

**Form 51-102F4  
Business Acquisition Report**

*Item 1 Identity of Company*

**1.1 Name and Address of the Company**  
Canadian Metals Inc. (the “**Company**”)  
866 3e Avenue  
Val d’Or, Quebec J9P 1T1

**1.2 Executive Officer**  
The following executive officer of the Company is knowledgeable about the particulars described in this business acquisition report:

Stephane Leblanc, President and Chief Executive Officer  
Tel: 418-717-2553  
Email: canadianmetals@gmail.com

*Item 2 Details of Acquisition*

**2.1 Nature of the Business Acquired**  
The Company acquired from all of the shareholders (collectively, the “ **Holders**”) all of the issued and outstanding shares of Targets Minerals Inc. (“ **Targets**”) which has a 100% interest in the Nicholas-Denys and Oxford Brook projects located in New Brunswick (the “ **Acquisition**”).

**2.2 Acquisition Date**  
July 27, 2021

**2.3 Consideration**  
As consideration for the Acquisition, the purchase price paid by the Company to the Holders was an amount equal to CAD\$5,400,000 which was paid and satisfied as 27,000,000 common shares of the Company (the “ **Consideration Shares**”) at a deemed price of CAD\$0.20 per Consideration Share, partially of which are subject to a voluntary resale restriction from the Acquisition Date.

**2.4 Effect on Financial Position**  
Upon completion of the Acquisition, Targets became a wholly-owned subsidiary of the Company. The business and operations of Targets are being managed by the Company.

**2.5 Prior Valuations**  
No valuation opinions were obtained in the last 12 months by the Company required by securities legislation or a Canadian exchange or market to support the consideration paid by the Company in connection with the Acquisition.

**2.6 Parties to Transaction**  
No informed person, associate or affiliate of the Company was a party to the acquisition.

**2.7****Date of Report**

October 21, 2021

**Item 3****Financial Statements**

Pursuant to Section 8.6 of National Instrument 51-102 – *Continuous Disclosure Obligations*, (“**NI 51-102**”) the Acquisition is exempt from the requirement to provide financial statements under Section 8.4 of NI 51-102 if using the equity method. In accordance with the requirements of Section 8.6 of NI 51-102, the following selected financial information has been derived from Targets’ financial statements for the period ended July 26, 2021 and the financial year ended September 30, 2020:

	<b>For Period Ended July 26, 2021</b>	<b>For Year Ended September 30, 2020</b>
Net loss and Comprehensive loss	13,493	19,699
Total Assets	1,176,976	1,038,750
Total Liabilities	181,234	29,515
Total Shareholders’ Equity and Liabilities	1,176,976	1,038,750