

FORM 7

MONTHLY PROGRESS REPORT

Name of CNSX Issuer: Dundee Sustainable Technologies Inc. (the "Issuer" or "DST").

Trading Symbol: DST

Number of Outstanding Listed Securities 297,090,816

Date: February 7, 2017

This Monthly Progress Report must be posted before the opening of trading on the fifth trading day of each month. This report is not intended to replace the Issuer's obligation to separately report material information forthwith upon the information becoming known to management or to post the forms required by Exchange Policies. If material information became known and was reported during the preceding month to which this report relates, this report should refer to the material information, the news release date and the posting date on the Exchange website.

This report is intended to keep investors and the market informed of the Issuer's ongoing business and management activities that occurred during the preceding month. Do not discuss goals or future plans unless they have crystallized to the point that they are "material information" as defined in the Policies. The discussion in this report must be factual, balanced and non-promotional.

General Instructions

- (a) Prepare this Monthly Progress Report using the format set out below. The sequence of questions must not be altered nor should questions be omitted or left unanswered. The answers to the items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the Issuer and any of its subsidiaries.
- (c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

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.

On December 13, 2016, Dundee Sustainable Technologies Inc. ("DST" or the "Corporation") (CSE: DST) announced successful extraction results on gold concentrates (the "Concentrate") from Chile using DST's proprietary chlorination technology at its Demonstration Plant in Quebec.

A gold extraction yield of 97.3% has been achieved at the outlet of the chlorination reactor with full environmental controls over the sulfur and mercury content.

In September 2015, DST entered into an agreement with a Chilean mining company for the processing of gold concentrate at the pilot scale using the chlorination process. Excellent results at the pilot scale enabled DST to move forward on to the next stage, which involved the processing of the concentrate which contained an estimated 110 g/tonne of gold, copper grades of 9.0% and mercury content in excess of 700 g/tonne at the Demonstration Plant.

DST processed 40 tonnes of this complex material which is difficult to process using conventional processing methods without the associated environmental liabilities and metallurgical challenges (Refer to September 23, 2015, March 1, 2016 and May 31, 2016 press releases). In particular, the 700 g/tonne of mercury was effectively removed during processing to a level of 99%.

2. Provide a general overview and discussion of the activities of management.
Regular activities of management.
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. **N/A**
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. **N/A**
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.
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. **N/A**
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. **N/A**
8. Describe the acquisition of new customers or loss of customers. **N/A**
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. **N/A**
10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs. **N/A**
11. Report on any labour disputes and resolutions of those disputes if applicable. **N/A**
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. **N/A**

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

On October 12, 2016, Canada Economic Development for Quebec Regions (“CED”) amended its contribution agreement, originally entered into on June 16, 2015, pursuant to which the Corporation will receive up to \$397,000 repayable contribution. The CED contribution (“CED Contribution”) will be used by the Corporation for the acquisition of equipment for its Thetford Mines plant (the “Project”). Payments by CED will be made over the term of the Project, which must be completed at the latest by March 31, 2017. The CED Contribution is non-interest bearing, secured and repayable in equal monthly installments over seven years starting three years after the end of the Project.

On December 8 2016, CED made a first disbursement of \$324,575 out of the \$397,000 originally approved.

14. Provide details of any securities issued and options or warrants granted. **N/A**

15. Provide details of any loans to or by Related Persons.

On January 8, 2014, Dundee Corporation (“Dundee”) agreed to loan \$3,000,000 to the Corporation (the “First Loan”). The funds from the Loan were disbursed on January 31, 2014. The First Loan is secured by the Corporation’s assets (the “Security”), bears interest at the rate of 12.68% per annum. The interest is payable concurrently with the repayment of the First Loan.

On July 3, 2014, Dundee agreed to make available, under certain conditions, an additional \$3,000,000 to the Corporation (“the “Second Loan”) under the same terms as the First Loan of January 8, 2014. From July 4 to December 31, 2014 an aggregate of \$2,650,000 was advanced by Dundee to the Corporation.

On July 10, 2014, Dundee sold, transferred, assigned and conveyed the Bridge Loans to its wholly-owned subsidiary, Dundee Resources Limited.

On February 19, 2015, the principal amount of the Second Loan was increased to \$4,650,000 and the maturity dates of the First and Second Loans were extended to the earlier of November 30, 2015 and the date at which the Corporation raises the sum of \$10,000,000 or greater by way of debt or equity. An additional advance of \$2,000,000 was advanced to the Corporation during the six months ended June 30, 2015.

In January 2016, the principal amount of the First and Second Loans were extended to the earlier of May 31, 2016 and the date in which the Corporation raises the sum of \$10,000,000 or greater by way of debt of equity, excluding any investments by Investissement Quebec, Dundee Resources or any of its affiliated companies.

In May 2016, the principal amount of the First and Second Loans were extended to the earlier of November 30, 2016 and the date in which the Corporation raises the sum of \$10,000,000 or greater by way of debt of equity, excluding any investments by Investissement Quebec, Dundee Resources or any of its affiliated companies.

In November 2016, the principal amount of the Second Loan was increased to \$5,150,000 and the maturity date of the First and Second Loans were extended to the earlier of May 31, 2017 and the date in which the Corporation raises the sum of \$10,000,000 or greater by way of debt or equity, excluding any investments by Investissement Quebec, Dundee Resources or any of its affiliated companies.

On December 22nd 2016, Dundee Resources Limited advanced \$150,000 to the Corporation following the terms of the Second Loan and the amendment of November 2016.

16. Provide details of any changes in directors, officers or committee members.

On January 31, 2017, David Whyte resigned as director of the Corporation.

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends. **N/A**

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 were 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 February 7, 2017.

Luce L. Saint-Pierre
Name of Director or Senior Officer

(s) Luce L. Saint-Pierre
Signature

Corporate Secretary
Official Capacity

Issuer Details Name of Issuer Dundee Sustainable Technologies Inc.	For January 2017 Month End	Date of Report YY/MM/DD 17/02/07
Issuer Address 2060 – 1002, Sherbrooke W.		
City/Province/Postal Code Montréal, Québec H3A 3L6	Issuer Fax No. (514) 866-6193	Issuer Telephone No. (514) 866-6001
Contact Name Luce L. Saint-Pierre	Contact Position Corporate Secretary	Contact Telephone No. 514-866-6001 ext. 230
Contact Email Address llsp@dundeetechnologies.com	Web Site Address www.dundeetechnologies.com	