

Breakout Group B.V.
Willemstad

Breakout Group B.V.

at Willemstad

Annual report 2023

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Breakout Group B.V.
Willemstad

Breakout Group B.V.
SBN Doormanweg 40

Willemstad December 30, 2024

Dear Sirs,

1.1 ACCOUNTANT'S COMPILATION REPORT

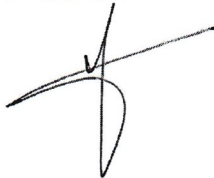
The financial statements of Breakout Group B.V. have been compiled by us using the information provided by you. The financial statements comprise the balance sheet as at 31 December 2023 and the income statement for the year 2023 for the year then ended with the accompanying explanatory notes. These notes include a summary of the accounting policies which have been applied.

This compilation engagement has been performed by us in accordance with International Standard on Related Services 4410, "Compilation engagements", which is applicable to accountants. The standard requires us to assist you in the preparation and presentation of the financial statements in accordance with the accounting policies as described in the notes. To this end we have applied our professional expertise in accounting and financial reporting.

In a compilation engagement, you are responsible for ensuring that the information you give us is correct and that you provide us with all relevant information. Therefore, we have conducted our work in accordance with the applicable regulations and on the assumption that you have fulfilled your responsibility. To conclude our work, we have read the financial statements as a whole and are satisfied that they present a picture in line with our broad understanding of Breakout Group B.V..

During this engagement we have complied with relevant ethical requirements. You and other users of these financial statements may therefore assume that we have conducted the engagement in a professional, competent, and objective manner and with due care and integrity and that we will treat all information provided to us as confidential.

inFocus N.V.



W. van Steijn AA

Breakout Group B.V.
Willemstad

1.2 GENERAL

Comparative figures

The figures of the previous financial year may have been reclassified, where necessary, in order to allow comparability with the current financial year.

Incorporation company

The Company was established on April 12, 2017.

Activities

The activities of Breakout Group B.V. primarily consist of:

1. To organize, market, promote, manage, support and operate all types of remote gaming activities, comprising of all types of games, betting and other operation of betting exchange, interactive casinos, bingos, lotteries, poker and other interactive games.

1.3 FISCAL POSITION

General

Foreign generated income is tax exempt in Curacao.

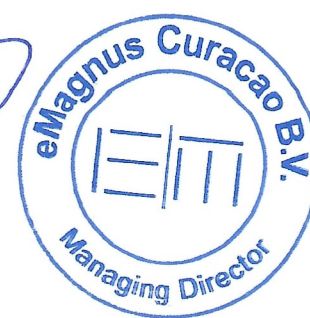
	<u>2023</u> EUR
<i>Calculation taxable amount</i>	
Result before taxation	153,141
Exempt income items	
Foreign income	<u>(153,141)</u>
Taxable amount	<u><u>-</u></u>

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	<u>Net income world EUR</u>	<u>Net income domestic EUR</u>
Allocation		
Net revenues	967,445	-
Causal costs non-domestic	(769,254)	-
Causal costs domestic	<u>-</u>	<u>-</u>
	198,191	-
Non-causal costs	<u>(45,050)</u>	<u>-</u>
Total	<u><u>153,141</u></u>	<u><u>-</u></u>

2.1 BALANCE SHEET AS AT 31 DECEMBER 2023

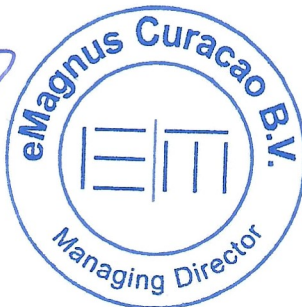
		<u>31-12-2023</u>		<u>31-12-2022</u>	
		EUR	EUR	EUR	EUR
ASSETS					
Fixed assets					
<i>Financial assets</i>	1		10,000		10,000
Current assets					
<i>Receivables</i>					
Receivables from group companies	2	18,119		10,340	
Current account shareholders	3	154,557		-	
Other receivables and current assets	4	-		4,500	
			172,676		14,840
<i>Cash and cash equivalents</i>					
Other banks			30,072		3,414
Total assets			<u>212,748</u>		<u>28,254</u>
EQUITY AND LIABILITIES					
Equity	5				
Issued share capital	6	1,000		1,000	
General reserve		94,657		(58,484)	
			95,657		(57,484)
Current liabilities					
Other payables and short term liabilities	7		117,091		85,738
Total equity and liabilities			<u>212,748</u>		<u>28,254</u>

30 DEC 2024

2.2 INCOME STATEMENT FOR THE YEAR 2023

		2023	2022
		EUR	EUR
Net turnover	8	967,445	1,186,725
Cost of sales	9	(621,148)	(849,941)
Gross margin		346,297	336,784
Expenses work contracted out and other external expenses	10	132,254	20,059
Other operating expenses	11	60,902	326,292
Total operating expenses		193,156	346,351
Result before taxation		153,141	(9,567)
Taxation		-	-
Net result after taxation		153,141	(9,567)

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2.3 NOTES TO THE FINANCIAL STATEMENTS

Entity information

Registered address and registration number trade register

The registered and actual address of Breakout Group B.V. is SBN Doormanweg 40, in Willemstad, Curacao. Breakout Group B.V. is registered at the Chamber of Commerce under number 143362.

