

Webmedia Development N.V.

Groot Kwartierweg 10
Livestrong Building
Curaçao

FINANCIAL STATEMENTS 2023

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Director's report

We are pleased to present you with the Financial Statements for the period January 1, 2023 through December 31, 2023.

During the period under review, the Company recorded a net loss of EUR 88,722. Details of which are set out in the attached Profit and Loss account.

Curaçao,

eMoore N.V.
Managing Director

Groot Kwartierweg 10
Livestrong Building
Curaçao

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Balance sheet as at 31 December 2023*(Before distribution of result)***Assets**

		<u>31-12-2023</u>	<u>31-12-2022</u>
		EUR	EUR
Financial fixed assets			
Investments in participations	1	1,000	1,000
Current assets			
Other receivables	2	109,218	256,475
Accruals and prepaid expenses	3	2,321	2,321
		<u>111,539</u>	<u>258,796</u>
Total assets		<u>112,539</u>	<u>259,796</u>
Shareholder's equity and liabilities			
Shareholder's equity	4		
Share capital		92	92
Other reserves		(133,461)	(310,828)
Result for the year		(88,722)	177,367
		<u>(222,091)</u>	<u>(133,369)</u>
Current liabilities			
Accounts payable	5	-	7,052
Payable to related party	6	325,727	251,942
Other accounts payable	7	7,568	132,607
Accrued expenses	8	1,335	1,564
		<u>334,630</u>	<u>393,165</u>
Total shareholder's equity and liabilities		<u>112,539</u>	<u>259,796</u>

Profit and loss account for the year 2023

		<u>2023</u>	<u>2022</u>
		EUR	EUR
Operational income	9	804	278,881
Operational expenses	10	<u>(29,059)</u>	<u>(65,693)</u>
Net operating result		(28,255)	213,188
General and administrative expenses	11	<u>54,253</u>	<u>36,446</u>
Result before interest and taxes		(82,508)	176,742
Currency translation differences		<u>(6,214)</u>	<u>625</u>
Result before tax		(88,722)	177,367
Profit tax	12	<u>-</u>	<u>-</u>
Result after tax		<u><u>(88,722)</u></u>	<u><u>177,367</u></u>

Notes to the financial statements

Entity information

General notes

The most important activities of the entity

Webmedia Development N.V. is a limited liability company that was incorporated on October 11, 2013 under the laws of Curaçao. The Company is registered with the Chamber of Commerce and Industry of Curaçao under number 130645.

The Company is solely engaged in e-gaming activities.

General accounting principles

The accounting standards used to prepare the financial statements

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.

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

Disclosure of changes in accounting policies

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

Conversion of amounts denominated in foreign currency

The financial statements are presented in EUR, which is the functional and presentation currency of Webmedia Development N.V..

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:

1 USD = EUR

2022 0.9366

2021 0.8830

Accounting principles

Financial assets

Shares in group companies are stated at acquisition cost or, in the event of a permanent impairment, at a lower value based on the equity as determined from the financial statements of the respective group companies.

Current assets

Current assets are initially valued at the fair value of the consideration to be received. Trade receivables are subsequently valued at the amortised cost price. If payment of the receivable is postponed under an extended payment deadline, fair value is measured on the basis of the discounted value of the expected revenues. . Provisions for bad debts are deducted from the carrying amount of the receivable.

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.

Exchange differences that arise from the settlement or translation of monetary items are recorded in the profit and loss account in the period in which they occur.

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

Notes to the balance sheet

	<u>31-12-2023</u>	<u>31-12-2022</u>
	EUR	EUR
1 Investments in participations		
Percutias Limited	<u>1,000</u>	<u>1,000</u>

The participation in Percutias Limited, a company incorporated in Cyprus, was acquired on April 16, 2018. The company holds 100% of the issued share capital of this participation.

The Company's participation is measured at cost (EUR 1,000); as at 31 December 2023, its equity amounted to EUR 41,386, and management has assessed that, with no indication of permanent impairment, no adjustment to the carrying amount is required.

