Seaway Energy Services Inc.
Condensed Financial Statements
December 31, 2014
(In Canadian Dollars - Unaudited)

Contents

Notice for National Instrument 51-102

The accompanying unaudited condensed financial statements of Seaway Energy Services Inc. for the three month period ended December 31, 2014 have been prepared by Management and approved by the Audit Committee and the Board of Directors of the Company. These statements have not been reviewed or audited by the Company's external auditors.

Seaway Energy Services Inc.
Condensed Statements of Financial Position
(In Canadian Dollars - Unaudited)

As at	December 31, 2014	September 30, 2014
Assets		
Current		
Cash and cash equivalents	$ 43	$ 714
GST receivable	4,660	4,547
Prepaid expenses and deposits	-	3,004
	4,703	8,265
Advances to Peeppl (Note 3)	135,000	135,000
	$ 139,703	$ 143,265
Liabilities and Shareholders' Equity		
Current		
Accounts payable and accrued liabilities	$ 113,916	$ 106,560
Share capital (Note 4(b))	2,885,306	2,885,306
Contributed surplus	525,046	525,046
Deficit	(3,384,565)	(3,373,647)
	25,787	36,705
	$ 139,703	$ 143,265

The accompanying notes are an integral part of these condensed financial statements.

Seaway Energy Services Inc.
Condensed Statements of Operations, Comprehensive Loss
(In Canadian Dollars - Unaudited)

For the three months ended December 31,	2014	2013
Revenues	**$ -**	$ -
Expenses		
Operating	**-**	-
General and administrative	**10,918**	46,162
Finance costs	**-**	-
	10,918	46,162
Net and comprehensive loss for the period	**$ (10,918)**	$ (46,162)
Net earnings per share - basic and diluted	**$ (0.001)**	$ (0.016)
Weighted average shares outstanding - basic and diluted *(1)*	**4,102,746**	2,887,747

(1) The options and warrants have been excluded from the diluted loss per share computation as they are anti-dilutive

The accompanying notes are an integral part of these condensed financial statements.

Seaway Energy Services Inc.
Condensed Statements of Shareholders' Equity
(In Canadian Dollars - Unaudited)

		Share Capital		Contributed Surplus		Deficit		Total Equity
Balance October 1, 2014	$	2,885,306	$	525,046	$	(3,373,647)	$	36,705
Net loss for the period		-		-		(10,918)		(10,918)
Balance December 31, 2014	$	2,885,306	$	525,046	$	(3,384,565)	$	25,787

		Share Capital		Contributed Surplus		Deficit		Total Equity
Balance October 1, 2013	$	2,712,166	$	487,246	$	(3,103,705)	$	95,707
Net loss for the period		-		-		(46,162)		(46,162)
Balance December 31, 2013	$	2,712,166	$	487,246	$	(3,149,867)	$	49,545

The accompanying notes are an integral part of these condensed financial statements.

Seaway Energy Services Inc.
Condensed Statements of Cash Flows
(In Canadian Dollars - Unaudited)

For the three months ended December 31,	2014	2013
Cash flows from (used in) operating activities		
Net loss for the period	**$ (10,918)**	$ (46,162)
Change in non-cash working capital balances:		
Accounts receivable	**-**	28,000
Other receivables	**-**	7,500
GST receivable	**(113)**	1,170
Prepaid expenses	**3,003**	8,681
Accounts payable and accrued liabilities	**7,357**	(2,640)
Cash flow from (used in) operating activities	**(671)**	(3,451)
Increase (decrease) in cash and cash equivalents	**(671)**	(3,451)
Cash and cash equivalents, beginning of period	**714**	76,816
Cash and cash equivalents, end of period	**$ 43**	$ 76,365
Supplemental information		
Interest paid	**$ -**	$ -
Taxes paid	**$ -**	$ -

The accompanying notes are an integral part of these condensed financial statements.

1. Corporate Information

Seaway Energy Services Inc. ("Seaway" or the "Company") was incorporated under the Business Corporations Act (Alberta) on September 4, 1998. The principal activities of Seaway were the provision of environmental consulting services to the petroleum and natural gas industry until March 31, 2012 when the Company ceased active operations as further discussed in Note 2. The Company's common shares trade on the TSX Venture exchange under the symbol SEW.

