

FansUnite Entertainment Inc.
Condensed Consolidated Interim Statements of Financial Position
(Unaudited – Amounts Expressed in Canadian dollars)

		March 31, 2022	December 31, 2021
Assets			
Current			
Cash and cash equivalents		\$ 8,196,812	\$ 13,973,867
Restricted cash related to customer deposits		175,964	204,731
Short-term investments		853,706	918,847
Receivables	3	7,846,890	6,802,815
Due from related parties	10	704,878	77,671
Prepaid expenses and deposits		271,281	335,809
Total current assets		18,049,531	22,313,740
Non-current			
Equipment	5	87,484	59,693
Goodwill	6	84,704,033	85,795,601
Intangible assets	6	63,335,643	69,360,587
Digital currencies		83,012	107,446
Right of use assets	5	92,615	108,719
Deferred tax asset		610,642	122,042
Long-term investments		74,162	77,162
Total Assets		\$ 167,037,122	\$ 177,944,990
Liabilities			
Current			
Accounts payable and accrued liabilities	4	\$ 3,743,458	\$ 7,108,134
Due to related parties	10	45,634	164,981
Income taxes payable		607,218	49,258
Deferred and contingent consideration	9	19,296,614	22,157,999
Lease liability	5	59,534	71,043
Total current liabilities		23,752,458	29,551,415
Non-current			
Deferred and contingent consideration	9	66,047,306	65,068,849
Lease liability	5	33,101	39,411
Total liabilities		89,832,865	94,659,675
Shareholders' Equity			
Share capital	7	113,633,246	110,370,147
Share-based payment reserve	8	6,310,961	4,486,909
Warrant reserve		5,491,367	5,491,367
Accumulated other comprehensive (loss) income		(1,794,255)	209,448
Deficit		(46,437,062)	(37,272,556)
Total Shareholders' Equity		77,204,257	83,285,315
Total Liabilities and Shareholders' Equity		\$ 167,037,122	\$ 177,944,990

FansUnite Entertainment Inc.
Condensed Consolidated Interim Statements of Loss and Comprehensive Loss
(Unaudited - Amounts Expressed in Canadian dollars)

For the three months ended		March 31, 2022	March 31, 2021
Revenue	15	\$ 9,665,722	\$ 1,069,568
Cost of revenue		(3,769,190)	(525,555)
Gross Margin		5,896,532	544,013
Expenses			
Selling, general and administrative	14	11,791,462	3,055,604
Loss before other items		(5,894,930)	(2,511,591)
Other items			
Interest and other expenses (income), net	14	3,291,389	(23,390)
Income tax expense (recovery):			
Current		558,127	-
Deferred, net		(579,940)	-
Net loss for the year		(9,164,506)	(2,488,201)
Other comprehensive income			
Revaluation gain on digital currencies	6	(14,723)	-
Currency translation adjustment		(1,988,980)	41,074
Total comprehensive loss		\$ (11,168,209)	\$ (2,447,127)
Loss per share – basic and diluted		\$ (0.04)	\$ (0.01)
Weighted average number of common shares outstanding – basic and diluted			
		286,438,806	166,180,000

FansUnite Entertainment Inc.
Condensed Consolidated Interim Statements of Cash Flows
(Unaudited - Amounts Expressed in Canadian dollars)

For the three months ended March 31,	2022	2021
Operating activities:		
Net loss	\$ (9,164,506)	\$ (2,488,201)
Restricted cash related to customer deposits	28,767	-
Adjustments for non-cash items:		
Depreciation of equipment	15,394	12,694
Amortization of intangible assets	5,206,184	443,010
Accretion on liabilities	3,224,020	-
Conversion of subscription receipt liability	-	(776,865)
General & administrative expenses paid with common shares	4,000	-
Marketing expenses paid with digital currencies	9,711	-
Fair value gain on digital currencies	-	(33,650)
Unrealized fair value loss (gain) on investments	67,330	(3,000)
Share-based payments	8 1,861,796	263,141
Non-cash interest and other income	1,109	-
Deferred tax recovery	(579,940)	-
Changes in non-cash working capital items:		
Receivables	3 (1,044,075)	10,777
Prepaid expenses and deposits	64,528	308,029
Income taxes payable	557,960	-
Accounts payable	4 279,317	39,926
Net cash flows (used in) provided by operating activities	531,595	(2,153,542)
Investing activities		
Payment of contingent consideration	9 (641,136)	-
Foreign exchange on contingent consideration	(927,428)	-
Payment of net working capital adjustment	4 (3,877,881)	-
Intangibles	(13,121)	70,597
Proceeds from sale of investments	811	5,896
Disposal (Purchase) of equipment	(31,619)	3,533
Net cash flows (used in) provided by investing	(5,490,374)	9,429
Financing activities		
Repayment of lease liability	5 (15,974)	(22,234)
Proceeds from brokered financing	-	12,236,815
Proceeds from warrant/option exercise	2,083	1,863,045
Repayment of notes and loans payable	-	(500,350)
Payments (to) from related parties	10 (769,357)	1,950
Net cash flows (used in) provided by financing activities	(783,248)	13,579,226
Effect of foreign exchange	(35,028)	11,376
Change in cash	(5,777,055)	11,446,489
Cash, beginning of the period	13,973,867	4,431,139
Cash, end of the period	\$ 8,196,812	\$ 15,877,628