

Assumptions & Drivers

All figures in EUR

	Year 2021	Year 2022	Year 2023	Year 2024	Year 2025	Year 2026
Days in Period	365	365	365	365	365	365
Income Statement						
Sales Growth	not available	(18.9%)	5.0%	7.0%	7.0%	7.0%
Withdrawal (percent of Gaming Revenue)	28.8%	47.1%	47.0%	47.0%	47.0%	47.0%
Chargeback and refunds (percent of Gaming Revenue)	0.1%	-	0.1%	0.1%	0.1%	0.1%
Consulting services (Fixed costs)	1,427,464	1,642,078	1,650,000	1,700,000	1,750,000	1,750,000
Agency services (Fixed costs)	78,000	120,000	120,000	120,000	120,000	120,000
Data processing fees (percent of Gaming Revenue)	2.3%	10.5%	11.0%	11.0%	11.0%	11.0%
License fees (Fixed costs)	25,491	-	57,500	62,200	62,200	62,200
Software License fees (percent of Gaming Revenue)	10.3%	13.0%	12.0%	12.0%	12.0%	12.0%
Commission/merchant fees (percent of Gaming Revenue)	9.4%	-	-	-	-	-
Marketing, promo & advertising expences (percent of Gaming Revenue)	22.7%	19.8%	20.0%	20.0%	20.0%	20.0%
IP licensing and compliance (Fixed costs)	58,037	9,939	10,000	10,000	10,000	10,000
ICT maintenance and support (Fixed costs)	67,472	305,208	300,000	300,000	300,000	300,000
Notary expences (Fixed costs)	1,400	1,750	1,750	1,750	1,750	1,750
Compliance expences (percent of Gaming Revenue)	0.000%	0.004%	0.005%	0.005%	0.005%	0.005%
Operating expense (fixed cost)	1,371,155	-	-	-	-	-
Translation expense (Fixed costs)	169,783	191,487	200,000	200,000	200,000	200,000
Professional expense (Fixed costs)	44,087	108,876	110,000	120,000	130,000	140,000
Accountancy (Fixed costs)	3,073	703	2,000	2,000	2,000	2,000
Tax service (Fixed costs)	300	5,560	6,000	6,000	6,000	6,000
Bankcharge (percent of Gaming Revenue)	0.28%	0.35%	0.35%	0.35%	0.35%	0.35%
Corporate service (Fixed costs)	9,571	3,834	5,000	5,000	5,000	5,000
Courier expence (Fixed costs)	457	-	500	500	500	500
Other general expence (Fixed costs)	847	478	500	500	500	500
Chamber of commerce (Fixed costs)	105	120	120	120	120	120
Standart management disbursement (Fixed costs)	2,150	2,150	2,150	2,150	2,150	2,150
License fees National Bank (Fixed costs)	50	50	50	50	50	50
Domiciliation&compliance (Fixed costs)	250	250	250	250	250	250
Interest income	251,241	566,815	637,500	637,500	637,500	637,500
Other operating income	-	1,509,121	-	-	-	-
Exchange difference	192,786	(256,931)	-	-	-	-
Result subsidiary	(136,988)	141,226	150,000	150,000	150,000	150,000
Provision subsidiary	130,065	-	-	-	-	-
Adjustment subsidiary previous year	6,674	11,383	-	-	-	-
Tax Rate (Percent of EBT)	0.2%	1.3%	1.5%	1.5%	1.5%	1.5%
Balance Sheet						
C/A Faro Entertainment Limited	17,170,123	7,424,642	11,124,642	12,824,642	14,524,642	16,724,642
Net Loans Faro Entertainment Limited	5,286,362	12,300,000	12,300,000	12,300,000	12,300,000	12,300,000
Faro Entertainment Limited Loan Interest Rate	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
Net Loans Receivable	450,000	450,000	450,000	450,000	450,000	450,000
Loans Receivable Interest rate	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
C/A shareholder	1,904,250	2,700,000	-	-	-	-
Common Share Capital	1,000	1,000	1,000	1,000	1,000	1,000
Investment in subsidiaries	-	153,610	153,610	153,610	153,610	153,610
Trade Receivables	10.58	12.84	11.5	11.5	11.5	11.5
Dividends rate	80%	86%	85.0%	85.0%	85.0%	85.0%

