FORM 7  
  
MONTHLY PROGRESS REPORT

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

Trading Symbol: CSE: N

Number of Outstanding Listed Securities: 59,514,833

Date: May 31, 2016

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.

**Namaste is a global leader in vaporizer and accessory product distribution. Namaste has over 30 e-commerce retail stores in 20 countries and aims to provide the best in class and most professional customer experience possible. Namaste’s retail sites offer one of the largest ranges of brand name vaporizers products on the market, which includes relationships with over 30 manufacturers and wholesalers providing some of the latest and most innovative products. Namaste reports all of its operations under a single operating segment.**

**In addition to its e-commerce distribution business, Namaste is actively developing and commercializing unique proprietary products for retail and wholesale distribution, including vaporizers, accessories and herbs. Recognized as a source of information and reviews on aromatherapy products, Namaste has a unique market perspective and ability to design and engineer products that align with the current direction of the market. These activities will be branded under the tradename GrizzlyOriginals™.**

**Over the month of May, the Company focused on the development of multiple new e-commerce and social media platforms specifically designed for the vaporizer and accessories community, and the expansion of the senior management team to include a new head of wholesale operations. The Company also announced the commercialization of the Guru™ vaporizer.**

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

**In addition to focusing on its core e-commerce business, management advanced its strategy to be an integrated leader in the international vaporizer and accessories market, by enhancing its in-bound marketing e-commerce and social media platforms, streamlining its logistics and fulfilment capabilities, and launching a differentiated wholesale solution for manufacturers and distributors.**

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.

**As set forth in the Company’s press release dated May 30, 2016, the Company reports the launching of the Guru™ vaporizer, a handheld portable vaporizer that provides a seamless solution for vaporizing dry herbs, concentrates and liquids. The Guru™ will be manufactured by Grizzly Originals™, the wholly owned manufacturing division of the Company. The Guru™ will be distributed through the Company’s sales divisions including NamasteVapes for e-commerce retail sales and its recently established wholesale division will manage sales to physical retail outlets.**

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.

**Not applicable to the Issuer.**

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.

**Not applicable to the Issuer.**

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.

**Not applicable to the Issuer.**

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

**Namaste focused on transition from pay-per-click advertising to organic search engine optimization. During the month of May, Namaste received total site traffic of 42,357, a decline of 1,143 visits from the previous month.**

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.

**Not applicable to the Issuer.**

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

**As set forth in the Company’s press release dated May 16, 2016, Namaste announced Mr. Peter Tollmann Jr. as the new Executive Vice President, Wholesale Division. Mr. Tollmann was previously one of the leading sales managers at the largest vaporizer distributor globally and is an expert in the motivation and management of sales teams. In that regard, his experience spans 20-years of managing relationships with internal staff, cross-functional teams, retailers, distributors and vendors, while consistently driving revenue growth, expanding market presence, improving processes and managing costs. Based in Florida, Mr. Tollmann will be responsible for establishing the Company’s wholesale technology, fulfillment and customer service supported product offerings to e-commerce companies, headshops and other retail distributors. Mr. Tollmann has identified initial members of his global team and will develop a sales force focused on nine countries globally.**

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

**Not applicable to the Issuer.**

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.

**Not applicable to the Issuer.**

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

**Not applicable to the Issuer.**

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

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| --- | --- | --- | --- |
| **Security** | **Number Issued** | **Details of Issuance** | **Use of Proceeds(1)** |
| Options | 300,000 | Strike of $0.15 for 5-year period, subject to Company’s stock option plan. | NA |

*(1) State aggregate proceeds and intended allocation of proceeds.*

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

**Not applicable to the Issuer.**

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

**Not applicable to the Issuer.**

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 opportunity for vapor long term 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 May 31, 2016.

Peter Simeon   
Name of Director or Senior Officer

/s/ Peter Simeon  
Signature

Director  
Official Capacity

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| ***Issuer Details***  Name of Issuer  Namaste Technologies Inc. | For Month End  May | Date of Report  YY/MM/D  2016/05/31 |
| Issuer Address  2300-550 Burrard Street | | |
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