Form 45-106F6

British Columbia Report of Exempt Distribution

This is the form required under section 6.1 of National Instrument 45-106 for a report of exempt distribution in British Columbia.

Issuer/underwriter information

Item 1: Issuer/underwriter name and contact information

A. State the following:

- the full name of the issuer of the security distributed. Include the former name of the issuer if its name has changed since this report was last filed;
- the issuer's website address; and
- the address, telephone number and email address of the issuer's head office.

Snipp Interactive Inc. 6708 TULIP HILL TERRACE BETHESDA, MD, 20816 (415) 595-7151 investors@snipp.com www.snipp.com

- B. If an underwriter is completing this report, state the following:
 - the full name of the underwriter:
 - the underwriter's website address; and
 - the address, telephone number and email address of the underwriter's head office.

Item 2: Reporting issuer status

A. State whether the issuer is or is not a reporting issuer and, if reporting, each of the jurisdictions in which it is reporting.

Snipp Interactive Inc. (the "Issuer") is a reporting issuer in British Columbia and Alberta.

B. If the issuer is an investment fund managed by an investment fund manager registered in a jurisdiction of Canada, name the investment fund manager and state the jurisdiction(s) where it is registered.

Item 3: Issuer's industry

Indicate the industry of the issuer by checking the appropriate box below.

| ☐ Bio-tech | Mining |
|--------------------------------|-------------------------|
| Financial Services | exploration/development |
| investment companies and funds | production |
| mortgage investment companies | Oil and gas |
| Forestry | Real estate |
| ⊠ Hi-tech | Utilities |
| ☐ Industrial | Other (describe) |
| | |

Item 4: Insiders and promoters of non-reporting issuers

If the issuer is an investment fund managed by an investment fund manager registered in a jurisdiction of Canada, do not complete this table.

If the issuer is not a reporting issuer in any jurisdiction of Canada, complete the following table by providing information about each insider and promoter of the issuer. If the insider or promoter is not an individual, complete the table for directors and officers of the insider or promoter.

| Information about insiders and promoters | | | | | | |
|--|--|---|---|--|--|--|
| Full name, municipality and country of principal residence | All positions held (e.g., director, officer, promoter and/or holder of more than 10% of voting securities) | Number and type of securities of the issuer beneficially owned or, directly or indirectly controlled, on the distribution date, including any securities purchased under the distribution | Total price paid for all securities beneficially owned or, directly or indirectly controlled, on the distribution date, including any securities purchased under the distribution (Canadian \$) | | | |
| | | | | | | |
| | | | | | | |

Details of distribution

Item 5: Distribution date

State the distribution date. If this report is being filed for securities distributed on more than one distribution date, state all distribution dates.

December 6, 2013

Item 6: Number and type of securities

For each security distributed:

• describe the type of security;

The private placement financing consisted of units ("Units") of the Issuer. Each Unit consists of one common share ("Share") and one half-share purchase warrant ("Warrant"), with each whole warrant entitling the holder to purchase one Share at an exercise price of Cdn.\$0.15 for a period of two years from the date of distribution.

• state the total number of securities distributed. If the security is convertible or exchangeable, describe the type of underlying security, the terms of exercise or conversion and any expiry date; and

The Issuer raised gross proceeds of \$240,000.00 through the issuance of 2,400,000 Units [2,400,000 common shares and 1,200,000 warrants] at a subscription price of \$0.10 per Unit.

• if the issuer is an investment fund managed by an investment fund manager registered in a jurisdiction of Canada, state the exemption(s) relied on. If more than one exemption is relied on, state the amount raised using each exemption.

Item 7: Geographical information about purchasers

Complete the following table for each Canadian and foreign jurisdiction where purchasers of the securities reside. Do not include in this table information about securities issued as payment of commissions or finder's fees disclosed under item 9 of this report. The information provided in this table must reconcile with the information provided in item 8 and Schedules I and II.

| Each Canadian and foreign jurisdiction where purchasers reside | Number of purchasers | Price per security (Canadian \$) ¹ | Total dollar value raised from purchasers in the jurisdiction (Canadian \$) |
|---|----------------------|---|--|
| British Columbia, Canada | 14 | \$0.10 per Unit | \$162,500 |
| Alberta, Canada | 10 | \$0.10 per Unit | \$65,000 |
| Ontario, Canada | 2 | \$0.10 per Unit | \$12,500 |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| Total number of Purchasers | 26 | <i>\\\\\\\\</i> | |
| Total dollar value of distribution in all jurisdictions (Canadian \$) | | | \$240,000 |

Note 1:If securities are issued at different prices, list the highest and lowest price for which the securities were sold.

