

## FORM 7

**MONTHLY PROGRESS REPORT**

Name of CSE Issuer: **St-Georges Eco-Mining Corp.**

Trading Symbol: SX

Number of Outstanding Listed Securities: **114,676,506**

Date: **January 6, 2019**

**1. Report on Business**

St-Georges is developing new technologies to solve some of the most common environmental problems in the mining industry.

The Company controls directly or indirectly, through rights of first refusal, all of the active mineral tenures in Iceland. It also explores for nickel on the Julie Nickel Project & for industrial minerals on Quebec's North Shore and for lithium and rare metals in Northern Quebec and in the Abitibi region. Headquartered in Montreal, St-Georges' stock is listed on the CSE under the symbol SX and trades on the US OTC under the Symbol SXOOF and on the Frankfurt Stock Exchange under the symbol 85G1.

**2. Other Corporate matters****Flow-Through Financing**

On **December 21, 2018** St-Georges announced that it arranged a non-brokered private placement offering of up to 2,500,000 units of the corporation at a price of \$0.10 per Unit for aggregate maximum gross proceeds of \$250,000. Each Unit is comprised of one common share in the capital of the company issued on a flow-through basis and one half of one Share purchase warrant. On **December 31, 2018** the company announced the private placement closing and issued 2,550,000 Units for total gross proceeds of \$255,000.

**Non Flow-Through Financing**

On **January 3, 2018** St-Georges announced that it arranged a non-brokered private placement offering of 5,000,000 units of the company (the "Units") at a price of \$0.10 per Unit for aggregate gross proceeds of \$500,000. Each unit consists of one (1) common share (a "Share") and one (1) Share purchase warrant, entitling the holder to purchase an additional Share at a price of \$0.185 per share until January 4, 2021.

## **Metallurgical extraction technologies**

### **Metallurgy**

#### **Lithium Extraction from Clay.**

On December 20, 2018 the company announced in a press release that successful selective leaching to remove Magnesium Oxide (MgO) and Calcium Oxide (CaO) was achieved. St-Georges tested its metallurgical process in a simulated industrial environment using large quantity of material received in September from the Bonnie Claire deposit owned 100% by its partner Iconic Minerals Ltd. (TSX-V: ICM). 5 independent laboratories participated in the effort. The initial mechanical separation step was tested with an equipment vendor in Pennsylvania. The results show that 55% of the mass can be removed while concentrating the lithium without the use of water and chemicals.

Second stage floatation testing in a liquid medium was initiated in December. These tests conducted with third party laboratories were suspended for the holidays and are planned to be restarted in early January. The early results show that by selective leaching St-Georges successfully and consistently leached more than 90% of the lithium into solution and it is expected that the process plant can be significantly reduced. The R&D team will be incorporating this innovation on future testing and optimizing the process flow sheet with this breakthrough. St-Georges' metallurgists have tested many different acids and what they leach easily and can now sequence them to optimize the purification process and selectively leach elements to optimize by-product credits. In addition, successful concentration trials have been performed and St-Georges expects to further reduce the total feed to the proposed process plant.

The company expects to file its first provisional patent in regards to the lithium-from-clay extraction technology in the coming days.

### **Metallurgy**

#### **Nickel Sulphides Extraction.**

Bulk samples taken earlier this year from King of The North's Isoukoustouc Nickel-Copper-Cobalt project and St-Georges' Julie Nickel Project were tested using St-Georges' Nickel Sulphides extraction metallurgical initiative flow-sheet. An initial report was received from a third party metallurgical laboratory confirming that in both cases, the mineral material collected from the projects was recrystallized. The company expects to increase its efforts in the first part of 2019 on this technology initiative in parallel with the increase exploration efforts on the Julie Nickel Project.

## **ZeU Crypto Networks**

### **CSE Exchange Listing**

ZeU is advancing its listing process as planned.

## **ZEU Crypto Prego Technology Agreement**

On **December 23, 2018** the company announced in a press release that on December 21, 2018, it executed an agreement with Prego International Group AS to develop and integrate certain proprietary technologies in a Global Multi Payment and E-Money Services Platform. Prego, based in Norway, is a global payment solution provider which develops and operates a range of payment services for partners and clients worldwide, including Everyday Digital, a solution which is Prego's proprietary white label alternative e-money and payment platform. **For additional details on the terms of the agreement, kindly refer to the press release available on the CSE website.**

## **BigData on Blockchain**

In early December, ZeU filed for an additional provisional patent named 'System and Method for Augmenting Database Applications with Blockchain Technology'.

Other development initiatives previously mentioned by the company should result in the filling of additional provisional patents in January.

