

ARENA SPORTS ENTERTAINMENT NV

FINANCIAL ACCOUNTS FOR 2022

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ARENA SPORTS ENTERTAINMENT NV

Financial Report 2022

The Directors present their report with the financial statements of the company for the year 2022

Directors, Management and Local Manager are responsible for preparing their report and the financial statements in accordance with applicable law and regulations. They prepare the financial statements in accordance with local accounting standards. They are satisfied that the financial statements give a true and fair view of the state of affairs of the company and the profit and loss of the company for that year. In preparing these financial statements they are required to:

- (i) Select suitable accounting policies and apply them consistently.
- (ii) Make judgements and accounting estimates that are reasonable and prudent.
- (iii) State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- (iv) Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

They are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy the financial position of the company and enable them to ensure that the financial statements comply with the local Laws. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

Principal Activity

Pursuant to the sublicense, the company is authorised to provide internet gaming services. The principal activity of the company is Remote Gaming. There is no local gaming business.

Results

The profit for the year amounted to € 19.205,32

Disclosure of Information to Auditors

Each director or executive local officer at the time this directors' report is approved, have confirmed that:

- (i) So far as the director is aware that there is no relevant audit information of which the company's auditor is unaware.
- (ii) That Director and executive officer have taken all the steps that ought to have been taken as director or as executive officer in order to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This report was approved by the board of Directors on 27 March 2023 and signed on behalf of the Board by:



Garry James Pearce
Managing Director

ARENA SPORTS ENTERTAINMENT NV

Financial Report 2022

Report of the Auditors to the Shareholders of Arena Sports Entertainment NV

As explained more fully in the Directors responsibilities statement, management and local manager are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. In carrying out our responsibility as auditors we accepted confirmation from the director, management and local executive representative of the company that the financial statements and the accounting records presented to us show the company's transactions in full and the director, management and the local representative confirmed that the above mentioned documents are true copies of the Arena Sports Entertainment NV local accounting records. We as auditors inspected these and expressed our opinion accordingly.

Opinion

In our opinion the accounts prepared from the above mentioned records give a true and fair view of the state of the company's affaires as at 31 December 2022 and its profit for the year 2022.

Basis to Opinion

The information given in the Directors report for the financial year for which the financial statements are prepared is consistent with the financial statements and together with the above mentioned accounting records inspected, form the basis of our opinion.

This report is made solely to the company members, as a body, in accordance with local Company Law. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our work, for this report, or for the opinion we have formed.

27 March 2023

AHMET ÖZDAL FCA
CHARTERED ACCOUNTANT
ICAEW
MEMBERSHIP NO: 6348439



Ahmet Özdal FCA
Özdal Kıryağdı Bağımsız Denetim ve Müşavirlik Bürosu
Özker Özgür Caddesi no:21/A
Küçük Kaymaklı
Nicosia.

ARENA SPORTS ENTERTAINMENT NV

Financial Report 2022

Profit and Loss Account for the year 2022

	2022	2021
Remote Gaming Activities	€ 626.576,00	€ 490.808,00
less:Cost of sales	€ 544.455,00	€ 422.623,00
Gross Income	€ 82.121,00	€ 68.185,00
Management and licence fees	€ 39.498,80	€ 35.905,30
Head office expenses	€ 18.000,00	€ 16.000,00
	€ 57.498,80	€ 51.905,30
Net Profit Before Tax	€ 24.622,20	€ 16.279,70
Tax Provision for the year,	€ 5.416,88	€ 3.581,53
Overprovision for tax for the previous years	€ 0,00	€ 1.305,27
Net profit for the year	<u>€ 19.205,32</u>	<u>€ 14.003,44</u>

ARENA SPORTS ENTERTAINMENT NV

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Balance Sheet as at 31 December 2022

	2022	2021
Cash \$1	0,00 €	0,95 €
Bank balance	0,00 €	0,00 €
Current Assets-Arkin Investments LTD-Current Account	197.606,51 €	126.630,31 €
	197.606,51 €	126.631,26 €
Capital \$1	0,95 €	0,95 €
Current Liabilities		
Tax payable	8.998,41 €	3.581,53 €
Arkin-Arkin Investments LTD-Customer Deposits	82.430,00 €	36.076,00 €
Profit and Loss Account - Current year profit	19.205,32 €	14.003,44 €
-Profit brought forward	86.972,78 €	72.969,34 €
	197.606,51 €	126.631,26 €

Approved by the Board Of Directors and Local Representative on 27 Mach 2023



Garry James Pearce
Managing Director

ARENA SPORTS ENTERTAINMENT NV

Financial Report 2022

Notes to the Accounts:

The accounts have been prepared under historical cost convention.

The company management confirmed that all the documents of income, expenditure and transactions of the company have been included in the attached accounts and have been supplied to the company auditors

Cost of Sales comprise of customers winnings supervised by parent company.

Customers' Balances comprise of customer deposits supervised by the parent company.

Head Office expenses¹ are made up of financial services provided to Arkin Sports Entertainment NV by Arkin Investments LTD. regarding international customer deposits, winnings and payments of the company.