



Condensed Interim Consolidated Financial Statements
For the Quarter ended June 30, 2024

These condensed interim consolidated financial statements have not been reviewed by the Company's auditor.

Gamehost Inc.
Condensed Interim Consolidated Statements of Profit and Comprehensive Profit

In thousands

(Except per share figures)

	Notes	<i>Unaudited</i>		<i>Unaudited</i>	
		six months ended June 30		three months ended June 30	
		2024	2023	2024	2023
Operating revenue		\$ 40,850.8	\$ 40,671.7	\$ 20,303.5	\$ 20,833.1
Cost of sales					
Other		(23,186.1)	(22,231.4)	(11,557.1)	(11,333.6)
Depreciation	8, 9a)	(1,649.3)	(1,688.6)	(828.5)	(859.1)
		(24,835.4)	(23,920.0)	(12,385.6)	(12,192.7)
Gross profit		16,015.4	16,751.7	7,917.9	8,640.4
Lease and other income	4	102.2	86.0	55.9	43.2
Administrative expenses					
Other		(1,966.4)	(1,886.1)	(865.6)	(843.7)
Depreciation	8, 9a)	(434.1)	(463.3)	(217.1)	(231.6)
		(2,400.5)	(2,349.4)	(1,082.7)	(1,075.3)
Profit from operating activities		13,717.1	14,488.3	6,891.1	7,608.3
Gain on disposal of assets	8	9.4	-	-	-
Net finance costs		(1,292.6)	(1,546.7)	(625.5)	(778.3)
Profit before income taxes		12,433.9	12,941.6	6,265.5	6,830.0
Income tax expense	5	(2,898.0)	(3,048.0)	(1,475.8)	(1,483.5)
Profit and comprehensive profit		\$ 9,535.9	\$ 9,893.6	\$ 4,789.7	\$ 5,346.5
Earnings per share					
Basic and fully diluted	6	\$ 0.45	\$ 0.45	\$ 0.23	\$ 0.25
Weighted average number of common shares outstanding	12				
Basic and fully diluted		21,312.0	21,960.0	21,265.0	21,761.2

The accompanying notes are an integral part of the consolidated financial statements.

Gamehost Inc.
Condensed Interim Consolidated Statements of Financial Position

<i>In thousands</i>	Notes	<i>Unaudited</i>	<i>Audited</i>
		June 30, 2024	December 31, 2023
Assets			
Current			
Cash		\$ 14,503.4	\$ 13,979.2
Restricted cash		741.6	594.4
Trade and other receivables	7	3,194.9	3,384.4
Inventories		737.7	753.4
Prepaid expenses		415.2	867.0
Income tax receivable		249.2	73.2
		19,842.0	19,651.6
Property, plant and equipment	8	71,039.7	72,466.8
Right-of-use assets	9a)	8,824.5	9,223.7
Investment property	10	1,163.8	1,163.8
Goodwill and licences		76,890.8	76,890.8
		\$ 177,760.8	\$ 179,396.7
Liabilities			
Current			
Trade and other payables		\$ 5,606.0	\$ 4,546.3
Loans and borrowings	11	16,731.9	20,699.1
Lease liabilities	9b)	758.7	745.5
Dividends payable	12	847.8	855.0
		23,944.4	26,845.9
Loans and borrowings	11	24,515.2	25,468.0
Lease liabilities	9b)	10,477.9	10,862.2
Deferred tax liabilities	5	7,422.5	7,422.5
		66,360.0	70,598.6
Equity			
	12		
Share capital		100,769.3	101,624.7
Contributed surplus		40,864.3	41,828.6
Deficit		(30,232.8)	(34,655.2)
		111,400.8	108,798.1
		\$ 177,760.8	\$ 179,396.7

The accompanying notes are an integral part of the consolidated financial statements.

