'AMENDED'

Form 45-106F6

British Columbia Report of Exempt Distribution

This is the form required under section 6.1 of National Instrument 45-106 for a report of exempt distribution in British Columbia.

Issuer/underwriter information

Item 1: Issuer/underwriter name and contact information

A. State the following:

- the full name of the issuer of the security distributed. Include the former name of the issuer if its name has changed since this report was last filed; CANASIL RESOURCES INC.
- the issuer's website address; and WWW.CANASIL.COM
- the address, telephone number and email address of the issuer's head office. #1760-750 WEST PENDER STREET, VANCOUVER, BC V6C 2T8

B. If an underwriter is completing this report, state the following:

- the full name of the underwriter;
- the underwriter's website address; and
- the address, telephone number and email address of the underwriter's head office.

Item 2: Reporting issuer status

A. State whether the issuer is or is not a reporting issuer and, if reporting, each of the jurisdictions in which it is reporting. THE ISSUER IS A REPORTING ISSUER IN THE PROVINCES OF BRITISH COLUMBIA AND ALBERTA

B. If the issuer is an investment fund managed by an investment fund manager registered in a jurisdiction of Canada, name the investment fund manager and state the jurisdiction(s) where it is registered.

Item 3: Issuer's industry

Indicate the industry of the issuer by checking the appropriate box below.

- ☐ Bio-tech
- Financial Services
  - ☐ investment companies and funds
  - ☐ mortgage investment companies
  - ☐ securitized products issuers
- ☐ Forestry
- ☐ Hi-tech
- ☐ Industrial
- Mining
  - ☒ exploration/development
  - ☐ production
- ☐ Oil and gas
- ☐ Real estate
- ☐ Utilities
- ☐ Other (describe) ______________________________

Item 4: Insiders and promoters of non-reporting issuers

If the issuer is an investment fund managed by an investment fund manager registered in a jurisdiction of Canada, do not complete this table.

If the issuer is not a reporting issuer in any jurisdiction of Canada, complete the following table by providing information about each insider and promoter of the issuer. If the insider or promoter is not an individual, complete the table for directors and officers of the insider or promoter.

Information about insiders and promoters			
Full name, municipality and country of principal residence	All positions held (e.g., director, officer, promoter and/or holder of more than 10% of voting securities)	Number and type of securities of the issuer beneficially owned or, directly or indirectly controlled, on the distribution date, including any securities purchased under the distribution	Total price paid for all securities beneficially owned or, directly or indirectly controlled, on the distribution date, including any securities purchased under the distribution (Canadian $)
N/A			

Details of distribution

Item 5: Distribution date

State the distribution date. If this report is being filed for securities distributed on more than one distribution date, state all distribution dates. JUNE 21, 2016 AND JUNE 29, 2016

Item 6: Number and type of securities

For each security distributed:

- describe the type of security; UNITS
- state the total number of securities distributed. If the security is convertible or exchangeable, describe the type of underlying security, the terms of exercise or conversion and any expiry date - 8,000,000 UNITS AT A PRICE OF $0.32 PER UNIT. EACH UNIT CONSISTS OF ONE COMMON SHARE AND ONE-HALF OF ONE SHARE PURCHASE WARRANT, EACH WHOLE WARRANT ENTITLES THE HOLDER THEREOF TO PURCHASE ONE ADDITIONAL COMMON SHARE OF THE ISSUER FOR A PERIOD OF 24 MONTHS FROM THE DATE OF ISSUANCE AT A PRICE OF $0.50 PER SHARE; and
- if the issuer is an investment fund managed by an investment fund manager registered in a jurisdiction of Canada, state the exemption(s) relied on. If more than one exemption is relied on, state the amount raised using each exemption. N/A

Item 7: Geographical information about purchasers

Complete the following table for each Canadian and foreign jurisdiction where purchasers of the securities reside. Do not include in this table information about securities issued as payment of commissions or finder's fees disclosed under item 9 of this report. The information provided in this table must reconcile with the information provided in item 8 and Schedules I and II.

Each Canadian and foreign jurisdiction where purchasers reside	Number of purchasers	Price per security (Canadian $)[1]	Total dollar value raised from purchasers in the jurisdiction (Canadian $)
British Columbia	2	$0.32	$240,000
Alberta	1	$0.32	$17,600
Ontario	3	$0.32	$800,000
USA	45	$0.32	$1,377,408
Austria	1	$0.32	$6,400
Australia	1	$0.32	$14,976
Great Britain	1	$0.32	$7,616
British Virgin Islands	1	$0.32	$96,000
Total number of Purchasers	55		
Total dollar value of distribution in all jurisdictions (Canadian $)			$2,560,000

Note 1:If securities are issued at different prices, list the highest and lowest price for which the securities were sold.

Item 8: Information about purchasers

Instructions

A. If the issuer is an investment fund managed by an investment fund manager registered in a jurisdiction of Canada, do not complete this table.

