GOLDMONEY INC.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE THREE AND SIX MONTHS ENDED SEPTEMBER 30, 2020

(EXPRESSED IN CANADIAN DOLLARS)

(UNAUDITED)

Goldmoney Inc.
Condensed Consolidated Interim Statement of Financial Position
(Expressed in Canadian Dollars)
Unaudited

	Note	September 30, 2020	March 31, 2020
Assets			
Cash and cash equivalents		$ 19,675,345	$ 33,535,219
Cash held for dealing	4	2,463,979	2,992,680
Restricted cash	5	66,695	70,935
Precious metals	6	36,020,459	16,506,975
Short-term investments	7	7,730,322	11,751,023
Receivables	8	1,286,673	642,288
Prepaid and other assets		1,955,344	1,520,506
Loans receivable	9	24,478,845	23,496,292
Property and equipment		3,967,882	4,001,818
Right-of-use assets	10	560,957	668,483
Investment in associates	11	30,455,077	31,157,573
Intangible assets		20,636,548	21,063,915
Goodwill		37,282,333	37,282,333
Total Assets		**$ 186,580,459**	**$ 184,690,040**
Equity and Liabilities			
Liabilities			
Accounts payable and accrued liabilities		$ 3,895,909	$ 6,306,946
Lease liabilities	12	597,179	695,569
Short-term marketable securities	7	-	4,184,870
Mortgage payable	13	998,381	1,067,801
Total liabilities		5,491,469	12,255,186
Shareholders' Equity			
Share capital	14	164,547,264	170,384,058
Contributed surplus	15	12,884,901	11,361,624
Accumulated other comprehensive (loss) income		241,748	832,181
Retained earnings (deficit)		3,415,077	(10,143,009)
Total shareholders' equity		181,088,990	172,434,854
Total Shareholders' Equity and Liabilities		**$ 186,580,459**	**$ 184,690,040**

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

Approved on behalf of the Board:

"Roy Sebag", Director

"James Turk", Director

Goldmoney Inc.
Condensed Consolidated Interim Statements of Operations and Comprehensive Income
(Expressed in Canadian Dollars)
Unaudited

		For the three months ended		For the six months ended	
	Note	September 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019
Revenue	16	$ 243,608,754	$ 127,153,810	$ 417,108,412	$ 186,270,119
Cost of sales		236,042,977	124,653,010	403,561,695	182,252,282
Gross margin		7,565,777	2,500,800	13,546,717	4,017,837
Fee revenue		1,775,785	598,820	4,126,383	1,205,024
Interest income		216,660	536,090	455,325	1,091,431
Realized (loss) gain on sale of cryptoassets		-	(2,670)	-	1,060
Gain on revaluation of precious metals		862,433	2,002,865	2,907,495	3,424,481
Gross profit		10,420,655	5,635,905	21,035,920	9,739,833
Operating expenses					
Service provider fees		224,737	162,394	484,954	499,095
Advertising and promotion		1,221,947	394,275	2,425,668	593,639
Stock based compensation		985,854	871,446	1,661,483	1,608,022
Payroll expenses		1,373,770	1,471,532	2,714,631	2,556,826
General and administrative		366,568	442,527	662,300	916,101
Professional fees		635,892	870,040	1,182,797	1,709,116
Foreign exchange loss (gain)		(748,467)	(454,225)	(786,079)	(887,925)
Depreciation and amortization		326,229	362,787	668,095	703,698
Technology and development costs		145,530	309,766	401,614	595,904
Market and business development		40,873	53,055	92,036	89,591
Total operating expenses		4,572,933	4,483,597	9,507,499	8,384,067
Operating income for the period		5,847,722	1,152,308	11,528,421	1,355,766
Interest expense		(8,452)	(10,385)	(17,085)	(21,574)
Income tax		(135,563)	-	(320,571)	-
Share of net loss from investment in associate	11	(276,249)	(464,397)	(702,496)	(916,847)
Gain on sale of investments		648,037	719,841	740,751	719,841
Unrealized (loss) gain on investments		1,433,632	(343,540)	2,329,066	-
Net income for period		**7,509,127**	**1,053,827**	**13,558,086**	**1,137,186**
Other comprehensive (loss) income					
Item that will be reclassified subsequently to income					
Unrealized (loss) gain on foreign currency translation		467,120	1,684,884	(590,433)	2,053,158
Other comprehensive income (loss) for the period		467,120	1,684,884	(590,433)	2,053,158
Net income and comprehensive income for the period		$ 7,976,247	$ 2,738,711	$ 12,967,653	$ 3,190,344
Attributable to:					
Equity holders		$ 7,509,127	$ 1,053,827	$ 13,558,086	$ 1,137,186
Basic and diluted earnings per share	17				
Basic		$ 0.10	$ 0.01	$ 0.18	$ 0.01
Diluted		$ 0.10	$ 0.01	$ 0.17	$ 0.01
Weighted average number of common shares	17				
Basic		75,686,746	77,184,417	76,823,599	77,488,734
Diluted		76,873,158	77,650,417	78,010,011	77,954,734

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Goldmoney Inc.
Condensed Consolidated Interim Statement of Cash Flows
(Expressed in Canadian Dollars)
Unaudited