Item 8: Information about purchasers

Instructions

A. If the issuer is an investment fund managed by an investment fund manager registered in a jurisdiction of Canada, do not complete this table.

B. Information about the purchasers of securities under the distribution is required to be disclosed in different tables in this report. Complete

- the following table for each purchaser that is not an individual, and
- the tables in Schedules I and II of this report for each purchaser who is an individual.

Do not include in the tables information about securities issued as payment of commissions or finder's fees disclosed under item 9 of this report.

C. An issuer or underwriter completing this table in connection with a distribution using the exemption in subparagraph 6.1(1)(j) [TSX Venture Exchange offering] of National Instrument 45-106 Prospectus and Registration Exemptions may choose to replace the information in the first column with the total number of purchasers, whether individuals or not, by jurisdiction. If the issuer or underwriter chooses to do so, then the issuer or underwriter is not required to complete the second column or the tables in Schedules I and II.

| Information about non-individual purchasers | | | | | |
|---|---|---|------------------------------------|---------------------|---|
| Full name and address of purchaser and name and telephone number of a contact person | Indicate if the purchaser is an insider (I) of the issuer or a registrant (R) | Number and type of securities purchased | Total purchase price (Canadian \$) | Exemption relied on | Date of distribution (yyyy-mm-dd) |

Commissions and finder's fees

Item 9: Commissions and finder's fees

Instructions

A. Complete the following table by providing information for each person who has received or will receive compensation in connection with the distribution(s). Compensation includes commissions, discounts or other fees or payments of a similar nature. Do not include information about payments for services incidental to the distribution, such as clerical, printing, legal or accounting services.

B. If the securities being issued as compensation are or include convertible securities, such as warrants or options, add a footnote describing the terms of the convertible securities, including the term and exercise price. Do not include the exercise price of any convertible security in the total dollar value of the compensation unless the securities have been converted.

| of the person being compensated is an insider (I) of the issuer or a registrant (R) Canaccord Genuity Corp., Suite 2200, 609 Granville Street, Vancouver, BC, V7Y South Canadian South Cash (Canadian South Canadian South Canadian South Canadian South Canadian South Canadian South Cash (Canadian South Canadian South Cash (Canadian South C | Full name | Indicate if the person being | Compensation paid or to be paid (cash and/or securities) | | | | s) |
|--|--|--------------------------------------|--|---------------|----------|------------------------------------|-----------------------|
| Genuity Corp., Suite 2200, 609 Granville Street, Vancouver, BC, V7Y | and address of the person being (I) o compensated issue | is an insider (I) of the issuer or a | | of securities | security | relied on and date of distribution | value of compensation |
| | Genuity Corp., Suite 2200, 609 Granville Street, Vancouver, | (R) | \$19,200 | | | | \$19,200 |

Certificate

On behalf of the [issuer/underwriter], I certify that the statements made in this report are true.

Date: February 3, 2014

Snipp Interactive Inc.

Name of [issuer/underwriter] (please print) Jaisun Garcha, CFO, Cell: 778-989-4043

Print name, title and telephone number of person signing

/s/ Jaisun Garcha

Signature

Instruction

The person certifying this report must complete the information in the square brackets by deleting the inapplicable word. For electronic filings, substitute a typewritten signature for a manual signature.

Item 10: Contact information

State the name, title and telephone number of the person who may be contacted with respect to any questions regarding the contents of this report, if different than the person signing the certificate.

IT IS AN OFFENCE TO MAKE A MISREPRESENTATION IN THIS REPORT.

Notice - Collection and use of personal information

The British Columbia Securities Commission collects and uses the personal information required to be included in this report for the administration and enforcement of the *Securities Act*. If you have any questions about the collection and use of this information, contact the British Columbia Securities Commission at the following address:

British Columbia Securities Commission

P.O. Box 10142, Pacific Centre 701 West Georgia Street Vancouver, British Columbia V7Y 1L2

Telephone: (604) 899-6500

Toll free across Canada: 1-800-373-6393

Facsimile: (604) 899-6581