GRAVITAS FINANCIAL INC.

Unaudited Interim Condensed Consolidated Financial Statements

As of June 30, 2017,
and for the three and six-month period ended June 30, 2017 and 2016

Notice of Disclosure of Non-Auditor Review of Interim Condensed Consolidated Financial Statements for the three and six months ended June 30, 2017 and June 30, 2016.

Pursuant to National Instrument 51-102, Part 4, subsection 4.3(3)(a) issued by the Canadian Securities Administrators, if an auditor has not performed a review of the interim condensed consolidated financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim condensed consolidated financial statements of Gravitas Financial Inc. and its subsidiaries (the "Company") for the three and six-month period ended June 30, 2017 and 2016, have been prepared in accordance with International Financial Reporting Standards and are the responsibility of the Company's management.

The Corporation's independent auditors, MNP LLP, have not performed a review of the interim condensed consolidated financial statements for the three and six-month period ended June 30, 2017 and 2016 in accordance with the standards established by the Chartered Professional Accountants Canada for a review of interim financial statements by an entity's auditor.

Management's Responsibility for Financial Reporting

The accompanying consolidated financial statements of Gravitas Financial Inc. (the "Company") have been prepared by management in accordance with International Financial Reporting Standards ("IFRS"). Management acknowledges responsibility for the preparation and presentation of the consolidated financial statements, including responsibility for significant accounting judgments and estimates and the choice of accounting principles and methods that are appropriate to the Company's circumstances.

Management, in discharging these responsibilities, maintains a system of internal controls designed to provide reasonable assurance that its assets are safeguarded, only valid and authorized transactions are executed and accurate, timely and comprehensive financial information is prepared. However, any system of internal control over financial reporting, no matter how well designed and implemented, has inherent limitations and may not prevent or detect all misstatements.

The Board of Directors is responsible for reviewing and approving the consolidated financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities.

"Vikas Ranjan"	"Peter Liabotis"
Chief Executive Officer	**Chief Financial Officer**

Gravitas Financial Inc.

Unaudited Interim Condensed Consolidated Statements of Financial Position

(Presented in Canadian Dollars)

	Notes	June 30, 2017 $	December 31, 2016 $
ASSETS			
Current assets			
Cash and cash equivalents		**14,671,089**	27,681,208
Receivable from brokers and clients	5	**25,582,157**	22,976,245
Trade and other receivables	6	**5,380,400**	5,002,466
Loan receivables	7	**3,759,280**	3,240,687
Convertible debentures held	8	**2,313,805**	420,583
Guaranteed investment certificates (restricted $250,000)	9	**2,716,421**	8,679,939
Prepaid expenses		**194,461**	246,824
Inventory		**123,840**	116,260
Current assets		**54,741,453**	68,364,212
Non-current assets			
Investments in associates	10	**18,718,438**	10,231,641
Equity investments and other investments	11	**15,176,262**	13,609,214
Goodwill	4 & 12	**3,401,501**	3,366,877
Convertible debentures held	8	**1,125,884**	3,072,315
Intangible assets	13	**1,034,049**	1,230,667
Loan receivables	7	**371,400**	684,704
Property and equipment	14	**489,488**	234,503
Non-current assets		**40,317,022**	32,429,921
Total assets		**95,058,475**	100,794,133
LIABILITIES			
Current			
Trade and other payables	15	**7,938,166**	5,140,872
Payable to brokers and clients	5	**25,582,157**	22,976,245
Debentures	16	**3,427,907**	3,330,412
Business acquisition cost payable	4	**1,734,092**	1,734,092
Customer deposits		**485,652**	469,300
Current liabilities		**39,167,974**	33,650,921
Non-current liabilities			
Debentures	16	**141,407,086**	141,254,066
Deferred taxes	4	**211,666**	211,666
Lease inducement		**30,026**	37,821
Non-current liabilities		**141,648,778**	141,503,553
Total liabilities		**180,816,752**	175,154,474
EQUITY (DEFICIENCY)			
Share capital	17	**2,000,600**	2,000,600
Contributed surplus	21	**1,594,785**	471,685
Deficit		**(89,616,632)**	(81,335,914)
Accumulated other comprehensive income		**1,788,344**	3,343,668
Total equity deficiency attributable to owners of the parent company		**(84,232,903)**	(75,519,961)
Non-controlling interest	18	**(1,525,374)**	1,159,620
Total equity deficiency		**(85,758,277)**	(74,360,341)
Total equity deficiency and liabilities		**95,058,475**	100,794,133

See accompanying notes to the unaudited interim condensed consolidated financial statements.

Commitments [Note 25], Subsequent events [Note 29]

On behalf of the Board:

/s/ Vikas Ranjan
Director

/s/ Gerry Goldberg
Director

Gravitas Financial Inc.

Unaudited Interim Condensed Consolidated Statements of Loss and Comprehensive Loss

(Presented in Canadian Dollars)

	Notes	For the three months ended June 30, 2017	2016	For the six months ended June 30, 2017	2016
		$	$	$	$
Revenue					
Investment banking and wealth management		**1,964,984**	-	**3,526,841**	-
Consulting and management fees		**626,201**	112,466	**901,303**	222,017
Interest		**375,655**	476,483	**873,532**	949,788
Listing and research fees		**294,151**	296,387	**581,148**	602,108
Product sales and other		**79,209**	48,103	**195,957**	62,664
Royalties		**77,862**	84,347	**161,506**	201,050
		3,418,062	1,017,786	**6,240,287**	2,037,627
Expenses					
Professional fees	20	**1,784,931**	889,606	**3,988,981**	1,515,579
Interest expense		**1,752,081**	1,749,674	**3,596,515**	3,558,651
General and administrative		**1,706,965**	444,511	**3,623,149**	893,117
Compensation and management fees		**1,685,750**	542,693	**4,261,800**	1,045,762
Stock based compensation	21	**1,123,100**	-	**1,123,100**	-
Gain on disposal of available-for-sale investments		**303,867**	(158,197)	**(197,122)**	(181,455)
Share of results of associates	10	**248,030**	392,523	**795,875**	701,852
Change in fair value of convertible debentures – conversion feature		**201,772**	(237,786)	**426,466**	(668,308)
Amortization	14	**118,042**	100,244	**234,909**	198,471
Foreign exchange loss		**96,377**	50,090	**190,310**	581,923
Impairment		**57,562**	408,724	**207,562**	980,164
Share of joint venture profit (loss), net of tax	11	**(2,706)**	-	**(5,419)**	-
Change in fair value of "fair value to profit and loss" ("FVTPL") investments	11	**(353,824)**	(228,935)	**(657,273)**	(41,100)
Debenture restructuring fee	16	**-**	-	**-**	3,583,429
Gain on settlements		**-**	(147,011)	**-**	(584,914)
		8,721,947	3,806,136	**17,588,853**	11,583,171
Loss before income taxes		**(5,303,885)**	(2,788,350)	**(11,348,566)**	(9,545,544)
Current income taxes		**248,061**	-	**248,061**	-
Net loss continuing operations		**(5,551,948)**	(2,788,350)	**(11,596,628)**	(9,545,544)
Net loss from discontinued operations		**-**	105,019	**-**	222,696
		(5,551,948)	(2,683,331)	**(11,596,628)**	(9,322,848)
Other comprehensive loss					
Items that will be reclassified subsequent to net loss					
Available-for-sale-financial assets:					
Net change in fair value, net of tax effect		**(734,665)**	699,055	**(1,054,688)**	405,518
Reclassification to net loss, net of tax effect		**402,550**	(158,197)	**3,656**	(181,455)
		(332,115)	540,858	**(1,051,032)**	224,063
Foreign currency translation					
Cumulative translation adjustment, net of tax		**147,337**	(2,332)	**180,981**	55,331
Total other comprehensive loss		**(184,778)**	538,526	**(870,051)**	279,394
Net loss and comprehensive loss		**(5,736,726)**	(2,249,824)	**(12,466,679)**	(9,266,150)
Net loss attributable to:					
Shareholders of the Company		**(3,603,086)**	(2,088,325)	**(8,344,024)**	(6,601,196)
Non-controlling interest	18	**(1,948,863)**	(595,006)	**(3,252,604)**	(2,721,652)
		(5,551,949)	(2,683,331)	**(11,596,628)**	(9,322,848)
Net comprehensive loss attributable to:					
- Shareholders		**(3,787,863)**	(1,654,818)	**(9,214,075)**	(6,544,498)
- Non-controlling interest	18	**(1,948,863)**	(595,006)	**(3,252,604)**	(2,721,652)
		(5,736,726)	(2,249,824)	**(12,466,679)**	(9,266,150)
Loss per common share, basic and diluted					
- Continuing operations		**(0.07)**	(0.04)	**(0.16)**	(0.14)
- Discontinued operations		**-**	(0.00)	**-**	(0.00)
Net Loss Per Share	19	**(0.07)**	(0.04)	**(0.16)**	(0.14)
Weighted average number of common shares outstanding	19	**72,601,305**	66,601,305	**72,601,305**	66,601,305

See accompanying notes to the unaudited interim condensed consolidated financial statements.

Gravitas Financial Inc.

