

MONTHLY PROGRESS REPORTName of Listed Issuer: **MGX Minerals Inc.** (the "Issuer" or the "Company").Trading Symbol: **XMG**Number of Outstanding Listed Securities: **122,655,926**Date: **July 3, 2018****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.

On June 5, 2018, the Issuer announced its intention to complete a non-brokered private placement to raise gross proceeds of up to CA\$7,007,000 on a non-flow through basis (the "NFT Financing") and a concurrent nonbrokered flow through private placement to raise gross proceeds of CA\$5,002,500 (the "FT Financing"), for aggregate gross proceeds of up to CA\$12,009,500.

The Issuer reminds shareholders it has determined June 29, 2018 as the Record Date (the "Record Date") for the proposed distribution of the payment of a dividend in kind of common shares in the capital of its wholly owned subsidiary, ZincNyx Energy Solutions Inc. ("ZincNyx"). The Issuer expects to issue dividend shares totaling 25% - 40% of its holdings in ZincNyx to the Issuer's Shareholders of Record, pending final audit and pricing of shares. The declaration and payment of any such dividend (the "Proposed Distribution") and the amount thereof will be determined at the discretion of the Company's board of directors and will remain subject to, among other things, satisfaction by the Company of all statutory obligations under the Business Corporations Act (British Columbia). The Proposed Distribution also remains subject to applicable approvals and regulatory compliance in all respects.

On June 14, 2018, the Issuer and its engineering partner PurLucid Treatment Solutions Inc. ("PurLucid") reported a successful demonstration event of the NFLi-5 commercial-scale rapid lithium extraction system, which is now ready for deployment. The demonstration occurred at PurLucid's laboratories in Calgary, Alberta and was attended by oil and gas companies, industrial customers, lithium brine owners and local and international media.

On June 21, 2018, the Issuer reported that joint-venture partner Power Metals Corp. ("Power Metals") had commenced drilling in the Main Dyke area on the Henry Dome at the Case Lake lithium property ("Case Lake"). Power Metals expects to complete over 15,000 metres of drilling and will test several new targets that were recently identified through previous drilling and mapping.

On June 25, 2018, the Issuer announced that it had closed its previously announced non-brokered private placement financing for total gross proceeds of \$15,492,334.45 (the "Offering").

Pursuant to the Offering, the Company issued 5,443,205 flow through units (the "FT Units") at \$1.15 per FT Unit, representing gross proceeds of \$6,259,685.75, and 8,393,317 non flow through units (the "NFT Units") at \$1.10 per NFT Unit, representing gross proceeds of \$9,232,648.70. The Offering was oversubscribed by 1,093,205 FT Units and 2,023,317 NFT Units.

Each NFT Unit is comprised of one common share of the Company (a "Common Share") and one common share purchase warrant (a "Warrant"). Each Warrant will entitle the holder to acquire one additional Common Share of the Company for a period of 36 months from the date of closing at an exercise price of \$1.20. Each FT Unit is comprised of one Common Share issued on a flow-through basis pursuant to the Income Tax Act (Canada)

and one-half of one Common Share purchase warrant (each whole warrant, a “FT Warrant”). Each FT Warrant will entitle the holder to acquire one additional Common Share, on a non-flow through basis, for a period of 36 months at a price of \$1.20.

The securities issued under the Offering are subject to hold period of four-months and one day. The FT Unit proceeds will be used for qualified mineral exploration expenses on the Company’s projects in Canada. The NFT Unit proceeds are expected to be used for advancement of the Company’s lithium and magnesium assets, including continued investment into extraction equipment and PurLucid, property payments and additional acquisitions, engineering studies, permitting activities, and for general working capital.