Gamehost Inc.**Condensed Interim Consolidated Statements of Changes in Equity***In thousands**Unaudited*

	Notes	Contributed			Total equity
		Share capital	surplus	Deficit	
Equity as at January 1, 2023		\$ 105,985.8	\$ 45,341.8	\$ (47,456.6)	\$ 103,871.0
Profit and comprehensive income		-	-	9,893.6	9,893.6
Dividends to shareholders of the Company	12	-	-	(3,944.6)	(3,944.6)
Shares repurchased for cancellation		(2,782.9)	(2,125.9)	-	(4,908.8)
Equity as at June 30, 2023		\$ 103,202.9	\$ 43,215.9	\$ (41,507.6)	\$ 104,911.2
Equity as at January 1, 2024		101,624.7	\$ 41,828.6	(34,655.2)	\$ 108,798.1
Profit and comprehensive income		-	-	9,535.9	9,535.9
Dividends declared to shareholders of the Company	12	-	-	(5,113.5)	(5,113.5)
Shares repurchased for cancellation	12	(855.3)	(964.3)	-	(1,819.7)
Equity as at June 30, 2024		\$ 100,769.3	\$ 40,864.3	\$ (30,232.8)	\$ 111,400.8

The accompanying notes are an integral part of the consolidated financial statements.

Gamehost Inc.
Condensed Interim Consolidated Statements of Cash Flows

In thousands

	Notes	<i>Unaudited</i>		<i>Unaudited</i>	
		six months ended June 30		three months ended June 30	
		2024	2023	2024	2023
Cash provided by (used in):					
Operating activities					
Profit and comprehensive profit		\$ 9,535.9	\$ 9,893.6	\$ 4,789.7	\$ 5,346.5
Adjustments for:					
Depreciation of property, plant and equipment		2,083.4	2,151.9	1,045.6	1,090.7
Finance costs		1,416.0	1,698.1	686.3	850.4
Foreign exchange gain		(12.0)	4.7	(6.1)	2.4
Income tax expense	5	2,898.0	3,048.0	1,475.8	1,483.5
Gain on sale of assets		(9.4)	-	-	-
		15,911.9	16,796.3	7,991.3	8,773.5
Change in:					
Non-cash working capital:					
Trade and other receivables		189.4	406.8	(981.0)	107.7
Inventories		15.7	(27.0)	(27.8)	(16.4)
Prepaid expenses		451.8	(212.0)	217.9	(219.1)
Trade and other payables		923.1	336.4	924.8	136.2
Finance costs paid		(1,415.7)	(1,702.8)	(660.1)	(834.5)
Income taxes paid		(3,073.9)	(2,254.0)	(1,519.1)	(1,449.0)
Net cash provided by operating activities		13,002.3	13,343.7	5,946.0	6,498.4
Investing activities					
Purchase of property, plant and equipment	8	(331.7)	(460.8)	(140.2)	(386.4)
Sale of expropriated land	8	84.0	-	-	-
Investment property		-	56.3	-	-
Net cash used in investing activities		(247.7)	(404.5)	(140.2)	(386.4)
Financing activities					
Proceeds of loans and borrowings		2,452.2	4,218.1	2,452.2	1,808.0
Payments on loans and borrowings		(7,372.1)	(7,298.3)	(3,205.1)	(4,321.0)
Payments on lease liabilities	9b)	(371.1)	(366.1)	(186.4)	(184.0)
Dividends paid	12	(5,119.7)	(3,962.1)	(2,554.7)	(1,962.1)
Share repurchases	12	(1,819.7)	(4,908.8)	(1,354.7)	(1,813.4)
Net cash used in financing activities		(12,230.4)	(12,317.2)	(4,848.7)	(6,472.5)
Net increase (decrease) in cash		524.2	622.0	957.1	(360.5)
Opening cash		13,979.2	15,614.5	13,546.3	16,597.0
Closing cash		\$ 14,503.4	\$ 16,236.5	\$ 14,503.4	\$ 16,236.5

The accompanying notes are an integral part of the consolidated financial statements.

1 REPORTING ENTITY

Gamehost Inc. (the "Company" or "Gamehost") is a publicly listed company incorporated in Canada under the Business Corporations Act (Alberta). The Company's shares are listed on the Toronto Stock Exchange ("TSX") under the trading symbol "GH". The head office is located at 104 - 548 Laura Avenue, Red Deer Country, Alberta T4E 0A5. The registered office and location of records is located at 1400, 350 – 7th Avenue SW Calgary, Alberta T2P 3N9.

Gamehost Inc., its wholly owned subsidiaries Gamehost Limited Partnership, and Deerfoot Inn & Casino Inc, collectively ("Gamehost") operates entirely in the province of Alberta. Operations include Deerfoot Inn & Casino ("Deerfoot") in Calgary, Rivers Casino & Entertainment Centre ("Rivers") in Fort McMurray, Great Northern Casino ("Great Northern"), Service Plus Inns & Suites ("Service Plus"), and Encore Suites by Service Plus Inns ("Encore") all located in Grande Prairie.

