

Switch IT N.V.
Curaçao

Annual report 2023

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1. Report

Switch IT N.V.

1.1 General

Switch IT N.V. (hereinafter: "the Company") was incorporated on May 13th, 2015 and is established in Curaçao.

Reporting period

These annual accounts have been prepared for the financial year ended on 31 December 2023.

Activities

The activities of the Company, having its legal seat at Curaçao, primarily consist of:

Managing and supporting gaming platforms for remote gaming, including software and hardware components of such platforms, whether for casino, poker or other games, whether to be operated through internet, mobile or interactive media.

COMPILATION REPORT

Switch IT N.V.

2. Financial statements

2.1 Balance sheet as at 31 December 2023*(After proposal result)*

		31-Dec-23		31-Dec-22	
Assets		EUR		EUR	
Current assets					
Accounts Receivable		42,677		33,235	
Cash and cash equivalents	1	<u>8,164</u>	<u>38,654</u>	<u>71,889</u>	
		50,841			
Total assets		<u>50,841</u>	<u>71,889</u>		
		31-Dec-23		31-Dec-22	
Liabilities		EUR		EUR	
Shareholders equity					
Sharecapital	2	100	100		
Adjustment previous years		(238)	9		
Retained earnings		(138,708)	(94,515)		
Result for the year		<u>(20,810)</u>	<u>(44,202)</u>		
		(159,656)		(138,608)	
Current liabilities					
Accounts payable		43,796	43,796		
Other payable and accrued expenses	3	<u>166,701</u>	<u>166,701</u>		
		210,497		210,497	
Total equity & liabilities		<u>50,841</u>	<u>71,889</u>		

2.2 Statement of income and expenses for the year 2023

		2023	2022
		EUR	EUR
Turnover	4	239,119	256,023
Direct costs	5	250,950	285,776
Gross margin		(11,831)	(29,753)
IT and other operating expenses		-	-
Administrative and general expenses	6	9,080	14,498
		(9,080)	(14,498)
Operating result		(20,911)	(44,251)
Financial result	7	101	49
Result before tax		(20,810)	(44,202)
Tax		-	-
Net result for the period		(20,810)	(44,202)

2.3 Notes to the financial statements

General

The financial statements are prepared according to the stipulations in chapter 9 Book 2 of the Curaçao Civil Code and accounting principles generally accepted in the Netherlands.

Income and expenses are accounted for on accrual basis. Profit is only included when realized on balance sheet date. Liabilities and any losses originating before the end of the financial year are taken into account if they have become known before preparation of the financial statements.

Continuity

These financial statements have been prepared based on going concerns basis. The going concern basis of presentation assumes that the company will continue its operations for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business.

Management is of the opinion, that the company's shareholders or other group companies will give the necessary support in case the assumption above mentioned is not realized. Consequently the Company has applied accounting principles based on going concerns.

Translation of foreign currency

Receivables, liabilities and obligations denominated in foreign currency are translated at the exchange rates prevailing at balance sheet date.

Transactions in foreign currency during the financial year are recognized in the financial statements at the exchange rates prevailing at transaction date. The exchange differences resulting from the translation as at balance sheet date, taking into account possible hedge transactions, are recorded in the profit and loss account.

Accounting policies in respect of the valuation of assets and liabilities

General

Valuation of assets and liabilities and determination of the result takes 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.

Financial fixed assets

Where significant influence is exercised, associated companies are valued under the net asset value method, but not lower than a nil value. This net asset value is based on the same accounting principles as applied by the Company.

Associated companies with negative net equity value are valued at nil. If the Company fully or partly guarantees the liabilities of the associated company concerned, or has the effective obligation respectively to enable the associated company to pay its (share of the) liabilities, a provision formed. Upon determining this provision, provisions for doubtful debts already deducted from receivables from associated company are taken into account.

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Where no significant influence is exercised associated companies are valued at cost and if applicable less impairments in value.

Accounts receivable

Upon initial recognition the receivables are valued at fair value and then valued at amortized cost. The fair value and amortized cost equal the face value. Provisions deemed necessary for possible bad debt losses are deducted. These provisions are determined by individual assessment of the receivables.

