FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Telferscot Resources Inc. (the "Issuer").

Trading Symbol: TFS

Number of Outstanding Listed Securities: 104,856,961

Date: January 4, 2017

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.

   The Issuer continues to work with Auxico Resources Canada Inc. management to close the transaction previously announced on June 30 and October 5, 2016.

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

   None other than as described in 1 above

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.

   Not applicable as January 4, 2017

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.

   Not applicable as January 4, 2017

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.

   Not applicable as January 4, 2017

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.

   Not applicable as January 4, 2017

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.

   Not applicable as January 4, 2017

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

   Not applicable as January 4, 2017

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.

   Not applicable as January 4, 2017

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

    Not applicable as January 4, 2017

11. Report on any labour disputes and resolutions of those disputes if applicable.

    Not applicable as January 4, 2017

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.

    Not applicable as January 4, 2017

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

    Not applicable as January 4, 2017

14. Provide details of any securities issued and options or warrants granted.

    Not applicable as January 4, 2017

15. Provide details of any loans to or by Related Persons.

    Not applicable as January 4, 2017

16. Provide details of any changes in directors, officers or committee members.

    Not applicable as January 4, 2017

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

    The Issuer is a Canadian company listed on the CSE.

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 January 4, 2017.

Stephen Coates
Name of Director or Senior Officer

"signed"
Signature
CEO
Official Capacity

Issuer Details Name of Issuer Telferscot Resources Inc.	For Month End December, 2016	Date of Report YY/MM/D 17/01/04
Issuer Address 2702-401 Bay Street		
City/Province/Postal Code Toronto, ON M5H 2Y4	Issuer Fax No. ( )	Issuer Telephone No. (416) 642-1807
Contact Name Catherine Beckett	Contact Position Manager Corporate Affairs	Contact Telephone No. (416) 642-1807
Contact Email Address cbeckett@telferscotresources .com	Web Site Address www.telferscotresources.com	