I3 Interactive Inc.

(Formerly Fairmont Resources Corp.)

Condensed Interim Consolidated Financial Statements

For the six month period ended June 30, 2020 and 2019

(Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW

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

The accompanying unaudited condensed consolidated interim financial statements of I3 Interactive Inc. have been prepared by and are the responsibility of management.

These condensed consolidated interim financial statements for the six month period ended June 30, 2020 have not been reviewed or audited by the Company's independent auditors in accordance with standards established by the Chartered Professional Accountants of Canada.

(Expressed in Canadian Dollars)

	Notes		June 30, 2020		December 31, 2019 (Audited)
ASSETS					
Current assets					
Cash		$	5,083,592	$	19,318
GST receivable			85,359		56,154
Prepaid expenses	4		692,102		395,858
			5,861,053		471,330
Non-current assets					
Intangible assets	5		334,750		334,750
TOTAL ASSETS		**$**	**6,195,803**	**$**	**806,080**
LIABILITIES					
Current liabilities					
Accounts payable and accrued liabilities	6	$	739,897	$	352,795
Loans	7		1,099,406		272,000
TOTAL LIABILITIES			**1,839,303**		**624,795**
SHAREHOLDERS' EQUITY					
Share capital	8		24,023,376		2,843,652
Reserve	8		792,625		-
Deficit			(20,459,501)		(2,662,367)
TOTAL SHAREHOLDERS' EQUITY			**4,356,500**		**181,285**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**$**	**6,195,803**	**$**	**806,080**

Nature of operations and going concern (Note 1)

Approved and authorized for issuance on behalf of the Board on July 28, 2020:

"Troy Grant"

Troy Grant, Director

"Binyomin Posen"

Binyomin Posen, Director

(Expressed in Canadian Dollars)

		Three month period ended,		Six month period ended,	
	Notes	**March 31, 2020 $**	**March 31, 2019 $**	**March 31, 2020 $**	**March 31, 2019 $**
Expenses					
Office		89,340	6,512	89,700	7,925
Consulting	9	1,040,613	308,403	1,080,042	585,775
Corporate development		52,083	-	52,083	-
Legal		236,177	47,342	236,177	201,335
Marketing and website design		50,000	18,049	50,000	20,160
Travel		-	47,766	-	59,902
Professional fees		260,000	-	260,000	-
Share based compensation	8	2,849,267	-	2,849,267	-
Research and development		49,105	-	49,105	-
Foreign exchange		(11,106)	-	(28,876)	-
		(4,615,480)	(428,072)	(4,637,498)	(875,097)
Other expenses					
Listing expense	16	11,810,009	-	11,810,009	-
Loss on debt settlement	8	1,349,627	-	1,349,627	-
Net loss and comprehensive loss for the period		(17,775,115)	(428,072)	(17,797,134)	(875,097)
Loss per share – basic and diluted		**(0.23)**	**(0.00)**	**(0.26)**	**(0.00)**
Weighted average number of common shares outstanding		**78,065,253**	**52,331,689**	**68,636,332**	**54,325,415**

The accompanying notes are an integral part of these condensed interim consolidated financial statements

I3 Interactive Inc. (Formerly Fairmont Resources Corp.)
Condensed Interim Consolidated Statement of Changes in Shareholders' Equity
For the period ended June 30, 2020 and 2019
(Expressed in Canadian Dollars)

	Share capital				
	Number of shares #	Amount $	Reserve $	Deficit $	Total $
Balance, December 31, 2018	**52,209,111**	**54,720**	**-**	**(164,372)**	**(109,652)**
Private placement	13,331,500	3,332,875	-	-	3,332,875
Shares issued for services	312,000	78,000	-	-	78,000
Share issuance costs	-	(33,300)	-	-	(33,300)
Loss for the period	-	-	-	(875,097)	(875,097)
Balance at June 30, 2019	**56,321,111**	**3,432,295**	**-**	**(1,039,469)**	**2,392,826**
			-		
Balance, December 31, 2019	**59,207,410**	**2,843,652**	**-**	**(2,662,367)**	**181,285**
Private placement	25,399,508	5,774,877	-	-	5,774,877
Share issuance cost	-	(80,147)	20,247	-	(59,900)
Shares for consulting services	6,057,555	1,514,389	-	-	1,514,389
Shares for marketing services	3,500,000	875,000	-	-	875,000
Share for debt settlement	4,937,000	1,234,250	-	-	1,234,250
Share repurchase	(9,229,333)	(923)	-	-	(923)
Share based compensation	-	-	772,378	-	772,378
Shares issued for reverse take over	47,449,110	11,862,278	-	-	11,862,278
Loss for the period	-	-	-	(17,797,134)	(17,797,134)
Balance at June 30, 2020	**137,321,250**	**24,023,376**	**792,625**	**(20,459,501)**	**4,356,500**

