

# FORM 7

## MONTHLY PROGRESS REPORT

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

Trading Symbol: PSE

Number of Outstanding Listed Securities: 101,892,309

Date: February, 2016

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 there 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 February the company was both mining and drilling at the Pinargozu property. The mining operations are producing about 60 tonnes per day of high grade zinc mineralisation assaying around 35% Zn. This material is being mined, crushed and the

then sold as direct shipping mineralisation. The Pinargozu mine has about 120 employees currently working there now, mostly underground, involved in mining operations.

During the month of February, 2016 two drills were operational at Pinargozu. One drill is operating underground to continue to look for underground zinc mineralisation. The second drill has just started on a new surface drill site (called the Water Gallery). This site is about 300 meters from the Pinargozu mine and is being drilled to look for possible step out mineralisation.

Pasinex released one news release in February which is covered here:

“On February 9, 2016 Pasinex announced the completion of another lot sale of 1,556 tonnes wet weight (1,463 tonnes dry weight) of high grade zinc mineral material (at approximately 38% Zn) from the Pinargozu zinc mine in Adana province, Turkey. This lot represents a doubling of tonnage produced and over 1,200,000 lbs of contained zinc metal. The Pinargozu mine is included in the 50-50 company, Horzum Arama Isletme AS (Horzum AS), which is a corporate joint venture (JV) between Pasinex and Turkish mining house, Akmetal Madencilik San ve Tic. AS (Akmetal AS).”

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

Steve Williams, President and CEO of Pasinex commented, “With this latest lot sale, we continue to improve the stability and predictability of our operation. By doubling mine production to approximately 60 tonnes per day, the Horzum AS JV company is in a cash flow positive scenario, which is where every mining company wants to be – and we’re there! An advancing zinc price and our increase in tonnes produced is a great way to begin our second full year of production.”

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. One drill is dedicated to drilling for additional mineralisation underground. The second drill has been allocated to step out drilling on a site about 300 meters south of the Pinargozu mine. Pasinex has no other exploration in this month on either their Akkaya property in Adana province or the Golcuk property in Sivas province, Turkey.

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.

A second drill commenced drilling at the Pinargozu property in February. No other changes were made to exploration programs in this month.

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 in the month of February, 2016.

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 of February, 2016.

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

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 hirings, terminations or lay-offs with details of anticipated length of lay-offs.

Clinton Smyth resigned as VP – Exploration for Pasinex Resources Limited.

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.

There are no legal proceedings to report.

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

There was no incurred indebtedness in February.

The final payment of shares was issued to Eurasian Minerals and Zimtu Capital as part of a four year agreement from 2013 relating to the earn in option agreement for the Golcuk property in Sivas province, Turkey. 1,000,000 shares were issued to Eurasian Minerals for the option agreement and 100,000 shares were issued to Zimtu Capital Corp. as a finders fee relating to the original option agreement with Eurasian Minerals.

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

<b>Security</b>	<b>Number Issued</b>	<b>Details of Issuance</b>	<b>Use of Proceeds<sup>(1)</sup></b>
Common shares	1,100,000	Option agreement Golcuk property	n/a

(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.

Clinton Smyth resigned as VP of Exploration for Pasinex. The company has not announced any replacement to this position.

The current Directors and Officers of the Issuer are:

Steven Williams	Chairman, Director and President
Sven Olsson	Director, member audit committee
Victor Wells	Director, Chair of audit committee
John Barry	Director, member audit committee
Jonathan Challis	Director, member audit committee
Larry Seeley	Lead 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 rallied somewhat in the past few weeks going from around 67 c US / lb to around 80 c US / lb. 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 a positive.

## **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: March 3, 2016

Steven Williams  
Name of Director

"Steven Williams"  
Signature

<b><i>Issuer Details</i></b> Name of Issuer <b>Pasinex Resources Limited</b>	For Month End <b>February 2016</b>	Date of Report YY/MM/D <b>2016/03/03</b>
Issuer Address <b>Suite 1000, 36 Toronto Street</b>		
City/Province/Postal Code <b>Toronto, Ontario, M5C 2C5</b>	Issuer Fax No. <b>n/a</b>	Issuer Telephone No. <b>(416) 861 9659</b>
Contact Name <b>Steven Williams</b>	Contact Position <b>President</b>	Contact Telephone No. <b>(416) 861 9659</b>
Contact Email Address <a href="mailto:info@pasinex.com">info@pasinex.com</a>	Web Site Address <a href="http://www.pasinex.com">www.pasinex.com</a>	