

## FORM 7

### MONTHLY PROGRESS REPORT

Name of CNSX Issuer: MAGNA RESOURCES LTD. (the "Issuer").

Trading Symbol: MNA

Number of Outstanding Listed Securities: 10,010,000

Date: May 5, 2010

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.

**There was no development of the Issuer's business and operations during the month.**

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

3. Management continued to await approval and award of a large block of the Federal Bureau of Land Management (the “BLM”) potash prospecting permit applications to American Potash LLC, a Nevada limited liability corporation owned 50% by each of the Issuer and Confederation Minerals Ltd (“AP”). The BLM is awaiting settlement of a pending lawsuit brought by the Southern Utah Wilderness Alliance. Subsequent to the settlement, management hopes that AP will have a clear path to exploration program proposal submittal and approval, resulting in receipt of the potash prospecting permits.

On April 1, 2010, AP entered into a one year consulting agreement with Del Fortner to provide guidance regarding Public Lands (BLM), energy and minerals and exploration and development. The monthly fee will be US\$3,000 for the first 20 hours of consulting and US \$200 per hour for additional time.

4. 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**
5. 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**
6. 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**.
7. 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**
8. 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**
9. Describe the acquisition of new customers or loss of customers. **None**
10. 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**
11. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs. **None**

12. Report on any labour disputes and resolutions of those disputes if applicable. **None**
13. 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**
14. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness. **None**
15. Provide details of any securities issued and options or warrants granted. **None**

Security	Number Issued	Details of Issuance	Use of Proceeds <sup>(1)</sup>

(1) State aggregate proceeds and intended allocation of proceeds.

16. Provide details of any loans to or by Related Persons. **None**
17. Provide details of any changes in directors, officers or committee members. **None**
18. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

**The state of the economy and capital markets may impact on the Issuer's ability to raise the funds necessary to meet its share of the option payments under the option agreement with Sweetwater Resources LLC and its share of the exploration budget on the properties, estimated to be up to US\$2.0 million. If the Issuer cannot raise sufficient funds to meet these obligations it will not be able to acquire the permits and its interest in American Potash will be diluted or may be lost in its entirety.**

**The state of the economy and capital markets may impact on the Issuer's joint venture partner's ability to contribute expertise and raise funds necessary to meet its share of the option payments and the exploration budget.**

**The potash market has certain significant structural and market challenges for new entrants. Good deposits that are economical to mine are rare and barriers to entering the industry are high. Significant upfront and continuing capital investment and at least seven years are required to bring a new mine to production. However, government involvement in and ownership of the industry are low. If the Issuer exercises the option and acquires the permits with Confederation, there is no assurance that the properties will contain an economically viable deposit or, if the properties**

do contain an economically viable deposit, that the Issuer will be able to raise sufficient capital to mine the deposit.

The viability and profitability of developing the properties will also depend on, among other factors, continued global demand and a favourable price for potash. Rising prices have encouraged potash producers to increase production through expansion and development projects. If supply increases faster than world consumption, prices could be depressed for a prolonged period. Fluctuations in demand are characteristic of this market and there is no assurance that global demand will continue to increase or that potash prices will continue to be favourable.

## 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 May 5, 2010.

Joel McLean  
Name of Director or Senior  
Officer

*“Joel McLean”*  
Signature

Director

Official Capacity

<b>Issuer Details</b>	For Month	Date of Report
Name of Issuer	End	YY/MM/D
Magna Resources Ltd.	April, 2010	10/05/05
Issuer Address		
1901-1111 Alberni Street		
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.
Vancouver, BC V6E 4A2	( )	( 604)782-4191
Contact Name	Contact Position	Contact Telephone No.
Rudy de Jonge	CEO	(604)782-4191
Contact Email Address	Web Site Address	
<a href="mailto:rudydejonge@hotmail.com">rudydejonge@hotmail.com</a>		