

## FORM 7

### **MONTHLY PROGRESS REPORT**

Name of Listed Issuer: RANGE ENERGY RESOURCES INC. "Range" or the "Issuer" or the "Company".

Trading Symbol: RGO

Number of Outstanding Listed Securities: 856,225,977 common shares (18,906 of which are subject to escrow).

Date: August 3, 2016 (for the month of July, 2016)

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.

During the month of **July 2016**, the Issuer continued to fulfill its obligations to joint venture participants so that the development of the Khalakan Block in the Kurdistan Region of Iraq could continue.

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

During the month of **July 2016**, management of the Issuer discussed funding options for the Issuer (see number 13 for further details).

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 to the Issuer during the month of **July 2016**.

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 to the Issuer during the Month of **July 2016**.

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 to the Issuer during the Month of **July 2016**.

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 to the Issuer during the month of **July 2016**.

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 to the Issuer during the month of **July 2016**.

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

Not applicable to the Issuer.

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 to the Issuer.

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

Not applicable to the Issuer during the month of July 2016.

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

Not applicable to the Issuer during the month of July 2016.

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 to the Issuer during the month of July 2016.

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

The Issuer entered into a loan agreement (the “**Loan Agreement**”) on July 26, 2016, with Gulf LNG America LLC (the “**Lender**”), a non-arm’s length party, under which the Issuer borrowed US\$713,570 (the “**Loan**”).

The Loan is unsecured and is interest bearing at a rate of 7% per annum. The Issuer is required to pay the outstanding principal amount of the Loan and all accrued and unpaid interest on the Loan on August 25, 2016, (the “**Maturity Date**”) . If the Issuer fails to repay the Loan when due, the overdue amount of the Loan shall bear interest at 9% per annum from the date of such non-payment, until such amount is paid in full.

The Loan is for the Issuer to continue to fulfill the Issuer’s obligations to joint venture participants so that the development of the Khalakan Block in the Kurdistan Region of Iraq can continue, as well as to provide general working capital.

In addition, on July 26, 2016, the Issuer and the Lender agreed to extend until August 25, 2016 the maturity date under the loan agreement, dated as of June 21, 2016, that the Issuer and the Lender previously entered into.

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

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>
<u>No Securities Were Issued During the Month of July 2016.</u>			

*(1) State aggregate proceeds and intended allocation of proceeds.*

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

See Note 13 above. The Lender holds 71.02% of the Issued and Outstanding shares of the Issuer.

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

Not applicable to the Issuer during the month of July 2016.

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

Trends and risks that may impact the Issuer:

- a. The Issuer's principal activity is oil and gas exploration and development. Companies in this industry are subject to many and varied kinds of risks, including but not limited to, oil and gas prices and environmental, political and economic conditions. Recently, the world-wide market price of crude oil has decreased substantially. This price decrease could have a material adverse effect on the value of the Company's assets.
- b. The Issuer has no significant source of operating cash flow and no revenues from operations. The Issuer has limited financial resources. Substantial expenditures are required to be made by the Issuer to fulfill its obligation to fund exploration and development activities on the Khalakan Block. The Company's failure to obtain additional funding to meet its funding obligations could result in the Company's forfeiture, or forced sale at a discount, of its interests in its properties (including the Khalakan Block) or reduce or terminate its exploration or development plans. Additionally, if a joint venture participant in the Khalakan Block fails to meet its obligation to fund certain cash calls and the Company or another entity does not fund that cash call, the PSC could be terminated or the Company could be required to forfeit, or sell at a discount, its interest in the Khalakan Block.
- c. The Issuer's investment is located in the Kurdistan Region of Iraq. There is currently no national hydrocarbon law in place in Iraq. When or whether such a law will be enacted is uncertain because of the tenuous relations between the Kurdistan Regional Government and the Government of Iraq. As such, the Production Sharing Contract ("PSC") model, which governs the Khalakan Block, has not been accepted by the Government of Iraq and the mechanism for cost recovery and profit payments has not been agreed to by the Kurdistan Regional Government and the Government of Iraq. Legal uncertainty in Iraq could negatively impact Issuer's investment in the Khalakan Block.
- d. Forces aligned with the Islamic State (IS) are continuing large-scale military type operations in significant portions of northern and western Iraq. While counter-operations have been launched by the anti-IS coalition, it remains unclear the effect these events will have on the Kurdistan Region of Iraq generally and the exploration, development, and production industry in Kurdistan Region of Iraq specifically. While the Khalakan Block is located in the north east of the Kurdistan Region of Iraq, the Issuer is not able to predict whether hostilities involving IS in western Iraq will adversely impact activities on the Khalakan Block.

## 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: August 3, 2016.

Eugene Beukman  
Name of Director or Senior  
Officer

"Eugene Beukman"  
Signature  
Chief Financial Officer  
Official Capacity

<b>Issuer Details</b> Name of Issuer	For Month End	Date of Report YY/MM/D
<u>RANGE ENERGY RESOURCES INC.</u>	<u>July 2016</u>	<u>2016/08/03</u>
Issuer Address		
<u>789 West Pender Street, Suite 1128</u>		
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.
<u>Vancouver, B.C., V6C 1H2</u>	<u>(604) 687-3141</u>	<u>(604) 688-9600</u>
Contact Name	Contact Position	Contact Telephone No.
<u>Eugene Beukman</u>	<u>CFO</u>	<u>(604) 687-2038</u>
Contact Email Address	Web Site Address	
<u>range@rangeenergyresources.com</u>	<u>www.rangeenergyresources.com</u>	