

H2 Sports N.V.

FINANCIAL STATEMENTS
as at December 31, 2024

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Company Information

Registered Business Address	Emancipatie Boulevard Dominico F. "Don" Martina 30 Willemstad, Curaçao
Registration Number	161955
Incorporation Date	September 30, 2022
Purpose	Online gaming services
Managing Director	e-Management N.V.

H2 Sports N.V.
Curacao

Director's report
as at December 31, 2024

In my capacity of managing director of H2 Sports N.V., I have the pleasure in presenting the financial statements of the Company as at December 31, 2024.

Purpose of the Company

The purpose of the Company is mainly to internationally organize, market, promote, manage, support and operate all types of remote gaming activities, comprising all types of games, betting and other operations of betting exchange, interactive casinos, bingos, lotteries and other interactive games.

Accountability

All financial information have been processed in a competent way.

The financial statements have been prepared in accordance with applicable accounting principles, and to the best of our knowledge gives a true and fare view of the financial position of the Company and the changes in its net assets.

Result and dividends

The result of the year are set out on page 3.

The Company had a profit of EUR 835,528 for the year 2024.

No distributions were made during the year.

Fiscal position

The fiscal year of the Company runs from January 01, 2024 through December 31, 2024.

The Company is subject to 15% profit tax rate on the first ANG 500,000 of taxable domestic profit and 22% profit tax rate on any taxable domestic profit above that amount. As the Company generates mainly foreign profits, it may apply the territoriality principle for calculating its profit tax due. This entails that only domestic profits are subject to profit taxes and the Company should demonstrate which part of the profit is regarded as foreign profit through the ratio between domestic and non-domestic causal costs.

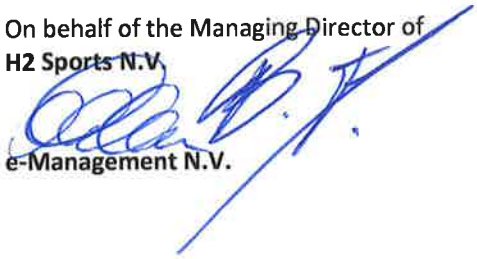
Current & Future Developments

During 2024, the Company submitted an application for a Gaming License from the Curaçao Gaming Authorities and received a provisional license in 2025, which will undergo an assessment for a definitive license in 2026.

Due to changes in legislation in Brazil, the Company ceased its operations in Brazil effective December 31, 2025, and the business has been transferred to a related company in Brazil. All player balances and necessary actions as required under the legislation in Brazil has been dealt with in proper manner in 2026.

Curacao, May 25, 2026,

On behalf of the Managing Director of
H2 Sports N.V.


e-Management N.V.

H2 Sports N.V.
Curacao

STATEMENT OF FINANCIAL PERFORMANCE
for the period September 30, 2022 through December 31, 2024

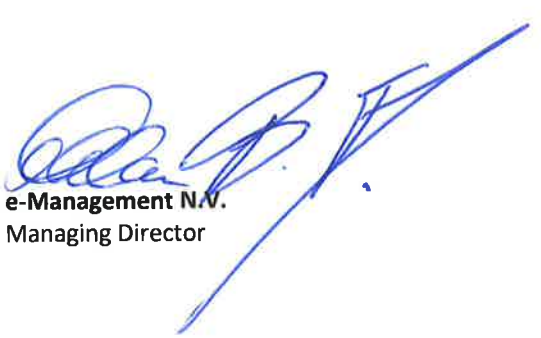
	notes	2024 EUR	2023 EUR
Revenues			
Wagering Income	3	66,331,071	10,922,808
Direct costs	4	(66,408,557)	(12,513,364)
Gross profits		<u>(77,486)</u>	<u>(1,590,556)</u>
Operating Expenses			
Incorporation expenses		-	5,000
Management expenses		12,000	18,000
Accounting expenses		26,886	5,336
Legal and professional expenses		73,507	21,245
Bad debts expenses		-	41,878
Bank charges		306,999	170,511
Other administrative expenses		3,313	4,764
Total Expenses		<u>422,705</u>	<u>266,734</u>
Income from operations		(500,191)	(1,857,290)
Realized foreign exchange gains and (losses)		8,229	(5,966)
Unrealized foreign exchange gains and (losses)		230,722	18,805
Extraordinary gains and (losses)		1,096,768	-
Profit before taxes		<u>835,528</u>	<u>(1,844,451)</u>
Profit Taxes		-	-
Net Loss		<u><u>835,528</u></u>	<u><u>(1,844,451)</u></u>


