

## FORM 7

### **MONTHLY PROGRESS REPORT**

Name of Listed Issuer: Auxico Resources Canada Inc. (the "Issuer").

Trading Symbol: AUAG

Number of Outstanding Listed Securities: 39,935,000 common shares

Date: February 11, 2019

#### **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 continued to sample, test and conduct other geological work on properties in Colombia. The Issuer also evaluated coltan opportunities in Brazil.

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

On January 31, 2019, the Issuer announced results from a recent sampling campaign in September 2018 carried out on Auxico's optioned property, PanaPana, located in the state of Guainia, Colombia.

The Issuer reported the discovery of up to 4.6 kg/t of scandium, up to 417.7 kg of niobium, up to 323.1 kg/t of tantalum and up to 495.6 kg/t of titanium. The four samples contained in black sands were taken within an area measuring approximately 500m x 1,500m. Sample M-IK2-2018-2 was taken 280m South-Southwest of M-IK2-2018-1; sample M-IK2-2018-4 was taken 400m East of M-IK2-2018-1; and sample M-IK2-2018-3 was taken 1,113m East of M-IK2-2018-2. A detailed follow-up grid sampling program is being planned and will be initiated very soon. For all results, please refer to the tables below.

Metal	Sc2O3 (kg)	Nb2O5 (%)	Ta2O5 (%)	TiO2 (%)
Sample M-IK2-2018-01	0.0	41.77	32.31	4.55
Sample M-IK2-2018-02	1.9	34.02	19.19	27.88
Sample M-IK2-2018-03	3.5	26.18	8.74	48.34
Sample M-IK2-2018-04	4.6	24.74	9.10	49.56

The sampling campaign was led by Colombian geologists and mining engineers, who were hired directly by Auxico. The samples were analyzed at the Centre of Mineral Technology in Thetford Mines, Quebec.

**Applications of scandium, tantalum, niobium and titanium:** Scandium is used in aerospace industry because of its low density, high melting point and strength. It is often alloyed or mixed with other metals, typically aluminum, to form a super-hard, lightweight, and durable material for building aircrafts. Tantalum is used to manufacture batteries for electric cars, as well as almost every kind of electronic device, including cell phones and computers. Niobium is used in high-grade structural steel while niobium superalloys are used for jet engines and heat resistant equipment. Titanium is also used for superalloys, principally in the aerospace industry for both airframes and engines, because of their low density and ability to withstand extremes of temperature.

All 4 metals are on the list of minerals deemed critical for the US national security and economy.

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.**

No new drilling, exploration or production programs began in January 2019. The Issuer continued to evaluate coltan and gold opportunities in Colombia and Brazil.

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.**

No products or services were discontinued.

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.**

No new business relationships were entered into by the Issuer.

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.**

There were 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.**

There were none.

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

The Issuer is in the business of mineral exploration in Mexico and Colombia. It is not a mineral producing company at this time and does not have any customers per se. This item is not applicable.

- 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.**

There were none.

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

There were none.

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

There were 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.**

There were none.

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

There were none.

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

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>

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

No securities were issued and no options / warrants were granted during the period.

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

There were none.

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

There were none.

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

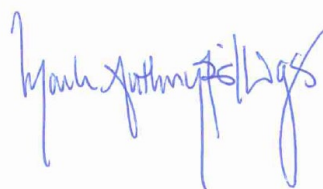
The Issuer has properties and activities in Mexico and Colombia. The Issuer monitors trends and developments in these jurisdictions to determine what material effects, if any, such developments could have on the Issuer, its operations and its current and future profitability. At this time, the Issuer is unaware of any trends or changes, either actual or proposed, which could have a material impact on 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. 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 February 11, 2019.



Mark Billings  
President

<b>Issuer Details</b>		For Month End	Date of Report
Name of Issuer		January 2019	19/02/11
Auxico Resources Canada Inc.			
Issuer Address			
230 Notre-Dame Street West			
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.	
Montreal	( N/A )	(514) 296-1641	
Contact Name	Contact Position	Contact Telephone No.	
Mark Billings	President	(514) 296-1641	
Contact Email Address	Web Site Address		
<a href="mailto:mb@auxicoresources.com">mb@auxicoresources.com</a>	<a href="http://www.auxicoresources.com">www.auxicoresources.com</a>		