DMG Blockchain Solutions Inc.

Condensed Consolidated Interim Financial Statements

For the three and nine months ended June 30, 2023 and 2022

(Expressed in Canadian dollars, except as otherwise noted)

(Unaudited)

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DMG Blockchain Solutions Inc.
Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian dollars)

	Notes	As at June 30, 2023 (unaudited)	As at September 30, 2022 (audited)
ASSETS		**$**	**$**
Current			
Cash and cash equivalents		1,779,410	1,247,513
Amounts receivable	6	4,245,919	6,320,533
Digital currency	5	20,644,465	9,319,790
Prepaid expense and other current assets		177,703	258,289
Current portion of lease receivable		-	36,883
Marketable securities	8	485,933	401,542
Total current assets		**27,333,430**	**17,584,550**
Long-term deposits	9	7,037,598	14,526,569
Property and equipment	10	50,353,305	58,083,429
Long-term investments		45,000	75,000
Amount recoverable	7	6,436,960	6,632,501
Total assets		**91,206,293**	**96,902,049**
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current			
Trade and other payables	11	4,441,697	4,854,517
Deferred revenue		11,926	103,678
Current portion of lease liability		65,309	131,612
Current portion of loans payable		319,596	291,881
Total current liabilities		**4,838,528**	**5,381,688**
Long-term lease liability		46,573	92,809
Secured loan payable	12	944,568	-
Total liabilities		**5,829,669**	**5,474,497**
Shareholders' Equity			
Share capital	13(a)	110,478,267	110,381,441
Reserves		45,409,379	43,959,280
Accumulated other comprehensive income		6,224,455	121,623
Accumulated deficit		(76,735,477)	(63,034,792)
Total shareholders' equity		**85,376,624**	**91,427,552**
Total liabilities and shareholders' equity		**91,206,293**	**96,902,049**
Supplemental cashflow	19		
Subsequent event	20		

Approved on Behalf of the Board of Directors on August 29, 2023:

/s/ John D. Abouchar	***/s/ Sheldon Bennett***
Director	**Director**

The accompanying notes are integral to these condensed consolidated interim financial statements.

DMG Blockchain Solutions Inc.

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(Expressed in Canadian dollars, except as otherwise noted)
(Unaudited)

	Notes	For the Three Months Ended June 30, 2023	For the Three Months Ended June 30, 2022	For the Nine Months Ended June 30, 2023	For the Nine Months Ended June 30, 2022
		$	$	$	$
Revenue	15	7,495,257	10,529,315	22,293,172	36,795,637
Expenses					
Operating and maintenance costs	16(b)	4,156,305	3,568,483	13,159,995	9,563,621
General and administrative	16(a)	875,197	930,172	2,600,075	2,603,587
Stock-based compensation		544,966	574,419	1,483,175	2,527,097
Research		480,815	553,509	1,411,919	1,892,067
Provision for doubtful accounts		(34,853)	6,009	79,524	33,730
Depreciation	10	5,334,219	5,531,655	17,279,768	13,836,891
Amortization of intangible assets		-	262	-	42,125
Total expenses		**11,356,649**	**11,164,509**	**36,014,456**	**30,499,118**
Income (loss) before other items		**(3,861,392)**	**(635,194)**	**(13,721,284)**	**6,296,519**
Other income (expense)					
Interest and other income	7	124,303	-	359,535	-
Gain on disposition of assets		-	1,154,776	70,429	1,156,564
Foreign exchange gain (loss)		(3,792)	221,198	(110,782)	(126,003)
Loss on settlement of legal claims		-	(30,000)	-	(30,000)
Loss on modification of amount recoverable		(555,075)	-	(555,075)	-
Impairment of amounts recoverable		-	(1,261,330)	-	(1,261,330)
Gain on write-down of accounts payable	10	-	-	-	2,050,827
Unrealized revaluation loss on digital currency		-	(8,089,448)	-	(8,089,448)
Realized gain (loss) on sale of digital currency		(156,791)	(2,909,548)	172,101	(6,061,114)
Gain (loss) on change in fair value of marketable securities		179,215	(683,179)	84,391	(1,075,395)
Net loss		**(4,273,532)**	**(12,232,725)**	**(13,700,685)**	**(7,139,380)**
Other comprehensive income					
Items that may be reclassified subsequently to income or loss:					
Unrealized revaluation gain (loss) on digital currency	5	2,690,110	(2,611,125)	6,094,477	(107,705)
Cumulative translation adjustment		(39,736)	(114,004)	8,355	(51,558)
Comprehensive loss		**(1,623,158)**	**(14,957,854)**	**(7,597,853)**	**(7,298,643)**
Basic and diluted loss per share	11(d)	(0.03)	(0.07)	(0.08)	(0.04)
Weighted average number of shares outstanding - basic & diluted	11(d)	167,681,377	167,254,729	167,626,853	167,156,536

The accompanying notes are integral to these condensed consolidated interim financial statements.

DMG Blockchain Solutions Inc.
Condensed Consolidated Interim Statements of Changes in Equity
(Expressed in Canadian dollars except the number of shares)
(Unaudited)

	Number of common shares	Share Capital	Share-based payment reserve	Obligation to issue shares	Accumulated deficit	Accumulated other comprehensive income	Total
		$	$	$	$	$	$
Balance, September 30, 2021	**166,887,002**	**110,099,851**	**41,057,232**	**7,538**	**(46,059,396)**	**209,501**	**105,314,726**
Share-based compensation expense recognized	-	-	2,527,097	-	-	-	2,527,097
Shares issued on exercise of options	110,000	73,029	(29,029)	-	-	-	44,000
Shares issued on exercise of warrants	259,375	208,561	(146,023)	(7,538)	-	-	55,000
Unrealized gain on digital currency revaluation	-	-	-	-	-	(107,705)	(107,705)
Net income and comprehensive income for the period	-	-	-	-	(7,139,380)	(51,558)	**(7,190,938)**
Balance June 30, 2022	**167,256,377**	**110,381,441**	**43,409,277**	**-**	**(53,198,776)**	**50,238**	**100,642,180**
Balance, September 30, 2022	**167,256,377**	**110,381,441**	**43,959,280**	**-**	**(63,034,792)**	**121,623**	**91,427,552**
Share-based compensation expense recognized	-	-	1,483,175	-	-	-	1,483,175
Shares issued on exercise of options (note 13)	425,000	96,826	(33,076)	-	-	-	63,750
Unrealized gain on digital currency revaluation	-	-	-	-	-	6,094,477	6,094,477
Net loss for the period	-	-	-	-	(13,700,685)	-	(13,700,685)
Other comprehensive income for the period	-	-	-	-	-	8,355	8,355
Balance June 30, 2023	**167,681,377**	**110,478,267**	**45,409,379**	**-**	**(76,735,477)**	**6,224,455**	**85,376,624**

The accompanying notes are integral to these condensed consolidated interim financial statements.