e-Management N.V.
Managing Director

H2 Sports N.V.
Curacao

STATEMENT OF FINANCIAL POSITION
as at December 31, 2024

ASSETS	notes	2024 EUR	2023 EUR
Current assets			
Trade and other accounts receivable	5	20,000	-
Cash and cash equivalents		2,193,267	442,708
Prepayments		1,500	-
Total Current Assets		<u>2,214,767</u>	<u>442,708</u>
TOTAL ASSETS		<u>2,214,767</u>	<u>442,708</u>
SHAREHOLDERS' EQUITY AND LIABILITIES	notes	2024 EUR	2023 EUR
Shareholders' Equity			
Issued and paid up share capital		1,000	1,000
Paid in surplus		17,400	17,400
Retained earnings		(1,844,451)	-
Result current year		835,528	(1,844,451)
Total Shareholders' Equity		<u>(990,523)</u>	<u>(1,826,051)</u>
Liabilities			
Trade and other accounts payable	6	3,205,290	2,258,259
Accrued expenses		-	10,500
Total Liabilities		<u>3,205,290</u>	<u>2,268,759</u>
TOTAL LIABILITIES and NET ASSETS		<u>2,214,767</u>	<u>442,708</u>


e-Management N.V.
Managing Director

H2 Sports N.V.

Curacao

NOTES TO THE FINANCIAL STATEMENTS

as at December 31, 2024

(1) General Information

H2 Sports N.V. (the 'Company') having its seat in Willemstad, Curaçao, was incorporated on September 30, 2022 under the laws of Curaçao. The purpose of the Company is the offering of online gaming services under a Curaçao gaming license.

The Company's domain - www.h2bet.com - was initially operated by means of a Domain Lease Agreement, pursuant to which its website was operated by a licensed third-party in Curacao and revenues were shared between parties. Upon receipt of its sub-license, the Company took over the operations of h2bet.com.

The main target market of the operation was Brazil.

(2) Significant accounting policies**a) Basis of Accounting**

The financial statements of the Company has been prepared in accordance with generally accepted accounting principles and the provisions of the Curaçao Civil Code. The financial statements are presented in Euros

Assets and liabilities have been recognized against historical costs and stated at their nominal value, unless mentioned otherwise.

b) Foreign Currencies

Transactions denominated in other currencies are translated into EUR at the average exchange rates prevailing during each month. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the exchange rates prevailing at that date.

c) Taxation

Profit tax is accounted for using the taxes payable method. The profit tax expense charge to the income statement is the estimated tax payable for the current year, adjusted for any differences between the estimated and actual tax payable in prior years.

e) Cash and cash equivalents

Cash and cash equivalents include cash and deposits held at banks as well as balances held in wallets.

	2024	2023
(3) Wagering Income	EUR	EUR
Revenue Share Income	-	172,898
Casino Revenue	59,805,963	9,585,300
Sportsbook Revenue	6,525,108	1,164,610
	66,331,071	10,922,808

NOTES TO THE FINANCIAL STATEMENTS

as at December 31, 2024

	2024	2023
	EUR	EUR
(4) Direct costs		
<u>Domestic Direct costs</u>		
Gaming License Fees	18,050.00	10,000.00
	<u>18,050.00</u>	<u>10,000.00</u>
<u>Non-Domestic Direct costs</u>		
Agency Commission	786,715	958,769
Payment Processing fees	3,185,157	995,173
Bonus and promotions	4,298,912	1,686,039
Support services	9,071,234	1,771,436
Marketing expenses	47,294,531	6,977,198
Affiliate Marketing expenses	1,748,425	-
Other direct costs	5,533	114,749
	<u>66,390,507</u>	<u>12,503,364</u>
	<u>66,408,557</u>	<u>12,513,364</u>

	2024	2023
	EUR	EUR
(5) Trade and other accounts receivable		
<u>Receivable related parties</u>		
Due from Shareholder	20,000	-
	<u>20,000</u>	<u>-</u>

	2024	2023
	EUR	EUR
(5) Trade and other accounts payable		
<u>Trade accounts payable</u>		
Creditors	2,084,842	397,682
Due to players	1,120,448	550,010
<u>Other payables</u>		
Loan Payable - H2 Investimentos e Participações Ltda.	-	1,310,567
	<u>3,205,290</u>	<u>2,258,259</u>

The Loan Payable has been waived, and H2 Sports N.V has been released from the obligation to repay the Loan