

BITTECH B.V.

FINANCIAL STATEMENTS

Year Ended December 31, 2022

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FINANCIAL STATEMENTS

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GENERAL INFORMATION

Director(s)
Odin Trust B.V.

Registered address
Dr. M.J. Hugenholtzweg 25 Unit 11
Willemstad
Curaçao

Company Registration Number
153870

Incorporation Date
May 25, 2020

Nominal Capital
100 share(s) with a nominal value of EUR 1.00 each

BITTECH B.V.
COMPILATION REPORT
for the financial year ended December 31, 2022

**To the Board of Directors of
Bittech B.V.**

Dr. M.J. Hugenholtzweg 25 Unit 11
Willemstad
Curaçao

We have compiled the accompanying balance sheet and income statement of Bittech B.V. for the year ended December 31, 2022, in accordance with applicable accounting standards generally accepted and the provisions of Book 2 Curaçao Civil Code.

The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

We have not audited or reviewed the accompanying financial statements of Bittech B.V. and accordingly, do not express an opinion or any other form of assurance on them.

Management is responsible for the preparation and fair presentation of the accompanying financial statements of Bittech B.V.

Willemstad, Curaçao



Aggregate Corporate Services B.V.

October 23, 2023

BITTECH B.V.
DIRECTORS' REPORT
for the financial year ended December 31, 2022

The board of directors is pleased to present its report to the shareholder(s) together with the financial statements of Bittech B.V. for the financial year ended December 31, 2022.

Principal activities

Bittech B.V. is a company incorporated and domiciled in Curaçao, Dutch Caribbean, with registered office at Dr. M.J. Hugenholtzweg 25 Unit 11, Willemstad, Curaçao. The Company is engaged in organizing, marketing, promoting, managing, supporting and operating 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.

Results and appropriations

The results of the Company for the year ended December 31, 2022 are set out in the Company's financial statements on page 5. No interim dividend has been issued during the financial year and the directors do not recommend distribution of a final dividend.

Fiscal position

The Company is in principle subject to the general profit tax rate of 22%.

As of January 1, 2020, a territorial profit tax system is applicable and world profits are no longer taxed, but only the benefits obtained from domestic business. However, the non-domestic part of the profit should be demonstrated by calculating the ratio of the domestic and non-domestic costs, insofar as they are causally related to the income.

Current and post balance sheet events

There was no material current and post balance sheet events, which have a bearing on the understanding of the financial statements.

Statement by directors

Odin Trust B.V. in its capacity as sole director of the company, do hereby state that, in its opinion:

- (i) the financial statements and the notes to the financial statements are drawn up so as to give a true and fair view of the state of affairs of the Company as at December 31, 2022 and the results of the Company for the year ended on that date, and
- (ii) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

For and on behalf of the board of directors:


Odin Trust B.V.
Managing Director
October 23, 2023

BITTECH B.V.
BALANCE SHEET
As at: December 31, 2022
before allocation of the result of the year

	notes	EUR 12.31.2022	EUR 12.31.2021
ASSETS			
Non-current assets			
Investments	3	5,000	5,000
Long term receivables	4	-	35,777
Total non-current assets		5,000	40,777
Current assets			
Cash and cash equivalents	5	85,062	40,945
Trade accounts and other receivable	6	2,446,843	783,169
Total Current assets		2,531,905	824,114
TOTAL ASSETS		2,536,905	864,891
SHAREHOLDERS' EQUITY AND LIABILITIES			
Shareholders' Equity			
Nominal capital	7	100	100
Retained earnings		824,137	(26,561)
Current year result		1,320,134	850,698
Total Shareholders' Equity		2,144,371	824,237
Current liabilities			
Trade accounts and other payables	8	392,534	40,654
Total current liabilities		392,534	40,654
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		2,536,905	864,891

Approved by

Name: Odin Trust B.V.

Title: Director

The accompanying notes are an integral part of these financial statements.

BITTECH B.V.
INCOME STATEMENT
For the period ended December 31, 2022

	notes	EUR 2022	EUR 2021
Income			
Wagering income	9	3,454,941	1,760,338
Direct costs	10	(2,025,287)	(849,012)
Gross Profit/ (Loss)		1,429,654	911,326
Exchange gains		1,964	-
Interest Income		1,789	1,704
Income before Operating Expenses		1,433,407	913,030
Operating Expenses			
Professional and legal expenses		81,905	48,077
Accounting and tax service expenses		3,750	3,200
Marketing expenses		6,749	3,298
ICT expenses		-	5,530
Exchange differences		4,762	99
Other administrative expenses		16,107	2,128
		113,273	62,332
Operating Result		1,320,134	850,698
Income tax expense		-	-
Net Profit/(Loss)		1,320,134	850,698

Approved by



Name: Odin Trust B.V.
Title: Director

The accompanying notes are an integral part of these financial statements.

