

## FORM 7

### **MONTHLY PROGRESS REPORT**

Name of Listed Issuer: Prophecy Potash Corp. (the "Issuer").

Trading Symbol: NUGT

Number of Outstanding Listed Securities: 21,773,399

Date: June 22, 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 Issuer is a mineral exploration company. Pursuant to a property option agreement dated June 20, 2018 as amended, between the Issuer and Eastfield Resources Ltd., the Issuer currently has an option to acquire up to**

**a 60% undivided interest in the Indata Property located in Central British Columbia situated approximately 120 kilometres northwest of Fort St. James, British Columbia.**

**On September 19, 2019, the Issuer announced it had started its 2019 exploration program on the Indata project which will include drill road construction into the Manto Target area and trenching pre-existing IP targets discovered in 2010 and 2011 with an excavator.**

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

**Management's activities in the month were mainly focused on ongoing maintenance of the Company.**

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.

**Not applicable for the month of May 2020.**

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.

**Not applicable for the month of May 2020.**

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.

**Not applicable for the month of May 2020.**

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.

**Not applicable for the month of May 2020.**

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.

**Not applicable for the month of May 2020.**

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

**Not applicable for the month of May 2020.**

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.

**Not applicable for the month of May 2020.**

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

**Not applicable for the month of May 2020.**

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

**Not applicable for the month of May 2020.**

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.

**Not applicable for the month of May 2020.**

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

**Not applicable for the month of May 2020.**

14. Provide details of any securities issued and options or warrants granted. **Not applicable in the month of May 2020.**

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>
None			

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

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

**Not applicable for the month of May 2020.**

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

**Not applicable for the month of May 2020.**

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

**Except as described below, there are no new trends, commitments, events or uncertainties known to management which could reasonably be expected to have a material effect on the Issuer's business, the Issuer's financial condition or results of operations. See the Issuer's prospectus dated May 10, 2019 for further details concerning the risk factors applicable to the Issuer.**

The unprecedented events surrounding the COVID-19 Pandemic are expected to cause global economic consequences. In the short term, the pandemic and the 'social distancing' policies implemented by federal and provincial operations may cause impacts to operations. At this time, as the exploration season for the Issuer's property has yet to begin, it is not possible to determine operational impacts, but current economic condition will impact the Issuer's ability to raise additional funds if required.

### 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 June 22, 2020.

Ian McDonald  
Name of Director or Senior  
Officer

"Ian McDonald"  
Signature

CEO  
Official Capacity

<b>Issuer Details</b>		For Month End	Date of Report
Name of Issuer <b>Prophecy Potash Corp.</b>		<b>May 2020</b>	YY/MM/D <b>2020/05/05</b>
Issuer Address <b>1055 West Georgia Street, Suite 1500</b>			
City/Province/Postal Code <b>Vancouver, BC, V6E 4N7</b>		Issuer Fax No. <b>N/A</b>	Issuer Telephone No. <b>647 407-2515</b>
Contact Name <b>Ian McDonald</b>		Contact Position <b>CEO</b>	Contact Telephone No. <b>As above.</b>
Contact Email Address <b>info@prophecymining.com</b>		Web Site Address <b>www.prophecymining.com</b>	