SEAWAY ENERGY SERVICES INC.

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE NINE MONTHS ENDED JUNE 30, 2018

This discussion and analysis of financial position and results of operation is prepared as at August 28 2018 and should be read in conjunction with the unaudited condensed interim financial statements and the accompanying notes for the nine months ended June 30, 2018 of Seaway Energy Services Inc. ("Seaway" or "the Company"). The following disclosure and associated financial statements are presented in accordance with International Financial Reporting Standards ("IFRS"). Except as otherwise disclosed, all dollar figures included therein and in the following management's discussion and analysis ("MD&A") are quoted in Canadian dollars.

Forward Looking Statements

This MD&A contains certain statements that may constitute "forward-looking statements". Forward-looking statements include but are not limited to, statements regarding future anticipated business and financing plans. Although the Company believes that such statements are reasonable, it can give no assurance that such expectations will prove to be correct. Forward-looking statements are typically identified by words such as: "anticipate," "believe," "plan," "estimate," "expect," "intend" and similar expressions to the extent that they relate to the Company or its management or which by their nature refer to future events. The Company cautions investors that any forward-looking statements by the Company are not guarantees of future performance, and that actual results may differ materially from those in forward looking statements as a result of various factors, including the ability to raise the necessary capital or to be fully able to implement its business strategies.

Forward-looking statements are not historical facts, but reflect the Company's current expectations and assumptions regarding future results or events. In particular, fluctuations in the securities markets may cause significant reductions in the price of the Company's securities and render it difficult or impossible for the Company to raise the funds necessary to continue operations.

All of the Company's public disclosure filings, including its most recent management information circular, material change reports, press releases and other information, may be accessed via www.sedar.com and readers are urged to review these materials.

Company Overview

The Company is a corporation continued under the laws of British Columbia. The Company is a reporting issuer in British Columbia and Alberta and trades on the TSX Venture Exchange ("TSXV") under the symbol "SEW". The Company's principal office is located at #117 - 595 Burrard Street, Vancouver, British Columbia.

The Company has been actively seeking new business opportunities and financing. On January 22, 2018 the Company negotiated and entered into a letter of intent to acquire X2 Blockchain Games Corp. ("X2"). See "Proposed Business Acquisition and Financing".

In December 2017 the Company completed a private placement financing to raise $3,000,000.

In March 2018 the Company agreed to provide X2 with a bridge loan of up to $500,000. The Company made an initial advance of $250,000. Subsequent to June 30, 2018 the Company and X2 formally terminated the Acquisition Agreement and X2 repaid the bridge loan and accumulated interest in full.

The Company's continuing operations, as intended, are dependent upon its ability to identify, evaluate, negotiate and complete an acquisition of or participation in an interest in properties, assets or businesses. There can be no assurance that the Company will be able to complete such activities or obtain financing to continue; therefore, a material uncertainty exists that casts significant doubt over the Company's ability to continue as a going concern.

Proposed Business Acquisition and Financing

On January 22, 2018 the Company entered into a letter of intent, superseded by the share exchange agreement dated April 13, 2018 (the "Acquisition Agreement"), with X2 Blockchain Games Corp. ("X2"), Nolan Bushnell and the shareholders of X2, pursuant to which the Company will acquire all of the outstanding shares of X2 in exchange for 81,915,074 common shares of the Company on a 1:1 basis (the "Acquisition").

The Acquisition Agreement sets out certain terms and conditions pursuant to which the Acquisition will be completed. The Acquisition Agreement also contemplates other material conditions precedent to the closing of the Acquisition (the "Acquisition Closing"), including customary due diligence, receipt of all necessary regulatory, corporate and third party approvals, compliance with all applicable regulatory requirements, and all requisite board and shareholder approvals being obtained. The Company was also required to complete a private placement to raise up to $16,000,000 concurrent with the closing of the Acquisition.

The Company also agreed to pay a finder's fee comprising $500,000 cash and issuance of 4,095,753 common shares of the Company.

