

**Blue Pepper B.V.**

located, Curaçao

Annual report 2022

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**Blue Pepper B.V.**  
**Curaçao**

## **1. Management Board's report**

report

## **2. Financial statements**

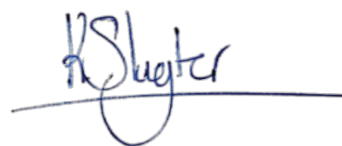
## 2.1 Balance sheet as at 31 December 2022

### Assets

|                       |   | <u>31-12-2022</u> | <u>31-12-2021</u> |
|-----------------------|---|-------------------|-------------------|
|                       |   | EUR               | EUR               |
| <b>Current assets</b> |   |                   |                   |
| <i>Receivables</i>    | 1 | 2,853,279         | 4,280,105         |
| <i>Cash and banks</i> | 2 | 227,297           | 11,743            |
|                       |   | <u>3,080,576</u>  | <u>4,291,848</u>  |

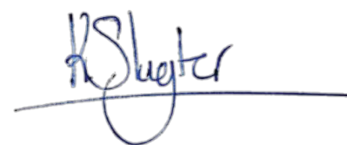
### Equity and liabilities

|                                                          |   |                  |                  |
|----------------------------------------------------------|---|------------------|------------------|
| <b>Equity</b>                                            | 3 |                  |                  |
| Other reserves                                           |   | 155,922          | 131,182          |
| Result for the year                                      |   | <u>45,746</u>    | <u>24,740</u>    |
|                                                          |   | 201,668          | 155,922          |
| <b>Current liabilities, accruals and deferred income</b> |   |                  |                  |
| Current other pay liabilities and accrued expenses       | 4 | 2,878,908        | 4,135,926        |
|                                                          |   | <u>3,080,576</u> | <u>4,291,848</u> |



## 2.2 Profit and loss account for the year 2022

|                                  |   | <u>2022</u>          | <u>2021</u>          |
|----------------------------------|---|----------------------|----------------------|
|                                  |   | EUR                  | EUR                  |
| <b>Revenue</b>                   | 5 | 6,516,824            | 16,593,427           |
| Cost of sales                    | 6 | <u>-3,417,526</u>    | <u>-5,891,106</u>    |
| <b>Gross margin</b>              |   | 3,099,298            | 10,702,321           |
| Other operating expenses         | 7 | <u>3,053,552</u>     | <u>10,677,581</u>    |
| <b>Result before taxation</b>    |   | 45,746               | 24,740               |
| Taxation                         |   | <u>-</u>             | <u>-</u>             |
| <b>Net result after taxation</b> |   | <u><u>45,746</u></u> | <u><u>24,740</u></u> |



**Blue Pepper B.V.**

## **2.3 Notes to the financial statements**

### ***Entity information***

#### **Registered address and registration number trade register**

The registered and actual address of Blue Pepper B.V. is Villa Park Rooi Catootje 6, in Curaçao. Blue Pepper B.V. is registered at the Chamber of Commerce under number 146398.

### ***General notes***

#### **The most important activities of the entity**

Blue Pepper B.V. (the Company) was incorporated on March 8, 2018 under the laws of Curaçao.

The principal objectives of Blue Pepper B.V. are to render services in all field of software and solutions, to render services in the field of international software and solutions activities, international image rights and international advertisement activities, to act as (trade) agent and (trade) representative and also the conducting of agencies and trade representations and to guarantee or otherwise secure, and to transfer in ownership, to mortgage, to pledge or otherwise to encumber assets as security for the obligations of the company, companies belonging to the same group, legal entities and for the obligations of third parties.

### ***General accounting principles***

#### **The accounting standards used to prepare the financial statements**

The financial statements of the Company have been prepared in accordance with Book 2 of the Civil Code of Curaçao applying generally accepted accounting principles in The Netherlands. The principles adopted for the valuation of assets and liabilities and determination of result are based on the historical cost convention. The financial statements are expressed in Euro.

### ***Accounting principles***

#### **Receivables**

Receivables are valued at historical cost. Provisions for bad debts are deducted from the carrying amount of the receivable.

#### **Cash and cash equivalents**

Cash and bank balances are freely disposable, unless stated otherwise.

#### **Current liabilities**

The short term liabilities are due within one year.

