

Fun Fusion N.V.
Willemstad

Fun Fusion N.V.

at Willemstad

Annual report 2023

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1. Accountants report

Fun Fusion N.V.
Willemstad

Fun Fusion N.V.
Abraham de Veerstraat 1
Willemstad

December 9, 2024

Dear Sirs,

1.1 ACCOUNTANT'S COMPILATION REPORT

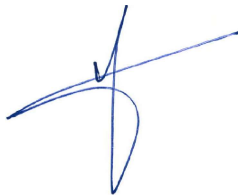
The financial statements of Fun Fusion N.V. have been compiled by us using the information provided by you. The financial statements comprise the balance sheet as at 31 December 2023 and the income statement for the year 2023 for the year then ended with the accompanying explanatory notes. These notes 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 Fun Fusion N.V..

During this engagement we have complied with the relevant ethical requirements prescribed by the 'Verordening Gedrags- en Beroepsregels Accountants' (VGBA). 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

1.2 GENERAL

Comparative figures

Incorporation company

The Company was established on January 29th, 2021.

Activities

The activities of Fun Fusion N.V. primarily consist of:

1. To organize, market, promote, manage, support and operate all types of remote gaming activities, comprising all types of games, betting and other operations of betting exchange, interactive casinos, bingos, lotteries and other interactive games for clients established or residing outside of Curaçao.
2. The company has the power to perform every act and thing profitable or requisite to the accomplishment of its purposes or connected therewith or incidental thereto in the widest sense of the word.

1.3 FISCAL POSITION

	<u>2023</u> EUR
<i>Calculation taxable amount</i>	
Result before taxation	116,436
Exempt income items	
Foreign income	<u>(116,436)</u>
Taxable amount	<u><u>-</u></u>

Allocation

	<u>World income</u> EUR	<u>Domestic income</u> EUR
Revenues	<u>1,942,883</u>	-
Causal expenses (non-domestic)	<u>(1,793,618)</u>	-
Causal expenses (domestic)	<u>-</u>	-
	149,265	-
Non causal expenses	<u>(32,829)</u>	-
Total	<u><u>116,436</u></u>	<u><u>-</u></u>

2.1 BALANCE SHEET AS AT 31 DECEMBER 2023

(After proposal appropriation of result)

		<u>31-12-2023</u>		<u>31-12-2022</u>	
		EUR	EUR	EUR	EUR
ASSETS					
Fixed assets					
<i>Financial assets</i>	1		1,000		-
Current assets					
<i>Receivables</i>					
Receivables from group companies	2	176,736		-	
Accrued income and prepaid expenses	3	<u>1,839</u>		<u>1,839</u>	
			178,575		1,839
Total assets			<u><u>179,575</u></u>		<u><u>1,839</u></u>
EQUITY AND LIABILITIES					
Equity					
	4				
Issued share capital	5	4,132		5,000	
General reserve		<u>84,611</u>		<u>(31,825)</u>	
			88,743		(26,825)
Current liabilities					
Trade payables	6	45,000		-	
Other payables and short term liabilities	7	<u>45,832</u>		<u>28,664</u>	
			90,832		28,664
Total equity and liabilities			<u><u>179,575</u></u>		<u><u>1,839</u></u>

2.2 INCOME STATEMENT FOR THE YEAR 2023

		2023	2022
		EUR	EUR
Net turnover	8	1,942,883	-
Cost of sales (causal non-domestic)	9	<u>(1,793,618)</u>	<u>-</u>
Gross margin		149,265	-
Other operating expenses	10	<u>32,829</u>	<u>14,075</u>
Result before taxation		116,436	(14,075)
Taxation		<u>-</u>	<u>-</u>
Net result after taxation		<u><u>116,436</u></u>	<u><u>(14,075)</u></u>

2.3 NOTES TO THE FINANCIAL STATEMENTS

Entity information

Registered address and registration number trade register

The registered and actual address of Fun Fusion N.V. is Abraham de Veerstraat 1, in Willemstad, Curaçao. Fun Fusion N.V. is registered at the Chamber of Commerce under number 156583.

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.

Receivables

Receivables are initially valued at the fair value of the consideration to be received, including transaction costs if material. Receivables are subsequently valued at the amortised cost price. If there is no premium or discount and there are no transaction costs, the amortised cost price equals the nominal value of the accounts receivable. Provisions for bad debts are deducted from the carrying amount of the receivable.

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 Fun Fusion N.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.

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.

General and administrative expenses

General and administrative expenses comprise costs chargeable to the year that are not directly attributable to the cost of the goods and services sold.

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

ASSETS

Fixed assets

	<u>31-12-2023</u>	<u>31-12-2022</u>
	EUR	EUR
1 Financial assets		
Participations in group companies	<u>1,000</u>	<u>-</u>
Participations in group companies		
Vortexi Ltd, Cyprus, 100%	<u>1,000</u>	<u>-</u>
<i>Current assets</i>		
Receivables		
2 Receivables from group companies		
Vortexi Ltd, Cyprus, 100%	<u>176,736</u>	<u>-</u>
Other receivables and current assets		
Miscellaneous prepaid expenses	<u>1,839</u>	<u>1,839</u>

EQUITY AND LIABILITIES

4 Equity

	Issued share capital	General reser- ve	Total
	EUR	EUR	EUR
Balance as at 1 January	5,000	(31,825)	(26,825)
Share capital FX	(868)	-	(868)
Appropriation of result	-	116,436	116,436
Balance as at 31 December	<u>4,132</u>	<u>84,611</u>	<u>88,743</u>

5 Issued share capital

The share capital is USD 5,000 consisting of 500 shares each with a nominal value USD 10.

Current liabilities

	<u>31-12-2023</u>	<u>31-12-2022</u>
	EUR	EUR
6 Trade payables		
Trade creditors	<u>45,000</u>	<u>-</u>
7 Other payables and short term liabilities		
Current account shareholder	43,332	26,939
Accruals	<u>2,500</u>	<u>1,725</u>
	<u>45,832</u>	<u>28,664</u>

2.5 NOTES TO THE INCOME STATEMENT FOR THE YEAR 2023

	<u>2023</u>	<u>2022</u>
	EUR	EUR
8 Net turnover		
Revenues (non-domestic)	<u>1,942,883</u>	<u>-</u>
9 Cost of sales (causal non-domestic)		
Cost of sales	<u>1,793,618</u>	<u>-</u>
Cost of sales		
Platform fees	1,594,500	-
Software license fees	136,658	-
Affiliate fees	25,000	-
Agent fees	<u>37,460</u>	<u>-</u>
	<u>1,793,618</u>	<u>-</u>
10 Other operating expenses		
General expenses (non causal)	<u>32,829</u>	<u>14,075</u>
General expenses (non causal)		
License fees	2,800	10,300
Director fees	11,000	2,000
Accounting and fiscal advisory services	2,500	750
Consultancy	-	800
Bank expenses	16,529	-
Other general expenses	<u>-</u>	<u>225</u>
	<u>32,829</u>	<u>14,075</u>

Willemstad, December 9, 2024
Fun Fusion N.V.