DMG Blockchain Solutions Inc.
Condensed Consolidated Interim Statements of Cash Flows
(Expressed in Canadian dollars)
(Unaudited)

	For the Nine Months Ended June 30, 2023 $	June 30, 2022 $
OPERATING ACTIVITIES		
Net loss for the period	**(13,700,685)**	**(7,139,380)**
Non-cash items:		
Accretion	38,425	6,777
Amortization of intangible assets	-	42,125
Depreciation	17,279,768	13,836,891
Share-based payments	1,483,175	2,527,097
Unrealized loss on revaluation of digital currency	-	8,089,448
Unrealized foreign exchange loss	56,086	22,127
Gain on sale of assets	(70,429)	(1,156,564)
Gain on write-down of accounts payable	-	(2,050,827)
Unrealized loss (gain) on marketable securities	(84,391)	1,075,395
Impairment of amounts recoverable	-	1,261,330
Bad debt expense	79,524	33,730
Digital currency related revenue	(20,915,310)	(31,935,210)
Digital currency sold	15,957,866	31,397,207
Realized loss on sale of digital currency	(172,101)	(6,061,114)
Non-cash interest income	(450,636)	(3,878)
Accrued interest	(129)	(98,672)
Loss on amount recoverable modification	555,075	-
Changes in non-cash operating working capital:		
Prepaid expenses and other current assets	110,586	250,598
Amounts receivable	2,076,703	(3,240,121)
Amounts recoverable	(9,458)	-
Deferred revenue	(91,752)	25,533
Trade and other payables	1,302,640	3,731,015
Digital currencies	-	5,661,116
Net cash provided by operating activities	**3,444,957**	**16,274,623**
INVESTING ACTIVITIES		
Purchase of property and equipment	(1,415,329)	(4,193,256)
Deposits on mining equipment	(2,423,564)	(34,363,490)
Proceeds on sale of equipment	4,829	3,678,311
Refund of security deposit	-	100,498
Proceeds from sublease	37,012	109,582
Net cash used by investing activities	**(3,797,052)**	**(34,668,355)**
FINANCING ACTIVITIES		
Proceeds from option exercises	63,750	44,000
Proceeds from warrant exercise	-	55,000
Principal lease payments	(129,345)	(155,850)
Proceeds from secured loan	950,665	-
Net cash provided by (used in) financing activities	**885,070**	**(56,850)**
Impact of currency translation on cash	**(1,078)**	**410**
Change in cash	**531,897**	**(18,450,172)**
Cash, beginning	**1,247,513**	**19,686,777**
Cash, end	**1,779,410**	**1,236,605**

The accompanying notes are integral to these condensed consolidated interim financial statements.

(Expressed in Canadian dollars) (Unaudited)

1. NATURE OF OPERATIONS

DMG Blockchain Solutions Inc. (the "Company") was incorporated under the provisions of the British Columbia Business Corporations Act on April 18, 2011. The Company's head office and principal place of business is 4193 104 Street, Delta, B.C. V4K3N3. The Company is a vertically integrated blockchain and crypto-currency company that manages, operates, and develops end-to-end digital solutions to monetize the blockchain ecosystem. The Company has operated its transaction verification services business, commonly known as Bitcoin mining, in Western Canada since October 2016. The Company is involved in server hosting and other similar service arrangements for the transaction verification services business and software solutions. The Company is also involved in research and development of technology solutions related to transaction verification services business. The Company's shares are listed on the TSX-V under the symbol DMGI.

2. BASIS OF PRESENTATION

a) *Statement of compliance*

These unaudited condensed consolidated interim financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting of the International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and follow the same accounting policies and methods of application as the Company's September 30, 2022, consolidated audited annual financial statements. These condensed consolidated interim financial statements do not contain all of the information required for full annual financial statements. Accordingly, they should be read in conjunction with the Company's most recent annual statements.

b) *Basis of consolidation*

These condensed consolidated interim financial statements include the accounts of the Company and subsidiaries. Subsidiaries are entities controlled by the Company. The financial transactions of subsidiaries are included in the financial statements from the date control is obtained. Control occurs when the Company is exposed to, or has right to, variable returns from its involvement with an investee and has the ability to affect those returns through its power over the investee. Intercompany balances, transactions, income, and expense are eliminated and gains or losses on intercompany transactions are eliminated. The accounting policies of subsidiaries are the same as those of the Company.

	Percentage ownership		
Principal subsidiaries	**June 30, 2023**	**September 30, 2022**	**Country of incorporation**
DMG-US, Inc. ("DMG-US")	100%	100%	United States
Datient, Inc.	100% indirect through DMG-US	100% indirect through DMG-US	United States
DMG Blockchain Services Inc.	100%	100%	United States
1141559 BC Ltd.	100%	100%	Canada
1332517 BC Ltd	100%	100%	Canada

c) *Basis of measurement*

These condensed consolidated interim financial statements have been prepared on a historical cost basis except for certain financial assets, liabilities and digital currencies measured at fair value. In addition, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting except for cash flow information.

2. BASIS OF PRESENTATION (Continued)

The functional currency of the Company, 1141559 BC Ltd, 1332517 BC Ltd. and DMG-US, Inc. is the Canadian dollar. The functional currency of Datient Inc. and DMG Blockchain Services Inc. is the US dollar, which is determined to be the currency of the primary economic environment in which the subsidiary operates. The presentation currency used in preparation of these condensed consolidated interim financial statements is the Canadian dollar.

