

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **PASINEX RESOURCES LIMITED** (the "Issuer").

Trading Symbol: **PSE**

Number of Outstanding Listed Securities: **126,137,752**

Date: **March, 2017**

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 Pasinex Resources is their Horzum AS zinc operations joint venture 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. These properties are called Pinargozu and Akkaya.

The major focus for Pasinex and the joint venture company is the Pinargozu property. In March the company was both mining and drilling at the Pinargozu property. The mining operations are producing about 140 tonnes per day of high grade zinc mineralisation assaying around 33% Zn for the oxide material (smithsonite being the mineral) and

assaying around 50% Zn for the sulphide material (sphalerite being the mineral). This material is being mined, crushed and then sold as direct shipping mineralisation. The Horzum area mining has about 300 employees currently working there now, mostly underground, involved in mining operations. The Horzum AS company (Pinargozu mine) has about 180 employees.

During the month of March, 2017 two drills were operational at Pinargozu. The drilling in this month was two drills both running from the surface. A few of the holes drilled in this month were for geological reasons – looking at the stratigraphy and the structure underlying the mineralization at Pinargozu. This information then enables the geological team to better plan future drill programs.

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

Over the last 2 years, production at the Pinargozu Mine has come from two adits and then late in 2016 production was expanded with the addition of a third adits. Mine planning for the next 5 years is based on mineralized volumes delineated by fan drilling from key drill stations on surface and underground. A key objective over the coming months is to complete a NI 43-101 resource estimate prepared by an independent qualified person. The selection process is now underway for an independent geological group to carry out the 43101 report.

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. Both these drills were from surface drill sites during March.

Meanwhile the company has prepared drill pads on the Golcuk South Copper mineral target on Golcuk property (Sivas province, Turkey) in readiness for drilling, once the snow leaves the site. It is expected that drilling at Golcuk may begin soon.

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 where two drills are running.

Pasinex has prepared drill pads for a drill program on the Golcuk project (Sivas province, Turkey) at the Golcuk South target. The program will be about 1000 meters of reverse circulation drilling to get a preliminary view of the possible mineralisation at Golcuk South. The program is expected to begin early in Q2 2017.

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.

There were no new business relations entered into during the month.

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.

There were no new acquisitions or dispositions of properties during the month.

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.

A company called CFT (a Turkish corporation) took legal action against Pasinex Turkey entity (Pasinex Arama ve Madencilik AS) in March for unpaid fees of about \$80,000 USD. Pasinex Turkey have contested these proceedings and stayed the court proceedings for up to one year.

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.

Warrant holders exercised their warrant certificates into Common shares during the month.

Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾
Common Shares	245,000	Warrant exercises	general operational expenses

(1) State aggregate proceeds and intended allocation of proceeds.

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.

The current Directors and Officers of the Issuer are;

Steven Williams	Director and President
Sven Olsson	Director, member audit committee
Victor Wells	Chairman of the Board of Directors, Chair of audit committee
Jonathan Challis	Director, member audit committee
Larry Seeley	Lead Director
John Barry	Director
Joachim Rainer	Director
Cindy Davis	Chief Financial Officer
Jo-Anne Archibald	Corporate Secretary

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 March with the price around 1.25 US / lb. at the time of reporting. Given that the joint venture company, Horzum AS (50% Pasinex owned) is now mining and selling a zinc mineral product this upward trend on the zinc price is an important positive development.

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: April 6, 2017

Steven Williams
Name of Director

"Steven Williams"
Signature

Issuer Details		For Month End	Date of Report
Name of Issuer Pasinex Resources Limited		March 2017	YY/MM/D 2017/04/06
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
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