

Raw Entertainment B.V.

Financial Statements

for the years ended December 31, 2024 and December 31, 2023

DRAFT

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

DRAFT

Raw Entertainment B.V.

Statement of financial position

(All amounts in USD)

		31-Dec	
	Note	2024	2023
Assets			
Current assets			
Cash and cash equivalents		52,624,686	3,216,686
Prepaid expenses		2,379,422	940,086
Receivable from related parties (Net)	4	10,394,003	16,585,180
Accounts receivable		165,831	972,897
Other assets		4,506,538	5,265,326
Total current assets		70,070,480	26,980,175
Non-current assets			
Property, plant and equipment	5	59,736	98,098
Total non-current assets		59,736	98,098
Total assets		70,130,216	27,078,273
Equity and liabilities			
Current liabilities			
Accrued expenses and accounts payable		24,552,558	13,457,835
Payable to related parties	6	22,753,978	3,237,715
Payable to players		16,020,705	4,430,982
Profit tax payable		-	5,996
Total current liabilities		63,327,241	21,132,528
Non-current liabilities			
Other payables		3,861,667	5,152,845
		3,861,667	5,152,845
Equity			
Issued capital	7	100	100
Share premium		11,900	11,900
Capital reserve		58,117	58,117
Retained earnings / (Accumulated losses)		2,871,191	722,783
Total equity		2,941,308	792,900
Total liabilities and equity		70,130,216	27,078,273

See accompanying notes.

Raw Entertainment B.V.

Statement of profit or loss

(All amounts in USD)

	Note	2024	2023
Revenue		261,536,247	95,086,178
Direct cost	8	-84,079,788	-29,117,789
Gross profit		177,456,459	65,968,389
Administrative expenses (Net)	9	-163,889,206	-46,675,614
Depreciation	5	-34,904	-24,208
Other income		282,730	14,439,993
Profit from operations		13,815,079	33,708,560
Finance cost	10	16,855,384	-423,790
Profit before tax		30,670,463	33,284,770
Profit tax expense	3	-	-4,917
Profit for the year		30,670,463	33,279,853
Other comprehensive income		-	-
Total comprehensive income for the year		30,670,463	33,279,853
Attributable to the owners		30,670,463	33,279,853

See accompanying notes.

DRAFT

Raw Entertainment B.V.

Statements of changes in equity

(All amounts in USD)

	Issued capital	Share premium	Capital reserve	Retained earnings / (Accumulated losses)	Total
Balance, December 31, 2022	100	11,900	58,117	10,980,037	11,050,154
Profit for the year	-	-	-	33,279,853	33,279,853
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year	-	-	-	33,279,853	33,279,853
Dividend declared	-	-	-	-43,537,107	-43,537,107
Balance, December 31, 2023	100	11,900	58,117	722,783	792,900
Profit for the year	-	-	-	30,670,463	30,670,463
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year	-	-	-	30,670,463	30,670,463
Dividend declared	-	-	-	-28,522,055	-28,522,055
Balance, December 31, 2024	100	11,900	58,117	2,871,191	2,941,308

See accompanying notes.

Raw Entertainment B.V.

Statement of cash flows

(All amounts in USD)

	Note	2024	2023
Cash flow from operating activities			
Profit for the year		30,670,463	33,279,853
Add: Depreciation		34,904	24,208
(Increase) / decrease in prepaid expenses		-1,439,336	3,653,276
(Increase) / decrease in receivable from related parties		6,191,177	30,000
(Increase) / decrease in accounts receivable		807,066	-553,053
(Increase) / decrease in other assets		758,788	-4,008,170
Increase / (decrease) in accrued expenses and accounts payable		11,094,723	10,581,709
Increase / (decrease) in payable to related parties		19,516,263	1,637,742
Increase / (decrease) in loans payable		-	-357,979
Increase / (decrease) in payable to players		11,589,723	-1,580,801
Increase / (decrease) in profit tax payable		-5,996	4,917
Increase / (decrease) in other payables		-1,291,178	4,051,415
Net cash generated from operating activities		77,926,597	46,763,117
Cash flow from investing activities			
(Increase) / decrease in investments in subsidiaries		-	2,966
(Increase) / decrease in property, plant and equipment		3,458	-12,290
Net cash generated from investing activities		3,458	-9,324
Cash flow from financing activities			
Dividend declared		-28,522,055	-43,537,107
Net cash generated from financing activities		-28,522,055	-43,537,107
Net increase / (decrease) in cash		49,408,000	3,216,686
Cash at the beginning of the year		3,216,686	-
Cash at the end of the year		52,624,686	3,216,686

See accompanying notes.