Transactions in currencies other than the functional currency are recorded at the rates of exchange prevailing on the dates of the transactions. At each financial position reporting date, monetary assets and liabilities that are denominated in foreign currencies are translated at the rates prevailing at the date of the statement of financial position. Non-monetary items that are measured in terms of historical cost in a foreign currency are not re-translated.

Subsidiaries that have functional currencies other than the Canadian dollar translate their statement of operations items at the average rate during the period. Assets and liabilities are translated at exchange rates prevailing at the end of each reporting period. Exchange rate variations resulting from the retranslation at the closing rate of the net investment in these subsidiaries, together with differences between their statement of operations items translated at actual and average rates, are recognized in accumulated other comprehensive income (loss). On disposition or partial disposition of a foreign operation, the cumulative amount of related exchange difference is recognized in the statement of operations.

d) New IFRS pronouncements

New IFRS pronouncements that have been issued but are not yet effective at the date of these financial statements are listed below. These amendments will be applied in the annual period for which they are first required.

Amendments to IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2
In January 2020, the IASB issued an amendment to IAS 1 Presentation of Financial Statements (IAS 1). The amendment applies to annual reporting periods beginning on or after January 1, 2023. The amendment clarifies the criteria for classifying a liability as non-current if there is the right to defer settlement of the liability for at least 12 months after the reporting period. This amendment is not expected to have a significant impact on the preparation of the financial statements.

In February 2021, the IASB issued an amendment to IAS 1 Presentation of Financial Statements (IAS 1) and IFRS Practice Statement 2. The amendment applies to annual reporting periods beginning on or after January 1, 2023. The amendment requires that an entity discloses its material accounting policies, instead of its significant accounting policies. The amendment also clarifies that accounting policy information is expected to be material if, without it, the users of the financial statements would be unable to understand other material information in the financial statements. Further, the amendment to IAS 1 clarifies that immaterial accounting policy information need not be disclosed. However, if it is disclosed, it should not obscure material accounting policy information. To support this amendment, the Board also amended IFRS Practice Statement 2, ‘Making Materiality Judgements’, to provide guidance on how to apply the concept of materiality to accounting policy disclosures. This amendment is not expected to have a significant impact on the preparation of the financial statements.

2. BASIS OF PRESENTATION (Continued)

Amendment to IAS 12 Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction
In May 2021, the IASB issued targeted amendments to IAS 12 – Income Taxes to specify how companies should account for deferred tax on transactions such as leases and decommissioning obligations. In specified circumstances, companies are exempt from recognizing deferred tax when they recognize assets or liabilities for the first time. Previously, there had been some uncertainty about whether the exemption applied to transactions such as leases and decommissioning obligations transactions for which companies recognize both an asset and a liability. The amendments clarify that the exemption does not apply and that companies are required to recognize deferred tax on such transactions. The aim of the amendments is to reduce diversity in the reporting of deferred tax on leases and decommissioning obligations. The amendments are effective for annual reporting periods beginning on or after January 1, 2023, with early application permitted. This amendment is not expected to have a significant impact on the preparation of the financial statements.

Amendments to IAS 8 Definition of Accounting Estimates
The amendments replace the definition of a change in accounting estimates with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty." Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. The amendments clarify that a change in accounting estimate that results from new information or new developments is not the correction of an error. The amendments are effective for annual periods beginning on or after 1 January 2023 and changes in accounting policies and changes in accounting estimates that occur on or after the start of that period. Management will apply the amendments in the effective period.

IFRS Sustainability Disclosure Standards
The International Sustainability Standards Board (ISSB) of the IFRS Foundation has published IFRS S1 'General Requirements for Disclosure of Sustainability-related Financial Information' and IFRS S2 'Climate-related Disclosures'. The objective of IFRS S1 and S2 is to require an entity to disclose information about its sustainability and climate related risks and opportunities that is useful to primary users of general purpose financial reports in making decisions relating to providing resources to the entity.

Both Standards are effective from January 1, 2024, but certain transitional reliefs are available. The ISSB has confirmed that industry-specific disclosures are required and, in the absence of specific IFRS Sustainability Disclosure Standards, companies must consider the Sustainability Accounting Standards Board ('SASB') Standards to identify sustainability-related risks, opportunities and appropriate metrics. The Company is currently evaluating the impact of these reporting requirements.

There are no other IFRS or International Financial Reporting Interpretations Committee interpretations that are not yet effective or early adopted that are expected to have a material impact on the Company.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies followed by the Company are set out in Note 3 to the audited consolidated financial statements for the year ended September 30, 2022 and have been consistently followed in the preparation of these condensed consolidated interim financial statements except for the following:

Revenue recognition

Net pool revenue and pool fees

Revenue is earned from the operation of crypto-currency mining pools in the form of net pool revenue and pool fees. The Company purchases the computing power (hashrate) of its pool members, paying them for their services based upon a formula that is a function of their hashrate contribution. Payouts to participants are calculated under one of two models, Full Pay Per Share ("FPPS") or Pay-Per-Last-N-Shares ("PPLNS").

3. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Under the FPPS model, participants earn digital currency based on a formula for the expected block reward. The Company earns net pool revenue by generating digital currency through the purchase of hashrate from pool participants in excess of calculated payouts. The Company under the FPPS model takes on the volatility risk of matching the timing as to when it mines blocks versus paying out digital currency (less fees) based on the amount of purchased hashrate. Net pool revenue is calculated as the gain or loss between the total digital currency received from purchasing hashrate less digital currency paid to pool participants under the FPPS model.

Under the PPLNS model, participants earn digital currency for their hashrate contribution as a percentage of the total pool hashrate within a defined period to determine their share of the pool's actual block rewards. Pool members under the PPLNS model share in the risk and may share in all the rewards based on the Terms & Conditions and upon the number of blocks mined by the pool.

Pool fee revenue under both models is calculated as a percentage of the digital currency earned by the participants in the Company's pool. Percentages fluctuate based on total hashrate of the pool. Revenue is measured based on the fair value of the digital currency received using the rate at the time of the transaction per "Yahoo.com," an online digital currency price aggregator.

