FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Namaste Technologies Inc. (the “**Issuer**”, “**Namaste**” or the “**Company**”).

Trading Symbol: CSE: **N**

Number of Outstanding Listed Securities: **202,628,131**

Date: **October 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**

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.

**On October 13, 2017 Namaste announced a non-brokered private placement financing of up to 20,000,000 units of the Company (“Units”) at a price of CAD $0.25 per Unit, with each Unit being comprised of one common share of the Company (a “Common Share”) and one Common Share purchase warrant (a “Warrant”), with each Warrant being exercisable for one Common Share at an exercise price of CAD $0.35 per Common Share for a period of 24 months following the closing date (the “Offering”).**

**In the event that the closing sale price of the Company's Common Shares on the Canadian Securities Exchange is greater than $0.70 per Common Share for a period of 10 consecutive trading days at any time after the closing of the Offering, the Company may accelerate the expiry date of the Warrants by giving notice to the holders thereof and in such case the Warrants will expire on the 30th day after the date on which such notice is given by the Company.**

**All securities issued in connection with the Offering will be subject to a four month and a day hold period. As compensation for the services provided in connection with the Offering, certain eligible finders will receive a cash commission equal to 7% of the gross proceeds raised in the Offering from purchasers directly introduced to the Company by the finders.**

**The proceeds of the Offering will be used for the following:**

**• Construction costs for a state-of-the-art facility at Namaste’s wholly-owned subsidiary Cannmart Inc. (“CannMart”). CannMart is a late-stage applicant for a medical cannabis distribution license under the Access to Cannabis for Medical Purposes Regulations (the “ACMPR”). Funds will be put towards completing and upgrading the facility in an effort to reach licensing as soon as possible. CannMart will offer same-day delivery for medical cannabis products in the Greater Toronto Area with an estimated population of over 6 million people. The facility will also offer added value services for Canadian licensed producers under the ACMPR program (“Licensed Producers”), for packaging and order fulfilment services.**

**• In anticipation of licensing for CannMart, funds from the Offering will be reserved for inventory purchasing of bulk medical cannabis through supply agreements with Canadian Licensed Producers.**

**• Expansion of a Canadian based warehouse for vaporizer hardware and fulfilment in the CannMart facility. Namaste expects to see substantial revenue growth in its cannabis peripherals business due to recent announcements in relation to exclusive hardware supply agreements with Licensed Producers and as a result of continued organic growth through Namaste’s Canadian hardware distribution network.**

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

**Management focused on the implementation of machine learning across the sites. The Company expects continued sales growth and higher recurring traffic at the larger websites.**

1. 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.

**Nothing to report for this month.**

1. 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.

**Not applicable to the Issuer.**

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.

**On October 12, 2017 Namaste announced the signing of an exclusive agreement with Authenticating.com (“Authenticating”) whereby Namaste has secured exclusive Canadian rights to Authenticating’s identity verification technologies for the purpose of verifying medical cannabis patients on NamasteMD.com (“Namaste MD”).**

**Namaste has developed an enterprise quality software application that incorporates instant age and identity verification and facial recognition that is applicable not only for the medical cannabis market but also as a solution for age verification in online recreational cannabis sales. In addition to the implementation for Namaste MD, Namaste believes that it can gain greater exposure to the estimated $8.7 billion recreational cannabis marketplace by providing the best solution for provincial governments in offering reliable and automated age verification for provincially mandated online recreational cannabis portals.**

**Namaste has implemented a multi-level identity verification system on Namaste MD for patient consultations that includes facial recognition technology and verification by scanning an identifying document (“ID”) and instantly checking it against a self-portrait and authoritative Canadian databases. Identity and age verification is a critical component of Namaste’s platform. Namaste MD connects potential medical patients with doctors through a Telehealth application, in order to facilitate a smooth process for issuing of medical prescriptions. Authenticating’s technology will be integrated directly with Namaste MD via API, to provide high confidence, low friction, automated identity verification. The verification process will use facial recognition technology to compare the patient’s face to the photo in the ID provided. The barcode on the ID is scanned and the data extracted is instantly checked against Canadian consumer, utility and electoral databases.**