(Expressed in Canadian Dollars)

For the six month period ended,	**June 30, 2020 $**	**June 30, 2019 $**
Operating activities		
Net loss for the period	(17,797,134)	(875,097)
Items not affecting cash		
Consulting expense	-	78,000
Corporate development	52,083	-
Listing expense	11,810,009	-
Foreign exchange	(1,989)	-
Loss on share repurchase	214,077	-
Loss on debt settlement	1,135,550	-
Share based compensation	2,849,267	-
Changes in non-cash working capital items:		
Prepaid expenses	(12,981)	(69,408)
GST receivable	-	(16,710)
Accounts payable and accrued liabilities	485,802	(32,355)
Net cash used in operating activities	(1,265,316)	(915,570)
Investing activities		
Platform development	-	(336,000)
		(336,000)
Financing activities		
Private placement	5,714,977	3,299,575
Cash acquired from reverse take over	218	-
Share repurchase	(215,000)	-
Loans received during the period	82,9395	-
Net cash provided by financing activities	6,329,590	3,299,575
Increase in cash	5,064,274	2,048,005
Cash, beginning of period	19,318	17,871
Cash, end of period	**5,083,592**	**2,065,876**

1. Nature of operations and going concern

I3 Interactive Inc. (Formerly Fairmont Resources Inc.) (the "Company") was incorporated on May 25, 2007 under the British Columbia Business Corporations Act. The Company is in the business of providing customers with an online and mobile gaming platform. The Company's principal office is located at Suite 810 – 789 West Pender Street, Vancouver, BC, V6C 1H2, Canada. The Company's shares trade on the Canadian Stock Exchange ("CSE") under the ticker symbol: BETS.

On June 18, 2020, the Company and 1250313 BC Ltd.. ("Subco"), a wholly owned subsidiary of the Company entered into a business combination agreement (the "Business Combination Agreement Agreement") with Influencers Interactive Inc. ("Influencers"), a private entity and completed a reverse take-over ("RTO"). The RTO was completed on June 29, 2020 by a 1:1 common share exchange transaction between the Company and Influencers. (Note 16).

On June 29, 2020 ("Effective Date"), the Business Combination Agreement was completed whereby Fairmont acquired 100% of the issued and outstanding common shares of the Company in exchange for 89,872,140 common shares. Immediately prior to the effective date, Fairmont consolidated its shares on the basis of one post consolidation share for each ten pre-consolidated shares and adjusted outstanding share purchase warrants, settled debt of $1,600,000 for 40,000,000 units ("Unit") and issued 7,000,000 finder Units. Each Unit consists of one common share and one warrant with an exercise price of $0.25 and matures on June 29, 2023. Immediately prior to the completion of the RTO, Fairmont had 47,449,110 common shares. Prior to the completion of the RTO, Fairmont changed its name to Influencers Interactive Inc. Common shares were exchanged for equivalent securities of Fairmont on the basis of one Influencers Interactive Inc. share for every 1 share of Fairmont.

These condensed interim consolidated financial statements (the "Financial Statements") have been prepared on a going-concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due. For the period ended June 30, 2020, the Company incurred a net loss of $17,797,134 (2019 - $875,097). The Company has no revenue from operations. In addition to its working capital requirements, the Company must secure sufficient funding to develop its sports betting and online casino business and to fund its general operating costs. As the Company develops its business, liquidity risks may necessitate the need for the Company to issue equity or obtain debt financing. These material uncertainties may cast significant doubt about the Company's ability to continue as a going concern. Nevertheless, there can be no assurance that these initiatives will be successful or sufficient.

These Financial Statements do not reflect the adjustments to the amounts and classification of assets and liabilities that might be necessary were the going concern assumption determined to be inappropriate. Such adjustments could be material.