The Company is also the owner of an investment property located adjacent to its operating properties in Grande Prairie.

Gaming operations of the Company are controlled by Alberta Gaming, Liquor and Cannabis Commission ("AGLC"), including Company owned table games and government owned slot machines and electronic gaming tables, together referred to as electronic gaming devices ("EGD"), video lottery terminals ("VLT"), and lottery ticket kiosks. Hotel operations of the Company include full and limited service hotels, and banquet and convention services. Food, beverages and entertainment are offered at each of the Company's casino locations.

2 BASIS OF PREPARATION

These Condensed Interim Consolidated Financial Statements, including comparatives, have been prepared in accordance with International Accounting Standards ("IAS") 34 *Interim Financial Reporting*. Certain information and disclosures normally provided in audited annual consolidated financial statements prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Financial Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC") have been omitted or condensed. As such, these Condensed Interim Consolidated Financial Statements should be read in conjunction with Gamehost Inc's Audited Consolidated Financial Statements for the year ended December 31, 2023 ("Annual Financial Statements").

These Condensed Interim Consolidated Financial Statements were approved and authorized for issue by the Board of Directors on August 13, 2024. The policies applied in preparation of these Condensed Interim Consolidated Financial Statements are consistent with those applied in the Company's Annual Financial Statements.

Gamehost Inc
Notes to the Condensed Interim Consolidated Financial Statements
For the Quarter ended June 30, 2024
(table figures in thousands, except share information)

3 OPERATING SEGMENTS

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Company's other components. Operating results of each segment for which specific financial information is available are reviewed regularly by the Company's Chief Operating Officer ("COO"), to make decisions about resources to be allocated to the segment and assess its performance.

Segment results that are reported to the COO include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly corporate assets (primarily the Company's headquarters), and income tax assets and liabilities.

Segment capital expenditure is the total cost incurred during the Year to acquire or develop property, plant and equipment, and licences.

The Company's reportable segments are strategic business units that offer different services. They are managed separately because of their unique operational and marketing requirements. Each segment complements the other segments. The Gaming segment includes three casinos offering slot machines, electronic gaming tables, VLT's, lottery ticket kiosks and table games. The Hotel segment includes three hotels catering to mid-range clients. The Food and Beverage segment has operations that are located within the casinos and hotels as a complement to those segments.

six months ended June 30, 2024	Gaming	Hotel	Food & Beverage	Corporate and Other ¹	Total
Operating revenue	\$ 24,873.7	\$ 7,154.2	\$ 8,854.6	\$ (31.7)	\$ 40,850.8
Lease and other income, gain on disposal of assets	9.4	-	34.7	67.5	111.6
Total revenues	\$ 24,883.1	\$ 7,154.2	\$ 8,889.3	\$ 35.8	\$ 40,962.4
Profit (loss) before income taxes	\$ 12,146.6	\$ 1,359.2	\$ 1,510.5	\$ (2,582.4)	\$ 12,433.9
Segment assets	\$ 82,052.0	\$ 65,572.7	\$ 26,524.2	\$ 3,611.9	\$ 177,760.8
Segment liabilities	\$ 26,086.3	\$ 21,109.1	\$ 9,782.4	\$ 9,382.2	\$ 66,360.0
Capital expenditures	\$ 182.1	\$ 105.0	\$ 44.6	\$ -	\$ 331.7
six months ended June 30, 2023	Gaming	Hotel	Food & Beverage	Corporate and Other ¹	Total
Operating revenue	\$ 24,118.4	\$ 7,649.2	\$ 8,962.3	\$ (58.1)	\$ 40,671.7
Lease and other income, gain on disposal of assets	7.2	-	26.7	52.0	86.0
Total revenues	\$ 24,125.6	\$ 7,649.2	\$ 8,989.0	\$ (6.1)	\$ 40,757.7
Profit (loss) before income taxes	\$ 11,869.6	\$ 1,772.3	\$ 1,734.6	\$ (2,434.9)	\$ 12,941.6
Segment assets	\$ 85,183.3	\$ 67,330.7	\$ 27,224.3	\$ 2,283.8	\$ 182,022.1
Segment liabilities	\$ 29,784.7	\$ 25,802.4	\$ 11,589.2	\$ 9,934.5	\$ 77,110.8
Capital expenditures	\$ 202.4	\$ 166.5	\$ 91.9	\$ (56.3)	\$ 404.5

¹ Corporate and Other consists of revenues and expenses which are not allocated to operating segments and do not meet the definition of an operating segment on their own.

