

FORM 7

MONTHLY PROGRESS REPORT

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

Trading Symbol: CCC

Number of Outstanding Listed Securities: 48,900,509

Date: February 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.

On February 5, 2021, the Issuer and its partner United Mineral Services Ltd. ("UMS"), a private company owned by Robert Dickinson, announced results of an initial three-hole core drilling program completed between September 14 and September 22, 2020 at their Mack copper-molybdenum-tungsten property (the "Mack Project") located 23 km west of the village of Dease Lake, British Columbia, ("B.C.") as more particularly described in Item 3 herein.

The Issuer also announced that it had entered into an assignment, assumption, debt settlement and subscription agreement dated February 4, 2021 (the “*Debt Assignment and Settlement Agreement*”) with each of WEM Western Energy Metals Ltd. (“*WEM*”) and BC Vanadium Corp. (“*BCVC*”), both wholly-owned subsidiaries of the Issuer, and Ridgeline Exploration Services Ltd. (“*Ridgeline*”), to settle certain amounts owed by each subsidiary for unpaid remuneration for geological and mineral consulting services performed by Ridgeline as more particularly described in Item 13 herein (the “*Debt Settlement*”). Concurrent to and in connection with the Debt Settlement, each of WEM and BCVC entered into separate mineral property purchase agreements with Ridgeline as more particularly described in Item 7 herein.

In addition, the Issuer agreed to issue an aggregate of 1,527,392 shares at a deemed price of \$0.14 per share to certain creditors of the Issuer as full and final payment of debt in the aggregate amount of \$213,834.93 as more particularly described in Item 13 herein.

On February 8, 2021, the Issuer announced it had commenced its phase one drill campaign at The Cecilia Gold-Silver Project in Sonora, Mexico, as more particularly described in Item 3 herein.

The Issuer also announced the resignation of its Chief Financial Officer, Alastair Brownlow and the appointment of Mr. Bennett Liu as its new Chief Financial Officer as more particularly described in Item 16 herein.

On February 9, 2021, the Issuer issued 136,363 compensation shares as more particularly described in Item 14 herein.

On February 19, 2021, the Issuer announced it had granted an aggregate of 2,790,000 stock options (collectively, the “*Options*”) to directors and consultants of the Issuer for the purchase of up to 2,790,000 shares, pursuant to the Issuer’s Stock Option Plan as more particularly described in Item 14 herein.

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 parties to the Sunset Option Agreement are currently working to prepare an amendment to the agreement extending the terms of the remaining obligations of the Issuer.

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 13th, 2021; \$50,000 by July 13th, 2022; and \$50,000 by July 13th, 2023), issue 1,500,000 common shares upon closing (completed), issue 3,000,000 non-transferable special warrants (completed), and incur an aggregate of \$2,500,000 in exploration expenditures by July 13th 2023 (\$750,000 by July 13th, 2021 (completed); \$500,000 by July 13th, 2022; and \$1,250,000 by July 13th, 2023).

The Issuer has an option agreement (the “*Mack Option Agreement*”) with United Mineral Services Ltd. (“*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 Project.

The Issuer has an option agreement (the “*Jake Option Agreement*”) with UMS and Amarc, pursuant to which the Issuer has the right to earn a 50% working interest (the “*Jake Option*”) in the Jake gold property (the “*Jake Project*”), located in British Columbia.

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 Project and the Jake Project 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 Issuer and its partner Riverside Resources Inc. (“*Riverside*”) completed a Phase I prospecting program on its Cecilia Project in Sonora, Mexico. A total of 57 rock samples were collected from Cerro Magallanes with assays returning as high as 48.3 grams per tonne (g/t) gold over 0.75 m. Phase I prospecting has defined and confirmed extensive high-grade mineralization on surface at San Jose and North Breccia targets. Channel results including 43.2 g/t Au (40 cm channel) and 5.6 g/t Au (60 cm channel), are part of a more extensive structural corridor for which historical work has defined the extension up to 300 m in strike length and 20 m width. Surface work has helped Riverside define and detail a 7-hole drill program for 1,500 m over the primary structural zones at the San Jose, North Breccia and Central targets at the Project.