	For the three months ended		For the six months ended	
	September 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019
Cash provided by (used in):				
Operating Activities				
Net income for period	$ 7,509,127	$ 1,053,827	$ 13,558,086	$ 1,137,186
Adjustment for:				
Gain on investments	(1,433,632)	(376,301)	(2,329,066)	(719,841)
Stock based compensation	985,854	871,446	1,661,483	1,608,022
Depreciation and amortization	326,229	362,787	668,095	703,698
Unrealized foreign exchange	(847,563)	(114,163)	(1,156,329)	(547,863)
Share of loss from investment in associates	276,249	464,397	702,496	916,847
Changes in operating assets and liabilities:				
Cash held for dealing	(44,765)	(1,096,659)	528,701	(110,979)
Restricted cash	7,035	(9,360)	4,240	7,200
Precious metals	(7,043,241)	(1,815,570)	(19,513,484)	(2,178,505)
Receivables	(1,212,215)	(196,705)	(644,385)	895,808
Prepaid and other assets	(108,166)	425,354	(434,838)	580,796
Accounts payable and accrued liabilities	384,987	(24,077)	(2,411,037)	(891,310)
Short-term marketable securities	(524,788)	(288,058)	2,164,897	6,050,757
Net cash provided by (used in) operating activities	(1,724,889)	(743,082)	(7,201,141)	7,451,816
Investing Activities				
Purchase of short term investments	-	20,032	-	-
Purchase of property and equipment	-	(44,086)	-	(57,885)
Investment in loans receivable	-	(238,000)	-	(342,544)
Cash paid on acquisition of LBTH	-	-	-	(404,740)
Investment in associate	-	-	-	(1,157,929)
Repayment in loans receivable	-	-	27,037	-
Net cash provided by (used in) investing activities	-	(262,054)	27,037	(1,963,098)
Financing Activities				
Proceeds from stock options	10,000	18,000	25,000	18,000
Payment of mortgage liability	-	(10,385)	(21,947)	(21,574)
Payment of lease liabilities	(42,725)	(72,153)	(98,390)	(143,040)
Dividend paid	-	(250,039)	-	(250,039)
Goldmoney share repurchased	(6,000,000)	-	(6,000,000)	-
Net cash used in financing activities	(6,032,725)	(314,577)	(6,095,337)	(396,653)
(Decrease) Increase in cash and cash equivalents	(7,757,614)	(1,319,713)	(13,269,441)	5,092,065
Change in cash related to foreign exchange	467,120	1,684,884	(590,433)	2,053,158
Cash and cash equivalents, beginning of period	26,965,839	33,295,867	33,535,219	26,515,815
Cash and cash equivalents, end of period	$19,675,345	$33,661,038	$ 19,675,345	$ 33,661,038

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

Goldmoney Inc.
Condensed Consolidated Interim Statement of Changes in Equity
(Expressed in Canadian Dollars)
Unaudited

	Number of Shares	Share Capital	Contributed surplus	Accumulated Other Comprehensive Income (Loss)	Retained earnings (deficit)	Shareholders' Equity
Balance, March 31, 2020	77,895,361	$ 170,384,058	$ 11,361,624	$ 832,181	$ (10,143,009)	$ 172,434,854
Net income for the period	-	-	-	-	13,558,086	13,558,086
Other comprehensive loss for the period	-	-	-	(590,433)	-	(590,433)
Transactions with Shareholders of the Company						
Exercise of RSUs	407,422	971,104	(971,104)	-	-	-
Exercise of options	28,118	39,154	(14,154)	-	-	25,000
Goldmoney share repurchase	(3,000,000)	(6,847,052)	847,052	-	-	(6,000,000)
Stock based compensation	-	-	1,661,483	-	-	1,661,483
Balance, September 30, 2020	75,330,901	$ 164,547,264	$ 12,884,901	$ 241,748	$ 3,415,077	$ 181,088,990
Balance, March 31, 2019	77,291,090	$ 168,148,558	$ 11,102,368	$ 2,472,985	$ 116,341	$ 181,840,252
Net income for the period	-	-	-	-	1,137,186	1,137,186
Other comprehensive income for the period	-	-	-	2,053,158	-	2,053,158
Transactions with Shareholders of the Company						
Exercise of RSUs	406,135	973,947	(973,947)	-	-	-
Exercise of options	20,000	29,238	(11,238)	-	-	18,000
Dividend to equityholders	-	-	-	-	(250,039)	(250,039)
Stock based compensation	-	-	1,608,022	-	-	1,608,022
Balance, September 30, 2019	77,717,225	$ 169,151,743	$ 11,725,205	$ 4,526,143	$ 1,003,488	$ 186,406,579

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

1. Nature of operations

Goldmoney Inc. ("GMI", "Group" or the "Company") was incorporated on August 14, 2014, under the federal laws of Canada. On July 7, 2015 the Company acquired the assets of GoldMoney Network Limited, which launched goldmoney.com in February 2001. The Company was continued under the laws of the Province of British Columbia on October 3, 2019.

The principal office of the Company is located at 334 Adelaide Street West, Suite 305, Toronto, Ontario M5V 1R4. The Company is listed on the Toronto Stock Exchange ("TSX") under the symbol XAU.

