

YAO Entertainment N.V.

(formerly known as Swifty NV)

Groot Kwartierweg 10, Curaçao

FINANCIAL STATEMENTS 2023

YAO Entertainment N.V.

Financial Statements December 31, 2023

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YAO Entertainment N.V.

**Financial Statements
December 31, 2023**

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, 2023

DIRECTOR'S REPORT:

We are pleased to present you with the Annual Report for the period January 1, 2023 through December 31, 2023.

During the period under review, the Company recorded a net profit of EUR 3,001,799. 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, 2023
(In EUR, before appropriation of results)

ASSETS	Notes	2023	2022
<u>Fixed Asset</u>	4		
<i>Intangible Fixed assets</i>	4.1	1,399,664	-
<i>Tangible fixed assets</i>	4.2	9,220	-
<i>Financial fixed assets</i>	4.3	477,826	84,779
		<u>1,886,710</u>	<u>84,779</u>
<u>Current Assets</u>			
Other receivables	5	776,524	273,299
Accounts receivables	6	386,216	204,912
Receivables from related parties	7	2,844,934	881,189
Cash at banks	8	57,240	241,545
		<u>4,064,914</u>	<u>1,600,945</u>
TOTAL ASSETS		<u>5,951,624</u>	<u>1,685,724</u>
SHAREHOLDER'S EQUITY AND LIABILITIES			
<u>Shareholder's equity</u>	9		
Issued and fully paid share capital		1	1
Retained Earnings		734,064	-
Net result for the year		3,001,799	734,064
		<u>3,735,864</u>	<u>734,065</u>
<u>Short-term Liabilities and accrued expenses</u>			
Other Payables & Accrued expenses	10	471,808	368,017
Accounts payable	11	1,571,625	483,548
Payables to related parties	12	172,327	100,094
		<u>2,215,760</u>	<u>951,659</u>
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES		<u>5,951,624</u>	<u>1,685,724</u>

YAO Entertainment N.V.
Profit and Loss Account for the period
January 1, 2023 through December 31, 2023
(In EUR)

	Notes	2023	2022
Gaming Revenue		7,961,886	2,099,400
Operational cost	13	<u>(3,989,375)</u>	<u>(1,256,988)</u>
Net Operating result		3,972,511	842,412
General and administrative expenses	14	<u>(896,571)</u>	<u>(56,459)</u>
Total General and administrative expenses		(896,571)	(56,459)
Depreciation fixed assets		(4,057)	-
Participation devaluation		(100)	-
Interest income loan		16,888	3,651
Exchange currency result		<u>(86,578)</u>	<u>(53,922)</u>
Financial result		(73,847)	(50,271)
Result before provision for profit tax		<u>3,002,093</u>	<u>735,682</u>
Profit tax current year		(294)	(1,618)
NET RESULT FOR THE YEAR		<u>3,001,799</u>	<u>734,064</u>

YAO Entertainment N.V.

Notes to the Financial Statements

January 1, 2023 through December 31, 2023

(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. 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

Fixed assets are valued at net asset value.

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.

	2023	2022	
Exchange rates used:	1 EUR = 1.10364	1,06749	USD
	1 EUR = 0.8668	0.88519	GBP

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, 2023 through December 31, 2023

(In EUR)

4.1	INTANGIBLE FIXED ASSETS	2023	2022
	<u>IP Software Development Whitelable</u>	548,365	-
	<u>Incremental Cost Agent Commission</u>	851,299	-
		<u>1,399,664</u>	<u>-</u>
4.2	TANGIBLE FIXED ASSETS	2023	2022
	Computers		
	Movements	13,277	-
	Depreciation	(4,057)	-
	Value as at 31.12.	<u>9,220</u>	<u>-</u>
4.3	FINANCIAL FIXED ASSETS	2023	2022
	<u>Participation</u>		
	Domicile	%	
	Globocharge Ltd	Ireland	100
			100
			1
	Devaluation participation	(100)	-
		<u>-</u>	<u>1</u>

Since the Company has a negative equity value as at December 31, 2023.
The Company has been valued at 0 (zero) EUR.