Notes to financial statements

1. General information

Raw Entertainment B.V. (the company) was established on April 22, 2021 in Curaçao as a private limited liability company. The address of its registered office is Korpuraalweg 10, Curaçao. The company was registered in the Commercial register of Curaçao Chamber of Commerce & Industry under the number 157205.

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, 2024, the management of the company is borne by a single statutory director:

- | | |
|---------------------------------------|--------------------|
| - Executive Corporate Management B.V. | Statutory Director |
|---------------------------------------|--------------------|

2. Summary of material 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 the year 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 US Dollar (USD) 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.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Investments

Investment in subsidiary is valued at cost, less impairment losses, if any.

Foreign currency transactions

The financial statements are presented in USD, 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 USD at the exchange rates prevailing at the end of the year.

Property, plant and equipment

All property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of profit or loss during the financial year in which they are incurred.

Property, plant and equipment are recorded at cost less accumulated depreciation. Depreciation is accounted for on the straight-line method based on estimated useful lives, and rate of depreciation as follows-

Computer equipment- 25% (Residual value- 10%)

The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the statement of profit or loss.

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, loans and receivables, 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, prepaid expenses, accounts receivable and other assets.

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, accrued expenses and other payables.

Subsequent measurement

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

Revenue and costs

Revenue and costs are recognized in the year in which the services have been rendered.

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.

Concentration of credit risk and certain other risk

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

New standards, amendments and interpretations issued but not effective for the financial year beginning January 01, 2024 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 15% taxes on income up to 500,000 XCG and 22% above it and the foreign source of income is subject to 0% of profit taxes.

4. Receivable from related parties (Net)

The receivable does not carry any interest and is repayable on demand.

5. Property, plant and equipment

As at December 31, 2024, property, plant and equipment are comprised of the following:

	Computer equipment	Others	Total
Balance at December 31, 2023			
Original cost	98,968	33,332	132,300
Accumulated depreciation	-33,337	-865	-34,202
Book value	65,631	32,467	98,098
During 2024			
Investments	-	-	-
Depreciation	-28,533	-9,829	-38,362
Movement	-28,533	-9,829	-38,362
Balance at December 31, 2024			
Original cost	98,968	33,332	132,300
Accumulated depreciation	-61,870	-10,694	-72,564
Book value	37,058	22,638	59,736

6. Payable to related parties

The payable does not carry any interest and is repayable on demand.

7. Issued capital

The issued capital of the company as at December 31, 2024 and December 31, 2023 consists of 100 common shares with a nominal value of EUR 1 and subscribed for USD 100.

USD 28,522,055 and USD 43,537,107 were declared as dividend in 2024 and 2023 respectively.

8. Direct cost

	2024	2023
Direct cost	84,079,788	29,117,789
	84,079,788	29,117,789

9. Administrative expenses (Net)

	2024	2023
Affiliate fees	143,663,827	5,124,811
Administrative expenses	19,807,318	38,830,060
Non-operating expenses	-	2,187,805
Reversal of excess tax provision	-6,986	-
Other expenses	425,047	532,938
	163,889,206	46,675,614

10. Finance cost

	2024	2023
Realized exchange loss / (gain)	-16,855,384	423,790
	-16,855,384	423,790

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, prepaid expenses, accounts receivable, accounts payable, accrued expenses, other assets 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, 2024. Based on their evaluation there are no subsequent events that have a significant effect on the financial statements as at December 31, 2024.

DRAFT

14. Authorization for issue

These financial statements for the year ended December 31, 2024 were approved by the board of directors and authorized for issue on November 14, 2025.

Board of Directors:

<u>Name</u>	<u>Function</u>	<u>Signature</u>
Xecutive Corporate Management B.V.	Statutory Director	

DRAFT