FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **First Energy Metals Limited** (the “Issuer”).

Trading Symbol: FE

Number of Outstanding Listed Securities: 42,197,670

Date: March 07, 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**

1. 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.
2. The term “Issuer” includes the Issuer and any of its subsidiaries.
3. 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.

 *As previously noted on January 20, 2021 announced an option on the Augustus Lithium Property in Quebec. Subsequently on February 08, 2021 First Energy acquired an additional property as described below.*

*FIRST ENERGY METALS ACQUIRES SUBSEQUENT LITHIUM PROPERTY NEARAUGUSTUS PROJECT IN QUEBEC, CANADA*

*First Energy Metals Ltd. has entered into an option agreement to acquire another lithium exploration property located in Landrienne and Lacorne townships, Quebec, Canada. The property consists of 15 mining claims in two non-contiguous claim groups representing a total area of 671.58 hectares located approximately 40 kilometres northwest of the town of Val d'Or on map sheet 32C/05. The newly acquired claims are located to the west and south of the Augustus lithium property claims which were optioned in January, 2021 (see company's news release dated Jan. 21, 2021).*

*Property highlights*

*Of particular interest on this new acquisition is claim CDC-2196058 (Range 1 lot 25) which hosts a part of the historical Canadian lithium prospect which extends to the west from the Augustus claim CDC-2427519.*

*The Canadian lithium prospect is a worked deposit located in Range 1 lot 25-26 in the Landrienne township at G.P.S 284861 E -- 5368288 N. The main outcrop was discovered in 1948 near the boundary line separating the Landrienne and Lacorne townships. A group of parallel pegmatite dikes associated with Lacorne batholith contains aggregates of spodumene, lepidolite, quartz and feldspar accompanied by traces of beryl, clevelandite, colombo-tantalite.*

*Historical drilling in 1955 on claim CDC-2196058 documented on the Quebec Ministry of Energy and Natural Resources (MERN) database indicate a total of 12 drill holes with a cumulative drilling 1,454 metres indicating extension of Canadian lithium deposit to the west on this newly acquired claim. Additionally, 14 historical drill holes documented on the Canadian lithium prospect located on the adjoining Augustus claim have already been reported in the company's news release dated Feb. 2, 2021.*

*Highlights of the historical drilling results are provided below (also see attached table):*

* *Drilling results show several large low-grade lithium pegmatite intercepts ranging in width from 5.73 metres (m) to 84.94 m with lithium grades of 0.11 per cent lithium oxide (Li2O) to 0.38 per cent Li2O.*
* *The low-grade pegmatites are intersected by high-grade spodumene-bearing lithium pegmatites with grades in the range of 1.2 per cent Li2O to 2.3 per cent Li2O and widths in the range of 0.46 m to 6.55 m (source reports GM03952 and GM00744).*

 *SUMMARY OF HISTORICAL DRILL HOLES RESULTS (SOURCE: REPORT GM03952)*

*Hole ID Depth Depth Total Lithium*

 *from to thickness grade*

 *m m m Li2O %*

*CL-39 8.84 52.73 43.89 0.318*

*Including 17.62 21.70 4.08 1.200*

*and 30.48 30.94 0.46 2.300*

*CL-40 30.72 32.55 1.83 1.900*

*CL-41 35.42 41.15 5.73 0.110*

 *45.84 47.55 1.71 2.250*

*CL-44 34.50 119.45 84.95 0.160*

*Including 37.18 39.16 1.98 1.240*

*and 80.49 81.35 0.86 1.140*

*and 102.65 103.32 0.67 1.220*

*CL-46 15.00 18.84 3.84 1.800*

 *20.57 37.03 16.46 0.600*

*Including 30.48 37.03 6.55 1.200*

 *38.59 74.73 36.14 0.130*

*Including 39.07 39.77 0.70 1.940*

*CL-49 95.37 119.20 23.83 0.160*

*Including 108.78 109.72 0.94 1.500*

*CL-56 105.76 120.36 14.60 0.240*

*Note: Reported intersections are drilled intervals and true widths have not*

 *been calculated.*

*Gurminder Sangha, chief executive officer of First Energy Metals, stated: "We are pleased to acquire additional lithium exploration claims in the Augustus lithium property area. Now the company's claim area completely covers the historical Canadian lithium prospect with 2,398 m diamond drilling performed in 26 drill holes. With a total of over 12,000 metres, drilling in 74 drill holes over the entire property gives a wealth of data to make future exploration plans. We feel the new acquisition in the growing lithium market will assist with creating value for both current and prospective shareholders."*

*Transaction details*

*Pursuant to a property purchase agreement between the optionor (Glenn Griesbach) and the company, dated Feb. 3, 2021, First Energy holds an option to acquire a 100-per-cent interest in the property by making cash payments and common shares issuances as follows:*