Gamehost Inc
Notes to the Condensed Interim Consolidated Financial Statements
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(table figures in thousands, except share information)

4 LEASE AND OTHER INCOME

	six months ended		three months ended	
	June 30		June 30	
Lease and other income	2024	2023	2024	2023
Investment property				
Gross revenue	67.5	29.5	33.8	18.6
Operating costs	(72.5)	(59.6)	(32.5)	(29.3)
Net profit	(5.0)	(30.1)	1.3	(10.7)
Lease revenues from food services operators	103.7	103.7	51.9	51.9
Other income	3.5	12.4	2.7	2.0
	102.2	86.0	55.9	43.2

Lease and other income is comprised of net profits from investment property leasing activities, lease income from food services operators at the Company's Great Northern and Rivers casinos and other miscellaneous incomes. As lessor, the Company is responsible for all exterior or building shell maintenance and capital expenditures at the Company's investment property. Additionally, the Company manages the operational costs including property tax, building insurance, repairs and maintenance and security of the investment property which costs are shared pro-rata by property tenants as common area costs. The investment property has available vacant space.

5 INCOME TAX

Current income tax

six months ended June 30	2024		2023	
Current tax expense	\$	2,898.0	\$	2,924.7
Deferred tax expense (recovery)				
Permanent differences in deferred tax carrying values		-		123.3
Income tax expense	\$	2,898.0	\$	3,048.0

Substantially enacted tax laws, as they relate to the Company's liability for current and deferred taxes, have been factored into the determination of reported taxes.

Deferred income tax

a) Recognized deferred tax assets and liabilities

The income tax effects of temporary differences that give rise to significant portions of the deferred tax liabilities are presented below:

as at	June 30, 2024			December 31, 2023		
	Assets	Liabilities	Net	Assets	Liabilities	Net
Leased right-of-use assets	2,584.4	-	2,584.4	2,669.8	-	2,669.8
Goodwill and licences	-	(5,551.1)	(5,551.1)	-	(5,517.3)	(5,517.3)
Property, plant and equipment including ROU assets	-	(4,455.8)	(4,455.8)	-	(4,575.0)	(4,575.0)
Deferred tax assets (liabilities)	2,584.4	(10,006.9)	(7,422.5)	2,669.8	(10,092.3)	(7,422.5)

Gamehost Inc
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(table figures in thousands, except share information)

5 INCOME TAX (Continued)

b) Movement in deferred tax balances

six months ended	June 30, 2024			December 31, 2023		
	Opening	Recognized in profit	Closing	Opening	Recognized in profit	Closing
Lease liabilities	2,669.8	(85.4)	2,584.4	2,839.8	(170.0)	2,669.8
Goodwill and licences	(5,517.3)	(33.8)	(5,551.1)	(5,372.9)	(144.4)	(5,517.3)
Property, plant and equipment including ROU assets	(4,575.0)	119.2	(4,455.8)	(4,862.8)	287.8	(4,575.0)
Deferred tax assets (liabilities)	(7,422.5)	-	(7,422.5)	(7,395.9)	(26.6)	(7,422.5)

6 Earnings per share

The calculation of basic earnings per share is based on the profit attributable to common shareholders and the weighted average number of common shares outstanding. The Company had no potentially dilutive common shares during the periods reported.

	six months ended June 30		three months ended June 30	
	2024	2023	2024	2023
Profit and comprehensive profit attributable to shareholders	\$ 9,535.9	\$ 9,893.6	\$ 4,789.7	\$ 5,346.5
Weighted average common shares outstanding	21,312.0	21,960.0	21,265.0	21,761.2
Basic and fully diluted earnings per share	\$ 0.45	\$ 0.45	\$ 0.23	\$ 0.25

7 TRADE AND OTHER RECEIVABLES

	June 30, 2024	December 31, 2023
AGLC, ATM and statutory amounts	2,340.6	1,856.4
Hotel guest accounts	854.3	1,528.0
	3,194.9	3,384.4

AGLC and statutory amounts are expected to clear the month following. Hotel and guest accounts are monitored closely for changes in payment patterns and remain well within Company targets for days sales outstanding. No adjustments have been made to estimates for expected credit losses.