Unaudited Interim Condensed Consolidated Statements of Change in Equity Deficiency

(Presented in Canadian Dollars)

	Note	Number of common shares	Share capital	Accumulated other comprehensive (loss) income: Available-for-sale financial assets	Accumulated other comprehensive (loss) income: Foreign currency translation	Contributed surplus	Deficit	Non-controlling interest	Total
			$	$	$	$	$	$	$
Balance, January 1, 2017		**72,601,305**	**2,000,600**	**3,450,522**	**(106,854)**	**471,685**	**(81,335,914)**	**1,159,620**	**(74,360,341)**
Non-controlling interest - reclassification		-	-	-	-	-	63,306	(63,306)	-
Non-controlling interest – acquisition	4	-	-	-	-	-	-	1,157,766	1,157,766
Non-controlling interest – distributions	11	-	-	-	-	-	-	(537,676)	(537,676)
Net loss for the period		-	-	-	-	-	(4,740,939)	(1,303,741)	(6,044,680)
Net change in fair value, net of tax effects		-	-	(320,023)	-	-	-	-	(320,023)
Foreign currency translation		-	-	-	33,644	-	-	-	33,644
Reclassification to net loss, net of tax effect		-	-	(398,894)	-	-	-	-	(398,894)
Balance, March 31, 2017		**72,601,305**	**2,000,600**	**2,731,605**	**(73,210)**	**471,685**	**(86,013,547)**	**412,663**	**(80,470,204)**
Non-controlling interest – distributions	11	-	-	-	-	-	-	10,826	10,826
Stock-based compensation	21	-	-	-	-	1,123,100	-	-	1,123,100
Net loss for the period		-	-	-	-	-	(3,603,085)	(1,948,863)	(5,551,948)
Net change in fair value, net of tax effects		-	-	(1,054,688)	-	-	-	-	(1,054,688)
Foreign currency translation		-	-	-	180,981	-	-	-	180,981
Reclassification to net loss, net of tax effect		-	-	3,656	-	-	-	-	3,656
Balance, June 30, 2017		**72,601,305**	**2,000,600**	**1,680,573**	**107,771**	**1,594,785**	**(89,616,632)**	**(1,525,374)**	**(85,758,277)**

See accompanying notes to the unaudited interim condensed consolidated financial statements.

Gravitas Financial Inc.

Unaudited Interim Condensed Consolidated Statements of Change in Equity Deficiency - Continued

(Presented in Canadian Dollars)

	Number of common shares	Share capital	Accumulated other comprehensive (loss) income		Contributed surplus	Deficit	Non-controlling interest	Total
			Available-for-sale financial assets	Foreign currency translation				
		$	$	$	$	$	$	$
Balance, January 1, 2016	**66,601,305**	**1,400,600**	**1,664,881**	**(62,066)**	**471,685**	**(65,398,513)**	**2,694,632**	**(59,228,781)**
Net loss for the period	-	-	-	-	-	(4,512,871)	(2,126,646)	(6,639,517)
Net change in fair value, net of tax effects	-	-	(293,537)	24,872	-	-	-	(268,665)
Reclassification to net loss, net of tax effect	-	-	(23,258)	32,791	-	-	-	9,533
Balance, March 31, 2016	**66,601,305**	**1,400,600**	**1,348,086**	**(4,403)**	**471,685**	**(69,911,384)**	**567,986**	**(66,127,430)**
Non-controlling interest	-	-	-	-	-	(1,851,809)	2,067,198	215,389
Net loss for the period	-	-	-	-	-	(2,088,325)	(595,006)	(2,683,331)
Net change in fair value, net of tax effects	-	-	699,055	(2,332)	-	-	-	696,723
Reclassification to net loss, net of tax effect	-	-	(158,197)	-	-	-	-	(158,197)
Balance, June 30, 2016	**66,601,305**	**1,400,600**	**1,888,944**	**(6,735)**	**471,685**	**(73,851,518)**	**2,040,178**	**(68,056,846)**
Non-controlling interest	-	-	-	-	-	(357,664)	1,131,829	774,165
Non-brokered private placement	6,000,000	600,000	-	-	-	-	-	600,000
Net loss for the period	-	-	-	-	-	(7,126,732)	(2,012,387)	(9,139,119)
Net change in fair value, net of tax effects	-	-	2,526,244	(100,119)	-	-	-	2,426,125
Reclassification to net loss, net of tax effect	-	-	(964,666)	-	-	-	-	(964,666)
Balance, December 31, 2016	**72,601,305**	**2,000,600**	**3,450,522**	**(106,854)**	**471,685**	**(81,335,914)**	**1,159,620**	**(74,360,341)**

See accompanying notes to the unaudited interim condensed consolidated financial statements.

Gravitas Financial Inc.

Unaudited Interim Condensed Consolidated Statements of Cash Flows

(Presented in Canadian Dollars)

	Note	For the six months ended June 30, 2017	June 30, 2016
		$	$
OPERATING ACTIVITIES			
Net loss from continuing operations		**(11,596,628)**	(9,545,544)
Adjustments:			
Amortization - equipment	14	**45,693**	20,506
Amortization - intangible assets	13	**191,216**	177,965
Interest accretion		**(50,079)**	756,778
Lease inducement		**(7,795)**	(2,327)
Stock based compensation	21	**1,123,100**	-
Gain on settlement		**-**	(584,914)
Gain on disposal of available-for-sale investments		**(197,122)**	(181,455)
Change in fair value of convertible debentures – conversion feature		**426,466**	(668,308)
Change in fair value of FVTPL investments		**(657,273)**	(41,101)
Impairment		**207,562**	980,114
Debenture restructuring fee	16	**-**	3,583,429
Share of results in associates	10	**795,875**	701,852
Unrealized exchange gain		**42,260**	115,206
		(9,676,725)	(4,687,799)
Change in working capital	22	**2,422,933**	(1,942,057)
Cash flows used in operating activities		**(7,253,792)**	(6,629,856)
Cash flows used in operating activities of discontinued operations		**-**	326,662
Net cash used in operating activities		**(7,253,792)**	(6,303,194)
INVESTING ACTIVITIES			
Guaranteed investment certificates	9	**5,963,518**	6,628,108
Proceeds from disposal of investments		**1,731,391**	652,289
Repayment of loan receivables		**1,241,000**	324,070
Dividends received on investment in associates	10	**220,000**	180,000
Additions to property and equipment	14	**(300,678)**	-
Convertible debentures held	8	**(925,375)**	(328,850)
Loan receivable		**(1,431,493)**	(3,991,482)
Purchase of equity investments and other	11	**(3,622,939)**	(2,857,967)
Additional investments in associates	10	**(9,502,672)**	(803,830)
Repayment of convertible debentures	8	**-**	47,180
Net cash used in investing activities		**(6,627,248)**	(150,482)
FINANCING ACTIVITIES			
Proceeds from issuance of shares to non-controlling interest		**630,918**	-
Re-purchase of debentures		**-**	(502,000)
Non-controlling interest		**-**	215,389
Cash flows used in financing activities of discontinued operations		**-**	(31,654)
Net cash generated (used in) from financing activities		**656,294**	(318,265)
Foreign Currency translation effect on cash and cash equivalents		**214,566**	55,331
Net change in cash and cash equivalents during the period		**(13,010,180)**	(6,716,610)
Cash and cash equivalents, beginning of period		**27,681,208**	34,427,311
Cash and cash equivalents, end of period		**14,671,089**	27,710,701

See accompanying notes to the unaudited interim condensed consolidated financial statements.

Supplemental cash flow information, including interest and taxes [Note 20]

NOTE 1. NATURE OF OPERATIONS

Gravitas Financial Inc. (the "Company" or "Gravitas") is a publicly listed company on the Canada Securities Exchange ("CSE") and trades under the symbol, GFI. The Company was incorporated under the Canada Business Corporation Act with its registered office and principal place of business at 333 Bay Street, Suite 1700, Toronto, Ontario M5H 2R2. Gravitas is an integrated financial and advisory services firm providing services in financial and capital markets. Gravitas has significant ownership interests in a number of diverse financial services entities. Gravitas provides capital markets, portfolio management, merchant banking, corporate services and investor exposure services to its clients. Gravitas has also made numerous equity, debt and convertible debt investments in early-stage public and private companies.

These unaudited interim condensed consolidated financial statements ("Financial Statements") were approved by the Board of Directors on August 23, 2017.

NOTE 2. STATEMENT OF COMPLIANCE

These Financial Statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"), and with interpretations of the International Financial Reporting Interpretations Committee ("IFRIC") which the Canadian Accounting Standards Board has approved for incorporation into Part 1 of the CPA Canada Handbook – Accounting, as applicable to the preparation of interim financial statements, including International Accounting Standard ("IAS") 34, "Interim Financial Reporting". These Financial Statements should be read in conjunction with the Company's audited financial statements for the year ended December 31, 2016, which were prepared in accordance with IFRS as applicable for annual financial statements. Unless otherwise noted, these Financial Statements have been prepared under the same accounting policies as those disclosed in the Company's annual financial statements for the year ended December 31, 2016.

NOTE 3. SIGNIFICANT ACCOUNTING POLICIES

Use of Estimates
The preparation of these Financial Statements requires the Company to make judgments in applying its accounting policies and estimates and assumptions about the future. Judgments, estimates and assumptions affect the Company's reported amounts of assets, liabilities, and items in net income or loss, and related disclosure. Estimates are based on various assumptions that the Company believes are reasonable under the circumstances. These estimates form the basis for making judgments about the carrying value of assets and liabilities and the reported amounts of items in net earnings or loss that are not readily apparent from other sources. The Company evaluates its estimates on an ongoing basis. Actual results may differ from the Company's estimates.

Basis of consolidation
These Financial Statements include the accounts of the Company and its subsidiaries. Subsidiaries are entities which the Company has power over decisions about relevant activities. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether control exists. Subsidiaries are fully consolidated from the date on which control is transferred to the Company. They are deconsolidated from the date on which control ceases. Accounting policies of subsidiaries have been changed, where necessary, to ensure consistency with the Company's policies. The purchase method of accounting is used to account for the acquisition of subsidiaries. Purchase consideration is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange. The transaction costs directly attributable to the acquisition are expensed. Identifiable assets acquired, as well as liabilities and contingent liabilities assumed in a business combination, are measured initially at their fair value on the acquisition date, irrespective of the extent of any non-controlling interest. The excess of the purchase consideration over the fair value of the Company's share of the identifiable net assets acquired is recorded as goodwill. If the purchase consideration is less than the fair value of the net assets of the subsidiary acquired, the difference is recognized in the consolidated statement of loss and comprehensive loss. Intercompany transactions and balances between subsidiaries are eliminated.

