

## FORM 7

### MONTHLY PROGRESS REPORT

Name of CNQ Issuer: Copper Reef Mining Corporation (the "Issuer").

Trading Symbol: CZC

Number of Outstanding Listed Securities 104,721,300 Common Shares

Date: January 6, 2012

#### **Report on Business**

##### **1. General Overview:**

Copper Reef is a Canadian junior mineral exploration company with a specific focus on mineral properties in Northwest Manitoba and Northeast Saskatchewan, Canada. All of the Company's properties are currently at the exploration stage. The Company has no long-term debt and has assembled a portfolio of base metal and precious metal prospects, including strategic locations in the both Manitoba and Saskatchewan.

##### **2. Management Activities:**

The issuer has been dealing with potential Joint Venture partners, raising separate funds for drilling of the: Hanson Lake Property in Saskatchewan, Smelter Claims and other Properties in Manitoba and discussion with other parties on potential business transactions.

In connection with the brokered private placement announced on October 27, 2011, the price of the Units was amended to be \$0.10 and the FT Shares to be \$0.12.

The exercise price of the Warrants forming part of the Units will entitle the holder to purchase one Common Share of the Issuer at an exercise price of \$0.15 per Common Share for a period of 18 months from the date of issuance. The exercise price of the Compensation Options issuable to the Agent will be amended to an exercise price of \$0.12 for a period of 18 months from the date of issuance.

##### **3. New exploration started or completed, properties acquired. N/A**

**4. Exploration changes and terminations:** Copper Reef is focusing on both its gold and base metal assets in both Manitoba and Saskatchewan. The Company is awaiting results from a Down Hole EM Survey from a previously announced drill program on the Smelter Claims. Work Permits have been received for Copper Reef's Kississing, Jewel Box and Alberts Lake gold projects for drilling, and its Aimee Lake and Morgan Lake base metal properties for drilling.

##### **,5. New Contracts and/or Joint Ventures entered into: N/A**

6. **Contract Expirations/terminations: N/A**
7. **Acquisitions or dispositions: N/A**
8. **This section does not apply to Copper Reef Mining Corporation: N/A**
9. **This section does not apply to Copper Reef Mining Corporation: N/A**
10. **New hires, and layoffs: No new hires or Layoffs**
11. **Labour disputes in progress and resolution of same: None**
12. **Litigation:**
- No legal proceedings have been filed against the Issuer
13. **Indebtedness incurred or repaid N/A**

14. Provide details of any securities issued and options or warrants granted. **N/A**

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>
Common shares	5,266,666 @ \$0.12	FT Shares	Exploration program
<sup>(1)</sup> State aggregate proceeds and intended allocation of proceeds			

15. **Loans to Related Persons Nil**
16. **Committee Changes, Directorship changes: No changes to the Board of Directors.**
17. **Market Matters:**
- Market conditions for both gold and base metals appear that they will continue to be strong.

#### 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: January 6, 2012

Stephen L. Masson  
Name of Director or Senior  
Officer  
“signed”  
Chief Executive Officer

<b><i>Issuer Details</i></b> Name of Issuer <b>Copper Reef Mining Corporation</b>	For Month End <b>DECEMBER 31, 2011</b>	Date of Report YY/MM/D <b>2012-01-06</b>
Issuer Address <b>Box 306, 12 Mitchell Rd.</b>		
City/Province/Postal Code <b>Flin Flon, Manitoba R8A 1N1</b>	Issuer Fax No. <b>204-687-4762</b>	Issuer Telephone No. <b>204-687-3500</b>
Contact Name <b>Stephen L. Masson</b>	Contact Position <b>CEO</b>	Contact Telephone No. <b>As above</b>