X2 is a British Columbia corporation which owns 100% of X Blockchain Games Corp. ("X Blockchain"), a California, USA based corporation. X Blockchain is an independent games publisher focusing on digital games integrating blockchain technology to create enhanced game experiences. X2 Blockchain has acquired the exclusive legal and beneficial ownership of a back catalogue of games and all data and materials, including all intellectual property rights.

Subsequent to June 30, 2018 the Company and X2 formally terminated the Acquisition Agreement.

Board of Directors and Officers

As of the date of this MD&A the directors and officers are as follows:

David Sidoo	- President, CEO, director
Nick DeMare	- CFO, Corporate Secretary, director
Dylan Sidoo	- director
Peter Espig	- director
John McCoach	- director
Amrik Virk	- director

Selected Financial Data

The following selected financial information is derived from the unaudited condensed interim financial statements of the Company.

	Fiscal 2018			Fiscal 2017				Fiscal 2016
	Jun. 30 2017 $	**Mar. 31 2018 $**	**Dec. 31 2017 $**	**Sept. 30 2017 $**	**Jun. 30 2017 $**	**Mar. 31 2017 $**	**Dec. 31 2016 $**	**Sept. 30 2016 $**
Operations:								
Revenues	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Expenses	(273,789)	(394,483)	(519,392)	(49,492)	(28,110)	(27,523)	(187,618)	(31,594)
Other items	11,677	11,949	2,851	505	-	-	-	37,838
Comprehensive (loss) income	(262,112)	(382,534)	(516,541)	(48,987)	(28,110)	(27,523)	(187,618)	6,244
(Loss) income per share -basic and diluted	(0.01)	(0.04)	(0.04)	(0.01)	(0.00)	(0.00)	(0.02)	0.00
Balance Sheet:								
Working capital (deficit)	2,305,597	2,415,209	2,857,738	29,529	78,516	86,126	13,648	25,734
Total assets	2,460,339	2,613,260	2,915,987	92,239	127,752	114,211	30,966	37,264

Results of Operations

Three Months Ended June 30, 2018 Compared to Three Months Ended March 31, 2018

During the three months ended June 30, 2018 ("Q3") the Company reported a net loss of $262,112 compared to a net loss of $382,534 during the prior three months ended March 31, 2018 ("Q2"), a decrease in loss of $120,000. The decrease was primarily due to travel and related costs incurred during Q2 were $201,155 compared to $62,361 in Q3, due to increased travel in Q2 to the U.S.A., England and Asia to meet with prospective investor groups to raise equity financing required with the Acquisition.

Nine Months Ended June 30, 2018 Compared to Nine Months Ended June 30, 2017

During the nine months ended June 30, 2018 (the "2018 period") the Company reported a net loss of $1,161,187 compared to a net loss of $243,251 for the nine months ended June 30, 2017 (the "2017 period"), an increase in loss of $917,936. Specific general and administrative expenses of variance are noted below:

(i) during the 2018 period the Company recognized share based compensation of $282,000 (2017 - $140,533) on the granting of 360,000 (2017 - 890,000) share options;
(ii) during the 2018 period the Company engaged a public relations firm to provide corporate updates on the Company's proposed business acquisition. A total of $100,000 was paid;
(iii) executive management compensation during the 2018 period increased by $192,250, from $68,000 during the 2017 period to $260,250 during the 2018 period. The increase was due to the bonuses paid and fees paid to various directors during the 2018 peirod. See also "Related Party Disclosures";
(iv) made a $25,0000 sponsorship to the 13th Man Foundation at the University of British Columbia; and
(v) during the 2018 period the Company incurred travel expenses of $288,075 to the U.S.A., England and Asia to meet with prospective investor groups to raise equity financing required with the proposed business acquisition.

Investing Activities

With the proposed business acquisition arrangement, the Company provided X2 with a bridge loan of $250,000. Subsequent to June 30, 2018 the Company and X2 formally terminated the Acquisition Agreement and X2 repaid the bridge loan and accumulated interest in full.

Financing Activities

During the 2018 period the Company completed a non-brokered private placement financing of 15,000,000 units at a price of $0.20 per unit for gross proceeds of $3,000,000. The proceeds from this financing were used by the Company to explore opportunities for acquisition in the technology sector and specifically the emerging sector related to distributed ledger technology. A further $231,000 was received from the exercise of warrants to issue 2,310,000 common shares.

