

K.I.K Corporation B.V.

Curaçao

Annual report 2024

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1 Report

1.1 General

Company Overview

K.I.K Corporation B.V. (hereinafter referred to as "the Company") is a limited liability company incorporated on November 5, 2019 and domiciled in Curaçao, Dutch Caribbean.

Reporting Period

The financial statements have been prepared for the financial year ended 31 December 2024.

Business Activities

The Company's primary activities, carried out from its legal seat in Curaçao, involve the organization, marketing, promotion, management, support, and operation of various remote gaming activities. This includes, but is not limited to, all types of games, betting, betting exchanges, interactive casinos, bingo, lotteries, poker, and other interactive games. These services are provided to clients residing or established outside of Curaçao.

1.2 Accountant's Compilation Report

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2 Financial Statements

2.1 Balance Sheet as at 31 December 2024

(After proposal result)

		EUR	EUR
		31-Dec-24	31-Dec-23
Assets			
Financial Assets			
Investment in Subsidiaries	1	<u>16,165</u>	<u>17,417</u>
		16,165	17,417
Current Assets			
Other Receivables	2	263,000	150,000
Payment Processing Account	3	271,036	333,242
Current Account Receivable	4	<u>160,540</u>	<u>146,650</u>
		694,576	629,892
Total Assets		<u>710,741</u>	<u>647,309</u>
Equity & Liabilities			
Shareholders' Equity			
Share Capital	5	100	100
Retained Earnings		376,060	357,659
Result for the Year		<u>2,849</u>	<u>18,401</u>
		379,009	376,160
Current liabilities			
Trade Payables		18,782	20,955
Accruals and Other Payables	6	<u>312,950</u>	<u>250,194</u>
		331,732	271,149
Total Equity & Liabilities		<u>710,741</u>	<u>647,309</u>

2.2 Statement of Income and Expenses for the Year 2024

		EUR	EUR
		2024	2023
Turnover	7	1,432,177	1,709,809
Direct Costs	8	<u>1,400,694</u>	<u>1,690,163</u>
Gross margin		31,483	19,646
Operating Expenses			
Administrative & General Expenses	9	<u>27,382</u>	<u>17,662</u>
		(27,382)	(17,662)
Operating Result (EBIT)		<u>4,101</u>	<u>1,984</u>
Result from Subsidiaries	10	(1,252)	16,417
Result before Tax		<u>2,849</u>	<u>18,401</u>
Corporate Income Tax		-	-
Net Result for the Period		<u><u>2,849</u></u>	<u><u>18,401</u></u>

2.3 Notes to the Financial Statements

General

The financial statements have been prepared in accordance with Chapter 9, Book 2 of the Curaçao Civil Code and accounting principles generally accepted in the Netherlands (Dutch GAAP).

Income and expenses are accounted for on an accrual basis. Profits are included only to the extent that they are realized as of the balance sheet date. Liabilities and any losses originating before the end of the financial year are taken into account if they have become known before the preparation of the financial statements.

Continuity

These financial statements have been prepared on a going concern basis. The going concern assumption presumes that the company will continue its operations for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business.

Management is of the opinion, that the company's shareholders or other group companies will give the necessary support if the going concern assumption does not hold. Consequently, the Company has applied accounting principles based on the going concern assumption.

Translation of foreign currency

Receivables, liabilities, and obligations denominated in foreign currencies are translated at the exchange rates prevailing at the balance sheet date.

Transactions in foreign currencies during the financial year are recognized in the financial statements at the exchange rates prevailing at the transaction date. Exchange differences resulting from the translation as at the balance sheet date, taking into account possible hedge transactions, are recorded in the profit and loss account.

Accounting Policies in Respect of the Valuation of Assets and Liabilities

General

Valuation of assets and liabilities and determination of results takes place under the historical cost convention, unless stated otherwise. Assets and liabilities are generally valued according to the cost model.

Financial Assets

Where significant influence is exercised, associated companies are valued using the net asset value method, but not lower than nil. This net asset value is based on the same accounting principles as applied by the Company.

Associated companies with negative net equity are valued at nil. If the Company has fully or partly guaranteed the liabilities of the associated company, or has an effective obligation to enable the associated company to meet its liabilities, a provision is formed. In determining this provision, any provisions for doubtful receivables from the associated company are taken into account.

Where no significant influence is exercised, associated companies are valued at cost, less impairments if applicable.

Trade Receivable

Upon initial recognition, receivables are stated at fair value, and subsequently measured at amortized cost. In practice, this is usually the face value. Provisions deemed necessary for possible bad debts are deducted, based on individual assessments.

Payment Processing Accounts

Payment processing accounts represent funds held or processed by third parties or subsidiaries on behalf of the Company. These accounts are classified under current assets or current liabilities depending on their nature and balance.

Equity

Financial instruments are classified as equity if they have the substance of equity instruments, regardless of their legal form.