Income Statement

All figures in EUR

	Year 2021	Year 2022	Year 2023	Year 2024	Year 2025	Year 2026
Gaming Revenue	140,959,423	114,303,077	120,018,231	128,419,507	137,408,873	147,027,494
Chargeback and refunds	(76,714)	-	(60,009)	(64,210)	(68,704)	(73,514)
Withdrawal	(40,567,791)	(53,792,842)	(56,408,568)	(60,357,168)	(64,582,170)	(69,102,922)
Turnover	100,314,918	60,510,235	63,549,653	67,998,129	72,757,998	77,851,058
Consulting services	(1,427,464)	(1,642,078)	(1,650,000)	(1,700,000)	(1,750,000)	(1,750,000)
Agency services	(78,000)	(120,000)	(120,000)	(120,000)	(120,000)	(120,000)
Data processing fees	(3,225,266)	(11,953,593)	(13,202,005)	(14,126,146)	(15,114,976)	(16,173,024)
License fees	(25,491)	-	(57,500)	(62,200)	(62,200)	(62,200)
Software License fees	(14,554,854)	(14,867,412)	(14,402,188)	(15,410,341)	(16,489,065)	(17,643,299)
Commission/merchant fees	(13,314,744)	-	-	-	-	-
Marketing, promo & advertising expenses	(32,026,899)	(22,671,116)	(24,003,646)	(25,683,901)	(27,481,775)	(29,405,499)
Direct costs	(64,652,718)	(51,254,199)	(53,435,339)	(57,102,588)	(61,018,015)	(65,154,022)
Gross margin	35,662,200	9,256,036	10,114,314	10,895,541	11,739,983	12,697,036
IP licensing and compliance	(58,037)	(9,939)	(10,000)	(10,000)	(10,000)	(10,000)
ICT maintenance and support	(67,472)	(305,208)	(300,000)	(300,000)	(300,000)	(300,000)
IT and other operating expenses	(125,509)	(315,147)	(310,000)	(310,000)	(310,000)	(310,000)
Notary expenses	(1,400)	(1,750)	(1,750)	(1,750)	(1,750)	(1,750)
Compliance expenses	-	(4,011)	(6,001)	(6,421)	(6,870)	(7,351)
Operating expence	(1,371,155)	-	-	-	-	-
Translation expense	(169,783)	(191,487)	(200,000)	(200,000)	(200,000)	(200,000)
Professional expence	(44,087)	(108,876)	(110,000)	(120,000)	(130,000)	(140,000)
Accountancy	(3,073)	(703)	(2,000)	(2,000)	(2,000)	(2,000)
Tax service	(300)	(5,560)	(6,000)	(6,000)	(6,000)	(6,000)
Bankcharge	(393,588)	(404,422)	(420,064)	(449,468)	(480,931)	(514,596)
Corporate service	(9,571)	(3,834)	(5,000)	(5,000)	(5,000)	(5,000)
Courier expence	(457)	-	(500)	(500)	(500)	(500)
Other general expence	(847)	(478)	(500)	(500)	(500)	(500)
Chamber of commerce	(105)	(120)	(120)	(120)	(120)	(120)
Standart management disbursement	(2,150)	(2,150)	(2,150)	(2,150)	(2,150)	(2,150)
License fees National Bank	(50)	(50)	(50)	(50)	(50)	(50)
Domiciliation&compliance	(250)	(250)	(250)	(250)	(250)	(250)
Administrative expenses	(1,996,816)	(723,691)	(754,385)	(794,209)	(836,121)	(880,268)
Operating result	33,539,875	8,217,198	9,049,929	9,791,332	10,593,861	11,506,768
Interest income	251,241	566,815	637,500	637,500	637,500	637,500
Other operating income	-	1,509,121	-	-	-	-
Exchange difference	192,786	(256,931)	-	-	-	-
Result subsidiary	(136,988)	141,226	150,000	150,000	150,000	150,000
Provision subsidiary	130,065	-	-	-	-	-
Adjustment subsidiary previous year	6,674	11,383	-	-	-	-
Financial result (loss)	443,778	1,971,614	787,500	787,500	787,500	787,500
Result before tax	33,983,653	10,188,812	9,837,429	10,578,832	11,381,361	12,294,268
Taxes	(54,609)	(135,213)	(147,561)	(158,682)	(170,720)	(184,414)
Net Income	33,929,044	10,053,599	9,689,868	10,420,149	11,210,641	12,109,854
Dividends	27,028,582	8,600,000	8,236,388	8,857,127	9,529,045	10,293,376

