

DownTown

E-Commerce Company BV

Kajnet N.V.
Abraham de Veerstraat 9
Willemstad, Curaçao

Willemstad, May 22, 2023

Dear Mr. Petr Weiss,

Please find herewith the draft financial statements 2022 of Kajnet N.V. ("the Company").

These have been prepared by us, based on the information and documentation provided by you as Managing Director of the Company. Therefore, our responsibility for the financial statements is limited to the extent that the information provided to us is complete.

If the financial statements 2022 are agreed to, please have these signed in your capacity as Managing Director of the Company.

Furthermore, please send a scan copy of the signed financial statements to us for our files.

Thank you for your business.

Kind regards,



Downtown E-Commerce Company B.V.
Represented by: Jair Almeida Toussaint
Title: Director

Kajnet N.V.
Abraham de Veerstraat 9
Willemstad
Curaçao

Financial Statements 2022
(January 1, 2022 - December 31, 2022)

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1 Report

To the attention of the shareholder and director of:

Kajnet N.V.
Abraham de Veerstraat 9
Willemstad, Curaçao

May 22, 2023

Dear Sir,

We hereby submit a compilation of the financial statements for Kajnet N.V. as of December 31, 2022.

General

1.1 Constitution of the company

The company was established on August 13, 2020, by Deed of a Civil Law Notary in Curaçao.

1.2 Core business and services

The main activities of the company are:

1. To organize, market, promote, manage, support and operate all types of remote gaming activities, comprising all types of games, betting and other operations of betting exchange, interactive casinos, bingos, lotteries and other interactive games for clients established or residing outside of Curaçao.
2. The company has the power to perform every act and thing profitable or requisite to the accomplishment of its purposes or connected therewith or incidental thereto in the widest sense of the word.

1.3 Share capital

The share capital of the company is USD 5,000 and is divided into 500 ordinary shares of USD 10 each.

1.4 Miscellaneous

All amounts are in EURO (EUR).

The company had no employees in service at the end of the fiscal year 2022.

Management of the company rests under Mr. Petr Weiss.



Mr. P. Weiss
Managing Director

2 Accounting policies an principles used in the financial statements

2.1 General

The financial statements have been compiled based on the principle of historical cost.

2.2 Balance sheet

Assets, cash resources and liabilities

Assets, cash resources and liabilities are stated for their nominal value. The allowance for doubtful accounts is determined by individual valuation of the accounts in the portfolio. Assets and liabilities in foreign currencies are converted using the exchange rate at the balance sheet date.

2.3 Profit and loss statement

The result for the year is calculated as the difference between revenues and costs. Revenues are recognized at delivery of the goods; costs associated to the revenues are accounted for in the same period as the revenues, other costs are recorded in the period which these are foreseeable.

2.4 Exchange rates

USD 1 = EUR 0.93657

3 Financial statements

3.1 Balance sheet as of December 31, 2022

	2022	2021
(Expressed in EUR)		
Assets		
Current assets		
Bank account	3.051	10.272
Accounts receivable	30.789	6.711
Sum of assets	33.840	16.983
Equity		
Share capital USD 5,000	4.250	4.250
Other reserves	(11.883)	(12.478)
Result for the year	5.443	595
<i>Total equity</i>	(2.191)	(7.633)
Liabilities		
Taxes payable	462	-
Accounts payable	34.569	20.616
<i>Total liabilities</i>	35.031	20.616
Loans	1.000	4.000
Sum of equities and liabilities	33.840	16.983

3.2 Profit and loss statement for 2022

	2022	2021
(Expressed in EUR)		
Revenues and gains		
Fee income	51.903	37.065
Total revenues and gains	<u>51.903</u>	<u>37.065</u>
Expenses		
Domiciliation and local representation expenses	3.150	3.000
Business licenses and permits	10.300	10.130
Domain registration and programming fees	4.992	50
Reward according the Sublicence Agreement	21.859	12.696
Legal expenses	300	490
Intermediary expenses	2.731	5.116
Administration expenses	1.773	2.164
Administration expenses (adjustment previous years)	(1.779)	-
Bank service charges	2.635	2.329
Total expenses	<u>45.961</u>	<u>35.975</u>
Other income (expenses)		
Loan interest expense	37	47
Total other income (expenses)	<u>37</u>	<u>47</u>
Operating result before taxes	<u>5.905</u>	<u>1.043</u>
Currency exchange differences	-	(448)
Taxes	(462)	-
Result for the fiscal year after taxes	<u>5.443</u>	<u>595</u>

3.3 Notes to the financial statements

	2022	2021
	EUR	EUR
Balance Sheet		
Bank account		
Verifo account LT443750020003741950	3.051	10.272
	<u>3.051</u>	<u>10.272</u>
Accounts receivable		
Fee income: - Oryx Sales Distribution Limited	(12)	63
- Trigonon Group N.V.	1.836	(16)
- Uberalta N.V.	7.011	6.664
- Avento N.V.	(16)	-
- B Services Sh.p.k.	20.191	-
Other amounts	1.779	-
	<u>30.789</u>	<u>6.711</u>
Accounts payable		
Reward according the Sublicence Agreement	29.250	12.696
Tradevo s.r.o. invoice no. 2	3.900	3.900
Administration expenses DECC USD 1.500	1.405	3.973
Interest on loan	14	47
	<u>34.569</u>	<u>20.616</u>
Other reserves		
Balance as of January 1,	(12.478)	-
Result previous year	595	(12.478)
Balance as of December 31,	<u>(11.883)</u>	<u>(12.478)</u>
Loans		
Firesoft Universal Ltd.	1.000	4.000
	<u>1.000</u>	<u>4.000</u>

As per loan agreement dated September 1, 2021, Firesoft Universal Ltd granted a loan to the Company with a principal amount up to EUR 50.000 (divided in tranches at the request of the Company). Interest shall be calculated and accrued at a rate per annum equal to 4%.