

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **Québec Nickel Corp.** (the "Issuer").

Trading Symbol: **QNI**

Number of Outstanding Listed Securities: **110,842,205**

Date: **December 2022**

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 a mineral exploration company focused on acquiring, exploring, and developing nickel projects in Québec, Canada. The Issuer has a 100% interest in its Ducros Group Property, consisting of 280 contiguous mining claims covering 15,147 hectares within the Abitibi region located in Québec, Canada.

In December 2022, the Issuer completed its inaugural 2022 drilling program at the Ducros property. Please see Item 3 below for further details.

On December 9, 2022, the Issuer announced that it completed the closing of a first tranche of its brokered private placement (the "First Tranche") by issuing a total of: (i) 9,575,000 units (each a "Unit"), at a price of \$0.20 per Unit; (ii) 4,433,367 national flow-through shares (each, a "National FT Share"), at a price of \$0.24 per National FT Share; and (iii) 10,612,000 Quebec flow-through shares (each, a "Quebec FT Share"), at a price of \$0.25 per Quebec FT Share. The aggregate gross proceeds raised from the First Tranche was \$5,632,008.08.

On December 30, 2022, the Issuer announced that it completed the closing of its second and final tranche of its brokered private placement (the "Second Tranche") by issuing an additional: (i) 1,050,000 Units; (ii) 1,797,000 National FT Shares; and (iii) 9,688,000 QC FT Shares. The aggregate gross proceeds raised from the Second Tranche was \$3,063,280.

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

During the month of December, management focused on corporate and administrative activities and continued with its 2022 exploration activities.

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.

On December 15, 2022, the Issuer provided an update on its properties:

Drilling Highlights:

- **Magmatic Ni-Cu-PGE sulphides encountered in three new holes collared to the southeast of the Fortin Sill Zone discovery outcrop.**
- **Hole QDG-22-30 cored through 0.58% Ni, 0.60% Cu, 230 ppm Co and 1.26 g/t Pt-Pd-Au over 13.77 metres, including 1.07% Ni, 1.19% Cu, 364 ppm Co and 2.70 g/t Pt-Pd-Au over 4.77 metres.**
- **Hole QDG-22-31 returned a 14.56 metre interval containing 0.43% Ni, 0.33% Cu, 193 ppm Co and 0.57 g/t Pt-Pd-Au and includes a higher-grade subinterval assaying 0.65% Ni, 0.88% Cu, 243 ppm Co and 0.99 g/t Pt-Pd-Au over 1.74 metres.**

2022 Ducros Project Drilling Results

Dill holes QDG-22-30 through QDG-22-33 were collared southeast of the Fortin Sill Zone discovery outcrop at the same location as holes QDG-22-28 & QDG-22-29. The four newly reported drill holes were directed towards the surface showing, of which three returned long intervals of Ni-Cu-Co-PGE-Au. Notably, Hole QDG-22-30 cored through a 33.00-metre-long interval averaging *0.35% Ni, 0.35% Cu, 167 ppm Co, and 0.67 g/t Pt-Pd-Au* which includes higher-grade subintervals of *0.58% Ni, 0.60% Cu, 230 ppm Co and 1.26 g/t Pt-Pd-Au over 13.77 metres and 1.07% Ni, 1.19% Cu, 364 ppm Co and 2.70 g/t Pt-Pd-Au over 4.77 metres.*

In addition, the Issuer announced it successfully completed its inaugural 2022 drilling program on the Ducros Property. Just over 21,000 metres were completed in 91 holes across the Ducros property utilizing up to three drills. A multitude of geophysical and geological targets were drill tested across the property during the year. The vast majority of the new data were collected in areas that have had very little or no previous exploration work.

Updated Exploration Model for the Fortin Sill Zone

An analysis of all the data collected at the Ducros property in 2022 has resulted in a refined geological/exploration model for the Fortin Sill Zone. A review and integration of relevant geophysical data (VTEM™, drone magnetics, airborne gravity), along with historical and QNI drilling results in addition to recent surface geological mapping indicates the Ni-Cu-Co-PGE-Au mineralization at the Fortin Sill Zone occurs at or near the footwall contact of a large west-southwest-dipping embayment structure within the larger mafic to ultramafic Fortin Sill. The overall Fortin Sill intrusive body is interpreted to span several hundred metres or more in an approximate northwest-southeast trend and is characterized by the occurrence of a large blow-out, or embayment, at the Fortin Sill Zone.

This refinement in the exploration model is being used to plan the next phase of work at Fortin Sill Zone and will likely include the drill testing of the newly modelled footwall contact along its entire surface, both along strike and at depth.

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.

The Issuer announced that it has completed its 2022 drilling program on its Ducros Property.

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 for the month of December.

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 for the month of December.

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 for the month of December.

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

Not applicable for the month of December.

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 for the month of December.

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

Not applicable for the month of December.

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

Not applicable for the month of December.

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 for the month of December.

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

Not applicable for the month of December.

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

On December 9, 2022, the Issuer announced it completed the closing of a first tranche of its brokered private placement (the “First Tranche”) by issuing a total of: (i) 9,575,000 units (each a “Unit”), at a price of \$0.20 per Unit; (ii) 4,433,367 national flow-through shares (each, a “National FT Share”), at a price of \$0.24 per National FT Share; and (iii) 10,612,000 Quebec flow-through shares (each, a “Quebec FT Share”), at a price of \$0.25 per Quebec FT Share. The aggregate gross proceeds raised from the First Tranche was \$5,632,008.08.

Each Unit is comprised of one common share (“Common Share”) in the capital of the Company and one-half (1/2) of a Common Share purchase warrant (“Warrant”) of the Company. Each whole Warrant entitles the holder thereof to acquire one additional Common Share at a price of \$0.30 for a period of two (2) years from the closing date (the “Closing Date”) of the First Tranche.

On December 30, 2022, the Issuer announced that it completed the closing of its second and final tranche of its brokered private placement (the “Second Tranche”) by issuing an additional: (i) 1,050,000 Units; (ii) 1,797,000 National FT Shares; and (iii) 9,688,000 QC FT Shares. The aggregate gross proceeds raised from the Second Tranche was \$3,063,280. Each whole Warrant entitles the holder thereof to acquire one additional Common Share at a price of \$0.30 for a period of two (2) years from the closing date (the “Closing Date”) of the Second Tranche.

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

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

Not applicable for the month of December.

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

Not applicable for the month of December.

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

Not applicable for the month of December.

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 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 6, 2023** _____.

Ming Jang _____
Name of Director or Senior Officer

/s/ "Ming Jang" _____
Signature

CFO _____
Official Capacity

Issuer Details Name of Issuer Québec Nickel Corp.	For Month End December 2022	Date of Report YY/MM/D 23/01/06
Issuer Address 1100 – 1111 Melville St		
City/Province/Postal Code Vancouver BC V6E 3V6		Issuer Telephone No. (855) 764-2535
Contact Name Ming Jang	Contact Position CFO	Contact Telephone No. (604) 603-3685
Contact Email Address mjang@quebecnickel.com	Web Site Address www.quebecnickel.com	