

BetMax Entertain N.V.

FINANCIAL STATEMENTS 2024

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Curaçao
Chamber of Commerce: 163731

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BetMax Entertain N.V.
Willemstad

Director's report

We are pleased to present you with the Financial Statements for the period January 1, 2024 through December 31, 2024.

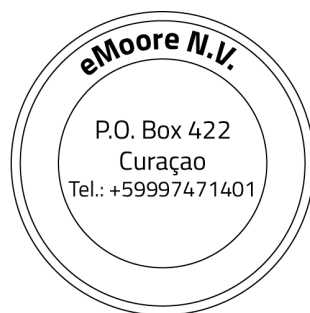
During the period under review, the Company recorded a net loss of EUR 5,049,529 Details of which are set out in the attached Profit and Loss account.

Curaçao,



eMoore N.V.

Managing Director



Balance sheet as at 31 December 2024

(Before appropriation of result)

Assets

		<u>31-12-2024</u>	<u>31-12-2023</u>
		€	€
Fixed assets			
Intangible assets	1	<u>222,845</u>	<u>-</u>
Financial assets	2	<u>5,000</u>	<u>5,000</u>
Current assets			
Other receivables	3	<u>257,845</u>	<u>95,612</u>
Cash and cash equivalents		<u>115,472</u>	<u>98,561</u>
Total assets		<u><u>601,162</u></u>	<u><u>199,173</u></u>
Equity and liabilities			
Equity	4		
Share capital		100	100
Retained earnings/ accumulated losses		(1,427,763)	-
Result for the year		<u>(5,049,529)</u>	<u>(1,427,763)</u>
		<u>(6,477,192)</u>	<u>(1,427,663)</u>
Long-term liabilities			
Loans due to group companies	5	<u>3,250,000</u>	<u>340,000</u>
Current liability			
Accounts payable and other payables	6	257,393	31,814
Payables to related parties	7	<u>3,570,961</u>	<u>1,255,022</u>
		<u>3,828,354</u>	<u>1,286,836</u>
Total equity and liabilities		<u><u>601,162</u></u>	<u><u>199,173</u></u>

Income statement for the year 2024

		<u>2024</u>	<u>2023</u>
		€	€
Net revenue	8	(11,306)	-
Operational costs	9	<u>(4,812,595)</u>	<u>(1,403,563)</u>
Net operating result		(4,823,901)	(1,403,563)
General and administrative expenses	10	<u>263,966</u>	<u>22,804</u>
Operating result		(5,087,867)	(1,426,367)
Currency translation differences		<u>38,338</u>	<u>(1,396)</u>
Result before tax		(5,049,529)	(1,427,763)
Income tax expense	11	<u>-</u>	<u>-</u>
NET RESULT FOR THE YEAR		<u><u>(5,049,529)</u></u>	<u><u>(1,427,763)</u></u>

Notes to the financial statements

Entity information

General notes

The most important activities of the entity

BetMax Entertain N.V. is a limited liability company that was incorporated in Curaçao, Willemstad on May 2, 2023.

The Company is registered with the Chamber of Commerce and Industry of Curaçao under number 163731.

The principal activities of the Company consist of the supply, market, promote, manage, support and operate all types of remote gaming activities, comprising all types of games, betting and other interactive games.

General accounting principles

The accounting standards used to prepare the financial statements

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.

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

Disclosure of changes in accounting policies

For the year 2024, the company changed its financial reporting framework from IFRS to Dutch GAAP, which is an acceptable financial reporting framework for Curaçao based companies.

The primary reason for the change is that Dutch GAAP is simpler to apply, with no significant differences in valuation. As the change of framework had mainly impact in the presentation and disclosure, but no impact on the valuation of assets and liabilities, no reconciliation is presented.

Accounting principles

Financial assets

Participations are valued at historical cost.

Any dividends received in the reporting year are recognised in the income statement. In the event of an impairment loss, valuation takes place at the recoverable amount; an impairment is recognised and charged to the profit and loss.

Cash and cash equivalents

Cash at banks represent 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.

Current assets

Current assets are initially valued at the fair value of the consideration to be received. Trade receivables are subsequently valued at the amortised cost price. Provisions for bad debts are deducted from the carrying amount of the receivable.

Non-current liabilities

On initial recognition long-term debts are recognised at fair value. Transaction costs which can be directly attributed to the acquisition of the long-term debts are included in the initial recognition. After initial recognition long-term debts are recognised at the amortised cost price, being the amount received taking into account premiums or discounts and minus transaction costs. If there is no premium / discount or if there are no transaction costs, the amortised cost price is the same as the nominal value of the debt.

The difference between stated book value and the mature redemption value is accounted for as interest cost in the income statement on the basis of the effective interest rate during the estimated term of the long-term debts.

Current liabilities

On initial recognition current liabilities are recognised at fair value. After initial recognition current liabilities are recognised at the amortised cost price, being the amount received taking into account premiums or discounts and minus transaction costs. This is usually the nominal value.

Accounting principles for determining the result

The result is the difference between the realisable value of the services provided and the costs and other charges during the year.

