

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Lancaster Resources Inc. (the "Issuer" and "Lancaster").

Trading Symbol: LCR

Number of Outstanding Listed Securities: 53,863,872 common shares

Date: May 3, 2024

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.**

SPIN-OFF

The plan of arrangement previously announced on Jan. 30, 2024, including the spinoff of the Issuer's wholly owned subsidiary, Nelson Lake Copper Corp., closed ON April 2, 2024, pursuant to which Lancaster was issued 1.65 million Nelson common shares at a price of two cents per share, and Lancaster completed the spinoff of a majority of its ownership in Nelson through the issuance of a stock dividend of 1,046,269 Nelson shares to the shareholders at a ratio of 0.02 Nelson common share for each common share held in Lancaster as of Feb. 5, 2024. Nelson also subscribed for 550,000 shares of Lancaster at a price of six cents per share.

The arrangement was approved by the shareholders of the company's common shares at an annual and special meeting held on March 15, 2024, and by the British Columbia Supreme Court in its final order dated March 25, 2024.

Following the transaction, Lancaster continues to own 703,731 common shares of Nelson, and Nelson is now a separate unlisted reporting issuer in each of British Columbia, Alberta and Saskatchewan. Nelson owns 100 percent of the Nelson Lake copper project, which consists of one mining claim covering a contiguous block of 5,746 hectares in Saskatchewan.

ALKALI FLAT LITHIUM BRINE PROJECT UPDATE

In April 2024, the New Mexico Mining and Minerals Division (MMD) provided the Issuer with a technically complete letter regarding a permit for the Alkali Flat lithium brine phase 1 drill program.

Pursuant to paragraph 19.10.3.302 NMAC, the MMD has determined that the application for the Alkali Flats lithium brine phase 1 exploration project, submitted to MMD in October, 2023, permit No. HI023EM, operated by the Issuer's wholly owned subsidiary, Lancaster Lithium Inc., is technically complete.

Lancaster's exploration work at Alkali Flat last year included geochemical sampling, which yielded highly anomalous concentrations of lithium in playa sediments (with a range of 69.6 to 147.9 parts per million Li), an unmanned-aerial-vehicle-borne detailed magnetometry (drone) survey, and a magnetotelluric (MT) geophysics program, which revealed highly anomalous conductivity in aquifers 100 to 200 metres deep and 650 to 750 metres deep.

The combined results highlighted multiple high-priority drill locations believed to host lithium-rich aquifers.

The Alkali Flat lithium project targets a closed-basin brine deposit in a playa lake setting. The project is conveniently situated next to a major rail line and interstate highway, providing excellent access. The drill permit area lies about eight miles north of the renowned 15-megawatt Lightning Dock known geothermal resource area (KGRA).

PROJECT PORTFOLIO

The Issuer acquired the Piney Lake gold property in April 2024.

Property Overview

The Piney Lake Gold Property, covering an area of 2,267.8 hectares, is nestled approximately 65 kilometres east of La Ronge Provincial Park and a mere 2.5 kilometres east of North Arrow Minerals' Pikoo property. Encircled by the prolific gold claims of SGO / SSR Mining, the Piney Lake claim is in a region with a storied history of mineral discoveries. Access to the Piney Lake property is facilitated by provincial highways, placing it about 18 kilometres to the southwest of Pelican Narrows via Highway 135 and similarly accessible to Deschambault Lake via Highway 911. The Company acquired the property by staking claims directly in Saskatchewan, Canada.

Management cautions that mineralization hosted on adjacent and/or nearby properties is not necessarily indicative of the presence of similar mineralization or geology on Lancaster's properties.

Geological Significance

Piney Lake is strategically positioned within the Glennie Domain, an area known for its mafic to mafelsic rock. The property is characterized by basic volcanics, quartz diorite-tonalite to granodiorite, and quartz-diorite lithology, suggesting rich potential for gold mineralization. Notably, the Tabernor fault and shear zone lie just past the eastern border of the property.

Geochemical Highlights

Historical geochemical samplings for Piney Lake mention significant gold showings identified along a north-south trend. These include concentrations of 7.55g/T Au approximately 375 meters north, and an impressive 41.35g/T Au approximately 4.1 kilometres north, among others. These findings underscore the high-grade gold potential awaiting Lancaster's exploration team and the use of modern exploration techniques.

Exploration Legacy

The area around Piney Lake has seen very limited recent exploration activities. Placer Dome Mines in the 1990s and, more recently, the Thurloe Gold Syndicate between 2010 and 2012 were the more recent forays in the area. North Arrow Minerals' discovery of diamonds in 2013, followed by Alto Minerals' exploration in 2014, emphasizes the properties' mineralization and exploration upside for gold, copper, and other minerals.

Andrew Watson, PEng, a qualified person for the purposes of National Instrument 43-101 Standards of Disclosure for Mineral Projects, has reviewed and approved the scientific and technical information contained in the preceding information about Piney Lake and Alkali Flat. Mr. Watson is VP, Engineering and Operations and a Director of the Issuer.

2. **Provide a general overview and discussion of the activities of management.**
See above.
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.**
See above.
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.**
None.
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.**
See above.
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.**
See above.
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.**
See above.
8. **Describe the acquisition of new customers or loss of customers.**
See above.
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.**
See above.
10. **Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.**
See above.
11. **Report on any labour disputes and resolutions of those disputes if applicable.**
None.

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.**
None.
13. **Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.**
None.
14. **Provide details of any securities issued and options or warrants granted.**
See above.
15. **Provide details of any loans to or by Related Persons.**
None.
16. **Provide details of any changes in directors, officers or committee members.**
None.
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 no trends specific to the Issuer at this time.

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 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 May 3, 2024

Penny White
Name of Director or Senior Officer

"Penny White"
Signature

President and CEO
Official Capacity

Issuer Details		For Month End	Date of Report
Name of Issuer Lancaster Resources Inc.		April 2024	YY/MM/DD 24/0503
Issuer Address 2569 Marine Drive			
City/Province/Postal Code West Vancouver, BC V7V 1L5	Issuer Fax No. N/A	Issuer Telephone No. 604-923-6100	
Contact Name Penny White	Contact Position President and CEO	Contact Telephone No. 604-923-6100	
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