

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Peekaboo Beans Inc. (the "Issuer" or "Peekaboo Beans")

Trading Symbol: BEAN

Number of Outstanding Listed Securities: 28,497,695

Date: January 2, 2019

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 (CSE: BEAN) (OTCQB: PBBSF) is a Canadian publicly listed company with a majority female Board of Directors. Peekaboo Beans is a children's apparel brand with a focus on environmentally responsible clothes that are intentionally designed to inspire play. Through an omni-channel approach, Peekaboo Beans engages sellers through social platforms, including Instagram and Facebook, as well as online retailers, to maximize revenue and build brand loyalty. The Issuer

works to promote a playful lifestyle for children by designing comfortable clothes that are built to last.

On December 21, 2018, the Issuer completed an oversubscribed non-brokered private placement (the "Private Placement") pursuant to which it issued an aggregate of 5,850,000 units at a price of \$0.10 per unit (each a "Unit") for gross proceeds of \$585,000. Each Unit was comprised of one (1) common share (each, a "Common Share") and one (1) common share purchase warrant in the capital of the Issuer, with each Warrant exercisable into one Common Share at a price of \$0.15 per Common Share until December 21, 2021 (each, a "Warrant"). In connection with the Private Placement the Issuer issued 340,000 Common Shares and 340,000 Warrants to certain eligible finders who introduced subscribers to the Private Placement. All securities issued under the Private Placement, including securities issuable on exercise thereof, are subject to a hold period expiring April 22, 2019. The Issuer intends to use the proceeds from the Private Placement for corporate development and general working capital purposes.

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

The Issuer is hosting a pop-up retail location at Tsawwassen Mills, a shopping mall in Delta, BC that specializes in a mix of premium fashion brands and factory outlets. The launch of the pop-up shop is the latest addition to the Issuer's updated distribution model that focuses on the Issuer's transition from the traditional direct selling model to an omnichannel approach, securing both online and in-person sales. Along with the revised website and online store, as well as the membership and reward programs, the pop-up retail location will provide the Issuer with a new source of customers within the target market. The pop-up shop will be open until January 31, 2019.

The Issuer has partnered with For Heroes Only to create and launch a new subscription-based program. For Heroes Only uplifts and inspires kids to live healthy, thriving and happy lives. By mixing technology, medias, pedagogy and storytelling together into never ending real life adventures, For Heroes Only reinvents fan engagement, making dreams come true for brands, kids, fans and parents. The program, entitled, "Get Dressed for Adventure" is expected to launch over the next six months, and will be rolled out over a 12-month period. Priced at \$29.99, the monthly installments begin with the arrival of a direct mail package containing product items, aimed at introducing children in an adventure filled world, throughout the year. The product lines will start with a story line adventure and will include, engaging activities, puzzles and games to play with family and friends, along with a myriad audio plays and videos of real world play elements, that engages the child as the hero in the adventure. Through active play engagement, the Issuer will bring the brand to life in the eyes of children, while infusing the Issuers products in the story line, "Get Dressed for Adventure".

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.

See item 2 above.

In line with its mission, the Issuer develops custom fabrics and designs its apparel to promote play in children's lives.

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.

N/A

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.

N/A

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.

N/A

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.

N/A

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

N/A

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 hiring's, terminations or lay-offs with details of anticipated length of lay-offs.

N/A

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

N/A

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.

N/A

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

N/A

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

Security	Number Issued	Details of Issuance	Use of Proceeds
Common Shares	5,850,000	Issued as part of Units of the Private Placement on December 21, 2018 at CDN\$0.10 per Common Share.	Working capital purposes.
Common Shares	340,000	Issued with a deemed price of CDN\$0.10 per Common Share pursuant to an 8% finder's fee for the Private Placement completed by the Issuer.	N/A
Warrants	5,850,000	Each warrant is exercisable until December 21, 2021 at a price of \$0.15 per Warrant as part of the Units of the Private Placement completed by the Issuer.	N/A
Warrants	340,000	Each warrant is exercisable until December 21, 2021 at a price of \$0.15 per Warrant pursuant to an 8% finder's fee for the Private Placement completed by the Issuer.	N/A

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

N/A

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

Mrs. Nikki Mayer resigned as a director and Chief Financial Officer of the Issuer.

The Issuer has commenced the search for a suitable replacement on its Board of Directors and Mr. Dave Fong has been appointed Interim Chief Financial Officer of the Issuer.

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 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 January 2, 2019.

Traci Costa
Name of Director or Senior Officer

/s/ "Traci Costa"
Signature

President, CEO, Corporate Secretary
and Director
Official Capacity

Issuer Details		For Month End	Date of Report
Name of Issuer Peekaboo Beans Inc.		December 31, 2018	YY/MM/D 2019/01/02
Issuer Address 170 – 11120 Bridgeport Road			
City/Province/Postal Code Richmond, B.C., V6X 1T2		Issuer Fax No. N/A	Issuer Telephone No. (604) 279-2326
Contact Name Traci Costa		Contact Position President, CEO and Corporate Secretary	Contact Telephone No. (604) 279-2326
Contact Email Address ir@peekaboobeans.com		Web Site Address http://investors.peekaboobeans.com/	