Equity

Financial instruments are classified as equity, if they have the substance of equity instruments; the legal form is of no consequence.

Current liabilities

Upon initial recognition, current liabilities are stated at fair value and then valued at amortized cost.

Accruals and deferred income

Upon initial recognition, accruals and deferred income are stated at fair value and then valued at amortized costs.

Accounting policies in respect of determination

Turnover

Turnover represents amounts invoiced for goods and services supplied during the financial year reported on, net of discounts and value added taxes. Revenues from services are recognized in proportion to the services rendered. The cost price of these services is allocated to the same period.

Other operating expenses

Costs are taken into account under the historical cost convention and allocated to the period concerned.

Net financial result

Interest income and expenses consist of interest received from or paid to third parties.

Taxation

Corporate income tax is calculated at the applicable rate on the result for the financial year, taking into account permanent differences between profit calculated according to the financial statements and profit calculated for taxation purposes, and with which deferred tax assets (if applicable) are only valued insofar as their realization is likely.

2.4 Notes to the balance sheet

	31-Dec-23	31-Dec-22
	EUR	EUR
1. Cash and cash equivalents		
Moneycorp A/C	-	38
Moorwand	7,979	4,889
Transfermate bank	185	-
Finductive bank	-	33,727
	<u>8,164</u>	<u>38,654</u>

2. Shareholders equity

The capital of the company consists of 100 shares with a nominal value of EUR 1 each.

Movements in equity were as follows:

	Issued Share capital	Retained earnings	Total
	EUR	EUR	EUR
Balance as at January 1 st	100	(138,708)	(138,608)
Adjustment previous years		(238)	(238)
Movement	-	(20,810)	(20,810)
		-	-
Balance as at December 31st	<u>100</u>	<u>(159,756)</u>	<u>(159,656)</u>

	31-Dec-23	31-Dec-22
	EUR	EUR
3. Other payable and accrued expenses		
C/A Manared Ltd.	205	205
C/A Helio Heroes	162,296	162,296
Accrued expenses	1,200	1,200
Security Deposit	3,000	3,000
	<u>166,701</u>	<u>166,701</u>

2.5 Notes to the statement of income and expenses

	<u>2023</u>	<u>2022</u>
	<u>EUR</u>	<u>EUR</u>
4. Turnover		
Sales Revenue	239,119	256,023
	<u>239,119</u>	<u>256,023</u>
5. Direct costs		
License fees	-	119,096
Customer development fees	250,950	166,680
	<u>250,950</u>	<u>285,776</u>
6. Administrative and general expenses		
Accountancy	1,444	1,324
Tax services	850	840
Insurance fees	-	6,000
Bankcharges	561	1,144
Notary expenses	-	275
Corporate services	2,178	1,375
Courrier expenses	97	-
Other general expenses	285	225
Chamber of commerce	90	90
Standard management disbursement	3,000	2,650
License fees National Bank	75	75
Domiciliation & compliance fee	500	500
	<u>9,080</u>	<u>14,498</u>
7. Financial result (expenses)		
Write off balance	-	190
Unrealized exchange difference	(101)	(239)
	<u>(101)</u>	<u>(49)</u>

3. Other Information

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3.1 Statutory provision regarding appropriation of result

In the articles of incorporation it states that the profit shall be at free disposal of the general meeting. Any distribution of the profit shall be made after approval of the annual account. Consequently the following has been presented concerning the appropriation of the result.

3.2 Appropriation of result

The management of the company proposes to appropriate the result as follows:

The negative result for the year 2023 in the amount of EUR 20,810 will be deducted to the other reserves.

This proposal needs to be determined by the General Meeting and has therefore not yet been processed in the annual accounts 2023 for the company.

3.3 Subsequent events

There are no events after the balance sheet date that have significant impact on these financial statements, that require further disclosure.

Name:

Position:

Signature:

Guardian Corporation Curaçao B.V.

Statutory Director

