

Bets Entertainment N.V.

Curaçao

Financial Statements for the year ended
December 31, 2022

Bets Entertainment N.V.

Balance Sheet as at December 31, 2022

Assets	Note	2022	2021
<i>(in US dollars)</i>			
Fixed Assets			
Fixed assets		-	-
Financial assets		-	-
<i>Total fixed assets</i>		-	-
Current assets			
Current account related parties		-	-
Prepayments		-	-
<i>Total current assets</i>		-	-
Cash and cash equivalents			
Cash and banks	1	2,204,827	62,175
<i>Total cash and cash equivalents</i>		2,204,827	62,175
TOTAL ASSETS		2,204,827	62,175
Shareholders' equity and liabilities	Note	2022	2021
<i>(in US dollars)</i>			
Shareholders' equity	2		
Share capital		5,000	5,000
Undistributed profits		36,066	(79,086)
<i>Total shareholders' equity</i>		41,066	(74,086)
Long-term debt			
Loans		-	-
<i>Total long-term debt</i>		-	-
Current liabilities	3		
Current account related parties		-	-
Taxes and social securities		-	-
Other payables		2,153,589	136,260
Profit tax payable		10,172	-
<i>Total current liabilities</i>		2,163,761	136,260
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		2,204,827	62,175

Bets Entertainment N.V.

Profit and loss account 2022

(in US dollars)

	Note	2022	2021
Income			
Revenue		14,928,588	486,395
<i>Total operating income</i>		<u>14,928,588</u>	<u>486,395</u>
Cost of sales		(14,626,134)	(507,019)
Gross Profit		<u>302,454</u>	<u>(20,624)</u>
Expenses			
Administrative expenses	4	177,131	35,475
Other operating expenses		-	-
Depreciations		-	-
<i>Total expenses</i>		<u>177,131</u>	<u>35,475</u>
Operating result		<u>125,324</u>	<u>(56,099)</u>
Financial income and expenses		-	-
Result from ordinary operations before tax		<u>125,324</u>	<u>(56,099)</u>
Taxation on result of ordinary activities		10,172	-
Result after taxation		<u>115,151</u>	<u>(56,099)</u>

Notes to the financial statements

General

Activities

Bets Entertainment N.V. (hereinafter referred to as: the “Company”), has its legal seat at Abraham de Veerstraat 9, Willemstad, Curaçao. The activities of the company consist of the organization, marketing, promoting, managing, and operation of remote gaming activities.

General accounting principles for the preparation of the financial statements

The financial statements are prepared according to the stipulations in Book 2 of the Curaçao Civil Code, using accounting principles selected by the entity and disclosed in the notes to the financial statements.

Valuation of assets and liabilities and determination of the result takes place under the historical cost convention, unless presented otherwise.

Income and expenses are accounted for on accrual basis. Profit is only included when realized on balance sheet date. Liabilities and any losses originating before the end of the financial year are taken into account, if they have become known before preparation of the financial statements.

Financial Instruments

Financial instruments include both primary financial instruments, such as receivables and payables, and financial derivatives.

The notes to the specific items of the balance sheet disclose the fair value of the related instrument if this deviates from the carrying amount. If the financial instrument is not recorded in the balance sheet the information on the fair value is disclosed in the notes to the ‘Contingent assets and liabilities’.

For the principles of primary financial instruments, reference is made to the recognition per balance sheet item.

Translation of foreign currency

Receivables, liabilities and obligations denominated in foreign currency are translated at the exchange rates prevailing as at balance sheet date.

Transactions in foreign currency during the financial year are recognized in the financial statements at the exchange rates prevailing at transaction date. The exchange differences resulting from the translation as at balance sheet date, taking into account possible hedge transactions, are recorded in the profit and loss account.

Foreign operations outside Curaçao qualify as carrying on of business operations in a foreign country, with a functional currency different from that of the company. For the translation of the financial statements of these foreign entities, the balance sheet items are translated at the exchange rate as at balance sheet date and the profit and loss account items at the exchange rate at transaction date. The exchange rate differences that arise are directly deducted from or added to equity.

Principles of valuation of assets and liabilities

Financial fixed assets

Financial fixed assets are valued based on the entity's net share in the investment and, if applicable, less impairments in value.

Receivables

Upon initial recognition, the receivables are valued at fair value and then valued at amortized cost. The fair value and amortized cost equal the face value. Provisions deemed necessary for possible bad debt losses are deducted. These provisions are determined by individual assessment of the receivables.

Cash at bank

The cash is valued at face value. If cash equivalents are not freely disposable, then this has been taken into account upon valuation.

Long-term and short-term liabilities

Upon initial recognition, the loans and liabilities recorded are stated at fair value and then valued at amortized cost.

Principles for the determination of the result

Net-turnover

Net turnover represents amounts invoiced for services supplied during the financial year reported on, net of discounts and value added taxes.

Revenues from services are recognized in proportion to the services rendered, based on the cost incurred in respect of the services performed up to balance sheet date, in proportion to the estimated costs of the aggregate services to be performed. The cost price of these services is allocated to the same period.

Taxation

Profit tax is calculated at the applicable rate on the result for the financial year, taking into account permanent differences between profit calculated according to the financial statements and profit calculated for taxation purposes, and with which deferred tax assets (if applicable) are only valued insofar as their realization is likely.