The Company is a precious metal focused global business. Through its ownership of various operating subsidiaries, the Company is engaged in precious metals sales to its clients, including arranging storage of precious metals for its clients, coin retailing and lending. Goldmoney clients located in over 200 countries hold approximately $2.6 billion in client assets. The Company's operations are conducted through three principal wholly owned business segments:

- Goldmoney.com – Goldmoney.com is an online platform that provides clients with access to their Holding to purchase and sell physical precious metals and arrange for their storage.

- SchiffGold – Schiff Gold LLC is a United States-based dealer in precious metals that offers to its clients the purchase and sale of physical precious metals in the form of bars, coins and wafers with direct-to-client delivery.

- Lend & Borrow Trust Company Limited is a United Kingdom based online platform regulated by the Financial Conduct Authority offering auction-rate peer-to-peer lending and borrowing collateralized by precious metals. On May 21, 2019, the Company executed a share purchase agreement with the shareholders of LBT Holdings Limited, to acquire the 77% ownership interest it previously did not own.

In addition to the Company's principal business segments, the Company holds a significant interest in Menē Inc., which crafts pure 24-karat gold and platinum investment jewelry that is sold by gram weight. Menē designs, manufactures and offers its jewelry with a transparent pricing through an e-commerce platform. Through Menē.com, clients can buy, sell and exchange their jewelry by weight at the prevailing market prices for gold and platinum, plus a transparent design and manufacturing premium.

The Company's principal operating subsidiaries are:

Goldmoney Vault Inc. (Canada) – maintains client agreements and related records and provides market-based quotes to enable clients to buy and sell precious metals and, as an agent for clients, contracts with independent non-bank precious metal vault custodians in eight countries to provide insured physical storage of gold under LBMA or COMEX standards. Goldmoney Vault Inc. currently maintains vault relationships with The Brink's Company (NYSE: BCO) and The Royal Canadian Mint. Goldmoney Vault Inc. is a reporting entity to FINTRAC.

1. Nature of operations (cont.)

Goldmoney Wealth Limited (Jersey) – maintains client agreements and related records and operates pursuant to a Money Service Business license granted by the JFSC to provide treasury and money transfer services to eligible clients.

Goldmoney USA Limited (Delaware) – maintains client agreements with U.S.-based clients and is registered with FinCEN in the United States as a Money Service Business for compliance and reporting.

Goldmoney Processing Europe Limited (Jersey) – provides market-based quotes to enable eligible clients to buy and sell precious metals and, as an agent for clients, contracts with independent non-bank precious metal vault custodians in seven countries to provide insured, storage of physical precious metals that meet LBMA or COMEX standards.

Goldmoney Processing Europe Limited currently maintains vault relationships with The Brink's Company (NYSE: BCO), Loomis International (NASDAQ OMX: LOOM), Malca-Amit, G4S International Logistics (LSE: GFS), The Royal Canadian Mint, and Rhenus Logistics.

2. Significant accounting policies

Statement of Compliance

These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC"). Accounting policies are consistently applied to all periods presented, other than the change noted below.

These condensed interim consolidated financial statements were prepared in accordance with International Accounting Standard 34, Interim Financial Reporting (IAS 34) and do not include all of the information required for full annual financial statements. These condensed interim consolidated financial statements should be read in conjunction with the Company's annual consolidated financial statements for the year ended March 31, 2020.

These unaudited condensed interim consolidated financial statements were approved for issuance by the Board of Directors on November 6, 2020.

Basis of measurement

These unaudited condensed interim consolidated financial statements have been prepared on an historical cost basis except for precious metals inventory, and short-term investments, which are recorded at fair value.

2. Significant accounting policies (cont.)

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and its subsidiaries, Goldmoney Vault Inc., GoldVault Limited, (Channel Island), Goldmoney Corp., Goldmoney Vault USA Inc., Goldmoney Vault USA Limited, Goldmoney BVI Inc., Goldmoney IP Holdings Corp., Goldmoney Europe Limited, Goldmoney Wealth Limited, Goldmoney Processing Europe Limited, Goldmoney Fund Management Limited, Goldmoney UK, Nine Bond Street Limited, Net Transactions (Jersey) Ltd, BlockVault Inc, BlockVault Holding Limited, Schiff Gold and Lend & Borrow Trust co. Ltd.

A change in the ownership interest of a subsidiary resulting in a loss of control results in the de-recognition of the subsidiary's assets and liabilities as well as any associated non-controlling interest. Any surplus or deficit on the loss of control is recognized in profit or loss.

The results of subsidiaries acquired during the periods presented are included in the unaudited condensed interim consolidated statement of operations from the effective date of acquisition. All intercompany transactions, balances, income and expenses are eliminated on consolidation.

New standards and standards issued but not yet effective

New standards are effective from April 1, 2020 but they do not have material effect on the Company's unaudited condensed interim consolidated financial statements.

New standards and amendments to standards are effective for annual period beginning after April 1, 2020 and earlier application is permitted; however, the Company has not early adopted any of the forthcoming new or amended standards in preparing these unaudited condensed interim consolidated financial statements. None of issued but not yet effective standards have a material impact unaudited condensed interim consolidated financial statement.

