FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Nine Mile Metals Ltd. (the "Issuer").

Trading Symbol: NINE

Number of Outstanding Listed Securities: <u>44,123,729 common shares</u>, <u>4,787,613 share purchase</u> warrants, 283,266 broker warrants and <u>4,150,000 options</u>.

Date: **July 6, 2022**

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.

On June 2nd, the Issuer announced that it had granted 400,000 stock options to a consultant of the Issuer. The options will vest over the year at 25% every three months and may be exercised at an exercise price of CAD \$0.25 per common share, for a period of 2 years from the date of issuance or earlier in accordance with the Issuer's incentive stock option plan.

On June 8th, the Issuer announced the XRF results for Hole NM220005, at the Issuer's initial Stage 1 drill program at its flagship Nine Mile Brook VMS Project in the world-famous Bathurst Mining Camp, New Brunswick, Canada ("BMC").

On June 13th, the Issuer announced the XRF results for Hole NM220004, at the Issuer's initial Stage 1 drill program at its flagship Nine Mile Brook VMS Project in the world-famous Bathurst Mining Camp, New Brunswick, Canada ("BMC").

On June 13th, the Issuer announced that it had granted 500,000 stock options to a consultant of the Issuer. The options will vest 50% immediately and 50% in three months and may be exercised at an exercise price of CAD \$0.25 per common share, for a period of 2 years from the date of issuance or earlier in accordance with the Issuer's incentive stock option plan.

On June 28th, the Issuer announced the XRF results for Hole NM220003, at the Issuer's initial Stage 1 drill program at its flagship Nine Mile Brook VMS Project in the world-famous Bathurst Mining Camp, New Brunswick, Canada ("BMC").

On June 30th, the Issuer announced that it had received its final permit approval from the NB Department of Energy for its two (2) borehole EM ("BHEM") surveys at its recently completed stage #1 drill program at its flagship Nine Mile Brook VMS Project in Bathurst Mining Camp, New Brunswick ("BMC"). Nine Mile drilled one DDH specifically for the BHEM survey to define the Target Zone #1 VMS Body and any additional stacked, clustered, or mineralized subsurface bodies/folds in the area. The second DDH for the BHEM survey is 250m to the north (Target Zone #2) and is located along a proposed horizon just south of the California Lake Group target contact area. These DDH's are approximately 200m+ in length and were specifically located away from the target body in order to obtain a clean, uninterfered electronic analysis of the area. They typically reach 720 degrees in all directions and with the two (2) DDH's we expect very good coverage for an estimated 600m area.

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

See Item 1.

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.

On June 8th, the Issuer announced the XRF results for Hole NM220005, at the Issuer's initial Stage 1 drill program at its flagship Nine Mile Brook VMS Project in the world-famous Bathurst Mining Camp, New Brunswick, Canada ("BMC").

Hole NM220005 has been logged, measured, photographed, and cut for submission to ALS Global in Moncton, New Brunswick for certified analysis. The Company has completed its XRF analysis for its first hole (NM220005) utilizing an Olympus Vanta 50 portable XRF equipped with a 50Kv Workstation and Reflex XRF software. The XRF process included calibrating the machine and utilizing 4 standards in the sample stream (OREAS 522B, OREAS 622, CDN-CS-10 and CDN-BL-10 Blank) at 4-meter intervals. Each sample consisted of a 1-meter section of cut drill core and as such, the sample was not homogeneous. Each piece was analyzed in (3) separate locations and the results averaged by the Reflex XRF software. The sum of the averages was divided by the number of pieces, the results of which are presented below. There were a total of 401 data points collected. The same samples have been shipped to ALS Global in Moncton for preparation and certified assaying.

X-ray fluorescence ("XRF") is a non-destructive analytical technique used to determine the elemental composition of materials such as drill core. XRF analyzers determine the chemistry of a sample by measuring the fluorescent (or secondary) X-ray emitted from a sample when it is excited by a primary X-ray source. It should be noted that the results only provide an indication of the amount of Cu, Pb and Zn present. Certified assaying of the core samples is still required to accurately determine the amount of base metal and precious metal mineralization (Copper-Lead-Zinc-Silver and Gold).

On June 13th, the Issuer announced the XRF results for Hole NM220004, at the Issuer's initial Stage 1 drill program at its flagship Nine Mile Brook VMS Project in the world-famous Bathurst Mining Camp, New Brunswick, Canada ("BMC").