Provisions

Provisions are recognized for legal or constructive obligations that exist at the balance sheet date and for which it is probable that an outflow of resources will be required, and the amount can be reliably estimated.

Current Liabilities

Current liabilities are initially recognized at fair value and subsequently measured at amortized cost.

Accounting Policies in Respect of Determination of Results

Turnover

Turnover represents the income from services rendered during the financial year, excluding value added tax. Revenue is recognized in proportion to the stage of completion of the service. The cost of providing the services is allocated to the same period.

Other Operating Expenses

Expenses are recognized on an accrual basis and allocated to the period to which they relate.

Financial Results

Interest income and expenses include interest received from or paid to third parties and group companies.

Result from Subsidiaries

The result from subsidiaries includes the Company's share in the results of associated companies, based on the net asset value method. Changes in related provisions are also recorded here.

Taxation

Corporate income tax is calculated at the applicable rate on the result for the financial year, taking into account permanent differences between profit calculated according to accounting and profit calculated for taxation purposes. Deferred tax assets are recognized only if their realization is probable.

2.4 Notes to the Balance Sheet

All amounts are stated in **EUR**, unless otherwise indicated.

1. Investment in Subsidiaries

The Company holds 1,000 ordinary shares with a nominal value of EUR 1 each in the share capital of Holzman Ltd. incorporated on November 28th 2019 under the laws of Cyprus. The entity is registered at Prodromou, 75 Oneworld Parkview House, 3rd floor 2063 in Nicosia, Cyprus.

	31-Dec-24	31-Dec-23
Beginning Balance	17,417	1,000
Results Subsidiary	5,565	16,417
Adjustment Subsidiary Correction Previous Year	(6,817)	-
	16,165	17,417
2. Other Receivables		
Accrued Income	263,000	150,000
	263,000	150,000
3. Payment Processing Account		
Holzman Ltd.	271,036	333,242
	271,036	333,242
4. Current Account Receivable		
C/A Shareholder	160,540	146,650
	160,540	146,650

5. Shareholders' Equity

The share capital of the Company consist of 100 ordinary shares with a nominal value of EUR 1 each.

	Issued Share Capital	Other Reserves	Retained earnings	Net Result	Total
Balance as at January 1 st	100	-	357,659	18,401	376,160
Result previous year	-	-	18,401	(18,401)	-
Movements	-	-	-	2,849	2,849
Balance as at December 31 st	100	-	376,060	2,849	379,009

	31-Dec-24	31-Dec-23
6. Accruals and Other Payables		
Accruals	312,950	250,194
	312,950	250,194

2.5 Notes to the Statement of Income and Expenses*All amounts are stated in EUR, unless otherwise indicated.*

	<u>2024</u>	<u>2023</u>
7. Turnover		
Net Gaming Revenue	944,578	1,497,754
Service Rendered Income	487,599	212,055
	<u>1,432,177</u>	<u>1,709,809</u>
8. Direct Costs		
Commission/Affiliate Fees (CPA, Rev. Share, Listing	254,243	313,652
Marketing & Advertising Expenses	372,966	1,005,042
Agent Fees	4,636	6,941
Payment Processor Fees	749,094	278,722
Subscriptions Fees	140	2,286
Software License Fees	3,265	3,176
Services Rendered Cost	-	61,800
Curaçao Gaming License Fees	16,350	18,544
	<u>1,400,694</u>	<u>1,690,163</u>
9 Administrative & General Expenses		
Management Fees	3,100	3,100
Corporate Secretarial Services	696	2,179
Notary & Legal Expenses	9,821	275
Compliance Services	4,754	-
Accounting & Tax Advisory Services	4,682	6,422
Consulting & Professional Fees	3,250	3,500
Bank Charges	-	1,367
Other General Expenses	1,079	819
	<u>27,382</u>	<u>17,662</u>
10 Result from Subsidiaries		
Profit / (Loss) from Subsidiaries	(1,252)	16,417
	<u>(1,252)</u>	<u>16,417</u>

3 Other Information

3.1 Statutory Provisions Regarding the Appropriation of Result

In accordance with the Articles of Incorporation, the profit is at the disposal of the General Meeting of Shareholders. Any distribution of profit shall take place following the approval of the annual accounts. Accordingly, the following has been proposed regarding the appropriation of the result.

3.2 Appropriation of Result

The management proposes to appropriate the result for the financial year as follows:

The positive result for the year 2024, amounting to EUR 2,849 will be added to the retained earnings.

This proposal is subject to the resolution of the General Meeting of Shareholders and has therefore not yet been incorporated in the final 2024 financial statements of the Company.

3.3 Subsequent Events

There are no events after the balance sheet date that have a material impact on these financial statements requiring additional disclosure.

Guardian Corporation Curaçao B.V.

Statutory Director

Signature: _____