(Presented in Canadian Dollars)

NOTE 3. SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Consolidated subsidiaries	Jurisdiction of incorporation	Direct or Indirect Percentage Ownership
The Mint Corporation ("Mint")	Canada	76.75%
Gravitas Ventures Inc.	Canada	100%
New India Investment Corporation	Canada	100%
2474184 Ontario Inc. ("2474")	Canada	45.05% (2016: 51.17%)
Revenue.com US Corporation ("Revenue.com")	USA	100% (by 2474)
Gravitas Ilium Corporation ("GIC")	Canada	50%
2242257 Ontario Inc. ("2242")	Canada	54.99% (2016: 50.99) (by GIC)
Gravitas Securities Inc.	Canada	95.2% (by 2242)
Gravitas Wealth Advisors, LLC	USA	100% (by 2242)
2434355 Ontario Inc. ("2434355")	Canada	100% (by 2242)
Gravitas Capital International Inc.	USA	100% (by 2242)
Gravitas Independent Portfolio Manager Inc.	Canada	100% (by 2242)
Foregrowth Inc. ("FGI")	Canada	50% (by GIC)
Foregrowth Holdco Inc. ("FGH")	Canada	100% (by FGI)
Foregrowth Holdco 1 Inc.	Canada	100% (by FGI)
Foregrowth Holdco 2 Inc.	Canada	100% (by FGI)
Foregrowth-Grenville Investments Inc.	Canada	100% (by FGH)
Luxury Quotient International Inc. ("LQII")	Canada	100%
Luxury Quotient India Private Ltd. ("LQIPL")	India	100% (by LQII)
Elitify.com	India	100% (by LQIPL)
Gravitas Corporate Services Inc. ("GCS")	Canada	100%
Ubika Corp. ("Ubika")	Canada	100% (by GCS)
SmallCapPower Corp.	Canada	100% (by Ubika)
Branson Corporate Services Inc.	Canada	51% (by GCS)
GIC Merchant Banking Corp.	Canada	50%
Gravitas Mining Corporation	Canada	91.02%
Gravitas Special Situations GP Inc.	Canada	80%
Gravitas Global GP Inc.	Canada	100%
Gravitas Global Resource LP Inc.	Canada	100%
Gravitas Siraj Holdco Inc.	Canada	100%
Siraj Ontario Corporation	Canada	100%
Gravitas Financial Services Holdings Inc. ("GFSHI")	Canada	100%
Gravitas Investment Inc. ("GII")	Canada	100% (by GFSHI)
Gravitas Investment GP Inc	Canada	100% (by GII)
Gravitas Select Flow- Through GP Inc.	Canada	100%
Claxton Capital Management Inc.	Canada	100%
Claxton Real Estate Company Ltd. ("CREC")	USA	41.68%
SearchGold Guinee SARL	Guinee, Africa	100%
Global Compliance Corp.	Canada	100%

Investment in associates	Jurisdiction of incorporation	Direct or Indirect Percentage Ownership
Portfolio Analysts Inc. ("PAI") and Portfolio Strategies Corp.	Canada	40%
Mint United Arab Emirates ("UAE") operations	UAE	51% (by Mint)
Prime City One Capital Corporation	Canada	18%

NOTE 3. SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Future accounting policy changes
The following are future accounting policy changes which have not yet been adapted by the Company.

- *IFRS 9, Financial Instruments* amends the requirements for the measurement and classification of financial assets, impairment, and hedge accounting. IFRS 9 introduces provides further guidance on a model for impairment. IFRS 9 also simplifies the measurement model and establishes three primary measurement categories for financial assets: amortized cost, fair value through profit or loss, and fair value through other comprehensive income (loss). IFRS 9 is available for early adoption. This pronouncement is effective for annual periods commencing on or after January 1, 2018.
- *IFRS 15, Revenue from Contracts with Customers* provides a methodology for determining the amount, nature, timing and uncertainty of revenue and cash flows arising from a contract with a customer. This pronouncement is effective for annual periods commencing on or after January 1, 2018.
- *IFRS 16, Leases* eliminates the distinction between operating and finance leases from the perspective of the lessee. Any contract that is defined as a lease, other than two very narrow exceptions, will be classified as a finance lease and recorded in the Statement of Financial Position. This pronouncement is effective for annual periods commencing on or after January 1, 2019.

The Company is currently accessing the impact, if any, of the above noted standards on its financial statements.

NOTE 4. ACQUISITIONS

The Company has determined that the below acquisitions are business combinations under IFRS 3, Business Combinations, and are accounted for by applying the acquisition method. The Company makes purchase price allocations for each of the acquired businesses between tangible and intangible assets and liabilities, including goodwill and deferred taxes. Accordingly, disclosures related to the fair value of assets and liabilities acquired have been reflected within these Financial Statements. Any goodwill recognized is attributed based on cash generating units (“CGU’s”).

(Presented in Canadian Dollars)

NOTE 4. ACQUISITIONS - CONTINUED

2242257 Ontario Inc.
On October 1, 2016, Gravitas Illium Corporation ("GIC"), a 50% controlled subsidiary of the Company, acquired 50.99% of 2242257 Ontario Inc. ("2242") a holding company, for the conversion of $750,000 of outstanding indebtedness due from 2242 to GIC (the "2242 Acquisition"). 2242 owns a 95.2% interest in Gravitas Securities Inc. ("GSI"), and a 100% interest in each of Gravitas Capital International Inc., Gravitas Wealth Advisors LLC, and 2434355 Ontario Inc. On April 1, 2017, GIC increased its ownership in 2242 by 4% to 54.99%

The Company accounted for this purchase using IFRS 3, Business Combinations, whereby the assets acquired and the liabilities assumed are recorded at their fair values with any excess of the aggregate consideration over the fair values of the identifiable net assets allocated to goodwill. Operating results have been included in the consolidated financial statements from the date of the acquisition.

The purchase price allocation is as follows:

	$
NET ASSETS	
Cash and cash equivalents	1,276,079
Guaranteed investment certificates	749,940
Trade and other receivables	241,352
Receivable from brokers and clients	21,118,142
Loans receivable	473,936
Prepaid expenses	13,190
Equity investments and other	338,510
Customer relationships – investment banking	114,240
Backlog – investment banking	142,800
Tradename/brands	133,280
US investment banking license	196,755
Goodwill	3,401,501
Trade and other payables	(992,566)
Payable to brokers and clients	(21,118,142)
Due to related parties	(4,418,562)
Deferred tax liability	(211,666)
Non-controlling interest	46,712
Net assets acquired	**1,505,501**
Consideration paid	
Conversion of debt	750,000
Cost of additional shares	34,624
Non-controlling interest	720,877
Total consideration paid	**1,505,501**

Goodwill was allocated to 2242, which is a separate CGU. At June 30, 2017, the recoverable amount of the CGU was higher than its carrying value. The key assumption in the calculation of the recoverable amount include sales growth per year, changes in cost of sales and weighted average cost of capital which were projected out 5 years, with a terminal growth rate of 2%. Weighted average cost of capital was determined to be approximately 17.6% based on a risk-free rate, an equity risk premium adjusted for betas of comparable publicly traded companies, an unsystematic risk premium, an after-tax cost of debt based on the Company's financing arrangement. The Company believes that a change in the key assumptions would not cause significant changes in the impairment.

(Presented in Canadian Dollars)

NOTE 4. ACQUISITIONS - CONTINUED

Revenue.com

On November 9, 2015, the Company assigned convertible debentures held of Revenue.com US Corporation ("Revenue.com") of $434,232, that were previously fully impaired, to 2474184 Ontario Inc., a 44.1% (2016: 51.17%) subsidiary of the Company, in exchange for 1,062,559 preferred shares of 2474184 Ontario Inc. The preferred shares have certain preferred rights and are convertible into common shares on the occurrence of specific events. Revenue.com has been assessed as a stand-alone CGU.

On November 8, 2016, Gravitas Ventures Inc ("GVI"), a 100% subsidiary of the Company, and 2474184 Ontario Inc. ("2474184") entered into a debt conversion agreement, effective October 26, 2016, wherein GVI received an aggregate of 2,701,354 common shares of 2474184. in exchange for the $696,509 loans due from 2474184. In addition, GVI received 1,218,367 shares of 2474184 as settlement for certain debts.

The Company accounted for this purchase using IFRS 3, Business Combinations, whereby the assets acquired and the liabilities assumed are recorded at their fair values with any excess of the aggregate consideration over the fair values of the identifiable net assets allocated to goodwill. Operating results have been included in these Financial Statements from the date of the acquisition.

All amounts that had previously been invested in Revenue.com had been fully impaired. As the Company now controls the entity, the Company reversed the previously recorded impairment of amounts receivable from Revenue.com of $177,101, which has been eliminated as part of the consolidation.

The Company recorded an allocation of the purchase price to tangible assets acquired and liabilities assumed, based on their fair values on the acquisition date. The purchase price allocation is as follows:

	$
NET ASSETS	
Cash and cash equivalents	10,272
Trade and other receivables	43,506
Trade and other payables	(322,378)
Due to related parties	(177,101)
Goodwill (subsequently impaired) (a)	445,701
Net assets acquired	-
Consideration paid	
Conversion of debt, management and loan fees	1,010,649
Provision for impairment on debt	(1,010,649)
Total consideration paid	-

(a) The goodwill was impaired on acquisition due to the uncertainty of the future cash flows of the business.

During 2017, 2474184 Ontario Inc. issued an additional 1,322,000 common shares reducing the Company's ownership to 45.05%. However, as the Company continues to control the Board of 2474184, it consolidated the accounts of the Company within these Financial Statements.

(Presented in Canadian Dollars)

NOTE 4. ACQUISITIONS – CONTINUED

Elitify

On July 21, 2016, Luxury Quotient India Private Limited, a 100% owned subsidiary of the Company, acquired Elitify.com ("Elitify"), an on-line retail business operation, and certain assets and assumed certain liabilities from Lavida Luxe Lifestyle Solutions Private Limited for gross consideration of $2,043,592 ("the Elitify Acquisition"). Elitify is an on-line marketing branded luxury goods to customers in India.

