

## FORM 7

### MONTHLY PROGRESS REPORT

Name of Listed Issuer: **Traction Uranium Corp. (Formerly Traction Exploration Inc.) (the “Issuer”)**

Trading Symbol: **TRAC**

Number of Outstanding Listed Securities: **60,249,270 (as at December 31, 2022)**

Date: **January 6, 2023**

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 in the business of mineral exploration and the development of discovery prospects in Canada, including its two flagship uranium projects in the world-renowned Athabasca Region.*

Global Outbreak of COVID-19 Disclosure: The actual and threatened spread of the virus globally has had a material adverse effect on the regional economies in which the Issuer operates and could continue to result in negative impacts on the stock market, including trading prices of the Issuer’s shares, and the ability to raise capital and could impact the Issuer’s operations.

During the month of December 2022, the Issuer actively continued general and corporate operations.

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

During the month of December 2022, management continued to support and control the Issuer's business activities and develop the Issuer's business.

On December 9, 2022, the Issuer announced by the way of news release that it has closed the first tranche of a non-brokered private placement (the "**First Tranche Private Placement**") for aggregate gross proceeds of approximately C\$2,513,105.00.

The Issuer issued 7,180,300 flow-through units (each, a "**Flow-Through Unit**") at a price of C\$0.35 per Flow-Through Unit. Each Flow-Through Unit consists of one (1) common share (each, a "**FT Share**") and one half (1/2) common share purchase warrant (each, a "**FT Warrant**"). Each whole FT Warrant is exercisable into one (1) common share of the Issuer (each a "**Share**") at an exercise price of C\$0.40 for a period of two years from the date of issue.

The Issuer will use the proceeds from the issuance of the FT Shares to incur "Canadian exploration expenses" as such term is defined in the *Income Tax Act* (Canada) (the "**Tax Act**").

In connection with closing of the First Tranche Private Placement, the Issuer paid finder's fees in the aggregate of \$68,567.10 in cash and issued 195,906 finder's warrants (each, a "**Finder's Warrant**"). Each Finder's Warrant is exercisable into one (1) Share at an exercise price of C\$0.40 for a period of two years from the date of issue.

All securities issuable in connection with the First Tranche Private Placement are subject to a statutory hold period, in accordance with applicable securities laws, of four months and one day from the date of issue. The second tranche of the Issuer's non-brokered private placement is expected to close on or about December 16, 2022.

The Issuer also announces that it has terminated its option to earn an interest in the Lazy Edwards Property.

On December 13, 2022, the Issuer announced by the way of news release that it has engaged MIC Market Information & Content Publishing GmbH ("**MIC**") to provide online marketing services for a term of up to four months, commencing December 9, 2022.

MIC will utilize their online programs with the aim of broadening the Issuer's reach within the investment community, increasing investor awareness of the Issuer and attracting potential new investors through various online platforms and methods of engagement in consideration of EUR 175,000. The marketing services include project management and consulting for an online marketing campaign, coordinating marketing actions, maintaining and optimizing AdWords campaigns, adapting AdWords bidding strategies, optimizing AdWords ads, and creating and optimizing landing pages. The promotional activity will occur by email, Facebook, and Google.

MIC, an arm's-length service provider to the Issuer, and has provided online prior marketing services to Traction.

On December 23, 2022, the Issuer announced by the way of news release that it has closed the second tranche of a non-brokered private placement (the "**Second Tranche**") for aggregate gross proceeds of C\$299,999.70.

The Issuer issued 857,142 flow-through units (each, a "**Flow-Through Unit**") at a price of C\$0.35 per Flow-Through Unit. Each Flow-Through Unit consists of one (1) common share (each, a "**FT**

**Share**”) and one-half (1/2) common share purchase warrant, with each whole warrant exercisable into one (1) common share of the Issuer at a price of C\$0.40 for a period of two years from the date of issue.

The Issuer will use the proceeds from the issuance of the FT Shares for “Canadian exploration expenses” as such term is defined in the *Income Tax Act* (Canada) (the “**Tax Act**”).

All securities issuable in connection with the Second Tranche are subject to a statutory hold period, in accordance with applicable securities laws, of four months and one day from the date of issue. A third tranche of the Issuer’s non-brokered private placement is expected to close in January 2023.