3. COVID-19

There was a global outbreak of COVID-19 during 2020. On March 11, 2020, the World Health Organization designated COVID-19 as a global pandemic. Governments around the world have mandated, and continue to introduce, orders to slow the transmission of the virus, including but not limited to shelter-in-place orders, quarantines, significant restrictions on travel, as well as work restrictions that prohibit many employees from going to work. Uncertainty with respect to the economic effects of the pandemic has introduced significant volatility in financial markets.

At this time, it is unknown the extent of the continuing impact the COVID-19 outbreak may have on the Company as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and additional quarantine/isolation measures that are currently, or may be put, in place by Canada, U.S., Channel Islands, and other countries to fight the virus.

(Expressed in Canadian Dollars)

The potential effects of COVID-19 could impact the Company in a number of other ways including, but not limited to, reductions to our profitability, laws and regulations affecting our business, fluctuations in foreign currency markets, the availability of future borrowings, the cost of borrowings, credit risks of our counterparties and the potential impairment of the carrying value of goodwill or other indefinite-lived intangible assets.

While the Company believes that precious metals are generally well suited to withstand the COVID-19 pandemic, the Company continues to monitor its investments and assess the impact that COVID-19 will have on its business activities. The continuing extent of the effect of the COVID-19 pandemic on the Company is uncertain.

4. Cash held for dealing

As of September 30, 2020, the Company had $2,463,979 (March 31, 2020: $2,992,680) of cash held for dealing, consisting of cash in various currencies including the Canadian dollar, U.S. dollar, British pound, euro, Australian dollar, Japanese yen, Swiss franc, Hong Kong dollar, New Zealand dollar, Norwegian krone, Mexican peso, Danish krone, and Swedish krona. This cash is held by the Company to facilitate the transfer of fiat currency to its customers and receipt by the Company of fiat currency.

5. Restricted Cash

As of September 30, 2020, the Company held $66,695 (March 31, 2020 - $70,935) of restricted cash, consisting of cash held for six months or less as a rolling reserve balance with third party payment processors.

6. Precious metals

Precious metals holdings consist of bullion bars and coins owned and held by the Company and are separate from client assets (note 21).

		September 30, 2020		March 31, 2020	
		Quantity	Fair Value	Quantity	Fair Value
Gold	grams	275,071	$ 22,000,384	128,213	$ 9,320,384
Silver	ounces	341,402	10,629,368	265,866	5,203,526
Platinum	grams	68,869	2,552,438	39,986	1,317,912
Palladium	grams	8,563	838,269	6,510	665,153
Total precious metals			$ 36,020,459		$ 16,506,975

7. Short-term investments and Short-term marketable securities

Short-term marketable securities held are for a short duration and include fixed income securities and equity instruments. As of September 30, 2020, the Company had $7,730,322 (March 31, 2020: $11,751,023) short-term investments consisting of $2,301,279 (March 31, 2020: $7,376,120) in Guaranteed Investment Certificates (GICs) and other non-equity investments and equity investments of

$5,429,043 (March 31, 2020: $4,374,903). The equity investments are reported and held as level 1, whereas short-term investments in GICs, and other non-equity investments and equity investments are held and reported as Level 2 and Level 3 respectively under the fair value hierarchy of financial instruments. There was no movement of securities between the three levels during the six months ended September 30, 2020.

Securities in a short position are reported as a liability of the Company. As of September 30, 2020, the Company had nil (March 31, 2020: $4,184,870) in a short position.

8. Receivables

Receivables consist of transactions in progress at the quarter end and are completed on the next business day after the quarter end.

9. Loans receivable

Loans receivable consist of loans extended by the Company, totaling $24,478,845 (March 31, 2020: $23,496,292).

Menē Inc. metal loan receivable
On March 19, 2019, the Company and its associate company Menē Inc. agreed to terms for an unsecured line of credit promissory note to facilitate the sale of gold and platinum by the Company to Menē. The new line of credit established a loan limit up 5,000 troy ounces of gold and 1,000 troy ounces of platinum, up to a maximum aggregate amount of 5,000 ounces. The line of credit promissory note was renewed on March 19, 2020 and is unsecured, bears a 3% per annum interest rate, and matures at the earlier of March 19, 2021, or on demand by the Company. On the Maturity Date, if this note is not renewed or has not been paid in full, it shall bear interest from inception at the rate of 8.0% per annum until paid in full. At September 30, 2020, the loan value was $10,517,265 (March 31, 2020 $9,348,662) with metal weight of the loan comprising 4,017 ounces of gold and 336 ounces of platinum (March 31, 2020 3,929 ounces of gold and 277 ounces of platinum).

A new CAD valuation of the loan is calculated at the end of each quarterly reporting period based on the spot price of the metals borrowed, multiplied by the weight of gold and or weight of platinum owed on the valuation date. The difference arising from the new valuation is recognized in profit and loss.

LBT collateralized loan receivable
These fiat currency loans are secured by London good delivery silver or gold bars pledged as collateral, over which the Company has first ranking. The loans, interest payments and collateral are managed by a subsidiary company, Lend & Borrow Trust Company Limited ("LBT"), a U.K.-based company regulated by the Financial Conduct Authority to act as a credit broker and to operate an online peer-to-peer lending platform. LBT acts as an agent on behalf of the Company to ensure each loan is secured by gold and silver bars held as collateral under LBT's control.