The Company accounted for this purchase using IFRS 3, Business Combinations, whereby the assets acquired and the liabilities assumed are recorded at their fair values with any excess of the aggregate consideration over the fair values of the identifiable net assets allocated to goodwill. Operating results have been included in these Financial Statements from the date of the acquisition. Elitify has been assessed as a stand-alone CGU. The Company is in the process of renegotiating the total consideration payable under the acquisition.

The purchase price allocation is as follows:

	$
NET ASSETS	
Cash and cash equivalents	6,822
Trade and other receivables	11,899
Inventory	1,912
Property and equipment	102,956
Intangible assets (a) (b)	1,173,327
Goodwill	746,676
Net assets acquired	**2,043,592**
Consideration paid	
Cash payment	291,000
Other non-interest-bearing notes payable (b)	782,592
Unsecured compulsorily convertible debenture ("CCD") at 0.0001% due July, 2017 (b)	970,000
Total consideration paid	**2,043,592**

(a) The intangible assets consist of brand names of $932,286, option to return assets of $200,139 and proprietary software of $40,902.

(b) During 2017, intangible assets have been amortized over three years and as of June 30, 2017 $139,278 has been recorded bringing the intangible balance to $1,034,049.

The other non-interest bearing notes payable and the CCD have been presented as business acquisition costs payable, adjusted for foreign exchange.

As part of the acquisition of Elitify, the Company was granted an option under which it may, by July 21, 2017, return the business to the prior owners. The Company is in the process of renegotiating the total consideration payable under the acquisition. During 2016, the Company impaired the entire amount of goodwill totalling $746,676 and a portion of the intangible asset balance of $332,365. The impairment was due to performance of operations and sales targets being missed. The key assumption in the calculations of impairment include sales growth per year, changes in cost of sales and weighted average cost of capital which were projected out 5 years, with a terminal growth rate of 5.2%. Weighted average cost of capital was determined to be approximately 35% based on a risk-free rate, an equity risk premium adjusted for betas of comparable publicly traded companies, an unsystematic risk premium, an after-tax cost of debt based on the Company's financing arrangements and the capital structure of comparable publicly traded companies. The Company believes that a reasonably possible change in the key assumptions would not cause significant changes in the impairment.

(Presented in Canadian Dollars)

NOTE 5. RECEIVABLE AND PAYABLE TO BROKERS AND CLIENTS

The Company's partially owned subsidiary, Gravitas Securities Inc. ("GSI") is required to carry clients' accounts and accordingly, receives, delivers or holds cash or securities in connection with such clients. As at June 30, 2017, GSI held client money in segregated accounts of $25,582,157 (December 31, 2016: $22,976,245). All amounts receivable from clients and brokers have an offsetting payable. As GSI does not have a legal right to offset these amounts, they have been presented as a receivable and a payable on the statement of financial position.

NOTE 6. TRADE AND OTHER RECEIVABLES

	June 30, 2017 $	December 31, 2016 $
Trade receivables (a)	**2,514,191**	2,354,420
Less: Allowance for doubtful accounts	**(111,233)**	(235,235)
Interest receivable	**1,151,344**	1,085,718
Harmonized sales tax receivables	**940,870**	617,477
Advances to related companies (b)	**295,682**	460,031
Advances to related companies, at 8% per annum	**300,000**	300,000
Royalty receivables	**161,506**	243,307
Other	**128,040**	176,748
	5,380,400	5,002,466

(a) Trade receivables include $5,459 (December 31, 2016: $80,950) due from related entities.

(b) The Company has advanced $374,857 (December 31, 2016: $695,860) to the Limited Partnerships managed by two of the Company's subsidiaries. Advances are non-interest bearing and due on demand.

NOTE 7. LOAN RECEIVABLES

	June 30, 2017 $	December 31, 2016 $
Secured Loans	**3,254,129**	3,198,126
Unsecured Loans	**110,000**	289,055
Employee forgivable loan	**681,551**	542,265
Less: Impairment (including reversals)	**85,000**	(104,055)
Balance, end of the period	**4,130,680**	3,925,391
Less: current portion	**(3,759,280)**	(3,240,687)
Non-current portion	**371,400**	684,704

These loan receivables bear interest rates ranging from 4% to 12% per annum with maturity dates of up to April 2019. Secured loans are secured under general security agreements.

Employee forgivable loans
With the acquisition of 2242, certain interest free employee forgivable loans were assumed. Under the terms of these loans, the Company will forgive 14.3% of the principal amount annually. Loan recipients would be required to repay their outstanding loan balance immediately upon ending their employment with 2242 or its subsidiary, 2242. The Company amortizes the original amount of the loan on a straight-line basis over the seven-year term. As of June 30, 2017, outstanding loans totaled, $681,551 (2016: $542,265).

(Presented in Canadian Dollars)

NOTE 8. CONVERTIBLE DEBENTURES HELD

	June 30, 2017 $	December 31, 2016 $
Secured, with a face value ranging from $200,000 to $1,250,000 (2016: $100,000 to $1,250,000), maturity up to June 1, 2021 (2016: up to June 1, 2021) and bearing interest at 6% to 10.5% (2016: 6% to 10.5%)	**2,144,043**	1,780,940
Secured, with a face value ranging from US$100,000 to US$400,000 (2016: US$100,000 to US$400,000), maturity up to December 9, 2018 (2016: March 17, 2017 to December 9, 2018) and interest rates from 6% to 10% (2016: 6% to 10%)	**1,066,205**	661,166
Unsecured, with a face value ranging from $100,000 to $250,000 (2016: $17,000 to $250,000), up to August 14, 2019 (2016: up to August 14, 2019) and interest rates from 6% to 12% (2016: 6% to 12%)	**611,340**	532,045
Subtotal	**3,821,588**	2,974,151
Conversion feature	**799,171**	1,640,524
Subtotal	**4,620,759**	4,614,675
Less accumulated impairment	**(1,181,070)**	(1,121,777)
Balance, end of the period	**3,439,689**	3,492,898
Less: current portion	**(2,313,805)**	(420,583)
Non-current portion	**1,125,884**	3,072,315

The initial value of the loan component is determined by measuring the conversion features and assigning the residual value to the loan component. The loan component is not re-valued after initial recognition. The change in the fair value of the conversion for the three and six months ended June 30, 2017, was a decrease of $201,772 and $426,466, respectively (an increase for the three and six months ended June 30, 2016: $237,786 and $668,308, respectively).

Fair value at issuance

The fair values of the conversion feature at issuance of $139,410, (December 31, 2016: $170,579) was estimated using the Black Scholes option pricing model based on the following assumptions:

	June 30, 2017	December 31, 2016
Weighted average conversion price	$0.40	$0.85
Expected dividend yield	0%	0%
Expected average volatility	62%	190%
Risk-free average interest rate	0.65%	0.54%
Expected average life (years)	0.62	2.68
Weighted average fair value	$0.42	$0.37

Fair value at June 30, 2017

The fair value of the conversion feature of $799,171 as at June 30, 2017, (December 31, 2016: $1,640,524) was estimated using the Black Scholes option pricing model based on the following assumptions:

	June 30, 2017	December 31, 2016
Weighted average conversion price	$0.24	$0.63
Expected dividend yield	0%	0%
Expected average volatility	207%	164%
Risk-free average interest rate	1.30%	0.76%
Expected average life (years)	1.18	1.69
Weighted average fair value	$0.24	$0.25

(Presented in Canadian Dollars)

NOTE 9. GUARANTEED INVESTMENT CERTIFICATES

	June 30, 2017 $	December 31, 2016 $
Guaranteed investment certificate, 0.95%, maturing during October 2017	**226,000**	226,000
Guaranteed investment certificate, 0.50%, maturing on July 4, 2017	**500,000**	500,000
Guaranteed investment certificate, 1.05%, maturing during April 2018	**513,839**	508,500
Guaranteed investment certificate, 1.05%, maturing during April 2018	**202,100**	200,000
Guaranteed investment certificate, 0.95%, maturing on February 2018	**15,000**	-
Guaranteed investment certificate, 0.90%, maturing on May 2018	**1,259,482**	-
Guaranteed investment certificate, 1.30%, matured during March 2017	**-**	5,949,971
Guaranteed investment certificate, 1.30%, matured during March 2017	**-**	1,045,213
Treasury bill, approximately 1.50%, matured during January 26, 2017	**-**	250,255
	2,716,421	8,679,939

NOTE 10. INVESTMENTS IN ASSOCIATES

	June 30, 2017 $	December 31, 2016 $
Balance, beginning of the period	**10,231,641**	8,577,253
Advances to Mint Gateway	**7,328,615**	1,582,143
Additional working capital invested in Mint UAE Operations	**1,813,010**	1,731,370
Loans to associates	**361,047**	142,000
Less: Dividends received	**(220,000)**	(380,000)
Less: Share of results in associates	**(795,875)**	(1,279,125)
Less: Impairment	**-**	(142,000)
Balance, end of period	**18,718,438**	10,231,641

Mint UAE Operations and MGEPS

Mint UAE Operations comprises of four primary entities: Mint Middle East LLC (“MME LLC”); Mint Electronic Payment Services Limited (“MEPS”); Mint Capital LLC (“MCO”); and Mint Gateway for Electronic Payment Services (“MGEPS”). MME LLC is 51% owned by Mint.

MME LLC and its affiliates focus on payroll cards, merchant network solutions and micro finance loans to existing payroll card holders. MME LLC manages the issuance, administration, customer support, payment processing and set up and reporting of payroll cards and related activities. MCO provides micro finance loans to payroll card holders.

MEPS is 49% owned by MME LLC, but is fully controlled subsidiary of MME LLC by virtue of a nominee agreement which provides the Board and management control, as well as a 100% commercial interest in the operations of MEPS. MCO is a 100% subsidiary of Mint. MGEPS is 49% owned by MCO and a third party, Global Business Services for Multimedia (“**GBS**”), owns the remaining 51%. Under the terms of a nominee agreement, GBS has nominated a two percent share of its ownership and commercial interest in favor of MCO. Accordingly, MCO beneficially owns 51% of MGEPS.