This press release does not constitute an offer to sell or solicitation of an offer to sell any of the securities in the United States. The securities have not been and will not be registered under the United States Securities Act of 1933, as amended (the “U.S. Securities Act”), or any state securities laws and may not be offered or sold within the United States or to U.S. Persons unless registered under the U.S. Securities Act and applicable state securities laws, or an exemption from such registration is available.

The Issuer’s aforementioned News Releases can be viewed under the Issuer’s profile on SEDAR ([www.sedar.com](http://www.sedar.com)). The Issuer’s aforementioned News Releases can also be viewed under the Issuer’s Disclosure page on the website of the Canadian Securities Exchange.

- 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 to report during the month of December 2022.

- 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 to report during the month of December 2022.

- 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.**

During the month of December 2022, the Issuer entered into an agreement with MIC Market Information & Content Publishing GmbH (“**MIC**”) to provide online marketing services for a term of up to four months, commencing December 9, 2022.

The agreement was negotiated by way of arm’s length negotiations and MIC is not considered to be a Related Person to the Issuer.

See Item #2 for further details.

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.**

During the month of December 2022, the Issuer terminated its option to earn an interest in the Lazy Edwards Property.

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 to report during the month of December 2022.

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

None to report during the month of December 2022.

9. **Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trademarks.**

None to report during the month of December 2022.

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

None to report during the month of December 2022.

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

None to report during the month of December 2022.

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 to report during the month of December 2022.

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

None to report during the month of December 2022.

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

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>
Flow-through Units <sup>(2)</sup>	7,180,300	Issued in connection with a non-brokered private placement of Flow-Through Units.	\$2,513,105.00; proceeds used to incur “Canadian exploration expenses” as such term is defined in the <i>Income Tax Act</i>
Finder’s Warrants <sup>(3)</sup>	195,906	Issued in connection with a non-brokered private placement of Flow-Through Units.	N/A; issued to finder’s in connection with non-brokered private placement of Flow-Through Units.
Restricted Share Units	50,000	Issued in connection with Grant of Restricted Share Units	N/A; grant of Restricted Share Units
Flow-through Units <sup>(2)</sup>	857,142	Issued in connection with a non-brokered private placement of Flow-Through Units.	\$299,999.70; proceeds used to incur “Canadian exploration expenses” as such term is defined in the <i>Income Tax Act</i>

*(1) Aggregate proceeds and intended allocation of proceeds*

*(2) Each Flow-Through Unit consists of one (1) common share (each, a “FT Share”) and one half (1/2) common share purchase warrant (each, a “FT Warrant”). Each whole FT Warrant is exercisable into one (1) common share of the Issuer (each a “Share”) at an exercise price of C\$0.40 for a period of two years from the date of issue.*

*(3) Each warrant is exercisable into one (1) common share of the Issuer (each a “Share”) at an exercise price of C\$0.40 for a period of two years from the date of issue.*

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

None to report during the month of December 2022.

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

None to report during the month of December 2022.

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

The trends and risks which are likely to impact the Issuer are detailed in the Issuer’s Form 2A - Listing Statement dated August 31 2021 (the “**Listing Statement**”), under the heading “Item 17. Risk Factors” and the Issuer’s Management Discussion and Analysis dated August 29, 2022 (the “**MD&A**”), under the heading “Risk Factors”. The Listing Statement was posted on the CSE website on August 31, 2021. In addition, the Listing Statement and the MD&A can be viewed under the Issuer’s profile on SEDAR ([www.sedar.com](http://www.sedar.com)).

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## 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

Tasheel Jeerh  
Name of Director or Senior Officer

/s/ Tasheel Jeerh  
Signature

Chief Financial Officer  
Official Capacity

<i>Issuer Details</i> Name of Issuer Traction Uranium Corp. (Formerly Traction Exploration Inc.)	For Month End December 2022	Date of Report YYYY / MM / DD 2023 / 01 / 06
Issuer Address 100 – 521 3 <sup>rd</sup> Avenue SW Calgary, Alberta T2P 3T3	Issuer Fax No. N/A	Issuer Telephone No. 604-425-2271
Contact Name Tasheel Jeerh	Contact Position Chief Financial Officer	Contact Telephone No. 403-998-7663
Contact Email Address tasheel@tractionuranium.com	Web Site Address tractionuranium.com	