**FORM 7**

**MONTHLY PROGRESS REPORT**

Name of Listed Issuer:  **PASINEX RESOURCES LIMITED** (the “Issuer” or

“Company”).

Trading Symbol: **PSE**

Number of Outstanding Listed Securities: **142,154,370**

Date: **JUNE 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 primary focus for the Company is in its interest in the Horzum AS zinc operation joint venture located in the province of Adana, Turkey. This joint venture is a 50 / 50 partnership between Pasinex Turkey and Turkish mining house Akmetal AS. The joint venture has two properties in the northern part of Adana province - Pinargozu and Akkaya.

In June the company was both mining and drilling at the Pinargozu property. The mining operations produce approximately 160 to 170 tonnes per day of high grade zinc mineralization assaying around 32% Zn for the oxide material (smithsonite being the

mineral) and assaying around 48% Zn for the sulphide material (sphalerite being the mineral). This material is mined, crushed and then sold as direct shipping mineralization. There are about 400 workers mining the Horzum area, mostly underground. The Joint venture company, Horzum AS, (Pinargozu mine) employees about 250 of these workers.

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

Business activity was focused around the Pinargozu mine in Turkey. Field work continues in the Akkaya project. The field work is detailed geological and structural information and will pave the way for target definitions. We expect to be applying for drill site permits soon for Akkaya. Drilling continues on the Gunman project, Nevada, but it is expected to be finished drilling by mid-July. Assay results from this Gunman drill program, will not be available until late August this year.

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.

Two drills are currently operating on the Pinargozu property. One drill is in action on the Gunman property in Nevada. Drilling will continue at Pinargozu looking to replace mined out resource. The drilling program at Gunman is an initial program to identify mineralized geological horizons. This drilling campaign will be completed in July and results reported late August.

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.

There were no changes to exploration during the month on Pinargozu mine.

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.

Nothing

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.

There were no contract changes to report during the month.

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. There were no changes during the month.

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 hiring, 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. There are no labour disputes to report.

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.

There was no indebtedness incurred during the month.

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

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| **Security** | **Number**  **Issued** | **Details of Issuance** | **Use of Proceeds(1)** |
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15. Provide details of any loans to or by Related Persons. There are no loans to or by Related Persons.

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.

The LME price of zinc has continued to be strong in June with the price around $1.27

US / lb. at the time of reporting. This price is down a bit from its peak but Pasinex Resources expects to continue to be profitable at levels much below this price.

**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 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 3, 2018

Steven Williams Name of Director

“Steven *Williams ”*

Signature

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| ***Issuer Details***  Name of Issuer  **Pasinex Resources Limited** | For Month End  **June 2018** | Date of Report  YY/MM/D  **2018/07/03** |
| Issuer Address  **82 Richmond Street East** | | |
| City/Province/Postal Code  **Toronto, Ontario, M5C 1P1** | Issuer Fax No.  **n/a** | Issuer Telephone No.  **(416) 861 9659** |
| Contact Name  **Steven Williams** | Contact Position  **President** | Contact Telephone No.  **(416) 861 9659** |
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