The head office of the Company is located at Suite 2000, 1177 West Hastings Street, Vancouver, British Columbia, V6E 2K3 and the registered office is located at Suite 1810, 1111 West Gerogia Street, Vancouver, British Columbia, V6E 4M3.

2. Basis of Presentation

Statement of compliance

These condensed interim financial statements ("financial statements") have been prepared in accordance with International Accounting Standard ("IAS") 34 Interim Financial Reporting. These financial statements were authorized for issue by the Board of Directors on February 27, 2015. They do not contain all disclosures required by IFRS for annual financial statements and, accordingly, should be read in conjunction with the audited financial statements for the year ended September 30, 2014.

The condensed financial statements have been prepared using the same accounting policies and methods as the financial statements for the year ended September 30, 2013.

Going concern assumption

These financial statements have been prepared on a going concern basis, under which the Company is assumed to be able to realize its assets and discharge its liabilities in the normal course of operations. The Company has no active ongoing operations and is prudently managing administrative costs. The current market environment for idle public companies may cast significant doubt about the Company's ability to continue as going concern. The financial statements do not reflect adjustments that would be necessary if the going concern assumptions were not appropriate. If the going concern basis was not appropriate for these financial statements, then adjustments would be necessary in the carrying value of property and equipment, liabilities, the reported expenses, and the classifications used in the statement of financial position. Such adjustments could be material.

Seaway's Board of Directors has determined, after extensive and careful consideration of potential alternatives, that it is in the best interests of the Company and its shareholders to liquidate its assets and dissolve the Company. In connection with the liquidation and dissolution, which shareholder approval was received on February 28, 2013, the Company may distribute to its shareholders all available cash, except such cash as is required for paying or making reasonable provision for known and potential liabilities and other obligations of the Company that have been estimated in the financial statements. Notwithstanding the foregoing, the Company continues to evaluate other opportunities (Note 3) that have the potential of providing a superior return to its shareholders and on August 12, 2013, the shareholders approved a one for ten consolidation of the Company's shares.

Basis of Measurement

The financial statements have been prepared on the historical cost basis, which is based on the fair value of the consideration at the time of the transaction, except for certain financial instruments which are accounted for at fair value.

2. Basis of Presentation - continued

Functional and Presentation Currency

The financial statements are presented in Canadian dollars, which is the functional currency of Seaway.

Use of Estimates, Judgments and Assumptions

The preparation of financial statements requires management to make estimates and use judgment regarding the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities as at the date of the financial statements and the reported amounts of revenues and expenses during the period. By their nature, estimates are subject to measurement uncertainty and changes in such estimates in future periods could require a material change in the financial statements. Accordingly, actual results may differ from the estimated amounts as future confirming events occur. Significant estimates and judgments made by management in the preparation of these financial statements are as follows:

Stock-based compensation – assumptions and estimates are used in determining the inputs used in the Black-Scholes option pricing model, including assumptions regarding volatility, dividend yield, risk-free interest rates, forfeiture estimates and expected option lives.

Deferred income taxes – assumptions and estimates are made regarding the amount and timing of realization and/or settlement of the temporary differences between the accounting carrying value of the Company's assets versus the tax basis of those assets, and the tax rates at which the differences will be recovered or settled in the future.

3. Advance to Peeppl

Seaway has entered into a non-binding, arm's-length letter of intent ("LOI") dated April 16, 2014, with Peeppl Media Inc., pursuant to which Seaway will acquire all of the issued and outstanding securities of Peeppl in exchange for common shares in the capital of Seaway, and Peeppl will become a wholly owned subsidiary of Seaway. The transaction may constitute a change of business under the policies of the TSX Venture Exchange ("Exchange") and is subject to Exchange approval. On execution of the LOI, Seaway paid a $25,000 non-refundable deposit to Peeppl as consideration for entering into the LOI. In addition, Seaway advanced loans totaling $110,000 to Peeppl. Peeppl repaid $21,000 of the advance in January 2015.

