/A

8. Describe the acquisition of new customers or loss of customers.

N/A

9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trademarks.

N/A

10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.

N/A

11. Report on any labour disputes and resolutions of those disputes if applicable.
N/A
12. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings.
N/A
13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.
N/A
14. Provide details of any securities issued and options or warrants granted.
The Company closed completed the second and final tranche (the "Second Tranche") of its previously announced non-brokered private placement of up to \$2,500,000.00 (the "Private Placement"). The Second Tranche consisted in the issuance of 5,528,556 NFT Units.
The Private Placement comprises (i) flow-through units in the capital of the Corporation at a price of \$0.0316 (each, a "FT Unit"), and (ii) units of the Corporation also at a price of \$0.0316 (each, a "NFT Unit"). Under the Private Placement, the Corporation issued 51,305,665 FT Units and 27,808,252 NFT Units for aggregate gross proceeds of \$2,500,000.00.
Each FT Unit is comprised of one common share in the capital of the Corporation issued on a flow-through basis and one common share purchase warrant (each, a "Warrant"). Each NFT Unit is comprised of one non-flow-through common share and one Warrant. Each Warrant entitles the holder thereof to purchase one common non-flow through common share of the Corporation at a price of \$0.048 for a period of 24 months from its issuance.
(1) *State aggregate proceeds and intended allocation of proceeds.*
In connection with the Second Tranche, the Corporation paid cash finder's fees of \$7,896.00 to eligible finders. No insiders of the Corporation participated in the Second Tranche.
The aggregate proceeds of \$2.3million are intended to be used for exploration activities and general management purposes.
15. Provide details of any loans to or by Related Persons.
N/A
16. Provide details of any changes in directors, officers or committee members.
17. N/A
Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.
N/A

Certificate Of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to the Exchange that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all Exchange Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated February 3, 2023.

Arnab De
Name of Director or Senior
Officer

(s) Arnab De
Signature
CFO
Official Capacity

Issuer Details Name of Issuer <u>Canadian Metals Inc.</u>	For Month End <u>December 2022</u>	Date of Report YY/MM/D <u>2023/01/02</u>
Issuer Address <u>2700-1000 rue Sherbrook O</u>		
City/Province/Postal Code <u>Montreal, Quebec, H3H3G4</u>	Issuer Fax No. () <u>N/A</u>	Issuer Telephone No. <u>(514) 619-2400</u>
Contact Name <u>Arnab De</u>	Contact Position <u>CFO</u>	Contact Telephone No. <u>(514) 619-2400</u>
Contact Email Address <u>arnabde@canadianmetalsinc.com</u>	Web Site Address <u>www.canadianmetalsinc.com</u>	