

## EARLY WARNING REPORT PURSUANT TO NATIONAL INSTRUMENT 62-103

**1. Name and address of Offeror:**

1514341 Ontario Inc., 1284 Birchview Road, R.R. #4, Lakefield, ON L0L 2H0

**2. Designation and number or principle amount of securities and the Offeror's security holding percentage in the class of securities of which the Offeror acquired ownership or control in the transaction or occurrence giving rise to the obligation to file the news release, and whether it was ownership or control that was acquired in those circumstances:**

Pursuant to a non-brokered private placement by Pasinex Resources Limited (the "Issuer"), the Offeror acquired from the Issuer 3,000,000 common shares of the Issuer and 1,500,000 warrants ("Warrants") to acquire common shares of the Issuer at a price of \$0.10 per share expiring December 11, 2016, representing 5.02% of the Issuer's outstanding common shares and 78% of the Warrants.

**3. The designation and number or principle amount of securities and the Offeror's security holding percentage in the class of securities and the Offeror's security holding percentage in the class of securities immediately after the transaction or occurrence giving rise to obligation to file the report:**

As set out in item 2 above.

**4. The designation and number or principle amount of securities and percentage of outstanding securities of the class of securities referred to in paragraph 3 over which:**

**a. The Offeror, either alone or together with any joint actors, has ownership and control;**

After the transaction, the Offeror owns:

- 10,658,500 common shares, representing 17.82% of the Issuer's outstanding common shares
- 1,000,000 warrants to purchase common shares at a price of \$0.15 per share expiring December 21, 2014
- 1,500,000 Warrants

Larry Seeley owns all of the common shares of the Company and members of the family of Larry Seeley own a further 3,436,000 common shares of the Issuer. An aggregate of 14,094,500 common shares of the Issuer are owned or controlled, directly or indirectly, by the Company, Larry Seeley and members of his family, representing 23.56% of the outstanding common shares of the Issuer. All percentages are based on the number of outstanding common shares reported as at September 30, 2013 pursuant to the Issuer's most recent quarterly report and the private placement announced by the Issuer on September 27, 2013 of 3,846,154 units, each unit comprised of a common share and one half of a Warrant.

If all of the warrants of the Issuer held by the Company were exercised, the aggregate number of common shares owned or controlled, directly or indirectly, by the Company, Larry Seeley and members of his family would be 16,594,500 common shares, representing 26.63% of the common shares of the Issuer that would then be outstanding.

- b. The Offeror, either alone or together with any joint actors, has ownership but control is held by other persons or companies other than the Offeror or any joint actor; and**

Not applicable

- c. The Offeror, either alone or together with any joint actors, has exclusive or shared control but does not have ownership;**

Not applicable

- 5. Name the market in which the transaction or occurrence took place:**

Not applicable

- 6. The value, Canadian dollars, of any consideration offered per security if the Offeror acquired ownership of a security in the transaction or occurrence giving rise to the obligation to file the report:**

The offeror acquired units from the Issuer consisting of a common share and one half of a warrant to purchase a common share at a price of \$0.10 per share expiring December 11, 2016 for an aggregate of \$195,000, being \$0.065 per unit.

- 7. The purpose of the Offeror and any joint actors in effecting the transaction or occurrence, including any future intention to acquire ownership of, or control over, additional securities of the reporting Issuer:**

The securities were acquired and are held for investment purposes and the Offeror and Larry Seeley intend to evaluate the investment and to increase or decrease holdings as circumstances warrant.

- 8. The general nature and the material terms of any agreement, other than lending arrangements, with respect to securities of the reporting issuer entered into by the Offeror, or any joint actor, and the issuer of the securities or any other entity in connection with the transaction or occurrence, including agreements with respect to the acquisition, holding, disposition or voting of any securities:**

Not applicable

- 9. The names of any joint actors in connection with the disclosure required herein:**

Larry Seeley

- 10. In the case of a transaction or occurrence that did not take place on a stock exchange or other market that represents a published market for the securities, including an issuance from treasury, the nature and value of the consideration paid by the Offeror:**

The offeror paid cash of \$195,000.

**11. If applicable, a description of any change in any material fact set out in a previous report by the entity under the early warning requirements or part of National Instrument 62-103 in respect to the reporting issuer's securities:**

Not applicable

**12. If applicable, a description of the exemption from securities legislation being relied on by the Offeror and the facts supporting that reliance:**

The securities were issued pursuant to the accredited investor exemption in section 2.3 of National Instrument 45-106 Prospectus and Registration Exemptions.

**Dated:** January 31, 2014.

**1514341 ONTARIO INC.**

**"Larry Seeley"**

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**Larry Seeley, President.**