

Pexcellent Services Ltd B.V.

Financial Statements

for the period February 08, 2023 - December 31, 2023

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Pexcellent Services Ltd B.V.

Statement of financial position

(All amounts in USD)

	Note	31-Dec 2023
Assets		
Current assets		
Cash and cash equivalents	4	1,573,365
Prepaid expenses		61,407
Receivable from shareholders	5	445,000
Total current assets		2,079,772
Total assets		2,079,772
Equity and liabilities		
Current liabilities		
Accounts payable		489,365
Accrued expenses		145,436
Payable to players		338,572
Profit tax payable		388
Total current liabilities		973,761
Equity		
Issued capital	6	109
Retained earnings / (Accumulated losses)		1,105,902
Total equity		1,106,011
Total liabilities and equity		2,079,772

See accompanying notes.



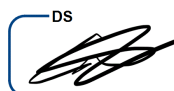

Pexcellent Services Ltd B.V.

Statement of profit or loss

(All amounts in USD)

	Note	Feb 08, 2023 - Dec 31, 2023
Revenue (Net)	7	4,203,073
Direct cost	8	-1,713,928
Gross profit / (loss)		2,489,145
Administrative expenses	9	-356,162
Selling and distribution expenses		-973,470
Other income		58,812
Profit / (loss) from operations		1,218,325
Finance cost	10	-112,035
Profit / (loss) before tax		1,106,290
Profit tax expense	3	-388
Profit / (loss) for the period		1,105,902
Other comprehensive income		-
Total comprehensive income / (loss) for the period		1,105,902
Attributable to the owners		1,105,902

See accompanying notes.



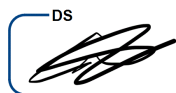

Pexcellent Services Ltd B.V.

Statement of changes in equity

(All amounts in USD)

	Issued capital	Retained earnings / (Accumulated losses)	Total
Capital issued on February 08, 2023	109	-	109
Profit / (loss) for the period	-	1,105,902	1,105,902
Other comprehensive income	-	-	-
Total comprehensive income / (loss) for the period	-	1,105,902	1,105,902
Balance, December 31, 2023	109	1,105,902	1,106,011

See accompanying notes.



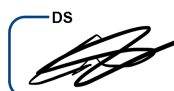

Pexcellent Services Ltd B.V.

Statement of cash flows

(All amounts in USD)

	Feb 08, 2023 - Dec 31, 2023
Note	
Cash flow from operating activities	
Profit / (loss) for the period	1,105,902
Add: Profit tax expense	388
(Increase) / decrease in prepaid expenses	-61,407
(Increase) / decrease in receivable from shareholders	-445,000
Increase / (decrease) in accounts payable	489,365
Increase / (decrease) in accrued expenses	145,436
Increase / (decrease) in payable to players	338,572
Net cash generated from operating activities	1,573,256
Cash flow from investing activities	
(Increase) / decrease in other assets	-
Net cash generated from investing activities	-
Cash flow from financing activities	
Increase / (decrease) in issued capital	109
Net cash generated from financing activities	109
Net increase / (decrease) in cash	1,573,365
Cash at the beginning of the period	-
Cash at the end of the period	4 1,573,365

See accompanying notes.




Pexcellent Services Ltd B.V.

Notes to financial statements

1. General information

Pexcellent Services Ltd B.V. (the company) was established on February 08, 2023 in Curaçao as a private limited liability company. The address of its registered office is Korporaalweg 10, Curaçao. The company was registered in the Commercial register of Curaçao Chamber of Commerce & Industry under the number 163042.

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, 2023, the management of the company is borne by a single statutory director:

- Xecutive Corporate Management B.V.

Statutory Director

2. Summary of material 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 US Dollar (USD) 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.

The financial statements are prepared for a period lesser than one year, from February 08, 2023, being the date of incorporation to December 31, 2023, as per the Articles of Incorporation.

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Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Foreign currency transactions

The financial statements are presented in USD, which is the company's functional and presentation currency. Transactions denominated in foreign currencies are translated at the exchange rate prevailing when the transaction is realized. The exchange results are recorded in the statement of profit or loss.

Monetary assets and liabilities denominated in foreign currencies are translated into USD at the exchange rates prevailing at the end of the period.