B. Information about the purchasers of securities under the distribution is required to be disclosed in different tables in this report. Complete

- the following table for each purchaser that is not an individual, and
- the tables in Schedules I and II of this report for each purchaser who is an individual.

Do not include in the tables information about securities issued as payment of commissions or finder's fees disclosed under item 9 of this report.

C. An issuer or underwriter completing this table in connection with a distribution using the exemption in subparagraph 6.1(1)(j) [*TSX Venture Exchange offering*] of National Instrument 45-106 *Prospectus Exemptions* may choose to replace the information in the first column with the total number of purchasers, whether individuals or not, by jurisdiction. If the issuer or underwriter chooses to do so, then the issuer or underwriter is not required to complete the second column or the tables in Schedules I and II.

Information about non-individual purchasers					
Full name and address of purchaser and name and telephone number of a contact person	Indicate if the purchaser is an insider (I) of the issuer or a registrant (R)	Number and type of securities purchased	Total purchase price (Canadian $)	Exemption relied on	Date of distribution (yyyy-mm-dd)
IR-World.com Finanz GMBH - Wickenpointgasse 13, 4611 Buchkirchen, Austria Attn: Joe Brunner - 011 43 7242 211030	n/a	20,000 Units	$6,400.00	NI 45-106 s.2.3(t)	2016-06-21
Sprott Asset Management LP - #2100 - 200 Bay Street, Toronto, Ontario, Canada	n/a	2,000,000 Units	$640,000.00	NI 45-106 s.2.3(u)	2016-06-29

Information about non-individual purchasers					
Full name and address of purchaser and name and telephone number of a contact person	Indicate if the purchaser is an insider (I) of the issuer or a registrant (R)	Number and type of securities purchased	Total purchase price (Canadian $)	Exemption relied on	Date of distribution (yyyy-mm-dd)
M5J 2J1 – Attn: Johann Lau - 416-943-6429					
Exploration Capital Partners 2009, LP - 1910 Palomar Point Way, Suite 200, Carlsbad, CA, USA 92008 – Attn: Gretchen Carter - 960-444-5280	n/a	2,000,000 Units	$640,000.00	NI 45-106 s.2.3(m)	2016-06-29
BK Werner Non-Exempt Marital Trust - 1 North Brentwood Blvd, Suite 1520, St. Louis, MO, USA 63105 – Attn: Bradford Werner - 314-754-1434	n/a	93,700 Units	$29,984.00	NI 45-106 s.2.3(w)	2016-06-29
Carlos A. Garcia Jr. Declaration of Trust - 1249 E Workman Ave, West Covina, CA, USA 91790 Attn: Carlos Garcia - 626-633-2032	n/a	81,200 Units	$25,984.00	NI 45-106 s.2.3(w)	2016-06-29
Gatto Pty Ltd - P.O. Box 7168 East Ballina 2478, NSW , Australia – Attn: Herbert Ziegelbock - 075-547-6424	n/a	46,800 Units	$14,976.00	NI 45-106 s.2.3(t)	2016-06-29
Messiah College - 1 College Ave, Ste 3010, Mechanicsburg, PA, USA 17055 – Attn: David Walker - 717-766-2511	n/a	42,000 Units	$13,440.00	NI 45-106 s.2.3(t)	2016-06-29
David Sondheimer Family Trust - 2810 Hiwall Ct, Castle Rock, CO, USA 80109 – Attn: David Sondheimer - 303-681-3039	n/a	26,200 Units	$8,384.00	NI 45-106 s.2.3(w)	2016-06-29

Information about non-individual purchasers					
Full name and address of purchaser and name and telephone number of a contact person	Indicate if the purchaser is an insider (I) of the issuer or a registrant (R)	Number and type of securities purchased	Total purchase price (Canadian $)	Exemption relied on	Date of distribution (yyyy-mm-dd)
DTOM Limited Partnership - 6501 Grayson Ct, Nashville, TN, USA 37205 – Attn: Virginia Abernethy - 615-352-3679	n/a	24,800 Units	$7,936.00	NI 45-106 s.2.3(t)	2016-06-29
Richard Cattanach Rev Trust - 7372 W Trenton Way, Florence, AZ, USA 85132 – Attn: Richard Cattanach - 480-390-6513	n/a	20,400 Units	$6,528.00	NI 45-106 s.2.3(w)	2016-06-29
Jackson 2009 Family Trust - 12342 Salvia Way, San Diego, CA, USA 92129 – Attn: Andrew Jackson - 858-357-4949	n/a	39,829 Units	$12,745.28	NI 45-106 s.2.3(w)	2016-06-29
T. Lovell Alpha Inc. - 7847 NW Hwy 225, Ocala, FL, USA 34482 – Attn: Warren Lovell - 305-962-7224	n/a	113,069 Units	$36,182.08	NI 45-106 s.2.3(t)	2016-06-29
The Steve Todoruk 2007 Trust - 13062 Caminito Mar Villa, Del Mar, CA, USA 92014 – Attn: Steve Todoruk - 760-444-5266	n/a	25,712 Units	$8,227.84	NI 45-106 s.2.3(w)	2016-06-29
Kings Road Capital, Global Macro Fund Ltd. - Nemours Chambers, PO Box 3170, Road Town, Tortola, BVI – Attn: Loni Saul - 356-996-17020	n/a	300,000 Units	$96,000.00	NI 45-106 s.2.3(t)	2016-06-29
Southern Slope Surviving Grantors Management Trust -	n/a	92,021 Units	$29,446.72	NI 45-106 s.2.3(m)	2016-06-29