General notes

General accounting principles

The accounting standards used to prepare the financial statements

The financial statements have been prepared in accordance with the accounting policies selected and disclosed by the company, and as set out in the notes to the financial statements. The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

Basis of preparation

Valuation of assets and liabilities and determination of the result take 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.

Income and expenses are accounted for on an accrual basis. Profit is only included when realized on the balance sheet date. Losses originating before the end of the financial period are taken into account if they have become known before preparation of the financial statements.

Accounting principles

Financial assets

Participations are valued at cost.

Current assets

Current assets are initially valued at the fair value of the consideration to be received, including transaction costs if material. Trade receivables are subsequently valued at the amortised cost price. Provisions for bad debts are deducted from the carrying amount of the receivable.

Equity

When Breakout Group B.V. purchases treasury shares, the consideration paid is deducted from equity (other reserves or any other reserve if the articles of association allow so) until the shares are cancelled or reissued. Where such shares are subsequently reissued, any consideration received is included in equity (other reserves or any other reserve). The consideration received will be added to the reserve from which earlier the purchase price has been deducted.

Incremental costs directly attributable to the purchase, sale and/or issue of new shares are shown in equity as a deduction, net of tax, from the proceeds.

Other reserves

Breakout Group B.V.
Willemstad

Other reserves are all reserves, except the legal and statutory reserves. Other reserves can freely be distributed to the shareholders.

Current liabilities

On initial recognition current liabilities are recognised at fair value. After initial recognition current liabilities are recognised at the amortised cost price, being the amount received taking into account premiums or discounts and minus transaction costs. This is usually the nominal value.

Accounting principles for determining the result

The result is the difference between the realisable value of the goods/services provided and the costs and other charges during the year. The results on transactions are recognised in the year in which they are realised.

Revenue recognition

Net turnover comprises the income from the supply of goods and services and realised income from construction contracts after deduction of discounts and such like and of taxes levied on the turnover.

Other operating expenses

Costs are determined on a historical basis and are attributed to the reporting year to which they relate.

Income tax expense

Tax on the result is calculated based on the result before tax in the income statement, taking account of the losses available for set-off from previous financial years and exempt profit components and after the addition of non-deductible costs. Due account is also taken of changes which occur in the deferred tax assets and deferred tax liabilities in respect of changes in the applicable tax rate.

2.4 NOTES TO THE BALANCE SHEET AS AT 31 DECEMBER 2023

Fixed assets

	31-12-2023 EUR	31-12-2022 EUR
1 Financial assets		
Participations in group companies	10,000	10,000
Participations in group companies		
HQ Breakout Line Ltd., Cyprus, 100%	10,000	10,000
Current assets		
2 Receivables from group companies		
HQ Breakout Line Ltd.	18,119	10,340
3 Current account shareholders		
Current account shareholder	154,557	-
4 Other receivables and current assets		
Prepaid license fees	-	4,500

EQUITY AND LIABILITIES

5 Equity

	Issued share capital EUR	General reser- ve EUR	Total EUR
Balance as at 1 January 2023	1,000	(58,484)	(57,484)
Appropriation of result	-	153,141	153,141
Balance as at 31 December 2023	1,000	94,657	95,657

6 Issued share capital

The share capital is EUR 1,000 consisting of 1,000 shares each with a nominal value EUR 1.--.

Breakout Group B.V.
Willemstad

Current liabilities

7 Other payables and short term liabilities

Current account shareholder
 Customer balances

<u>31-12-2023</u>	<u>31-12-2022</u>
EUR	EUR
-	39,854
<u>117,091</u>	<u>45,884</u>
<u>117,091</u>	<u>85,738</u>

2.5 NOTES TO THE INCOME STATEMENT FOR THE YEAR 2023

	2023 EUR	2022 EUR
8 Net turnover		
Revenues (non-domestic)	<u>967,445</u>	<u>1,186,725</u>
9 Cost of sales		
Service fees (causal non-domestic)	<u>621,148</u>	<u>849,941</u>
10 Expenses work contracted out and other external expenses		
Other external expenses (causal non-domestic)	<u>132,254</u>	<u>20,059</u>
Other external expenses (causal non-domestic)		
IT-services	84,588	20,059
Infrastructure	23,787	-
AML-monitoring	<u>23,879</u>	<u>-</u>
	<u>132,254</u>	<u>20,059</u>
11 Other operating expenses		
Marketing (causal non-domestic)	15,852	311,561
Office expenses	14,573	1,795
General expenses	<u>30,477</u>	<u>12,936</u>
	<u>60,902</u>	<u>326,292</u>
Office expenses		
License fees	<u>14,573</u>	<u>1,795</u>
General expenses		
Management fee	25,252	9,852
Bank expenses	5,225	3,083
Other general expenses	<u>-</u>	<u>1</u>
	<u>30,477</u>	<u>12,936</u>

Willemstad, December 30, 2024
Breakout Group B.V.

Name
Director