

YAO Entertainment N.V.

(formerly known as Swifty NV)

Groot Kwartierweg 10, Curaçao

FINANCIAL STATEMENTS 2022

YAO Entertainment N.V.

Financial Statements December 31, 2022

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YAO Entertainment N.V.

**Financial Statements
December 31, 2022**

MANAGING DIRECTOR:

eMoore N.V.
Groot Kwartierweg 10
Livestrong building
Curaçao

Registered Address of the Company:

Groot Kwartierweg 10
Livestrong building
Curaçao

Correspondence Address of the Company:

PO Box 423
Curaçao

YAO Entertainment N.V.

Financial Statements December 31, 2022

DIRECTOR'S REPORT:

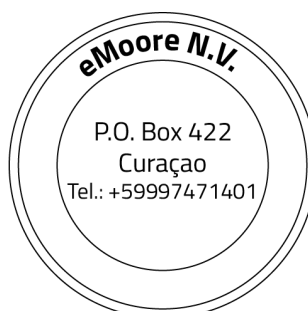
We are pleased to present you with the Annual Report for the period January 1, 2022 through December 31, 2022.

During the period under review, the Company recorded a net profit of EUR 734.064. Details of which are set out in the attached Profit and Loss account.

Curaçao,



eMoore N.V.
Managing Director



YAO Entertainment N.V.
Balance Sheet as at December 31, 2022
(In EUR, before appropriation of results)

ASSETS	Notes	2022
<u>Fixed Asset</u>	3	
<i>Financial fixed assets</i>		
Participation		1
Loan		84.778
		<u>84.779</u>
<u>Current Assets</u>		
Other receivables	4	273.299
Accounts receivables	5	204.912
Receivables from related parties	6	881.189
Cash at banks	7	241.545
		<u>1.600.945</u>
TOTAL ASSETS		<u>1.685.724</u>
SHAREHOLDER'S EQUITY AND LIABILITIES		
<u>Shareholders' equity</u>	8	
Issued and fully paid share capital		1
Retained Earnings		-
Net result for the year		734.064
		<u>734.065</u>
<u>Short-term Liabilities and accrued expenses</u>		
Other Payables & Accrued expenses	9	368.017
Accounts payable	10	483.548
Payables to related parties	11	100.094
		<u>951.659</u>
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES		<u>1.685.724</u>

YAO Entertainment N.V.

Profit and Loss Account for the period January 1, 2022 through December 31, 2022

(In EUR)

	Notes	2022
Gaming Revenue		2.099.401
Operational cost	12	<u>(1.256.989)</u>
Net Operating result		842.412
General and administrative expenses	13	<u>(56.458)</u>
General and administrative expenses		(56.458)
Interest income loan		3.651
Exchange currency result		<u>(53.922)</u>
Financial result		(50.271)
Result before provision for profit tax		<u>735.682</u>
Profit tax		(1.618)
NET RESULT FOR THE YEAR		<u><u>734.064</u></u>

YAO Entertainment N.V.

Notes to the Financial Statements

January 1, 2022 through December 31, 2022

(In EUR)

1 GENERAL

Company's Information and Principal Activities

YAO Entertainment N.V. is a limited liability company that was incorporated in Willemstad on September 9, 2021. The Company is registered with the Chamber of Commerce and Industry of Curaçao under number 158554. The Company is solely engaged in e-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. Financial Fixed Assets

Fixed assets is valued at cost less accumulated depreciation and impairment.

c. Receivables

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

d. Cash at banks

Cash at bank includes 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 are translated into administration currency at the rate of exchange prevailing at balance sheet date. Transactions in foreign currencies are translated at the exchange rates in effect on the day of the transaction. Items in the Statement of Income and Expenses were revalued at the average rate of exchange during the period under review.

Exchange gains or losses are reflected in the profit and loss account.

		2022	
Exchange rates used:	1 USD =	1,06749	EUR

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

f. Recognition of Income and Expenses

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

YAO Entertainment N.V.

Notes to the Financial Statements

January 1, 2022 through December 31, 2022

(In EUR)

3	FINANCIAL FIXED ASSETS	2022
	<u>Participation</u>	<u>Domicile</u>
	Globocharge Ltd	Ireland
		%
		100
		<u>1</u>
		<u>1</u>
	<u>Loan</u>	
	<u>Caymans loan bearing an interest rate of 4.5 % p.a.</u>	
	Opening balance	51.058
	Interest rate	<u>2.298</u>
	Ending balance	53.355
	<u>Swifty FZ LLC loan bearing an interest rate of 4.5 % p.a.</u>	
	Opening balance	30.070
	Interest rate	<u>1.353</u>
	Ending balance	31.423
	Total loan	<u>84.778</u>
4	OTHER RECEIVABLES	2022
	<u>Payment Service Providers</u>	
	Payment Center	EUR 424
	Payment Center	USD 34.993
	Crypto Wallet - Payout	USD 59.474
		<u>273.299</u>
5	ACCOUNTS RECEIVABLES	2022
	Accounts Receivable	<u>204.912</u>
		<u>204.912</u>
6	RECEIVABLE FROM RELATED PARTIES	2022
	Shareholders Current Account	147.941
	Globocharge Ltd Curent account	733.248
		<u>881.189</u>

YAO Entertainment N.V.

Notes to the Financial Statements

January 1, 2022 through December 31, 2022

(In EUR)

7 CASH AT BANKS 2022

<u>Banking institution</u>	Amount CCY	
Bank - Capital Call GBP account	132.825	150.092
Bank - Capital Call EUR account	9.678	9.678
Cash in transit clearing account Citibank		81.776
		<u>241.545</u>

8 SHAREHOLDER'S EQUITY

The Company's authorized share capital amounts to USD 1 (EUR 0.89) and consists of 1 share with a nominal value of USD 1,00 each.

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

	<u>Issued and fully paid share capital</u>	<u>Retained earnings</u>	<u>Result current year</u>
Opening balance	-	-	-
Movements during the year	1		734.064
Ending balance	<u>1</u>	<u>-</u>	<u>734.064</u>

9 OTHER PAYABLES AND ACCRUED EXPENSES 2022

Accrued Platform reward expenses	EUR	185.684
Accrued Agency commissions		182.332
		<u>368.017</u>

10 ACCOUNTS PAYABLE 2022

Accounts Payable - EUR	13.610
Accounts Payable - GBP	375.572
Client Gambling Deposits	92.747
Tax payable	1.618
	<u>483.548</u>

11 PAYABLES TO RELATED PARTIES 2022

ILUS US Current account	55.347
FB Fire Current account	44.747
	<u>100.094</u>

YAO Entertainment N.V.

Notes to the Financial Statements

January 1, 2022 through December 31, 2022

(In EUR)

12	OPERATIONAL COST	2022
	Agent commission	233.657
	Marketing expenses	4.768
	Software & support services	254.571
	Sports Data expenses	65.193
	Platform reward expenses	185.684
	IT & Support Expenses	3.388
	Consultancy operation expenses	503.367
	Sublicense - Antillephone	6.360
		<u>1.256.989</u>
13	GENERAL AND ADMINISTRATIVE EXPENSES	2022
	Personel expenses	11.319
	Management expenses	5.300
	Other G&A expenses	597
	Bank charges	39.243
		<u>56.458</u>