Hole NM22004 has been logged, measured, photographed, and cut and shipped for submission to ALS Global in Moncton, New Brunswick for certified analysis. The Company has completed its XRF analysis for its second hole (NM220004) utilizing an Olympus Vanta 50 portable XRF equipped with a 50Kv Workstation and Reflex XRF software. The XRF process included calibrating the machine and utilizing 4 standards in the sample stream (OREAS 522B, OREAS 622, CDN-CS-10 and CDN-BL-10 Blank) at 4-meter intervals. Each sample consisted of a 1-meter section of cut drill core and as such, the sample was not homogeneous. There were 19 Sample Batches (19m), each sample batch had approximately 30-38 data points analyzed per meter, 19 total meter sections, approximately 684 data points in this sampling. The core sample is placed cut face down, and the XRF gun takes a random unknown sample of the core. The operator has no knowledge of the laser point. The sum of the averages was divided by the number of pieces, the results of which are presented below.

Hole #4 was a vertical hole drilled to a depth of 137 meters at Target Area #1. The drill hole intersected a chalcopyrite rich copper zone and lesser sphalerite (Zn) and galena (Pb). The mineralization was classic VMS style, locally mixed with sediments and volcanics. Sediments and volcanics were also intersected in the drill hole. Samples are being collected for submission to EarthEx for physical property analysis at their laboratory in Selkirk, Manitoba. It is anticipated that this style of mineralization will respond exceptionally well to the upcoming Bore Hole Electro-Magnetic ("BHEM") program to be conducted along the target horizon. The BHEM program should identify additional subsurface mineralization along both strike and depth. These style deposits cluster and repeat in folds.

On June 28th, the Issuer announced the XRF results for Hole NM220003, at the Issuer's initial Stage 1 drill program at its flagship Nine Mile Brook VMS Project in the world-famous Bathurst Mining Camp, New Brunswick, Canada ("BMC").

Hole NM22003 has been logged, measured, photographed, and cut and shipped for submission to ALS Global in Moncton, New Brunswick for certified analysis. The Company has completed its XRF analysis for its 3rd hole (NM220003) utilizing an Olympus Vanta 50 portable XRF equipped with a 50Kv Workstation and Reflex XRF software. The XRF process included calibrating the machine and utilizing 4 standards in the sample stream (OREAS 522B, OREAS 622, CDN-CS-10 and CDN-BL-10 Blank) at 4-meter intervals. Each sample consisted of a 1- meter section of cut drill core and as such, the sample was not homogeneous. There were 11 Sample Batches (approx. 11m), each sample batch had approximately 24-30 data points analyzed per meter, 11 total meter sections, approximately 300 data points in this sampling. The core sample is placed cut face down, and the XRF gun takes a random unknown sample of the core. The operator has no knowledge of the laser point. The sum of the averages was divided by the number of pieces, the results of which are presented below.

Hole #3 was a vertical hole drilled to a depth of 50 meters at Target Area #1. The drill hole intersected a chalcopyrite rich copper zone mixed with pyrite and lesser sphalerite (Zn) and galena (Pb). The mineralization is classic VMS style, fine to medium grained, locally banded and some mixing with sediments and volcanics.

On June 30th, the Issuer announced that it had received its final permit approval from the NB Department of Energy for its two (2) borehole EM ("BHEM") surveys at its recently completed stage #1 drill program at its flagship Nine Mile Brook VMS Project in Bathurst Mining Camp, New Brunswick ("BMC"). Nine Mile drilled one DDH specifically for the BHEM survey to define the Target Zone #1 VMS Body and any additional stacked, clustered, or mineralized subsurface bodies/folds in the area. The second DDH for the BHEM survey is 250m to the north (Target Zone #2) and is located along a proposed horizon just south of the California Lake Group target contact area. These DDH's are approximately 200m+ in length and were specifically located away from the target body in order to obtain a clean, uninterfered electronic analysis of the area. They typically reach 720 degrees in all directions and with the two (2) DDH's we expect very good coverage for an estimated 600m area.

Nine Mile has awarded the contract to Eastern Geophysics Ltd. ("Eastern") based out of Nova Scotia, and who are the premier geophysics company in the Maritimes. Initially, Eastern will lay out a 400 x 400-meter loop then survey the boreholes with a highly advanced Crone Time Domain Pulse EM system will provide a 3D analysis along the extent of the prospective horizon, a surface distance of over 750 meters. To assist in defining the optimum survey parameters, 18 drill core samples from 3 different drill holes have been shipped to EarthEx Geophysical Solutions ("EarthEx") in Selkirk, Manitoba for physical properties analysis including electromagnetic conductivity, electrical resistivity and chargeability, density, porosity and magnetic susceptibility. The samples submitted included both Cu and Pb/Zn mineralization in addition to samples of the country rock. EarthEx will review the data and characterize the groups properties, the samples of country rock providing the necessary contrast to the mineralized bodies facilitating target definition at Target Zone #1 and elsewhere on the property. This data will not only assist in defining the survey parameters, it will also allow for more accurate inversion and modeling. Daniel Card, President and Chief Geophysicist of EarthEx will be coordinating with Brian d'Entremont, General Manager at Eastern, to define the location of the 400 x 400-meter loop and ideal survey frequencies

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.

