

## FORM 7

### **MONTHLY PROGRESS REPORT**

Name of Listed Issuer:

**CellCube Energy Storage Systems Inc.** (formerly Stina Resources Ltd.) (the "Issuer").

Trading Symbol: **CUBE**

Number of Outstanding Listed Securities: 138,017,953

Date: August 2, 2018

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's primary activity is the development of a fully integrated vanadium mining to vanadium redox flow battery company. The exploration of the Bisoni McKay Vanadium Property in northern Nevada is also a primary**

activity. The fully-vested Vanadium property contains a 43-101 resource estimate, and contains 37 claims, plus an additional 164 claims to the north of the property, through the adjacent Bisoni-Rio property, right up to the nearby Gibellini Property. (In June the month the Company announced its intentions to spin out the property – see Section 2 below).

The Company has contracted Chris Healey to prepare an updated NI 43-101 Technical report on the Bisoni McKay and Bisoni-Rio property, which is expected in August.

The Company is still evaluating the viability of the Soft Wave water system, which has not demonstrated profitability for the Company at this stage, and it may consider writing off the interest in the project at year end.

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

The Company is currently taking steps to become a fully-integrated producer of vanadium and vanadium electrolyte products based upon the technological advances related to electrical energy storage. Of particular interest is providing electrolyte to the vanadium redox flow battery market which is rapidly gaining acceptance throughout the world.

To better refine its focus on the emerging green energy industry, the Company announced in June that it intends to spin out the Bisoni McKay and Bisoni-Rio properties to a newly formed subsidiary called Vanadium 23 Corp. CellCube shareholders would receive one share of Vanadium 23 Corp, for every 2 shares of Cellcube held. Cellcube intends to hold a 19.9 percent interest in Vanadium 23 Corp.

The proposed spinout transaction will be subject to shareholder approval, CSE approval, and the timing of the transaction has not yet been announced.

#### **Enerox GmbH (formerly Gildemeister GmbH)**

Enerox continues to reorganize and restructure management while it refines its focus. The Company delivered its first battery in Germany, and installed its first energy storage system in New York during the month. Additionally, it delivered a battery to the University of Calgary for the ongoing joint research effort with PNNL.

#### **Enercube Switchgear Systems (formerly Jet Power and Controls)**

Enercube continues to re-organize under the leadership of President and CEO Brian Ricker. New sales opportunities are emerging as the company partners with Enerox on new opportunities.

During the month the Company closed the transaction for Pure Vanadium. Pure holds a portfolio of licenses for the production and sale of Vanadium Electrolytes, and is a key integral part of the University of Calgary research.

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.

**On March 27, 2018 the Company announced plans for an extensive 2018 spring /summer work program at its Bisoni McKay / Bisoni-Rio vanadium project near Eureka, Nevada. Permit application forms have been sent to the Bureau of Land Management in Nevada to enable the Company to undertake a drill and bulk sampling program on the Bisoni McKay and Bisoni-Rio properties this spring and summer. The program has been approved by the BLM, and the necessary paperwork and bond are now being arranged in conjunction with an update of the Company's NI 43-01 technical report, in progress now.**

**See Section 1 (above) regarding Soft Wave. The Company is still in the process of evaluating the potential of the business and will consider a write off of the interest at year end.**

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.

**None applicable**

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.

**The Company closed the acquisition for Pure Vanadium, originally announced in 2017, with due diligence following. Pure is a research and technology company involved in the development of vanadium electrolyte (VE) formulations for grid-scale electrical storage batteries. High-quality VE is a key component of vanadium redox flow batteries. Pure holds a portfolio of licences for the production and sale of VE. Pure's licences were granted by the Battelle Memorial Institute, the operator of Pacific Northwest National Laboratory, a U.S. Department of Energy national laboratory. The acquisition of Pure supports the long-term objective of the company to become the first North American vertically integrated producer of vanadium electrolytes for the energy storage industry.**

**Under the terms of the acquisition, Pure will become a wholly owned subsidiary of Cellcube and the company will acquire all the assets and assume the obligations owing in connection with Pure's research and**

development and business operations. Cellcube will acquire all the outstanding common shares of Pure for total cash consideration of \$187,000.

During the month the Company announced that it had arranged \$15M in equity financing with Alumina Partners LLC, a New York-based private investment partnership that specializes in investing in emerging growth companies, through its wholly owned subsidiary Alumina Partners (Ontario) Ltd. The purpose of the facility is to provide Cellcube with financial flexibility and unilateral control over the financing of its working capital requirements while managing and limiting dilution.

The facility provides for equity private placement offerings by Cellcube to Alumina Partners in drawdown amounts of up to \$1-million per week, at the sole discretion of Cellcube. Alumina Partners has committed to purchase up to \$15-million of units of the company. Each unit consists of one common share and one-half of one common share purchase warrant, and each unit being purchased at a discount ranging from 15 per cent to 25 per cent of the then-current market price of the common shares. The exercise price of the warrants will be at a 25-per-cent premium over the then-current market price of the common shares, subject to an acceleration clause should the 10-day volume-weighted average price of the common shares be equal to or greater than 180 per cent of the warrant exercise price prior to the expiry date of the applicable warrants.

#### **Cancellation of Financing**

On August 2, 2018 (subsequent period), the Company announced that it had decided not to proceed with the Alumina financing after further review and input from major shareholders. No fees have been paid and no penalties are associated with the cancellation of the facility.

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.

**See Section 5 above. The Alumina Partners LLC Equity Financing deal announced on July 31, 2018, was cancelled on August 2, 2018 (subsequent period)**

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.

**None Applicable**

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

**During the month, 377,916 warrants were exercised at a price of \$0.15 for proceeds of \$56,687.**

**Proceeds will be used as general working capital**

**During the month 148,964 warrants were issued to former Jet Power and Controls shareholders. The warrants are exercisable at a price of \$4.39, expiring between February 17 and May 8, 2020.**

**During the month 13,409 broker warrants were issued as part of the Jet Power transaction. The broker warrants are exercisable at a price of \$4.39 expiring on May 5, 2020.**

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

**None**

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

**None**

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

**The trend developing towards use of vanadium redox flow batteries (VRB) for grid-energy storage is a major benefit to companies with vanadium assets. Gildemeister GmbH has installed over 100 vanadium redox flow batteries in over 24 countries during the past few years. The pure-play vanadium deposits in the Company's Bisoni McKay and the Bisoni-Rio Properties in Nevada may be in high-demand as the world demand for vanadium increases.**

**In response to expanding uses for vanadium, prices have increased over 320% since January 2017 with V2O5 prices now approximately US \$17 per pound. Vanadium, widely used as an alloy to strengthen steel and in vanadium flow batteries for the energy storage industry, is the best performing battery metal over this time period surpassing cobalt, copper and nickel.**

## 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: August 2, 2018

Mike Neylan

Name of Director or Senior Officer

"Mike Neylan"

Signature

CEO/ Director

Official Capacity

<b>Issuer Details</b> Name of Issuer: Cellcube Energy Storage Systems Inc.	For Month Ended July, 2018	Date of Report YY/MM/D 18/08/02
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City/Province/Postal Code Richmond, BC V6X 1Y1	Issuer Fax No. (604) 244-8902	Issuer Telephone No. 1-800-882-3213
Contact Name Mike Neylan	Contact Position: President	Contact Telephone No. (416) 720-3469
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