	<u>31-12-2023</u>	<u>31-12-2022</u>
	EUR	EUR
2 Other receivables		
Current account - Neteller	14,638	14,638
Current account - ecoPayz	9,843	9,843
Current account - InovaPay	10,960	10,960
Current account - Skrill	24,648	24,648
Current account - Pay4Fun	1,287	1,289
Third party account	4,237	14,831
Current account - Other psp	<u>43,605</u>	<u>180,266</u>
	<u>109,218</u>	<u>256,475</u>

	<u>31-12-2023</u>	<u>31-12-2022</u>
	EUR	EUR
3 Accruals and prepaid expenses		
Income tax receivable*	<u>2,321</u>	<u>2,321</u>

*Income tax receivable

The tax refund has been outstanding for more than one year due to the tax inspectorate's review and clearance procedures, which may take a prolonged period.

4 Shareholder's equity

The Company's authorized share capital amounts to USD 100.00 and consists of 100 shares with a nominal value of USD 1.00 each.

Movements in shareholders' equity were as follows:

	Share capital	Other reserves	Result for the year	Total
	EUR	EUR	EUR	EUR
Balance as at 1 January 2023	92	(310,828)	177,367	(133,369)
Appropriation of result	-	177,367	(177,367)	-
Result for the year	-	-	(88,722)	(88,722)
Balance as at 31 December 2023	92	(133,461)	(88,722)	(222,091)

5 Accounts payable

Accounts payable *	-	7,052
	31-12-2023	31-12-2022
	EUR	EUR

6 Payable to related party

Current account shareholder	287,185	219,277
Current account Percutias Limited	38,542	32,665
	325,727	251,942
	2023	2022
	EUR	EUR

Current account shareholder

Balance as at 1 January	219,277	168,891
Movement for the year	67,908	50,386
Balance as at 31 December	287,185	219,277

As at December 31, 2018, the Company has a current account balance with its shareholders, who are considered related parties. No formal agreement exists regarding repayment or interest. The balance arises from routine business transactions.

	<u>2023</u>	<u>2022</u>
	EUR	EUR
Current account Percutias Limited		
Balance as at 1 January	32,665	22,665
Movement for the year	<u>5,877</u>	<u>10,000</u>
Balance as at 31 December	<u><u>38,542</u></u>	<u><u>32,665</u></u>

The Company has a co-operation agreement with its participation for payment processing services related to its online betting operations, under which customer payments are collected on behalf of the Company, revenue is recognised on a gross basis, and the participation is paid an annual service fee of EUR 10,000, recognised as an operating expense, with amounts collected but not yet transferred recognised as receivables.

	<u>31-12-2023</u>	<u>31-12-2022</u>
	EUR	EUR
7 Other accounts payable		
Players liability balance	<u><u>7,568</u></u>	<u><u>132,607</u></u>
	<u>31-12-2023</u>	<u>31-12-2022</u>
	EUR	EUR
8 Accrued expenses		
Legal and professional expenses	<u><u>1,335</u></u>	<u><u>1,564</u></u>

Notes to the profit and loss account

	<u>2023</u>	<u>2022</u>
	EUR	EUR
9 Operational income		
Net gaming revenue	<u>804</u>	<u>278,881</u>
	<u>2023</u>	<u>2022</u>
	EUR	EUR
10 Operational expenses		
Sublicense expenses	12,845	5,300
Agent expenses	10,000	10,000
Payment service provider expenses	6,214	54,260
Correction - players balances	-	(3,867)
	<u>29,059</u>	<u>65,693</u>
	<u>2023</u>	<u>2022</u>
	EUR	EUR
11 General and administrative expenses		
Management expenses	5,000	5,000
Legal and Professional expenses	47,068	30,943
Other expenses	2,185	503
	<u>54,253</u>	<u>36,446</u>

12 Profit tax

The Company's profit tax is determined in accordance with the territorial tax regime of Curaçao. Under this regime, a profit tax rate is applied to the taxable domestic net result.

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