Software transaction revenue

The Company generates revenue through integration of its various software platforms, such as Petra, which allows pool users to perform certain transactions for which the Company earns a transaction fee.

4. USE OF JUDGMENTS AND ESTIMATES

In preparing these condensed consolidated interim financial statements, management has made judgments, estimates and assumptions that affect the applicable of the Company's accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates. Management reviews these estimates and underlying assumptions on an ongoing basis, based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to estimates are adjusted prospectively in the period in which the estimates are revised. In preparing these condensed consolidated interim financial statements, the significant estimates and critical judgments were the same as those applied to the annual consolidated financial statements as at and for the year ended September 30, 2022.

5. DIGITAL CURRENCIES

As at June 30, 2023 and September 30, 2022, the Company held bitcoin and ether as its digital currency. Bitcoin and ether are recorded at their fair value on the date they are received and are revalued at their current market value at each reporting date. Fair value is determined by taking the closing price listed on "Yahoo.com", or "xe.com" at the relevant dates.

(Expressed in Canadian dollars) (Unaudited)

5. DIGITAL CURRENCIES (Continued)

The continuity of digital currencies is as follows:

	BTC		ETH		TOTAL
	Units	**$**	**Units**	**$**	**$**
Balance, September 30, 2021	**325.26**	**17,753,320**	**45.34**	**172,622**	**17,925,942**
Digital currency received from mining	784.54	37,411,525	-	-	37,411,525
Mining pool fees	8.27	409,203	-	-	409,203
Digital currency purchased	3.00	93,664	-	-	93,664
Interest income	0.06	4,232	-	-	4,232
Digital currency sold	(777.89)	(34,906,792)	-	-	(34,906,792)
Digital currency revaluation	-	(11,528,632)	-	(89,352)	(11,617,984)
Balance, September 30, 2022	**343.24**	**9,236,520**	**45.34**	**83,270**	**9,319,790**
Digital currency received/mined	733.34	21,958,386	-	-	21,958,386
Mining pool fees received	2.59	91,102	-	-	91,102
Net Pool revenue	(26.83)	(1,033,620)	-	-	(1,033,620)
Digital currency sold	(543.84)	(15,795,222)	-	-	(15,795,222)
Digital currency receivable	-	-	-	-	-
Digital currency revaluation	-	6,066,467	-	28,010	6,094,477
Exchange differences	-	9,552	-	-	9,552
Balance, June 30, 2023	**508.50**	**20,533,185**	**45.34**	**111,280**	**20,644,465**

As at June 30, 2023, the Company held 49 bitcoin and 45 ether with Prime Trust which was issued a cease-and-desist order from the State of Nevada, Department of Business and Industry, Financial Institutions Division (FID) and then subsequently was petitioned to be placed into receivership. While the FID investigates, the Company does not have access to Prime Trust and does not have a timeline for access to those assets. No provision has been made against these assets.

6. AMOUNTS RECEIVABLE

The Company's amounts receivable is as follows:

		June 30, 2023		September 30, 2022
Trade receivables	$	647,202	$	637,577
Sales taxes recoverable		5,042,072		7,406,676
Other receivables		326,897		6,942
Provision for sales tax receivable		(1,722,044)		(1,722,044)
Provision for doubtful accounts		(48,208)		(8,618)
	$	**4,245,919**	**$**	**6,320,533**

The following is the continuity of the Company's expected credit loss movement:

		June 30, 2023		September 30, 2022
Opening balance	$	8,618	$	391,306
Bad debt expense (recovery)		39,590		(32,039)
Write-offs		-		(350,649)
	$	**48,208**	**$**	**8,618**

During the nine months ended June 30, 2023, the Company recorded a provision for doubtful accounts of $39,590 (September 30, 2022: $Nil) for expected credit losses and recovered $Nil (September 30, 2022: $32,039). In addition, the Company directly wrote off $Nil (September 30, 2022: $350,649) in amounts receivable.

(Expressed in Canadian dollars) (Unaudited)

7. AMOUNT RECOVERABLE

		June 30, 2023		September 30, 2022
Amortized Cost				
Opening balance	$	7,823,307	$	7,823,307
Ending balance		**7,823,307**		**7,823,307**
Expected Credit Losses				
Opening balance	$	1,190,806	$	-
Provision for expected credit losses		-		1,302,049
Interest income		(359,535)		(111,243)
Loss on modification		555,075		-
Ending balance	$	**1,386,346**	**$**	**1,190,806**
Net Amount Recoverable	**$**	**6,436,960**	**$**	**6,632,501**

As at September 30, 2021, the Company made an advance payment of $12,606,000 for the purchase of Bitcoin mining equipment. On June 4, 2021, the Company received a refund of $3,532,331 (USD $2,802,103) and was informed that the miners could not be delivered under the agreement. As at September 30, 2021, the Company applied $1,250,362 for 21 bitcoin that were received in relation to the agreement against the outstanding amount. Of the total advanced, $7,823,307 is remaining to be repaid as of June 30, 2023.

During the year-ended September 30, 2022, management determined that the amount may not be recovered in the next twelve months. The amount is expected to be recovered over a period of two years and the Company estimates that it will incur $300,000 in legal fees to recover the balance. As such, the Company recorded an impairment on the amount recoverable of $1,302,049. The amount recoverable is recorded at amortized cost using an effective interest rate of 7.33% and interest revenue of $359,535 was recognized during the nine months ended June 30, 2023 (2022: $Nil).

During the three months ended June 30, 2023, the provincial court of British Colombia notified the company that that a court date for the amount recoverable dispute would be held in January 2025. With this information, management estimates the amount is expected to be recovered no later than June 30, 2025.

The increase in term relating to the amount recoverable resulted in a modification of the financial asset. A loss on modification on amount recoverable of $555,075 was recognized during the nine months ended June 30, 2023 (2022: $Nil). The modified amount recoverable is recorded at amortized cost using an effective interest rate of 7.79%. The fair value of the amount recoverable as of June 30, 2023, was $6,436,960.

