

HIGH SEAS N.V.

Financial Statements
for the year ended December 31, 2023
(Draft)

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High Seas N.V.
Statement of income

For the year ended December 31, 2023

(All amounts in EUR)

	Note	2023	2022
Revenue	12	654,596	-
Operational cost	13	(339,685)	-
Net operating result		314,911	-
General and administrative expenses	14	(118,574)	(5,013)
Total general and administrative expenses		(118,574)	(5,013)
Exchange differences		(1,254)	-
Finance result		(1,254)	-
Result before provision for profit tax		195,083	(5,013)
Profit tax		-	-
NET RESULT FOR THE YEAR		195,083	(5,013)

High Seas N.V.

Statement of financial position

For the year ended December 31, 2023

(All amounts in EUR)

	Note	2023	2022
Assets			
Non-current assets			
Financial fixed assets	4		
Investment in subsidiary		5,000	5,000
Total non-current assets		5,000	5,000
Current assets			
Accounts receivable	5	351,901	-
Receivable from related parties	6	76,286	-
Other receivables	7	59,275	-
Cash at banks		41,699	-
Total current assets		529,161	-
Total assets		534,161	5,000
Equity and liabilities			
Equity			
Issued capital	8	4,117	4,117
Retained Earnings		(27,463)	(22,450)
Net result for the year		195,083	(5,013)
Total equity		171,737	(23,346)
Current liabilities			
Accounts payable	9	90,190	-
Payable to related parties	10	215,081	28,346
Other payables	11	57,153	-
Total current liabilities		362,424	28,346
Total liabilities and equity		534,161	5,000

High Seas N.V.

Statement of changes in equity

For the year ended December 31, 2023

(All amounts in EUR)

	Issued capital	Retained Earnings	Total
Issue of share capital	4,117	(22,450)	(18,333)
Net profit for the period	-	(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)
Profit for the year	-	195,083	195,083
Total comprehensive income for the year	4,117	167,620	171,737
Balance at 31 December 2023	4,117	167,620	171,737

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Statement of cash flows

For the year ended December 31, 2023

(All amounts in EUR)

	Note	2023	2022
Cash flow from operating activities			
Profit for the year		195,083	(5,013)
(Increase) / decrease in receivable from related parties		(76,286)	1,860
(Increase) / decrease in accounts receivable		(351,901)	
(Increase) / decrease in Other receivables		(59,275)	-
Increase in prepaid expenses		-	-
Increase / (decrease) in accounts payable		90,190	-
Increase / (decrease) in accrued expenses		-	-
Increase in payable to related parties		186,735	3,153
Increase in other payables		57,153	-
Net cash generated from operating activities		41,699	-
Cash flow from investing activities			
Increase in investments		-	-
Net cash generated from investing activities		-	-
Cash flow from financing activities			
Issued of Share capital		-	-
Net cash generated from financing activities		-	-
Net increase in cash		41,699	-
Cash at the beginning of the year		-	-
Cash at the end of the year		41,699	-

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.
4. These financial statements are in draft form and have been prepared for discussion and review purposes. Balances and accompanying notes are subject to change and may be revised based on management review and final approval. Accordingly, these draft financial statements should not be relied upon as final or complete.

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.

High Seas N.V.

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.

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, trade receivables, receivable from related party, other receivables and cash and cash equivalents.

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 1 January, 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 positive result before the provision for profit tax for the year of EUR 195,083. The Company's profit tax is determined in accordance with the territorial tax regime of Curaçao. Under this regime, a profit tax rate is applied to the taxable domestic net result.