In March 2020, the World Health Organization declared coronavirus COVID-19 a global pandemic. This contagious disease outbreak, which has continued to spread, and any related adverse public health developments, has adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. The impact on the Company is not currently determinable but management continues to monitor the situation.

2. Basis of presentation

Statement of compliance

These Financial Statements have been prepared in accordance with the accounting policies described in Note 3 of the Company's annual audited consolidated financial statements as at and for the year ended December 31, 2019. Accordingly, these Financial Statements should be read together with the annual audited consolidated financial statements as at and for the year ended December 31, 2019.

2. Basis of presentation (continued)

Statement of compliance (continued)

These Financial Statements are unaudited and have been prepared in accordance with International Financial Reporting Standards ("IFRS") and in accordance with the International Accounting Standards ("IAS") 34, Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB").

These Financial Statements were approved by the Board of Directors and authorized for issuance by the Board of Directors on July 28, 2020.

Basis of measurement

The Company's Financial Statements have been prepared on the historical cost basis except for certain financial instruments, which have been measured at fair value. In addition, these Financial Statements have been prepared using the accrual basis of accounting, except for cash flow information.

The Financial Statements are presented in Canadian dollars, which is the functional currency of the Company and its subsidiaries, unless otherwise noted.

Consolidation
The Financial Statements include the accounts of the Company and its controlled entities. 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. Details of controlled entities are as follows:

		Percentage owned
	Country of incorporation	**June 30, 2020**
Influencers Amalco 1 Ltd.	British Columbia	100%
Influencers Amalco 2 Ltd.	British Columbia	100%
BlitzBet Sports Holding Ltd	Malta	100%

Inter-company balances and transactions, including unrealized income and expenses arising from inter-company transactions, are eliminated on consolidation.

3. Summary of significant accounting policies

In preparing these Financial Statements, the significant accounting policies and the significant judgments made by management in applying the Company's significant accounting policies and key sources of estimation uncertainty were the same as those that applied to the Company's audited consolidated financial statements for the year ended December 31, 2019.

Accounting standards and interpretations issued but not yet effective
The Company has reviewed its current operations and noted no impact from new standards issued but not yet effective on the Financial Statements.

(Expressed in Canadian Dollars)

4. Prepaid expenses

Prepaid expenses consist of prepaid corporate development of $260,417 and an advance for marketing services $408,840 to an arm's length party (US $300,000) (December 31, 2019 - $395,858).

5. Intangible assets

The Company acquired certain software, website applications and licenses related to the Company's online platform from an unrelated party pursuant to a development agreement. The agreement is dated February 2019 and is for an initial period of 36 months with automatic 12 month extensions, unless terminated.

		Total
Balance, December 31, 2018	$	-
Additions		334,750
Balance, December 31, 2019 and June 30, 2020	$	334,750

The intangible assets are considered finite life assets, however, at June 30, 2020 are not ready for their intended use and therefore no amortization has been recorded for the period ended June 30, 2020 (2019 - $Nil).

6. Accounts payable and accrued liabilities

		June 30, 2020		**December 31, 2019**
Accounts payable	$	648,663	$	274,733
Accrued liabilities		91,234		78,062
	$	739,897	$	352,795

7. Loans

		Total
Balance, December 31, 2018 and December 31, 2019	$	272,000
Additions		829,395
Foreign exchange		(1,989)
Balance, June 30, 2020	$	1,099,406

During the period ended June 30, 2020, the Company received a loan (the "Loan") of $421,161 from a director of the Company. The Loan is non-interest bearing, due on demand and unsecured.

During the period ended June 30, 2020, the Company received a loan (the "Arm's Length Loan") of $333,234 (US $241,815) from a non-related party. The Arm's Length Loan is non-interest bearing, due on demand and unsecured.

During the period ended June 30, 2020, the Company received a loan (the "Arm's Length Loan") of $75,000 from a non-related party. The Arm's Length Loan is non-interest bearing, due on demand and unsecured.

During the year ended December 31, 2019, the Company received a loan (the "Shareholder Loan") of $272,000 from a shareholder for a repurchase of common shares. The Shareholder Loan is non-interest bearing, due on demand and unsecured.

8. Share capital

Common shares

Authorized share capital of the Company consists of an unlimited number of common shares without par value.

