

Hazarion N.V.
Curaçao

Annual report 2024

Table of contents

	<u>Page</u>
1 Report	3
1.1 General	4
1.2 Accountants compilation report	5
2 Financial statement	6
2.1 Balance sheet as at 31 December 2024	7
2.2 Statement of income and expenses for the year 2024	8
2.3 Notes to the financial statements	9
2.4 Notes to the balance sheet	11
2.5 Notes to the statement of income and expenses	14
3 Other information	15
3.1 Statutory provision regarding appropriation of result	16
3.2 Appropriation of result	16
3.3 Subsequent events	16

1. Report

1.1 General

Hazarion N.V. (hereinafter: "the Company") is a company incorporated on May 27, 2016. The Company is a limited liability company and domiciled in Curaçao, Dutch Caribbean.

Reporting period

These annual accounts have been prepared for the fiscal year ended on 31 December 2024.

Activities

The activities of the Company, having its legal seat at Curaçao, primarily consist of:

Organizing, marketing, promoting, managing, supporting and operating all types of remote gaming activities, comprising all types of games, betting and other operation of betting exchange, interactive casinos, bingos, lotteries, poker and other interactive games for clients established or residing outside of Curaçao.

1.2 Compilation report

2. Financial statements

2.1 Balance sheet as at 31 December 2024*(After proposal result)*

	EUR		EUR	
Assets	12/31/2024		12/31/2023	
Financial assets				
Investment	1	<u>1</u>	1	<u>1</u>
Current assets				
Prepaid expenses		4,110		4,110
Other receivables	2	335,091		520,047
Current accounts	3	971,374		335,368
Cash & cash equivalents	4	<u>851,105</u>		<u>931,796</u>
		2,161,680		1,791,321
Total assets		<u>2,161,681</u>		<u>1,791,322</u>
	EUR		EUR	
Equity & Liabilities	12/31/2024		12/31/2023	
Shareholders equity				
Nominal capital	5	1,000		1,000
Retained earnings		593,079		5,205,107
Result for the year		<u>101,230</u>		<u>(4,612,028)</u>
		695,309		594,079
Provisions	6	<u>295,474</u>		<u>295,474</u>
		295,474		295,474
Short term liabilities				
Current accounts	7	1,000		1,000
Other liabilities and accruals	8	<u>1,169,898</u>		<u>900,769</u>
		1,170,898		901,769
Total equity & liabilities		<u>2,161,681</u>		<u>1,791,322</u>

2.2 Statement of income and expenses for the year 2024

		EUR	EUR
		2024	2023
Turnover	9	9,216,165	2,933,974
Direct costs	10	<u>8,982,333</u>	<u>5,313,582</u>
Gross margin		233,832	(2,379,608)
Administrative & general expenses	11	<u>159,721</u>	<u>394,065</u>
		(159,721)	(394,065)
Operating result		<u>74,111</u>	<u>(2,773,673)</u>
Financial results	12	27,119	(1,834,325)
Result before tax		<u>101,230</u>	<u>(4,607,998)</u>
Income tax expense		-	(4,030)
Net result for the period		<u><u>101,230</u></u>	<u><u>(4,612,028)</u></u>

2.3 Notes to the financial statements

General

The financial statements are prepared according to the stipulations in chapter 9 Book 2 of the Curaçao Civil Code and accounting principles generally accepted in the Netherlands.

Income and expenses are accounted for on accrual basis. Profit is only included when realized on 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 preparation of the financial statements.

Continuity

These financial statements have been prepared based on going concerns basis. The going concern basis of presentation assumes 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 in case the assumption above mentioned is not realized. Consequently the Company has applied accounting principles based on going concerns.

Translation of foreign currency

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

Transactions in foreign currency during the financial year are recognized in the financial statements at the exchange rates prevailing at transaction date. The exchange differences resulting from the translation as at 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 the result takes place under the historical cost convention, unless presented otherwise at the relevant principle for the specific balance sheet item, assets and liabilities are valued according to the cost model.

Financial fixed assets

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

Associated companies with negative net equity value are valued at nil. If the Company fully or partly guarantees the liabilities of the associated company concerned, or has the effective obligation respectively to enable the associated company to pay its (share of the) liabilities, a provision formed. Upon determining this provision, provisions for doubtful debts already deducted from receivables from associated company are taken into account.

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

Accounts receivable

Upon initial recognition the receivables are valued at fair value and then valued at amortized cost. The fair value and amortized cost equal the face value. Provisions deemed necessary for possible bad debt losses are deducted. These provisions are determined by individual assessment of the receivables.

Equity

Financial instruments are classified as equity, if they have the substance of equity instruments; the legal form is of no consequence.

Current liabilities

Upon initial recognition, current liabilities are stated at fair value and then valued at amortized cost.

Accounting policies in respect of determination

Turnover

Turnover represents amounts invoiced for goods and services supplied during the financial year reported on, net of discounts and value added taxes. Revenues from services are recognized in proportion to the services rendered. The cost price of these services is allocated to the same period.

Other operating expenses

Costs are taken into account under the historical cost convention and allocated to the period concerned.

Net financial result

Interest income and expenses consist of interest received from or paid to third parties.

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 the financial statements and profit calculated for taxation purposes, and with which deferred tax assets (if applicable) are only valued insofar as their realization is likely.

2.4 Notes to the balance sheet

1. Investment

The Company is holder of 1,000 ordinary shares of nominal value EUR 1 each in the share capital of Goldraven Industries Ltd., incorporated on May 12th 2020 registered at Boumpoulinas 1-3, bouboulina building, Flat/Office 42 1060, Nicosia, Cyprus.

