

## FORM 7

### MONTHLY PROGRESS REPORT

Name of Listed Issuer: Golden Birch Resources Inc. (the “Issuer”).

Trading Symbol: GBRX

Number of Outstanding Listed Securities: 81,296,746

Date: June 4, 2020

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.

**No exploration work was undertaken in May, 2020. The Issuer continued its early planning for field crews to construct an access road on the Issuer’s only property, the Keveri Property, as defined in the Form 2A Listing Statement of the Issuer dated February 19, 2020 (the “Listing Statement”).**

On May14, 2020, the Issuer announced that, further to its announcement on April 16, 2020, it had completed the first tranche (the “First Tranche”) of a private placement financing through IBK Capital Corp. (“IBK Capital”).

The offering consists of the sale of units (“Units”) of the Company at a price of C\$0.15 per Unit for aggregate gross proceeds of up to C\$6,000,000 (the “Offering”). Each Unit shall consist of one common share in the capital of the Company (“Share”) and one Share purchase warrant (“Warrant”). Each whole Warrant shall entitle the holder to purchase one additional Share at an exercise price of C\$0.20 per Share, for a period of five (5) years from the date of issuance.

The First Tranche consisted of the sale of 7,500,000 Units for aggregate gross proceeds of C\$1,125,000. In connection with the First Tranche, the Issuer paid to IBK Capital a commission of (i) C\$101,250 in cash; and (ii) 750,000 broker warrants to purchase Units (“Broker Warrants”), with each whole Broker Warrant entitling the holder to purchase one additional Unit at price of C\$0.15 per Unit, for a period of five (5) years from the date of issuance. All securities issued and issuable pursuant to the Offering will be subject to a hold period of four months and one day from the date of issuance.

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

**See response to #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.

**Not Applicable.**

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.

**Not 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.

**Not Applicable.**

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.

**Not Applicable.**

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## FORM 7 – MONTHLY PROGRESS REPORT

January 2015

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.

**Not Applicable.**

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

**Not Applicable.**

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.

**Not Applicable.**

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

**Not Applicable.**

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

**Not Applicable.**

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.

**Not Applicable.**

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

**Not Applicable.**

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

**See response to #1 above.**

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

**Not Applicable.**

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

**Not Applicable.**

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## FORM 7 – MONTHLY PROGRESS REPORT

January 2015

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

**The trends and risks that are likely to impact the Company are detailed in Item 17 of the Listing Statement under the heading "Risk Factors".**

**In addition, The Company is subject to various market, political and regulatory trends as a result of the COVID-19 outbreak, and the business and financial risks that may result therefrom. The duration of the COVID-19 outbreak and the resultant travel restrictions, social distancing, Government response actions, business closures and disruptions, can all have an impact on the Issuer's operations and access to capital. There can be no assurance that the Issuer will not be impacted by adverse consequences that may be brought about by the COVID-19 outbreak on global financial markets, share prices, volatility, and financial liquidity, all of which may limit the financing capital available to the Company.**

# 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 June 4, 2020.

Iain Martin  
Name of Director or Senior Officer

"Iain Martin"  
Signature

Chief Administrative Officer,  
Director, and Secretary  
Official Capacity

<b>Issuer Details</b> Name of Issuer <b>Golden Birch Resources Inc.</b>	For Month End <b>May, 2020</b>	Date of Report YY/MM/D <b>20/06/4</b>
Issuer Address <b>140 Cook's Lake Road</b>		
City/Province/Postal Code <b>Timmins, ON P4R 0B7</b>	Issuer Fax No. ( ) <b>N/A</b>	Issuer Telephone No. <b>(705) 288-0249</b>
Contact Name <b>Iain Martin</b>	Contact Position <b>Chief Administrative Officer, Director, and Secretary</b>	Contact Telephone No. <b>(705) 288-0249</b>
Contact Email Address <b>martiniainr@gmail.com</b>	Web Site Address <b>http://goldenbirchresources.ca/</b>	

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January 2015