

## FORM 7

### MONTHLY PROGRESS REPORT

Name of Listed Issuer: Carlyle Commodities Corp. (the "Issuer").

Trading Symbol: CCC

Number of Outstanding Listed Securities: 24,747,516

Date: August 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.

**On August 10, 2020, the Issuer announced it had entered into two separate British Columbia mineral property option agreements with United Mineral Services Ltd. ("UMS"), a private company affiliated with Hunter Dickinson Inc. ("HDI") and 100% owned by Robert Dickinson, Chairman of HDI. Please refer to Item 5 herein for further details about the agreements.**

**The Issuer has formed an Advisory Board to the Board of Directors and appointed two strategic partners as its first members, as more particularly described in Item 16 herein.**

On August 19, 2020, the Issuer announced a non-brokered private placement of up to 1,750,000 flow-through units (each, a “*Flow-Through-Unit*”) at a price of \$0.30 per Flow-Through-Unit for gross aggregate proceeds of up to \$525,000 (the “*Offering*”), as more particularly set forth in Item xx herein. The Issuer closed the first tranche of 1,238,000 Units on August 31, 2020.

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

The Issuer is a mineral exploration company focused on the acquisition, exploration and development of mineral resource properties, specifically in the strategic battery metals sector.

The Issuer has an option agreement to purchase a 100% interest in the highly prospective Sunset Property (the “*Sunset Property*”), which consists of 4 mineral claims comprising a total of approximately 785.31 hectares located in the Vancouver Mining Division approximately 15km north of Whistler, British Columbia, and 108km north of Vancouver, British Columbia. In order to earn the interest in the Sunset Property, the Issuer must complete \$1,000,000 in exploration by June 30, 2020 (\$100,000 by September 30, 2018 (completed); \$200,000 by December 31, 2020; and \$700,000 by December 31, 2021), make cash payments of \$15,000 by April 1, 2018 (completed), and issue 666,667 Shares by April 1, 2018 (completed).

The Issuer’s wholly-owned subsidiary, BC Vanadium Corp., owns a 100% undivided, unencumbered legal and beneficial interest in both the Star and the Porcher Vanadium properties (the “*BCVC Properties*”), located in northwestern British Columbia. The BCVC Properties cover a total area of 6,740 hectares and host vanadium mineralization within large bodies of titaniferous magnetite. The BCVC Properties are strategically located on tidewater, near to the small logging community of Oona River on Porcher Island. The Issuer subsequently increased to size of the Porcher property from 3,122.16 to 3,525.46-hectares, and the Star property from 3,646.8 to 4,618.3-hectares to fully encompass newly discovered magnetic anomalies.

The Issuer’s wholly-owned subsidiary, WEM Western Energy Metals Ltd., owns a 100% undivided, unencumbered legal and beneficial interest in both the Penece and the Blackie Vanadium properties (the “*WEM Properties*”), located in British Columbia. The WEM Properties cover a total area of 2,714 hectares and host vanadium mineralization within large bodies of titaniferous magnetite. Both properties are strategically located on tidewater, near to the small coastal cities of Port Hardy (Penece – 68km) and Prince Rupert (Blackie – 96km).

The Issuer completed a Phase II prospecting program on its wholly-owned Star, Porcher and Blackie properties located along tide-water near Prince Rupert, British Columbia. A total of 125 rock samples were collected by the Issuer’s personnel from the three properties (Porcher - 61, Star - 43, Blackie - 21) with assays returning as high as 0.513% V<sub>2</sub>O<sub>5</sub> (49.3% Fe, 4.01% Ti). Prospecting focused on the strongest magnetic anomalies that were mapped during the Phase I airborne magnetic surveys, and in all cases ground truthing confirmed that these anomalies are caused by variably mineralized vanadium-rich titaniferous magnetite. The Issuer has submitted five-year area-based permit applications which will allow the Issuer to establish up to 40 drill sites on the Blackie, Porcher and Star properties.

