

Play UK Internet N.V.

FINANCIAL STATEMENTS 2022

Play UK Internet N.V.

Financial Statements December 31, 2022

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Play UK Internet N.V.

**Financial Statements
December 31, 2022**

MANAGING DIRECTOR:

Mr. G.F.J.M Van Zinnicq Bergmann
Landhuis Groot Kwartier
Groot Kwartierweg 12
Curaçao, Willemstad

REGISTERED ADDRESS:

Landhuis Groot Kwartier
Groot Kwartierweg 12
Curaçao, Willemstad

CORRESPONDENCE ADDRESS:

PO Box 422
Curaçao, Willemstad

Play UK Internet N.V.

Financial Statements December 31, 2022

DIRECTOR'S REPORT:

We are pleased to present you with the Annual Report for the period January 1, 2022 through December 31, 2022.

During the period under review, the Company recorded a net profit of EUR 203.192. Details of which are set out in the attached Profit and Loss account.

Curaçao, January 19, 2024



Mr. G.F.J.M Van Zinnicq Bergmann

Play UK Internet N.V.
Balance Sheet as at December 31, 2022
(In EUR, before appropriation of results)

ASSETS	Notes	2022	2021
<u>Fixed Assets</u>			
Participations	4	1.731	1.731
Computer hardware	5	257	3.920
Loan	6	2.719.849	3.240.797
		<u>2.721.837</u>	<u>3.246.448</u>
<u>Current Assets</u>			
Other receivables	7	96.158	151.680
Accounts receivables	8	1.049.640	1.244.737
Receivable from related parties	9	555.374	668.874
Cash at banks	10	24.556	29.529
		<u>1.725.728</u>	<u>2.094.820</u>
TOTAL ASSETS		<u>4.447.565</u>	<u>5.341.268</u>
SHAREHOLDER'S EQUITY AND LIABILITIES			
<u>Shareholder's equity</u>			
	11		
Issued and fully paid share capital		5.310	5.310
Share premium		792.752	792.752
Retained earnings		112.629	23.686
Dividend distribution		(300.000)	(300.000)
Net result for the year		203.192	388.943
		<u>813.883</u>	<u>910.690</u>
<u>Longterm Liabilities</u>			
Loans	12	2.500.101	3.077.200
		<u>2.500.101</u>	<u>3.077.200</u>
<u>Current Liabilities</u>			
Other payables	13	1.046.972	1.267.193
Taxes payable		86.609	86.185
		<u>1.133.581</u>	<u>1.353.378</u>
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES		<u>4.447.565</u>	<u>5.341.268</u>

Play UK Internet N.V.
Profit and Loss Account for the period
January 1, 2022 through December 31, 2022
(In EUR)

	NOTES	2022	2021
Wager-Lottery income		4.255.262	4.378.724
Operational costs	14	<u>(3.875.228)</u>	<u>(3.963.082)</u>
Operational result		380.034	415.642
General & administrative expenses	15	<u>(146.978)</u>	<u>(178.564)</u>
General & administrative expenses		(146.978)	(178.564)
Interest income loan	16	90.405	104.922
Other income		47.999	26.255
Depreciation		(10.190)	(6.646)
Interest expenses		(14.530)	(19.256)
Exchange difference		<u>(143.123)</u>	<u>46.589</u>
Financial result		(29.440)	151.864
Result before profit tax		<u>203.616</u>	<u>388.943</u>
Profit tax		(424)	-
NET RESULT FOR THE YEAR		<u>203.192</u>	<u>388.943</u>

Play UK Internet N.V.
Notes to the Financial Statements
January 1, 2022 through December 31, 2022
(In EUR)

1 GENERAL

Company's Information and Principal Activities

Play UK Internet N.V. is a limited liability company that was incorporated in Willemstad on July 23, 2004.

The Company is registered with the Chamber of Commerce and Industry of Curaçao under number 95091.

The Company's activities are to organize, market, promote, manage, support and operate of gaming activities.

2 PRINCIPLES OF VALUATION OF ASSETS AND LIABILITIES

a. General principles

The financial statements have been prepared in accordance with Book 2 of the Curaçao Civil Code using the Guidelines for annual reporting of the Dutch Accounting Standards Board.

b. Comparison with previous year

The principles of valuation and determination of result remained unchanged compared to the previous year.

3 SIGNIFICANT ACCOUNTING POLICIES

a. General

Assets and liabilities are stated at face value unless indicated otherwise.

b. Financial Fixed Assets

The investments in subsidiaries is stated at cost price.

Other financial fixed assets are valued at lower of cost and market value.

c. Receivables

Receivables are valued at face value less a provision for possible uncollectable accounts.

d. Cash and cash equivalents

Cash and cash equivalents include cash in hand and bank balances.

Bank overdrafts, if any, are shown within borrowings in current liabilities on the balance sheet.

Cash and cash equivalents are stated at face value.

e. Foreign currencies

Assets and liabilities denominated in foreign currencies other than EUR have been translated into EUR at the rates of exchange prevailing on balance sheet date.