During the 2017 period the Company received $155,500 from the exercise of warrants to issue 1,555,000 common shares. No equity financings were conducted during the 2017 period.

Financial Condition / Capital Resources

During the nine months ended June 30, 2018 the Company incurred a comprehensive loss of $1,161,187 and, as at June 30, 2018, had working capital of $2,305,596 and an accumulated deficit of $5,215,543. The Company has sufficient financial resources to maintain current levels of overhead. The Company's operations have been funded from equity financings which are dependent upon many external factors and may be difficult to impossible to secure or raise when required. While the Company has been successful in securing financings in the past, there can be no assurance that it will be able to do so in the future.

Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.

Proposed Transactions

The Company has no other proposed transactions.

Changes in Accounting Principles

There are no changes in accounting policies.

Related Party Disclosures

A number of key management personnel or their related parties hold positions in other entities that result in them having control or significant influence over the financial or operation policies of those entities. Certain of these entities transacted with the Company during the reporting period.

Key management personnel include those persons having authority and responsibility for planning, directing and controlling the activities of the Company as a whole. The Company has determined that key management personnel consists of members of the Company's Board of Directors and executive officers.

(a) During the 2018 and 2017 periods the following amounts were incurred with respect to current and former key management personnel.

Executive management compensation and fees was incurred as follows:

	2018 $	2017 $
David Sidoo, President, CEO and director (1)	145,000	45,000
Nick DeMare, CFO and director (2)	29,000	18,000
Dylan Sidoo, director (3)	44,500	-
Peter Espig, director (4)	32,000	-
John McCoach (5)	5,250	-
Amrik Virk (6)	4,500	-
Max Sali, former director(7)	-	5,000
	260,250	68,000

(1) Paid to Siden Investments Ltd., a private company owned by Mr. Sidoo. Mr. Sidoo was appointed October 17, 2016.
(2) Paid to Chase Management Ltd., a private company owned by Mr. DeMare. Mr. DeMare was appointed October 17, 2016.
(3) Mr. Dylan Sidoo was appointed as a director on December 20, 2016.
(4) Mr. Espig was appointed as a director on October 17, 2016.
(5) Mr. McCoach was appointed as a director on December 18, 2017.
(6) Mr. Virk was appointed as a director on December 27, 2017.
(7) Mr. Sali resigned as a director on November 27, 2017.

As at June 30, 2018, $22,250 (September 30, 2017 - $56,000) remained unpaid.

Share based compensation was recorded as follows:

	2018 $	2017 $
David Sidoo, President, CEO and director	-	69,476
Nick DeMare, CFO and director	-	19,738
Dylan Sidoo, director	56,000	-
Peter Espig, director	-	7,895
John McCoach, director	113,000	-
Amrik Virk, director	113,000	-
Max Sali, former director	-	7,895
	282,000	105,004

(b) During the 2018 period the Company incurred $35,300 (2017 - $11,400) to Chase Management Ltd. ("Chase"), a private corporation owned by Mr. DeMare, for accounting and administrative services provided by Chase personnel, excluding Mr. DeMare As at June 30, 2018, $5,300 (September 30, 2017 - $1,800) remained unpaid.

(c) During the 2017 period the Company paid $5,500 for accounting and administration services provided by Midland Management Ltd., a private company owned by Ryan Cheung, a former CFO of the Company.

(d) During the 2017 period the Company paid $1,986 for legal services provided by BP Law, a private company owned by Mr. Brendan Purdy, a former CEO of the Company.

All the payments are considered related party transactions and are in the normal course of operations and have been measured at the agreed to exchange amounts, which is the amount of consideration established and agreed to by the related parties.

Outstanding Share Data

The Company's authorized share capital is unlimited common shares without par value and unlimited preferred shares without par value. As at August 28, 2018, there were 27,842,583 outstanding common shares, 15,000,000 warrants outstanding with an exercise price of $0.40 per share and 1,250,000 share options outstanding with exercise prices ranging from $0.20 to $1.14 per share.