The Issuer completed a Phase I airborne geophysics survey across its wholly-owned Fe-Ti-V Penece property located near Port Hardy, British Columbia. The results were encouraging and outlined a sizeable, ~4.5km x ~3.5km, strong northwest-southeast trending magnetic anomaly, approximately 7,000nT in amplitude. The survey was completed by Ridgeline Exploration Services Inc. out of Kelowna, British Columbia, and was flown in a systematic low-level grid pattern at 150m line spacing. The average terrain clearance was 75m across the entire survey area and a total of 402 line-km were flown.

Based on the results from the survey, the Issuer increased the size of the Penece property by 482.9-hectares to 1983.3-hectares, to fully encompass the newly discovered strong magnetic anomaly. The results from the survey will be used in helping the Issuer's technical team plan a Phase II work program, which will include prospecting, mapping and rock sampling over the geophysical anomalies.

The Issuer has an option agreement to purchase a 100% interest in and to the 7,739 hectare Cecilia Gold-Silver Project (the "*Cecilia Project*") located in the State of Sonora, Mexico. In order to earn the interest in the Cecilia Project, the Issuer must make aggregate cash payments of \$200,000 (\$10,000 on signing a Letter of Intent (completed); \$40,000 upon closing (completed); \$50,000 by July 13<sup>th</sup>, 2021; \$50,000 by July 13<sup>th</sup>, 2022; and \$50,000 by July 13<sup>th</sup>, 2023), issue 1,500,000 common shares upon closings (completed), issue 3,000,000 non-transferable special warrants (completed), and incur an aggregate of \$2,500,000 in exploration expenditures by July 13<sup>th</sup> 2023 (\$750,000 by July 13<sup>th</sup>, 2021; \$500,000 by July 13<sup>th</sup>, 2022; and \$1,250,000 by July 13<sup>th</sup>, 2023).

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.

The Phase I 2020 exploration program at the Cecilia Project has been designed to refine targeting at Cerro Magallanes which is a large rhyolite flow dome complex, host of several historic workings and multiple high-grade gold mineral occurrences. Additionally, the program will focus on expanding knowledge on the sedimentary hosted mineralized targets, including to-date a total of five gold-mineralized areas. The program consists of:

- Property scale mapping to better identify mineralized targets over a district scale project;
- A detailed structural mapping study focused on the primary dome target Cerro Magallanes to better understand the structural controls of mineralization;
- Processing and interpretation of Aster data, which will lead to a better understanding of the alteration signatures across the district;
- Surface sampling including rock and soil sampling over the multiple targets to further focus targeting in preparation for Phase 2;

- A geophysical survey consisting of 10 line kilometers of IP centered over the sedimentary hosted anomalies identified outside of the dome target, road rehabilitation and pad building to support a maiden drill program to commence immediately following the Phase 1 program.

The program is expected to take approximately 5 weeks to complete and will ultimately culminate in a Phase 2 diamond drilling program that will test the Cerro Magallanes target once pads and other infrastructure is complete, materials needed for the Phase 2 drilling are at site and the results of Phase 1 work has been integrated. The exploration work will be managed by Riverside Resources Inc. (“*Riverside*”), which has extensive infrastructure, knowledge and logistical support in the area and will begin a COVID adjusted and managed program. Previous work by Riverside on the Cecilia Project is summarized in reports with information available at Riverside’s website and the Issuer is now taking that data and expanding on Riverside’s findings with detailed sampling ahead of the Phase 2 work program.

A \$40,000 drill program will test the significant scale, drill ready, bulk tonnage deposit targets that have been defined at both the Mack Property and Jake Property from combined historical and modern geochemical, geological and geophysical surveys. Drill permits have been applied for. It is expected that the drill permit for the Mack Property will be obtained in August, allowing the mobilization of a planned 14 day diamond drill program. Surface surveys are also planned at the Jake Property for August through September, but expectations are that due to COVID-19, drill permits for the Jake Property may delay drilling until next year.