BITTECH B.V.
NOTES TO THE FINANCIAL STATEMENTS
For the period January 01, 2022 through December 31, 2022

1 General Information

Bittech B.V. was incorporated on May 25, 2020. The Company is a limited liability company and domiciled in Curaçao, Dutch Caribbean.

The principal activities of the Company are that of organizing, marketing, promoting, managing, supporting and operating 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. The Company is registered with the Curacao Chamber of Commerce under number 153870.

The Company provides its services via www.888starz.bet under license no. 8048/JAZ2020-048. Services are provided in both traditional currencies and cryptocurrencies.

2 General Accounting Principles

Basis of Preparation

The Financial Statements have been prepared in accordance with applicable accounting standards generally accepted and the provision of Book 2 Curaçao Civil Code. They have been prepared under the historical cost basis. Unless stated otherwise, all assets and liabilities are stated at their nominal value.

Accounting Method

The financial statements are prepared using the accrual method of accounting. In accordance with this method of accounting, revenue is recognized in the period in which it is earned and expenses are recognized in the period in which they are incurred.

Foreign Currencies

The financial statements are presented in Euros (EUR or €). Foreign currency transactions are translated into the functional currency at prevailed daily exchange rates. Exchange differences arising on the settlement of monetary items are recognized as realized foreign exchange gains or losses on the income statement. Exchange differences arising on translating monetary items at the end of the reporting period are recognised as unrealized financial gains or losses.

Cash and cash equivalents

Cash and cash equivalents comprise cash at banks, other financial institutions and on hand. All cash is directly available to the Company.

Taxes

Profit tax liabilities for the current and prior periods are measured at the amount expected to be paid to the taxation authorities. Current profit taxes are recognised in the income statement and are adjusted for any differences between the estimated and actual tax payable in prior years.

3 Investments

	EUR 2022	EUR 2021
Azimutone Limited, Cyprus	5,000	5,000
	5,000	5,000

Represents 100% shareholding in Cypriot Company

BITTECH B.V.
NOTES TO THE FINANCIAL STATEMENTS
For the period January 01, 2022 through December 31, 2022

	EUR 2022	EUR 2021
4 Long term receivables		
Azimutone Limited		
5% Loan (due on 1 Aug 2023)	-	33,388
Accum. Interest on Loan (due on 1 Aug 2023)	-	2,389
	-	35,777

Loan is falling due within 12 months from balance date and has been reclassified to current accounts.

5 Cash and cash equivalents	EUR 2022	EUR 2021
Migom Bank	78,562	37,945
Larstal Limited	6,500	3,000
	85,062	40,945

6 Trade accounts and other receivable	EUR 2022	EUR 2021
PSP Merchant - MasterPay	307,847	-
Intercompany account - Azimutone Limited	2,091,389	781,890
Intercompany account - Shareholder	-	1,279
Short-term loan receivable - Azimutone Limited	33,388	-
Interest receivable on loan - Azimutone Limited	4,178	-
Prepayments	10,041	-
	2,446,843	783,169

7 Shareholders' Equity						EUR 2022	EUR 2021
	CAPITAL STOCK						
	Common Stock	Preferred Stock	Amount Paid up	Share Premium	Accum. Results	Total Shareholder's equity	Total Shareholders' equity
Balance at Jan 1,	100	-	100	-	824,137	824,237	(26,461)
Changes in equity							
Issuance of Stock	-	-	-	-	-	-	-
Additional paid in capital	-	-	-	-	-	-	-
Net Result for the year	-	-	-	-	1,320,134	1,320,134	850,698
Balance at Dec 31,	100	-	100	-	2,144,271	2,144,371	824,237

8 Trade accounts and other payables	EUR 2022	EUR 2021
Creditors	27,511	-
Player account balances	133,599	34,957
Intercompany account - Shareholder	1,217	-
Other payables	223,257	-
Accrued expenses	6,950	5,697
	392,534	40,654

BITTECH B.V.
NOTES TO THE FINANCIAL STATEMENTS
For the period January 01, 2022 through December 31, 2022

	EUR 2022	EUR 2021
9 Wagering income		
Live/Line Betting	626,160	499,608
Casino/ Fast games	2,828,781	1,260,730
	3,454,941	1,760,338
10 Direct costs		
Domestic direct costs		
Gaming License Fees	1,767	5,300
	1,767	5,300
Non-Domestic direct costs		
Promotions and bonuses	648,873	74,938
Software license fees	293,018	237,010
Affiliate marketing expenses	8,222	17,594
Payment processing fees	937,287	425,936
Agent commission	-	84,745
ICT, design and hosting expenses	90,000	-
Other direct costs	46,120	3,489
	2,023,520	843,712
Total Direct costs	2,025,287	849,012
Appropriation of result		

The General Meeting shall determine how the result of the financial year will be appropriated.