#### **Accounting principles for determining the result**

Profit is determined as the difference between net sales income and all expenses relating to the reporting period. Costs are determined in accordance with the accounting policies applied to the balance sheet. Profit is realized in the year in which the sales are recognized. Losses are taken upon recognition. Other income and expenses are allocated to the periods to which they relate

## 2.4 Notes to the balance sheet

|                                 | <u>31-12-2022</u> | <u>31-12-2021</u> |
|---------------------------------|-------------------|-------------------|
|                                 | EUR               | EUR               |
| <b>1 Receivables</b>            |                   |                   |
| Other accounts receivable       | <u>2,853,279</u>  | <u>4,280,105</u>  |
| <b>Other amounts receivable</b> |                   |                   |
| Deposits                        | 2,553,677         | 2,553,677         |
| Advances to suppliers           | -173,373          | 1,391,056         |
| Processors receivables          | 343,403           | 247,677           |
| Owed from third parties         | 48,590            | 53,480            |
| Prepayments                     | <u>80,982</u>     | <u>34,215</u>     |
|                                 | <u>2,853,279</u>  | <u>4,280,105</u>  |
| <b>2 Cash and banks</b>         |                   |                   |
| Other cash balances             | <u>227,297</u>    | <u>11,743</u>     |

**Blue Pepper B.V.****3 Equity**

Movements in equity were as follows:

|                                | Other reserves | Result for the<br>year | Total          |
|--------------------------------|----------------|------------------------|----------------|
|                                | EUR            | EUR                    | EUR            |
| Balance as at 1 January 2022   | 131,182        | 24,740                 | 155,922        |
| Allocation to other reserves   | 24,740         | -24,740                | -              |
| Result for the year            | -              | 45,746                 | 45,746         |
| Balance as at 31 December 2022 | <u>155,922</u> | <u>45,746</u>          | <u>201,668</u> |

**4 Current other pay liabilities and accrued expenses**

|                                | <u>31-12-2022</u> | <u>31-12-2021</u> |
|--------------------------------|-------------------|-------------------|
|                                | EUR               | EUR               |
| Internet customers liabilities | 879,547           | 1,006,730         |
| Accounts payable               | 1,561,781         | 2,698,038         |
| Affiliate Commission payable   | 437,580           | 430,158           |
| Accrued expenses               | -                 | 1,000             |
|                                | <u>2,878,908</u>  | <u>4,135,926</u>  |

## 2.5 Notes to the profit and loss account

|                                   | 2022              | 2021              |
|-----------------------------------|-------------------|-------------------|
|                                   | EUR               | EUR               |
| <b>5 Revenue</b>                  |                   |                   |
| Total Revenue                     | 10,058,041        | 21,687,797        |
| Total Bonus                       | <u>-3,541,217</u> | <u>-5,094,370</u> |
|                                   | <u>6,516,824</u>  | <u>16,593,427</u> |
| <b>6 Cost of sales</b>            |                   |                   |
| Affiliate commission              | 1,203,464         | 2,763,468         |
| Platform fees                     | <u>2,214,062</u>  | <u>3,127,638</u>  |
|                                   | <u>3,417,526</u>  | <u>5,891,106</u>  |
| <b>7 Other operating expenses</b> |                   |                   |
| Online expenses                   | 2,420,561         | 1,977,408         |
| Backoffice costs                  | 3,000             | 8,296,669         |
| General expenses                  | <u>629,991</u>    | <u>403,504</u>    |
|                                   | <u>3,053,552</u>  | <u>10,677,581</u> |
| <b>Online expenses</b>            |                   |                   |
| PSP Fees                          | 1,485,613         | 1,559,624         |
| Marketing                         | <u>934,948</u>    | <u>417,784</u>    |
|                                   | <u>2,420,561</u>  | <u>1,977,408</u>  |
| <b>Backoffice costs</b>           |                   |                   |
| Backoffice and services           | 3,000             | 6,763,983         |
| Backoffice and software           | <u>-</u>          | <u>1,532,686</u>  |
|                                   | <u>3,000</u>      | <u>8,296,669</u>  |

**Blue Pepper B.V.**

|                                      | <u>2022</u>    | <u>2021</u>    |
|--------------------------------------|----------------|----------------|
|                                      | EUR            | EUR            |
| <b>General expenses</b>              |                |                |
| Consulting and Accounting            | 321,116        | 105,904        |
| Exchange differences                 | 259,026        | 216,344        |
| Bank charges                         | 31,400         | 16,990         |
| Gaming and registration license fees | 12,249         | 3,161          |
| IT and IT services                   | 8,785          | 9,484          |
| Rent                                 | 6,535          | 6,000          |
| Write-offs and provisions            | 1,393          | 48,241         |
| Tax advisory fees                    | -              | 988            |
| Audit fees                           | -1,000         | 2,000          |
| Other income                         | <u>-9,513</u>  | <u>-5,608</u>  |
|                                      | <u>629,991</u> | <u>403,504</u> |