

Owl In N.V.

E-Commerce Park, Vredenberg, Curaçao

FINANCIAL STATEMENTS 2022

(After appropriation of result)

Owl In N.V.
Financial Statements
December 31, 2022

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Owl In N.V.
Financial Statements
December 31, 2022

MANAGING DIRECTOR:

eMoore N.V.
Groot Kwartierweg 10
Curaçao

Registered Address of the Company:

E-Commerce Park, Vredenberg
Heelsumstraat 51
Curaçao

Correspondence Address of the Company:

PO Box 423
Curaçao

Owl In N.V.

Financial Statements December 31, 2022

DIRECTOR'S REPORT:

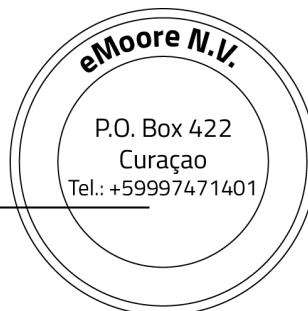
We are pleased to present you with the Annual Report for the period January 1, 2022 through December 31, 2022.

During the period under review, the Company recorded a net profit of EUR 7,584,695. Details of which are set out in the attached Profit and Loss account.

Curaçao,



eMoore N.V.
Managing Director



Owl In N.V.
Balance Sheet as at December 31, 2022
(In EUR, after appropriation of results)

ASSETS	Notes	2022	2021
<u>Fixed Assets</u>			
Intangible fixed assets		1,316	211
Financial Fixed assets	3	<u>1,000</u>	<u>1,000</u>
		2,316	1,211
<u>Current Assets</u>			
Cash and cash equivalents	4	6,099,292	2,407,695
Receivables from related parties	5	24,629	26,245
Other receivables	6	<u>15,092,644</u>	<u>5,974,148</u>
		21,216,565	8,408,088
TOTAL ASSETS		<u>21,218,881</u>	<u>8,409,299</u>
SHAREHOLDER'S EQUITY AND LIABILITIES			
<u>Shareholders' equity</u>			
	7		
Issued and fully paid share capital		1	1
Share premium		2,775	2,775
Retained earnings		<u>2,423,688</u>	<u>1,838,993</u>
		2,426,464	1,841,769
<u>Long-term Liabilities</u>			
Loan	8	-	109,895
<u>Short-term Liabilities and accrued liabilities</u>			
Accounts payable	9	11,673,966	4,434,331
Dividend payable		7,000,000	2,000,000
Provision profit taxes	12	<u>118,451</u>	<u>23,304</u>
		18,792,417	6,457,635
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES		<u>21,218,881</u>	<u>8,409,299</u>

Owl In N.V.

Profit and Loss Account for the period January 1, 2022 through December 31, 2022 (In EUR)

	Notes	2022	2021
Revenue		57,715,616	19,054,914
Operational cost	10	<u>(46,442,184)</u>	<u>(15,353,355)</u>
Net operating result		11,273,432	3,701,559
General and administrative expenses	11	<u>(359,359)</u>	<u>(172,273)</u>
Total general and administrative expenses		(359,359)	(172,273)
Result before interest and taxes		10,914,073	3,529,286
Interest expenses		(105)	(19,819)
Exchange differences		(2,899,991)	529,615
Bank charges		(175,305)	(126,366)
Correction previous year		<u>(135,526)</u>	<u>-</u>
Financial result		(3,210,927)	383,430
Result before provision for profit tax		7,703,146	3,912,716
Profit tax	12	(118,451)	(22,714)
NET RESULT FOR THE YEAR		7,584,695	3,890,002

Owl In N.V.
Notes to the Financial Statements
January 1, 2022 through December 31, 2022
(In EUR)

1 GENERAL

Company's Information and Principal Activities

Owl In N.V. is a limited liability company that was incorporated in Curaçao, Willemstad on September 12, 2019. The Company is registered with the Chamber of Commerce and Industry of Curaçao under number 151201. The Company is solely engaged in e-gaming activities.

2 PRINCIPLES OF VALUATION OF ASSETS AND LIABILITIES

a. General principles

The financial statements have been prepared in accordance with Book 2 of the Curaçao Civil Code using the Guidelines for annual reporting of the Dutch Accounting Standards Board.

b. Comparison with previous year

The principles of valuation and determination of result remained unchanged compared to the previous year.

c. Cash at banks

Cash at bank includes bank balances. Bank overdrafts, if any, are shown within borrowings in current liabilities on the balance sheet. Cash and cash equivalents are stated at face value.

d. Foreign currencies

Assets and liabilities denominated in foreign currencies are translated into administration currency at the rate of exchange prevailing at balance sheet date. Transactions in foreign currencies are translated at the exchange rates in effect on the day of the transaction. Items in the Statement of Income and Expenses were revalued at the average rate of exchange during the period under review.

Exchange gains or losses are reflected in the profit and loss account.