Balance Sheet

All figures in EUR

	Year 2021	Year 2022	Year 2023	Year 2024	Year 2025	Year 2026
Investment in subsidiaries	1	153,610	153,610	153,610	153,610	153,610
Loans Faro Entertainment Limited	5,537,603	13,081,918	13,696,918	14,311,918	14,926,918	15,541,918
Total Financial Assets	5,537,604	13,235,528	13,850,528	14,465,528	15,080,528	15,695,528
C/A Faro Entertainment Limited	17,170,123	7,424,642	11,124,642	12,824,642	14,524,642	16,724,642
Loan Receivable	480,043	502,544	525,044	547,544	570,044	592,544
Cash and cash equivalents	488,017	113,835	213,132	180,321	318,139	147,212
Total Current Assets	18,138,183	8,041,021	11,862,818	13,552,507	15,412,825	17,464,398
TOTAL ASSETS	23,675,787	21,276,549	25,713,346	28,018,035	30,493,353	33,159,926
Share Capital	1,000	1,000	1,000	1,000	1,000	1,000
Adjustment previous year	(6,226)	(2,399)	-	-	-	-
Dividend distribution	(35,628,582)	(8,600,000)	(8,236,388)	(8,857,127)	(9,529,045)	(10,293,376)
Retained earnings	13,927,101	12,221,337	13,674,936	15,128,416	16,691,439	18,373,035
Result for the year	33,929,044	10,053,599	9,689,868	10,420,149	11,210,641	12,109,854
Total Equity	12,222,337	13,673,537	15,129,416	16,692,439	18,374,035	20,190,513
Long term liabilities	-	-	-	-	-	-
Total long term liabilities	-	-	-	-	-	-
C/A shareholder	1,904,250	2,700,000	-	-	-	-
Trade payables	9,478,055	4,711,990	10,436,368	11,166,914	11,948,598	12,784,999
Profit tax previous year	6,226	65,935	-	-	-	-
Profit tax payable	54,609	123,887	147,561	158,682	170,720	184,414
Accrued expences	10,310	1,200	-	-	-	-
Total current Liabilities	11,453,450	7,603,012	10,583,929	11,325,596	12,119,318	12,969,413
Total Liabilities & Equity	23,675,787	21,276,549	25,713,346	28,018,035	30,493,353	33,159,926
<i>Balance Sheet Check</i>	-	-	-	-	-	-

Cash Flow Statement

All figures in EUR

	Year 2021	Year 2022	Year 2023	Year 2024	Year 2025	Year 2026
Cash Flows from Operating Activities						
Net Income	10,053,599	9,689,868	10,420,149	11,210,641	12,109,854	
Profi tax Accrued	135,213	147,561	158,682	170,720	184,414	
Profit tax paid	(60,835)	(189,823)	(147,561)	(158,682)	(170,720)	
Interest income accrued	(566,815)	(637,500)	(637,500)	(637,500)	(637,500)	
Unrealised foreign exchange gain/loss	33,990	-	-	-	-	
Result subsidiary	(141,226)	-	-	-	-	
Adjustment subsidiary previous year	(11,383)	-	-	-	-	
Trade payabled and accruals	(4,756,955)	5,725,578	730,546	781,684	836,402	
C/A Faro Entertainment Limited	9,745,481	(3,700,000)	(1,700,000)	(1,700,000)	(2,200,000)	
Cash Flows from Operating Activities	14,431,069	11,035,684	8,824,316	9,666,863	10,122,449	
Investing Activities						
Investment in subsidiaries	-	-	-	-	-	
Cash Flows from Investing Activities	-	-	-	-	-	
Financing Activities						
Increase/(Decrease) in Subsidiary Share capital	(1,000)	-	-	-	-	
Increase/(Decrease) in C/A shareholder	795,750	(2,700,000)	-	-	-	
Increase/(Decrease) in net loans receivable	(7,000,001)	-	-	-	-	
Increase/(Decrease) in Dividend distribution	27,028,582	363,612	(620,739)	(671,918)	(764,331)	
Dividends paid	(35,628,582)	(8,600,000)	(8,236,388)	(8,857,127)	(9,529,045)	
Cash Flows from Financing Activities	(14,805,251)	(10,936,388)	(8,857,127)	(9,529,045)	(10,293,376)	
Cash and Equivalents, Beginning of the Year	488,017	113,835	213,132	180,321	318,139	
Increase/(Decrease) in Cash and Equivalents	(374,182)	99,297	(32,811)	137,818	(170,926)	
Cash and Equivalents, End of the Year	488,017	113,835	213,132	180,321	318,139	147,212