1. *The optionee making the following cash payments to the optionor:*
	1. *$15,000 to be paid on the effective date;*
	2. *$20,000 to be paid upon the first anniversary of the effective date;*
	3. *An additional $25,000 on or before the second anniversary of the effective date.*
2. *The optionee allotting and issuing the following common shares in its capital stock to the optionor subject to the approval of the regulatory bodies as follows:*
	1. *325,000 shares issued upon the execution of the option agreement;*
	2. *An additional 250,000 shares issued on or before the date of being one year from signing the agreement;*
	3. *An additional 300,000 shares issued on or before the date of being two years from signing the agreement.*

*The optionor will retain a 2.0-per-cent net smelter royalty from any future production.*

*This above-noted agreement is with a non-related party and there are no directors, officers or senior management in common. Closing of the transaction is subject to obtaining all required approvals, including the CSE (Canadian Securities Exchange) and including any other regulatory approval.*

*Afzaal Pirzada, PGeo, who is a consultant of the company, and a qualified person for the purposes of National Instrument 43-101 -- Standards of Disclosure for Mineral Projects, has reviewed and approved the scientific and technical information contained in this news release.*

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

The general discussions of management revolved around initiating our work programs in Quebec on both the recently optioned Lithium properties and the Titan gold property. Please see below for news release outlining work program for the Augustus Lithium property on Feb 02,2021.

*FIRST ENERGY METALS TO START EXPLORATION WORK AT AUGUSTUS LITHIUM PROPERTY IN QUEBEC, CANADA*

*First Energy Metals Ltd. has planned phase 1 exploration work on its recently acquired Augustus lithium property located near Val d'Or in Quebec, Canada. The work will commence in the second week of February and includes prospecting, mapping and sampling of known lithium prospects (Augustus and Canadian lithium prospects) on the property. The scope of work is to confirm the historical surface sampling results on three known historical lithium and silver prospects, to confirm location of historical drill holes, and to develop future exploration targets on the property.*

*The phase 1 work plan is based upon the compilation of historical exploratory drilling data available from the Ministry of Energy and Natural Resources Quebec. The company has acquired data for 62 drill holes with over 10,000 metres drilling carried out on the property since the early 1950s. Highlights of historical exploration work on three historically known prospects are provided below and were partially reported in Jan. 21 news release of the company.*

*Augustus lithium prospect:*

* *The Augustus pegmatite is oriented north 30 degrees west, extending more than 850 metres along strike, and lithium mineralization is confined to the pegmatite body with an average grade of 1.12 per cent lithium oxide (Li2O) (0.52 per cent Li) across an average width of 7.6. metres. Its depth extension is not fully known yet; however, previous drilling has intersected high-grade lithium down to 682 feet (207 metres).*
* *The highlights of the previous drilling results include: 1.69 per cent Li2O over nine feet (2.74 m), 1.25 per cent Li2O over 27.5 feet (8.38 m), 1.07 per cent Li2O over 20 feet (6.1 m), 1.66 per cent Li2O over 12.5 feet (3.8 m) and 1.41 per cent Li2O over 27 feet (8.23 m).*
* *Based on the 1955 drilling results, the continuity of lithium mineralization is established between all drill holes for over 850 metres of strike length down to a depth of 207 m (682 feet) of the Augustus pegmatite body. If mineralization continuity can be proven by future drilling down to over 200 m level as shown in historical drill hole results, a potential resource target of four million tonnes at 1 per cent Li2O can be achieved.*

*Cautionary statement: Investors are cautioned that the potential quantity and grade mentioned above are conceptual in nature, there has been insufficient exploration to define a mineral resource, and it is uncertain if further exploration will result in the target being delineated as a mineral resource. The potential target is based upon historical drilling results taken from report GM03952 (April 27, 1956) and other sources from MRNF Quebec.*

*Canadian lithium prospect:*

* *The Canadian lithium prospect is a worked deposit representing a group of parallel pegmatite dikes associated with Lacorne batholith containing aggregates of spodumene, lepidolite, quartz and feldspar accompanied by traces of beryl, clevelandite and colombo-tantalite.*
* *Drilling at the prospect has shown low-grade lithium-bearing pegmatite intersections of extensive widths. A total of 14 historical drill holes are located on this prospect having drilled depths in the range of 26 m to 184 m and a cumulative drilling of 944 m. It has been estimated that a section of 90.0 m by 30.0 m contains 5.0 to 10.0 per cent lithium-bearing spodumene. This deposit represents a potential for low-grade bulk tonnage of lithium pegmatite material.*
* *The highlights of historical drilling program are: 0.25 per cent Li2O over 154.1 feet including 1.25 per cent Li2O over 13.5 feet, 0.12 per cent Li2O over 227 feet and 0.14 per cent Li2O over 173.6 feet.*