In connection with the Offering, the Company will provide a finder's fee to EMD Financial Inc. (“EMD”) equal to a cash payment of 8% of the gross proceeds of the Offering raised from purchasers introduced to the Company by EMD, Common Shares equal to 4% of the total number of NFT Units and FT Units sold to EMD purchasers, and non-transferable warrants equal to 4% of the total number of NFT Units and FT Units sold to EMD purchasers (the “Finder Warrants”). Each Finder Warrant will entitle the holder to purchase one common share at a price of \$1.20 for a period of 36 months following the closing date. EMD also received a corporate finance fee of \$50,000.

On June 28, 2018, the Issuer announced that ZincNyx had completed the design for manufacturing of its core regenerator and fuel cell modules. Since both modules are constructed from a number of identical cells, they constitute ideal candidates for manufacture by volume production methods such as injection molding, die casting and extrusion. These methods require stringent design rules to be followed to ensure efficient and reliable parts production. ZincNyx has now completed this process for the highest volume parts with the active participation of its chosen suppliers. ZincNyx expects to start receiving parts based on these designs within the next 4 to 6 weeks.

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

Please see Item 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.

Please see Item 1 above.

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.

Please see Item 12.

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 trademarks.

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.

In response to Marc Bruner's Petition filed against the Issuer in the British Columbia Supreme Court on Wednesday, May 16, 2018, the Issuer filed a Response to the Petition which includes set-off claims against Mr. Bruner for his breaches of his consultancy agreement with the Issuer (the "Agreement"). The Issuer has terminated the Agreement but Mr. Bruner has contested the grounds for termination.

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.

Security	Number Issued	Details of Issuance	Use of Proceeds
Non Flow Through Units	8,393,317 common shares	Issued at a price of \$1.10 per non flow through unit ⁽¹⁾	To be used for advancement of the Company's lithium and magnesium assets, including continued investment into extraction equipment and PurLucid, property payments and additional acquisitions, engineering studies, permitting activities, and for general working capital
	8,393,317 warrants		
Flow Through Units	5,443,205 common shares	Issued at a price of \$1.15 per flow through unit ⁽²⁾	To be used for qualified mineral exploration expenses on the Company's projects in Canada
	2,721,601 warrants		
Finder's Warrants	552,460 finder's	Issued at a price of \$1.20 per share for a period of 36 months following the closing	N/A

Security	Number Issued	Details of Issuance	Use of Proceeds
	warrants	date	
Finder's Shares	334,732 finder's common shares	Issued at a deemed price of \$1.10 per share	N/A
Finder's Shares	217,728 finder's common shares	Issued at a deemed price of \$1.15 per share	N/A

- (1) Each non flow through unit consists of 1 non flow-through common share and one common share purchase warrant. Each whole warrant entitles the holder to purchase one common share at an exercise price of \$1.20 per share for a period of 36 months from the closing of the offering.
- (2) Each flow through unit consists of one common share issued on a flow-through basis pursuant to the Income Tax Act (Canada) and one-half of one common share purchase warrant. Each whole warrant entitles the holder to acquire one additional common share, on a non-flow through basis, for a period of 36 months at a price of \$1.20.
15. Provide details of any loans to or by Related Persons.
N/A.
16. Provide details of any changes in directors, officers or committee members.
N/A.
17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.
N/A.

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 CNSX 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 CNSX Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: **July 3, 2018** _____.

Jared Lazerson
Name of Director or Senior Officer

/s/ Jared Lazerson
Signature

President and CEO
Official Capacity

<i>Issuer Details</i> Name of Issuer	For Month End	Date of Report YY/MM/D
MGX Minerals Inc.	June 2018	18/07/03
Issuer Address Suite 303 – 1080 Howe Street		
City/Province/Postal Code Vancouver, BC V6Z 2T1	Issuer Fax No. N/A	Issuer Telephone No. (604) 681 7735
Contact Name Jared Lazerson	Contact Position President, CEO & Director	Contact Telephone No. (604) 681 7735
Contact Email Address jared@mgxminerals.com	Web Site Address www.mgxminerals.com	