

FORM 7

**MONTHLY PROGRESS REPORT**

Name of Listed Issuer: VPN Technologies Inc. (the "Issuer")

Trading Symbol: VPN

Number of Outstanding Listed Securities: 10,138,920

Date: July 7 2020

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.

**The Issuer is actively streamlining our technologies and mitigating unnecessary costs while maintaining best business practices.**

**Further, in March 2020, the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. If the disease continues to spread or until a cure is found, the Issuer may have a difficult time accessing financing to carry on with its intended business. The impact on the Issuer is not currently determinable but management continues to monitor the situation. The Issuer now seeks to scale up operations to meet the massive online demand created by the current world health pandemic. The Issuer has not seen a large impact on the company due to the global pandemic to date. With a gradual return to business, the Issuer has been able to conduct its business with little interruption.**

**See Item 2 below for a complete overview and discussion of the Issuer's activities for the month of June 2020.**

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

**On June 8, 2020, the Issuer announced that it has signed a Letter of Intent (the “LOI”) to acquire two operating VPN companies; TUNNELLO SAS and PELGO SYSTEMS SAS, both with official corporate offices in France.**

**The target companies have serviced over one million users and include both Android apps and a chrome extension for fast, secure 4096-bit military grade encryption. The Issuer has 60 days under the terms of the LOI to reach a definitive agreement. The Issuer’s President and CEO, Paul Dickson, is confident the Issuer will be on schedule.**

**Under the terms of the LOI and subject to regulatory approval, the Issuer will acquire 100% of the target companies, including all proprietary technologies, customer databases, brands, and intellectual property for €350,000 (Approximately CAD\$530,000). Upon closing, the acquisitions will provide the Issuer with an estimated cash flow of \$20k-\$30k CAD per month and a solid foundation in the fast-developing European market as the Issuer continues to build out its VPN operations in North America through acquisition and organic growth.**

**Launched in 2011 and 2016 respectively, Tunnello and VPNVision have quickly grown in popularity by providing an effective virtual private network business. With military-level encryption, cross-device functionality, and fast connection speeds due to an early investment into R&D, the two businesses have demonstrated clear product-market fit and attracted over one million users worldwide.**

**With over a decade of combined operational history, Tunnello and VPNVision have become reputable players in the VPN space. Earnings for the VPN industry are forecasted to experience robust growth over the next five years with annual sales of \$26B in 2018 rising to more than \$70B in 2025. VPN Technologies is currently seeking to consolidate the widely segmented VPN business sector.**

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.

**Please see Item 2 above.**

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.

**None.**

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.

**The Issuer has entered into a contractual relationship with Tunnello SAS and Pelgo Systems SAS. Both Tunnello and Pelgo Systems are non-related parties of the Issuer.**

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.

**None.**

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.

**None.**

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

**None.**

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.

**None.**

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

**None.**

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.

**None.**

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

**None.**

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.

**None.**

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

**N/A.**

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 CNSX 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 CNSX Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: July 7, 2020

Paul Dickson  
Name of Director or Senior Officer

"Paul Dickson"  
Signature

President & CEO  
Official Capacity

<b><i>Issuer Details</i></b> Name of Issuer	For Month End	Date of Report YY/MM/DD
<b>VPN Technologies Inc.</b>	<b>June 2020</b>	<b>20/07/07</b>
Issuer Address <b>750 West Pender Street, Suite 804</b>		
City/Province/Postal Code <b>Vancouver, BC, V6C 2T7</b>	Issuer Fax No. <b>(604) 685.6905</b>	Issuer Telephone No. <b>(778) 775.7297</b>
Contact Name <b>Paul Dickson</b>	Contact Position <b>President &amp; CEO</b>	Contact Telephone No. <b>(778) 775.7297</b>
Contact Email Address <a href="mailto:hello@vpntech.ca">hello@vpntech.ca</a>	Web Site Address <a href="http://www.vpntech.ca">www.vpntech.ca</a>	