

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: [Koios Beverage Corp.](#) (the “Issuer”).

Trading Symbol: [KBEV](#)

Number of Outstanding Listed Securities: [77,574,600 common shares were issued and outstanding as of February 29, 2020](#)

Date: [March 4, 2020 \(for the month of February, 2020\)](#)

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, through its wholly-owned subsidiary Koios, Inc. \(“Koios”\), is an emerging functional beverage company which has an available distribution network of more than 4,400 retail locations across the United States in which to sell its products. Koios has relationships with some of the largest and most reputable distributors in the United States, including GNC, Walmart Inc., and](#)

Wishing-U-Well. Together these retailers represent over 50,000 brick and mortar locations across the United States from sports nutrition stores to large natural grocery chains. Through its partnership with Wishing-U-Well, Koios also enjoys a large presence online, including being an Amazon choice product. Koios is also the sole owner of Cannavated Beverage Corp., a subsidiary that develops beverage products and formulas for the growing CBD market. Koios uses a proprietary blend of nootropics and natural organic compounds to enhance human productivity without using harmful chemicals or stimulants. Koios products can enhance focus, concentration, mental capacity, memory retention, cognitive function, alertness, brain capacity and create all day mental clarity. Its ingredients are specifically designed to target brain function by increasing blood flow, oxygen levels and neural connections in the brain.

The Issuer continues to seek opportunities to expand its brand and increase distribution in Canada and the United States.

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

During the month of **February 2020**, management's principal activities consisted of:

- expanding its product line and working with distributors to sell its products;
- expanding e-commerce, direct to consumer and distribution platforms; and
- general management and administrative matters.

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.

During the month of **February 2020**, the Issuer expanded its beverage product offerings by developing a product line of specialty ground coffee: Creativity Blend and Beauty Blend. The ground coffee products will initially be made available to the Issuer's base of online store customers and subscribers.

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.

There were no products or services discontinued during the month of **February 2020**.

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.

During the month of **February 2020**, received approval from LoCo Food Distribution ("**LoCo**") to join its network of approximately 150 food and beverage product vendors, with distribution to more than 600 customer locations. LoCo

specializes in distributing products grown and/or processed in the state of Colorado, which provides vendors with exposure to a wide range of channels for retail sales. LoCo and the Issuer are not related parties.

During the month of **February 2020**, the Issuer retained San Antonio-based retail brokerage firm Creative Sales & Marketing, Inc. ("**CSM**") to place the Issuer's products in new storefronts in the southwestern United States, with a focus on "big box" grocery retailers and specialty retailers of natural goods. CSM will be introducing all of Koios' current beverage and supplement products to prospective new retailers. CSM and the Issuer are not related parties.

During the month of **February 2020**, the Issuer entered into a distributor agreement with Bill's Distributing Ltd. ("**Bill's Distributing**") a major beverage distributor in Wisconsin offering direct store delivery ("DSD") service, for distribution of the Issuer's Fit Soda™ line of functional beverages. Bill's Distributing primarily serves the region of northwestern Wisconsin, representing more than 500 brands of both alcoholic and non-alcoholic beverages. Bill's Distributing and the Issuer are not related parties.

During the month of **February 2020**, The Issuer retained the services of IDR Marketing, Inc. ("**IDR**") to provide public relations strategies, brand awareness, financial and digital marketing services to the Issuer. The marketing awareness services provided by IDR will be aimed at maintaining and building the profile of the Issuer through traditional press initiatives, advertising directives, and social media strategies. IDR and the Issuer are not related parties.

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.

There were no contracts or agreements between the Issuer, the Issuer's affiliates or third parties that terminated or expired and there weren't any previously announced financing arrangements that terminated during the month of **February 2020**.

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.

There were no asset acquisitions or dispositions by the Issuer during the preceding month of **January 2020**.

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

There were no acquisitions of new customers or loss of customers during the month of **February 2020**.

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.

There were no new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trade-marks during the month of **February 2020**.

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

There were no employee hirings, terminations or lay-offs during the month of **February 2020**.

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

There were no labour disputes during the month of **February 2020**.

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.

There were no legal proceedings to which the Issuer became party to during the month of **February 2020**.

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

There was no indebtedness incurred or repaid by the Issuer during the month of **February 2020**.

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

| Security | Number Issued | Details of Issuance | Use of Proceeds ⁽¹⁾ |
|---------------|---------------|---|--|
| Common Shares | 350,000 | Exercise of Warrants at \$0.10 per Common Share | \$35,000 received from the exercise of warrants to be used for general working capital |

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

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

There were no loans to or by Related Persons of the Issuer during the month of **February 2020**.

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

As at the date of this report, the directors and officers of the Issuer are as follows:

| | |
|-------------------------------|---|
| Sherron Lewis | Director |
| Christopher Miller | Director, Chief Executive Officer and interim Corporate Secretary |
| Erik LeVang | Director |
| Johannes (Theo) van der Linde | Chief Financial Officer |

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

The trends and risks which are likely to impact the Issuer are detailed in the Issuer's Management Discussion and Analysis for the second quarter ended November 30, 2019 dated as of January 29, 2020 (the "MD&A") under the headings "FINANCIAL INSTRUMENTS", "OTHER RISKS AND UNCERTAINTIES" and "RISKS AND UNCERTAINTIES". The MD&A is available on the Issuer's SEDAR profile at www.sedar.com.

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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: March 4, 2020.

Christopher Miller
Name of Director or Senior
Officer

"Chris Miller"
Signature

Chief Executive Officer
Official Capacity

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| Issuer Details | For Month End | Date of Report |
| Name of Issuer Koios Beverage Corp. | February 2020 | YY/MM/D 2020/03/04 |
| Issuer Address Suite 810 – 789 West Pender Street | | |
| City/Province/Postal Code Vancouver, BC V6C 1H2 | Issuer Fax No. (604) 687-3141 | Issuer Telephone No. (604) 687-2038 |
| Contact Name Christopher Miller | Contact Position CEO | Contact Telephone No. (303) 946-2728 |
| Contact Email Address Chris@koiosbeveragecorp.com | Web Site Address https://koiosbeveragecorp.com/ | |