Should the value of a loan increase above 75% of the pledged collateral value for gold or 65% for silver, LBT will arrange for the borrower to add more precious metal collateral or partially repay the loans, or

(Expressed in Canadian Dollars)

LBT will sell pledged silver or gold bars and use the proceeds from the sale to partially repay the loan so that the loan-to-value is reduced to the 75% or 65% borrowing limits. The loans are for a varying duration that at their commencement ranged from 12 months to 24 months. The Company earns interest income ranging from 2.37% to 4.20% per annum on the loans, payable monthly on the loans, depending on the terms and currency.

At September 30, 2020, the total loans extended were $13,961,580 (March 31, 2020 $14,147,630).

10. Right-of-use assets

Right-of-use assets comprise leased assets that do not meet the definition of investment property.

	As at September 30, 2020	As at March 31, 2020
Cost	985,757	985,757
Addition	-	-
Accumulated amortization	(424,800)	(317,274)
Net book value	560,957	668,483

The right-of-use assets relate to property used as offices for the Company’s operation.

11. Investment in Associate

Investment in associates	**LBT Holdings LTD**	**Menē Inc**	**Total**
Balance, March 31, 2019	$ 862,848	$ 33,007,161	$ 33,870,009
Menē Inc. warrants exercised	-	1,069,987	1,069,987
Acquisition of 100% of LBTH	(858,743)	-	(858,743)
Share of loss and comprehensive loss	(4,105)	(2,919,575)	(2,923,680)
Balance, March 31, 2020	$ -	$ 31,157,573	$ 31,157,573
Share of loss and comprehensive loss	-	(702,496)	(702,496)
Balance, September 30, 2020	$ -	$ 30,455,077	$ 30,455,077

(i) **Menē Inc.** - At June 30, 2019, the Company acquired 12,259,002 of Menē Inc Class A common share warrants and exercised the warrants, by paying Menē with $1,225,900.

At September 30, 2020, the Company’s ownership in Menē Inc. was 90,312,055 shares or 36.92% (March 31, 2020: 90,082,055 or 36.92%) consisting of class B shares 78,053,053 (March 31, 2020 77,823,053) and class A shares 12,259,002 (March 31, 2020 12,259,002). The share price was $0.64 (March 31, 2020 $0.41).

At September 30, 2020, the carrying value of the investment was $30,455,077 (March 31, 2020: $31,157,573), and Menē Inc. had total assets of $33,410,790 and total liabilities of $20,745,954. For the six months ended September 30, 2020 Menē Inc. had a net loss of $1,488,972.

(Expressed in Canadian Dollars)

(ii) **LBT Holdings LTD.** - At May 21, 2019, the Company acquired the remaining 77% in LBT Holdings Limited ("LBTH"), an Isle of Man-based investment company and parent of Lend & Borrow Trust Company Ltd. The acquisition gave Goldmoney Inc. a 100% ownership in LBTH and subsidiary status.

Prior to May 21, 2019, Goldmoney had accounted for its 23% investment in LBTH as an associate, and that was based on the existence of significant influence by having the power to participate in the financial and operating policy decisions, and representation on the LBTH Board of Directors.

At May 21, 2019, the carrying value of the investment was $858,743.

12. Lease liabilities

Lease liability recognised under IFRS 16.

	As at September 30, 2020	As at March 31, 2020
Leases liabilities	597,179	695,569
Lease liabilities due within one year	121,361	185,591
Lease liabilities due after one year	475,818	509,978
Total lease liabilities	597,179	695,569

13. Mortgage payable

During the year ended March 31, 2018, a subsidiary of the Company entered a 5-year commercial mortgage secured by the property at 9 Bond Street in St. Helier, Jersey, Channel Islands. The principal amount is $1,357,950 (£750,000) and bears interest at base rate plus 3.25% per annum. Principal payments are payable monthly based upon a 20 years amortization period.

As at September 30, 2020, the current portion of the mortgage is $89,435 (£52,000) and the non-current portion is $908,946 (£528,488) and the Company is compliant with the terms of the mortgage. During the period ended September 30, 2020, the Company incurred interest expense of $17,077 (September 30, 2019: $21,574).

(Expressed in Canadian Dollars)

14. Share capital

The authorized share capital consists of an unlimited number of common shares. The common shares do not have a par value. All issued shares are fully paid.

	Number of common shares	Amount
Balance, March 31, 2019	77,291,090	$ 168,148,558
Exercise of RSU	406,135	973,947
Exercise of stock options	20,000	29,238
Balance, September 30, 2019	77,717,225	$ 169,151,743
Balance, March 31, 2020	77,895,361	$ 170,384,058
Share repurchase	(3,000,000)	(6,847,052)
Exercise of RSU	407,422	971,104
Exercise of stock options	28,118	39,154
Balance, September 30, 2020	75,330,901	$ 164,547,264

(a) Normal Course Issuer Bid (“NCIB”)

On July 20, 2020, the Board of Directors of the Company approved a plan to repurchase a portion of the Company’s common shares. The Toronto Stock Exchange (“TSX”) accepted the notice of intention, on July 22, 2020, to make a normal course issuer bid to repurchase up to 752,049 of its common, representing 1% of its 75,040,980 common shares issued and outstanding as of July 16, 2020. The NCIB commenced on July 22, 2020 and will terminate on July 21, 2021 or at such earlier date in the event that the number of shares sought in the NCIB has been repurchased. Goldmoney reserves the right to terminate the NCIB earlier if it feels that it is appropriate to do so.

