

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Etruscus Resources Corp (the "Issuer").

Trading Symbol: ETR

Number of Outstanding Listed Securities: 22,453,501

Date: Aug 6, 2020

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 Company completed logistical arrangements with its exploration project stakeholders, allowing the geological team to commence Phase 1 of the Exploration Program on the Rock & Roll Property in late July. This was a great accomplishment with all parties having developed plans and protocols following government guidelines and requirements with respect to the threat from COVID-19. A \$1 million private placement was announced on July 8 and amended on July 27 as follows:

Up to \$350,000 from 1 million units priced at \$0.35 per unit, with each unit consisting of 1 common share and 1/2 non-transferable share-purchase warrant, each whole warrant exercisable for 2 years at \$0.50 per share.

Plus

Up to \$650,000 from 1.44 million flow-through units priced at \$0.45 per unit, with each unit consisting of 1 flow-through common share and 1/2 non-transferable, non-flow-through share-purchase warrant, each whole exercisable for 2 years at \$0.60 per share.

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

During the month of July, the Company filed its annual financial statements for the year ended March 31, 2020 and began working on its quarterly report for the period ended June 30. Management coordinated the access of the exploration camp area, the supply and installation of the camp and worked with the exploration team to initiate Phase 1 of exploration. Management also held numerous investor meetings and presentations as part of its financing plans.

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.

During the month of July, the Company paid \$65,000 to advance preparation of its field camp and then paid \$246,000 for a VTEM survey over the majority of the Rock & Roll and Sugar Properties. Preparations for the VTEM flights occurred in late July with execution and results expected shortly after.

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 drilling, exploration, or production was amended or abandoned.

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 during the month.

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.

No expiry or termination of contracts or agreement occurred during the month.

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.

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

No acquisition of new customers or loss of customers occurred during the preceding month.

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.

No new developments or effects on intangible products occurred during the preceding month.

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

No employee hirings, terminations or lay-offs occurred during the preceding month.

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

No labour disputes occurred during the preceding month.

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.

No legal proceedings occurred during the preceding month.

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

No indebtedness occurred during the preceding month.

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

In July, 40,000 stock options were exercised by a consultant at \$0.25 per share, for proceeds of \$10,000.

15. Provide details of any loans to or by Related Persons.
No loans were given or received by related parties during the preceding month.
16. Provide details of any changes in directors, officers or committee members.
There were no changes in directors, officers or committee members.
17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.
Commodity prices have surged to new levels, with gold at record USD highs and silver trading well above its past five-year range, which has improved market sentiment in both the mineral production AND exploration sectors.
In BC, where the Company's properties are located, we eliminate the need for foreign travel which has been severely curtailed globally due to COVID-19. BC also continues to be a generally favourable jurisdiction in which to conduct mining, with the availability of Canadian tax incentive programs such as flow-through share issuances.

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: Aug 06, 2020

Gordon Lam

Name of Director or Senior
Officer

“Gordon Lam”

Signature

President & CEO

Official Capacity

<i>Issuer Details</i> Name of Issuer	For Month End	Date of Report YY/MM/D
Etruscus Resources Corp	July	Aug 06, 2020
Issuer Address		
604 – 850 West Hastings St		
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.
Vancouver, BC V6C 1E1	(604) 688-5017	(604) 604-336-9088
Contact Name	Contact Position:	Contact Telephone No.
Gordon Lam	President	(604) 604-336-9088
Contact Email Address	Web Site Address	
gordon@etruscusresources.com	www.etruscusresources.com	