



FINANCIAL STATEMENTS 2021

Curacao chamber of Commerce: 149501
Scharlooweg 39
Willemstad, Curaçao

AzRa678 N.V.

AzRa678 N.V.

Financial Statements December 31, 2021

Directory	<u>Page</u>
Managing Director	2
Director's report	3
Financial Statements:	
Balance Sheet as at December 31, 2021	4
Profit and Loss Account for the period January 1, 2021 through December 31, 2021	5
Notes	6 - 10

AzRa678 N.V.

**Financial Statements
December 31, 2021**

MANAGING DIRECTORS:

**Allyant Group B.V.
Scharlooweg 39
Willemstad
Curaçao**

**Mr. Kypros Timotheo
40,25 Martiou Avenue, 2682
Paleometochi
Cyprus**

AzRa678 N.V.

Financial Statements
December 31, 2021

DIRECTOR'S REPORT:

We are pleased to present you herewith the Financial Statements for the period January 1, 2021 through December 31, 2021.

Summary of activities

To organize, market, promote, manage, support and operate all types of remote and stationary activities, and sports betting activities, comprising of all types of games, betting transactions, and other operation of betting exchanges, interactive casinos, bingos, lotteries, poker and other interactive games and to carry out any activities ancillary thereto by offering goods or services to persons who participate in licensed online gaming, for clients established or residing outside of Curaçao.

Result for the year

During the period under review, the Company recorded a net loss of EUR -50627,, details of which are set out in the attached Profit and Loss account.

Curaçao, 17 July 2023



Allyant Group B.V.
Managing Director



Mr. Kypros Timotheo
Managing Director
By Allyant Group B.V.
Proxyholder

AzRa678 N.V.

Balance Sheet as at December 31, 2021

(In EUR, before appropriation of results)

ASSETS	Notes	2021	2020
<u>Intangible assets</u>			
Acquired intangible assets	4	3,760	2,550
		<u>3,760</u>	<u>2,550</u>
<u>Financial Fixed Assets</u>			
Shares in Group Company		2,000	2,000
		<u>2,000</u>	<u>2,000</u>
<u>Current Assets</u>			
Prepaid expenses	5	--	7,067
Cash at banks and in hand	6	687	--
		<u>687</u>	<u>7,067</u>
TOTAL ASSETS		<u>6,447</u>	<u>11,617</u>
SHAREHOLDER'S EQUITY AND LIABILITIES			
<u>Shareholders' equity</u>			
Issued and fully paid share capital	7	100	100
Retained earnings		(20,882)	(30,567)
Net result for the year		(50,627)	9,685
		<u>(71,409)</u>	<u>(20,782)</u>
<u>Current Liabilities</u>			
Accounts payable		1,195	--
Current account shareholder	8	1,900	1,900
Current account subsidiary	9	14,670	6,458
Current account other	10	60,091	24,041
		<u>77,856</u>	<u>32,399</u>
TOTAL EQUITY AND LIABILITIES		<u>6,447</u>	<u>11,617</u>

AzRa678 N.V.

Profit and Loss Account for the period January 1, 2021 through December 31, 2021

(In EUR)

	Notes	2021	2020
<u>Income</u>			
Revenue		219,054	2,283,290
Direct cost	11	256,253	2,257,799
Gross profit/(loss)		(37,199)	25,491
<u>Expenses</u>			
Amortization		857	344
General and administrative expenses	12	12,571	15,462
		13,428	15,806
Result before taxation		(50,627)	9,685
Profit tax		--	--
NET RESULT FOR THE YEAR		(50,627)	9,685

AzRa678 N.V.

Notes to the Financial Statements January 1, 2021 through December 31, 2021 (In EUR)

1 GENERAL

Company's Information and Principal Activities

The Company is a limited liability company that was incorporated on February 14, 2019 under the laws of Curaçao.

The Company is registered with the Chamber of Commerce and Industry of Curaçao under number 149501.

Principal activities

To organize, market, promote, manage, support and operate all types of remote and stationary gaming activities, and sports betting activities, comprising of all types of games, betting transactions, and other operation of betting exchanges, interactive casinos, bingos, lotteries, poker and other interactive games and to carry out any activities ancillary thereto by offering goods or services to persons who participate in licensed online gaming, for clients established or residing outside of Curaçao.

2 BASIS OF PREPARATION

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. Functional and presentation currency

The financial statements are presented in Euro which is the functional currency of the Company.

3 SIGNIFICANT ACCOUNTING POLICIES

a. General

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented in these financial statements unless otherwise stated.

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

AzRa678 N.V.

Notes to the Financial Statements January 1, 2021 through December 31, 2021 (In EUR)

b. Intangible Fixed Assets

Acquired intangible assets

Intangible assets acquired separately consist mainly of software licences and domain names and are capitalised at cost. Those acquired as part of a business combination are recognised separately from goodwill if the fair value can be measured reliably. These intangible assets are amortised over the useful life of the assets, which for software licences is between one and five years and for domain names is five years.

c. Internally generated intangible assets

Expenditure incurred on development activities of the gaming platform is capitalised only when the expenditure will lead to new or substantially improved products or processes, the products or processes are technically and commercially feasible and the Company has sufficient resources to complete development.