In October 2014, the LOI was amended whereby Seaway will acquire Peeppl in exchange for 9,999,994 post consolidation common shares in the capital of Peeppl. Immediately prior to the closing of the transaction Seaway will consolidate its shares on a one for three basis. The Seaway common shares issued to Peeppl will be subject to escrow or seed share resale restrictions in accordance with the policies of the Exchange. The transaction is also subject to a financing completed by Seaway.

In February 2015, Seaway and Peeppl have retained DelMorgan & Co. ("DelMorgan"), as their financial adviser to advise on strategic initiatives, including growth capital investments, the completion of the change of business transaction between the Company with Peeppl, as previously noted, and other initiatives to deliver shareholder value including mergers and acquisitions.

DelMorgan and its affiliates will act as agent, on a commercially reasonable efforts basis, of a proposed offering by the Company for gross proceeds of up to $5-million (U.S.). Closing of the offering is expected to occur on or about March 30, 2015, concurrent with the completion of the company's proposed acquisition of Peeppl and change of business. The terms of the offering have not been finalized.

4. Share Capital

(a) Authorized

Unlimited number of preferred shares
Unlimited number of common voting shares without nominal or par value
Unlimited number of share purchase warrants

(b) Issued and outstanding

	September 30, 2014			September 30, 2014		
Common shares	**Shares**		**Amounts**	Shares		Amounts
Balance, beginning of period *(i)*	**4,102,746**	**$**	**2,799,806**	2,887,747	$	2,712,166
Issued pursuant to a private placement *(ii)*	**-**		**-**	1,214,999		96,750
Share issue costs	**-**		**-**	-		(9,110)
Balance, end of period	**4,102,746**	**$**	**2,799,806**	4,102,746	$	2,799,806
Warrants						
Balance, beginning of period	**1,214,999**	**$**	**85,500**	-	$	-
Issued pursuant to a private placement *(ii)*	**-**		**-**	1,214,999		85,500
Balance, end of period	**1,214,999**	**$**	**85,500**	1,214,999	$	85,500
		$	**2,885,306**		$	2,885,306

(i) The Company consolidated its common shares on a one for ten basis effective March 21, 2014 pursuant to a special *resolution passed by the shareholders on August 12, 2013. The numbers of common shares and per share calculations in the prior periods have been restated to reflect this consolidation.*

(ii) On April 2, 2014, the Company closed a private placement of 1,214,999 Units for gross proceeds of $182,250. Each unit consisted of one common share and one share purchase warrant. Each warrant is exercisable for one common share at an exercise price of $0.30 per share for 24 months from the closing date. The fair value of the warrants was estimated at $85,500 and was determined using the Black-Scholes option pricing model with the following assumptions dividend yield – Nil, expected volatility 80%, risk free rate of return 1.2%, weighted average life – 2 years.

(c) Stock options

The Company has a stock option plan that provides for the issuance to its directors, officers, employees and consultants options to purchase from treasury a number of common shares not exceeding 10% of the common shares that are outstanding from time to time which is the number of shares reserved for issuance under the plan. Options granted under the plan have varying vesting periods as determined by the Board at the grant date. Options can be exercisable for a maximum of five years from the effective date. The options are non-transferable if not exercised. Pursuant to the Stock Option Plan, the exercise price of options will be set by the Board at the time options are granted and cannot be less than the discounted market price, except as permitted by the Exchange. A summary of the status of the Company's stock option plan as at December 31, 2014 and September 30, 2014 and changes during the respective periods ended on those dates is presented below.

	December 31, 2014		September 30, 2014	
Stock Options	**Number of options**	**Weighted average exercise price**	Number of Options	Weighted average exercise price
Beginning of period	**280,000**	**$0.135**	-	-
Granted	**-**	**-**	280,000	$0.135
Exercised	**-**	**-**	-	-
Expired	**-**	**-**	-	-
End of period	**280,000**	**$0.135**	280,000	$0.135
Exercisable, end of period	**280,000**	**$0.135**	280,000	$0.135

4. Share Capital - continued

The fair value of the options granted in quarter was determined using Black Scholes model and the following weighted average assumptions: dividend yield – nil, expected volatility 80%, risk free rate – 1.5%, expected life – five years and forfeiture – 5%. The options vested immediately upon the grant. The expected volatility has been determined based on the Company's peer group.

