

HIGH SEAS N.V.

Financial Statements
for the year ended December 31, 2022

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High Seas N.V.
Statement of income

For the year ended December 31, 2022

(All amounts in EUR)

	Note	2022	2021
Revenue	8	-	-
Operational cost	9	-	(16,300)
Net operating result		-	(16,300)
General and administrative expenses	10	(5,013)	(6,150)
Total general and administrative expenses		(5,013)	(6,150)
Exchange differences		-	-
Finance result		-	-
Result before provision for profit tax		(5,013)	(22,450)
Profit tax		-	-
NET RESULT FOR THE YEAR		(5,013)	(22,450)

See accompanying notes.

High Seas N.V.

Statement of financial position

For the year ended December 31, 2022

(All amounts in EUR)

		31-Dec	
	Note	2022	2021
Assets			
Non-current assets			
<i>Financial fixed assets</i>	4		
Investment in subsidiary		5,000	5,000
Total non-current assets		5,000	5,000
Current assets			
Receivable from related parties	5	2,257	4,117
Total current assets		2,257	4,117
Total assets		7,257	9,117
Equity and liabilities			
Equity			
Issued capital	6	4,117	4,117
Retained Earnings		(22,450)	-
Net result for the year		(5,013)	(22,450)
Total equity		(23,346)	(18,333)
Current liabilities			
Payable to related parties	7	30,603	27,450
Total current liabilities		30,603	27,450
Total liabilities and equity		7,257	9,117

See accompanying notes.

High Seas N.V.

Statement of changes in equity

For the year ended December 31, 2022

(All amounts in EUR)

	Issued capital	Retained Earnings	Total
Issue of share capital	4,117	-	4,117
Net profit for the period	-	(22,450)	(22,450)
Total comprehensive income for the year	4,117	(22,450)	(18,333)
Balance at 31 December 2021	4,117	(22,450)	(18,333)
Profit for the year	-	(5,013)	(5,013)
Total comprehensive income for the year	4,117	(27,463)	(23,346)
Balance at 31 December 2022	4,117	(27,463)	(23,346)

See accompanying notes.

High Seas N.V.**Statement of cash flows****For the year ended December 31, 2022****(All amounts in EUR)**

	Note	2022	2021
Cash flow from operating activities			
Profit for the year		(5,013)	(22,450)
(Increase) / decrease in receivable from related parties		1,860	(4,117)
(Increase) / decrease in Psp receivable		-	-
Increase in prepaid expenses		-	-
Increase / (decrease) in accounts payable		-	-
Increase / (decrease) in accrued expenses		-	-
Increase in payable to related parties		3,153	27,450
Increase in other payables		-	-
Net cash generated from operating activities		-	883
Cash flow from investing activities			
Increase in investments		-	(5,000)
Net cash generated from investing activities		-	(5,000.00)
Cash flow from financing activities			
Issued of Share capital		-	4,117
Net cash generated from financing activities		-	4,117
Net increase in cash		-	-
Cash at the beginning of the year		-	-
Cash at the end of the year		-	-

See accompanying notes.

High Seas N.V.

Notes to financial statements

1. General information

High Seas N.V. (the company) was established on May 17, 2021 in Curaçao as a private limited liability company. The address of its registered office is Groot Kwartierweg 10 Livestrong Building, Curaçao. The company was registered in the Commercial Register of the Curaçao Chamber of Commerce & Industry under number 157373.

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 May 17, 2023, the management of the company was appointed by a single statutory director:

- eMoore N.V.

Statutory Director

2. Summary of significant 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 separate financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), therefore, are prepared under the historical cost convention. The financial statements are presented in EUR and all values are presented rounded up.

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.

Previous year's figures have been regrouped to conform to current year's presentation.

High Seas N.V.

Investments

Investment in subsidiary is valued at cost, net of impairment loss, if any.

Foreign currency transactions

The financial statements are presented in EUR, 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 income.

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

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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 profit or loss.

The company's financial assets include investment in participation and receivable from related party.

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 and payable to related party.

Subsequent measurement

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

Revenue recognition

Casino 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.

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Concentration of credit risk and certain other risk

Credit risk represents the accounting loss that would be recognized at the reporting date if counter parties failed to perform as contracted. The company does not have significant exposure to any individual client or counter party. Management of credit risk involves a number of considerations, such as financial profile of the counter party, specific terms and duration of the contractual agreement. There exists a risk of non-performance, however management believes that the company's exposure to credit risk associated with non-performance of its counter party is minimum.

New standards, amendments and interpretations issued but not effective for the financial year beginning January 01, 2022 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 incurred a negative result before the provision for profit tax for the year of EUR 5,013. As the Company applied for foreign-sourced income, a profit tax rate of 22% is applicable to the domestic net result incurred by the Company. Consequently, the profit tax is calculated as nil.

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4. Financial fixed assets

Investment in subsidiary

As of August 20, 2021, the company holds 100% investment in Corsair Processing Limited, a company incorporated and domiciled in the Republic of Cyprus.

	<u>2022</u>	<u>2021</u>
Investment in Corsair Processing Limited (5,000 equity shares with a nominal value of EUR 1 each)	5,000	5,000
	<u>5,000</u>	<u>5,000</u>

The company has elected not to present consolidated financial statements. Its owners have been informed and do not object to presenting separate financial statements.

5. Receivable from related parties

	<u>2022</u>	<u>2021</u>
Receivable from shareholder	2,257	4,117
	<u>2,257</u>	<u>4,117</u>

Receivable from shareholders represents amount due from them net of expenses incurred by the shareholders 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 the balance sheet date consists of 500 common shares with a nominal value of USD 10 and subscribed for EUR 4,117.

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7. Payable to related parties

	<u>2022</u>	<u>2021</u>
Payable to shareholder	27,463	22,450
Corsair Processing. Limited	3,140	5,000
	<u>30,603</u>	<u>27,450</u>

The above payables do not carry any interest and are repayable on demand.

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8. Revenue (Net)

	2022	2021
Bets and wins	-	-
	-	-

9. Operational cost

	2022	2021
Legal and Professional expenses	-	16,300
	-	16,300

10. General and administration expenses

	2023	2022
Legal and Professional expenses	4,400	6,150
Penalties expenses	613	-
	5,013	6,150

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:

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.

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13. Related party transactions and balances

Name of the related party	Relationship	Holding %	Balance as on December 31, 2022 (EUR)	Balance as on December 31, 2021 (EUR)
Bjorn M.S. Kelmeling	Shareholder	100	4,117	4,117

14. Subsequent events

In connection with the preparation of the financial statements, the company evaluated subsequent events after the balance sheet date of December 31, 2021. Based on their evaluation there are no subsequent events that have a significant effect on the financial statements as at December 31, 2022.

15. Authorization for issue

These financial statements for the year ended December 31, 2022 were approved by the board of directors and authorized for issue on May 16, 2025.

Board of Directors:

Name

Function

Signature

eMoore N.V.

Statutory Director

Deeuw

By: Chantal van der Leeuw

Proxy Holder

