

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Primary Energy Metals Inc. (the "Issuer").

Trading Symbol: PRIM

Number of Outstanding Listed Securities: 8,162,156

Date: February 28, 2019

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.

February 1, 2019 – the Company announced that the Board of Directors had approved a consolidation of the Company's common share capital on a ten-for-one basis. The completion of the consolidation being subject to the approval of the Canadian Securities Exchange.

February 19, 2019 – the Company announced that the Company’s common shares will be consolidated on a ten-for-one basis effective at the close of business. There will be no change to the Company’s ticker symbol in connection with the consolidation and the new post-consolidation CUSIP will be 74170R208 and the ISIN will be CA741702081.

February 28, 2019 – the Company announces that it has signed an arm’s length Letter of Intention (“LOI”) with Bakorp Resources Corp. (“Bakorp”). Bakorp will have the right to acquire the Company’s RD Cobalt Property. Bakorp will make a series of cash payments totalling \$150,000 of which a \$50,000 non-refundable deposit will be made on execution of the LOI and the balance to be paid upon completion of the acquisition.

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

See Section 1 above.

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.

None

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

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.

None

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.

None

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

None

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.

None

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

None

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

None

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.

None

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

None

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

None

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

15. Provide details of any loans to or by Related Persons. **None**

16. Provide details of any changes in directors, officers or committee members. **None**

17. 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 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 February 28, 2019

Geoff Balderson

Name of Director or Senior Officer

"Geoff Balderson"

Signature

Director and Chief Financial Officer

Official Capacity

Issuer Details Name of Issuer	For Month End	Date of Report YY/MM/DD
Primary Energy Metals Inc.	February, 2019	2019/02/28
Issuer Address		
430-580 Hornby Street,		
City/Province/Postal Code	Issuer Fax No. ()	Issuer Telephone No. (604) 761-8597
Vancouver, British Columbia V6C 3B6.		
Contact Name	Contact Position	Contact Telephone No.
Patrick Morris	CEO	(604) 761-8597
Contact Email Address	Web Site Address	
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