

## FORM 7

### **MONTHLY PROGRESS REPORT**

Name of CNSX Issuer: **James Bay Resources Limited** (the "Issuer" or "Company").

Trading Symbol: **JBR**

Number of Outstanding Listed Securities: **41,474,070 common shares**

Date: **July 2, 2015**

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 the CNSX 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 CNSX.ca 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 CNSX 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.

***James Bay is an oil and gas company incorporated in Ontario, Canada, focused on the exploration and evaluation of oil and gas interests in Nigeria.***

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

***The Company's management continues to review opportunities as they are presented, with focused in establishing a portfolio of oil and gas assets. The Company conducted due diligence to identify potential targets of onshore/offshore oil and gas projects.***

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.

***None to report for the period***

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 to report for the period***

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.

***None to report for the period***

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 to report for the period***

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 provides details of the relationship.

***None to report for the period***

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

***None to report for the period***

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.

***The Company has exclusive rights in the mining claims known as the James Bay Lowlands property (the "Property"), located approximately 60 km southeast of the First Nations community of Webequie, and approximately 600 km northwest of Timmins, Ontario, Canada. A request for an Exclusion of Time under Section 67 (5) was made to Ministry of Northern Development and Mines ("MNDM") on October 23, 2014, for all James Bay's claims. All claims were put under special status, but an Exclusion of Time Order was only granted to claims with due dates in December 2014. The Exclusion of Time Order is only for 1 year, meaning that the Company must re-apply for the Exclusion of Time if the First Nations issues have not been resolved, further preventing proponents' access to their mining claims.***

***As part of the initial Exclusion of Time Order, the MNDM further advised that additional Exclusion of Time requests must be made to MNDM for the balance of the claims in the original request, the additional requests must be made within 30 days of the claim due dates. Two additional requests have been made to MNDM on January 13, 2015, and March 10, 2015. One last request must be submitted to MNDM in May 2015 for the 13 claims due in June 2015 in order to maintain the active status of all James Bay's claims.***

***On June 24, 2015, the Company received a letter from the MNDM granting the Exclusion of Time for unpatented mining claims TB 4217307, TB 4217309 and TB 4244329 in the Thunder Bay Mining Division. As set out in the Order of the MNDM, the new due dates in which work must be performed and filed are April 4, 2016 for the above mentioned mining claims.***

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

***None to report for the period***

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

***None to report for the period***

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.

***The litigation matters reported in prior months are ongoing. There is no new litigation to report in the month of June 2015.***

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

***On June 16, 2015 the Company raised the third and final tranche of \$75,000 of unsecured convertible debenture (the "Debentures") for gross proceeds of \$2,999,895 by way of a non-brokered private placement (the "Offering"). Each Debenture bears an interest rate of 15%, payable semi-annually, and has a maturity date that is three years following the date of issuance. The Debenture shall be convertible, in whole or in part at the option of the holders into common shares of the Company at a conversion price of \$0.17 per common share. The net proceeds from the offering will be used to fund the Company's working capital including litigation issues stemming from the Company's enforcement of its right to acquire a 45% participating interest in OML-25 in Nigeria.***

***The Company concurrently sell and assign, pursuant to separate agreements with each subscriber, a pro rata (based on all the subscribers) entitlement for up to an aggregate of 30% of the net proceeds of litigation related to the failed closing of the OML 25 project (Note 8), if any (whether as a result of final judgment by a court of competent jurisdiction or settlement for which no appeal or further proceeding may be taken (the "Final Award")), after deduction of all related costs and taxes incurred by the Company in the Litigation (the "Net Final Amount"), payable to the Holders within 60 days from the receipt of the Final Award, if any. In the event the Company prepays the Debentures in full prior to that date which is one year from the date of issue and prior to date of the Final Award, then the amount payable to the Holders under the agreement will be adjusted to reflect an aggregate entitlement of 15%.***

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

***None to report for the period***

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

*As disclosed above, the Company raised an aggregated amount of \$2,999,895 unsecured convertible debenture between the periods from April 2015 to June 2015.*

*In April 2015, Mr. Stephen Shefsky, a Director and the President and CEO of the Company purchased an aggregate of \$1,349,925 million of Debentures in the Offering by way of the conversion into Debentures of an aggregate of \$1,349,925 of advances (including interest accrued thereon) which Mr. Shefsky has made to the company over the past year.*

*In May 2015, Mr. Mark Brennan, a director of the Company, purchased an aggregate of \$175,000 of Debentures in the Offering.*

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

*None to report for the period*

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

*The Company, through its subsidiary, holds interest in a petroleum property in Nigeria. As such, it is exposed to the laws governing the Nigerian Petroleum industry with respect to matters such as taxation, environmental compliance, and other regulatory and political factors as well as shifts in politics and labour unrest. Any of which could adversely affect the Company and its future exploration and production activities.*

## 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 2, 2015**

**Stephen Shefsky**

Name of Director or Senior Officer

**"Stephen Shefsky"**

Signature

**Director, President and CEO**

Official Capacity

<b>Issuer Details</b> Name of Issuer	For Month End	Date of Report YY/MM/DD
<b>James Bay Resources Limited</b>	<b>June 30, 2015</b>	<b>2015/07/02</b>
Issuer Address <b>79 Wellington Street West, TD Tower South, Suite 2100, P.O. Box 139 Toronto Dominion Centre</b>		
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.
<b>Toronto/Ontario/M5K 1H1</b>	<b>(416) 366-4201</b>	<b>(416) 366-4200</b>
Contact Name	Contact Position	
<b>Jennifer Ta, CPA, CA</b>	<b>Corporate Controller</b>	<b>(416) 366-4200</b>
Contact Email Address <b>jta@jbrlimited.com</b>	Web Site Address <b>www.jamesbayresources.com</b>	