The Issuer and its partner UMS completed a Phase I wide-spaced three hole core drilling program (totalling 583 metres) at their Mack copper-molybdenum-tungsten-gold, sheeted and stockwork vein/fracture target, (the “*Mack Project*”) located near Dease Lake, British Columbia. All three holes (MK2001 thru MK2003) intersected the targeted geological setting; a sheeted and stockwork vein/fracture system hosted by granodiorite. No other significant rock types were encountered. Fractures, veins, alteration and occurrences of pyrite, chalcopyrite (copper) and molybdenite (molybdenum) were similar in all three holes but their degree of development varied. The Issuer and UMS (or its assigns) have now formed a 50:50 Joint Venture to further advance the project.

The Issuer’s wholly-owned subsidiary, Isaac Newton Mining Corp, owns 100% of the Newton Gold Project (the “*Newton Gold Project*”) located in the Clinton Mining Division of the Province of British Columbia. The Newton Gold Project covers approximately 23,000 contiguous hectares of generally flat-lying topography, located approximately 100 km west-southwest of Williams Lake in south-central British Columbia, Canada. The area is accessible

year-round by a 2.5-hour drive from Williams Lake, using Highway 20 and maintained logging roads. The Newton Gold Project includes more than 30,000 m of drilling, and a 2012 historic mineral resource estimated at the inferred confidence level for 1.6 million ounces gold (Au), and 7.7 million ounces silver (Ag), as reported in a NI 43-101 technical report effective dated December 19, 2012 entitled “Technical Report on the Initial Mineral Resource Estimate for the New Project, Central British Columbia, Canada”, prepared by Reno Pressacco, M.Sc.(A), P.Geo., for Amarc and filed under Amarc’s profile on www.sedar.com (the “Newton Technical Report”). This inferred mineral resource estimates a grade of 0.44 g/t Au and 2.1 g/t Ag. at a cut-off grade of 0.25 g/t Au. The mineralization is typical of bulk-tonnage, low to intermediate sulphidation, disseminated epithermal gold-silver deposits.

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 Mack Project

The Mack Project drill program (the “Mack Drill Program”) comprised three, very wide-spaced NQ core holes (totaling 583 m) designed to test separate portions of a northwest trending, coincident copper, molybdenum, tungsten and bismuth, soil geochemical anomaly measuring about 1,000 m long and 400 - 500 m wide, located on an overburden covered alpine plateau. In addition, a British Columbia Ministry of Energy and Mines Open File 1999-3 lists the Mack Project area as having potential for reduced intrusion related gold systems. Known example deposits of that type would include Fort Knox in Alaska and Brewery Creek in the Yukon.

The Mack Drill Program was designed to test the anomalous gold concentrations reported from trenching programs outlined in historical assessment reports filed with the B.C. government in 1976 and 1979 and also to determine a bedrock source for anomalous concentrations of copper, molybdenum and tungsten in soil samples collected during a 386-grid sample program completed by UMS in 2018.

All three holes (MK2001 thru MK2003) intersected the targeted geological setting; a sheeted and stockwork vein/fracture system hosted by granodiorite. No other significant rock types were encountered. Fractures, veins, alteration and occurrences of pyrite, chalcopyrite (copper) and molybdenite (molybdenum) were similar in all three holes but their degree of development varied. Fractures and veins varied in density, alteration intensity varied from none to weak, and sulphide mineralization varied from none to locally 10%. Pyrite occurs disseminated within the granodiorite and also in fractures and veins, whereas molybdenite and chalcopyrite occurrences are restricted to fractures and veins. An increase in the density of structures is generally associated with an increase in molybdenite and chalcopyrite. All three holes host scattered chalcopyrite and molybdenite from the start of the hole to the end of the hole. Chalcopyrite and molybdenite are hosted by quartz-pyrite fractures and veins, although more than 90% of fractures and veins are devoid of these minerals. All three holes returned anomalous, unevenly distributed, concentrations of tungsten (scheelite), anomalous bismuth and no anomalous gold results.

MK2001 was drilled at an azimuth of 204° and an inclination of -45° to a length of 222 m. It was designed to intersect at moderate depth, the mineralization recorded from the nearby trenches and pits excavated by hand in 1976 and 1979. MK2002 was drilled at an azimuth of 070° and an inclination of -45° to a length of 197 m. It was designed to test an area of coincident moderate to high copper and molybdenum and scattered low gold in-soil anomalies returned from the 2018 geochemical soil sampling survey. MK 2003 was drilled at an azimuth of 237° and an inclination of -45° to a length of 164 m. It was designed to test an area of moderate copper in-soil anomalism also defined by the 2018 geochemical soil sampling survey.