Gamehost Inc
Notes to the Condensed Interim Consolidated Financial Statements
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(table figures in thousands, except share information)

8 PROPERTY, PLANT AND EQUIPMENT

The carrying values of property, plant and equipment which comprise of owned assets that do not meet the definition of investment property are reconciled below:

	Land	Land Improvement	Buildings	Building Components	Leaseholds	Furniture and Equipment	Total
Cost							
At January 1, 2023	\$ 11,564.1	\$ 4,215.6	\$ 90,299.7	\$ 468.5	\$ 8,400.1	\$ 25,713.9	\$ 140,661.9
Additions	-	-	43.6	-	29.2	602.5	675.3
At December 31, 2023	\$ 11,564.1	\$ 4,215.6	\$ 90,343.3	\$ 468.5	\$ 8,429.3	\$ 26,316.4	\$ 141,337.2
Additions (disposals)	(74.6)	-	-	-	5.8	325.9	257.1
At June 30, 2024	\$ 11,489.5	\$ 4,215.6	\$ 90,343.3	\$ 468.5	\$ 8,435.1	\$ 26,642.3	\$ 141,594.3
Accumulated depreciation							
At January 1, 2023	\$ -	\$ 1,242.2	\$ 37,926.8	\$ 235.3	\$ 3,340.0	\$ 22,678.6	\$ 65,422.9
Depreciation	-	84.8	2,251.1	38.9	381.1	691.6	3,447.5
At December 31, 2023	\$ -	\$ 1,327.0	\$ 40,177.9	\$ 274.2	\$ 3,721.1	\$ 23,370.2	\$ 68,870.4
Depreciation	-	42.4	1,084.3	37.4	191.0	329.1	1,684.2
At June 30, 2024	\$ -	\$ 1,369.4	\$ 41,262.2	\$ 311.6	\$ 3,912.1	\$ 23,699.3	\$ 70,554.6
Carrying value							
At December 31, 2023	\$ 11,564.1	\$ 2,888.6	\$ 50,165.4	\$ 194.3	\$ 4,708.2	\$ 2,946.2	\$ 72,466.8
At June 30, 2024	\$ 11,489.5	\$ 2,846.2	\$ 49,081.1	\$ 156.9	\$ 4,523.0	\$ 2,943.0	\$ 71,039.7

Equipment provided by and owned by AGLC including slot, VLT, EGT, and lottery terminals are not included in property, plant and equipment.

The City of Calgary expropriated portions of Deerfoot land for the development of the light rapid transit 'Green Line' during the Period. The Company recorded a gain on the disposal of \$9,400.

9 LEASES

The Company's leases are comprised of predominantly a property lease for the Rivers Casino & Entertainment Centre and numerous pieces of small equipment throughout the Company, collectively known as right-of-use assets. The corresponding lease liabilities for ROU assets are subject to remeasurement for changes in future lease payments with corresponding adjustments made to the carrying value of the ROU asset.

Additional lease payments are recognized in profit (loss) and consist of short-term leases with durations of twelve months or less, and leases of low value consisting primarily of small equipment. Additional lease payments also include variable portions of property leases based on usage such as property tax and insurance portions of common area property costs.

Gamehost Inc
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(table figures in thousands, except share information)

9 LEASES (Continued)

a) Right-of-use assets

	Buildings	Furniture and Equipment	Total
Cost			
At January 1, 2023	\$ 13,023.6	\$ 838.9	\$ 13,862.5
Additions	-	18.0	18.0
At December 31, 2023	\$ 13,023.6	\$ 856.9	\$ 13,880.5
At June 30, 2024	\$ 13,023.6	\$ 856.9	\$ 13,880.5
Accumulated depreciation and impairments			
At January 1, 2023	\$ 3,091.9	\$ 736.7	\$ 3,828.6
Depreciation expense	774.4	53.8	828.2
At December 31, 2023	\$ 3,866.3	\$ 790.5	\$ 4,656.8
Depreciation expense	384.5	14.7	399.2
At June 30, 2024	\$ 4,250.8	\$ 805.2	\$ 5,056.0
Carrying value			
At December 31, 2023	\$ 9,157.3	\$ 66.4	\$ 9,223.7
At June 30, 2024	\$ 8,772.8	\$ 51.7	\$ 8,824.5

b) Lease liabilities

The following table reconciles the opening and ending balances of lease liabilities:

Lease liabilities at January 1, 2023	\$ 12,347.1
Lease payments	(1,184.3)
Interest accretion	426.9
Additions	18.0
Current lease liabilities at December 31, 2023	(745.5)
Non-current lease liabilities at December 31, 2023	\$ 10,862.2
Lease liabilities at January 1, 2024	\$ 11,607.7
Lease payments	(573.8)
Interest accretion	202.7
Current lease liabilities at June 30, 2024	(758.7)
Non-current lease liabilities at June 30, 2024	\$ 10,477.9

Lease payments were discounted using rates ranging from 3.50% to 6.45% at lease origination or modification.

The Company expects the following maturities of its undiscounted lease commitments:

Lease liabilities contractual cash flows (undiscounted)	June 30, 2024	December 31, 2023
One year or less	\$ 1,149.1	\$ 1,149.8
Two to five years	4,490.3	4,519.0
More than five years	8,217.0	8,842.0
	\$ 13,856.4	\$ 14,510.8

Gamehost Inc
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(table figures in thousands, except share information)

9 LEASES (Continued)

c) Lease payments recognized in profit and comprehensive profit

The following table summarizes the amounts recognized in profit and comprehensive profit for lease payments:

six months ended	June 30, 2024	June 30, 2023
Lessor activities		
Net (income) loss from lessor activities	\$ (45.3)	\$ (20.9)
Net (income) from subletting right-of-use assets	(56.9)	(56.9)
Lessee activities		
Interest accretion on lease liabilities	\$ 202.7	\$ 217.4
Depreciation expense on right-of-use assets	399.2	408.1
Variable and usage expenses related to right-of-use assets	380.6	190.3
Expenses related to short-term leases	176.9	227.9
Expenses related to low-value leases	2.9	2.9
Lease expense recognized in profit and comprehensive profit	\$ 1,060.1	\$ 968.8

10 INVESTMENT PROPERTY

Investment property	Total
At January 1, 2023	\$ 1,220.0
Capital maintenance reclassified	(56.2)
At December 31, 2023	\$ 1,163.8
At June 30, 2024	\$ 1,163.8

The Company owns a commercial strip in Grande Prairie which it classifies as an investment property. A portion of the property is leased for 10 years at market rates with a national restaurant chain. The lease includes two 5 year options to extend. The lease commenced March 1, 2023. The Company is actively pursuing tenants for the remainder of the vacant space.

11 LOANS AND BORROWINGS

The Company has a fixed rate term loan ("Term loan 1") secured by land and buildings. The Company is making blended monthly principal and interest payments on Term loan 1, amortized over 20 years and 3 months.

The Company has a variable rate term loan ("Term loan 2") secured by land and buildings. The Company is making blended monthly principal and interest payments on Term loan 2, amortized over 10 years.

A demand revolving credit line with an available limit of \$30,000.0 thousand is secured by the same assets as the Company's Term Loans 1 and 2, and requires interest only payments.

The Company has a fixed rate term loan ("Term loan 3") secured by the Deerfoot land and buildings. The company is making blended monthly principal and interest payments on the loan, amortized over 20 years and 3 months.

The Company has a variable rate term loan ("Term loan 4") secured by the Deerfoot land and buildings. The Company is making blended monthly principal and interest payments on Term loan 4, amortized over 10 years.

Gamehost Inc
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(table figures in thousands, except share information)