MEPS LLC and MCO presently have no significant operations.

NOTE 10. INVESTMENTS IN ASSOCIATES - CONTINUED

During the six months ended June 30, 2017, the Company invested an additional $266,660 (June 30, 2016: $422,620) in the Mint UAE Operations. In addition, the Company advanced an additional US$1,400,000 ($1,873,825) to MGEPS (June 30, 2016 – $803,830). This loan bears interest at 4.5% and matures on October 23, 2018.

During 2017, the Company announced that through Trizac Holding LLC, it has advanced to Hafed Holding LLC, USD $5.45 million ($7.33 million) as a deposit to secure the right to acquire a UAE Central Bank licensed financial company. The purchase price is 100 million UAE dirham (approximately USD $27.25 million or $36.24 million), of which approximately USD $15 million ($19.95 million) is due at closing, subject to adjustments.

The Company and GBS have each agreed to provide USD $7.5 million ($9.975 million) of funding to acquire the company and has agreed to fund another USD $7.5 million ($9.975 million) each to satisfy ongoing UAE Central Bank capital reserve requirements. If the transaction were to close, the company will have a cash balance of USD $9.54 million ($12.69 million) on closing.

To complete the acquisition, both parties must obtain financing to fund the remaining portion of the purchase price, obtain UAE Central Bank approval, complete their due diligence and enter into definitive agreements. The participation of Mint in this transaction is also subject to Canadian Stock Exchange approval.

On April 28, 2017, the Company announced the signing of a non-binding term sheet (the "Term Sheet"), under which the Company is to transfer its interest in the UAE Central Bank licensed entity to Mint in exchange for a USD$7.5 million ($9.975 million) secured promissory note. The security for the promissory note will be a general security agreement over the assets of Mint, ranking behind the debentures. The promissory note will bear interest at 6% per annum. The Term Sheet remains subject to execution of a definitive agreement, approval of the Series B debentures holders agreeing to the restructuring, agreement from GBS, and other regulatory approvals.

Portfolio Analysts Inc.
The Company owns a 40% interest in Portfolio Analysts Inc. ("PAI") giving it significant influence over PAI's operations. PAI is a holding company for Portfolio Strategies Corporation ("PSC"), which is a dealer in mutual funds and exempt securities in the provinces of Alberta, British Columbia, Saskatchewan, Manitoba and Ontario. As the Company does not have the current ability to control the key operating activities of PAI it is accounted for using the equity method.

NOTE 10. INVESTMENTS IN ASSOCIATES - CONTINUED

A summary of the assets, liabilities and operations of associates are presented below:

	June 30, 2017			December 31, 2016		
Expressed in thousands	Prime	Mint UAE Operations	PAI	Prime	Mint UAE Operations	PAI
		$	$		$	$
Financial position						
Current assets	4	3,088	4,115	13	2,319	3,943
Non-current assets	-	5,084	7,139	-	5,236	6,945
Current liabilities	567	2,8111	2,276	530	2,127	2,168
Non-current liabilities		419	5,628	4	397	5,485
	For the three months ended June 30, 2017			For the three months ended June 30, 2016		
Statement of earnings (loss)						
Revenue	-	1,459	7,364	-	1,097	6,809
Expenses	25	2,213	7,116	28	1,872	6,515
Operating income (loss)	(25)	(861)	428	(28)	(775)	282
Net earnings (loss)	(25)	(861)	340	(28)	(775)	211
Cash flows						
Dividends paid	-	-	450	-	-	350

Expressed in thousands	Prime	Mint UAE Operations	PAI	Prime	Mint UAE Operations	PAI
		$	$		$	$
	For the six months ended June 30, 2017			For the six months ended June 30, 2016		
Statement of earnings (loss)						
Revenue	-	2,2118	14,881	-	2,139	13,634
Expenses	48	4,255	14,434	54	3,601	13,140
Operating income (loss)	(48)	(2,044)	885	(54)	(1,462)	282
Net earnings (loss)	(48)	(2,044)	668	(54)	(1,462)	4841
Cash flows						
Dividends paid	-	-	550	-	-	350

The Company's share of the net earnings (loss) is as follows:

All amounts in Canadian $000's	For the three months ended June 30,		For the six months ended June 30,	
	2017	2016	2017	2016
	$	$	$	$
Mint UAE Operations	443	405	1,050	752
PAI	(195)	(13)	(254)	(50)
Prime	-	-	-	-
Total share of losses at associates	248	392	796	702

(Presented in Canadian Dollars)

NOTE 11. EQUITY INVESTMENTS AND OTHER

	June 30, 2017	December 31, 2016
	$	$
Available for sale		
Investments in public companies		
Common shares	**6,395,151**	6,859,588
Investment in private companies, at cost		
Common shares	**930,186**	604,932
Preferred shares	**1,806,792**	1,806,792
Fair Value through the profit and loss statement ("FVTPL")		
Options	**72,822**	32,784
Warrants	**3,508,142**	2,147,905
Subscription receipts	**100,000**	-
Amortized cost		
Debentures	**446,386**	424,183
Other investments		
Investments in funds and related joint venture	**1,916,782**	1,733,029
Mining properties	**1**	1
	15,176,262	13,609,214

Common shares
The fair value of the common shares in public companies were based on their various closing prices. The fair value of investments in common shares of private companies is determined based on cost less impairment. Investments in common shares are classified as available-for-sale ("AFS").

Warrants
The fair value of the warrants the Company holds in equity investments as at June 30, 2017, and December 31, 2016 was estimated using the Black-Scholes pricing model and was based on the following assumptions:

	June 30, 2017		December 31, 2016	
	Range	Weighted Average	Range	Weighted Average
Fair value	$0.07 to $1.6	$0.25	$0.07 to $1.6	$0.27
Stock price	$0 to $082	$0.15	$0.05 to $0.009	$0.16
Expected life in years	0.027 to 8.45	2.24	0.05 to 8.93	2.53
Volatility	0% to 676%	181%	0.67% to 853%	164%
Discount Rate	1.27% to 1.34%	1.27%	0.76% to 0.87%	0.76%

Preferred shares
During 2015, New India Investment Corporation ("NIC"), a wholly owned subsidiary of the Company, made a $1,218,059 (US$981,000) investment in Innoviti Payments Solutions Private Limited ("Innoviti") a private company incorporated in Bengaluru, India under the Indian Companies Act. The Company acquired 452,061 Series C Preferred shares. These preferred shares are compulsorily convertible into common shares on a one-for-one basis within three years and carry a cumulative dividend of 0.1%. During 2016, NIC made an additional investment of $588,733 (approximately US$475,000) During 2017, Innoviti raised additional funds from third parties, diluting the Company's interest to approximately 4%.

(Presented in Canadian Dollars)

NOTE 11. EQUITY INVESTMENTS AND OTHER – CONTINUED

Investment Fund
The Company invested $999,422 in Class O units of Gravitas Special Situations LP ("GSSLP"), an unconsolidated limited partnership. This investment is classified as a FVTPL investment on the statements of financial position. During the six months ended June 30, 2017, the share of increase in net assets attributable to Class O units was $288,369 (June 30, 2016: $nil). The net asset value allocated to Class O units as at June 30, 2017, was $1,916,782 (December 31, 2016: $1,733,029). Gravitas Special Situations GP Inc., an 80% owned subsidiary, is the general partner of GSSLP. Holders of GSSLP are allocated 99.99% of the net income (loss). The manager of GSSLP is Gravitas Securities Inc., the Company's 95.2% owned subsidiary, through GIC and 2242.

Investment in joint venture
On October 17, 2016, a subsidiary of the Company, Foregrowth Inc., signed various agreements with Grenville Strategic Royalty Corp ("GSRC"), in order to create a joint venture legal entity called Foregrowth-Grenville Investments Inc. ("FGII"). FGII has the right to co-invest in each new royalty investment made by GSRC and has been granted, limited, non-exclusive, non-assignable, non-transferable right to use, with no right to sub-license, specified intellectual property of GSRC. The Company, through its 50% indirect ownership of Foregrowth Holdco Inc., holds 85% of the shares of FGII. The Company is entitled to nominate one of the two board members of FGII. Decisions made in FGII require unanimous consent by the directors and when required, the shareholders. GSRC will manage the operational activities of FGII. Under the license agreement with FGII, GSRC is entitled to a license fee based on 1% of the amount invested and 1% on the total outstanding invested amount. The Company has accounted for its investment under the equity method. The following table summarizes the financial information of FGII:

	June 30, 2017	December 31, 2016
	$	$
Percentage ownership interest (owned by FGII)	**85%**	85%
Royalty agreement acquired	**590,646**	355,338
Current assets	**868,407**	206,651
Current liabilities	**(1,444)**	(673)
Non-current liabilities	**(1,463,172)**	(560,460)
Net assets	**(5,563)**	856
Companies share of net assets and carrying amount of interest	**(4,728)**	**728**
Revenue	**46,380**	7,986
Operating expenses	**(9,328)**	(4,195)
Interest expense	**(45,564)**	(2,626)
Income tax	**2,137**	(309)
Profit and comprehensive income	**6,375**	856
Companies share of profit and comprehensive income	**5,419**	728
Dividends received	-	-

(Presented in Canadian Dollars)

NOTE 12. GOODWILL

During 2016, the Company impaired the value of the intangible brand name of some of its subsidiaries and recognized an impairment loss of $578,636. A continuity of the goodwill of the Company is as follows:

	$
Balance, January 1, 2016	-
Goodwill acquired – 2242	3,366,877
Goodwill acquired – Revenue.com	445,701
Goodwill impairment - Revenue.com	(445,701)
Goodwill acquired – Elitify	746,676
Goodwill impairment - Elitify	(746,676)
Balance December 31, 2016	**3,366,877**
Goodwill adjustment – 2242	**34,624**
Balance June 30, 2017	**3,401,501**