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.

None

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.

The Issuer entered into two separate BC mineral property option agreements with UMS, as more particularly described below.

The Issuer has agreed to enter into a mineral property option agreement (the “*Mack Option Agreement*”) with UMS and Amarc Resources Ltd. as operator (“*Amarc*”), pursuant to which the Issuer has the right to earn a 50% working interest (the “*Mack Option*”) in the Mack copper-molybdenum-gold property (the “*Mack Property*”).

The Company has agreed to enter into a mineral property option agreement (the “*Jake Option Agreement*”) with UMS and Amarc, pursuant to which the Company has the right to earn a 50% working interest (the “*Jake Option*”) in the Jake gold property (the “*Jake Property*”).

Under the terms of the Mack Option Agreement and the Jake Option Agreement, the Issuer

has the right to earn a 50% working interest in the Mack Property and the Jake Property by completing \$400,000 of drilling and other surveys on each property. Upon completion of the required expenditures, separate 50:50 joint ventures (each a “*Joint Venture*”) will be formed between the Issuer and UMS (or its assigns) in order to continue to advance each property.

The planned drill programs will test the significant scale, drill ready, bulk tonnage deposit targets that have been defined at both the Mack Property and Jake Property from combined historical and modern geochemical, geological and geophysical surveys. Drill permits have been applied for. It is expected that the drill permit for the Mack Property will be obtained in August, allowing the mobilization of a planned 14 day diamond drill program. Surface surveys are also planned at the Jake Property for this August through September, but expectations are that due to COVID-19, drill permits for the Jake Property may delay drilling until next year

The Mack Property is located on a overburden covered, alpine plateau 23 km west of the village of Dease Lake, which is on the Stewart-Cassiar Highway some 88 km north of the Red Chris gold-copper mine operated by Newcrest Mining Ltd., and 75 km north of the Saddle North gold-copper discovery on the Tatogga property of GT Gold. Based on historical records compiled by UMS, the Mack Property copper-molybdenum-gold sheeted and stockwork vein deposit target forms a northwest trending zone measuring 1,000 m long and some 600 m wide, which is outlined by a combination of recent soil geochemical and airborne magnetic surveys and historical Induced Polarization chargeability surveys. Geochemical soil survey results show coincident and robust copper, molybdenum, bismuth and tungsten values over the deposit target mineralization trend. While the Mack Property deposit target is covered by overburden, a cirque rim perpendicular to and at the northern extremity of the deposit target trend exposes an altered quartz-monzonite outcrop measuring about 400 m long carrying molybdenite and chalcopyrite mineralization in hairline fractures and quartz veins. Historical assay results from rock samples collected along a 20 m trench, cut oblique to the deposit target trend near its centre, reported gold values ranging from 0 g/t to 1.6 g/t, with 9 of the 17 samples averaging 0.83 g/t.

The Jake Property is located approximately 160 km north of Smithers and can be accessed from there directly by helicopter or by a combination of forestry roads and helicopter access from forestry operations closer to site.

The Jake Property deposit target is compelling based on data compiled and reported by UMS. It features a 4,000 m long by 2,000 m wide gossan centred on a northeast trending ridge-line characterized by extensive dyking intruding sedimentary rocks. Within this altered, gossanous area is a 2,300 m long by 1,000 m wide gold-in-talus geochemical anomaly which indicates the presence of a significant size, epithermal gold system that overlies an associated porphyry copper-gold deposit target as indicated by geochemical and geological surveys.