All other development expenditure is expensed. Subsequent expenditure on intangible assets is capitalised only where it clearly increases the economic benefits to be derived from the asset to which it relates. The Company estimates the useful life of these assets as between three and five years,

d. Financial Fixed Assets

The investments in subsidiaries are stated at cost price.

e. Receivables

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

f. Cash and cash equivalents

Cash and cash equivalents are stated at face value.

g. Shareholder's equity

Ordinary shares are classified as equity.

h. Current liabilities

On initial recognition current liabilities are recognised at fair value. After initial recognition current liabilities are recognised at the amortised cost price, being the amount received taking into account premiums or discounts and minus transaction costs. This is usually the nominal value.

AzRa678 N.V.

Notes to the Financial Statements January 1, 2021 through December 31, 2021 (In EUR)

i. Recognition of Income and Expenses

Revenue

The services provided by the Company comprise online sports betting and casino games. Revenue from sports betting activities represents the net gain or loss from betting activities in the year plus the gain or loss on the revaluation of open positions at year end, and is net of the cost of customer promotions and bonuses incurred in the year.

Revenue from online casino's represents net winnings being amounts staked net of customer winnings and is net of customer promotions and bonuses incurred in the year.

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

j. Cost of sales

Cost of sales consists primarily of gaming duties, payment service providers' commissions, chargebacks, commission and royalties payable to third parties, all of which are recognised on an accruals basis.

k. Operating expenses

Operating expenses consist primarily of staff costs and corporate professional expenses, both of which are recognised on an accruals basis.

l. Foreign Currencies

1) Functional and presentation currency

Items included in the Company's financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Euro (€), which is the Company's functional and presentation currency.

2) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the transaction at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit and loss.

m. Profit tax

The profit tax expense represents tax payable for the year based on currently applicable tax rates.

AzRa678 N.V.

Notes to the Financial Statements January 1, 2021 through December 31, 2021 (In EUR)

n. Dividends

Interim dividends are recognised in equity in the year in which they are approved by the Company Directors. Dividend distribution to the Company's shareholders is recognised in the Company's financial statements in the year in which they are approved by the Company's shareholders.

				Acquired intangible assets License
4 INTANGIBLE ASSETS				
Balance as at January 1				2021
Historical costs				2,894
Cumulative impairment losses and				
Amortisation				344
Book value				<u>2,550</u>
<i>Movements:</i>				
Investments				2,067
Disposals				--
Amortisation				857
Impairments				--
Amortisations of disposals				--
Balance				<u>1,210</u>
Balance as at December 31				
Historical costs				4,961
Cumulative impairment losses and				
Amortisation				1,201
Book value				<u><u>3,760</u></u>
Amortisation rates				<u>20%</u>
5 SHARES IN GROUP COMPANY	DOMICILE	OWNERSHIP	2021	2020
Sailorstar Limited	Cyprus	100%	2,000	2,000
			<u>2,000</u>	<u>2,000</u>
Investment in subsidiary is valued at cost price.				

AzRa678 N.V.

Notes to the Financial Statements January 1, 2021 through December 31, 2021 (In EUR)

6 CASH AT BANKS AND IN HAND	2021	2020
J Business	687	--
	<u>687</u>	<u>--</u>

7 SHAREHOLDER'S EQUITY	2021	2020
100 share @ EUR 1.00	100	100
Issued and fully paid share capital	<u>100</u>	<u>100</u>

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

	Issued and fully paid share capital	Retained earnings	Result for the year
Opening balance	100	(30,567)	--
Movements during the year	--	9,685	(50,627)
Ending balance	<u>100</u>	<u>(20,882)</u>	<u>(50,627)</u>

AzRa678 N.V.

Notes to the Financial Statements January 1, 2021 through December 31, 2021 (In EUR)

8 CURRENT ACCOUNTS SHAREHOLDER	2021	2020
Opening balance	1,900	2,000
Movements during the year:		
- Share capital contribution	--	(100)
- Invoices paid obo the Company	--	--
- Income received obo the Company	--	--
Ending balance	<u>1,900</u>	<u>1,900</u>
9 CURRENT ACCOUNT SUBSIDIARY	2021	2020
<i>Sailorstar Limited</i>		
Opening balance	6,458	--
- Revenue received obo the Company	(219,054)	(2,283,290)
- Payments obo the Company	227,266	2,288,098
- Correction previous year	--	1,650
Ending balance	<u>14,670</u>	<u>6,458</u>
10 CURRENT ACCOUNT OTHER	2021	2020
<i>Alpha Games N.V.</i>		
Opening balance	--	--
Movements during the year:	31,050	--
Ending balance	<u>31,050</u>	<u>--</u>
<i>Foundcom Limited</i>		
Opening balance	--	--
Movements during the year:	5,000	--
Ending balance	<u>5,000</u>	<u>--</u>
<i>Victorywillbeours N.V.</i>		
Opening balance	24,041	24,041
Movements during the year:	--	--
Ending balance	<u>24,041</u>	<u>24,041</u>
Total ending balance	<u>60,091</u>	<u>24,041</u>
12 DIRECT COST	2021	2020
Intermediary services	18,000	10,500
Direct service expenses	203,666	2,247,299
IT infrastructure expenses	34,587	--
	<u>256,253</u>	<u>2,247,299</u>

AzRa678 N.V.

Notes to the Financial Statements January 1, 2021 through December 31, 2021 (In EUR)

13 GENERAL AND ADMINISTRATIVE EXPENSES	2021	2020
Administration & bookkeeping	4,800	6,200
Corporate Management Services	6,220	9,262
Tax filing services	175	--
Bank charges	1,376	--
	<u>12,571</u>	<u>15,462</u>