During the period ended June 30, 2020:

On June 29, 2020, the Company issued 22,899,508 units for gross proceeds of $5,724,877. Each Unit ("Unit") consists of one common share and one warrant. Each warrant is exercisable at $0.50 for two years. Using the residual method, no value was attributed to the warrants. The Company paid share issuance cost of $59,900 and issued 227,600 finder warrants with a fair value of $20,247. The finder warrants are also exercisable at $0.50 for two years.

On April 1, 2020, the Company issued 2,500,000 common shares for gross proceeds of $50,000.

On April 1, 2020, the Company issued 4,437,000 common shares with a fair value of $1,109,250 to settle debt of $88,700. The Company realized a loss on settlement of debt of $1,020,550.

During the period ended June 30, 2020, the Company repurchased 9,229,333 common shares with a fair value of $923 for $215,000. The Company realized a loss on share repurchase of $214,077.

On June 11, 2020, the Company issued 500,000 common shares with a fair value of $125,000 to settle debt of $10,000. The Company realized a loss on settlement of debt of $115,000.

The Company issued 47,449,110 common shares, pursuant to the RTO, with a fair value of $11,862,278.

Pursuant to the terms of a consulting agreement, the Company issued 1,250,000 common shares with a fair value of $312,500 in lieu of cash for consulting services.

On June 16, 2020, the Company entered into a collaboration agreement ("Collaboration Agreement") with Jolt Solutions Ltd. ("Jolt"). Pursuant to the terms of the Collaboration Agreement, Jolt will function as an operating partner to the Company. The Company issued 3,500,000 common shares with a fair value of $875,000.

Pursuant to the Social Media Influencers Agreement and Business Development Agreement and amended on March 30, 2020, the Company issued 4,807,555 common shares with a fair value of $1,201,889.

During the period ended June 30, 2019:

On March 29, 2019, the Company completed a private placement and issued 3,800,000 common shares and raised gross proceeds of $950,000. The Company incurred share issuance costs of $3,300.

On March 20, 2019, the Company issued 312,000 common shares in lieu of cash for advisory services with a fair value of $78,000.

On April 4, 2019, the Company issued 8,731,500 common shares for gross proceeds of $2,185,875. The Company paid share issuance cost of $33,300.

On May 22, 2019, the Company issued 800,000 common shares for gross proceeds of $200,000.

(Expressed in Canadian Dollars)

8. Share capital (Continued)

Warrants

A summary of warrant activity is as follows:

	Number of Warrants	Weighted Average Exercise Price
Balance, December 31, 2019	-	$ -
Warrants issued during the period	76,899,508	$ 0.30
Balance, June 30, 2020	76,899,508	$ 0.30

As at June 30, 2020, the Company has outstanding warrants exercisable to acquire 93,329,104 shares as follows:

Number of Warrants Outstanding	Exercise Price	Expiry Date	Average remaining Contractual life (Years)
22,899,508	$0.50	June 29, 2022	2
40,000,000	$0.25	June 2, 2023	2.92
7,000,000	$0.25	June 1, 2023	2.92
7,000,000	$0.05	June 29, 2023	2.92
76,899,508			

Options

The Company has a share option plan that was approved by the shareholders on April 5, 2012, that allows it to grant options, subject to regulatory terms and approval, to its officers, directors, employees and service providers. The share option plan is based on the maximum number of eligible shares equaling a rolling percentage of up to 10% of the Company's outstanding common shares, calculated from time to time.

Pursuant to the share option plan, if outstanding options are exercised, or expire, and/or the number of issued and outstanding common shares of the Company increases, then the options available to grant under the plan increase proportionately. The exercise price of each option is set by the Board of Directors within regulatory guidelines. Options can have a maximum term of five (5) years and typically terminate 90 days following the termination of the optionee's employment or engagement, except in the case of retirement or death. Vesting of options is at the discretion of the Board of Directors at the time the options are granted.

A summary of option activity is as follows:

	Number of Options	Weighted Average Exercise Price
Balance, December 31, 2019	-	$ -
Options issued during the period	4,000,000	$ 0.10
Balance, June 30, 2020	4,000,000	$ 0.10

As at June 30, 2020, the Company has outstanding options exercisable to acquire 4,000,000 shares as follows:

Number of Options Outstanding	Exercise Price	Expiry Date	Average remaining Contractual life (Years)
4,000,000	$0.10	July 1, 2023	3

8. Share capital (Continued)

Options (continued)

On June 26, 2020, the Company granted 4,000,000 stock options to various directors, officers and consultants of the Company with an exercise price of $0.10 with a term of 3 years. During the period ended June 30, 2020, the Company recognized $772,378 in share-based compensation expense related to these stock options. The options were measured using the Black-Scholes Option Pricing Model with the following assumptions: Stock price – $0.25; exercise price – $0.10; expected life – 3 years; volatility – 100%; dividend yield – $0; and risk-free rate – 0.25%.

