

**Blue Lagoon Resources Inc.**  
**c/o 1200 – 750 West Pender Street**  
**Vancouver, BC V6C 2T8**

July 15, 2021

Canadian Securities Exchange  
100 King Street West, Suite 7210  
Toronto, Ontario, M5X 1E1

Dear Sirs/Mesdames:

**Re: Blue Lagoon Resources Inc. (the "Company")**

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In compliance with section 2.7(a) of CSE Policy 6 - *Distributions*, the Company hereby confirms the following:

1. the Company completed a non-brokered private placement (the "**Private Placment**") pursuant to which 4,761,154 charity flow-through units ("**Charity Units**") were issued at a price of \$0.7425 per Charity Unit, 609,758 regular flow-through units (the "**FT Units**") were issued at a price of \$0.82 per FT Unit, and 7,446,818 non-flow-through units (the "**NFT Units**") were issued at a price of \$0.55 per NFT Unit, for aggregate gross proceeds of \$8,130,908.31. Each of the units is comprised of one common share of the Company and one-half of one common share purchase warrant. Each whole warrant is exercisable into one common share of the Company at an exercise price of \$0.75 per share in the case of the Charity Units and the NFT Units, or \$1.10 per share in the case of the FT Units, until July 15, 2023; and
2. the Company received aggregate proceeds of \$8,130,908.31 in connection with the completion of the Private Placement.

Sincerely,

*"Rana Vig"*

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Rana Vig  
President & CEO