None.

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.

On June 2nd, the Issuer entered into a consulting agreement with Voelpel Gold Medal Investments Ltd. ("Voelpel") whereby Voelpel will identify corporate opportunities for the Issuer and other similar services as directed by the Issuer for a period of one year (the "Voelpel Agreement"). Voelpel will not conduct Investor Relations Activies, as defined under CSE Policy 1, Section 3.2. Pursuant to the Voelpel Agreement, Voelpel will receive 400,000 stock options. The options will vest over the year at 25% every three months and may be exercised at an exercise price of CAD \$0.25 per common share, for a period of 2 years from the date of issuance or earlier in accordance with the Issuer's incentive stock option plan. Voelpel is not a Related Person.

On June 13th, the Issuer entered into a consulting agreement with Beluga Media Corp. ("Beluga") whereby Beluga will identify corporate opportunities for the Issuer and other similar services as directed by the Issuer for a period of one year (the "Beluga Agreement"). Beluga will not conduct Investor Relations Activies, as defined under CSE Policy 1, Section 3.2. Pursuant to the Beluga Agreement, Beluga will receive 500,000 stock options. The options will vest 50% immediately and 50% in three months and may be exercised at an exercise price of CAD \$0.25 per common share, for a period of 2 years from the date of issuance or earlier in accordance with the Issuer's incentive stock option plan. Beluga is not a Related Person.

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.

None.

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

None.

 Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trademarks.

None.

10. Report on any employee hirings, 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.

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.

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Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾
Options	400,000	Options will vest over	Not applicable.
		the year at 25% every	
		three months and may	
		be exercised at an	
		exercise price of CAD	
		\$0.25 per common	
		share, for a period of 2	
		years from the date of	
		issuance or earlier in	
		accordance with the	
		Issuer's stock option	
		plan.	
Options	500,000	Options will vest over	Not applicable.
		the year at 50%	
		immediately and 50%	
		in three months and	
		may be exercised at	
		an exercise price of	
		CAD \$0.25 per	
		common share, for a	
		period of 2 years from	
		the date of issuance	
		or earlier in	
		accordance with the	
		Issuer's stock option	
		plan.	

- (1) State aggregate proceeds and intended allocation of proceeds.
- 15. Provide details of any loans to or by Related Persons.

None.

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 Issuer's business involves certain risks and uncertainties that are inherent to the Issuer's industry. For disclosure on risks related to an investment in the Issuer, please

refer to the Issuer's most recent Management's Discussion and Analysis under the titles "Fair Value Measurements and Risks", which is available on SEDAR at www.sedar.com.

The outbreak of COVID-19 has significantly increased economic uncertainty. The COVID-19 outbreak and any related adverse public health developments, has adversely affected workforces, economies and financial markets globally, leading to an economic downturn. The COVID-19 pandemic has impacted and could further impact the Issuer's operations and the operations of the Issuer's suppliers and vendors resulting from quarantines, facility closures, and travel and logistics restrictions. The extent to which the COVID-19 pandemic impacts the Issuer's business, results of operations and financial condition will depend on future developments, which are highly uncertain and cannot be predicted, including, but not limited to the duration, spread, severity, and impact of the COVID-19 pandemic, the effects of the COVID-19 pandemic on the Issuer's suppliers and vendors and the remedial actions and stimulus measures adopted by local and federal governments, and to what extent normal economic and operating conditions can resume.

Even after the after the COVID-19 pandemic has subsided, the Issuer may experience adverse impacts to its business related to economic recession or depression that has occurred or may occur in the future.

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: July 6, 2022

Charles MaLette
Name of Director or Senior Officer
"Charles MaLette"
Signature
President, CEO, Director and Corporate
Secretary
Official Capacity

Issuer Details				
Name of Issuer Nine Mile Metals Ltd.	For Month End June 2022	Date of Report YYYY/MM/DD 2022/07/06		
Issuer Address 350 – 1650 West 2 nd Avenue,				
City/Province/Postal Code Vancouver, BC V6J 1H4	Issuer Fax No. N/A	Issuer Telephone No. (604) 428-5171		
Contact Name Charles MaLette	Contact Position President, CEO, Director & Secretary	Contact Telephone No. (604) 428-5171		
Contact Email Address bud@ninemilemetals.com	Web Site Address www.ninemilemetals.co	Web Site Address www.ninemilemetals.com		