Information about non-individual purchasers					
Full name and address of purchaser and name and telephone number of a contact person	Indicate if the purchaser is an insider (I) of the issuer or a registrant (R)	Number and type of securities purchased	Total purchase price (Canadian $)	Exemption relied on	Date of distribution (yyyy-mm-dd)
11602 Haley Hollow, Richmond, TX, USA 77407 – Attn: L. David Sparks - 713-503-9119					
Brownstone Family, LLLP - 11820 Quail Valley Way, Naples, FL, USA 34119 – Attn: Mordy Brownstone - 239-592-7930	n/a	32,000 Units	$10,240.00	NI 45-106 s.2.3(t)	2016-06-29
The Martin Family Trust - 228 East Hartley Ave, Ridgecrest, CA, USA 93555 – Attn: Thomas Martin - 760-371-5928	n/a	32,000 Units	$10,240.00	NI 45-106 s.2.3(w)	2016-06-29
Gentling Investments, LLC - 4417 Ettenmoor Lane, SW, Rochester, MN, USA 55902 – Attn: Gregory Gentling - 507-282-4473	n/a	310,000 Units	$99,200.00	NI 45-106 s.2.3(t)	2016-06-29

Commissions and finder's fees

Item 9: Commissions and finder's fees

Instructions

A. Complete the following table by providing information for each person who has received or will receive compensation in connection with the distribution(s). Compensation includes commissions, discounts or other fees or payments of a similar nature. Do not include information about payments for services incidental to the distribution, such as clerical, printing, legal or accounting services.

B. If the securities being issued as compensation are or include convertible securities, such as warrants or options, add a footnote describing the terms of the convertible securities, including the term and exercise price. Do not include the exercise price of any convertible security in the total dollar value of the compensation unless the securities have been converted.

Full name and address of the person being compensated	Indicate if the person being compensated is an insider (I) of the issuer or a registrant (R)	Compensation paid or to be paid (cash and/or securities)				
		Cash (Canadian $)	Securities			Total dollar value of compensation (Canadian $)
			Number and type of securities issued	Price per security (Canadian $)	Exemption relied on and date of distribution (yyyy-mm-dd)	
Sprott Private Wealth LP - #2700-200 Bay Street, Toronto, Ontario M5J 2J2	N/A	$38,400	See note		NI 45-106 s.2.3(d) – 2016-06-29	$38,400
Sprott Global Resource Investments Ltd. - #200 – 1910 Palomar Point Way, Carlsbad, CA 92008	N/A	$85,920	See note		NI 45-106 s.2.3(s) – 2016-06-29	$85,920

Note:
Sprott Private Wealth LP received 60,000 share purchase warrants and Sprott Global Resource Investments Ltd. received 134,250 share purchase warrants – each warrant entitles the holder to purchase one common share of the Issuer at a price of $0.50 per share for a period of 24 months from the date of issuance.

Certificate

On behalf of the issuer, I certify that the statements made in this report are true.

Date: JULY 18, 2016______________________________

CANASIL RESOURCES INC.

Name of issuer (please print)

BAHMAN YAMINI, CEO – 604-708-3788

Print name, title and telephone number of person signing

"Bahman Yamini"

Signature

Instruction

The person certifying this report must complete the information in the square brackets by deleting the inapplicable word. For electronic filings, substitute a typewritten signature for a manual signature.

Item 10: Contact information

State the name, title and telephone number of the person who may be contacted with respect to any questions regarding the contents of this report, if different than the person signing the certificate.

IT IS AN OFFENCE TO MAKE A MISREPRESENTATION IN THIS REPORT.

Notice - Collection and use of personal information

The British Columbia Securities Commission collects and uses the personal information required to be included in this report for the administration and enforcement of the *Securities Act*. If you have any questions about the collection and use of this information, contact the British Columbia Securities Commission at the following address:

British Columbia Securities Commission

P.O. Box 10142, Pacific Centre
701 West Georgia Street
Vancouver, British Columbia V7Y 1L2
Telephone: (604) 899-6500
Toll free across Canada: 1-800-373-6393
Facsimile: (604) 899-6581