

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Mich Resources Ltd. (the "Issuer").

Trading Symbol: MICH

Number of Outstanding Listed Securities: 42,976,602

Date: August 5, 2021

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.

The Issuer is pursuing acquisition opportunities.

On July 30, 2021, the Issuer announced that it had signed a term sheet (the "Term Sheet") to acquire the Pecoy copper exploration project located in Peru, as further described in #2 below.

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

During the month of July 2021, in addition to continuing to focus on general management and administrative matters, on July 30, 2021 the Issuer announced that it had signed a Term Sheet dated July 27, 2021 for the acquisition of the advanced stage Pecoy copper exploration project located in Peru (the "Pecoy Project"). The signatories to the Term Sheet include Pembroke Copper Corp. ("Pembroke"), Minera Andina de Exploraciones SAA ("Minandex") and UMS Projects LP ("UMS"). The Term Sheet contemplates that the Pecoy Project will be acquired from Pembroke and Minandex for cash and Mich shares that will be

immediately distributed by Pembrook to its shareholders. The Transaction will constitute a reverse take-over (“RTO”) of Mich when completed.

As consideration for Pembrook and Minandex’s interests in the Pecoy Project, the Issuer will pay the amount of USD \$2,000,000 and issue 120.7 million common shares of the Issuer to the shareholders of Pembrook and Minandex and 6.4 million shares to UMS. It is anticipated (and without taking into account any potential concurrent financings), that the shareholders of Pembrook and Minandex will hold approximately 70% of the approximately 173 million common shares of the Issuer (excluding dilutive securities) following closing of the Transaction (the “Resulting Issuer”) and UMS will hold 3.7% of the Resulting Issuer.

Upon completion of the Transaction, the Resulting Issuer will continue to carry on the business of exploration and development of the Pecoy Project under the Issuer’s existing name or such other name as may be approved by the board of directors of the Resulting Issuer and the Exchange.

Completion of the Transaction is subject to a number of conditions, including but not limited to the execution of definitive agreements, mutual due diligence, the approval of all regulatory bodies having jurisdiction in connection with the Transaction (including the approval of the Exchange), and approval of both the Issuer’s shareholders and the shareholders of Pembrook. The Issuer intends to apply for an exemption from any sponsorship requirements of the Exchange. There can be no assurance that the Transaction will be completed as proposed or at all.

In connection with the announcement of the Term Sheet and Transaction, trading of the common shares of the Issuer on the Exchange has been halted, and will remain halted until closing of the Transaction which is currently targeted for the fourth quarter of 2021. The Issuer intends to list on the TSX Venture Exchange upon closing of the Transaction.

Further details of the Pecoy Project can be found in the press release filed by the Issuer on www.sedar.com on July 30, 2021.

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.

None.

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.

None.

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.
None.
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.
None.
10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.
None.
11. Report on any labour disputes and resolutions of those disputes if applicable.
None.

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.

None.

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

None.

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

None.

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

In March 2020, the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. It is not possible for the Issuer to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Issuer's business or ability to raise funds.

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 5, 2021

Szascha Lim
Name of Director or Senior Officer

"Szascha Lim"

Signature

CFO & Corporate Secretary
Official Capacity

Issuer Details Name of Issuer	For Month End	Date of Report YYYY/MM/DD
Mich Resources Ltd.	July 31, 2021	2021/08/05
Issuer Address Suite 3123 – 595 Burrard Street		
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.
Vancouver, BC, V7X 1J1	(604) 609-6145	(604) 609-6110
Contact Name	Contact Position	Contact Telephone No.
Szascha Lim	CFO	(604) 609-6110
Contact Email Address	Web Site Address	
slim@fiorecorporation.com	N/A	