Reserves

Reserves consist of stock option related share based payments and finder warrant values.

9. Related party transactions

Transactions with key management personnel

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

During the period ended June 30 2020, the Company did not incur any expenditures from related parties.

As at June 30, 2020, the Company owed $Nil to related parties (December 31, 2019 - $Nil), which is included in accounts payable and accrued liabilities. Amounts due to related parties are non-interest bearing, unsecured and due on demand.

During the period ended June 30, 2020, the Company received a loan (the "Loan") of $421,161 from a director of the Company. The Loan is non-interest bearing, due on demand and unsecured. As at March 31, 2020, the Company owes $421,161 to a director of the Company.

During the year ended December 31, 2019, the Company received a loan (the "Shareholder Loan") of $272,000 from a shareholder for a repurchase of common shares. The Shareholder Loan is non-interest bearing, due on demand and unsecured. As at March 31, 2020, the Company owes $272,000 to a shareholder of the Company.

During the period ended June 30, 2020, the Company incurred consulting expenses of $819,052 (2019 - $Nil) and prepaid $408,840 (US $300,000) to a shareholder of the Company.

10. Commitments

On November 6, 2018, the Company entered into a Social Media Influencer Agreement (the "Agreement") with an arm's length party. This individual will promote the BlitzBet brand to prospective customers. The Agreement commences once the Company completes a going public transaction by way of reverse takeover, IPO, or other similar transaction. Following the commencement date, the Company will pay the third-party individual $1,200,000 United States dollars per annum.

During the period ended June 30, 2020, $Nil (2019 - $nil) of marketing services were provided by a company controlled by this third-party individual. These services are outside the terms of the Agreement and included in consulting in the condensed interim consolidated statements of loss and comprehensive loss.

11. Financial instruments and risk management

The Company classifies its financial instruments into categories as follows: cash at fair value through profit or loss and accounts payable and accrued liabilities and loans at amortized cost.

Fair value

Cash is carried at fair market value based on quoted market prices in an active market. The carrying value of due from related party and accounts payable and accrued liabilities approximate their fair values due to the short-term nature of these financial instruments.

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – unadjusted quoted prices in active markets for identical assets and liabilities;
- Level 2 – inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – inputs that are not based on observable market data.

(a) Overview

The Company examines various financial instrument risks to which it is exposed and assesses the impact and likelihood of these risks. These risks arise from the normal course of operations and all transactions undertaken are to support the Company's ability to continue as a going concern. Management manages and monitors these exposures to ensure appropriate measures are implemented in a timely and effective manner. The Company has exposure to the following risks from its use of financial instruments:

(b) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices. Market risk comprises three types of risk: interest rate risk, foreign currency risk and other price risk.

(i) Interest rate risk

The Company's cash is held in bank accounts, which have nominal interest rates attached to them; therefore, fluctuations in market interest rates would not have a material impact on their fair market values as at June 30, 2020 and December 31, 2019.

11. Financial instruments and risk management (Continued)

(ii) Foreign currency risk

The Company has cash denominated in United States dollars and, as a consequence, the financial results of the Company's operations as reported in Canadian dollars are subject to changes in the value of the Canadian dollar relative to the United States dollar. Therefore, exchange rate movements in the United States dollar can have a significant impact on the Company's operating results due to the translation of monetary assets.

At June 30, 2020, a 4% strengthening (weakening) of the Canadian dollar against the United States dollar would result in approximately $203,344 (2019 - $Nil) in the Company's financial performance.

(iii) Other price risk

Other 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 and foreign currency risk. The Company is not exposed to significant other price risks.

(c) Credit risk

Credit risk is the risk of financial loss to the Company if a counterparty to a financial instrument fails to meet its payment obligations. The Company's exposure to credit risk is limited to its cash balances. The risk exposure is limited to the carrying amounts at the statement of financial position dates.

The Company's cash balances are held in accounts at a major Canadian financial institution. The credit risk associated with cash is mitigated, as cash is held at major institutions with high credit ratings.