Unless otherwise indicated, any resulting exchange differences are included in the Income Statement. Income and expenses are translated at the prevailing rates of exchange during the year.

f. Exchange rate differences

Exchange rate differences arising upon the settlement of monetary items are recognized in the Income Statement in the period that they arise. Exchange rate differences on long-term loans relating to the financing of foreign participations are recognized in the Income Statement in the period they arise.

Play UK Internet N.V.
Notes to the Financial Statements
January 1, 2022 through December 31, 2022
(In EUR)

f. Exchange rate differences (continued)

The following exchange rates are used in the financial statements as at year-end:

Exchange rates used:	2022	2021
1 EUR =	1,0675	1,1324 USD

g. Recognition of Income and Expenses

Other income and expenses, including taxation, are recognized and reported in accordance with the accrual concept.

4 PARTICIPATIONS	2022	2021
<u>Secure View Services Ltd</u>		
1000 shares at costprice CYP 1,000	1.731	1.731
5 Computer hardware		
Computer price at cost	3.930.964	3.930.964
Accumulated depreciation	(3.930.707)	(3.927.044)
	257	3.920
6 LOAN	2022	2021
MRGO Holdings B.V. - GBP loan interest rate @ 3.5%	(10.283)	397.539
MRGO Holdings B.V. - EUR Interest free loan	116.720	137.892
MRGO Holdings B.V. - ZAR loan interest rate @ 3.5%	20.288	19.678
Gameworx Ltd - loan interest rate @ 3%	2.537.214	2.457.619
MRGO Marketing Ltd	55.909	228.069
	2.719.849	3.240.797
7 OTHER RECEIVABLE	2022	2021
Rent deposit	1.977	1.977
Prepayments	3.776	59.015
Interest receivable	90.405	90.688
	96.158	151.680
8 ACCOUNTS RECEIVABLE	2022	2021
Payment service providers	1.049.640	1.231.919
Receivable control accounts	-	12.818
	1.049.640	1.244.737

Play UK Internet N.V.

Notes to the Financial Statements
January 1, 2022 through December 31, 2022
(In EUR)

9 RECEIVABLE FROM RELATED PARTIES	2022	2021
Shareholder MR	453.162	-
Shareholder GO	90.713	-
Short term loan MR GO	11.500	-
	<u>555.374</u>	<u>-</u>

10 CASH AT BANKS	2022	2021
<u>South American International Bank</u> GBP current account	10.956	11.546
<u>South American International Bank</u> EUR current account	9.618	9.618
<u>Valyz Bank</u> Current account	3.981	8.365
	<u>24.556</u>	<u>29.529</u>

11 SHAREHOLDER'S EQUITY

6,818 shares with a nominal value of USD 1.00 each.

Movements in the shareholder's equity accounts are as follows:

	Issued share capital	Share premium	Retained Earnings	Dividend distribution	Result current year
Opening balance	5.310	792.752	23.686	(300.000)	388.943
Allocations of movements PY	-	-	88.943	300.000	(388.943)
Dividend distribution	-	-	-	(300.000)	-
Result current year	-	-	-	-	203.192
Ending balance	<u>5.310</u>	<u>792.752</u>	<u>112.629</u>	<u>(300.000)</u>	<u>203.192</u>

12 PAYABLE TO RELATED PARTIES	2022	2021
<u>Lucky Enterprises Loan Account</u> The loan bears no interest	2.500.101	2.712.454
<u>Play UK Gaming Ltd</u> The loan bears an annual interest rate of 5%.	-	364.746
	<u>2.500.101</u>	<u>3.077.200</u>

Play UK Internet N.V.

Notes to the Financial Statements
January 1, 2022 through December 31, 2022
(In EUR)

13	ACCOUNTS PAYABLES	2022	2021
	Interest payable	-	18.762
	Players liabilities	271.679	547.615
	Payable to affiliates	70.683	84.179
	Secure View Services Ltd.	20.951	11.927
	Other payables	683.658	604.711
		<u>1.046.972</u>	<u>1.267.193</u>
14	OPERATIONAL COSTS	2022	2021
	Software license & development fees	1.394.794	1.132.311
	Staff expenses	983.102	1.323.352
	Affiliate commission	533.797	533.817
	Payment processor fees	465.934	481.728
	Advertising and marketing fees	184.939	274.633
	3rd Party gaming license fees	151.223	69.918
	Other operational expenses	54.915	22.279
	Support, domain & hosting expenses	30.214	52.722
	Hosting expenses - ECP	24.029	-
	Office rent expenses	19.435	34.227
	Gaming licence fees - Antillephone	12.521	12.455
	Telecom and IT computer expenses	20.325	25.641
		<u>3.875.228</u>	<u>3.963.082</u>
15	GENERAL AND ADMINISTRATIVE EXPENSES	2022	2021
	Consultancy & legal fees	24.061	70.956
	Legal & Professional services	12.998	13.549
	Management fees SVS	15.234	18.925
	Office rent	12.336	-
	Salaries	35.090	-
	Bank charges	47.258	75.134
		<u>146.978</u>	<u>178.564</u>

16 **INTEREST INCOME**

The interest income is related to loans from affiliates parties.