		EUR 12/31/2024	EUR 12/31/2023
Opening balance	100%	1	1
Provision subsidiaries		-	278,384
Result for the year		-	(278,384)
Ending balance		1	1

		EUR 12/31/2024	EUR 12/31/2023
2. Other receivables			
Accentpay		127,636	164,699
AstroPay		-	11,010
BigIdea		-	2,874
Black Rabbit		(8,739)	42,486
Cash2Code		139	124
CoinPayments		5,757	67,981
CoinsPaid bank		5,811	2,407
EchelonPay		437	1,136
Flexepin		1,821	1,528
Gigadat Inc.		10,690	10,094
JM Beam Pay		66,556	75,940
Minfinity		16,049	14,859
Muchbetter		7,508	9,416
Neosurf		126	(10,120)
Neteller		9,783	26,245
Paycos		7,214	-
Paysage		29,482	17,366
PremierPay		-	9,094
RastPay		-	21,657
Skrill		10,189	8,941
SmartFastPay		577	440
WinPay		7	7
WireCapital		37,509	37,509
Wonderplay		29,381	29,381
Wonderland		(25,922)	(25,922)
Retainer A-One Data Ltd.		3,080	895
		335,091	520,047

	EUR 12/31/2024	EUR 12/31/2023
3. Current accounts		
Current account Goldraven Industries Ltd.	971,374	335,368
	971,374	335,368

	EUR 12/31/2024	EUR 12/31/2023
4. Cash & cash equivalents		
IBS Lithuania #199	622	484,311
IBS Lithuania #199 USD	887	-
IBS Lithuania #340	105,000	145,000
Papaya Blackcatcard	491	(41)
Payment Execution	62,794	23,442
Payment Execution GBP	570	-
Paymix	99,797	22,548
Paymix card	13,480	20,569
Bilderlings	-	4,378
Bitfinex	61	61
Cex.io	244,889	192,953
CoinsPaid	203,160	35,795
ECNG	87,895	-
Collect & Pay	-	2,780
Vialet	31,459	-
	851,105	931,796

5. Shareholders equity

The capital of the company consist of 1,000 shares with a nominal value of EUR 1 each.

	Issued Share capital	Accum. Results	Total
	EUR	EUR	EUR
Balance as at January 1 st	1,000	593,079	594,079
Movements	-	101,230	101,230
Balance as at December 31 st	1,000	694,309	695,309

	EUR 12/31/2024	EUR 12/31/2023
6. Provisions		
Provisions for subsidiary	295,474	295,474
	295,474	295,474

	EUR 12/31/2024	EUR 12/31/2023
7. Current accounts		
Due to shareholder	1,000	1,000
	<u>1,000</u>	<u>1,000</u>

	EUR 12/31/2024	EUR 12/31/2023
8. Other liabilities and accruals		
Trade accounts payable	664,512	392,783
Player balances	501,636	501,636
Accrual tax fees	950	850
Accrual accounting fees	2,800	5,500
	<u>1,169,898</u>	<u>900,769</u>

2.5 Notes to the statement of income and expenses

	<u>EUR</u> 2024	<u>EUR</u> 2023
9. Turnover		
Casino revenue	12,472,571	12,499,506
Payouts	<u>(3,256,406)</u>	<u>(9,565,532)</u>
	<u>9,216,165</u>	<u>2,933,974</u>
10. Direct costs		
Payment processing fees	1,031,213	1,068,515
Software license fees	2,636,981	2,849,052
Domain fees	425,154	442,467
License fees	-	3,420
Marketing fees	4,854,643	935,240
Set up fees	48	-
Gaming license fees	<u>34,294</u>	<u>14,888</u>
	<u>8,982,333</u>	<u>5,313,582</u>
11. Administrative & general expenses		
Management fees	2,400	2,650
Domiciliation fees	393	-
License fee National bank	75	-
Membership & contributions	120	200
Corporate secretarial fees	7,092	27,520
Compliance fees	10,779	-
Legal fees	-	90
Accounting expenses	11,607	20,950
Tax services	1,050	1,350
Notary fees	3,810	7,215
Professional fees	1,749	15,640
Other ICT expenses	59,501	60,678
Courier expenses	254	-
Hosting expenses	-	195,532
Rent expenses	6,551	6,360
Bank charges	39,165	53,148
Consulting fees	13,500	-
Other general expenses	<u>1,675</u>	<u>2,732</u>
	<u>159,721</u>	<u>394,065</u>
12. Financial results		
Miscellaneous gains/losses	11,134	25,473
Unrealized gain/(loss) on exchange differences	15,985	(1,772,184)
Realized gain/(loss) on exchange differences	-	190,770
Unrealized gain/(loss) on participation	<u>-</u>	<u>(278,384)</u>
	<u>27,119</u>	<u>(1,834,325)</u>

3. Other Information

3.1 Statutory provision regarding appropriation of result

In the articles of incorporation it states that the profit shall be at free disposal of the general meeting. Any distribution of the profit shall be made after approval of the annual account. Consequently the following has been presented concerning the appropriation of the result.

3.2 Appropriation of result

The management of the company proposes to appropriate the result as follows:

The positive result for the year 2024 in the amount of EUR 101,230 will be added in full to the other reserves.

This proposal needs to be determined by the General Meeting and has therefore not yet been processed in the annual accounts 2024 for the company.

3.3 Subsequent events

There are no events after the balance sheet date that have significant impact on these financial statements, that require further disclosure.

Name:

Position:

Signature:

Global Related Services B.V.

Statutory director