The Company entered into a share purchase plan with a broker in order to facilitate the 2020-2021 repurchase. The primary purpose of the 2020-2021 Repurchase is for cancellation. Under the share purchase plan, the Company may repurchase shares from time to time at the Company’s’ discretion. Any purchases made by Goldmoney pursuant to the NCIB will be made in accordance with the rules and policies of the TSX. The actual number of common shares purchased, and the timing of such purchases are determined by the Company considering market conditions, stock prices, its cash position and other factors.

During the period ended September 30, 2020, the Company repurchased and cancelled nil shares as part of the NCIB program (September 30, 2019: nil).

(Expressed in Canadian Dollars)

(b) Exempt Issuer Bid

On July 13, 2020, the Company executed an exempt issuer bid whereby it repurchased for cancellation 3,000,000 common shares for a total consideration of $6,000,000, from an executive officer and director of Goldmoney. The transaction price represents a discount of 14% to the closing price of the Company's shares on the Toronto Stock Exchange (the "TSX") on July 10, 2020, and a discount of 17.1% to the average closing price of the Shares on the TSX for the prior twenty trading days.

15. Contributed Surplus

Contributed surplus consists of the accumulation of warrant expense, stock option expense and performance share expense, less the transfer of balances to share capital upon exercise.

a) Warrants

	Number of warrants	**Weighted average exercise price**
Balance, March 31, 2020	1,400,000	$5.26
Exercised	-	-
Expired	-	-
Forfeited	-	-
Balance, September 30, 2020	1,400,000	$5.26

Number of warrants outstanding	**Exercise price**	**Expiry date**
700,000	5.00	14-Nov-26
350,000	5.25	14-Nov-26
350,000	5.80	14-Nov-26
1,400,000	$5.26	

During the quarter ended September 30, 2020, none of the vested warrants were exercised.

b) Stock options

Shareholders of the Company approved the unallocated options under the stock option plan at its shareholders' meeting on September 30, 2019. The aggregate maximum number of shares available for issuance from treasury under this plan and all the Company's other security-based compensation arrangements at any given time is 10% of the Company's issued and outstanding shares as at the date of grant of an option under the Plan, subject to certain stated adjustments. Under the plan, options granted can be exercisable for a maximum of 10 years from the date of grant or a lesser period as determined by the Board at the time of such grant. In the event of a change in control in the Company, all options outstanding shall be immediately exercisable. The vesting schedule of the options is at the discretion of the board; some options disclosed below vest immediately, while others vest over a three-year period.

(Expressed in Canadian Dollars)

	Number of stock options	**Weighted average exercise price**
Balance, March 31, 2019	2,521,995	$ 3.57
Issued	949,500	2.33
Exercised	(20,000)	0.90
Forfeited	(465,571)	3.30
Balance, September 30, 2019	2,985,924	$ 3.23
Balance, March 31, 2020	2,915,812	$ 3.24
Issued	371,250	2.70
Exercised	(28,118)	1.60
Forfeited/ cancelled	(915,382)	3.44
Balance, September 30, 2020	2,343,562	$ 3.08

During the quarter ended September 30, 2020, the Company granted 326,250 stock options (September 30, 2019: 699,500).

The assumptions used to estimate the fair value of options granted during the six-month period ended September 30, 2020.

	September 30, 2020
Risk free interest rate	0.29% to 0.41%
Expected volatility	63.26%
Expected life	5 years
Expected dividends	-
Forfeiture rate (%)	-

c) Restricted share units

The Company established a restricted stock unit plan ("RSU Plan") which was approved by the Company's shareholders on September 29, 2017. On September 30, 2019, shareholders approved an amendment to the RSU Plan to allow for the replenishment of the number of Common Shares reserved for issuance under the RSU Plan when RSUs are exercised. The RSU Plan, which is administered by the Board of Directors, is intended to provide an incentive and retention mechanism to foster the interest of eligible directors, officers, employees and consultants of the Company in the success of the Company.

Awards granted under the RSU Plan shall be settled, at the sole discretion of the Company, either: (i) through the issue from treasury of the number of RSU shares represented by such vested award; or (ii) in the case of awards in respect of RSU shares that are common shares, through the purchase on the secondary market by the Company of the number of RSU shares represented by such vested award and delivery to such RSU holder.

(Expressed in Canadian Dollars)

Outstanding, March 31, 2019	561,930
Granted	440,221
Exercised	(406,135)
Forfeited	-
Outstanding, September 30, 2019	596,016

Outstanding, March 31, 2020	720,606
Granted	581,289
Exercised	(407,422)
Outstanding, September 30, 2020	894,473

During the quarter ended September 30, 2020, the Company granted 248,119 RSUs (September 30, 2019: 160,837).