8. MARKETABLE SECURITIES

Marketable securities are recorded at their fair value at the end of each reporting period. The fair values of the common shares of publicly traded companies have been directly referenced to published price quotations in an active market. A continuity of the Company's marketable securities is as follows:

		June 30, 2023		September 30, 2022
Fair value, opening	$	401,542	$	486,615
Shares of INX Ltd. received		-		1,000,000
Gain (loss) on fair value change of marketable securities		84,390		(1,085,073)
	$	**485,933**	**$**	**401,542**

As at June 30, 2023, and September 30, 2022 the Company holds 800,000 shares of INX Ltd and 12,094 common shares of Marathon Digital Holdings, Inc.

(Expressed in Canadian dollars) (Unaudited)

9. LONG-TERM DEPOSITS

		June 30, 2023		September 30, 2022
Security deposits	$	1,654,358	$	1,725,352
Deposits on mining equipment		5,383,240		12,801,217
	$	**7,037,598**	**$**	**14,526,569**

The Company has currently outstanding $5,383,240 (USD $4,064,892) (2022 - $12,801,217 (USD $9,339,182)) relating to the purchase of miners. On December 18, 2018, the Company entered into an agreement under which $2,202,605 was paid as a security deposit for the provision of utilities. As at June 30, 2023, $1,598,469 (2022 - $1,323,800) of these funds still remain and are included in security deposits and will be repaid when the Company ceases the use of the services. The remaining security deposits are for various lease agreements and will be repaid at the end of each lease agreement. All deposits are non-interest bearing. No expected credit losses have been recorded against the deposits, management believes that the deposits are held by large reputable companies and that there will be no issues recovering deposits when they become due.

(Expressed in Canadian dollars) (Unaudited)

10. PROPERTY AND EQUIPMENT

COST	Land	Construction in Progress	Power Substation	Data Centre	Computer and mining equipment	Furniture and other equipment	Motor Vehicle	Right of use Assets	Total
	$	$	$	$	$	$	$	$	$
As at September 30, 2021	413,000	320,921	3,627,008	10,735,237	20,623,047	108,139	6,999	335,836	36,170,187
Additions	1,928,569	641,411	-	920,560	42,978,499	27,088	5,748	202,450	46,704,325
Disposals	-	(1,593)	-	-	(8,149)	-	-	-	(9,742)
Reclassification	-	(549,811)	-	453,446	-	96,365	-	-	-
Other adjustments	-	-	-	(1,417)	-	-	-	(23,306)	(24,723)
As at September 30, 2022	2,341,569	410,928	3,627,008	12,107,826	63,593,397	231,592	12,747	514,980	82,840,047
Additions	-	1,155,686	-	29,151	8,330,572	39,060	-	-	9,554,469
Disposals	-	(4,829)	-	-	-	-	-	-	(4,829)
Reclassification	-	(476,781)	232,391	177,392	-	63,585	-	-	(3,413)
Other adjustments	-	-	-	-	-	-	-	(226,165)	(226,165)
As at June 30, 2023	**2,341,569**	**1,085,004**	**3,859,399**	**12,314,369**	**71,923,969**	**334,237**	**12,747**	**288,815**	**92,160,109**
ACCUMULATED DEPRECIATION									
As at September 30, 2021	-	-	415,024	2,386,967	1,883,079	19,944	3,282	265,959	4,974,255
Depreciation	-	-	133,020	714,777	18,858,490	27,517	1,784	46,775	19,782,363
As at September 30, 2022	-	-	548,044	3,101,744	20,741,569	47,461	5,066	312,734	24,756,618
Depreciation	-	-	96,324	527,641	16,573,430	31,270	1,565	49,538	17,279,768
Reclassification	-	-	57,495	(60,908)	-	-	-	-	(3,413)
Other adjustments	-	-	-	-	-	-	-	(226,169)	(226,169)
As at June 30, 2023	**-**	**-**	**701,863**	**3,568,477**	**37,314,999**	**78,731**	**6,631**	**136,103**	**41,806,804**
NET BOOK VALUE									
As at September 30, 2022	2,341,569	410,928	3,078,964	9,006,082	42,851,828	184,131	7,681	202,246	58,083,429
As at June 30, 2023	**2,341,569**	**1,085,004**	**3,157,536**	**8,745,892**	**34,608,970**	**255,506**	**6,116**	**152,712**	**50,353,305**

(Expressed in Canadian dollars) (Unaudited)

11. TRADE AND OTHER PAYABLES

Trade and other payables are comprised of the following:

		June 30, 2023		September 30, 2022
Trade payables and accrued liabilities	$	3,979,217	$	3,250,079
Trade payables and accrued liabilities - related parties (Note 14)		300,170		380,322
Interest payable (Note 12)		9,404		-
Sales taxes payable		39,575		270,388
Customer deposits on contracts		113,331		953,728
	$	**4,441,697**	**$**	**4,854,517**

12. SECURED LOAN PAYABLE

On November 16, 2022, the Company entered into an agreement to borrow $1,000,000. The loan is interest bearing, determined as the greater of 7.00% per annum or at a variable rate of prime plus 4.55% per annum, for a term of 18 months. Interest is payable monthly, and the principal balance is due on the maturity date. The loan is secured against the Company's office located in Delta, BC. It was determined that the principal balance of the loan represents its fair value as the time value of money does not pose a significant credit risk to the Company.

The Company incurred $49,335 in transaction costs directly attributable to the loan. These transaction costs were deducted from the face value of the loan and are subsequently amortized over the term of the loan. During the nine months ended June 30, 2023, $21,619 (2022: $Nil) of these transaction costs were recognized as finance costs under general and administrative expenses.

During the nine months ended June 30, 2023, the Company incurred interest expense of $73,034 (2022: $Nil) which is recorded as finance costs under general and administrative expenses. Of this amount, $63,630 was paid with the remainder still owing as at June 30, 2023.

		Face Value		Carrying Amount
Balance at September 30, 2022	$	-	$	-
Loan proceeds		1,000,000		1,000,000
Transaction costs		-		(49,335)
Accretion		-		21,619
As at June 30, 2023	$	**1,000,000**	$	**972,284**
Current portion	$	**-**	$	27,716
Long-term portion	$	1,000,000	$	944,568

The current portion of the carrying amount represents the total deferred transaction costs that will be accreted over the following 12 months.