## **Borealis EHF**

Management of St-Georges' wholly owned subsidiary Borealis EHF has moved the focus of its platform development towards a distributed exchange structure and initiated tests using EOS public blockchain in order to limit gas costs of transaction. ZeU Crypto is handling all developments. The scenarios being studied would integrate ZeU private blockchain with EOS to reduce development time and further limit the costs per transaction while keeping the control on the smart contracts tokens issuances and the utility tokens used in the distributed platform.

Management of Borealis in conjunction with ZeU have identify code developers with advanced projects who could be sourced out in order to accelerate the development of the platform and its deployment.

Limited version of the testing platform should be available for review by regulatory authorities in the planned jurisdictions of operations in January.

## **Hydro Electric Dam Option: Íslensk Vatnsorka EHF (ÍV)**

**On October 11, 2018** further to its August 15 and August 31, 2018 press releases, St-Georges announced the execution of a share purchase and subscription agreement with Spá ehf ("SE") and Íslensk Vatnsorka EHF ("IV"), to acquire a 15% interest in IV, a private company with its main project being Hagavatnsvirkjun, a 10-20 MW hydro power plant located just south of Langjokull in Iceland.

**On December 31, Spá ehf has converted the first tranche of its debenture reducing it by \$200,000 bringing down the capital of the debenture to \$400,000. In**

a subsequent event, St-Georges Iceland Ltd was notified on January 2<sup>nd</sup> by Íslensk Vatnsorka EHF of its intention to convert the second tranche of \$200,000 in shares of St-Georges at a price of \$0.15 per share, the remainder of the debenture made up of initial \$200,000 capital and accrued interest has a conversion floor price of \$0.20 per share.

### 3. Summary of activities:

- New Contracts: **ZeU Crypto joint development contract with Prego International, please refer to no. 2.**
- There were no contract terminations or financing cancellations in December 2018.
- Acquisition of asset: None in December 2018.
- Acquisition of new customers or loss of customers: None in December 2018.
- **Brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trade-marks:**

**ZeU Crypto Networks filed for a provisional patent title 'System and Method for Augmenting Database Applications with Blockchain Technology'**

- Employee hiring, terminations or lay-offs: The Company currently works with consultants and sub-contractors.
- Labour disputes: Not applicable.
- Legal proceedings: None in December 2018.
- **Indebtedness incurred or repaid by the Issuer:**
- **The holders of debentures issued to acquire the 40% remainder of St-Georges Iceland Ltd (which company is the sole shareholder of Iceland Resources EHF) notified the company of their intention to convert the remaining \$300,000 debentures at a price of \$0.15 per share on January 4 2018. At the time of this report, taking in consideration the debentures converted and the debenture holders who notified the company of their intention to convert, the Company has now a total of \$200,000 of debentures convertibles at a floor price of \$0.20 per common shares plus the accrued interest left on its Balance Sheet on a non-consolidated basis. Other debentures accounted for in the consolidated financial statements are convertible into common share of ZeU at a floor price of \$1.00 CAD.**
- **Options, warrants and shares issuances:**

**On December 31, 2018 the company issued 2,550,000 common shares of the company with regards to the non-brokered flow-through financing as described in its press release dated December 31, 2018 and available for review on the CSE website.**

**On December 31, 2018 the company also issued 2,000,000 common shares to Spa ehf following their conversion of the \$200,000 debenture issued as**

partial consideration to acquire a 15% equity interest in Islensk Vatnsorka EHF.

On December 31, 2018 the company issued 727,128 common shares of the company as partial consideration pursuant to a share purchase agreement dated October 11, 2018, between the Corporation and the other shareholders of St-Georges Iceland Inc.

Loans to Related Parties: Not applicable.

**The board of directors is as follows:**

- Vilhjalmur Thor Vilhjalmsson, President, CEO & Director
- Mark Billings, Executive Chairman & Director
- Frank Dumas, COO & Director
- Herb Duerr, Director
- Wei-Tek Tsai, Director
- Enrico Di Cesare, Director
- Gary Johnson, Director

### **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 was no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to CSE 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 CSE Requirements (as defined in CSE Policy 1).
4. All of the information in this Monthly Progress Report is true.

January 6, 2019

*(Signed)*

Neha Edah Tally

Corporate Secretary

<b>Issuer Details</b>	For Month	Date of Report
Name of Issuer: ST-GEORGES ECO-MINING CORP.	December 2018	January 6, 2019
Issuer Address: 230 Rue Notre-Dame Ouest		
City/Province/Postal Code Montreal, QC. H2Y 1T3	Issuer Fax No.	Issuer Telephone No.
Contact Name Vilhjalmur Thor Vilhjalmsson	President, CEO & Director	Contact Telephone No.
Contact Email Address <a href="mailto:ceo@st-georgesplatinum.com">ceo@st-georgesplatinum.com</a>	Web Site Address <a href="http://www.stgeorgesplatinum.com">www.stgeorgesplatinum.com</a>	