

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Mag One Products Inc. (the "Issuer").

Trading Symbol: MDD

Number of Outstanding Listed Securities: 55,042,903 common shares

Date: January 6, 2020

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 Issuer is a technology, processing & production company. Using game-changing technology, the Issuer aims to be the most environmentally friendly & sustainable producer of magnesium (Mg) metal, ultrapure Mg compounds, by-products and vertically integrated co-products.

The Issuer continued to pursue sources of financing to carry forward its research in the development of technology to extract pure Magnesium from Tailings.

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

During the month of December 2019, the technical team of the Issuer continued to advance its efforts to further demonstrate the ability to produce magnesium metal, magnesium products and co-products from serpentinite tailings.

On December 4, 2019, the Issuer filed amended and restated Financial Statements (FS) and Management's Discussion and Analysis (MD&A) for the nine-month period ended June 30, 2019.

On December 5, 2019, the Issuer announced by way of news release clarification on a previously announced that it entered into a Contribution Agreement with Investissement Quebec ("IQ") dated November 11, 2016 providing for a \$495,000 grant through several installments for the development of a magnesium pilot plant. The grant was to be non-refundable provided various conditions were or are met. The Company has satisfied all, but one conditions, including the use of the full amount of the grant for the complete development of the pilot plant which was completed in February 2018 prior to the February 28th, 2018 deadline date. The remaining requirement that has yet to be fulfilled is that the Company operate out of the municipality of MRC des Sources for a period of at least 2 years following the last installment from IQ.

The Company is yet to set up an establishment in MRC des Sources and the Company received a default notice from IQ on October 5, 2018 to either repay the grant or take curative steps to correct the default. The Company is in active discussions with IQ in extending the timelines to cure the default.

In addition, the Issuer also stated in the December 5, 2019 news release the British Columbia Securities Commission requested the Issuer to amend and re-file the FS and MD&A for the nine-month period ended June 30, 2019 based on continuous disclosure requirements.

On December 13, 2019, the Issuer announced by way of news release it has recently concluded a Sales Purchase Agreement (“Agreement”) with Dundee Sustainable Technologies (DST) for the re-acquisition of a Tailings Technical Report for the Thetford Mines area. This agreement was initially announced in June 2017. The current Agreement contains amended terms and conditions. Specifically, the Agreement involves the reacquisition by Mag One of DST’s NI 43-101 Technical Report prepared by Systèmes Geostat International Inc. on October 15, 2007 called “Resources Estimation of the Nickel Content in Asbestos Mine Tailings, Thetford Mines, Quebec, Canada” after Mag One gave notice to DST of its interest to re-acquire the report. The Agreement also requires that an additional payment be made to DST within 8 months of the date of the Agreement. The Agreement is available on SEDAR with commercially sensitive information having been redacted.

On December 13, 2019, the Issuer announced by way of news release it previously amended its Q3 FS and MDA on December 4, 2019. The summary of the changes made were included within this December 4th News Release. Item number 6 from this News Release highlighted an update to Note #13 surrounding improved disclosure of the Tech Magnesium Agreement. Subsequent to filing the Amended FS and MDA the Company noticed that there was an error within this disclosure which has since been corrected in the newly amended FS and MDA dated December 13, 2019. The error surrounds the total agreed upon aggregate payment to Tech Magnesium following the Company decision to acquire the technology.

Separately the Company has recently filed redacted versions of the IQ Agreement and the Tech Magnesium amendment agreement which the Company hopes will satisfy the outstanding Continuous Disclosure Issues which resulted in the Company being placed on the BCSC default list.

On December 13, 2019, the Issuer filed a second set of amended and restated FS and MD&A for the nine-month period ended June 30, 2019.

On December 18, 2019, the Issuer announced by way of news release it has recently concluded the following agreements in preparation for relaunching its ground-breaking magnesium-based development activities:

- Processing Agreement with Mine Jeffrey Inc. and Beausite Metal Inc. to access, recover and process up to 50,000,000

tonnes of serpentine mine tailings from Mine Jeffrey in Asbestos, Quebec – update to revised agreement from 2018.

- **Processing Agreement with Asbestos Corporation Limited to access, recover and process up to 60,000,000 tonnes of serpentine mine tailings in the Thetford Mines region - update to 2017 agreement.**
- **Sale-Purchase Agreement with Dundee Sustainable Technologies for the reacquisition of a Tailings Technical Report for the Thetford Mines area – update to initial agreement announced in June 2017. (This news was originally announced on December 13, 2019.)**

Management of the Issuer is actively addressing the remaining Continuous Disclosure issues.

The Issuer's amended and restated financial statements and news releases can be viewed under the Issuer's profile on SEDAR (www.sedar.com) and on the Issuer Disclosure Page on the Canadian Securities Exchange's website.

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 to the Issuer during the month of December 2019.

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 to the Issuer during the month of December 2019.

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 to the Issuer during the month of December 2019.

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.

Management completed negotiations for an extension to the option for 60M tonnes of serpentinite tailings in Thetford QC along with the option to acquire the associated NI 43101 historical technical report from Dundee Sustainable Technologies. The Company further extended the timeline for its option for 50M tonnes in Asbestos QC.

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 to the Issuer during the month of December 2019.

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

Not applicable to the Issuer during the month of December 2019.

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 to the Issuer during the month of December 2019.

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

Not applicable to the Issuer during the month of December 2019.

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

Not applicable to the Issuer during the month of December 2019.

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 to the Issuer during the month of December 2019.

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

Not applicable to the Issuer during the month of December 2019.

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

Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾
No Securities Were Issued During the Month of December 2019.			

(State aggregate proceeds and intended allocation of proceeds.)

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

Not applicable to the Issuer during the month of December 2019.

16. Provide details of any changes in directors, officers or committee members.
On December 16, the Issuer announced the resignation of Dean Journeaux as a director as well as Mr. Arnab De as the Company's CFO. Gillian Holcroft will become the Company's acting CFO until a replacement is found.
17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.
Not applicable to the Issuer during the month of December 2019.

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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 **January 6, 2020**_____.

Gillian Holcroft
Name of Director or Senior
Officer

"Gillian Holcroft"
Signature
President & CEO
Official Capacity

Issuer Details Name of Issuer Mag One Products Inc.	For Month End December 2019	Date of Report YY/MM/DD 20/01/06
Issuer Address #600 – 777 Hornby Street		
City/Province/Postal Code Vancouver, British Columbia, V6Z 1S4	Issuer Fax No.	Issuer Telephone # (514) 928-6512
Contact Name Gillian Holcroft	Contact Position President & CEO	Contact Telephone # (514) 928-6512
Contact Email Address gillian@magoneproducts.com	Web Site Address http://www.magoneproducts.com	