Pursuant to the terms of the Mack Option Agreement, UMS has granted the Issuer an option to earn a 50% interest in the Mack Property by funding \$400,000 for an initial drill test of the Mack deposit target. After completing the earn-in, the Mack Property will be advanced through a 50:50 Joint Venture with UMS (or its assigns). Timing of funding is as follows:

- \$50,000 on or before August 14, 2020; and

- **\$350,000 on or before the earlier of:**
  - a) **within 5 days of notice from Amarc that it has received the necessary permit required for the agreed upon earn-in program for the Mack Property before September 30, 2020;**
  - b) **April 1, 2021, if the permit is in-hand after September 30, 2020 but before April 1, 2021, or such other date as agreed to by the parties.**

**The Issuer can accelerate the exercise of the Mack Option at any time by completing the required funding earlier.**

**On exercise of the Mack Option, the Issuer will be vested with the option to earn a 50% interest in the Jake Property. The Jake Option is exercisable by the Issuer funding a \$400,000 initial exploration program. Timing of funding is as follows:**

- **Funding on or before August 31, 2020 the preliminary orientation exploration program up to \$80,000 and reimbursing UMS \$20,000 for a payment made by UMS to an underlying property vendor; and**
- **Funding an additional amount to aggregate \$400,000 on the earlier of:**
  - a) **May 1, 2021, if Amarc has received the necessary permit required for the earn-in program for the Jake Property;**
  - b) **Within five days' notice if the permits are received after May 1, 2021 but before September 30, 2021; or such other date as agreed to by the parties.**

**The Issuer can accelerate the exercise of the Jake Option at any time by completing the required funding earlier.**

**Upon the respective exercise of the Jake Option and the Mack Option separate 50:50 Joint Ventures will be formed. Each Joint Venture will be governed by the terms of a Joint Venture agreement. In addition to customary Joint Venture terms, the Issuer and UMS have agreed that:**

- **Each Company will have the right to appoint two representatives to the management committees of each Joint Venture; and**
- **Amarc, an affiliate of HDI, or at UMS's election or any other company which retains a services agreement with Hunter Dickinson Services Inc., shall be the initial operator of the Joint Ventures.**

**The Issuer has agreed to pay a finder's fee to a eligible finder of \$40,000, being 10% of the aggregate \$400,000 earn-in program with respect to the Mack Property, and, upon the exercise of the Mack Option, a fee of \$40,000 or the number of common shares in the capital of the Issuer that is equal to \$40,000 divided by the closing market price of the Issuer's shares on the CSE on the trading day prior to the date of the Jake Option exercise (the "*Jake Option Exercise Date*"), being 10% of the aggregate \$400,000 earn-in program with respect to the**

**Jake Property, payable within 10 days of the Jake Option Exercise Date.**

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.

**None**

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.

**None**

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.

**None**

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

**None**

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

**As partial consideration for the Cecilia Project, the Issuer issued 1,500,000 common shares**

at a price of \$0.12 per share and issued 3,000,000 special warrants to Riverside at a price of \$0.12 per share.

Each special warrant will automatically vest and convert into one common share on a one for one basis in accordance with the following vesting schedule:

<b>Vesting Date</b>	<b>No. of Special Warrants Vested/Converted</b>
12 months from Closing	500,000
18 months from Closing	500,000
24 months from Closing	500,000
30 months from Closing	500,000
36 months from Closing	1,000,000
<b>Total:</b>	<b>3,000,000</b>

On August 19, 2020, the Issuer announced a non-brokered private placement of up to 1,750,000 Flow-Through-Units at a price of \$0.30 per Flow-Through-Unit for gross aggregate proceeds of up to \$525,000.

A total of 1,238,000 Units under the initial tranche were issued on August 31, 2020.

Each Flow-Through-Unit consists of one common flow-through share (each, a “*Flow-Through-Share*”) and one share purchase warrant (each, a “*Warrant*”), with each Warrant entitling the holder thereof to purchase one non-flow-through common share (each, a “*Warrant Share*”) at a price of \$0.75 per Warrant Share for a period of 24 months from the date of issuance.

