

FORM 7
MONTHLY PROGRESS REPORT

Name of Listed Issuer: Lakewood Exploration Inc. (the "Issuer")

Trading Symbol: LWD

Number of Outstanding Listed Securities: 33,735,960

Date: July 7, 2021

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.

See Item 2 below for a complete overview and discussion of the Issuer's activities for the month of June 2021.

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

Acquisition of Silver Hammer Mining Corp.

On June 16, 2021, the Issuer announced the completion of the acquisition (the "Acquisition") of all the issued and outstanding securities of Silver Hammer Mining Corp. ("Silver Hammer") pursuant to the terms of a share exchange agreement dated May 31, 2021 (the "Definitive Agreement") between the Issuer, Silver Hammer and the shareholders of Silver Hammer. The Issuer also announced that it has closed its non-brokered private placement (the "Private Placement") for total gross proceeds of CAD\$3,521,490.

Private Placement

In connection with the Acquisition, the Issuer issued an aggregate of 8,000,000 common shares in the capital of the Issuer (the "Payment Shares") pro rata to the Silver Hammer securityholders at a deemed price of \$0.25 per Payment Share. In connection with the Acquisition, the Issuer also issued 500,000 common shares with a deemed price of \$0.25 per share to an arm's length third party as a finder's fee. Silver Hammer owns a 100% interest in a prospective, past producing silver-gold project located in Idaho, United States, being the Silver Strand Project. For additional details regarding the Silver Strand Project, see the Issuer's news release dated May 31, 2021, available under the Issuer's SEDAR profile at www.sedar.com.

In connection with the Private Placement, the Issuer issued a total of 14,085,960 units (the “Units”) at CAD\$0.25 per Unit for total gross proceeds of CAD\$3,521,490. Each Unit is comprised of one common share (a “Share”) of the Issuer and one-half of one transferable common share purchase warrant (each whole warrant a “Warrant”). Each whole Warrant entitles the holder to purchase one additional Share at any time at a price of \$0.50 for a period of 24 months from the closing date of the Private Placement provided that, in the event that the closing price of the Issuer’s Shares on the Canadian Securities Exchange (or such other exchange on which the Issuer’s Shares may become traded) is \$0.60 per Share or greater during any ten (10) consecutive trading day period at any time subsequent to four months and one day after the closing date, the Warrants will expire at 4:00 p.m. (Vancouver time) on the 30th day after the date on which the Issuer provides notice of such accelerated expiry to the holder.

The Issuer intends to use the proceeds from the Private Placement for exploration activities on the Issuer’s Lacy Property Gold Project, exploration on Silver Hammer’s Silver Strand Project and for general working capital purposes.

The Issuer paid finder’s fees of \$147,875 and 591,500 finder’s warrants (the “Finder’s Warrants”) in connection with the Private Placement. The Finder’s Warrants are exercisable on the same terms as the Private Placement Warrants.

All securities issued in the Private Placement will be subject to a four month hold period pursuant to securities laws in Canada. In addition, all common shares of the Issuer issued in connection with the Acquisition will be subject to the following voluntary hold periods: 25% of the shares will be released on September 16, 2021 and an additional 25% will be released every 3 months thereafter until all of the shares have been released.

Lawrence Roulston, the Vice President of Exploration of the Issuer, subscribed for 100,000 Units. As a result, the Private Placement is a related party transaction (as defined under Multilateral Instrument 61-101 Protection of Minority Security Holders in Special Transactions (“MI 61-101”)). The Issuer relied upon the “*Issuer Not Listed on Specified Markets*” exemption from the formal valuation and minority shareholder approval requirements, respectively, under MI 61-101.

Option Grants

The Issuer has also granted 2,000,000 stock options (“Options”) to certain directors, officers and consultants of the Issuer. Each Option is exercisable for one common share in the capital of the Issuer at an exercise price of \$0.62 per share until June 16, 2026. All Options are subject to the terms of the Issuer’s share option plan and applicable securities law hold periods.