Financial instruments**Financial assets****Initial recognition and measurement**

Financial assets within the scope of IFRS 9 are classified as financial assets at fair value through profit or loss, loans and receivables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The company determines the classification of its financial assets at initial recognition.

All financial assets are recognized initially at fair value plus transaction costs, except in the case of financial assets recorded at fair value through statement of profit or loss.

The company's financial assets include cash and cash equivalents, prepaid expenses and other assets.

Financial liabilities**Initial recognition and measurement**

Financial liabilities within the scope of IFRS 9 are classified as financial liabilities at fair value through profit or loss, loans and borrowings, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The company determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value plus, in the case of loans and borrowings, directly attributable transaction costs.

The company's financial liabilities include accounts payable, accrued expenses and other payables.

Subsequent measurement

The subsequent measurement of financial assets and liabilities depends on their classification.

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Revenue recognition

Revenue is represented by the difference between the amounts of bets placed by customers less amounts won, net of bonuses and loyalty points, if any. The revenue is recognized at the fair value of the consideration.

Impairment of long-lived assets

Long-lived assets, other than goodwill, are reviewed for impairment whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. Recoverability of assets is measured by comparison of the carrying amount of the asset to the net undiscounted future cash flows expected to be generated from the asset. If the future undiscounted cash flows are not sufficient to recover the carrying value of the assets, the assets' carrying value is adjusted to fair value. The company regularly evaluates its long-lived asset for indicators of possible impairment. To date no impairment has been recorded.

Financial instruments risk management objectives and policies

The company has cash and cash equivalents, accounts receivables, prepaid expenses and other assets as financial assets and accounts payable and other payables as financial liabilities. The company is subject to market risk and credit risk. Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk can be interest rate risk, currency risk and equity price risk. Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. To avoid excessive risk concentration, the management has policies and procedures to manage these on a timely manner such that the risks are well mitigated.

New standards, amendments and interpretations issued but not effective for the financial year beginning 1 January 2023 and not early adopted

There are no other standards, interpretations or amendments to existing standards that are not yet effective that would be expected to have a significant impact on the company.

3. Profit taxes

The company is subject to a territorial tax system, wherein the income earned in Curaçao is subject to 15% taxes on income up to 500,000 ANG and 22% above it and the foreign source of income is subject to 0% of profit taxes.

4. Cash and cash equivalents

	2023
Balances with bank	1,573,365
	1,573,365

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5. Receivable from shareholders

Receivable from shareholders represents receivable from shareholders net of expenses incurred on behalf of the company. The receivable does not carry any interest and is repayable on demand.

6. Issued capital

The issued capital of the company as at December 31, 2023 consists of 100 common shares with a nominal value of EUR 1 each and subscribed for USD 109.

No dividends were declared in 2023.

7. Revenue (Net)

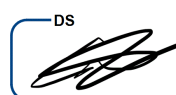
	2023
Bets placed	12,848,365
Less: Bets won	-8,061,104
Less: Bonus	-584,188
	4,203,073

8. Direct cost

	2023
Customer support fees	1,019,029
Software expenses	686,280
License and server fees	8,619
	1,713,928

9. Administrative expenses

	2023
Professional fees	177,960
Computer expenses	147,761
Rent expenses	5,699
Other expenses	24,742
	356,162




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10. Finance cost

	2023
Bank charges	62,573
Unrealised exchange gain/(loss)	24,733
Realised exchange gain/(loss)	24,729
	112,035

11. 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, prepaid expenses, accrued expenses, accounts payable, other assets and other payables approximate the carrying amount largely due to the short-term maturity.

12. Contingencies, commitments and legal proceedings

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

13. Subsequent events

In connection with the preparation of the financial statements, the company evaluated subsequent events after the balance sheet date of December 31, 2023. Based on their evaluation there are no subsequent events that have a significant effect on the financial statements as at December 31, 2023.

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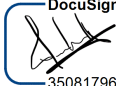

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14. Authorization for issue

These financial statements for the period ended December 31, 2023 were approved by the board of directors and authorized for issue on November 12, 2024.

Board of Directors:

<u>Name</u>	<u>Function</u>	<u>Signature</u>
Xecutive Corporate Management B.V.	Statutory Director	DocuSigned by:  3508179679034CB...
		DocuSigned by:  E9C1A4A3F74E4ED...