Each Warrant is subject to an acceleration provision providing that, if the closing price for the Issuer’s common shares on the CSE (or such other exchange on which the shares may be traded at such time) is equal to or greater than \$1.00 for a period of ten consecutive trading days at any time after the closing date, the Issuer can accelerate the expiry date of the Warrants by issuing a news release advising the holders of the acceleration and, in such case, the Warrants will expire on the thirtieth day after the date of such notice.

The proceeds of the Offering are to be used for exploration advancements, including a maiden drill campaign at the Mack Project (as hereinafter defined), and various other exploration costs at the Jake Project (as hereinafter defined).

Finders’ fees of \$22,922 cash and 72,640 broker warrants were paid in connection with the Offering, with each broker warrant being exercisable for two years at a price of \$0.30 per share.

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

None

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

**On August 17, 2020, the Issuer announced it had formed an Advisory Board and had named accomplished mining sector professionals Jason Jessup and Justin Blanchet as its initial members.**

**Mr. Jason Jessup has 23 years of experience in the mining industry, the majority committed to mining operations management, corporate development and project evaluation. Currently, he is a Founder and President of Mine Management Partners Ltd., Chief Executive Officer of Magna Mining Corp., President of Ready Set Gold Corp., as well as Strategic Advisor to ELY Gold Royalties (TSXV:ELY). Mr. Jessup was formerly with FNX Mining, Sandstorm Gold, Bridgeport Ventures, and INCO. Mr. Jessup's technical expertise and resource network will complement the Issuer as it expands its asset base and deploys exploration strategies.**

**Mr. Justin Blanchet is a Canadian Chartered Professional Accountant and a U.S. Certified Public Accountant (Washington and Illinois) and has over 15 years of experience in the mining industry in various roles. Mr. Blanchet is currently the Chief Financial Officer of a producing mining company with a market capitalization in excess of \$1 billion and annual revenue in excess of US\$100 million. Mr. Blanchet has considerable experience in the areas of financial reporting, regulatory compliance, treasury, and audit for both Canadian and U.S public listed companies. Mr. Blanchet also has international experience working on projects through the world and is well versed in the requirements of complex regulatory environments and the requirements of International Financial Reporting Standards.**

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

**There has been a global pandemic outbreak of COVID-19. The actual and threatened spread of the virus globally has had a material adverse effect on the global economy and, specifically, the regional economies in which the Issuer operates. The pandemic could continue to have a negative impact on the stock market, including trading prices of the Issuer's shares and its ability to raise new capital. These factors, amongst others, could have a significant impact on the Issuer's operations. As a result, there exists material uncertainty that casts significant doubt about the Issuer's ability to continue as a going concern.**

**Please also refer to the Issuer's Listing Statement dated October 23, 2018 as filed with the CSE and under the Issuer's profile on [www.sedar.com](http://www.sedar.com).**

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**Certificate Of Compliance**

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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 September 8, 2020.

**Morgan Good**  
*Name of Director or Senior Officer*

**“Morgan Good”**  
*Signature*

**CEO**  
*Official Capacity*

<b>Issuer Details</b> <i>Name of Issuer</i>	<i>For Month End</i>	<i>Date of Report</i> YY/MM/DD
<b>Carlyle Commodities Corp.</b>	<b>August 2020</b>	<b>20/09/08</b>
<i>Issuer Address</i>		
<b>#4302 – 1151 West Georgia Street</b>		
<i>City/Province/Postal Code</i>	<i>Issuer Fax No.</i>	<i>Issuer Telephone No.</i>
<b>Vancouver, BC, V6E 0B3</b>	<b>N/A</b>	<b>(604) 715-4751</b>
<i>Contact Name</i>	<i>Contact Position</i>	<i>Contact Telephone No.</i>
<b>Morgan Good</b>	<b>CEO</b>	<b>(604) 715-4751</b>
<i>Contact Email Address</i>	<i>Web Site Address</i>	
<a href="mailto:morgan@carlylecommodities.com">morgan@carlylecommodities.com</a>	<a href="https://carlylecommodities.com/">https://carlylecommodities.com/</a>	