Date of Grant	Number Outstanding	Exercise Price	Weighted Average Remaining Contractual Life	Date of Expiry	Number Exercisable December 31, 2014
March 21, 2014	280,000	$0.135	4.22 years	March 21, 2019	280,000

5. Financial Instruments

The Company holds various forms of financial instruments. The nature of these instruments and the Company's operations expose the Company to interest rate and foreign currency, liquidity, and fair value risks. The Company manages its exposure to these risks by operating in a manner that minimizes its exposure to the extent practical. These risks are outlined more fully below.

Financial instrument:	Category:
Cash and cash equivalents	Held for trading
Accounts receivable	Loans receivable
Advances to Peeppl	Loans receivable
Accounts payable and accrued liabilities	Other financial liabilities

(a) Fair value of financial instruments

The Company has determined that the fair values of the financial instruments consisting of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities and convertible debentures are not materially different from the carrying values of such instruments reported on the statement of financial position due to their short-term nature.

The Company classifies the fair value of these financial instruments according to the following hierarchy based on the amount of observable inputs used to value the instrument.

- Level 1 – Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and volume to provide pricing information on an ongoing basis.
- Level 2 – Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs, including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the marketplace.
- Level 3 – Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

All financial assets (except for cash and cash equivalents which are classified as held for trading and the investment is Sierra classified as available for sale), are classified as either loans or receivables and are accounted for on an amortized cost basis. All financial liabilities are classified as other liabilities. The Peeppl advance has been classified as level 3. There have been no changes to the aforementioned classifications during the year ended September 30, 2014 and three month period ended December 31, 2014.

5. Financial Instruments - continued

(b) Credit risk
The advances to Peeppl, are to a company in the development stage, currently without any revenues however, Peeppl has been able to raise additional funds in order to continue developing its proprietary software.

(c) Liquidity risk
Liquidity risk includes the risk that, as a result of operational liquidity requirements:

- The Company will not have sufficient funds to settle a transaction on the due date;
- The Company will be forced to sell financial assets at a value which is less than what they are worth; or
- The Company may be unable to settle or recover a financial asset at all.

Trade and other payables

		September 30, 2014		September 30, 2014
Trade	**$**	**93,916**	$	87,560
Accrued		**20,000**		15,000
Constructive obligation *(1)*		**-**		4,000
Total accounts payable	**$**	**113,916**	$	106,560

(1) Due to the decision to cease active business operations the company recorded a $40,349 liability with respect to future lease costs at September 30, 2013 as a constructive obligation. The lease expired on October 31, 2014. Once the decision to cease active operations was made in March 2013, the Company accrued $58,971 as a constructive obligation with respect to the lease on April 1, 2013.

Seaway will be required to raise funds in order to fund its current working capital deficit in order to meet its current obligations while it endeavors to complete the Peeppl transaction (Note 3). As these variables change, liquidity risks may necessitate the need for the Company to conduct further equity issues.

6. Capital Risk Management

The Company's objectives when managing capital is to safeguard the entity's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders. Managed capital consists of the Company's current working capital (current assets less current liabilities). The Company sets the amount of capital in proportion to risk. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. The Company's objective is met by retaining adequate equity to provide for the possibility that cash flows from assets will not be sufficient to meet future cash flow requirements. The Board of Directors does not establish quantitative return on capital criteria for management; but rather promotes year over year sustainable profitable growth. The Company is not subject to any externally imposed capital requirements. There have been no changes to the Company's capital risk management approach during the periods ended December 31, 2014 or September 30, 2014.

7. Commitments and Contingencies

From time to time, the Company may be involved in litigation or has claims sought against it in the normal course of business operations. Management of the Company is not currently aware of any claims or actions that would materially affect the Company's reported financial position or results from operations.

Under the terms of certain agreements and the Company's by-laws the Company indemnifies individuals who have acted at the Company's request to be a director and/or officer of the Company, to the extent permitted by law, against any and all damages, liabilities, costs, charges or expenses suffered by or incurred by the individuals as a result of their service. The Company has no outstanding claims having a potentially material adverse effect on the Company as a whole.