Appointment of Investor Relations

The Issuer is pleased to announce that it has engaged Kristina Pillon of High Tide Consulting Corp. in an investor relations capacity and Primoris Group Inc. for media relations services for initial terms of 12 months each. The Issuer has also retained Triple Bull Consulting Inc., Proven and Probable, Capital Analytica, Departures Capital Inc. and Super Charged Stocks Ltd. to provide marketing communication consulting services. In addition, Red Cloud Securities Inc. has been retained to provide market stabilization and liquidity of the Issuer’s shares listed on the Canadian Stock Exchange.

Appointment of Officer

On June 24, 2021, the Issuer announced the appointment of Morgan Lekstrom as President of the Issuer.

Mr. Lekstrom has 14 years mining experience in progressively senior roles in project, operations, and engineering management and has a strong leadership background with experience overseeing 100+ person teams onsite. In a recent role, Mr. Lekstrom served as Engineering Manager responsible for the budgeting, scheduling and the first phases of execution at Sabina Gold and Silver's Back River Marine Laydown Project. Prior to that, Mr. Lekstrom spent two years in Ghana, West Africa where he played an integral role in the development and revival of Golden Star Resources' Prestea underground mine. He led project, engineering, and maintenance teams and worked with members of the executive team on the implementation of various strategic initiatives.

With an educational background in electrical from Thompson Rivers University, Mr. Lekstrom has an established track record delivering successes across numerous projects, including the development of underground power systems and maintenance management at Freeport McMoran's Grasberg site in Indonesia; the design, construction and commissioning of a new steel grinding media plant in Kamloops, B.C. for Arrium (Moly-cop); the development of mine shafts and underground infrastructure at the Oyu Tolgoi Project in Mongolia; the construction, commissioning project management, and engineering at the Port of Vancouver's largest new grain Terminal; and various additional technical roles, including at New Gold Inc.'s, Afton Project and Vale Inco's Thompson Manitoba site.

Option Grants

The Issuer also announced that it had granted incentive stock options to purchase a total of 600,000 common shares at an exercise price of \$0.62 per common share for a period of 5 years to certain directors and officers in accordance with the provisions of its stock option plan.

On June 28, 2021, the Issuer announced the results of recent rock chip sampling from a surface and underground sampling program at the Issuer's recently acquired, past-producing Silver Strand Mine ("Silver Strand") located in the Coeur d'Alene Mining District of Idaho, USA ([see June 16, 2021 press release.](#))

A total of thirteen rock chip samples were collected from altered and mineralized exposures throughout Silver Strand's historical mine workings. Highlights from this first phase of sampling are summarized below:

- 1,669 g/t Ag and 9.77 g/t Au from grab sample collected from the shrink stope above the No. 3 level
- 255 g/t Ag and 1.27 g/t Au values obtained from sampling near the No. 1 portal
- Surface rock chip sample 50 metres to the SE from the No. 3 portal returned 5.14 g/t Ag

Sample_ID	Sample Type	Location	Description	Au_g/t	Ag_g/t	Au_opt	Ag_opt
V993688	rock chip -FLT	No. 1 portal	silix, qtzite, crackle brxa, mnr mvnlts, diss py	5.21	124.11	0.152	3.62
V993689	rock chip -FLT	No. 1 portal	silix, qtzite, crackle brxa, mnr mvnlts, diss py + qtz-py stockwork	1.27	255.43	0.037	7.45
V993690	rock chip -18" channel	No. 1 portal	282°, 75° N structure, crushed zone 18" wide, clay, leached w/bxa vnlt	3.12	14.74	0.091	0.43
V993691	rock chip	No. 1 portal	well fraxed, sheared silix qtzite, strong limonite	0.79	60.00	0.023	1.75
V993692	Blank						
V993693	rock chip	upper road	silix, qtzite, strong hematite	0.21	9.60	0.006	0.28
V993694	rock chip	upper road/ditch	road/ditch silix qtzite, tr. FeOx	0.07	1.71	0.002	0.05
V993695	rock chip	across road	295°, 90° qtz-FeOx vein, vuggy qtz + oxy py casts, some clay	1.99	5.14	0.058	0.15
V993696	rock chip	underground	left rib, fraxed qtz-limonite	0.10	3.43	0.003	0.1
V993697	rock chip	underground	left rib, fraxed qtz-limonite	0.41	4.11	0.012	0.12
V993698	rock chip	underground	left rib, fraxed qtz-limonite	0.14	42.86	0.004	1.25
V993699	rock chip	underground	narrow qtz-limonite vein, 6", 300°, 68° E	1.54	53.14	0.045	1.55
V993700	rock chip	underground	raise up area, fraxed qtz-limonite	2.19	206.40	0.064	6.02
V722551	Grab	underground	black, silix qtzite-qtz vein bxa, fine wht qtz stockwork, hvy sulfides,	9.77	1669.03	0.285	48.68