11 LOANS AND BORROWINGS (Continued)

	Amortization Period	June 30, 2024	December 31, 2023
Credit facilities available at face value			
Revolving credit line		\$ 30,000.0	\$ 30,000.0
Term loan 1	1-Mar-40	12,455.2	12,748.7
Term loan 2	1-Dec-30	3,521.5	3,730.0
Term loan 3	1-Mar-40	4,502.9	4,606.8
Term loan 4	1-May-32	5,889.6	6,160.4
		\$ 56,369.2	\$ 57,245.9
Carrying value of borrowed amounts			
Current liabilities			
Revolving credit line		\$ 14,878.0	\$ 18,921.2
Term loan 1		603.6	592.0
Term loan 2		449.3	424.6
Term loan 3		213.8	209.7
Term loan 4		587.2	551.6
		16,731.9	20,699.1
Non-current liabilities			
Term loan 1		11,851.5	12,156.7
Term loan 2		3,072.2	3,305.4
Term loan 3		4,289.1	4,397.1
Term loan 4		5,302.4	5,608.8
		24,515.2	25,468.0
		\$ 41,247.1	\$ 46,167.1
		6.95% (P +0.00%)	7.20% (P +0.00%)
Revolving credit line ¹		3.50%	3.50%
Term loan 1 ²		6.95% (P +0.00%)	7.20% (P +0.00%)
Term loan 2 ¹		3.50%	3.50%
Term loan 3 ²		6.95% (P +0.00%)	7.20% (P +0.00%)
Term loan 4 ¹		3.50%	3.50%

¹ 0.25% reduction in the Prime rate (P) - June 5, 2024.

² Interest rate secured to December 1, 2024

Gamehost Inc
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For the Quarter ended June 30, 2024
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12 EQUITY

Common shares of the Company have no par value. The Company is authorized to issue an unlimited number of common shares without nominal or par value to which shares shall be attached the right to vote at any meeting of shareholders of the Company, receive any dividend declared by the Company, and receive the remaining property of the Company upon dissolution.

	six months ended June 30, 2024		twelve months ended December 31, 2023	
	Shares	Amount	Shares	Amount
Opening number of common shares	21,374.5	\$ 101,624.7	22,291.8	\$ 105,985.8
Common shares purchased for cancellation under normal course issuer bid	(179.9)	(855.4)	(917.3)	(4,361.1)
Ending number of common shares	21,194.6	\$ 100,769.3	21,374.5	\$ 101,624.7

	six months ended June 30		three months ended June 30	
	2024	2023	2024	2023
Weighted average number of common shares				
Opening balance of common shares	21,374.5	22,291.8	21,326.3	21,907.2
Weighted average effect of common shares purchased for cancellation	(62.5)	(331.8)	(61.3)	(146.0)
Weighted average common shares outstanding	21,312.0	21,960.0	21,265.0	21,761.2

Normal course issuer bid(s)

On July 21, 2022 the Company commenced a normal course issuer bid (the "2022 Bid"). Pursuant to the 2022 Bid, Gamehost was authorized to purchase for cancellation up to a maximum of 1,124,700 common shares, being equal to 10% of Gamehost's public float on July 11, 2022. The 2022 Bid terminated on July 20, 2023. Common shares purchased under the 2022 Bid totaled 756,300 at prices averaging \$8.31/common share before commissions for an aggregate \$6,284,200.

On August 14, 2023 the Company commenced a normal course issuer bid (the "2023 Bid"). Pursuant to the 2023 Bid, Gamehost is authorized to purchase for cancellation up to a maximum of 1,085,300 common shares, being equal to 5% of Gamehost's issued and outstanding common shares on July 31, 2023. Notwithstanding the foregoing, pursuant to the rules of the TSX, Gamehost may not purchase more than 2,445 common shares in any one day, such amount being equal to 25.0% of the average daily trading volume for the six months ended July 31, 2023 which was 9,800 common shares. The 2023 Bid will terminate on August 13, 2024 or such earlier time as the 2023 Bid is completed or terminated at the option of the Company. During the Quarter, the Company purchased for cancellation 131,700 common shares under the 2023 Bid at prices averaging \$10.29/common share including commissions for an aggregate \$1,354,676.

Gamehost Inc
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For the Quarter ended June 30, 2024
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12 EQUITY (Continued)

Dividends

Dividends declared at Record Date	2024		2023	
	per Share	Dividends	per Share	Dividends
January	\$ 0.0400	855.0	\$ 0.0300	668.6
February	0.0400	855.0	0.0300	662.6
March	0.0400	852.6	0.0300	657.2
April	0.0400	852.4	0.0300	653.7
May	0.0400	850.5	0.0300	651.2
June	0.0400	848.0	0.0300	651.2
July	-	-	0.0300	651.2
August	-	-	0.0300	651.2
September	-	-	0.0300	651.2
October	-	-	0.0300	647.9
November	-	-	0.0400	855.0
December	-	-	0.0400	855.0
	\$ 0.2400	5,113.5	\$ 0.3800	8,256.0

¹ Dividends are net of dividends paid to the Company on share repurchases pending cancellation.

