

Class Innovation B.V.

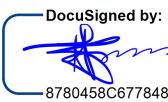
Financial Statements

for the years ended December 31, 2021 and December 31, 2020

Table of Contents

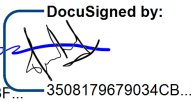
Statement of financial position	3
Statement of profit or loss	4
Statement of changes in equity	5
Statement of cash flows	6
Notes to financial statements	7

DocuSigned by:



8780458C677848F...

DocuSigned by:



3508179679034CB...

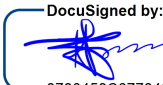
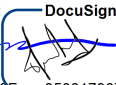
Class Innovation B.V.

Statement of financial position

(All amounts in EUR)

		31-Dec	
	Note	2021	2020
Assets			
Current assets			
Cash and cash equivalents	4	1,383,141	2,129,186
Advances to service provider		3,309,170	2,827,918
Prepaid expenses		3,745	2,301
Total current assets		4,696,056	4,959,405
Non-current assets			
Other assets		-	-
Total non-current assets		-	-
Total assets		4,696,056	4,959,405
Equity and liabilities			
Current liabilities			
Accounts payable		694,552	407,938
Payable to players		1,474,107	2,468,625
Platform fee payable		1,881,559	1,934,583
Tax payable		-	13
Other payables	5	-	2,700
Total current liabilities		4,050,218	4,813,859
Equity			
Issued capital	6	100	100
Retained earnings / (Accumulated losses)		645,738	145,446
Total equity		645,838	145,546
Total equity and liabilities		4,696,056	4,959,405

See accompanying notes.

DocuSigned by:  DocuSigned by: 
8780458C677848F..... 3508179679034CB...

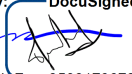
Class Innovation B.V.

Statement of profit or loss

(All amounts in EUR)

	Note	2021	2020
Revenue	7	15,952,449	15,205,650
Direct cost	8	-10,281,623	-10,273,362
Gross profit / (loss)		5,670,826	4,932,288
Selling and marketing expenses	9	-3,531,222	-3,088,899
Administrative expenses	10	-351,709	-317,377
Profit / (loss) from operations		1,787,895	1,526,012
Finance cost		-1,287,603	-1,353,078
Profit / (loss) before tax		500,292	172,934
Profit tax expense	3	-	-13
Profit / (loss) for the year		500,292	172,921
Other comprehensive income		-	-
Total comprehensive income / (loss) for the year		500,292	172,921
Attributable to the owners		500,292	172,921

See accompanying notes.

DocuSigned by:  DocuSigned by: 
8780458C677848F... 3508179679034CB...

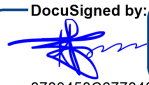
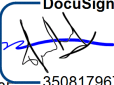
Class Innovation B.V.

Statement of changes in equity

(All amounts in EUR)

	Issued capital	Retained earnings / (Accumulated losses)	Total
Balance, December 31, 2019	100	-27,475	-27,375
Profit / (loss) for the year	-	172,921	172,921
Other comprehensive income	-	-	-
Total comprehensive income / (loss) for the year	-	172,921	172,921
Balance, December 31, 2020	100	145,446	145,546
Profit / (loss) for the year	-	500,292	500,292
Other comprehensive income	-	-	-
Total comprehensive income / (loss) for the year	-	500,292	500,292
Balance, December 31, 2021	100	645,738	645,838

See accompanying notes.

DocuSigned by:  DocuSigned by: 
8780458C677848F... 3508179679034CB...

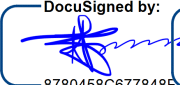
Class Innovation B.V.