13. SHARE CAPITAL AND RESERVES

a) Share capital

Authorized: unlimited Class A Common shares without par value, and unlimited Class B preferred shares without par value.

13. SHARE CAPITAL AND RESERVES (Continued)

a) Share capital (Continued)

Share capital activity for the nine months ended June 30, 2023

During the nine months ended June 30, 2023, the Company issued 425,000 common shares in connection with the exercise of stock options for proceeds of $63,750. As a result, $33,076 has been reclassified from share-based payment reserve to share capital.

Share capital activity for the nine months ended June 30, 2022

During the nine months ended June 30, 2022, the Company issued 110,000 common shares in connection with the exercise of stock options for proceeds of $44,000. As a result, $29,029 has been reclassified from share-based payment reserve to share capital.

During the nine months ended June 30, 2022, the Company issued 259,375 common shares in connection with the exercise of warrants for proceeds of $55,000. As a result, $146,023 has been reclassified from share-based payment reserve to share capital.

b) Stock options

Stock option activity for the nine months ended June 30, 2023

On December 22, 2022, the Company granted 914,800 stock options to employees, directors, and officers of the Company. The options are exercisable at $0.18 per option expiring on December 22, 2027. These options had a fair value of $0.15 per option using the Black Scholes model with the following inputs: i) exercise price: $0.18; ii) share price: $0.17; iii) term: 5.00 years; iv) volatility: 135%; v) risk free rate: 3.28%. The options vest 25% on each of the following: May 22, 2023, December 22, 2023, May 22, 2024, and December 22, 2024. A portion of the vested value of these options was included in stock-based compensation and reserves for the nine months ended June 30, 2023.

On January 5, 2023, the Company granted 200,000 stock options to employees, directors, and officers of the Company. The options are exercisable at $0.17 per option expiring on January 5, 2028. These options had a fair value of $0.14 per option using the Black Scholes model with the following inputs: i) exercise price: $0.17; ii) share price: $0.16; iii) term: 5.00 years; iv) volatility: 136%; v) risk free rate: 3.47%. The options vest 25% on each of the following: June 5, 2023, January 5, 2024, June 5, 2024, and January 5, 2025. A portion of the vested value of these options was included in stock-based compensation and reserves for the nine months ended June 30, 2023.

On March 31, 2023, the Company granted 1,072,050 stock options to employees, directors, and officers of the Company. The options are exercisable at $0.32 per option expiring on March 31, 2028. These options had a fair value of $0.27 per option using the Black Scholes model with the following inputs: i) exercise price: $0.32; ii) share price: $0.31; iii) term: 5.00 years; iv) volatility: 137%; v) risk free rate: 3.12%. The options vest 25% on each of the following: September 30, 2023, March 31, 2024, September 30, 2024, and March 31, 2035. A portion of the vested value of these options was included in stock-based compensation and reserves for the nine months ended June 30, 2023.

On April 12, 2023, 3,121,076 existing options exercisable between $0.65 and $3.00 per common share were repriced to $0.33. The repricing does not change the current vesting terms and does not extend the term of the options. These options had a fair value of $0.11 - $0.15 per option using black Scholes model with the following inputs: i) exercise price: $0.33; ii) share price: $0.32; iii) term: 0.7 – 1.6 years; iv) volatility: 102% - 107%; v) risk free rate: 3.75%. The repriced options resulted in an incremental increase in value of the options by $235,292.

(Expressed in Canadian dollars) (Unaudited)

13. SHARE CAPITAL AND RESERVES (Continued)

b) Stock options (Continued)

On April 26, 2023, the Company granted 213,736 stock options to employees, directors, and officers of the Company. The options are exercisable at $0.31 per option expiring on April 26, 2028. These options had a fair value of $0.26 per option using the Black Scholes model with the following inputs: i) exercise price: $0.31; ii) share price: $0.31; iii) term: 5.00 years; iv) volatility: 137%; v) risk free rate: 3.09%. The options vest 25% on each of the following: October 26, 2023, April 26, 2024, October 26, 2024, and April 26, 2035. A portion of the vested value of these options was included in stock-based compensation and reserves for the nine months ended June 30, 2023.

On June 30, 2023, the Company granted 1,638,790 stock options to employees, directors, and officers of the Company. The options are exercisable at $0.33 per option expiring on June 30, 2028. These options had a fair value of $0.28 per option using the Black Scholes model with the following inputs: i) exercise price: $0.33; ii) share price: $0.31; iii) term: 5.00 years; iv) volatility: 136%; v) risk free rate: 3.77%. The options vest 25% on each of the following: December 31, 2023, June 30, 2024, December 31, 2024, and June 30, 2035. A portion of the vested value of these options was included in stock-based compensation and reserves for the nine months ended June 30, 2023.

	Options outstanding and exercisable	Weighted average exercise price	Weighted average life remaining
		$	
Balance, September 30, 2021	8,278,652	0.93	2.36
Issued	7,673,250	0.66	
Exercised	(110,000)	0.40	
Cancelled / Forfeited	(2,791,057)	0.94	
Balance, September 30, 2022	13,050,845	0.77	2.71
Issued	4,039,376	0.28	
Expired	(457,691)	1.51	
Exercised	(425,000)	0.15	
Cancelled / Forfeited	(921,365)	0.46	
Balance, June 30, 2023	15,286,165	0.54	2.82

The following table discloses the number of options outstanding as at June 30, 2023:

Number of options	Price per share	Expiry Date	Number of options vested
700,000	$0.65	December 31, 2023	700,000
1,273,750	$0.33	December 31, 2023	1,273,750
200,000	$2.49	March 31, 2024	200,000
962,000	$1.41	April 26, 2024	962,000
333,946	$0.33	April 26, 2024	333,946
790,000	$0.84	July 28, 2024	790,000
615,000	$0.33	July 28, 2024	615,000
1,528,670	$1.20	November 30, 2024	1,095,743
641,485	$0.33	November 30, 2024	541,485
2,190,000	$0.39	May 9, 2027	1,130,000
400,000	$0.33	August 22, 2027	100,000
1,645,625	$0.25	September 30, 2027	413,750
897,363	$0.18	December 22, 2027	225,513
200,000	$0.17	January 5, 2028	-
1,055,800	$0.32	March 31, 2028	-
213,736	$0.31	April 26, 2028	-
1,638,790	$0.33	June 30, 2028	-
15,286,165			8,381,187

