FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer**: NASS VALLEY GATEWAY LTD** (the “Issuer” or “NVG”).

Trading Symbol: **NVG**

Number of Outstanding Listed Securities: **312,679,477 common shares**

Date**: MAY 5th, 2021**

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**

1. 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.
2. The term “Issuer” includes the Issuer and any of its subsidiaries.
3. 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.

**In April 2021, the Issuer continued finalizing its new broad and full spectrum CBD products offering and worked to complete new designs, packaging, and website design features. Part of this process is the design of a new logo for the Nass Valley Gardens brand and for the Nass Valley Gateway Ltd logo. Management also oversaw the redesign of its product website, is preparing to launch the Nass Valley Direct website and is starting an update of its corporate website.**

1. Provide a general overview and discussion of the activities of management.

 **Management continued to focus during April 2021 on meeting deadlines for design and production of its 60+ new products. Management hired two consultants, Jeff Rogers and Troy Dooly to design and help launch “Nass Valley Direct”, a new sales channel designed to leverage a self-perpetuating sales force to drive revenue and build the NVG brand exponentially faster than traditional methods. Management hired a software company to design and manage a custom direct sales compensation platform including CRM modules, and KPI measurement tools. Management has begun to interview direct sales managers to lead geographic areas to recruit and train associates. Management also spent April preparing to file its 2020 EOY audit. It will be filed by approximately mid May per the MCTO BCSC extension.**

1. Describe and provide details of any new products or services developed or offered.

**Nass Valley will have its new lineup of 60+ products by early May of 2021. These products are bath and beauty items, smokables, skin cream, plus gummies, tinctures, and soft-gels for humans. Nass Valley will also offer more pet products including a paw salve for irritated feet. Nass Valley has developed a line of no-THC hemp cigarettes for national distribution. These will also be available in all sales channels by early May of 2021.**

1. Describe and provide details of any products or services that were discontinued.

**NONE**.

1. 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.

**The issuer has been looking to sign an additional product manufacturer to handle the near double amount of SKUs it projects to offer by mid May 2021. Management has identified an additional CBD manufacturer and is the process of finalizing a contract. Nass Valley Gateway’s contract with Hempacco, its California-based hemp cigarette manufacturer is now in the production phase and management expects the first shipments in house by mid-May.**

1. 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.

**Nass Valley Gateway terminated a production arrangement with Octypus, a CBD products manufacturer because it could not produce the breadth of products nor the quality of premium products NVG requires.**

1. 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.

**NONE. (Nass Valley still intends to divest its subsidiary Pro-Thotics Technologies Inc and is engaged in ongoing negotiations with a potential buyer.)**

1. Describe the acquisition of new customers or loss of customers.

**Management anticipates sales to continue to ramp up in Q2 2021. NVG has developed a new line of 30-60 pet and human products which will require new sales channels and therefore a continuous flow of acquiring and retaining new and also losing existing customers.**

1. 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.

**NONE.**

1. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.

**NONE.**

1. Report on any labour disputes and resolutions of those disputes if applicable.

**NONE.**

1. 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.**

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

**Management has come to an agreement in principal with PBCM to convert the $450K note dated 7/4/18 and all accrued interest of approximately $265K to common “A” shares in Nass Valley Gateway Ltd. Details of the conversion are being discussed currently.**

1. Provide details of any securities issued and options or warrants granted.

**NONE.**

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| **Security** | **Number Issued** | **Details of Issuance** | **Use of Proceeds(1)** |
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*(1) State aggregate proceeds and intended allocation of proceeds.*

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

**NONE.**

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

**As per the Press Release dated April 12th, 2021, former CEO Gavin Collier stepped down to pursue other business opportunities. He will stay on as a close advisor to NVG. Michael Semler, former CFO, has been nominated by the board of directors and accepted the position to be Nass Valley Gateway’s next CEO. An ongoing search is being conducted for a new CFO as of this date.**

1. Discuss any trends which are likely to impact the Issuer including trends in the Issuer’s market(s) or political/regulatory trends.

 **Though the Federal Farm Bill of 2018 allowed for the cultivation, product development, and the transportation of hemp across state lines, and sales of hemp-based products as long as they are produced within the letter of the law. There have been various legal challenges on the state level concerning the legality of sales and/or the manufacturing of hemp-based products. Subsequently, NVG is constantly reviewing revised federal and state legislation that may positively or negatively affect the Issuer’s ability to manufacture, distribute, transport, or sell products federally and within certain states.**

**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: **May 5th, 2021**

MICHAEL SEMLER
Name of Director or Senior Officer

 *“Michael Semler”*
Signature

CEO/Director
Official Capacity

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| ***Issuer Details*****NASS VALLEY GATEWAY Ltd**. | For Month Ended: **April 30th, 2021** | Date of Report**21/05/05** |
| Issuer Address**422 Richards Street, Ste 170** |
| City/Province/Postal Code**Vancouver, BC V6B 2Z4** | Issuer Fax No.**N/A** | Issuer Telephone No.**(609) 651-0032** |
| Contact Name**MICHAEL SEMLER** | Contact **Position - CEO** | Contact Telephone No.(**609) 651-0032** |
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