Statement of cash flows

(All amounts in EUR)

	Note	2021	2020
Cash flow from operating activities			
Profit / (loss) for the year		500,292	172,921
(Increase) / decrease in advances to service provider		-481,252	-2,827,918
(Increase) / decrease in prepaid expenses		-1,444	2,494
Increase / (decrease) in accounts payable		286,614	402,193
Increase / (decrease) in payable to players		-994,518	2,468,625
Increase / (decrease) in platform fee payable		-53,024	1,934,583
Increase / (decrease) in payable to shareholders		-	-37,960
Increase / (decrease) in tax payable		-13	13
Increase / (decrease) in other payables		-2,700	-670
Net cash generated from operating activities		-746,045	2,114,281
Cash flow from investing activities			
(Increase) / decrease in other assets		-	-
Net cash generated from investing activities		-	-
Cash flow from financing activities			
Capital issued		-	-
Net cash generated from financing activities		-	-
Net increase / (decrease) in cash		-746,045	2,114,281
Cash at the beginning of the year		2,129,186	14,905
Cash at the end of the year	4	1,383,141	2,129,186

See accompanying notes.

DocuSigned by:  DocuSigned by: 
8780458C677848F... 3508179679034CB...

Class Innovation B.V.

Notes to financial statements**1. General information**

Class Innovation B.V. (the company) was established on September 12, 2018 in Curaçao as a private limited liability company. The address of its registered office is Franche Bloemweg 4, Curaçao. The company was registered in the Commercial Register of Curaçao Chamber of Commerce & Industry under number 148054.

The main objectives of the company are:

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, for clients established or residing outside of Curaçao.
2. The corporation is authorized to perform everything requisite or profitable to the accomplishment of its purpose or incidental thereto or connected therewith in the widest sense of the word.
3. The corporation has no authority to invoke the annulment of legal acts performed by the corporation, which exceeded the corporate objective.

The management of the company is borne by a board of directors. As of December 31, 2021, the management of the company is borne by a single managing director:

- Xecutive Corporate Management B.V.

Managing Director

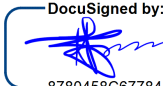
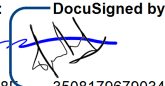
2. Summary of significant accounting policies

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 years presented, unless otherwise stated.

Basis of presentation

The financial statements of the company have been prepared in accordance with International Financial Reporting Standards (IFRS). The financial statements have been prepared under the historical cost convention. The financial statements are presented in EUR and all values are presented in actual, unless otherwise stated.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the company's accounting policies.

DocuSigned by:  8780458C677848F... DocuSigned by:  3508179679034CB...

Class Innovation B.V.

Foreign currency transactions

The financial statements are presented in EUR, which is the company's functional and presentation currency. Transactions denominated in foreign currencies are translated at the exchange rate prevailing when the transaction is realized. The exchange results are recorded in the statement of profit or loss.

Monetary assets and liabilities denominated in foreign currencies are translated into EUR at the exchange rates prevailing at the end of the year.

Financial instruments

Financial assets

Initial recognition and measurement

Financial assets within the scope of IFRS 9 are classified as financial assets at fair value through profit or loss or other comprehensive income or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The company determines the classification of its financial assets at initial recognition.

All financial assets are recognized initially at fair value plus transaction costs, except in the case of financial assets recorded at fair value through profit or loss.

The company's financial assets include cash and cash equivalents, advance to service providers and prepaid expenses.

Financial liabilities

Initial recognition and measurement

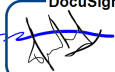
Financial liabilities within the scope of IFRS 9 are classified as financial liabilities at fair value through profit or loss, loans and borrowings, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The company determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value plus, in the case of loans and borrowings, directly attributable transaction costs.

The company's financial liabilities include accounts payable, platform fee payable, and other payables.

Subsequent measurement

The subsequent measurement of financial assets and liabilities depends on their classification.

DocuSigned by:  DocuSigned by: 
8780458C677848F... 3508179679034CB...

Class Innovation B.V.

Impairment of long-lived assets

Long-lived assets, other than goodwill, are reviewed for impairment whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. Recoverability of assets is measured by comparison of the carrying amount of the asset to the net undiscounted future cash flows expected to be generated from the asset. If the future undiscounted cash flows are not sufficient to recover the carrying value of the assets, the assets' carrying value is adjusted to fair value. The company regularly evaluates its long-lived asset for indicators of possible impairment. To date no impairment has been recorded.