(Expressed in Canadian dollars) (Unaudited)

13. SHARE CAPITAL AND RESERVES (Continued)

c) Warrants

Warrants activity for the nine months ended June 30, 2023

	Warrants outstanding and exercisable	Weighted average exercise price	Weighted average life remaining
		$	
Balance, September 30, 2021	37,666,818	2.17	2.49
Exercised	(259,375)	0.22	
Balance, September 30, 2022	37,407,443	2.19	1.50
Expired	(933,429)	0.22	
Balance, June 30, 2023	36,474,014	2.24	0.79

The following table discloses the number of warrants outstanding as at June 30, 2023:

Number of warrants	Exercise price per share	Expiry Date
	$	
11,666,667	3.55	March 5, 2024
1,283,333	3.75	March 5, 2024
22,297,644	1.50	May 3, 2024
1,226,370	1.58	May 3, 2024
36,474,014		

d) Earnings per share

Basic earnings per share is calculated by dividing the income attributable to equity owners of the Company by the weighted average number of shares in issue during the period.

	For the Three Months Ended		For the Nine Months Ended	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
	$	$	$	$
Net loss for the period	(4,273,532)	(12,232,725)	(13,700,685)	(7,139,380)
Weighted average number of shares	167,681,377	167,254,729	167,626,853	167,156,536
Basic loss per share	(0.03)	(0.07)	(0.08)	(0.04)

(Expressed in Canadian dollars) (Unaudited)

13. SHARE CAPITAL AND RESERVES (Continued)

d) Earnings per share

Diluted earnings per share is calculated by adjusting the weighted average number of shares outstanding to assume conversion of all potentially dilutive shares. Potentially dilutive shares relate to the exercise of outstanding stock options and warrants. There was no effect of dilutive instruments in the Nine months ended June 30, 2023.

	For the Three Months Ended		For the Nine Months Ended	
	June 30, 2023	**June 30, 2022**	**June 30, 2023**	**June 30, 2022**
	$	**$**	**$**	**$**
Net loss for the period	(4,273,532)	(12,232,725)	(13,700,685)	(7,139,380)
Weighted average number of shares	167,681,377	167,254,729	167,599,591	167,156,536
Effect of dilutive securities:				
Stock options	-	-	-	-
Warrants	-	-	-	-
Weighted average diluted shares outstanding	167,681,377	167,254,729	167,599,591	167,156,536
Diluted earnings (loss) per share	(0.03)	(0.07)	(0.08)	(0.04)

14. RELATED PARTY TRANSACTIONS AND BALANCES

(a) Key management compensation and other related party transactions

Key management includes personnel having the authority and responsibility for planning, directing, and controlling the Company and includes the directors and current executive officers. The value of transactions and outstanding balances relating to key management and entities over which key management have control or significant influence were as follows:

		For the nine months ended June 30,		
		2023		**2022**
Remuneration	$	1,224,143	$	703,326
Share-based compensation		1,267,850		2,109,889
Total	$	2,491,993	$	2,813,215

(b) Related party balances

As at June 30, 2023, $300,170 (September 30, 2022 – $380,322) was owed to key management for outstanding salaries, wages and benefits, and consulting services and included in trade and other payables.

(Expressed in Canadian dollars) (Unaudited)

15. REVENUES

The Company's revenue is comprised of the following:

	For the Three Months Ended		For the Nine Months Ended	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
	$	$	$	$
Digital currency mining	7,481,295	8,984,762	21,958,284	31,935,210
Mining equipment hosting and set up service	281,076	946,603	1,112,064	3,070,671
Net pool revenue	(294,672)	-	(1,033,619)	-
Pool and other fees	27,532	143,787	131,066	400,107
Software license income	-	414,960	68,935	1,233,115
Other income	26	39,203	56,442	156,534
	7,495,257	10,529,315	22,293,172	36,795,637

16. EXPENSES

a) Operating and Maintenance Costs

The Company's operating and maintenance costs are comprised of the following:

	For the Three Months Ended		For the Nine Months Ended	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
	$	$	$	$
Utilities	3,897,829	3,415,465	12,342,151	9,039,090
Wages, contractors and other	258,476	153,018	817,844	524,531
	4,156,305	3,568,483	13,159,995	9,563,621

b) General and Administrative

The Company's general and administrative costs are comprised of the following:

	For the Three Months Ended		For the Nine Months Ended	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
	$	$	$	$
Consulting	86,956	117,570	268,509	157,050
General and administrative office expenses	46,004	10,843	76,456	148,692
Marketing, investor and public relations	20,375	61,282	85,068	192,336
Interest and bank charges	42,459	2,290	115,354	9,339
Insurance	67,536	57,964	131,954	123,401
Travel and entertainment	32,465	32,707	58,212	56,714
Professional fees	247,529	279,397	616,679	741,315
Regulatory and filing	34,114	38,576	75,562	177,457
Wages	297,759	329,543	1,172,281	997,283
	875,197	930,172	2,600,075	2,603,587

c) Research

Research costs are comprised of software subscriptions and salaries of software developers involved in the research of existing and new crypto-currency related tools and services.

(Expressed in Canadian dollars) (Unaudited)

17. CAPITAL MANAGEMENT

The Company's objectives when managing capital are to safeguard its ability to continue operating as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders. The Company considers the items included in equity as capital. The Company manages the capital structure and adjusts it in response to changes in economic conditions and the risk characteristics of the underlying assets. The Company's primary objective with respect to its capital management is to ensure that it has sufficient cash resources to identify and evaluate potential acquisitions and business opportunities for the Company. To secure the additional capital necessary to pursue these plans, the Company may raise additional funds through equity or debt financing. The Company is not subject to any capital requirements imposed by a regulator.

18. FINANCIAL INSTRUMENTS AND DIGITAL CURRENCIES

a) Fair values of financial instruments and digital currencies measured at fair value on a recurring basis.

