

## 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: 136,735,503

Date: July 4, 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. In 2017, the Company staked an additional 164 claims to the north of the property, through the adjacent Bisoni-Rio property, right up to the Gibellini Property in anticipation of a renewed interest in vanadium as new technologies utilizing the element, particularly in the electrical energy storage market are developed.

Most of the vanadium within the Bisoni-McKay property is contained within carbonaceous shale. In September 2017 samples of the shale containing vanadium were sent to Hazen Research in Colorado for investigation of cost-effective ways of separating the vanadium from the carbonaceous material. The first reports were received in December and a news release announcing non-proprietary results was issued on December 13, 2017.

This testing involved roasting-leaching and pressure oxidation processes. Preliminary mineralogical testing also showed low levels of carbonate minerals, viewed as a positive as these are notorious acid-consuming minerals. Both methods were successful in destruction of the organic matter to liberate the vanadium for subsequent leaching.

The roast-leaching experiments resulted in vanadium extraction in the range of 60%. More work needs to be done to determine the vanadium compounds present to better formulate the leaching reagents.

The pressure oxidation experiments produced the best results with extraction levels exceeding 90%. The carbon content in the feed for the autoclave experiments was 6% and the pyrite was 0.6%. These levels are considered advantageous in self-combustion in the autoclave process. Further experiments involving lower temperatures and coarser grind may show processes that could lead to lower operating and capital costs.

Soil Sampling on the Bisoni-Rio was conducted during May and June 2018. Highlights included:

- Six 1.5-metre (five feet) channel samples that were across a 30 m zone from the more northern trench on the Bisoni-Rio averaged 0.18 per cent V<sub>2</sub>O<sub>5</sub> (vanadium pentoxide) over a sampled length of 30 m (98 feet), the highest-grade sample contained 0.50 per cent V<sub>2</sub>O<sub>5</sub> over 1.5 m (five ft). Note: Since these samples were not continuous over the full zone, the reported grade may not be representative of the actual grade of the trench. To the south, 14 samples in a continuous channel (each three metres in length) were collected yielding 0.07 per cent V<sub>2</sub>O<sub>5</sub> over 42 m (138 feet).
- In both trenches, the material sampled was highly weathered rubble, which appears to be Woodruff formation shale, and is lying on surface. Such material would be expected to be depleted in vanadium concentrations.
- On Bisoni McKay, 15 continuous channel samples averaged 0.35 per cent V<sub>2</sub>O<sub>5</sub> over 45 m.

**There has been limited activity with the company's Soft Wave non-chemical water treatment system that provides a number of cost-saving, environmental and personal benefits to household consumers, businesses, city water infrastructures and large industrial operations. It dissolves and suspends minerals in the water, thus preventing scale formation inside the pipes and the elimination of prior scaling. The Company is still evaluating the viability of the system, which has not demonstrated profitability for the Company at this stage.**

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.**

**On May 17, 2018 the Company changed its name to CellCube Energy Storage Systems Inc. to better reflect the evolving nature of the business activities as the company strives to be a fully integrated producer of vanadium, vanadium electrolyte and vanadium flow batteries. On May 17, 2018 the Company also changed its trading symbol from SQA to CUBE, and continues to trade on the CSE.**

**In early October 2017 the Company submitted a bid for the purchase of the assets of Gildemeister GmbH, one of the world leaders in vanadium redox flow batteries. An Austrian subsidiary of the Company was created to be the receiving company for the assets. The company was named Enerox GmbH.**

**During March 2018, management was extensively involved in starting the transfer of the business to Enerox. Key activities included arranging employee contracts for the employees that would be joining Enerox, accepting transfer of operational contracts from the receiver, and handling a variety of other legal matters related to the transaction.**

**On April 25, 2018 the final documents were signed transferring the assets of Gildemeister GmbH from the receiver to Enerox GmbH. The transfer included all contracts, patents and physical assets. Now that the transaction has been completed, the Company reports that it paid a total of 5,210,000 Euros for the purchase, plus 20% VAT according to the purchase agreement. The VAT is refundable to the Company. Enerox GmbH can now actively begin pursuing opportunities for sales of vanadium redox flow batteries. One client who had a previous contract with Gildemeister turned down other providers and waited for the conclusion of the asset transaction so they could enter into a new contract with Enerox for a flow battery. That battery will be delivered during May 2018. In addition, their leads are now being followed up.**

**During the month of June the Company announced the appointment of Mr. Stefan Schauss as President and CEO of ENEROX GmbH, a wholly-owned subsidiary of the Company. The newly formed Austrian company that will assume the assets of Gildemeister Energy Storage GmbH (“Gildemeister”) once the asset purchase is concluded.**

**The Company also announced the new executive team for Enerox. Frank Baumann will serve as Director of Sales; Martin Harrer will serve as Director of Development and will head the R&D efforts of Enerox, and Thomas Heinrauch will be director of operations.**

**Alexander Schoenfeld has now been appointed the managing director of Enerox GmbH in Wiener Neustadt to maintain and grow the company’s global leadership position in redox flow-based energy storage systems. Alexander has held several global and regional management positions in business development, sales, marketing and product management both in large enterprises such as Siemens and start-up companies like Anyline, Locamation or recently Yunicos in Berlin**

**Jet Power continues to re-organize under the leadership of President and CEO Brian Ricker. New sales opportunities are emerging. The first Jet staff members received training in Austria during the week of May 21, 2018. An installation of an Enerox battery as a foundation for a micro-grid was undertaken in June 2018 in Victor, New York. The installation involved staff of Enerox, Jet Power, and McConnell Electric (the owner of the micro-grid). The micro-grid will become a demonstration site for Enerox flow battery applications. McConnell Electric is now trained to enable them to install Enerox batteries in the north eastern United States.**