16. Revenue

	For the three months ended		For the six months ended	
	September 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019
Revenue - Metals	$ 133,251,222	$ 97,435,502	$ 234,758,189	$ 136,713,738
Cost of sales	128,107,331	95,786,858	225,973,907	134,195,570
Gross margin	$ 5,143,891	$ 1,648,644	$ 8,784,283	$ 2,518,169
Revenue - Coins	$ 110,077,617	$ 29,538,236	$ 181,957,950	$ 49,125,331
Cost of sales	107,935,646	28,866,152	177,587,788	48,056,713
Gross margin	$ 2,141,971	$ 672,084	$ 4,370,162	$ 1,068,618
Revenue exchange services	$ 279,914	$ 180,073	$ 392,272	$ 431,050
Revenue	$ 243,608,754	$ 127,153,811	$ 417,108,412	$ 186,270,119
Cost of sales	236,042,977	124,653,010	403,561,695	182,252,282
Gross margin	$ 7,565,777	$ 2,500,800	$ 13,546,717	$ 4,017,837

(Expressed in Canadian Dollars)

17. Earnings per share

	For the three months ended		For the six months ended	
	September 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019
Basic earnings per common share				
Net income attributable to common shareholders	$ 7,509,127	$ 1,053,827	$ 13,558,086	$ 1,137,186
Weighted average number of common shares outstanding	75,686,746	77,184,417	76,823,599	77,488,734
Basic earnings per common share	$ 0.10	$ 0.01	$ 0.18	$ 0.01
Diluted earnings per common share				
Net income attributable to common shareholders	$ 7,509,127	$ 1,053,827	$ 13,558,086	$ 1,137,186
Weighted average number of common shares outstanding	75,686,746	77,184,417	76,823,599	77,352,907
Adjustments to average shares due to share-based options and others	1,186,412	466,000	1,186,412	601,827
Weighted average number of diluted common shares outstanding	76,873,158	77,650,417	78,010,011	77,954,734
Diluted earnings per common share	$ 0.10	$ 0.01	$ 0.17	$ 0.01

18. Related party transactions

Related parties include the Board of Directors, senior management, close family members and enterprises that are controlled by these individuals as well as certain persons performing similar functions. Related party transactions conducted in the normal course of operations (see note 14) are measured at fair value.

	For the period ended	
Transactions with associate	September 30, 2020	September 30, 2019
Loan receivables	$10,517,265	$7,739,332
Interest earned	151,695	168,934
Gain on revaluation of metal loan receivables	882,171	948,148

19. Capital risk management

The Company manages its capital with the following objectives:

(i) to ensure sufficient financial flexibility to achieve the ongoing business objectives including funding of future growth opportunities and pursuit of accretive acquisitions; and
(ii) to maximize shareholder return through enhancing the share value.

The Company monitors its capital structure and adjusts according to market conditions to meet its objectives given the prevailing outlook of the business and industry in general. The Company may manage its capital structure by issuing new shares, repurchasing outstanding shares, adjusting capital spending, or disposing of assets. The capital structure is reviewed by management and the Board of Directors on an ongoing basis. The Company considers its capital to be equity, comprising share capital, subscription receipts costs, warrants and retained earnings, which at September 30, 2020 totaled $181,088,990 (March 31, 2020 - $172,434,854).

The Company manages capital through its financial and operational forecasting processes. The Company reviews its working capital and forecasts its future cash flows based on operating expenditures, and other investing and financing activities. The forecast is updated based on actual activities. Capital management information is provided to the Board of Directors of the Company.

(Expressed in Canadian Dollars)

20. Commitments

The Company has four lease agreements on its premises, expiring on March 2021, and September 2026, respectively. Under the terms of the lease agreements the Company has the following remaining lease commitments in the following fiscal years:

Fiscal year ending	As at September 30, 2020
2021	94,547
2022	89,645
2023	89,127
2024	83,791
2025	78,775
2026	74,060
2027	35,350
	$545,295

21. Client Assets

All client assets are held off-balance sheet. Cash is deposited in bank accounts managed by Goldmoney that are separated from the Company's own working capital. Precious metals are stored in independent vaulting companies by Goldmoney on behalf of its clients, who at all times retain title to these assets.

		September 30, 2020		March 31, 2020	
		Quantity	Fair Value	Quantity	Fair Value
Cash			$ 85,599,280		$ 81,904,754
Gold	Grams	19,493,148	1,555,496,696	19,269,253	1,398,830,747
Silver	Ounces	28,967,417	892,564,037	28,110,847	543,966,940
Platinum	Grams	815,472	29,632,498	738,525	24,196,948
Palladium	Grams	233,248	22,645,607	234,626	24,940,746
			$ 2,585,938,118		$ 2,073,840,135

22. Segment information

Management's internal view provides the basis for the determination of operating segments. The operating segments are those whose operating results are reviewed by the Company's chief operating decision-maker to make decisions about resources to be allocated to the segment and assess its performance. The Company has three operating business units: Goldmoney.com, Schiff Gold and LBT Holdings Limited, parent of Lend & Borrow Trust Company Ltd. ("LBT"). Goldmoney.com is the operation of the Canadian and Jersey subsidiaries in a unified business operation. Schiff Gold offers physical direct-to-consumer precious metal sales. LBT is U.K.-based company and regulated by the Financial Conduct Authority to operate an online peer-to-peer lending platform.