NOTE 13. INTANGIBLE ASSETS

	Net smelter royalty	Brand names and Licenses	Proprietary Software	Option to sell assets	Backlog and Customer Relationships	Total
	$	$	$	$	$	$
Balance, January 1, 2016	**1,245,761**	**246,272**	**-**	**-**	**-**	**1,492,033**
Acquisitions	-	1,262,321	40,902	200,139	257,040	1,760,402
Balance, December 31, 2016 and June 30, 2017	**1,245,761**	**1,508,593**	**40,902**	**200,139**	**257,040**	**3,252,435**
Accumulated amortization						
Balance, January 1, 2016	**889,831**	**-**	**-**	**-**	**-**	**889,831**
Amortization	355,930	46,614	10,226	100,070	40,460	553,300
Impairment	-	578,637	-	-	-	578,637
Balance, December 31, 2016	**1,245,761**	**625,251**	**10,226**	**100,070**	**40,460**	**2,021,768**
Amortization	-	-	5,403	100,069	91,146	196,619
Balance, June 30, 2017	**1,245,761**	**625,251**	**15,629**	**200,139**	**131,606**	**2,218,386**
Carrying amount						
Balance, December 31, 2016	**-**	**883,342**	**30,676**	**100,069**	**216,580**	**1,230,667**
Balance, June 30, 2017	**-**	**883,342**	**25,273**	**-**	**125,434**	**1,034,049**

(Presented in Canadian Dollars)

NOTE 14. PROPERTY AND EQUIPMENT

	Equipment	Leasehold improvement	Total
	$	$	$
Cost			
Balance as at January 1, 2016	235,134	31,405	266,539
Additions	143,355	1,575	144,930
Disposals	(907)	-	(907)
Balance as at December 31, 2016	**377,582**	**32,980**	**410,562**
Additions	64,376	236,302	300,678
Balance as at June 30, 2017	**441,958**	**269,282**	**711,240**
Accumulated amortization			
Balance as at January 1, 2016	107,513	10,316	117,829
Amortization	52,437	5,793	58,230
Balance as at December 31, 2016	159,950	16,109	176,059
Amortization	39,000	6,693	45,693
Balance as at June 30, 2017	**198,950**	**22,802**	**221,752**
Carrying amount			
Balance as at December 31, 2016	217,632	16,871	234,503
Balance as at June 30, 2017	**243,008**	**246,480**	**489,488**

NOTE 15. TRADE AND OTHER PAYABLES

	June 30,2017	December 31, 2016
	$	$
Trade payables	**4,990,418**	3,747,469
Interest payables	**2,936,113**	1,365,567
Due to related companies, non-interest bearing, due on demand	**11,635**	11,635
Due to non-controlling interest, non-interest bearing, due on demand	-	16,201
	7,938,166	5,140,872

Amounts due to related companies are payables to companies in which there are common directors.

(Presented in Canadian Dollars)

NOTE 16. DEBENTURES

	Gravitas Series #1 (a)	Gravitas Series #2 (b)	Mint Series B (c)	Mint Series A (d)	Mint Series C (e)	Total
	$	$	$	$	$	$
Balance, January 1, 2016	**29,817,688**	**53,124,939**	**4,160,164**	**43,556,598**	**9,688,197**	**140,347,586**
Debenture restructuring	-	-	-	3,583,429	-	3,583,429
Repayment/settlement of debentures	-	-	(689,500)	-	-	(689,500)
Gain on settlement of debentures	-	-	(750,940)	-	-	(750,940)
Accretion of interest	107,474	111,827	610,688	1,145,232	118,682	2,093,903
	107,474	111,827	(829,752)	4,728,661	118,682	4,236,892
Balance, December 31, 2016	**29,925,162**	**53,236,766**	**3,330,412**	**48,285,259**	**9,806,879**	**144,584,478**
Accretion of interest	20,584	47,786	97,495	132,967	62,688	361,520
Extension of maturity	(111,005)	-	-	-	-	(111,005)
Balance, June 30, 2017	**29,834,171**	**53,284,552**	**3,427,907**	**48,418,226**	**9,869,567**	**144,834,423**
Less: Current portion	-	-	(3,427,907)	-	-	(3,427,907)
Non-current portion	**29,834,741**	**53,284,552**	**-**	**48,418,226**	**9,869,567**	**141,407,086**

Company's Debentures

(a) The Company's Debentures #1 have a face value of $30,023,000 with an interest rate of 3.5% payable quarterly. These debentures are secured by a first ranking lien over the collateral assets of the Company, subject to; (i) the security interest previously granted and registered in respect to the debenture of $54,022,000 issued in June 2013; and (ii) any specified priority encumbrances that may be incurred during the term of the indenture and the debenture. During May 2017 the Company, for a fee of $300,230, extended the maturity date of this debenture to December 3, 2020. This amount is included within interest expense.

(b) The Company's Debentures #2 has a face value of $54,022,000 with an interest rate to the greater of: (i) 3% per annum; or (ii) an amount as is equal to 80% of the earnings before interest expense and tax ("EBT") on a consolidated basis, subject to an aggregate maximum amount of 8% per annum. The base 3% interest amount shall be payable quarterly, with the annual adjustment made based on the net earnings calculation annually and paid out on April 30 of each year. The debentures are redeemable at par value on June 23, 2023. The debentures are renewable for an additional ten-year period upon the payment of a renewal fee equal to 1% of the principal amount of the debentures outstanding at the date of the renewal. Upon any such renewal, the rate of interest on the debentures shall be adjusted such that the minimum interest rate shall be equal to the Government of Canada ten-year bond rate, plus 5%. This debenture is secured by Gravitas' assets.

Mint's Debentures

(c) During 2016, the Company purchased and cancelled $817,000 of the Mint Series B debentures for a cash payment of $408,500. A gain on settlement of $468,823 was recognized.

(d) Mint's Series A debentures have a face value of $49,019,962 and an interest rate of 3% per annum and increased to 5% per annum as of January 17, 2017. Interest is payable quarterly. Series A debentures were restructured in January 2016 and are redeemable at par on December 15, 2019. In consideration, the Company issued additional debentures of $3,953,506, increasing the face value of the outstanding Series A debenture to $49,019,962. The debenture restructuring requires an additional payment of cash fee of 2.5% of the principal outstanding if certain customer targets are not met during the term of the debentures. Since the terms of the Series A debentures were substantially modified, the transaction has been accounted for as an extinguishment of the original liability and the recognition of the revised liability that will be accreted to the face value of the debentures at an effective rate

NOTE 16. DEBENTURES – CONTINUED

(e) of 5.5% per annum. As a result, during 2016 a debenture restructuring expense of $3,583,429 was recorded. These debentures are treated as floating rate liabilities, with the effective interest rate re-determined periodically, based on the expected threshold of active card targets. Accordingly, the additional payment of cash fee above the base interest rate is recognized as interest expense in the same period that the related thresholds are met. Series A debentures are guaranteed by MME LLC and secured against the assets of Mint and MME LLC.

(f) Mint's Series C debentures have a face value of $10,000,000 and an interest rate of 5.5% per annum. Interest is payable quarterly. The Series C debentures are redeemable on June 23, 2018. These debentures are secured by Mint's assets. On June 23, 2015, Mint issued 500,000 broker warrants to the debt holder and incurred $367,250 in directly attributable issuance costs. The fair value of the broker warrants of $18,650, determined using the Black Scholes model using the following assumptions: an expected volatility of 217%; a risk-free interest rate of 0.62%; an expected unit life of 3.0 years; no expected dividend yield; and a share price of $0.04, has been recorded as a separate component of equity. The fair value of the broker warrants and the issuance costs were deducted from the gross proceeds and will be accreted over the term of the debentures.

(g) During April 2017, Mint entered into a non-binding term sheet with the holders of substantially all of its Series A debentures and all of its Series C debentures. Mint's Series A and Series C debentures are to be replaced by $20 million of debt, bearing an interest rate of 10% per annum and a maturity date of December 31, 2021. The new debt will be secured by a first position security interest in the assets of Mint, MME and Mint Capital LLC. The debenture-holders will also receive (a) 17,300,000 common shares of Mint, (b) 11,700,000 common share purchase warrants of Mint, and (c) subscription receipts to acquire a total of 16,000,000 common shares of Mint. Each warrant will be exercisable after two years and on or before the maturity date of the newly negotiated debt for one common share of Mint at an exercise price of $0.10. The subscription receipts will automatically convert into 2,000,000 common shares of Mint, at the end of each of the first eight three-month periods following the issuance of the new debt, subject to certain adjustments relating to any prepayment made prior to that conversion date. As a result, the ownership interest of the Company in Mint is expected to be reduced to approximately 66.5% on a non-diluted basis and approximately 56.5% on a fully-diluted basis.

The above is conditional upon Series B debentures being modified. The Company's proposal to the current debenture holders is as follows: in respect of each $1,000 principal amount of Series B Debentures: (i) $200.86 in cash plus 3,348 common shares of Mint, or (ii) 6,026 common shares of Mint. This offer expires at the close of business on August 31, 2017. Successful completion of this offer is conditional upon, amongst other things, approval of at least 66⅔% of the Series B Debentures outstanding, unless that condition is waived.

NOTE 17. SHARE CAPITAL

Share capital
The authorized share capital of the Company consists of an unlimited number of common shares.

On August 3, 2016, the Company closed a non-brokered private placement for gross proceeds of $600,000 under which 6,000,000 common shares were issued at a price of $0.10 per common share.