Director
Wojciech Krzysztof Karbowski



Bets Entertainment N.V.**1 Cash and Banks***(in US dollars)*As at year end the company had a balance of: **2,204,827****2 Shareholder's equity***(in US dollars)*

The movement of the shares that the legal entity held for its own account during the financial year is as follows:

	31-12-2022	31-12-2021
Balance as at January 1	5,000	5,000
Purchase	-	-
Disposal	-	-
Balance as at December 31	5,000	5,000
<u>Movements:</u>		
Dividend distribution	-	-
Allocation to other reserve	(79,086)	(22,990)
Result	115,151	(56,099)
Carrying value as at December 31	36,066	(79,086)
Accumulated impairments in value as at December 31	36,066	(79,086)

3 Other Payables*(in US dollars)*

	31-12-2022	31-12-2021
Balance as at January 1	136,260	22,990
License fee	-	-
Bonuses and fees	641,510	-
Other payables	1,375,819	113,270
	2,153,589	136,260

Bets Entertainment N.V.

4 Administrative expenses

(in US dollars)

31-12-2022 31-12-2021

Registration fees	-	-
Legal support expenses	6,486	7,730
Directorship fee	6,100	7,941
License fee	15,818	8,500
Server's usage fee	3,030	1,800
Commission	109,771	9,229
Consulting fee / Marketing expenses	30,494	-
Other	5,432	275
<i>Total administrative expenses</i>	177,131	35,475

Enclosure 10: Balance sheets as per December 31st, 2022

Bets Entertainment N.V.

CRIB number: 102.575.824

In USD

ASSETS	USD	USD
	<i>Financial statements</i>	<i>Fiscal</i>
Non-current assets		
Financial assets	-	-
Fixed assets	-	-
	-	-
Current assets		
Current account related parties	-	-
Other receivables	-	-
	-	-
Cash and cash equivalents	2,204,827	2,204,827
TOTAL	2,204,827	2,204,827

EQUITY AND LIABILITIES	USD	USD
	<i>Financial statements</i>	<i>Fiscal</i>
Shareholders' equity		
Share capital	5,000	5,000
Retained earnings	(79,086)	(79,086)
Result Book Year	115,152	125,324
	41,066	51,238
Non-current liabilities		
Loan and borrowings	-	-
	-	-
Current liabilities		
Profit tax payable	10,172	-
Other current liabilities	2,153,589	2,153,589
	2,163,761	2,153,589
TOTAL	2,204,827	2,204,827

Director
Wojciech Krzysztof Karbowski



Enclosure 11: Statement of Profit or Loss 2022**Bets Entertainment N.V.****CRIB number: 102.575.824****In USD****Profit and loss statement**

	USD	USD
	<i>Financial statements</i>	<i>Fiscal</i>
<u>Revenues</u>		
Revenues	14,928,588	14,928,588
Cost of sales	(14,626,134)	(14,626,134)
Gross profit	302,454	302,454
 <u>Expenses</u>		
Administrative expenses	(177,131)	(177,131)
Depreciation expenses	-	-
Other operating expenses	-	-
Total operating expenses	(177,131)	(177,131)
 Operating result	125,324	125,323
 <u>Other (expense) income</u>		
Other income	-	-
Finance costs - net	-	-
Total other (expense) income	-	-
 Rounded off	-	-
Net profit before tax	125,324	125,324
 Profit / deferred tax	(10,172)	-
Income/(loss) from operations after tax	115,152	125,324

Director

Wojciech Krzysztof Karbowski



Enclosure 12: Equity Reconciliation 2022
Bets Entertainment N.V.
CRIB number: 102.575.824
In USD

Reconciliation financial statements and fiscal equity

		USD	ANG
Equity as per December 31, 2022		41,066	73,097
Profit tax payable			
Financial statements	10,172		
Tax	<u>0</u>		
		10,172	18,106
Fiscal equity as per December 31, 2022		51,238	91,204
<u>Fiscal equity reconciliation</u>			
	USD	USD	ANG
Fiscal equity as per December 31st, 2022	51,238		
Capital repayments	<u>-</u>	51,238	91,204
Fiscal equity as per December 31st, 2021	(74,085)		
Capital contribution	<u>0</u>	(74,085)	(131,871)
Fiscal profit		125,324	223,075
Profit tax		-	-
Fiscal result		125,324	223,075
Investment allowance	USD	USD	
Investment allowance 2022 (10%)	-	-	-
Disinvestment addition			
Disinvestment addition 2022 (10%)	-	-	-
Non deductible and/or limited expenses			
Travel expenses	0	0	
Representation expenses	0	0	
Donation	0	0	
Turnover tax	<u>0</u>	<u>0</u>	
		-	-
Taxable amount before loss compensation		125,324	223,075
Loss compensation		(79,085)	(140,771)
Taxable amount after loss compensation		46,239	82,304
Profit tax due / deferred tax asset		10,173	18,107

Enclosure 13: Reconciliation profit or Loss

Bets Entertainment N.V.

CRIB number: 102.575.824

In USD

Reconciliation financial statements / fiscal result

		USD	ANG
Result after profit tax	115,152		
Profit tax	10,172		
Result before profit tax		125,324	223,077
Fiscal result over 2022		125,324	223,077
Investment allowance			
Investment allowance 2022 (10%)	-	-	-
Disinvestment addition 2022 (10%)	-	-	-
Non deductible and/or limited expenses			
Travel expenses	-	-	-
Representation expenses	-	-	-
Donation	-	-	-
Turnover tax	-	-	-
		-	-
Taxable amount before loss compensation		125,324	223,077
Loss compensation		(79,085)	(140,771)
Taxable amount after loss compensation		46,239	82,305
Profit tax due / deferred tax asset		10,173	18,107

Enclosure 14: Reconciliation profit or Loss**Bets Entertainment N.V.****CRIB number: 102.575.824****In USD****2022****Losses available for compensation****Loss compensation**

	Year	Loss	Compensated in previous years	Compensate in 2022	Losses available for compensation
	2020	22,990	-	22,990	-
	2021	56,095	-	56,095	-
	2022	-	-	-	-
Losses available for compensation as per December 31, 2022		79,085	-	79,085	-