

Red Lane B.V.

Financial Statements

for the year ended December 31, 2021 and for the year ended December
31, 2020

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Red Lane B.V.

Statement of financial position
(All amounts in EUR)

	Note	2021	2020
Assets			
Current assets			
Cash and cash equivalents	-	1,572,450	-
Prepaid expenses	-	-	-
Total current assets	-	1,572,450	-
Non-current assets			
Other assets	-	-	-
Total non-current assets	-	-	-
Total assets	-	1,572,450	-
Equity and liabilities			
Current liabilities			

	Note	2021	2020
Accounts payable	-	215,000	-
Accrued expenses	4	2,700	2,700
Payable to shareholders	5	1,160,800	22,320
Total current liabilities	-	1,378,500	25,020
Equity			
Issued capital	6	100	100
Retained earnings / (Accumulated losses)	-	193,850	-25,120
Total equity	-	193,950	-25,020
Total liabilities and equity	-	1,572,450	-

See accompanying notes.

Red Lane B.V.

Statement of profit or loss (All amounts in EUR)

	Note	2021	2020
Revenue		18,326,930	-
Direct cost	7	- 16,247,350	-7,270
Gross profit / loss		2,079,580	-7,270
Operating expenses			
Administrative expenses	8	-6,300	-6,300
Salaries and personnel expenses		-1,247,830	-
Marketing expenses		-1,245,000	-
Total operating expenses		-2,499,130	-6,300
Profit / (loss) from operations		-419,550	-13,570
Finance cost		-	-
Profit / (loss) before tax		-419,550	-13,570

	Note	2021	2020
Profit tax expense	3	-	-
Profit / (loss) for the year		-419,550	-13,570
Other comprehensive income		-	-
Total comprehensive income / (loss) for the year		-419,550	-13,570
Attributable to the owners		-419,550	-13,570

See accompanying notes.

Red Lane B.V.

Statement of changes in equity (All amounts in EUR)

	Issued capital	Retained earnings / (Accumulated losses)	Total
Balance, December 31, 2019	100	-11,550	-11,450
Profit / (loss) for the year 2020	-	-13,570	-13,570
Balance, December 31, 2020	100	-25,120	-25,020
Profit / (loss) for the year 2021	-	-419,550	- 419,550
Capital injection from shareholders (Note 5)	-	638,520	638,520
Balance, December 31, 2021	100	193,850	193,950

See accompanying notes.

Red Lane B.V.

Statement of cash flows (All amounts in EUR)

Note	2021	2020
Cash flow from operating activities		
Profit / (loss) for the year	-419,550	-13,570
Adjustments for:		
Increase / (decrease) in accounts payable	215,000	-3,350
Increase / (decrease) in accrued expenses	-	-
Net cash used in operating activities	-204,550	-16,920
Cash flow from financing activities		
Capital injection from shareholders	1,777,000	11,345
Net cash generated from financing activities	1,777,000	11,345
Net increase / (decrease) in cash	1,572,450	-5,575
Cash at the beginning of the year	-	-
Cash at the end of the year	1,572,450	-

Red Lane B.V.

Notes to financial statements

1. General information

Red Lane B.V. (the company) was established on April 18, 2019 in Curaçao as a private limited liability company. The address of its registered office is Johan Van Walbeeckplein 24, Curaçao. The company was registered in the Commercial register of Curaçao Chamber of Commerce & Industry under the number 149962.

The main objectives of the company are:

1. To organize, market, promote, manage, support and operate all types of remote gaming activities, comprising of all types of games, betting and other operation of betting exchange, interactive casinos, bingos, lotteries, poker and other interactive games, for clients established or residing outside of Curaçao.
2. The corporation is authorized to perform everything requisite or profitable to the accomplishment of its purpose or incidental thereto or connected therewith in the widest sense of the word.
3. The corporation has no authority to invoke the annulment of legal acts performed by the corporation, which exceeded the corporate objective.

The management of the company is borne by a board of directors. As of December 31, 2021, the management of the company is borne by a single managing director:

- Kurason Trust Curaçao N.V. Managing Director

2. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Basis of presentation

The financial statements of the company have been prepared in accordance with International Financial Reporting Standards (IFRS). The financial statements have been prepared under the historical cost convention. The financial statements are presented in EUR and all values are presented in actual, unless otherwise stated.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the company's accounting policies.

(Notes on Cash and Cash equivalents, Foreign currency transactions, Financial instruments, Impairment, Credit risk, and New standards remain unchanged from the 2020 financial statements and are therefore not repeated in full for brevity. The policies are consistently applied.)

3. Profit taxes

The company is subject to a territorial tax system, wherein the income earned in Curaçao is subject to 22% of profit taxes and the foreign source income is not subject to profit taxes. For the year ended December 31, 2021, the company's revenue was generated from clients outside of Curaçao. Consequently, no profit tax expense has been recognized.

4. Accrued expenses

Description	2021	2020
Annual compliance	2,700	2,700
Total	2,700	2,700

5. Payable to shareholders

Payable to shareholders represents a net position of funds advanced by

shareholders to finance the company's operations and capital requirements. The movement is as follows:

- Balance at January 1, 2021: EUR 22,320
- Add: Capital injection during the year (cash): EUR 1,777,000
- Less: Net loss for the year offset against the payable: EUR 419,550
- Less: Non-cash allocation of prior year payable to cover 2020 loss: EUR 218,970
- Balance at December 31, 2021: EUR 1,160,800

The payable does not carry any interest and is repayable on demand.

6. Issued capital

The issued capital of the company as on December 31, 2021 consists of 100 ordinary shares with a nominal value of EUR 1 and subscribed for EUR 100. No dividend was declared in 2021 and 2020.

7. Direct cost

Description	2021	2020
License and server fees	16,247,350	7,270
Total	16,247,350	7,270

8. Administrative expenses

Description	2021	2020
Annual management fee	2,500	2,500

Description	2021	2020
Annual compliance	2,700	2,700
Rent expense	500	500
Other expenses	600	600
Total	6,300	6,300

Note: Salaries and Marketing expenses are presented separately on the Statement of Profit or Loss for 2021.

9. Fair value

Fair value of financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to arrive at the fair value:

Cash and cash equivalents, accounts payable, accrued expenses and payable to shareholders approximate the carrying amount largely due to the short-term nature or specific terms.

10. Contingencies, commitments and legal proceedings

The company has no contingent or future purchase liabilities and is not involved in any legal actions.

11. Subsequent events

In connection with the preparation of the financial statements, the company evaluated subsequent events after the balance sheet date of December 31, 2021. Based on their evaluation there are no subsequent events that have a significant effect on the financial statements as at December 31, 2021.

12. Authorization for issue

These financial statements for the year ended December 31, 2021 were approved by the board of directors and authorized for issue on [Date, 2022].

Board of Directors:

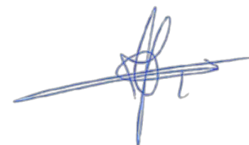
Name

Function

Signature

Kurason Trust Curaçao
N.V.

Managing Director

A handwritten signature in blue ink, consisting of a stylized 'K' followed by a horizontal line and a small flourish.