NOTE 18. INTERESTS IN SUBSIDIARIES

As at June 30, 2017

Expressed in thousands	Gravitas Ilium Corp	Claxton Real Estate Company Ltd.	Branson Corporate Services Inc.	The Mint Corp	Revenue. Com US	GIC Merchant Banking Corp	Gravitas Mining Corp	Gravitas Special situations GP	Total
	$	$	$	$	$	$	$	$	$
Proportion of ownership interest and voting rights held by NCI									
Minority Shareholder %	50%	58%	49%	23.25%	55%*	50%	17%	20%	
Balance Sheet Amounts									
Current assets	31,521	747	201	624	140	3,324	1,467	42	38,066
Non-current assets	3,364	-	691	3,487	-	101	2,603	-	10,246
Total assets	**34,885**	**747**	**892**	**4,111**	**140**	**3,425**	**4,070**	**42**	**48,312**
Current liabilities	32,806	370	208	9,407	1,058	845	196	19	44,909
Non-current liabilities	16	-	-	58,787	-	-	-	-	58,803
Total liabilities	**32,822**	**370**	**208**	**65,524**	**1,058**	**845**	**196**	**19**	**101,042**
* Refer to Note 4 for change in ownership.									
Accumulated NCI	**(1,057)**	**(2,072)**	**(43)**	**5,599**	**295**	**(1,056)**	**(136)**	**(5)**	**1,525**
Total comprehensive (loss) income allocated to NCI									
For the three months ended June 30, 2017									
	2,544	**(368)**	**(36)**	**1,115**	**95**	**(36)**	**(56)**	**(5)**	**(3,253)**
For the six months ended June 30, 2017									
	2,173	**(635)**	**(23)**	**635**	**(115)**	**(49)**	**(32)**	**(5)**	**(1,949)**

As at December 31, 2016

Expressed in thousands	Gravitas Ilium Corporation	Claxton Real Estate Company Ltd.	Branson Corporate Services Inc.	The Mint Corporation	Revenue. Com US	Total
	$	$	$	$	$	$
Proportion of ownership interest and voting rights held by NCI						
Minority Shareholder %	50%	58%	49%	23.25%	49%	
Balance Sheet Amounts						
Current assets	30,815	2,503	172	1,011	132	34,634
Non-current assets	5,010	-	1,345	4,270	-	10,626
Total assets	**35,825**	**2,503**	**1,517**	**5,281**	**132**	**45,260**
Current liabilities	28,514	463	253	6,932	734	36,896
Non-current liabilities	20	-	-	58,592	-	58,612
Total liabilities	**28,534**	**463**	**253**	**65,524**	**734**	**95,508**
Accumulated NCI	**3,343**	**2,242**	**7**	**(4,137)**	**(295)**	**1,160**
Total comprehensive (loss) income allocated to NCI						
For the three months ended June 30, 2016						
	(109)	**61**	**11**	**(558)**	**-**	**(595)**
For the six months ended June 30, 2016						
	(185)	**219**	**24**	**(2,779)**	**-**	**(2,721)**

NOTE 18. INTERESTS IN SUBSIDIARIES – CONTINUED

Total assets, liabilities and results of operations of Claxton are those that remain after the sale of the Palm Valley property and its related mortgage. During the six months ended June 30, 207, $526,850 was distributed to the non-controlling shareholders of Claxton.

On June 30, 2016, the Mint Corporation ("Mint") issued 51,379,952 common shares as a rights offering for total proceeds of $2,568,998. Existing shareholders were entitled to subscribe one common share at $0.05 per share for each share held. As part of this offering, the Company subscribed $2,340,764 and acquired 46,815,277 common shares. Non-controlling shareholders subscribed $228,234 and acquired 4,564,721 common shares. As a result, the Company's ownership percentage increased from 63.5% to 74.9%. The incremental investment resulted in a decrease in the equity deficit attributable to the non-controlling shareholders. In addition, an adjustment of $1,851,809 has been recorded in the consolidated statement of changes in equity to reduce the non-controlling interest. During December 2016, the Company paid $500,000 and exercised 10,000,000 warrants. As a result, the Company's ownership interest increased from 74.9% to 76.75%. The incremental investment in Mint resulted in an increase in the equity deficit attributable to the non-controlling shareholder, an adjustment of $357,664 has been recorded in the consolidated statement of changes in equity for a total of $2,209,473 during 2016.

For the six months ended June 30, 2017								
Expressed in thousands	**Gravitas Ilium Corp**	**Claxton Real Estate Company Ltd.**	**Branson Corporate Services Inc.**	**The Mint Corporation**	**Revenue. Com US**	**GIC Merchant Banking Corp**	**Gravitas Mining Corp**	**Gravitas Special situations GP**
	$	$	$	$	$		$	$
Net cash from (used) in:								
Operating activities	(1,895)	(846)	10	(833)	(444)	108	(24)	(5)
Investing activities	(354)	(1,338)	-	(267)	436	(866)	(373)	-
Financing activities	859	-	-	693	-	2,695	2,393	-
Net cash inflow (outflow)	**(1,389)**	**(2,184)**	**10**	**(407)**	**(8)**	**1,937**	**850**	**(5)**

For the six months ended June 30, 2016				
Expressed in thousands	**Gravitas Ilium Corporation**	**Claxton Real Estate Company Ltd.**	**Branson Corporate Services Inc.**	**The Mint Corporation**
	$	$	$	$
Net cash from (used) in operating activities	(558)	31	(46)	(2,224)
Net cash from (used) in investing activities	(2,193)	(31)	-	2,386
Net cash from (used) financing activities	39	-	8	(502)
Net cash inflow (outflow)	**(2,712)**	**-**	**(38)**	**(340)**

NOTE 19. LOSS PER SHARE

Loss per share are based on the weighted average number of common shares of the Company outstanding during the period. The diluted loss per share reflects the potential dilution of common share equivalents, such as outstanding share options and warrants. As there are no share options or warrants, the weighted average shares outstanding for the three and six months ended June 30, 2017 were 72,601,305 and 72,601,305, respectively (for the three and six months ended June 30, 2016 – 66,601,305 and 66,601,305, respectively).

(Presented in Canadian Dollars)

NOTE 20. RELATED PARTY TRANSACTIONS

Parties are considered related if on party has the ability, either directly or indirectly, to control the other party or exercise significant influence over the other party in making operating and financial decisions. This would include the Company's senior management. Parties are also related if they are subject to common control or common significant influence. Related parties may be individuals or corporate entities. A transaction is a related party transaction when there is a transfer of resources or obligations between related parties. The following are the related party transactions during the six months ended June 30, 2017. Unless otherwise stated, none of the transactions incorporated special terms and conditions and no guarantees were given or received.

During the six months ended June 30, 2017, included in professional fees, the Company:

- incurred legal fees of $70,837 (2016: $24,889) from a legal firm in which the former Chief Executive Officer ("CEO") and current director is a partner.
- paid $36,025 (2016: $28,750) Soigne Technol0gies Inc., a company in which an employee has an interest.

In addition, during the six months ended June 30, 2017,

- a total of $674,300 (2016: $573,208) was paid to directors and officers of the Company. This amount has been included in compensation and management fees.
- paid management and consulting fees paid to GBS, the owner of the remaining 49% interest in Mint UAE aggregated to $259,487 (UAE Dirham 720,000) (2016: $248,086 (UAE Dirham 720,000). These amounts were incurred and recorded in Mint UAE Operations and are included in the Company's share of losses of associates on the consolidated statement of loss and comprehensive loss.

As at June 30, 2017, the amounts due to related companies in which there are common directors were $11,635 (December 31, 2016: $42,837).

NOTE 21. STOCK OPTION PLAN

The Company has adopted a stock-based option plan under which the members of the Board of Directors may award options for common shares to directors, officers, employees and consultants. The maximum number of common shares issuable pursuant to the share option plan must not exceed 10% of the total number of common shares outstanding in the Company. The exercise price of each option is determined by the Board of Directors and cannot be less than the discounted market value of the common shares on the eve of the award. The term of the options cannot exceed five years. As at June 30, 2017, the Company has no stock options outstanding.

Stock Options of Subsidiaries

Two of the Company's subsidiaries granted stock options during the period ending June 30, 2017. A total of 8,700,000 options were issued by Mint and 1,510,000 options were issued by Revenue. The fair value of the stock options granted was estimated using the Black Scholes option pricing with the following assumptions:

Expected dividend yield	0%
Expected average volatility	100% - 224%
Risk-free average interest rate	0.86% - 0.96%
Expected option life (years)	2.99 -3.00
Share price	$0.10 - $0.119
Exercise price	$0.011 - $0.12

Using the fair value method, the accounting cost of the above noted stock options was $1,153,100 (2016: $Nil). This amount has been recorded in the statement of loss and comprehensive loss.

(Presented in Canadian Dollars)

NOTE 22. ADDITIONAL INFORMATION – CASH FLOWS

The changes in working capital items are detailed as follows:

	For the six months ended June 30, 2017	2016
	$	$
Change in:		
Trade and other receivables	**(435,496)**	(1,080,429)
Receivable from brokers and clients	**(2,605,912)**	-
Prepaid expenses	**52,363**	130,022
Inventory	**(7,580)**	1,950
Trade and other payables	**2,797,294**	(1,175,457)
Payable to brokers and clients	**2,605,912**	-
Customer deposits	**16,352**	181,857
	2,422,933	(1,942,057)

Additional supplementary information:

	FOR THE SIX MONTHS ENDED JUNE 30, 2017	2016
	$	$
Interest paid	**(1,335,732)**	(2,011,354)
Interest received	**67,906**	170,538
Taxes paid	**248,061**	-
Taxes received	**-**	-

NOTE 23. FINANCIAL INSTRUMENTS

Fair value

The carrying value of cash, trade and other receivables and trade and other payables are considered to be a reasonable approximation of the fair value due to the short-term maturity of these instruments.

The carrying value of guaranteed investment certificates are considered to be a reasonable approximation of the fair value since these instruments are redeemable at any time.

The equity interests held in private companies are measured at cost less any impairment loss because the fair value could not be reasonably determined.

The carrying value of loan receivables and debentures is considered a reasonable approximation of the fair value since they are measured at amortized cost and bear interest at market rates. The fair value of the debenture payables approximates its fair value.

(Presented in Canadian Dollars)

NOTE 23. FINANCIAL INSTRUMENTS - CONTINUED

The tables below summarize the assets and liabilities that are included at their fair values in the Company's statement of financial position as at March 31, 2017 and December 31, 2016. These assets and liabilities have been categorized into hierarchical levels, according to the significance and reliability of the inputs used in determining fair value measurements. The fair value hierarchy has the following levels:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted pries 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 assets or liabilities are not based on observable market data (unobservable inputs).