Loan

Caymans Ltd loan bearing an interest rate of 4.5 % p.a

Opening balance	53,356	51,058
Additions	212,598	-
Interest	8,401	2,298
Ending balance	<u>274,355</u>	<u>53,356</u>

Swifty Global FZ LLE loan bearing an interest rate of 4.5 % p.a

Opening balance	31,422	30,070
Additions	112,390	-
Interest	7,432	1,352
Ending balance	<u>151,244</u>	<u>31,422</u>

Swifty Afrika (PTY) Ltd loan bearing an interest rate of 4.5 % p.a

Opening balance	-	-
Movements	19,363	-
Interest	509	-
Ending balance	<u>19,872</u>	<u>-</u>

YAO Entertainment N.V.

Notes to the Financial Statements

January 1, 2023 through December 31, 2023

(In EUR)

4.3 FINANCIAL FIXED ASSETS continued

Swifty Technologies LLC - FZ loan bearing an interest rate of 4.5 % p.a.

Opening balance	-	-
Movements	31,809	-
Interest rate	546	-
Ending balance	32,355	-

Total loan	477,826	84,778
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5 OTHER RECEIVABLES 2023 2022

Payment Service Providers

Wallets Much Better _ EUR	EUR	681	681	180,399
Wallets Much Better _ GBP	GBP	719	771	247

Payment Center	-	424
Payment Center	11,168	32,754

Crypto Wallet - Payout/Payin	31,318	59,475
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Wallets Tronscan _ EUR	13,581	-
Wallets Nace _ EUR	43,708	-
Wallets Equals HM USD	514,976	-
Wallets Equals JM USD	149,827	-

Prepayments

License fees - APS	10,494	-
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776,524	273,299
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6 ACCOUNTS RECEIVABLES 2023 2022

Accounts Receivable	386,216	204,912
	386,216	204,912

7 RECEIVABLE FROM RELATED PARTIES 2023 2022

Shareholders Current Account	147,940	147,941
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Globocharge Ltd Curent account	2,696,994	733,248
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2,844,934	881,189
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YAO Entertainment N.V.

Notes to the Financial Statements

January 1, 2023 through December 31, 2023

(In EUR)

8	CASH AT BANKS		2023	2022
	<u>Banking institution</u>	Amount CCY		
	Bank - Capital Call GBP account	39,491	46,908	150,092
	Bank - Capital Call EUR account		9,431	9,678
	Cash in transit clearing account Citibank		901	81,775
			<u>57,240</u>	<u>241,545</u>

9 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 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>	<u>Total</u>
Opening balance	1	-	734,064	734,065
Allocation of result previous year	-	734,064	(734,064)	-
Result for the year	-	-	3,001,799	3,001,799
Ending balance	<u>1</u>	<u>734,064</u>	<u>3,001,799</u>	<u>3,735,864</u>

10	ACCRUED EXPENSES		2023	2022
	Accrued Platform reward expenses		346,590	185,685
	Accrued Agency commissions		122,503	182,332
	Accrued legal & profesional fees		2,715	-
			<u>471,808</u>	<u>368,017</u>

11	ACCOUNTS PAYABLE		2023	2022
	Accounts Payable - EUR		853,299	13,611
	Accounts Payable - GBP		184,115	375,572
	Client Gambling Deposits & unsettled bets		532,299	92,747
	Tax payable		1,912	1,618
			<u>1,571,625</u>	<u>483,548</u>

YAO Entertainment N.V.

Notes to the Financial Statements

January 1, 2023 through December 31, 2023

(In EUR)

12	PAYABLES TO THIRD PARTIES	2023	2022
	ILUS US Current account transferred to Cashmere Holding CO	-	55,347
	FB Fire Current account transferred to Cashmere Holding CO	-	44,747
	Cashmere Holding Co	172,327	-
		<u>172,327</u>	<u>100,094</u>
13	OPERATIONAL COST	2023	2022
	Agent commission	243,229	233,657
	Marketing & entertainment expenses	132,088	4,768
	Software & support services	1,033,625	254,571
	Sports Data expenses	-	65,193
	Platform reward expenses	1,040,838	185,684
	IT & Support Expenses	1,381	3,388
	Consultancy operation expenses	746,441	503,367
	Payment processing expenses	790,000	-
	Sublicense - Antillephone	1,773	6,360
		<u>3,989,375</u>	<u>1,256,988</u>
14	GENERAL AND ADMINISTRATIVE EXPENSES	2023	2022
	Personnel expenses	184,042	11,319
	Travel & accommodation expenses	166,584	-
	Legal and Professional expenses	77,092	-
	Management expenses	34,346	5,300
	Other G&A expenses	2,605	597
	Bank charges	431,902	39,243
		<u>896,571</u>	<u>56,459</u>