Exchange rates used:

	2022	2021	
1 EUR =	1.0674	1.1324	USD
1 EUR =	78.0516	84.3342	RUB
1 EUR =	140.7980	130.3450	JPY

Assets and liabilities are stated at face value unless indicated otherwise.

e. Recognition of Income and Expenses

Other income and expenses, including taxation, are recognized and reported in accordance with the accrual concept.

Owl In N.V.
Notes to the Financial Statements
January 1, 2022 through December 31, 2022
(In EUR)

3 FINANCIAL FIXED ASSETS	Domicile	Holding %	2022	2021
<u>NestlingCorn Limited</u>	Cyprus	100%	<u>1,000</u>	<u>1,000</u>
			<u>1,000</u>	<u>1,000</u>

The participation is valued at cost of acquisition minus any impairment.

4 CASH AND CASH EQUIVALENTS	Currency	2022	2021
Paymix account	EUR	2,564,133	1,393,640
Migom Bank	EUR	64,873	23,867
Xpate account 81810521864	EUR	733,969	489,126
Aims Financial	EUR	1,663,274	-
Cash in transit	EUR	<u>1,073,043</u>	<u>501,062</u>
		<u>6,099,292</u>	<u>2,407,695</u>

5 RECEIVABLE TO RELATED PARTIES	2022	2021
<u>NestelingCorn Limited</u>		
Opening balance	26,245	295,174
Movements during the year	<u>(1,616)</u>	<u>(268,929)</u>
Ending balance	<u>24,629</u>	<u>26,245</u>

6 OTHER RECEIVABLES	2022	2021
PSP wallets (payment service providers) *	12,903,616	5,972,381
Prepaid expenses	<u>2,189,028</u>	<u>1,767</u>
	<u>15,092,644</u>	<u>5,974,148</u>

* The receivables with payment service providers (PSP wallets) are receivables from various financial institutions that facilitate the payment process between the Company and its customers. The receivable at year end consists of the total deposits minus withdrawals of the players and minus a commission for services provided. The amounts are settled in most cases weekly, monthly or quarterly to the bank accounts of the Company depending on the amount to be settled. No interest is accruable on the funds considering these are part player funds and part settled revenue in transit.

Owl In N.V.

Notes to the Financial Statements

January 1, 2022 through December 31, 2022

(In EUR)

7 SHAREHOLDER'S EQUITY

The Company's authorized share capital amounts to EUR 1 and consists of 1 share with a nominal value of EUR 1,00.

Movements in the shareholder's equity accounts are as follows:

Description	Fully paid share capital	Share premium	Retained earnings	Total
Opening balance	1	2,775	1,838,993	1,841,769
Dividend payment	-	-	(7,000,000)	(7,000,000)
Result current year	-	-	7,584,695	7,584,695
Ending balance	1	2,775	2,423,688	2,426,464

8 LONG-TERM LIABILITY

2022

2021

Long-term loan

Opening balance	109,895	105,079
Interest calculation through December 31, 2022	(109,895)	4,816
Ending balance	-	109,895

As per the loan agreement of December 3, 2019 a loan of EUR 100,000 had been granted at year end with no fixed repayment schedule. The interest per annum is 5% on the outstanding balance. The full balance was paid during 2022.

9 ACCOUNTS PAYABLE

2022

2021

Bandwidth expenses	2,152	-
Commission expenses	167,179	1,094,201
Software expenses	1,641,134	-
Legal and professional expenses	19,343	-
Marketing expenses	6,821,942	-
Rent expenses	2,227	-
Affiliate expenses	210,956	-
Customer balance*	805,105	430,072
Customer bonus balance*	2,003,928	2,910,058
	11,673,966	4,434,331

*Customer balance and customer bonus balance are balances the Company owes to the player and are available on demand on the player account for withdrawal or betting activities. The balances reflected in the Financial Statements are the summarized balance of all players as per December 31.12.2022.

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Notes to the Financial Statements
January 1, 2022 through December 31, 2022
(In EUR)

10 OPERATIONAL COST	2022	2021
Commission expenses	12,784	121,568
PSP wallet commissions	15,654,564	5,229,672
Software expenses	16,809,550	6,455,562
Sublicense and hosting fees	203,156	226,298
Marketing expenses	12,493,095	2,241,158
Customer support expenses	<u>1,269,035</u>	<u>1,079,097</u>
	<u>46,442,184</u>	<u>15,353,355</u>

11 GENERAL AND ADMINISTRATIVE EXPENSES	2022	2021
Management expenses - eMoore	227,954	88,324
Legal & Professional expenses	60,065	4,910
Personnel expenses	43,335	50,089
Office rent	<u>28,005</u>	<u>28,950</u>
	<u>359,359</u>	<u>172,273</u>

12 PROFIT TAX

The Company incurred a result before taxes of EUR. 7,703,144. As the Company applied for foreign sourced income, a profit tax of 118,451 was calculated on the domestic net result.