The Company's board of directors reviews dividend policy at each regularly scheduled meeting.

13 RELATED PARTY TRANSACTIONS

Related party transactions are measured at the exchange amount, which is the amount agreed to by the Company and the related parties.

The Company had related party transactions with David Will and Darcy Will and/or companies owned or controlled by David Will and/or Darcy Will (collectively the "Wills"). The Wills are key management personnel, directors of the Company, and significant shareholders. Together, the Wills control 35.0% (34.8% - December 31, 2023) of the outstanding common shares of the Company at end of the Quarter.

- The Company incurred \$896,800 (\$833,300 - 2023) in management compensation with the Wills for the Period which is included in administrative expenses. Compensation is in the form of short term employee benefits, director fees, management agreements, and a general partnership agreement between Gamehost Inc, Gamehost Limited Partnership and the managing partner, Gamehost Management Inc. Management fees stipulated in management services agreements are based on a percentage of revenues and/or earnings before interest, taxes, depreciation and amortization. \$4,500 (\$3,500 - 2023) remains in accounts payable at the end of the Period.
- A management services agreement between the Company and the Wills stipulates that the Wills are entitled to 1.5% of gross operating profit before interest, taxes, depreciation, amortization, and extraordinary items of the Company. These amounts are included in administrative expenses.
- The management services company engaged to perform the services referred to above is also the general partner of Gamehost Limited Partnership. The partnership agreement stipulates that the general partner is entitled to 0.01% of all cash distributions of the partnership. These amounts are included in administrative

13 Related party transactions (cont.)

- A management services agreement between Deerfoot and the Wills stipulates that the Wills are entitled to 1.5% of the gross revenues plus 2.0% of operational earnings before interest, taxes, depreciation, amortization, and extraordinary items of Deerfoot. These amounts are included in administrative expenses.
- The Company incurred \$nil (\$69,400 – 2023) of charter aircraft rental expenses for the Period with Will Air Inc., a company controlled by the Wills, which is included in administrative expenses.
- The Company incurred \$42,600 (\$43,200 – 2023) of office rent expenses for the Period which is included in administrative expenses. Deerfoot rents its head office space from DJ Will Holdings Limited, a company wholly owned by David Will.
- The Company incurred \$318,800 (\$281,200 – 2023) in allocated expenses during the Period which is included in operating expenses. DJ Will Holdings Limited and DarcyCo Holdings Ltd, companies wholly owned by David Will and Darcy Will respectively, allocate portions of their holding companies expenses incurred for the benefit of the Company based on usage. \$5,200 (\$4,000 - 2023) remains in accounts payable at the end of the Quarter.
- The Company advanced \$nil (\$100,600 - 2023) for construction projects during the Period which is included in property, plant and equipment. From time to time, the Company engages DJ Will Construction Inc, a company controlled by the Wills, to act as general contractor for capital projects.

The Company incurred \$93,600 (\$58,000 – 2023) in directors fees for the Period paid to other directors of the Company which is included in administrative expenses. Independent director remuneration was adjusted retro active to Jan 1, 2023, but arrears paid later in 2023.

The Company incurred \$29,500 (\$nil – 2023) in office rent for the Period paid to 669293 Alberta Ltd., a company controlled by the Company's COO, which is included in administrative expenses. The Company formerly rented office space from a third party. These costs are included in administrative expenses.

The Company directly incurred \$137,300 (\$105,800 – 2023) of charter aircraft rental expenses during the Period with Noren Air Inc., a company controlled by the Company's COO. These costs are included in administrative expenses.

The Company incurred \$326,400 (\$320,700 – 2023) during the Period in key management personnel compensation paid or accrued to other officers or companies controlled by other officers of the Company, which is included in administrative expenses. Included in these figures are monthly fees paid under an operational services agreement between the Company and the Company's COO for overseeing site operations of the Company.

14 SUBSEQUENT EVENTS

Regular monthly dividends

The Company declared a regular monthly dividend of \$0.04 per common share for July 2024, payable on or about the 15th day of the subsequent month.

Normal course issuer bid

In July 2024, the Company purchased for cancellation 20,600 common shares under the 2023 Bid at prices averaging \$10.60/common share including commissions for an aggregate \$218,269.