(d) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company assesses its liquidity risk by forecasting cash flows required by operations and anticipated financing activities.

As at March 31, 2020, the Company has a working capital of $4,021,750 (December 31, 2019 - $153,465). The Company relies upon financing to maintain sufficient working capital. There is no assurance that such financing will be available on terms and conditions acceptable to the Company.

The Company's accounts payable and accrued liabilities are due in the short-term (0 to 3 months)

12. Capital management

The Company manages its capital to maintain its ability to continue as a going concern and to provide returns to shareholders and benefits to other stakeholders. The capital structure of the Company consists of cash and equity, comprised of issued share capital.

The Company manages its capital structure and makes adjustments to it in light of economic conditions. The Company, upon approval from its Board of Directors, will balance its overall capital structure through new share issues or by undertaking other activities as deemed appropriate under the specific circumstances.

The Company is not subject to externally imposed capital requirements and the Company's overall strategy with respect to capital risk management remains the same for the years presented.

(Expressed in Canadian Dollars)

13. Legal proceedings

During the year ended December 31, 2019, a claim was made against the Company by a former legal counsel for disputed legal fees. The Company and the Company's legal counsel is currently in the process of defending the claim. As at March 31, 2020, the amount claimed by the former legal counsel of $89,573 has been accrued and is included in accounts payable and accrued liabilities. Subsequent to period end, the Company settled this legal proceeding for $70,000.

14. Segmented information

The Company has one reportable operating segment, the development and provision of online and mobile sports betting products. All of the Company's long-term assets are located in Canada.

15. Reverse take over

On June 18, 2020, the Company entered into a business combination agreement (the "Business Combination Agreement Agreement") with Fairmont Resources Corp. ("Fairmont"), a publicly listed entity on the Canadian Securities Exchange ("CSE") and 1250313 BC Ltd.. ("Subco"), a wholly owned subsidiary of Fairmount Resources Corp. and completed a reverse take-over ("RTO").

On June 29, 2020 ("Effective Date"), the Business Combination Agreement was completed whereby Fairmont acquired 100% of the issued and outstanding common shares of the Company in exchange for 89,872,140 common shares. Immediately prior to the effective date, Fairmont consolidated its shares on the basis of one post consolidation share for each ten pre-consolidated shares and adjusted outstanding share purchase warrants, settled debt of $1,600,000 for 40,000,000 units ("Unit") and issued 7,000,000 finder Units. Each Unit consists of one common share and one warrant with an exercise price of $0.25 and matures on June 29, 2023. Immediately prior to the completion of the RTO, Fairmont had 47,449,110 common shares. The Company issued 7,000,000 warrants to Fairmonts former management with an exercise price of $0.25 and matures on June 1, 2023. Upon completion of the RTO, Fairmont changed its name to Influencers Interactive Inc. Common shares were exchanged for equivalent securities of Fairmont on the basis of one Influencers Interactive Inc. share for every 1 share of Fairmont.

The RTO has been accounted for as a share-based payment transaction on the basis that Fairmont did not meet the definition of a business as it had no ongoing business operations. As Influencers Interactive Inc. is deemed to be the acquirer for accounting purposes, its assets, liabilities and operations since incorporation are included in these consolidated financial statements at their historical carrying values. Fairmont's results of operations have been included from June 29, 2020, the date of the RTO. For purposes of this transaction, the consideration received was the fair value of the net liabilities of Fairmont which on June 29, 2020, was 366,450. This amount was calculated as follows:

Fair value of 47,449,110 of common share consideration	$	11,862,278
Cash		218
Prepaid		22,846
Taxes recoverable		29,205
Net identifiable assets acquired		52,269
Listing expense	$	11,810,009

17. Subsequent event

On July 1, 2022, the Company issued 312,000 common shares in lieu of cash for consulting services.

On July 1, 2020, the Company issued 14,429,598 warrants to consultants with an exercise price of $0.25 and matures on June 29, 2022.

On July 1, 2020, the Company issued 3,850,000 options to Management, Directors and consultants with an exercise price of $0.25 expiring on July 1, 2023. The options vest 1/3 on the date of issuance, 1/3 on the 6 month anniversary and 1/3 on the one year anniversary.

On July 6, 2022, the Company issued 400,000 common shares pursuant to option exercises for gross proceeds of $100,000.