

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: [Cerro de Pasco Resources Inc.](#) (the “Issuer”).

Trading Symbol: [CDPR](#)

Number of Outstanding Listed Securities: [255,965,706](#)

Date: [May 7, 2020](#)

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.

[Management of the Issuer evaluate several strategies of financing to complete the Volcan Transaction.](#)

[Let’s recall, on November 27, 2019, the Issuer has executed a definitive share purchase agreement dated November 27, 2019 \(the “Share Purchase Agreement”\) with Volcan Compañía Minera S.A.A. \(BVL:VOLCABC1\) and its subsidiaries \(collectively, “Volcan”\), whereby the Issuer will acquire all of the issued shares of Oxidos de Pasco S.A.C. \(“Oxidos”\), Empresa Administradora de Cerro S.A.C \(“Cerro SAC”\) and Remediadora Ambiental S.A.C. \(together the “Target Companies”\), three corporations. Under the terms of the Share Purchase Agreement, 100% of the Target Companies’ issued and outstanding common shares will be acquired by the Issuer for a total cash consideration](#)

of USD 30 million, a variable consideration and a net smelter royalty over the concessions owned by the Target Companies.

The arm's length transaction (the "**Transaction**") will provide the Issuer ownership and operation of all mining and processing assets in Cerro de Pasco, Central Peru.

The closing of the Transaction is expected to occur within four months of the date of the signature purchase agreement (the "**Closing Date**").

On March 17th, 2020, Cerro de Pasco and Volcan Compañía Minera S.A.A. have agreed to extend the closure date of CDPR's acquisition of the Cerro de Pasco Mine (the "**Transaction**"), described below, until June 27th, 2020. The Company's management continues to advance towards a successful closing.

Covid-19

Following measures taken by both the Quebec and Peruvian governments, aimed at preventing the further spread of the coronavirus, the Company continues its operations of advancing the planning of the project while management and employees in Peru and Canada work from home. The company continues to take appropriate COVID-19 safety precautions for its employees. Critical corporate functions are being performed on a remote on-line basis until restrictions are lifted. The state of emergency announced by the Peruvian government on March 15th, introducing stringent measures, the suspension will now continue until May 11, 2020.

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

During the month of April 2020, management of the Issuer focused its efforts on completing the Transaction Volcan Compañía Minera S.A.A and the issuer is working to raise adequate financing for the Volcan transaction and development of the Cerro de Pasco mining complex.

CSA Global Consultants Canada Ltd advance their independent mineral resource assessment of the Cerro de Pasco Project in Peru.

Hemmera, An Ausenco Company are progressing on their Environmental Audit for Baseline Operations at Cerro de Pasco, Peru, which include IFC Performance Standards Gap Assessment.

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 provide 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 trade-marks.

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.

N/A

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.

N/A

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

Please see the risk factors described in item 17.5 "*Risk Related to the Business of the Issuer*" of the listing statement of the Issuer dated July 26, 2018 and available on the Issuer's profile on the CSE and SEDAR.

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 were 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 May 7, 2020.

Guy Goulet

Name of Director or Senior Officer



Signature

President and Chief Executive Officer

Official Capacity

Issuer Details Name of Issuer	For Month End	Date of Report YY/MM/D
Cerro de Pasco Resources Inc.	April 2020	2020/05/07
Issuer Address		
22 Lafleur Avenue North, Suite 203		
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.
Saint-Sauveur (Québec)		(579) 476-7000
Contact Name	Contact Position	Contact Telephone No.
Guy Goulet	President and Chief Executive Officer	(514) 294-7000
Contact Email Address	Web Site Address	
ggoulet@pascoresources.com	www.pascoresources.com	