(Expressed in Canadian Dollars)

For the three-month period ended September 30, 2020, a portion of these expenses were not allocated to the business units as the following costs are not specifically managed on a segment basis: stock-based compensation, payroll expenses, general and administrative, technology and development costs and market and business development.

The following tables present financial information by segment for the three and six months ended September 30, 2020 and September 30, 2019.

Three month ended September 30, 2020

	Goldmoney.com	Schiff Gold	LBTH	Corporate	Total
Revenue	$ 133,531,137	$110,077,617	$ -	$ -	$ 243,608,754
Cost of sales	128,107,331	107,935,646	-	-	236,042,977
Gross Margin	5,423,806	2,141,971	-	-	7,565,777
Fee revenue	1,711,066	-	64,719	-	1,775,785
Interest income	216,660	-	-	-	216,660
Gain on revaluation of precious metals	838,384	24,049	-	-	862,433
Gross profit	8,189,916	2,166,020	64,719	-	10,420,655
Operating expenses	1,801,980	1,329,005	138,338	1,303,610	4,572,933
Total operating income (loss)	$ 6,387,936	$ 837,015	$ (73,619)	$ (1,303,610)	$ 5,847,722

Three month ended September 30, 2019

	Goldmoney.com	Schiff Gold	LBTH	Corporate	Total
Revenue	$ 97,615,574	$ 29,538,236	$ -	$ -	$ 127,153,810
Cost of sales	95,786,858	28,866,152	-	-	124,653,010
Gross Margin	1,828,716	672,084	-	-	2,500,800
Fee revenue	562,196	-	36,624	-	598,820
Interest income	536,090	-	-	-	536,090
Realized gain on sale of cryptoassets	(2,670)	-	-	-	(2,670)
Gain on revaluation of precious metals	2,002,865	-	-	-	2,002,865
Gross profit	4,927,197	672,084	36,624	-	5,635,905
Operating expenses	2,161,437	550,651	172,077	1,599,432	4,483,597
Total operating income (loss)	$ 2,765,760	$ 121,433	$(135,453)	$ (1,599,432)	$ 1,152,308

(Expressed in Canadian Dollars)

Six month ended September 30, 2020

	Goldmoney.com	Schiff Gold	LBTH	Corporate	Total
Revenue	$ 235,150,462	$181,957,950	$ -	$ -	$ 417,108,412
Cost of sales	225,973,907	177,587,788	-	-	403,561,695
Gross Margin	9,176,555	4,370,162	-	-	13,546,717
Fee revenue	4,032,783	-	93,600	-	4,126,383
Interest income	455,325	-	-	-	455,325
Realized gain on sale of cryptoassets	-	-	-	-	-
Gain (loss) on revaluation of precious metals	2,724,737	182,758	-	-	2,907,495
Gross profit	16,389,400	4,552,920	93,600	-	21,035,920
Operating expenses	3,768,616	2,728,713	250,505	2,759,665	9,507,499
Total operating income (loss)	$ 12,620,784	$ 1,824,207	$(156,905)	$ (2,759,665)	$ 11,528,421

Six month ended September 30, 2019

	Goldmoney.com	Schiff Gold	LBTH	Corporate	Total
Revenue	$ 137,144,788	$ 49,125,331	$ -	$ -	$ 186,270,119
Cost of sales	$ 134,195,569	$ 48,056,713	$ -	-	182,252,282
Gross Margin	2,949,219	1,068,618	-	-	4,017,837
Fee revenue	1,146,836	-	58,188	-	1,205,024
Interest income	1,091,431	-	-	-	1,091,431
Realized gain on sale of cryptoassets	1,060	-	-	-	1,060
Loss on revaluation of precious metals	3,424,481	-	-	-	3,424,481
Gross profit	8,613,027	1,068,618	-	-	9,739,833
Operating expenses	4,057,415	903,690	243,345	3,179,617	8,384,067
Total operating income (loss)	$ 4,555,612	$ 164,928	$(243,345)	$ (3,179,617)	$ 1,355,765

The following tables present financial information by segment for balance sheet as at September 30, 2020, and March 31, 2020.

As at September 30, 2020

	Goldmoney.com	Schiff Gold	LBTH	Menē Inc	Corporate	Total
Goodwill	$ 32,722,163	$ 2,331,585	$ 248,570	$ 1,980,015	$ -	$ 37,282,333
Total assets	103,486,098	4,591,297	486,727	-	78,016,337	186,580,459
Total liabilities	$ (3,145,104)	$ (2,300,725)	$ (45,639)	$ -	$ -	$ (5,491,469)

As at March 31, 2020

	Goldmoney.com	Schiff Gold	LBTH	Menē Inc	Corporate	Total
Goodwill	$ 32,722,163	$ 2,331,585	$ 248,570	$ 1,980,015	$ -	$ 37,282,333
Total assets	97,249,513	6,252,628	659,942	-	80,527,957	184,690,040
Total liabilities	$ (6,867,338)	$ (5,354,822)	$ (33,026)	$ -	$ -	$ (12,255,186)

Corporate consist of shared services cost, payroll and stock-based compensation for officers and directors, and amortization of intangibles assets.