FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: MOSAIC MINERALS CORP, (the “Issuer” or “Mosaic”).

Trading Symbol: MOC.C

Number of Outstanding Listed Securities: 27,583,500

Date: March 1, 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.**

Mosaic continued to review potential property acquisitions to expand its portfolio.

On January 6, 2021 Mosaic announced the strategic acquisition of the Chrisafy Property in Northern Quebec, that same region that hosts Iamgold’s expanding Nelligan and Monster Lake gold deposits and also Northern Superior’s recent Lac Surprise discoveries, a few kilometers to the north. The property is comprised of 22 mineral claims and was acquired for 300,000 shares and $15,000 cash paid over 12 months. On January 21, 2021 Mosaic expanded the Chrisafy Property by adding five claims to bring the total landholding to 27 claims.

On February 23, 2021 Mosaic closed its strategic acquisition of the Crisafy Gold Property. The transfer of all mineral titles was completed, and 300,000 shares were issued and the initial $5,000 paid to the vendor. Two additional payments of $5,000 each will be made at three months and 12 months after the closing date. The Vendor retained a 1.5% Net Smelter Return royalty which may be purchased by Mosaic for Five Hundred Thousand ($500,000) dollars at any time. This transaction is arm’s length. The securities issued are subject to a hold period until June 22, 2021.

On January 27, 2021 Mosaic announced that it was proceeding with a non-brokered private placement of up to 6,250,000 units at $0.08 per unit to generate gross proceeds of up to $500,000. Each unit will be comprised of one common share and one two-year share purchase warrant exercisable at $0.15 per share.

On February 24, 2021 Mosaic closed the first tranche of its a non-brokered private placement issuing 3,575,000 units for gross proceeds of $286,000. Finder’s fees of $18,440 were paid and 321,000 finder’s warrants were issued to three arm’s length parties in respect of tranche 1 of the financing. The finder’s warrants are exercisable at $0.15 per share for two years. All securities issued are subject to an investment hold period expiring June 23, 2021. The net proceeds of the financing will be used to advance the exploration of the Company’s properties in the Chibougamau area, and for general working capital purposes.

Mosaic did not conduct any operations on its Quebec mineral properties due to weather constraints.

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

Management reviewed potential property acquisitions to expand its portfolio.

On February 23, 2021 management closed on Mosaic’s strategic acquisition of the Crisafy Gold Property in the Chibougamau area of Northern Quebec, issued 300,000 shares and paid $5,000 to the vendor.

On January 27, 2021 Mosaic announced that it was proceeding with a non-brokered private placement of up to 6,250,000 units at $0.08 per unit to generate gross proceeds of up to $500,000. Each unit will be comprised of one common share and one two-year share purchase warrant exercisable at $0.15 per share. Gross proceeds with be used to advance the exploration of the Company’s properties in the Chibougamau area, and for general working capital purposes.

On February 24, 2021 management closed the first tranche of Mosaic’s non-brokered private placement issuing 3,575,000 units for gross proceeds of $286,000. Finder’s fees of $18,440 were paid and 321,000 finder’s warrants were issued to three arm’s length parties in respect of tranche 1 of the financing.

Mosaic did not conduct any operations on its Quebec mineral properties due to weather constraints. Management began planning programs for the spring exploration season.

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.**

Mosaic did not conduct any operations on its Quebec properties due to weather constraints.

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.**

None

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.**

None

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.**

None

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.**

On January 6, 2021 Mosaic announced the acquisition of the Chrisafy Property comprised of 22 mineral claims in the Chibougamau area of Quebec for a consideration negotiated at arm’s length of 300,000 shares and $15,000 cash paid over 12 months, $5,000 on closing, $5,000 three months after closing and $5,000 twelve months after closing. On January 21, 2021 Mosaic expanded the Chrisafy Property by adding five claims to bring the total landholding to 27 claims. On February 23, 2021 Mosaic closed on the Chrisafy acquisition and issued 300,000 shares and paid $5,000 to the vendor.

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

Not applicable

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

Not applicable

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

Not applicable

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

Not applicable

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.**

Not applicable

1. **Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.**
2. None
3. **Provide details of any securities issued and options or warrants granted.**

On February 23, 2021 Mosaic closed on the Chrisafy acquisition and issued 300,000 shares to the vendor.

On February 24, 2021 management closed the first tranche of Mosaic’s non-brokered private placement issuing 3,575,000 units for gross proceeds of $286,000. Finder’s fees of $18,440 were paid and 321,000 finder’s warrants were issued to three arm’s length parties in respect of tranche 1 of the financing.

No options were granted during the period.

|  |  |  |  |
| --- | --- | --- | --- |
| **Security** | **Number Issued** | **Details of Issuance** | **Use of Proceeds(1)** |
| Common shares | 300,000 | For property | n/a |
| Common shares | 3,575,000 | Private placement | $286,000 |
| Warrants | 3,575,000 | Private placement | n/a |
| Finder’s warrants | 321,000 | Private placement | n/a |

*(1) State aggregate proceeds and intended allocation of proceeds.* The net proceeds of the private placement financing will be used to advance the exploration of the Company’s properties in the Chibougamau area, and for general working capital purposes. No detailed allocations have been made.

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

None

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

None

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

None

**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 March 1, 2021.

 Name of Director or Senior Officer: **Maurice Giroux**

 
**President, CEO, Director**
Official Capacity

|  |  |  |
| --- | --- | --- |
| ***Issuer Details***Name of IssuerMosaic Minerals Corp. | For Month EndFebruary 2021 | Date of Report2021/03/01 |
| Issuer Address4908 Pine Crescent, Vancouver BC V6M 3P6 |
| City/Province/Postal CodeVancouver BC V6M 3P6 | Issuer Fax No.None | Issuer Telephone No.604-618-4262 |
| Contact NameJohn Cumming | Contact PositionCFO | Contact Telephone No.604-618-4262 |
| Contact Email Addresscumming@stellarafricagold.com | Web Site Address*www.mosaicminerals.ca* |