Of the three holes, MK2001 contained a greater abundance of veins/fractures, numerous veins with sericitic alteration halos and the greatest amount of chalcopyrite, molybdenite and scheelite. Holes MK2002 and MK2003 were not as well mineralized as MK2001 and their geochemical results are lower.

Although the Mack Project has some characteristics of a reduced intrusion related system, a better mineral system analogy is likely the Northern Dancer (Logtung) mineral system located some 225 km to the north near Watson Lake in the Yukon. Logtung is a low grade, large tonnage, tungsten-molybdenum system hosted by an intrusive. Its geochemical signature appears to be similar to the geochemical results obtained from the Mack Drill Program. The extensive area of anomalous mineralization intersected at Mack could represent the margins of such a system. Hole MK2001 returned the greatest number and highest geochemical concentrations of copper, molybdenum and tungsten suggesting mineralization is increasing to the south-east towards the strongest portion of the northwest-southeast trending soil geochemical anomaly. The location of MK2001, and further to the south-east, is in an area with few outcrop exposures. Therefore an induced polarization (IP) geophysical survey east of hole MK2001 across the area of anomalous soil geochemistry could assist in selecting potential new drill targets.

The Cecilia Project

The work program will test the un-drilled San Jose structure on the Cerro Magallanes target where recent sampling returned values up to 48.3 g/t gold over 0.75 m at surface (out of 21 samples; see press release of November 18, 2020). As project operator, Riverside Resources has planned a total of 6 drill holes designed to test down to roughly 250 m in depth between 2,200 m and 1,900 m elevation over the Cerro Magallanes rhyolitic dome. This target is one out of five major targets on the 7,000 hectares (70 sq. km) claim block in the prolific gold and copper mining region of northern Sonora, Mexico.

Recent underground sampling has returned positive results, which demonstrate the value of drill testing the area of Cerro Magallanes. Additionally, geophysical survey work, primarily Induced Polarization (IP) and magnetics have highlighted the targets already identified by the field crews (see press releases dated September 21, 2020 and November 18, 2020). This work shows the significance of the northwestern and northeastern structures as fluid migration paths. The intersection of structures is often where gold bearing fluids are concentrated and could lead to discoveries of high-grade zones. Carlyle and Riverside have planned the drilling program to target, at depth, the high-grade gold system that was identified at surface during its first-phase exploration program (see Riverside's press release of June 6, 2017).

These drill results are expected to increase knowledge of potentially larger targets related to the dome margin complex, a deposit type known for hosting multi-million ounces of gold and silver. Analogs include projects such as La Pitarrilla Deposit in Durango held by SSR Mining and the San Julian Mine of Fresnillo. While the mineralization at Cecilia is predominantly gold-rich, the flow-dome related Ag-Pb-Zn(-Au) deposits of north-central Mexico represent important geological models for exploration at Cecilia. Drilling of these potential targets will be tested in subsequent drill programs.

The Issuer also reported it has now met its first-year exploration commitments of its Option Agreement with Riverside Resources to acquire 100% of the Cecilia Gold-Silver Project, by having advanced at least \$750,000 CAD for exploration expenditures. It is expected the balance of funds will be spent through the duration of this phase one drill campaign over the next 4-6 weeks.

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.

N/A

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.

N/A

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.

N/A

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.

Concurrent to and in connection with the Debt Settlement, each of WEM and BCVC entered into separate mineral property purchase agreements with Ridgeline, pursuant to which Ridgeline agreed to acquire from each of WEM and BCVC respectively 100% undivided, unencumbered legal and beneficial interests in the "Porcher" and "Star" properties, respectively located in the Vancouver and Skeena mining divisions of the Province of B.C., as well as the "Penece" and "Blackie" properties, located in the Skeena Mining Division of the Province of B.C. (collectively, the "*Mineral Properties*"), in consideration for the full and final payment of an aggregate of \$25,000 in debt owed by each of WEM and BCVC for certain geological and mineral consulting services rendered performed by Ridgeline (the "*Subsidiary Debt Settlement*").