	Quoted prices in active markets for identical instruments Level 1	Significant other observable inputs Level 2	Significant unobservable inputs Level 3	Total
June 30, 2023				
Marketable securities	$ 458,933	$ -	$ -	$ 458,933
Digital currencies	$ -	$ 20,644,465	$ -	$ 20,644,465
Long-term investments	$ -	$ 45,000	$ -	$ 45,000
September 30, 2022				
Marketable securities	$ 401,542	$ -	$ -	$ 401,542
Digital currencies	$ -	$ 9,319,790	$ -	$ 9,319,790
Long-term investments	$ -	$ 75,000	$ -	$ 75,000

The Company has determined the estimated fair value of its financial instruments and digital currencies, if any, based on appropriate valuation methodologies; however, considerable judgement is required to develop these estimates. The fair values of the Company's financial instruments, if any, are not materially different from their carrying values.

Financial instruments and digital currencies that are measured subsequent to initial recognition at fair value are grouped in levels 1 to 3 of the fair value hierarchy based on the degree to which inputs used in measuring fair value is observable:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;
Level 2 – inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The level within which the financial asset or financial liability is classified is determined based on the lowest level of significant input to the fair value measurement. The Company's cash and marketable securities are categorized as Level 1. The long-term investments and convertible debentures in unlisted private companies are measured using Level 2 inputs based on prices in recent financings. Digital currencies are measured using Level 2 inputs where the source represents an average of quoted prices on multiple digital currency exchanges. No financial instruments have been transferred between levels during the period.

18. FINANCIAL INSTRUMENTS (Continued)

b) Management of Industry and Financial Risk

The Company's financial instruments are exposed to certain financial risks, which include the following:

Digital Currency Risk

The Company relies on transaction validation services using equipment to earn digital currency. A decline in the market prices of digital currencies could negatively impact the profitability of equipment. The digital asset mining industry has seen rapid growth and innovation, and the Company may be unable to compete effectively. Innovation in technologies could render the Company's technology obsolete.

Digital currency prices are affected by various forces including global supply and demand, interest rates, exchange rates, inflation or deflation and the global political and economic conditions. The profitability of the Company is directly related to the current and future market price of digital currencies. The Company may not be able liquidate its digital currencies at its desired price if required. Digital currencies have a limited history, their fair values have historically been volatile and the value of digital currencies held by the Company could decline rapidly. A 40% variance in price of bitcoin and ether would impact the Company's comprehensive net loss by $8,214,000 and $45,000 respectively. Historical performance of digital currencies is not indicative of their future performance.

Credit Risk
Credit risk is the risk of loss due to the counterparty's inability to meet its obligations. The Company has exposure to credit risk through its cash and cash equivalents, amounts receivable, amounts recoverable and due from related parties. The Company manages credit risk, in respect of cash and short-term investments, by maintaining the majority of cash at highly rated financial institutions.

The Company is exposed to a concentration of credit risk with respect to its trade accounts receivable balance related to hosting revenue. The Company records an allowance against its trade receivables when there is uncertainty over collection of this amount. All balances due are expected to be settled partially or in full when due (typically within 60 days of submission) and because of the nature of the counterparties.

The Company's maximum exposure to credit risk at the end of any period is equal to the carrying amount of these financial assets as recorded in the consolidated statements of financial position. As at June 30, 2023, no amounts were held as collateral.

Liquidity Risk
Liquidity risk is the risk that the Company will encounter difficulties in meeting obligations when they become due. As at June 30, 2023, the Company has working capital of $22,494,902 and does not require any additional financing to meet short-term operating requirements. The Company's cash is held with large Canadian financial institutions and is available on demand. If there are additional cash requirements, the Company has the option to liquidate digital currencies to meet operating needs. These digital currencies are subject to fluctuations in the market price of digital currencies. The current value of these assets as at June 30, 2023 is $20,644,465 and based on subsequent prices may be valued at significantly less. In the event where the Company cannot rely upon the liquidation of digital currencies to meet operating needs, the Company will have to explore debt financing opportunities of which there is no guarantee of the receipt of funds to cover operations.

Market Risk
Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, foreign currency risk, and price risk. These are discussed further below.

18. FINANCIAL INSTRUMENTS (Continued)

b) Management of Industry and Financial Risk (Continued)

Interest Rate Risk
Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to significant interest rate risk relating to its loans payable and accounts payable. The interest rate on the loans payable is tied to the greater of 7% or the TD Canada Trust Posted Bank Prime Rate of Interest from time to time plus 4.55% per annum and the accounts payable are not subject to any interest. A 10% change in the interest rate would result in a change in net income of approximately $100,000.

Foreign Currency Risk
Currency risk relates to the risk that the fair values or future cash flows of the Company's financial instruments will fluctuate because of changes in foreign exchange rates. In addition, the Company mines bitcoin which has a market value stated in US dollars. Exchange rate fluctuations affect the costs that the Company incurs in its operations.

The Company's presentation currency is the Canadian dollar and major purchases are transacted in US dollars. As the Company operates in an international environment, some of the Company's financial instruments and transactions are denominated in currencies other than the entity's functional currency. The fluctuation in foreign currencies in relation to the Canadian dollar will consequently impact the profitability of the Company and may also affect the value of the Company's assets and liabilities and the amount of shareholders' equity. As at June 30, 2023, the Company held net financial assets of $1,356,373 denominated in US dollars (US$1,024,451). A 10% change in the foreign exchange rate would result in a change in the net income for the period of approximately $136,000.

Price Risk
Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk or foreign currency risk. The Company is exposed to price risk through its holding of digital currencies as described above. The Company is not exposed to any other significant price risks with respect to its financial instruments other than its marketable securities and long-term investment which are measured at fair value totaling $530,933. A 20% change in the market price would result in a change in the net loss for the period of approximately $107,000.

19. SUPPLEMENTAL CASHFLOW

	For the nine months ended June 30, 2023	2022
	$	**$**
Shares of INX received	-	1,000,000
Receipt of equipment purchased through deposits in the prior year	8,139,140	34,363,490
Interest paid	63,630	-

20. SUBSEQUENT EVENT

Subsequent to June 30, 2023, the Company issued 356,750 common shares related to the exercise of stock options for proceeds of $117,728.