*Landrienne silver prospect:*

* *Silver mineralization occurs in quartz and carbonate veins intersecting felsic to mafic lavas and locally in massive sulphides. These volcanics belong to the Landrienne formation. The mineralization is mainly in the form of sulphides (pyrite, chalcopyrite and pyrrhotite) disseminated in quartz and carbonate veins and also locally in the form of lenses of massive sulphides.*
* *Historical drilling documented for this prospect comprises 30 drill holes with over 6,000 m cumulative drilling.*
* *Report GM 02989-B: The best results obtained from the holes drilled in 1954 are 10.3 parts per million silver over 0.8 metre, 11.7 ppm silver over 0.6 metre, 8.6 ppm silver over 0.6 metre, 9.6 ppm silver over 0.6 metre, 2,000 ppm copper over 1.5 metres, 1,000 ppm copper over 0.6 metre and 8.6 ppm silver over 0.6 metre. GM 28244: Drilling carried out in 1972 returned 2,000 ppm of copper over 2.6 metres. GM 66408: A selected sample yielded 36.8 per cent iron.*

*Cautionary statement: Investors are cautioned that the above information is taken from the publicly available sources. The company has not been able to independently verify the information contained. The information is not necessarily indicative of the mineralization on the property, which is the subject of this news release. The company will need to conduct exploration to confirm historical mineralization reported on the property and there is no guarantee that significant discovery will be made as a result of its exploration efforts. The company is in the process of compiling exploration and geological data available on the property and surrounding area to develop an exploration work plan.*

*Afzaal Pirzada, PGeo, who is a consultant of the company and a qualified person for the purposes of National Instrument 43-101 -- Standards of Disclosure for Mineral Projects, has reviewed and approved the scientific and technical information contained in this news release*.

In addition, First Energy commenced a work program on the Titan Gold Property which will include approximately 20km of IP to better define drill targets.

1. 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.

 First Energy will continue to focus its efforts on the most prospective properties held in its portfolio, subject to exploration success, particularly the Augustus Lithium Property and Titan Gold Property.

1. 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.*

1. 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.

 The Augustus Lithium property was optioned from a non-related party, Mr. Glen Grisbach based on the terms outlined above.

1. 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.*

1. 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.
2. Describe the acquisition of new customers or loss of customers.

*N/A.*

1. 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.*

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

*N/A.*

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

*N/A.*

1. 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.

*N/A.*

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

*The Issuer incurs trade payables in the normal course of its business. For further details, see the Issuer’s periodic financial statements and accompanying management discussion and analysis filed on SEDAR under the Issuer’s SEDAR profile at www.SEDAR.com.*

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

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| --- | --- | --- | --- |
| **Security** | **Number Issued** | **Details of Issuance** | **Use of Proceeds (1)** |
| *Common Shares* | *325,000* | *Initial share issuance to Mr. Glen Griesbach related to the Augustus Lithium Property* | *N/A* |
| Common Shares  | 2,640,000 | *Stock Option Grant exercisable for a period of five years at an exercise price of $0.21 cents per share.* | *N/A* |
| Common Shares  | 1,300,000 | *Stock Option Grant exercisable for a period of five years at an exercise price of $0.35 cents per share.* | N/A |
| Common Shares  | 1,200,000 | *Warrant Exercise @ $0.20 cents per share* |  General Working Capital & Property Exploration on its Energy Metal & Precious Metal Properties  |
| Common Shares | 1,500,000 | *Warrant Exercise @ $0.20 cents per share* | General Working Capital & Property Exploration on its Energy Metal & Precious Metal Properties |

1. *State aggregate proceeds and intended allocation of proceeds.*
2. *The Issuer intends to allocate the aggregate proceeds of $ 250,000 to allocate towards general working capital purposes\_.*
3. Provide details of any loans to or by Related Persons.

*N/A.*

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

*N/A.*

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

*The Issuer has not identified any trends which are likely to impact the Issuer.*

**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. To the best of the undersigned’s knowledge and belief, 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, to the best of the undersigned’s knowledge and belief, 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. To the best of the undersigned’s knowledge and belief, all of the information in this Form 7 Monthly Progress Report is true.

Dated March 07, 2021.

Gurminder Sangha
Name of Director or Senior Officer

“*Gurminder Sangha*”
Signature

President
Official Capacity

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| ***Issuer Details***Name of IssuerFirst Energy Metals Limited | For Month EndMarch 07, 2021 | Date of ReportYY/MM/D21/03/07 |
| Issuer Address2421 – 1055 West Georgia Street |
| City/Province/Postal CodeVancouver, BC V6E 3P3 | Issuer Fax No.( )N/A | Issuer Telephone No.(604) 375-6005 |
| Contact NameGurminder Sangha | Contact PositionPresident & CEO | Contact Telephone No.(604) 375-6005 |
| Contact Email Addressgsangha@firstenergymetals.com  | Web Site Address<https://www.firstenergymetals.com>  |