Exchange differences that arise from the settlement or translation of monetary items are recorded in the profit and loss account in the period in which they occur.

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

General and administrative expenses

General and administrative expenses comprise costs chargeable to the year that are not directly attributable to the cost of the goods and services sold.

Notes to the balance sheet

	<u>31-12-2024</u>	<u>31-12-2023</u>
	€	€
1 Intangible assets		
Crypto currencies	<u>222,845</u>	<u>-</u>

	<u>31-12-2024</u>	<u>31-12-2023</u>
	€	€
2 Financial assets		
Investment in BetMax Connect Ltd.	<u>5,000</u>	<u>5,000</u>

BetMax Entertain N.V. has a 100% ownership in Betmax Connect Ltd. with domiciliation in Cyprus.

The investment in participation is stated at cost.

	<u>31-12-2024</u>	<u>31-12-2023</u>
	€	€
3 Other receivables		
Deposits	3,459	25,000
Prepayments and accrued income	239,130	70,612
E-wallets	<u>15,256</u>	<u>-</u>
	<u>257,845</u>	<u>95,612</u>

4 Equity

The Company's authorized share capital amounts to EUR 100 and consists of 100 shares with a nominal value of EUR 1,00.

As at 31 December 2024, 100 shares were issued and fully paid-up.

Movements in equity were as follows:

	Share capital	Retained earnings/ accumulated losses	Result for the year	Total
	€	€	€	€
Balance as at 1 January 2024	100	-	(1,427,763)	(1,427,663)
Appropriation of result	-	(1,427,763)	1,427,763	-
Result for the year	-	-	<u>(5,049,529)</u>	<u>(5,049,529)</u>
Balance as at 31 December 2024	<u>100</u>	<u>(1,427,763)</u>	<u>(5,049,529)</u>	<u>(6,477,192)</u>

	<u>31-12-2024</u>	<u>31-12-2023</u>
	€	€
5 Loans due to group companies		
Hit Gaming Ltd	<u>3,250,000</u>	<u>340,000</u>
	<u>2024</u>	<u>2023</u>
	€	€
Hit Gaming Ltd		
Balance as at 1 January	340,000	-
Increase	<u>2,910,000</u>	<u>340,000</u>
Balance as at 31 December	<u>3,250,000</u>	<u>340,000</u>

The loan from associated company Hit Gaming Ltd was provided interest free and there was no specified repayment date.

	<u>31-12-2024</u>	<u>31-12-2023</u>
	€	€
6 Accounts payable and other payables		
Accounts payable Creditors	36,989	31,814
Accruals	94,401	-
Players balance	<u>126,003</u>	<u>-</u>
	<u>257,393</u>	<u>31,814</u>

	<u>31-12-2024</u>	<u>31-12-2023</u>
	€	€
7 Payables to related parties		
Betmax Connect Ltd	10,344	19,939
Hit Vision Ltd	3,487,898	1,203,511
Hit Vault Ltd	<u>72,719</u>	<u>31,572</u>
	<u>3,570,961</u>	<u>1,255,022</u>

	<u>2024</u>	<u>2023</u>
	€	€
Betmax Connect Ltd		
Balance as at 1 January	19,939	-
Movement for the year	<u>(9,595)</u>	<u>19,939</u>
Balance as at 31 December	<u>10,344</u>	<u>19,939</u>

BetMax Entertain N.V.
Willemstad

	<u>2024</u>	<u>2023</u>
	€	€
Hit Vision Ltd		
Balance as at 1 January	1,203,511	-
Movement for the year	<u>2,284,387</u>	<u>1,203,511</u>
Balance as at 31 December	<u><u>3,487,898</u></u>	<u><u>1,203,511</u></u>

	<u>2024</u>	<u>2023</u>
	€	€
Hit Vault Ltd		
Balance as at 1 January	31,572	-
Movement for the year	<u>41,147</u>	<u>31,572</u>
Balance as at 31 December	<u><u>72,719</u></u>	<u><u>31,572</u></u>

Notes to the income statement

	2024	2023
	€	€
8 Net revenue		
Bets	4,418,088	-
Wins	(4,217,917)	-
	200,171	-
Pooled jackpot contribution	(266)	-
Bonus costs	(211,211)	-
	(11,306)	-

	2024	2023
	€	€

9 Operational costs

Providers fees	116,424	25,000
Platform fees	241,735	65,148
Software expenses	3,945	33
Payment server providers commissions	23,468	5,163
Marketing and affiliate expenses	2,019,297	53,003
Player balance streamers	4,491	-
Agency expenses	2,367,449	1,255,124
Application and license fees	27,744	-
Sundry expenses	1,390	92
Write off and other direct expenses	6,652	-
	4,812,595	1,403,563

	2024	2023
	€	€

10 General and administrative expenses

Office expenses	1,338	-
Freelancers expenses	162,908	-
Management expenses	10,687	-
Audit costs	20,040	-
Legal and professional fees	36,960	15,298
Bank charges	31,998	7,206
Translations	35	300
	263,966	22,804

Disclosure of income tax expense

The Company incurred a negative result before provision for profit tax for the year. Consequently the profit tax was calculated at nil.