**Namaste MD is Canada’s first Telehealth program focused on connecting medical cannabis patients with doctors to facilitate a smooth and secure process for consultations, verification and issuance of medical prescriptions. The Namaste MD portal will provide access for many doctors to participate in consultations across all provinces in Canada. Namaste plans to leverage customer data and e-commerce expertise to build a strong patient network that will be serviced through Namaste’s wholly-owned subsidiary, Cannmart Inc. (“CannMart”).**

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.

**Nothing to report for the month.**

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.

**Nothing to report for the month.**

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

**Total un-audited net revenue as reported by the Company (including shipping revenues and after discounts and re-funds) were C$1,313,653 in October 2017 compared to C$1,295,748 in September 2017, a 1% increase primarily due to higher revenue from Namaste and EDIT, partially offset by lower revenue in Australian Vaporizers and Channels. Year on year revenues increased 174% in October 2017 compared with October 2016.**



**Below are revenues of the major sites operated by the Company.**



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 hiring's, 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.

**None.**

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

**On October 30, 2017 the Company announced it had completed its non-brokered private placement, whereby a total of 14,409,000 units of the Company (the “Units”) were issued and sold, at a price per Unit of $0.25, for total gross proceeds of $3,602,250. Each Unit consists of one common share of the Company (a “Share”) and one common share purchase warrant (a “Warrant”). Each Warrant entitles the holder thereof to acquire one Share at a price of $0.35 for a period of 24 months following the closing date.**

**In the event that the closing price of the Company's Shares on the Canadian Securities Exchange is greater than $0.70 per Share for a period of 10 consecutive trading days at any time after the closing of the Offering, the Company may accelerate the expiry date of the Warrants by giving notice to the holders thereof and in such case the Warrants will expire on the 30th day after the date on which such notice is given by the Company.**

**The securities issued pursuant to the Offering are subject to a four month plus one day hold period in Canada expiring on March 1, 2018. Namaste intends to use the net proceeds from the Offering to finance construction at the Company’s wholly-owned subsidiary, CannMart, to purchase medical cannabis inventory once CannMart receives its distribution license from Health Canada and for strategic corporate purposes.**

**An additional 2,244,882 shares were issued during the month, pertaining to warrants exercised and shares issued to service providers.**

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

**None.**

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

**No changes during the month.**

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

**Namaste continues to see vast opportunities for vaporizers and continues to believe consumption of vapor and other non-combustibles could surpass consumption of combustible products. While robust industry growth prospects continue, the Company acknowledges the increased uncertainty observed among investors, retailer/industry contacts, and consumers over the past 6-12 months. This includes: (1) mixed messages from the media; (2) lack of FDA regulation or leadership; and (3) lack of vapor industry or public health alignment, which are in turn driving worsening public perception of the vapor category. This is exacerbated by the fact that it is difficult for the industry to defend itself or make any modified risk claims that their products could be less harmful than combustible products.**

**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: November 6, 2017

 Philip van den Berg
Name of Senior Officer

 Chief Financial Officer

Official Capacity

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| ***Issuer Details*****Namaste Technologies Inc.** | For Month EndOctober 2017 | Date of ReportYYYY/MM/DD2017/11/07 |
| Issuer Address2300-550 Burrard Street |
| City/Province/Postal CodeVancouver, BC V6C 2B5 | Issuer Fax No. | Issuer Telephone No.800 867-0267 |
| Contact NamePhilip van den Berg | Contact PositionChief Financial Officer & Corporate Secretary | Contact Telephone No.800 867-0267 |
| Contact Email Addressphilip@namastetechnologies.com  | Web Site Address[www.namastetechnologies.com](http://www.namastetechnologies.com)  |