Table 1. The 13 samples shown above were collected as part of an initial inspection and the workings, which were found to be in good condition will now be sampled and mapped in greater detail.

The Silver Strand Mine is hosted in the Revett formation, a belt of rocks known to host high-grade silver-zinc-lead deposits to more than 1800 metres, including the Sunshine Mine, which produced 359

million ounces of silver¹; the Galena Mine, which produced 144 million ounces of silver¹; and the Lucky Friday Mine, which has produced 105 million ounces of silver¹ to date and is still in production. While mineralization hosted on adjacent and nearby properties is not necessarily indicative of mineralization hosted on the Issuer's property, the Silver Strand mine was previously mined to a depth of just 90 metres suggesting potential for mineralization at greater depths.

Six samples were collected near the No.1 portal V993688-91, and V993693, 94 and consisted of silicified Revett quartzite, commonly brecciated with abundant quartz stockwork veinlets, showing moderate to strong limonite stain and included sample highlights of up to 255.43 grams per tonne (g/t) silver and 1.27 g/t gold, respectively. Evidence of fine-grained disseminated sulfides were identified as limonite-stained sulfide casts in quartz veinlets.

Five rock chip samples and one grab sample were collected from underground exposures of the No. 3 level stope (V993696-700). These samples consisted of fractured and brecciated quartz-limonite replacement veins hosted in Revett quartzite. One grab sample was collected (V993700) from the shrink stope level above the No. 3 level which returned 1,669 g/t silver (48 ounce per ton). The sample consisted of black sulfide rich quartz veining showing brecciation and quartz stockwork. Sulfides were too small to identify, but are suspected to contain strong values in silver, gold, lead, zinc and copper.

One rock chip sample (V993695) was collected near the No. 3 portal approximately 50 metres to the southeast of the portal in order to confirm the extension of the Silver Strand vein system in a southerly direction. That sample consisted of a narrow quartz-limonite vein, with vuggy quartz and sulfide casts plus clay, reporting 5.14 g/t silver, confirming the vein zone continues and is open to the south.

QA/QC

The samples were analyzed by Chris Christopherson of CCI laboratory, in Smelterville, Idaho. Samples were analyzed by fire assay methods with a gravimetric finish for gold and silver.

Technical aspects of the press release have been reviewed and approved by Philip Mulholland P.Geo, the designated Qualified Persons (QP) under National Instrument 43-101.

On June 29, 2021, the Issuer announced the appointment of Philip Mulholland as Chief Geologist of the Issuer.

Mr. Mulholland brings over 35 years of geological experience from mining projects in the western United States, Canada, Argentina, Chile, Guyana and Tanzania. He has worked extensively in Montana and Idaho working on a range of precious metals projects. His diverse background includes exploration, development and production, including both underground and open pit projects, with an array of minerals and mines. Previously, Mr. Mulholland has held senior level positions in the region, including Principal Mine Geologist or Chief Geologist, at Kinross' Kettle River Buckhorn gold project, the Butte Highlands joint venture and Barrick's Golden Sunlight mine. Since 2003, his primary focus has been transitioning late-stage exploration projects through development and into production.