A director of the Issuer is also a director and controlling shareholder of Ridgeline. Accordingly, each of the Debt Settlement and the Subsidiary Debt Settlement constituted a “related party transaction” within the meaning of Multilateral Instrument 61-101 – Protection of Minority Security Holders in Special Transactions (“MI 61-101”). The issuance of the shares and the conveyances of the Mineral Properties to Ridgeline, however, were exempt from the valuation requirements of MI 61-101 by the virtue of the exemption contained in section 5.5(b) as the Issuer’s shares are not listed on a specified market and from the minority shareholder approval requirements of MI 61-101 by virtue of the exemption contained in Section 5.7(1)(a) as the value of the shares issued under the Debt Settlement and the Mineral Properties under the Subsidiary Debt Settlement did not exceed 25% of the Issuer’s market capitalization. Consideration was determined by Consent Resolution wherein the Related Party disclosed their interest in the Debt Assignment and Settlement Agreement by executing a Notice of Disclosure and abstained from voting on the approval and entry thereof.

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.

On February 5, 2021, the Issuer announced that it had entered into an assignment, assumption, debt settlement and subscription agreement dated February 4, 2021 with each of WEM Western Energy Metals Ltd. and BC Vanadium Corp., both wholly-owned subsidiaries of the Issuer, and Ridgeline Exploration Services Ltd., to settle certain amounts owed by each subsidiary for unpaid remuneration for geological and mineral consulting

services performed by Ridgeline.

Pursuant to terms of the Debt Assignment and Settlement Agreement, the Issuer agreed to issue an aggregate of 1,577,138 common shares in the capital of the Issuer (each, a “Share”) at a deemed price of \$0.13 per Share as full and final payment of debt in the aggregate amount of \$205,028; of which WEM and BCVC agreed to assign, and the Issuer agreed to assume an aggregate of \$170,488.

In addition to the Debt Settlement and the Subsidiary Debt Settlement, the Issuer also agreed to issue an aggregate of 1,527,392 Shares at a deemed price of \$0.14 per Share to certain creditors of the Issuer as full and final payment of debt in the aggregate amount of \$213,834.93, to settle certain amounts owed by the Issuer for unpaid accounting, corporate and consulting services (together with the Debt Settlement, the “Settlements”).

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

On February 5, 2021, the Issuer issued 3,104,530 Shares as full and final payment of debt in the aggregate amount of \$418,862.93 pursuant to the Settlements described in Item 13 above.

On February 9, 2021, the Issuer issued 136,363 compensation Shares at a deemed price of \$0.11 per Share pursuant to an advisory board consulting agreement.

On February 19, 2021, the Issuer announced it had granted an aggregate of 2,790,000 stock options (collectively, the “Options”) to directors and consultants of the Issuer for the purchase of up to 2,790,000 Shares, pursuant to the Issuer’s Stock Option Plan. The Options are exercisable for a period of 5 years at an exercise price of \$0.14 per Share. All the Options vested on the date of grant.

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 February 8, 2021, the Issuer announced the resignation of its Chief Financial Officer, Alastair Brownlow and the appointment of Mr. Bennett Liu as its new Chief Financial Officer. Mr. Liu joined the Issuer from Red Fern Consulting Ltd., a full-service accounting group that provides financial and support services for public companies including accounting, regulatory compliance, audit management and financial reporting. Mr. Liu has served as Chief Financial Officer for multiple publicly traded companies (TSX Venture Exchange and CSE-listed) with a focus on the resource sector. He received his Bachelor of Technology – Accounting from the British Columbia Institute of Technology.

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.

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 March 4, 2021.

Morgan Good

Name of Director or Senior Officer

"Morgan Good"

Signature

CEO

Official Capacity

Issuer Details <i>Name of Issuer</i>	<i>For Month End</i>	<i>Date of Report</i> YY/MM/DD
Carlyle Commodities Corp.	February 2021	21/03/04
<i>Issuer Address</i>		
#620 – 111 Melville Street		
<i>City/Province/Postal Code</i>	<i>Issuer Fax No.</i>	<i>Issuer Telephone No.</i>
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Morgan Good	CEO	(604) 715-4751
<i>Contact Email Address</i>	<i>Web Site Address</i>	
<u>morgan@carlylecommodities.com</u>	<u>https://carlylecommodities.com/</u>	