Revenue and costs

Casino revenue is represented by the difference between the amounts of bets placed by customers less amounts won, net of bonuses and loyalty points, if any. The revenue is recognized at the fair value of the consideration.

Concentration of credit risk and certain other risk

Credit risk represents the accounting loss that would be recognized at the reporting date if counter parties failed to perform as contracted. The company does not have significant exposure to any individual client or counter party. Management of credit risk involves a number of considerations, such as financial profile of the counter party, specific terms and duration of the contractual agreement. There exists a risk of non-performance, however management believes that the company's exposure to credit risk associated with non-performance of its counter party is minimum.

New standards, amendments and interpretations issued but not effective for the financial year beginning 1 January 2021 and not early adopted

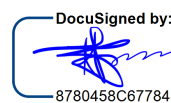
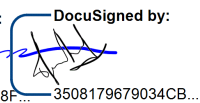
There are no other standards, interpretations or amendments to existing standards that are not yet effective that would be expected to have a significant impact on the company.

3. Profit taxes

The company is subject to a territorial tax system, wherein the income earned in Curaçao is subject to 22% of profit taxes and the foreign source income is subject to 0% of profit taxes.

4. Cash and cash equivalents

	2021	2020
Balance at bank	783,426	694,410
PSP Accounts	352,229	739,480
Cash on hand	247,486	695,296
	1,383,141	2,129,186

DocuSigned by:  8780458C677848F... DocuSigned by:  3508179679034CB...

Class Innovation B.V.

5. Other payables

	2021	2020
Annual compliance fees	-	2,700
	-	2,700

6. Issued capital

The issued capital of the company as at the balance sheet date consists of 100 common shares with a nominal value of EUR 1 subscribed for EUR 100.

No dividends were declared in 2021 and 2020.

7. Revenue

	2021	2020
Gross revenue	22,695,734	24,273,742
Less: Bonus	-6,417,015	-7,651,525
Less: Partner earnings	-326,270	-1,416,567
Net revenue	15,952,449	15,205,650

8. Direct cost

	2021	2020
Platform and commission fees	4,580,491	4,051,574
PSP costs	3,231,718	2,662,293
Service provider fees	2,192,329	1,768,492
Royalty fees	211,174	1,570,616
Software maintenance	48,682	108,273
Domain and hosting	17,229	112,115
	10,281,623	10,273,362

9. Selling and marketing expenses

	2021	2020
Affiliate commission	3,146,054	2,613,684
Marketing expenses	385,168	472,589
Player promotion	-	2,627
	3,531,222	3,088,899

DocuSigned by:  DocuSigned by: 
8780458C677848F... 3508179679034CB...

Class Innovation B.V.

10. Administrative expenses

	2021	2020
Consultancy fees	243,985	83,985
Professional fees	102,563	216,170
Annual compliance fees	-	2,700
Other expenses	5,161	14,522
	<u>351,709</u>	<u>317,377</u>

11. Fair value

Fair value of financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to arrive at the fair value:

Cash and cash equivalents, advance to service providers, prepaid expenses, accounts payable, platform fee payable, and other payables approximate the carrying amount largely due to the short-term maturity.

12. Contingencies, commitments and legal proceedings

The company has no contingent or future purchase liabilities and is not involved in any legal actions.

13. Subsequent events

In connection with the preparation of the financial statements, the company evaluated subsequent events after the balance sheet date of December 31, 2021. Based on their evaluation there are no subsequent events that have a significant effect on the financial statements as at December 31, 2021.

DocuSigned by:  DocuSigned by: 
8780458C677848F... 3508179679034CB...

Class Innovation B.V.

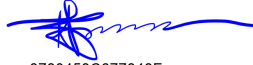
14. Authorization for issue

These financial statements for the year ended December 31, 2021 were approved by the board of directors and authorized for issue on December 13, 2022.

Board of Directors:NameFunctionSignature

Xecutive Corporate Management B.V.

Statutory Director

DocuSigned by:

8780458C677848F...

DocuSigned by:

3508179679034CB...