June 30, 2017	Level 1	Level 2	Level 3	Total
	$	$	$	$
Common shares in quoted companies	6,395,151	-	-	6,395,151
Options	-	72,822	-	72,822
Warrants	-	3,508,142	-	3,508,142
Investment funds	-	1,916,783	-	1,916,783
Conversion feature of debentures	-	1,418,221	-	1,418,221
	6,395,151	**6,915,968**	**-**	**13,311,119**

The Company's option, warrants, investment funds and conversion feature on convertible debentures held are classified within Level 2 of the fair value hierarchy since the fair value is determined using a model that includes the volatility and price of the companies in which the Company invested.

The method and valuation techniques used for purpose of measuring fair value, are unchanged compared to the previous reporting periods, except for the decrease in the value of the investment property which has been adjusted to reflect the exchange rate movements and commissions payable to the real estate agent.

NOTE 24. CAPITAL MANAGEMENT

The Company manages its capital structure and adjusts related to changes in the economic environment and the underlying risks of its assets. In its definition of capital, the Company includes debentures and equity (deficiency). The following table shows the items included in the definition of capital:

	June 30, 2017	December 31, 2016
	$	$
Debentures	**144,834,992**	144,584,478
Equity deficiency	**(85,758,277)**	(74,360,341)
	59,076,146	70,224,137

There has been no change with respect to the overall capital management strategy during the three and six months ended June 30, 2017.

(Presented in Canadian Dollars)

NOTE 25. FINANCIAL RISKS

The Company is exposed to various risks through its financial instruments and the following analysis provides a measure of these risks.

Credit risk
Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Credit risk is primarily related to trade and other receivables, debentures, loans and convertible debentures held. The Company's maximum exposure to credit risk is limited to the carrying amount of financial assets at the reporting date, as summarized below:

	June 30, 2017	December 31, 2016
	$	$
Cash and cash equivalents	**14,671,089**	27,681,208
Guaranteed investment certificates	**2,716,421**	8,679,939
Trade and other receivables	**5,380,400**	5,002,466
Debenture	**446,387**	424,183
Loans receivable	**4,130,680**	3,925,391
Convertible debentures held	**3,439,689**	3,492,898
	30,784,666	49,206,085

The Company invests in fixed income debentures that are subject to credit risk. The value of these securities depends, in part, upon the ability of the borrowers to pay all amounts owed to their lenders.

The credit risk regarding cash and cash equivalents and guaranteed investment certificates are considered to be negligible since the counterparties are reputable banks with an investment grade external credit rating.

Liquidity risk
Liquidity risk is the risk that the Company will encounter difficulties in meeting obligations with financial liabilities that would be settled either by delivering cash or another financial asset. The Company has current assets of $54,741,453 which will be used to cover all operating and investing activities. The expected timing of consolidated cash flows relating to financial liabilities as at June 30, 2017, are as follows:

	Less than 1 year	1-5 years	6-10 years	Total
	$	$	$	$
Trade and other payables	7,938,166	-	-	7,938,166
Business acquisition cost payable	1,734,092	-	-	1,734,092
Debentures, at face value	3,452,000	89,042,962	54,022,000	146,516,962
	13,124,258	**89,042,962**	**54,022,000**	**156,189,220**

(Presented in Canadian Dollars)

NOTE 25. FINANCIAL RISKS - CONTINUED

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. The Company is exposed to the following three types of market risk: currency risk, interest rate risk and other price risk.

Currency risk - Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates relative to the Company's functional currency, the Canadian dollar. The Company does not hedge its foreign exchange risk. A ten percent (10%) change in the United States dollar exchange rate would have increased the net loss by $694,609 (December 31, 2016: $827,013).

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 exposed to interest rate risk since some of the Company's debentures bear interest at a variable rate based on the earnings before interest expense and tax ("EBIT"). Had the interest rate been one percent (1%) higher throughout the six months ended June 30, 2017, the net loss would have increased by $739,479 (June 30, 2016: $840,450).

Other price risk - The Company is exposed to fluctuations in the market prices of its investments in quoted companies. The fair value of the investments in quoted companies represents the maximum exposure to price risk. As at June 30, 2017, a 10% change in the closing price of common shares held by the Company on the stock market would have changed the total comprehensive loss by $639,515 (December 31, 2016: $685,959).

NOTE 26. COMMITMENTS

The Company has entered into agreement for the lease of premises. Future minimum lease payments aggregate to $1,905,476 and include the following future payments for the next year:

	June 30, 2017 $
Less than 1 year	635,314
1 to 5 years	1,270,162

The Company has committed to invest an aggregate of US$7.5 million of funding to acquire a UAE Central Bank licensed financial company. As of June 30, 2017, the Company has advanced US$5.45 million ($7.33 million) as a deposit to secure the right to acquire the financial company.

NOTE 27. SEGMENTED INFORMATION - CONTINUED

The entire senior management team of the Company, which includes the Chief Executive Officer, the Chief Financial Officer, senior Vice Presidents and the Board of Directors have been identified as the chief operating decision makers with respect to segmented information disclosures. As the Company is small and senior officers are operational in function, management believes that they represent the appropriate level of management to analyze and determine the distinct operating segments of the Company. The Company operates in two distinct operating segments plus a corporate segment. In some instances, prior period segment information has been amended to be consistent with the current period. The segments are as follows:

1. **Financial Services**: This group of businesses operate in financial products and distribution businesses and are operated independently with their own management teams that require high levels of compliance and governance as well as capital markets, advisory, regulatory and compliance needs of private and publicly listed corporations.
2. **Portfolio Investments:** This group of entities acquires long-term interests in companies that have high potential for value additions and where the Company provides key strategic inputs and management support either directly or through board representations
3. **Corporate:** This group primarily represents the cost of the corporate overhead expenses not allocated to other segment and is comprised of Gravitas Financial Inc.

Segmented Information – Income Statement

For the three months ended				June 30, 2017				June 30, 2016
(expressed in thousands)	Financial Services $	Portfolio Investments $	Corporate $	Total $	Financial Services $	Portfolio Investments $	Corporate $	Total $
Revenues	2,478	733	207	3,418	504	194	320	1,018
Expenses, excluding the undernoted	957	2,382	350	3,689	(168)	386	406	624
Interest expense	84	859	883	1,826	5	1,068	724	1,797
Compensation and management fees	1,103	298	284	1,685	123	83	337	543
Professional fees	1,008	499	254	1,761	376	94	419	889
Net earnings (loss) before undernoted	(674)	(3,305)	(1,564)	(5,543)	168	(1,437)	(1,566)	(2,835)
Intercompany allocations	(24)	(58)	73	(9)	-	-	47	47
Net earnings (loss)	**(698)**	**(3,305)**	**(1,491)**	**(5,552)**	**168**	**(1,437)**	**(1,519)**	**(2,788)**

For the six months ended				June 30, 2017				June 30, 2016
(expressed in thousands)	Financial Services $	Portfolio Investments $	Corporate $	Total $	Financial Services $	Portfolio Investments $	Corporate $	Total $
Revenues	4,803	914	523	6,240	991	370	676	2,037
Expenses, excluding the undernoted	2,021	3,029	736	5,786	22	4,008	1,433	5,463
Interest expense	231	2,007	1,596	3,834	8	2,197	1,447	3,652
Compensation and management fees	2,803	618	841	4,262	254	176	616	1,046
Professional fees	2,176	1,011	778	3,965	627	187	701	1,515
Net earnings (loss) before undernoted	(2,428)	(5,751)	(3,428)	(11,366)	80	(6,198)	(3,521)	(9,639)
Intercompany allocations	(138)	127	21	10	-	-	94	94
Net earnings (loss)	**(2,566)**	**(5,624)**	**(3,407)**	**(11,597)**	**80**	**(6,198)**	**(3,427)**	**(9,545)**

NOTE 27. SEGMENTED INFORMATION- CONTINUED

Segmented Information – Balance Sheet

As at				June 30, 2017				December 31, 2016
(expressed in thousands)	Financial Services $	Portfolio Investments $	Corporate $	Total $	Financial Services $	Portfolio Investments $	Corporate $	Total $
Total assets	27,987	24,835	42,236	95,058	31,104	7,102	62,588	100,794
Total liabilities	22,106	75,539	83,172	180,817	26,287	64,884	83,983	175,154
Investment in associates [1]	3,476	15,242	-	18,718	3,409	6,823	-	10,232

(1) The amount noted within investment in associates is included within total assets.

Segmented Information – Geographic Locations

The Company presently has operations in three geographical locations. The following tables presents the Company's revenue and non-current assets by geographic areas. The allocation of revenue between geographic areas was determined by the location where the income was earned. The revenues earned in Africa are related to the net smelter return of 0.75% that the Company holds on an exploration project in Gabon, Africa.

	For the three months ended		For the six months ended	
(expressed in thousands)	June 30, 2017 $	June 30, 2016 $	June 30, 2017 $	June 30, 2016 $
Revenues				
Canada	3,221	912	5,817	1,815
India	120	21	260	21
Africa	78	84	162	201
	3,419	**1,017**	**6,239**	**2,037**

As at (expressed in thousands)	June 30, 2017 $	December 31, 2016 $
Non-current assets		
Canada	36,548	27,438
Asia (United Arab Emirates)	3,487	4,270
India	308	722
	40,343	**32,430**

NOTE 28. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current periods Financial Statement presentation.

NOTE 29. SUBSEQUENT EVENTS

Offer to Mint Class B Debenture Holders

The Company’s proposal to the current holders of the Class B Series Debenture of Mint is as follows: in respect of each $1,000 principal amount of Series B Debentures: (i) $200.86 in cash plus 3,348 common shares of Mint, or (ii) 6,026 common shares of Mint. This offer expires at the close of business on August 31, 2017. Successful completion of this offer is conditional upon, amongst other things, approval of at least 66⅔% of the Series B Debentures outstanding, unless that condition is waived.