**During the month of June, the Company made application to change its financial reporting year end from September 30, to June 30.**

**During the month of June the Company retained the services of RWE growth partners for the purpose of formally valuating the Gildemeister, Jet Power, and Hillcroft acquisitions, which will be an integral part of the Company’s financial statements going forward. (see section 5 below)**

**During the month of June, the Company changed its Registered Office and Records Office to the following address:  
Suite 1100 – 736 Granville Street  
Vancouver, BC V6Z 1G3 Canada**

**During the month of June the Company also changed its US trading symbol on the OTCBB from STNUF to CECBF, to better reflect the Company’s recent name change to CellCube Energy Storage Systems Inc.**

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.

**See Section 1 (above) regarding Soft Wave. The Company is still in the process of evaluating the potential of the business.**

**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.**

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.

**In July 2017 the Company signed a non-binding letter of intent to evaluate the purchase of Pure Vanadium Corp. The purchase is being considered to provide a research capability to the Company. The research of interest includes the use of vanadium in electrolytes for vanadium redox flow batteries. Due diligence has not yet been completed, but both parties have agreed to a further extension period to continue the due diligence. The agreement has not been finalized as of the date of this report.**

**The Company has negotiated a research agreement with the University of Calgary. The research will evaluate the use of vanadium from the Bisoni McKay deposits to determine how they may best be used in the development of vanadium electrolytes for use in vanadium redox flow batteries. The agreement was finalized in January 2018. Part of the agreement involves provision of a test battery. The Company's subsidiary, Enerox GmbH, agreed to provide a test battery to the University of Calgary. The battery arrived in June and is now available for the research project.**

**During the month the Company entered into a contract with A. Lee Barker, MA Sc., P. Eng., P. Geo., to provide Geological and Technical Advisory Services to**

the Company.

**During the month the Company announced it had named 5W Public Relations in New York, as its public relations agency of record. Terms of the agreement are for a term of six months, for a cash payment of \$10,000 (US) per month, and can be terminated upon 30 day notice at the end of a month.**

**During the month the Company signed a contract with RWE Growth Partners Inc. for the valuation of the Gildemeister, Jet Power and Hillcroft acquisitions. The estimated fee is approximately \$21,000. The valuations will be a key component of the year ending June 30, 2018 audited financial statements.**

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.

**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.

**On June 7, 2018 the company announced the formal closing of the Jet Power acquisition. The Company and Jet Power amended the transaction to provide for the purchase of all Jet Power shares in consideration of up to 3,723,131 shares of Cellcube, averaged price of 36.5 cents per share and assuming the exercise of convertible securities, rather than the earlier stated amount of six million shares.**

**On June 11, 2018 a companion company to Jet Power and Controls Ltd. was acquired, called Hillcroft Consulting Ltd. The purchase was concluded on May 23, 2018 with a consideration of 822,921 shares of CellCube Energy Storages Systems at a deemed price of \$0.365 cents per share, paid to two non-related shareholders of Hillcroft. Hillcroft manufactures emergency electrical control systems and has been a major customer of Jet Power. Hillcroft will also change its name to PowerHaz Energy Mobile Solutions Inc.**

**On June 28, 2018 the Company announced that it intends to spin out the Bioni McKay vanadium property and the Bioni-Rio property into a new formed subsidiary called Vanadium 23 that will be publicly listed. The Company intends to retain a 19.9-per-cent interest in Vanadium 23, and plans to issue 1 common share of Vanadium 23 for every 2 common shares held of CellCube. The proposed spinout transaction will be subject to shareholder approval, CSE approval, and the timing of the transaction has not yet been**

**announced.**

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, 100,000 employee/ consultant options were exercised at \$0.28 by an insider of the Company, for proceeds of \$28,000.**

**During the month, 14,025 broker warrants were exercised at a price of \$0.20 for proceeds of \$2,805.**

**-All proceeds will be used as general working capital**

**During the month, 705,000 employee/ consultant options were re-assigned from the June 2017 grant, at a price of \$0.15. The expiry date remains at June 27, 2019.**

**During the month, 705,000 employee/ consultant options were re-assigned from the October 2017 grant, at a price of \$0.28. The expiry date remains at October 16, 2019.**

**During the month, 3,000,000 performance warrants were granted to a Company executive, at an exercise price of \$0.50, expiring June 15, 2021.**

**During the month, 200,000 broker warrants were granted at an exercise price of \$0.53, expiring June 18, 2021.**

**During the month, 500,000 broker warrants were granted at an exercise price of \$0.375, expiring June 18, 2021.**

**During the month, 855,343 Common shares were issued to six non-related parties and one insider (72,000) as part of contracts signed with Jet Power and Hillcroft. The shares have a hold period until October 18, 2018.**

**During the month, 2,214,052 common shares were issued to three principles (non-related to CellCube) of Jet Power as part of the closing of the acquisition of the company.**

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

**None**

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

**On June 15, Brian Stecyk resigned as President and CEO, but has agreed to remain on as a Company director during the transition period.**

**On June 15, Mike Neylan was named CEO and Director of the Company.**

**On June 15, Stefan Schauss was named President of the Company**

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: July 4, 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 June, 2018	Date of Report YY/MM/D 18/07/04
Issuer Address Ste 10 – 8331 River Road			
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
Contact Email Address: neylanmike@gmail.com		Web Site Address: www.stinaresources.com	