

EARLY WARNING REPORT

National Instrument 62-103 *The Early Warning System and Related Take-Over Bid and Insider Reporting Issues*

1. Name and Address of Offeror:

SIDEX, Limited Partnership (the "Offeror")
360 Saint-Jacques Street
Suite 1700
Montréal, Québec
H2Y 1P5

2. Designation and number or principal amount of securities and the Offeror's securityholding 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 this report, and whether it was ownership or control that was acquired in those circumstances:

The Offeror acquired, pursuant to a prospectus offering, a total of 1,000,000 units of Canadian Metals Inc. (the "Issuer") on June 27, 2013. Each unit, priced at \$0.15 per unit, consists of one common share and one common share purchase warrant of the Issuer. Each warrant entitles the Offeror to purchase one common share of the Issuer at a price of \$0.25 per common share, for up to 18 months following the issuance of the warrants.

3. Designation and number or principal amount of securities and the Offeror's securityholding percentage in the class of securities immediately after the transaction or occurrence giving rise to the reporting obligation:

As a result of this acquisition, the Offeror is the beneficial owner of 1,000,000 common shares and 1,000,000 warrants of the Issuer (the "Securities"), representing approximately 5.51% of the issued and outstanding voting securities of the Issuer on a non-diluted basis and 10.45% of the issued and outstanding securities of the Issuer, assuming exercise of all the warrants held by the Offeror.

4. Designation and number or principal amount of securities and the 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:

See paragraph 3 above.

(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. **The name of the market in which the transaction or occurrence giving rise to the reporting obligation took place:**

Not applicable.

6. **The value, in 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 a press release:**

See paragraph 2 above.

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

The Offeror holds the Securities for investment purposes only and may increase or decrease its beneficial ownership or control over these Securities, from time to time in the future, depending on market or other conditions. In pursuing such purposes, the Offeror takes a long term view of the investment and reserves the right to formulate other plans or make other proposals, and take such actions with respect to its investment in the Issuer. The Offeror may at any time reconsider and change its plans or proposals relating to the foregoing. No person acted jointly or in concert with the Offeror in the acquisition of the units.

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 giving rise to the reporting obligation, including agreements with respect to the acquisition, holding, disposition or voting of any of the securities:**

Not applicable.

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

No person acted jointly or in concert with the Offeror in the acquisition of the units.

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 in Canadian dollars of the consideration paid by the Offeror:**

See paragraph 2 above.

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 4 of National Instrument 62-103 in respect of 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:**

Not applicable.

Dated at Montréal, Québec, this 5th day of July, 2013.

SIDEX LIMITED PARTNERSHIP

Per:

“Michel Champagne”

Name: Michel Champagne

Title: General manager