

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: **Moag Copper Gold Resources Inc.** (the "Issuer").

Trading Symbol: **MOG.**

Number of Outstanding Listed Securities: **72,789,813.**

Date: **January 3, 2017.**

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 Issuer completed its 2015 drilling program on the Mace Property. Results of the drilling program are on the Issuer's website at <http://www.moag.ca/en/projects/mace-molybdenum-copper>.
2. Provide a general overview and discussion of the activities of management.
On October 14, 2016 the Issuer made an application to the OSC and BCSC for a full revocation of the cease trade orders. The Issuer is continuing working to resolve all outstanding issues with the OSC.

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.

The Issuer did not undertake any new exploration programs or acquire any new properties during the month of December 2016.

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.

The Issuer did not amend or abandon any exploration programs during the month of December 2016.

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.

The Issuer did not enter into any new business relationships during the month of December 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.

No contracts, agreements or financings expired or were terminated during the month of December 2016.

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.

The Issuer did not acquire or dispose of any assets during the month of December 2016.

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

N/A.

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.

N/A.

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

The Issuer did not hire, terminate or lay-off any employees during the month of December 2016.

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

On October 21, 2016 the Issuer filed a Statement of Claim in the Ontario Superior Court of Justice under Court File No. CV-16-562698 against its former Chief Executive Officer, Mr. Gary Brown, and a company controlled by Mr. Brown. The Corporation is seeking damages in the amount of \$619,147 for breach of contract and additional damages in the amount of \$643,230 for negligence and breach of fiduciary duty.

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

The issuer did not incur or repay any indebtedness during the month of December 2016.

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

Security	Number Issued	Details of Issuance	Use of Proceeds ⁽¹⁾

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

15. Provide details of any loans to or by Related Persons.
16. Provide details of any changes in directors, officers or committee members.
17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

There are significant uncertainties regarding the price of copper, gold, molybdenum and other minerals or metals and the availability of equity financing for the purposes of mineral exploration and development. The prices of copper, gold, molybdenum and other minerals or metals are subject to constant market fluctuation to the point where it has become difficult for companies to raise new capital. The Issuer's future performance is largely tied to the development of its current mineral properties and the overall financial markets. Current financial markets reflect ongoing concerns about the stability of the global economy as well as ongoing concerns about the stability of the global economy. As a result, the Issuer may have difficulties raising equity financing for the purposes of mineral exploration and development.

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: January 3, 2017.

Bradley L. Jones, CPA, CA

Name of Director or Senior Officer

"Bradley L. Jones"

Signature

Chairman

Official Capacity

Issuer Details		For Month End	Date of Report YY/MM/D
Name of Issuer Moag Copper Gold Resources Inc.		December 2016	17/01/03
Issuer Address 21 Burkebrook Place, Suite 405			
City/Province/Postal Code	Issuer Fax No.	Issuer Telephone No.	
Toronto, ON, M4G 0A2	(416) 510-8561	(416) 510-8397	
Contact Name	Contact Position	Contact Telephone No.	
Bradley L. Jones	CEO/CFO	(416) 510-8397	
Contact Email Address	Web Site Address		
bradley.jones@moag.ca	www.moag.ca		