

Blue Pepper B.V.

located, Curaçao

Annual report 2021

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Blue Pepper B.V.
Curaçao

1. Management Board's report

The Management of Blue Pepper B.V. ("the Company") herewith submits its annual report for the year ended December 31, 2021.

General

The Company is a limited liability company incorporated under the laws of Curaçao on March 8, 2018, having its corporate seat at Curaçao. The Company's office is registered at Villapark Rooi Catootje 6. The financial year of the Company runs from January up to and including December.

Summary of activities

The principal objectives of the Company are to exercise investment, holding and finance activities.

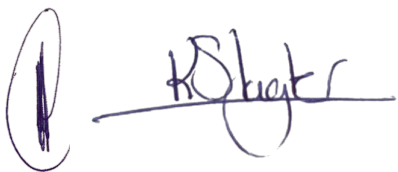
Results

	2021	2020
The net asset value of the Company as at December 31 amounts to Euro	155,922	131,182
The result for the year amounts to a profit of Euro	24,740	52,638

Future outlook

No material changes in activities are contemplated during the next financial year.

Management has evaluated subsequent events, the date that these financial statements were available to be issued and determined that no subsequent events occurred that would require recognition or additional disclosure in these financial statements.



2. Financial statements

2.1 Balance sheet as at 31 December 2021

Assets

		<u>31-12-2021</u>		<u>31-12-2020</u>	
		EUR	EUR	EUR	EUR
Current assets					
<i>Receivables</i>	1		4,280,105		4,757,076
<i>Cash and banks</i>	2		11,743		3,928
			<u>4,291,848</u>		<u>4,761,004</u>

Equity and liabilities

Equity	3				
Other reserves		131,182		78,545	
Result for the year		<u>24,740</u>		<u>52,637</u>	
			155,922		131,182
Current liabilities, accruals and deferred income					
Current other pay liabilities and accrued expenses	4		4,135,926		4,629,822
			<u>4,291,848</u>		<u>4,761,004</u>

2.2 Profit and loss account for the year 2021

		<u>2021</u>	<u>2020</u>
		EUR	EUR
Revenue	5	16,593,427	39,758,521
Cost of sales	6	<u>-5,891,106</u>	<u>-25,823,499</u>
Gross margin		10,702,321	13,935,022
Other operating expenses	7	<u>10,677,581</u>	<u>13,882,385</u>
Result before taxation		24,740	52,637
Taxation		<u>-</u>	<u>-</u>
Net result after taxation		<u><u>24,740</u></u>	<u><u>52,637</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>31-12-2021</u>	<u>31-12-2020</u>
	EUR	EUR
1 Receivables		
Other accounts receivable	<u>4,280,105</u>	<u>4,757,076</u>
Other amounts receivable		
Deposits	2,553,677	-
Advances to suppliers	1,391,056	4,525,134
Processors receivables	247,677	221,404
Owed from third parties	53,480	-
Prepayments	<u>34,215</u>	<u>10,538</u>
	<u>4,280,105</u>	<u>4,757,076</u>
2 Cash and banks		
Other cash balances	<u>11,743</u>	<u>3,928</u>

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

Movements in equity were as follows:

	Other reserves	Result for the year	Total
	EUR	EUR	EUR
Balance as at 1 January 2021	78,545	52,637	131,182
Allocation to other reserves	52,637	-52,637	-
Result for the year	-	24,740	24,740
Balance as at 31 December 2021	<u>131,182</u>	<u>24,740</u>	<u>155,922</u>

	<u>31-12-2021</u>	<u>31-12-2020</u>
	EUR	EUR
4 Current other pay liabilities and accrued expenses		
Internet customers liabilities	1,006,730	2,097,686
Accounts payable	2,698,038	1,946,535
Affiliate Commission payable	430,158	584,101
Accrued expenses	<u>1,000</u>	<u>1,500</u>
	<u>4,135,926</u>	<u>4,629,822</u>

2.5 Notes to the profit and loss account

	<u>2021</u>	<u>2020</u>
	EUR	EUR
5 Revenue		
Total Revenue	21,687,797	48,546,135
Total Bonus	<u>-5,094,370</u>	<u>-8,787,614</u>
	<u>16,593,427</u>	<u>39,758,521</u>
6 Cost of sales		
Affiliate commission	2,763,468	4,368,252
Platform fees	<u>3,127,638</u>	<u>21,455,247</u>
	<u>5,891,106</u>	<u>25,823,499</u>
7 Other operating expenses		
Online expenses	1,977,408	1,029,516
Backoffice costs	8,296,669	12,552,946
General expenses	<u>403,504</u>	<u>299,923</u>
	<u>10,677,581</u>	<u>13,882,385</u>
Online expenses		
PSP Fees	1,559,624	807,790
Marketing	<u>417,784</u>	<u>221,726</u>
	<u>1,977,408</u>	<u>1,029,516</u>
Backoffice costs		
Backoffice and services	6,763,983	10,357,203
Backoffice and software	<u>1,532,686</u>	<u>2,195,743</u>
	<u>8,296,669</u>	<u>12,552,946</u>

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	<u>2021</u>	<u>2020</u>
	EUR	EUR
General expenses		
Exchange differences	216,344	131,723
Consulting and Accounting	105,904	101,595
Write-offs and provisions	48,241	53,535
Bank charges	16,990	629
IT and IT services	9,484	8,040
Rent	6,000	3,500
Gaming and registration licence fees	3,161	-
Audit fees	2,000	4,000
Tax advisory fees	988	-
Other income	<u>-5,608</u>	<u>-3,099</u>
	<u>403,504</u>	<u>299,923</u>