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 2 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.

N/A.

¹ Silver Production values sourced for Hecla Mining April 2014 SEDAR filing showing Historical Production from Mines in Coeur d'Alene District, Page 50 (Table 6.2)

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.

As disclosed under Item 2 above, the Issuer completed the Acquisition with Silver Hammer and the shareholders of Silver Hammer pursuant to the Definitive Agreement. Silver Hammer and the shareholders of Silver Hammer are non-related parties of the Issuer.

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.

As disclosed under Item 2 above, the Issuer completed the Acquisition with Silver Hammer and the shareholders of Silver Hammer pursuant to the Definitive Agreement.

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.

On June 16, 2021, the Issuer announced the engagement of Kristina Pillon of High Tide Consulting Corp. in an investor relations capacity and Primoris Group Inc. for media relations services for initial terms of 12 months each. The Issuer has also retained Triple Bull Consulting Inc., Proven and Probable, Capital Analytica, Departures Capital Inc. and Super Charged Stocks Ltd. to provide marketing communication consulting services. In addition, Red Cloud Securities Inc. has been retained to provide market stabilization and liquidity of the Issuer's shares listed on the Canadian Stock Exchange.

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.

Security	Number Issued	Details of Issuance	Use of Proceeds
Common Shares	8,500,000	8,00,000 common shares were issued at a price of \$0.25 per share pursuant to the Definitive Agreement with Silver Hammer and the shareholders of Silver Hammer, plus 500,000 common shares were issued at a price of \$0.25 per share to an arm's length third party as a finder's fee.	N/A
Units	14,085,960 7,042,980	Units issued at \$0.50 per unit ⁽¹⁾	For exploration activities on the Issuer's Lacy Property Gold Project, exploration on Silver Hammer's Silver Strand Project and for general working capital
Warrants	591,500	591,500 finder's warrants were issued in connection with the Private Placement that closed on June 16/21. The finder's warrants were issued on the same terms as the Private Placement Warrants.	
Stock Options	2,000,000	2,000,000 stock options granted at \$0.62 per share for a period of 5 years on June 16/21, expiring June 16/26.	N/A
Stock Options	600,000	600,000 stock options granted at \$0.62 per share for a period of 5 years on June 24/21, expiring June 24/26.	N/A

- (1) Each Unit consists of one common share (a "Share") and one-half of one transferable warrant with each whole warrant (a "Warrant") exercisable at a price of \$0.50 per Share for a period of 24 months, provided that in the event that the closing price of the Issuer's Shares on the Canadian Securities Exchange (the "Exchange") (or such other exchange on which the Issuer's Shares may become traded) is \$0.60 or greater per Share during any ten (10) consecutive trading day period at any time subsequent to four months and one day after the closing date, the Warrants will expire at 4:00 p.m. (Vancouver time) on the 30th day after the date on which the Issuer provides notice of such accelerated expiry to the holders of the Warrants (the "Accelerated Expiry Provisions")

None.

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

None.

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

As disclosed under Item 2 above, the Issuer announced the following appointments:

On June 24, 2021, the Issuer announced the appointment of Morgan Lekstrom as President of the Issuer.

On June 29, 2021, the Issuer announced the appointment of Philip Mulholland as Chief Geologist of the Issuer.

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 7, 2021.

Morgan Lekstrom
Name of Director or Senior Officer

"Morgan Lekstrom"
Signature

President
Official Capacity

Issuer Details	For Month End	Date of Report
Name of Issuer Lakewood Exploration Inc.	June 2021	YY/MM/DD 21/07/07
Issuer Address 200 – 551 Howe Street		
City/Province/Postal Code Vancouver, BC, V6C 2C2	Issuer Fax No. N/A	Issuer Telephone No. 604.683.8610
Contact Name Morgan Lekstrom	Contact Position President	Contact Telephone No. 250.574.7350
Contact Email Address morgan.lekstrom@gmail.com	Web Site Address N/A	